

*Washoe County School District - Reno, Nevada*

# Comprehensive Annual Financial Report



*Fiscal Year Ended June 30, 2010*



**Washoe County School District**

Every Child, By Name And Face, To Graduation

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

Fiscal Year Ended June 30, 2010



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# Washoe County School District Superintendent & Board of Trustees



**Heath Morrison**  
Superintendent



**Estela Gutierrez**  
Board of Trustees  
President



**Barbara McLaury**  
Board of Trustees  
Vice President



**Dan Carne**  
Board of Trustees  
Member



**Barbara Clark**  
Board of Trustees  
Member



**Ken Grein**  
Board of Trustees  
Member



**Nancy Hollinger**  
Board of Trustees  
Member



**Scott Kelley**  
Board of Trustees  
Member

**WASHOE COUNTY SCHOOL DISTRICT**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
**FISCAL YEAR ENDED JUNE 30, 2010**

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# Introductory Section



*Washoe County  
School District*

Comprehensive  
Annual  
Financial Report

# Introductory Section

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





## **Washoe County School District**

425 East Ninth Street • P.O. Box 30425 • Reno, NV 89520-3425

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Board of Trustees: Estela Gutierrez, President • Barbara McLaury, Vice President • Nancy Hollinger, Clerk  
Dan Carne • Barbara Clark • Ken Grein • Scott Kelley • Dr. Heath Morrison, Superintendent

October 21, 2010

### **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, 2010, 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's 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.

Kafoury, Armstrong & Co., Certified Public Accountants, have issued an unqualified ("clean") opinion on the District's financial statements for the year ended June 30, 2010. The independent auditor's report is located at the front of the financial section of this report.

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.

### **PROFILE OF THE GOVERNMENT**

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 2009-10, the District operated sixty-three elementary schools, fourteen middle schools, and fourteen high schools, one K-12 special education school (Picollo), one middle/high school (Gerlach), one middle/high online school (WOLF) and eight charter schools. The District employed approximately 8,304 employees (certified, classified, administrative and substitutes) and served 62,455 students during the year (after final state audit). The governing board of the District consists of seven members elected by the public for four-year terms. The Board of Trustees believes that our mission is to create an education system where all students achieve academic success, develop personal and civic responsibility, and achieve career and college readiness for the 21st century.

The 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 instruction, student services, personnel, finance, administration and all other phases of District operations. In addition, the Superintendent develops policy for constructive relations between schools and the community, and assures programs are responsive to current and future student needs, and compatible with community expectations.

The 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. The budget is approved by the Board of Trustees through public hearings and is submitted to the Nevada Tax Commission for compliance review.

## **LOCAL ECONOMY**

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 approximately 72 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, the AAA Reno Aces baseball team and stadium, expanded convention facilities throughout the region and the Summit, Cabela's and Legends destination shopping locations. 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 Best in the West Rib Cook-Off, 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 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 2009-10 fiscal period is 437,439, which reflects a 23.8% increase over the 2000-01 population of 353,271. From 2008-09 to 2009-10, the County population is forecasted to increase by 20,807 or 5%. The annual labor force of the County is estimated at 225,280 at the end of June 2010, and the unemployment rate was established at a fiscal year average of 13.8% compared to 9.3% last year. This can be compared to the United States unemployment rate of 9.8% for the same period.

Other indicators of the economy in the County are reflected in taxable sales that decreased (9.3%) compared to a (16%) decrease in the prior year. Air traffic in Reno is down (5%), while gross income from gaming was down (9.1%). Additionally, sales of local existing homes decreased 187 or (27.3%) while new family units were at 36 compared to 103 in the prior year. In summary, Washoe County's economy continues to experience declining growth when compared to similar statistics in recent business cycles. These declines exceed the economic problems that are being experienced throughout most of the United States.

## **LONG-TERM FINANCIAL PLANNING**

The District has adopted "best practices" financial policies for the District relating to minimum fund balance, contingencies and other policies. The District intends to continue this strategy of improving its financial policies and the goal of maintaining prudent reserves.

The Board continues using the Vision 2015 Plan (adopted in fiscal year 2007), a long-range facility planning process, as a tool for evaluating and recommending future capital project plans for the rollover bond program. The District also has projected its facility needs through 2012 and has a 5-year Capital Improvement Plan that estimates capital construction needs in more detail. In addition, the District has a 20-year Facilities Plan completed through 2028.

The District adopted GASB Statement No. 45 to address the overall funding issue of the retiree health insurance and has an Other Postemployment Benefits (OPEB) Trust Fund for funding the retiree costs and liability. The District is one of only a few governmental entities in Nevada that have fully funded their annual OPEB costs for fiscal years 2008, 2009 and 2010. Senate Bill 427 (SB 427) was passed in 2009 by the Nevada State Legislature and made a number of changes for new members of PERS enrolled starting January 1, 2010 that reduce pension benefits and increased retirement ages for new members to retire without penalty. The bill made no changes to the benefits of the current members and retirees. SB 427 changes to retirement ages, along with reductions in future subsidies for retirees payable to the Nevada Public Employees' Benefits Plan (PEBPs), resulted in lower Annual Required Contributions (ARC) and lowered the actuarial value of benefits liability substantially.

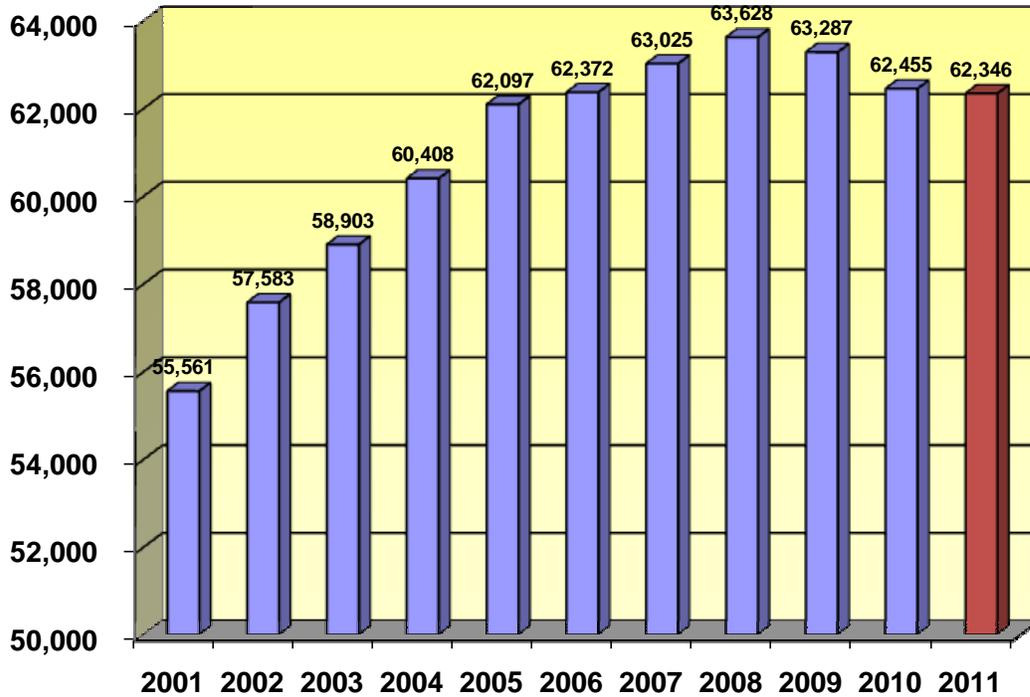
In addition to the OPEB Trust Fund, the District has the Pre-Funded Retiree Health Benefits Fund, a special revenue fund for retiree health benefits, which had an ending fund balance of \$2.2 million at June 30, 2010. This fund is available to supplement funding of OPEB ARC during fiscal year 2011 where it is expected to be used up.

## **MAJOR INITIATIVES**

### *Enrollment Trending*

For the third consecutive year, the district's total enrollment has declined. The preliminary count showed 62,346 students enrolled in Washoe County's public schools for the 2010-11 school year. In 2009-2010, district audited enrollment was 62,455 students. Compared to last year, enrollment has decreased by 109 students or .17%. This mirrors a trend being seen in school districts across the state of Nevada. Nevada's school finance formula, however, contains a "hold-harmless" clause allowing districts with a drop in enrollment to use the previous year's enrollment as the base in determining the level of state funding. A historical graph of the District's enrollment is presented at the top of the next page.

### Washoe County School District Enrollment Ten Year History and 2011 Preliminary



#### *New Strategic Plan*

The District's Board of Trustees called for change in the summer of 2009 and hired a new superintendent, Dr. Heath Morrison, and a new management team to lead the way to reforming education in Washoe County. Dr. Morrison and his team visited every school within the District during the 2009-10 school year to talk with teachers, principals and staff about their expectations for a new direction for the school district. Discussions continued with parents, business leaders, and others in the community. After a multitude of these conversations, eleven committees were organized in January and February of 2010 to brainstorm the action steps necessary to carry out the reform agenda. Parents, teachers, principals, business leaders and community members shared their ideas that would end up shaping the future of education in Washoe County.

Six months and hundreds of conversations, presentations, town hall meetings and committee meetings later, the District revealed in August 2010 the new, five-year strategic plan, *Envision WCSD 2015 – Investing in Our Future*. The plan details clear expectations about student achievement and use of data, and it includes strategies based on the best teaching and learning methods. Five goals based on academic success, human capital, performance management, family and community engagement and positive culture are at the center of the new plan. *Envision WCSD 2015 – Investing in Our Future* is the business plan for the District that was created by the people who are impacted by education. Their input is what drove the creation of the document.

Now, the District is moving forward with the implementation of the strategic plan. It is implementing a more rigorous curriculum, developing personal growth systems for all employees, providing more programs to reach out to parents and the community, and looking for ways to support the schools and the learning process in the classrooms.

#### *Graduation Rate*

Improving graduation rates across the District is at the heart of the new strategic plan. The strategic plan outlines high expectations for all schools in the District, with incremental improvements each year. The ultimate goal in the strategic plan is to provide every child in Washoe County with a high-caliber education so he or she walks across the graduation stage and is ready for college and/or a highly-skilled career. The District's new direction is "every child, by name and face, to graduation."

In just one year, the District has already seen improvements in the graduation rates. After several years of no change, the graduation rate in the District jumped to 63 percent for the Class of 2010. This seven percentage point increase shows significant improvement for a school district that had been stuck around 56 percent for the prior four years. The data also shows the graduation rate at every single high school in the school district improved, as did the individual rates for each minority group.

#### *Test Scores Improve*

The school district is also focused on improving test scores. For the 2009-2010 school year, the District as a whole made Adequate Yearly Progress, which is a federal standard of the No Child Left Behind Act. The District missed the mark the year before and had been placed on the watch list. The WCSD also showed marked improvement with state standardized tests. The District outperformed the state average at every grade level that is measured (grades three through eight). 80 percent of schools improved in reading and 86 percent improved in math.

#### *Budget Cuts*

The District is going through a challenging budget situation. Over the last four fiscal years, the District has had to cut \$73 million from the General Fund budget. With an uncertain economic future for Nevada, more cuts could be coming when the Nevada Legislature convenes in February 2011.

The cuts above include \$37 million in reductions to balance the remainder of FY 2009-10 and all of the 2010-11 budgets through several major initiatives. All five employee associations collaborated with the school district to reach agreements that saved the District \$11 million dollars and kept the budget cuts away from the classroom. The spirit of shared sacrifice by our employees showed great leadership that saved jobs and benefited our students. The District also cut \$2.5 million from Central Services, which is the largest reduction to ever occur in that part of the district. Although the district has operated with a lean staff in this area, we researched what would be appropriate ratios for central services, balancing this with the need of providing customer service and support for the schools.

The District also budgeted spending down fund balance and contingency funds by \$11.5 million. Additionally the District was able to reduce utilities by \$2 million through conservative budgeting and energy conservations. An additional \$2 million was saved in textbooks due a temporary waiver by the 26<sup>th</sup> Special Session of the legislature and \$2 million was also reduced in various programs throughout the District. Even with all these cuts, impacts to the classroom could not be completely avoided. The District had to use a temporary waiver also provided in the 26<sup>th</sup> Special Session to increase class size by two students in grades 1-3 to save \$6 million.

As part of the budget cutting process, the District launched an intense campaign to get employees and the public to share cost-saving ideas. Employees and citizens were able to submit budget-saving ideas on the District's website through a new web page designed to provide accurate and up-to-date information about the budget. More than 1,100 suggestions were generated and considered through this effort. The District also implemented a freeze committee during the fiscal year 2009-10 year to review key expenditures, which resulted in thousands of dollars being saved.

It is unclear what the budget situation for the District will look like after the new governor presents a budget to state legislators who meet in 2011, but it is estimated that the state will face up to a \$3 billion shortfall in statewide budget that is close to \$7 billion. The State of Nevada is facing a difficult economy with reduced revenue and decreased construction spending, a weakened housing market and high unemployment. The challenges are many, but there are signs that the economy has bottomed and that it will show some signs of improvement soon.

Nevada has been one of the lowest taxed states in the country, but this by itself will not attract new businesses to our region. Successful businesses understand that a strong K-12 and higher education infrastructure is also needed to provide the high performing workforce that makes companies successful. The challenge to the governing leaders and the citizens in our state is to make the difficult revenue and spending decisions needed now to properly invest in or fund education at all levels so that top tier businesses will come to Nevada in large numbers to better diversify our economic job base.

## **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.

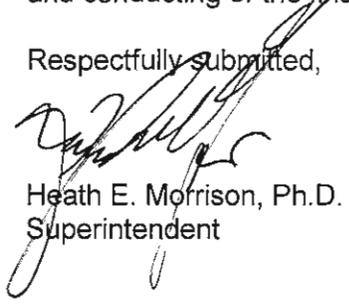
## **AWARDS AND ACKNOWLEDGMENTS**

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, 2009. This is the ninth 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

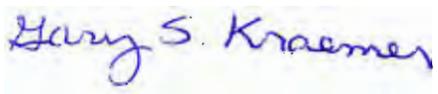
Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate. Prior to this award, the District only applied for the Association of School Business Officials International (ASBO) Certificate of Excellence in Financial Reporting award and received this award for eight consecutive years.

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,



Heath E. Morrison, Ph.D.  
Superintendent



Gary S. Kraemer, CPA  
Chief Financial Officer

# Washoe County School District Reno, Nevada



## District Officials For Fiscal Year Ended June 30, 2010

### Board of Trustees

**Estela Gutierrez**  
President

**Barbara McLaury**  
Vice President

**Dan Carne**  
Member

**Barbara Clark**  
Member

**Ken Grein**  
Member

**Nancy Hollinger**  
Member

**Scott Kelley**  
Member

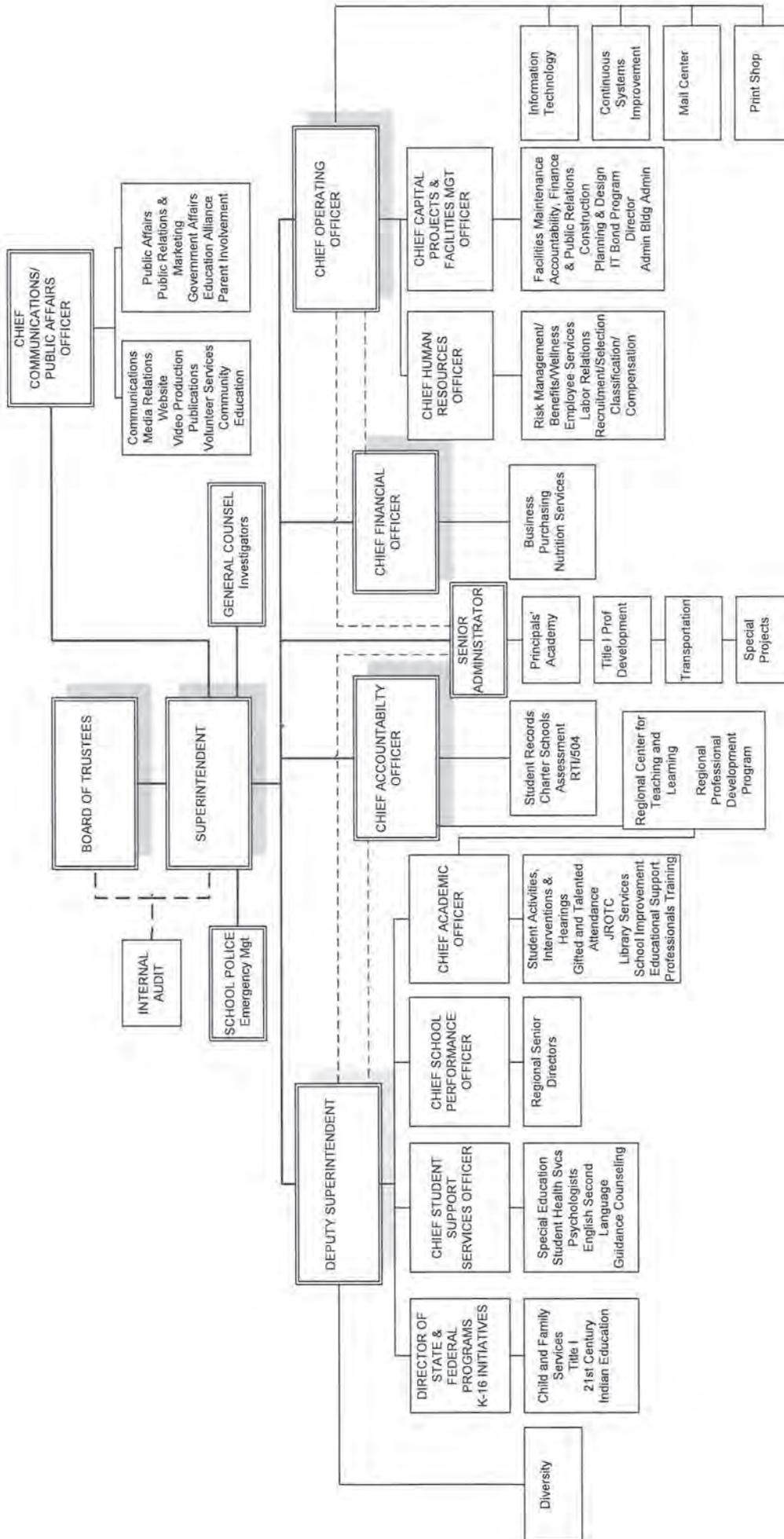
### Administrative Officials

**Heath Morrison, Ph.D.**  
Superintendent

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

**Pedro Martinez, CPA, MBA**  
Deputy Superintendent

**Jane Woodburn**  
Chief Operating Officer



# 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, 2009

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



A stylized handwritten signature in black ink.

President

A handwritten signature in black ink that reads "Jeffrey R. Emer".

Executive Director

# Financial Section



*Washoe County  
School District*

Comprehensive  
Annual  
Financial Report

# Financial

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# Section

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





**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, the business-type 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, 2010, 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, the business-type activities, each major fund, and the aggregate remaining fund information of the District, as of June 30, 2010, 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 October 21, 2010 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 considered in assessing the results of our audit.

Management's Discussion and Analysis and the schedules related to other post employment benefits on pages 3 through 17 and page 66, respectively, are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of

measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying Introductory Section, nonmajor combining and individual fund financial statements and schedules, Schedules of Capital Assets Used in the Operation of Governmental Funds, 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, Schedules of Capital Assets Used in the Operation of Governmental Funds, and the Schedule of Expenditures of Federal Awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The Introductory Section and Statistical Section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

*Kafoury, Armstrong & Co.*

Reno, Nevada  
October 21, 2010

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

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

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

**Financial Highlights**

- ❑ Government-wide net assets increased by \$19.8 million to \$372 million.
- ❑ Unrestricted net assets increased or improved by \$6 million to \$60.4 million.
- ❑ The District's total revenues decreased by \$(8.9) million to \$605.9 million. The most significant revenues are local school support taxes (sales tax) at \$127.1 million, property taxes (Ad Valorem) at \$167.4 million and state aid at \$156.4 million.
- ❑ The District's total expenses increased by \$4.9 million to \$586.1 million. The most significant expenses were in regular instruction at \$215.9 million, special education instruction at \$67.1 million, operation and maintenance at \$48.3 million and other instruction (primarily grants) at \$50.4 million.
- ❑ Net capital assets increased to \$635.5 million. Major additions include \$19.7 million for school renewals, \$2.1 million for Depoali Middle School, \$3.1 million for paving and roofing, \$5.1 million for machinery and equipment, \$6.1 million for Academy of Arts, Careers and Technology (AACT) and \$.8 million for energy and technology upgrades. Depreciation expense totaling \$20 million is included in the government-wide statements.
- ❑ The District's general obligation bonds payable increased by \$9.2 million or 1.8%. This is the result of the issuance of \$51 million in bond debt, \$(30.9) million of debt payments and net refunded debt of \$(10.9) million.
- ❑ The District has an Aa2 bond rating with a stable outlook from Moody's Investor Service, and an AA rating with a stable outlook from Standard and Poor's Corporation. Fitch Ratings maintained an AA- rating but has a negative outlook due to the uncertainty of the State's budget situation when the rating was last done.

**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.

Both of the government-wide financial statements distinguish functions that are supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*).

**Fund Financial Statements**

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

*Governmental funds* are used to account for essentially the same functions reported as governmental activities in the government-wide statements described above. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. To provide a better understanding of the relationship between the fund statements and the government-wide statements, both the governmental 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 41 individual governmental funds of which the general, special education, debt service, 2010 Washoe County recovery zone economic development bond (RZEDB), 2010 qualified school construction bond (QSCB), 2009 Washoe County RZEDB, 2009 City of Reno RZEDB, 2009 bond rollover, 2008 bond rollover, 2007 bond rollover, 2006 bond rollover and 2005 bond rollover are considered major. These funds are disclosed separately in the governmental fund balance sheet and/or in the governmental fund statement of revenues, expenditures and changes in fund balances. The remaining 29 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. Enterprise funds are used to report an activity where a fee is charged to external users. The District's sole enterprise fund, the Nutrition Services Enterprise Fund, is used to account for the nutrition services operation of the District. Internal service funds are used to accumulate and allocate costs internally among the District's various programs and functions. The District uses three internal service funds to account for its self-insurance of property and casualty, employees' health care and workers' compensation. Because internal service fund operations primarily benefit governmental funds, they are included in the governmental 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 along with the sole enterprise fund in a separate column. Individual fund data for the internal service funds and the enterprise fund is provided in the combining statements in the supplementary information section of this report.

*Fiduciary funds* account for resources held for other governments or individuals outside of the District. As their resources do not support District activities, they are not included in the government-wide statements. The District has three agency funds: the Student Activities Fund for schools in the district, an 80/5 Salary Plan for employees, and the Nevada Interscholastic Athletic Association for all school districts in Nevada. Additionally, the District has two trust funds: the Private Purpose Scholarship Trust Fund and the Other Postemployment Benefits (OPEB) Trust Fund. Additional information can be found on the OPEB Trust Fund in Note 9 on pages 57 through 62 of this report.

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

**Notes to the Financial Statements**

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

**Other**

In addition to the basic financial statements and accompanying notes, this report presents certain *required supplementary information* concerning the District's General and Special Education funds. Required supplementary information can be found on pages 28 and 29 of this report.

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

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

**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**

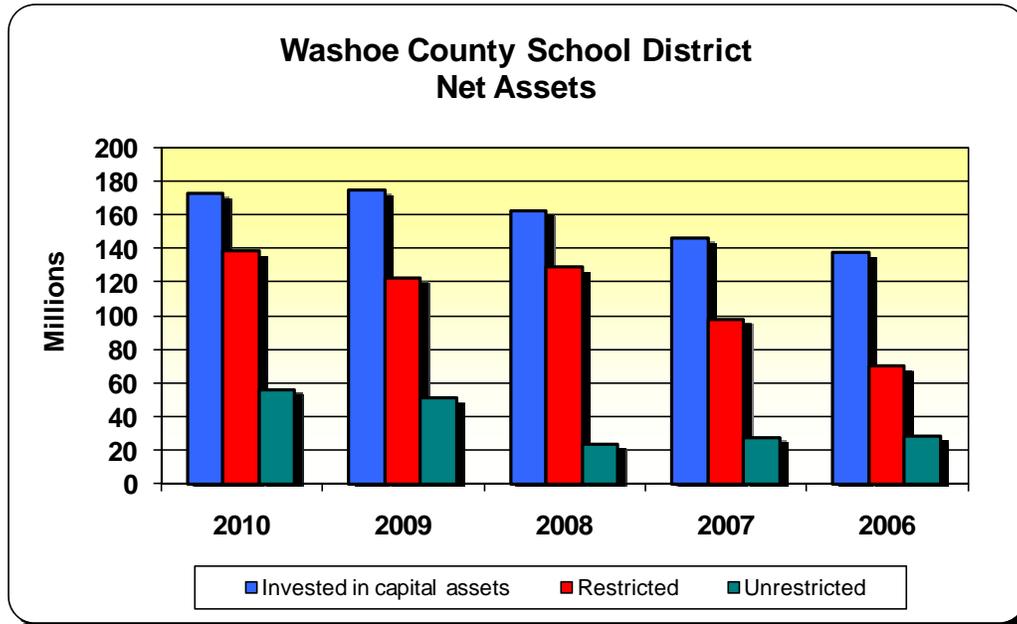
	Governmental activities		Business-type activities		Total	
	2010	2009	2010	2009	2010	2009
<b>Assets</b>						
Current and other assets	\$ 403,494,265	\$ 395,509,133	\$ 4,457,628	\$ 4,365,762	\$ 407,951,893	\$ 399,874,895
Net capital assets	634,851,522	616,856,451	633,724	396,799	635,485,246	617,253,250
Total assets	<u>1,038,345,787</u>	<u>1,012,365,584</u>	<u>5,091,352</u>	<u>4,762,561</u>	<u>1,043,437,139</u>	<u>1,017,128,145</u>
<b>Liabilities</b>						
Current liabilities	128,298,208	128,885,044	764,481	1,061,136	129,062,689	129,946,180
Long-term liabilities	542,394,591	534,975,304	-	-	542,394,591	534,975,304
Total liabilities	<u>670,692,799</u>	<u>663,860,348</u>	<u>764,481</u>	<u>1,061,136</u>	<u>671,457,280</u>	<u>664,921,484</u>
<b>Net Assets</b>						
Invested in capital assets, net of related debt	172,508,687	174,502,710	633,724	396,799	173,142,411	174,899,509
Restricted	138,439,390	122,910,714	-	-	138,439,390	122,910,714
Unrestricted	56,704,911	51,091,812	3,693,147	3,304,626	60,398,058	54,396,438
Total net assets	<u>\$ 367,652,988</u>	<u>\$ 348,505,236</u>	<u>\$ 4,326,871</u>	<u>\$ 3,701,425</u>	<u>\$ 371,979,859</u>	<u>\$ 352,206,661</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 \$372 million at June 30, 2010. The largest portion of net assets (46.6%) 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.

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

An additional portion of the District's assets (40.5%) represents resources that are subject to external restrictions (statutory, bond covenants, or granting agency) on how they may be used. At June 30, 2010, the District had unrestricted net assets of \$48.2 million. A graphical history of net assets is as follows:



**Governmental activities.** Governmental activities increased the District's net assets by \$19.1 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**

	Governmental activities		Business-type activities		Total	
	2010	2009	2010	2009	2010	2009
<b>Revenues</b>						
Program revenues:						
Charges for services	\$ 1,269,594	\$ 1,796,750	\$ 5,381,119	\$ 5,968,280	\$ 6,650,713	\$ 7,765,030
Operating grants and contributions	107,415,696	105,300,822	13,562,465	11,949,457	120,978,161	117,250,279
General revenues:						
Property taxes	167,348,704	170,321,918	-	-	167,348,704	170,321,918
Local school support taxes	127,099,100	120,369,201	-	-	127,099,100	120,369,201
Government service taxes	15,321,249	16,643,570	-	-	15,321,249	16,643,570
Franchise taxes	332,477	364,469	-	-	332,477	364,469
Unrestricted investment earnings	4,954,850	9,476,546	-	-	4,954,850	9,476,546
State aid not restricted to specific purposes	156,389,169	143,080,662	-	-	156,389,169	143,080,662
ARRA - State Fiscal Stabilization	-	21,869,831	-	-	-	21,869,831
Other	6,476,613	7,608,186	325,635	-	6,802,248	7,608,186
Total revenues	586,607,452	596,831,955	19,269,219	17,917,737	605,876,671	614,749,692

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

**WASHOE COUNTY SCHOOL DISTRICT CHANGE IN NET ASSETS (continued)**

	Governmental activities		Business-type activities		Total	
	2010	2009	2010	2009	2010	2009
<b>Expenses</b>						
Instruction:						
Regular instruction	\$ 215,922,516	\$ 255,214,934	\$ -	\$ -	\$ 215,922,516	\$ 255,214,934
Special instruction	67,093,235	51,095,105	-	-	67,093,235	51,095,105
Vocational instruction	8,289,052	7,408,013	-	-	8,289,052	7,408,013
Other instruction	50,408,402	6,478,515	-	-	50,408,402	6,478,515
Adult education instruction	1,600,284	-	-	-	1,600,284	-
Community services instruction	856,533	-	-	-	856,533	-
Co-curricular instruction	3,422,601	-	-	-	3,422,601	-
Support services:						
Instruction	293,830	-	-	-	293,830	-
Student support	25,696,965	34,798,496	-	-	25,696,965	34,798,496
Instructional staff support	12,090,308	24,778,616	-	-	12,090,308	24,778,616
General administration	5,652,249	10,209,601	-	-	5,652,249	10,209,601
School administration	31,075,074	31,301,763	-	-	31,075,074	31,301,763
Central services	23,144,740	18,357,475	-	-	23,144,740	18,357,475
Operation and maintenance	48,294,122	50,175,497	-	-	48,294,122	50,175,497
Student transportation	15,454,876	21,974,038	-	-	15,454,876	21,974,038
Other support	11,137	313,763	-	-	11,137	313,763
Community services operations	402,769	231,969	-	-	402,769	231,969
Nutrition services	-	-	18,643,773	17,334,964	18,643,773	17,334,964
Facilities	31,261,928	26,315,951	-	-	31,261,928	26,315,951
Interest on long-term debt	25,395,984	24,090,170	-	-	25,395,984	24,090,170
Issuance costs on debt	1,093,095	1,151,957	-	-	1,093,095	1,151,957
Total expenses	567,459,700	563,895,863	18,643,773	17,334,964	586,103,473	581,230,827
Increase in net assets	\$ 19,147,752	\$ 32,936,092	\$ 625,446	\$ 582,773	\$ 19,773,198	\$ 33,518,865

**Total Revenues:** Total revenues decreased from prior year revenues by (1.7%). General revenues, mainly comprised of taxes, state aid and investment earnings, represented 81.5% 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.

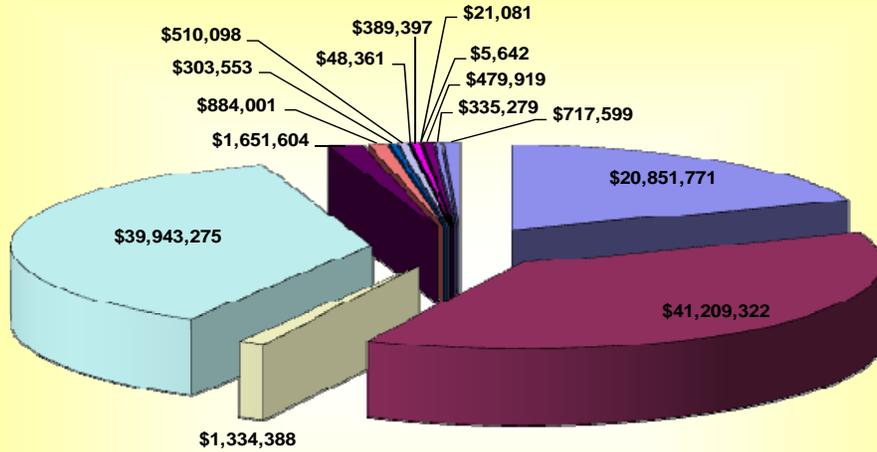
**General Revenues:** General revenues decreased (2.4%) from the prior fiscal year. The District experienced increases in local school support taxes and state aid not restricted for specific purposes and decreases in all other categories including unrestricted investment earnings of \$(4.5) million primarily because of lower interest rates. The District received \$21.9 million of American Recovery and Reinvestment Act (ARRA) State Fiscal Stabilization funds in the prior year that did not occur again in the current fiscal year.

**Program Revenues:** Program revenues represent 18.5% of the total revenues collected to pay costs of providing program services. Charges for services decreased (29.3%) and operating grants and contributions increased 2%.

The following two graphs demonstrate the governmental activities revenue by function and by source.

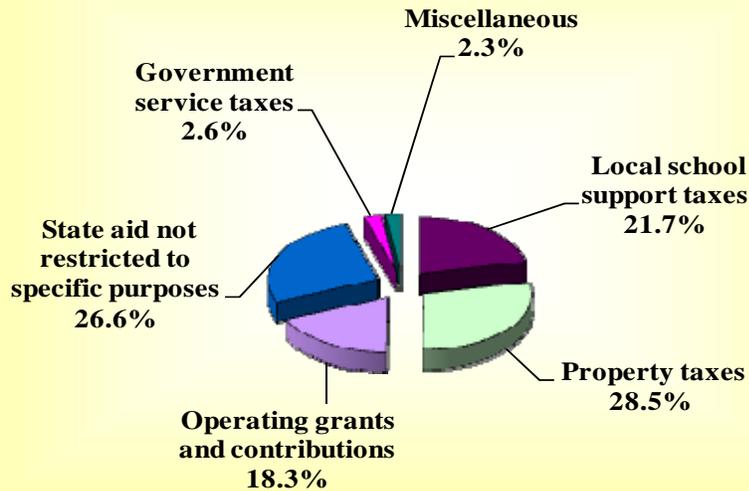
**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

**PROGRAM REVENUES  
Governmental Activities**



- |   |                                |
|---|--------------------------------|
| Regular instruction                     | Special instruction            |
| Vocational instruction                  | Other instruction              |
| Adult education instruction             | Community services instruction |
| Instruction                             | Student support                |
| Instructional staff support             | General administration         |
| Central services                        | Operation and maintenance      |
| Student transportation                  | Community services operations  |
| Facilities acquisition and construction |                                |

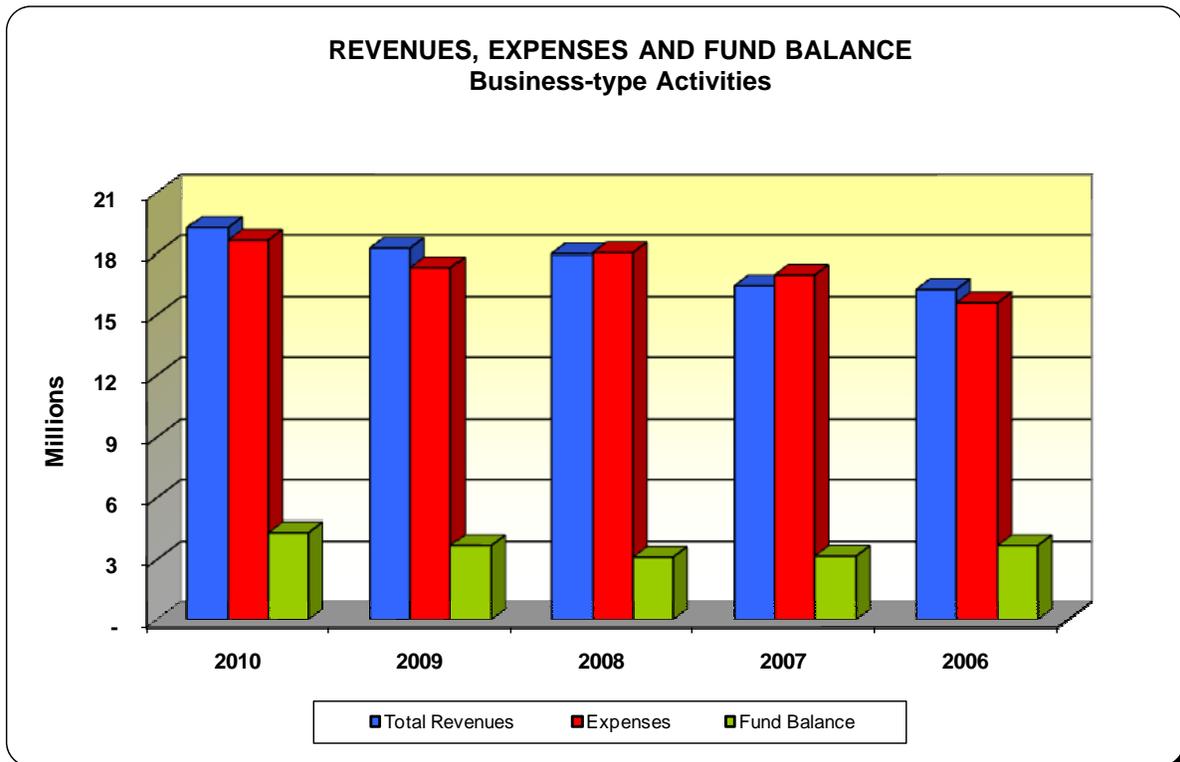
**REVENUES BY SOURCE  
Governmental Activities**



**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

- ❑ The largest and main revenue sources for the District are property taxes (Ad Valorem), local school support taxes and state aid, which comprise 76.8% of total revenues.
- ❑ Ad Valorem taxes decreased (1.8%) from the prior year due to decreased tax collections and decreases in assessed valuations.
- ❑ Local school support taxes increased 5.6% primarily due to a temporary legislative increase in the rate of taxable sales for school districts in Nevada.
- ❑ State revenue, as provided in the Nevada Plan (State aid guaranteed funding), increased 9.3%. The increased state aid results from no ARRA funding this fiscal year, coupled with higher than anticipated increases in school support tax, offset partially by decreased property taxes, which increases the contribution required by the state.

**Business-type activities.** Business-type activities consist solely of the District's Nutrition Services Enterprise Fund. In the current fiscal year this activity increased net assets by \$625,446. Nutrition services charges and federal subsidies, including contributions of commodity food products, account for 98.3% of revenues received by business-type activities, with student charges representing 27.9%, federal subsidies accounting for 70.4% and the remaining 1.7% coming from a capital contribution this year. The majority of expenses in the business-type activities are for food purchases and salary expenses to maintain the District's nutrition services program. The increased net assets resulted from lower operating expenses, primarily decreased food costs, and increased federal subsidies during the year.



**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.

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

**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.

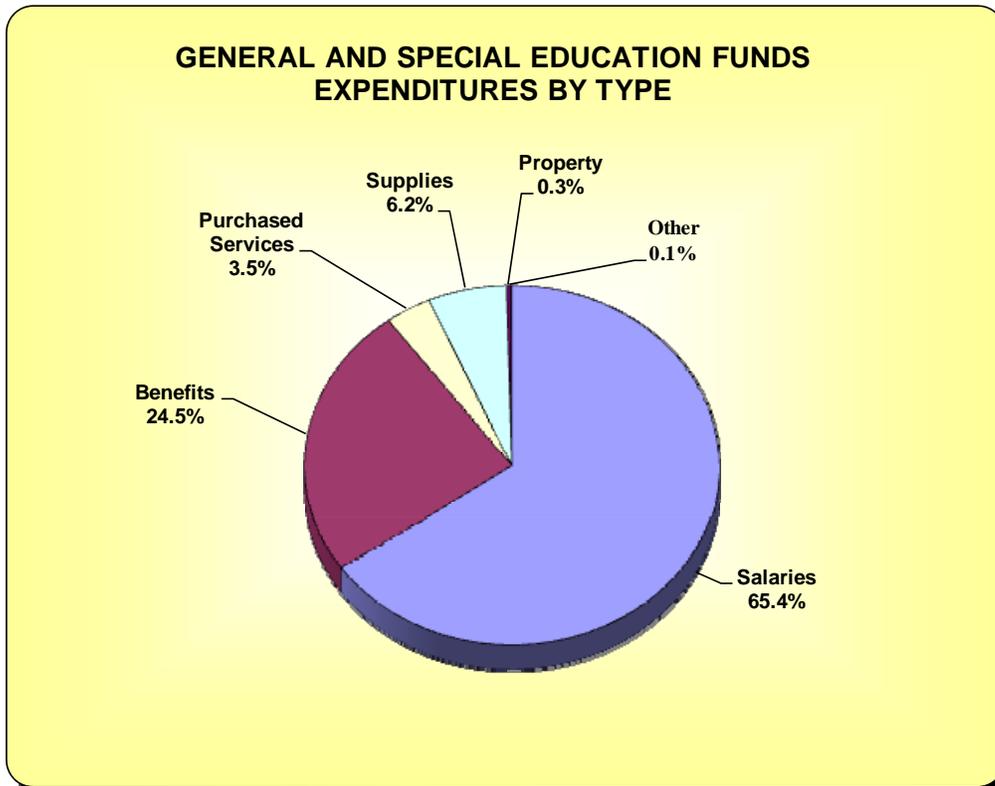
As of the current fiscal year, the District's governmental funds reported combined ending fund balances of \$246.3 million, a decrease of \$(1.9) million from the prior year. Of this total, \$152.6 million is unreserved and approximately \$4.4 million, or 3%, constitutes *unreserved and undesignated fund balance*, which is available for spending at the District's discretion within the respective fund. The District has \$148.2 million, or 97%, *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) \$20.9 million for construction contracts and encumbrances (contracts or purchase orders of the prior period), (2) \$68.2 million to pay debt service and sinking fund, (3) \$3.5 million for capital projects and (4) \$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>2010</u>	<u>2009</u>
Salaries	\$ 281,195,070	\$ 278,333,432
Benefits	105,156,193	108,150,458
Purchased services	15,358,226	18,304,565
Supplies	26,528,442	24,278,881
Property	1,367,111	515,337
Other	<u>363,753</u>	<u>373,963</u>
Totals	<u>\$ 429,968,795</u>	<u>\$ 429,956,636</u>

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**



- ❑ Salaries comprise 65.4% of total expenditures. School districts by their nature are labor intensive.
- ❑ Employee benefits average 37.4% of salaries and 24.5% of total expenditures. Benefits include contributions on the behalf of employees for retirement (Public Employees' Retirement), health insurance, Medicare, old age survivor's disability insurance (part-time employees), life insurance, workers' compensation and OPEB.
- ❑ Purchased services, supplies, property and other comprise 10.1% of total expenditures. Details regarding variances on a fund level are available in separate reports.

**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 \$61.7 million compared to \$53.2 million in the prior year. The total fund balance was \$64.5 million compared to \$56.8 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 16.2% of total fund expenditures while total fund balance represents 16.9% of that same amount.

The unreserved fund balance of the General Fund increased \$8.5 million. Key factors in this change are as follows:

- ❑ Total revenues of \$412.8 million decreased from the prior year revenue by \$(5.5) million or (1.3%), primarily due to decreases in property tax (.8%), government services tax (8%) and earnings on investments (53.5%). Revenues were also decreased without the repeat of the \$21.9 million of ARRA funding provided to stabilize state education funding in the prior year.

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

Offsetting these decreases are increases in school support taxes 5.6%, primarily because the tax rate was increased from 2.25% to 2.6% and state aid of 9.3%.

- Total expenditures of \$381.6 million exceeded the prior year by \$6.2 million or 1.6%. Salaries increased 2.8% as a result of District growth and movement on the salary schedules. Additionally, the District is in the third year of a four-year salary contract with all bargaining groups which provided a cost of living increase during the fiscal year. Employee benefits decreased from the previous year by (.9%) due to rates (i.e. retirement, Medicare, workers' compensation and OPEB) applied to increasing salaries offset by an insurance premium holiday, a reduction in the workers' compensation rate, spreading of OPEB to all funds and no rate increase in health insurance costs.
- Operating (non-salary) categories increased by \$163,381 or .4% from the prior year. Due to economic factors during the fiscal year, the District implemented a budget freeze to reduce spending during the fiscal year. The freeze and judicious spending reduced purchased services spending by \$3 million, supplies were up \$2.3 million as this category was not frozen for schools and the District completed the purchase of thirteen buses accounting for the \$850,000 increase in property.
- The excess of revenues over expenditures was \$31.2 million. Transfers in from other funds were \$6 million from the Pre-Funded Retiree Health Benefits Fund. Transfers to other funds were \$30.9 million. Significant transfers to include \$25.5 million to the Special Education Fund, \$3.6 million to the Debt Service Fund and \$1.7 million to the Health Insurance Fund.

**The Special Education Fund** accounts for resources (state-aid and transfers from the General Fund) used to provide special education to eligible students. This fund has no fund balance as the District only transfers the amount needed to cover expenditures not covered by State funding. Resources and expenditures totaled \$48.4 million, a decline from the prior year by \$(6.1) million or (11.3%). This decline in the Special Education Fund is being offset with ARRA Special Education funding in the Special Revenue Funds of \$7.9 million. All fund resources were from State aid of \$22.9 million and transfers from the General Fund of \$25.5 million.

**The Debt Service Fund** has a total fund balance of \$68.2 million, all of which is reserved for the payment of debt service. The fund balance decreased by \$(4.5) million primarily as a result of accelerated debt payments, declining property tax and earnings revenues offset by new debt issues.

**Rollover Bond Funds** allow the District to issue an estimated \$300-600 million in voter-approved rollover bonds between 2002 and 2012. These rollover bonds will partially allow the District to provide for the upkeep of existing facilities and add new schools, when needed, to address increases in student enrollment. These bonds will be used for improvements (including technology infrastructure upgrades) to older, existing schools along with the construction of new elementary and middle schools and the build-out of high schools. Individual rollover funds are as follows:

**The 2010 Washoe County Recovery Zone Economic Development Bond (RZEDB)** issuance in April 2010 for \$10.515 million will be used for revitalization/infrastructure improvements and capital renewal projects at schools located within Washoe County. During FY 09/10 expenditures included \$556,000 for infrastructure upgrades, capital renewal projects and bond issuance costs. The ending fund balance on June 30, 2010 of \$10 million consists of unspent bond proceeds and investment income.

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

**The 2009 Washoe County Recovery Zone Economic Development Bond (RZEDB)** issuance in November 2009 for \$15 million will be used primarily for revitalization/infrastructure improvements and capital renewal projects at schools located within Washoe County. During FY 09/10 expenditures included \$221,000 for capital renewal projects (3% expended) and \$133,000 for bond issuance costs. The ending fund balance on June 30, 2010 of \$14.7 million consists of unspent bond proceeds and investment income.

**The 2009 City of Reno Recovery Zone Economic Development Bond (RZEDB)** issuance in November 2009 for \$21.93 million will be used primarily for revitalization/infrastructure improvements and capital renewal projects for schools located within Reno City Limits. During FY 09/10 approximately \$2.0 million was expended for revitalization/infrastructure (20% expended) and \$500,000 for capital renewal projects (4% expended). The \$19.5 million ending fund balance on June 30, 2010 consists of unspent bond proceeds and investment income.

**The 2010 Qualified School Construction Bonds (QSCB)** issued in May 2010 for \$3.55 million will be used primarily for revitalization/infrastructure improvements at two elementary schools. During FY 09/10 approximately \$700,000 was expended for revitalization activities at those two elementary schools (approximately 20% expended). The ending fund balance on June 30, 2010 is \$2.9 million and consists of unspent bond proceeds and investment income.

**The 2009 Bond Rollover Fund** bond issuance for \$45 million is being used for revitalization of existing elementary schools, upgrades to information technology hardware/software, and capital renewal projects such as re-roofing and re-paving. During FY 09/10 \$18.5 million was expended for revitalization activities at eleven elementary schools (90% expended), upgrades to elementary school IT infrastructure (90% expended) and re-roofing and re-paving activities (both approximately 95% expended). An additional \$1.9 million was expended for computer-based instruction labs and the purchase of curriculum materials, furniture, fixtures and equipment at AACT. The ending fund balance on June 30, 2010 is \$21.7 million and consists of unspent bond proceeds and investment income.

**The 2008 Bond Rollover Fund** bond issuance for \$55 million was primarily used for construction of Depoali Middle School. Additional projects include completion of the Incline Elementary School addition, acquisition of mobile classrooms, and various school renewal and information technology projects. During FY 09/10 \$8.4 million was expended for design/construction of Depoali Middle School (100% expended), Incline Elementary School addition (100% expended) and AACT (100% expended). An additional \$5.8 million was expended for various capital renewal projects including re-roofing and flooring projects, HVAC, fire alarm, backflow and technology/software upgrades. Administrative and advance planning costs totaling \$2.1 million were also recorded in this fund during FY 09/10. The ending fund balance on June 30, 2010 of \$9.9 million consists of unspent bond proceeds and investment income.

**The 2007 Bond Rollover Fund** bond issuance for \$65 million was primarily used for construction of Depoali Middle School, the continued renovation of the District's existing facilities, acquisition of mobile classrooms and various technology upgrades. During FY 09/10 \$2.1 million was spent for design/construction of Depoali Middle School (100% expended); and \$3.4 million was spent for elementary school revitalization (100% expended), high school security cameras (67% expended), information technology projects (48% expended) and bond administrative costs (94% expended). The \$19.2 million June 30, 2010 ending fund balance consists of unspent bond proceeds and investment income.

**The 2006 Bond Rollover Fund** bond issuance for \$30 million was primarily used for the renovation of existing District facilities and for construction of Depoali Middle School. The facility

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

renovations/upgrades include re-roofing, re-paving, re-carpeting, etc., transportation yard improvements and technology related projects. During FY 09/10 \$167,000 was spent for Depoali Middle School construction (100% expended), \$619,000 for facility renewal projects (95% expended), \$1.7 million for infrastructure upgrades (90% expended), and \$810,000 for high school/middle school assessments (100% expended). The ending fund balance on June 30, 2010 is \$2.4 million and consists of unspent bond proceeds and investment income.

**The 2005 Bond Rollover Fund** bond issuance for \$66 million was primarily dedicated to design/construction of Hall and Sepulveda Elementary Schools (both 100% expended), various school renewal projects (100% expended), site and water rights acquisition (100% expended) and information technology projects (100% expended). It was also used to build additions to North Valleys High School (100% expended), Spanish Springs High School (100% expended) and Echo Loder Elementary School (100% expended). During the current fiscal year \$721,000 was spent for the design/construction of the District's Backup Data Center (100% expended). Other expenditures totaled \$600,000 and were for various school renewal and information technology projects all of which are 100% expended. There is no fund balance in this fund at June 30, 2010.

**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 have a combined Net Asset balance of \$40.8 million. The Health Insurance Fund has a Net Asset balance of \$28.7 million compared to \$23.5 million in the prior year; the Property and Casualty Fund has a balance of \$6.7 million compared to a balance in the prior year of \$5.2 million; and the Workers' Compensation Fund finished the year with a balance of \$5.4 million compared to \$5.9 million 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.

The District's Nutrition Services Enterprise Fund has a Net Asset balance of \$4.3 million compared to \$3.7 million in the prior year. The factors concerning the finances in this fund were addressed in the discussion of the District's business-type activities.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

Prior to the beginning of the fiscal year, the District adopts its original budget on or before June 8. Because of a legislative year, the District is allowed to adopt an amended budget within 30 days of the legislative adjournment. The District is also required to amend the budget by January 1 of the fiscal year to reflect the 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 amended final budget for the District was approved on June 10, 2009. Although the total budget was \$453.5 million and was \$2.9 million less than the prior year, the District faced a \$21.8 million budget shortfall as ongoing expenditure requirements were not fully funded by the legislature.

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

The District offset the shortfall by reducing salary and benefits by \$7.4 million, reducing non-salary and benefit operating costs by \$4.3 million and utilizing \$10.1 million of unreserved ending fund balance.

The District augmented the budget by \$25.1 million on December 15, 2009 as actual opening reserved and designated fund balances were in excess of the Amended Final Budget amounts. \$8.3 million of the reserves and designations were for prior year encumbrances and allowable department budget carryovers. The balance of the designations were used to establish a contingency for budget uncertainties of \$11.8 million and a ending fund balance designation of \$5 million for special education maintenance of effort.

The District approved a final revision of the budget on June 29, 2010. The revisions resulted in a \$3.5 million decrease to the budget. This decrease was a result of the impact of the economic downturn and reflects additional budget reductions approved by a special meeting of the legislature. Using the contingency for budget uncertainties and salary savings offset this revenue reduction.

**GENERAL FUND BUDGET ADJUSTMENTS**

	<u>2010 BUDGET</u>		
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>DIFFERENCE</u>
<b>Revenues</b>			
Local sources	\$ 254,702,385	\$ 245,234,004	\$ (9,468,381)
State sources	160,093,515	165,089,841	4,996,326
Federal sources	516,000	516,000	-
Other sources	50,000	50,000	-
Total revenues	<u>415,361,900</u>	<u>410,889,845</u>	<u>(4,472,055)</u>
<b>Other financing sources</b>			
Capital Leases	-	870,000	870,000
Transfers in	6,500,000	6,500,000	-
Fund balance, July 1	34,162,909	56,805,041	22,642,132
<b>Total sources</b>	<u>\$ 456,024,809</u>	<u>\$ 475,064,886</u>	<u>\$ 19,040,077</u>
<b>Expenditures</b>			
Current:			
Regular programs	\$ 205,738,466	\$ 205,313,678	\$ (424,788)
Special programs	-	1,795,979	1,795,979
Vocational programs	7,933,889	7,178,596	(755,293)
Other instructional programs	13,084,077	13,220,613	136,536
Co-curricular programs	4,338,560	4,629,817	291,257
Undistributed expenditures:			
Student support	26,397,898	25,816,390	(581,508)
Instructional staff support	12,956,034	13,169,126	213,092
General administration	4,849,197	5,447,155	597,958
School administration	32,661,875	32,103,414	(558,461)
Central services	20,987,574	21,133,585	146,011
Operation and maintenance	52,238,977	53,431,835	1,192,858
Student transportation	14,651,006	16,597,089	1,946,083
Total expenditures	<u>395,837,553</u>	<u>399,837,277</u>	<u>3,999,724</u>
<b>Other financing uses</b>			
Contingency	1,093,277	1,093,277	-
Transfers out	34,328,936	33,245,761	(1,083,175)
Total other financing uses	<u>35,422,213</u>	<u>34,339,038</u>	<u>(1,083,175)</u>
Fund balance, June 30	24,765,043	40,888,571	16,123,528
<b>Total applications</b>	<u>\$ 456,024,809</u>	<u>\$ 475,064,886</u>	<u>\$ 19,040,077</u>

Actual expenditures were 95% of the final budget and all functions are within the appropriate budgetary authority.

**WASHOE COUNTY SCHOOL DISTRICT  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE FISCAL YEAR ENDED JUNE 30, 2010**

**CAPITAL ASSETS AND DEBT ADMINISTRATION**

**Capital Assets.** The District's investment in capital assets for its governmental and business-type activities as of June 30, 2010 amounts to \$635.5 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements other than buildings, machinery and equipment, and construction in progress. The total increase in the District's net capital assets for the current fiscal year was 3%. The major capital additions this fiscal year included:

School Renewals	\$ 19.7 million	Machinery/Equipment	\$ 5.1 million
Depoali Middle School	2.1	Paving and Roofing	3.1
Academy of Arts, Careers and Technology	6.1	Energy/Technology	.8

Additional information on the District's capital assets can be found in Note 5 on pages 50-51 of this report.

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

**Governmental Activities:**

	<u>2010</u>	<u>2009</u>
Land	\$ 38,017,804	\$ 37,359,073
Construction in progress	16,376,260	71,029,583
Buildings	543,557,983	473,461,008
Improvements other than buildings	17,630,308	15,695,440
Machinery and equipment	19,269,167	19,311,347
Total	<u>\$ 634,851,522</u>	<u>\$ 616,856,451</u>

**Business-type Activities:**

Machinery and equipment	<u>\$ 633,724</u>	<u>\$ 396,799</u>
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**WASHOE COUNTY SCHOOL DISTRICT OUTSTANDING DEBT**

	<u>2010</u>	<u>2009</u>
General Obligation Bonds	\$ 524,700,000	\$ 515,520,000
Capital Lease Obligations	9,444,732	11,238,848
Qualified Zone Academy Bonds	7,268,997	7,268,997
Total	<u>\$ 541,413,729</u>	<u>\$ 534,027,845</u>

The District's outstanding debt increased by \$7.4 million during the current fiscal year primarily due to the issuance of the new rollover bonds netted with the effects of 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, 2010**

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 \$1.81 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 51-54 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, and 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 provides stability to the amount of revenue the District can expect for general operating purposes.

Due to the downturn in the economy the District's General Fund was faced with a budget shortfall of \$32.7 million for fiscal year 2010-11. The shortfall is due to decreases in local school support taxes (sales tax), property tax, government services tax, transfers from other funds and reduced opening fund balances.

After a very transparent review of the District's budget and with the cooperation of the District's bargaining units, the shortfall was reconciled through a combination of salary concessions, (including furloughs and freezing of salary rollups totaling \$11 million), \$3.5 million from fund balance, \$4.7 million from the contingency for budget uncertainties account, central services reductions of \$2.5 million, utilities savings of \$2 million, a legislative approved textbook/instructional supply reduction of \$2 million, a legislative approved increase of class size for grades 1-3 of \$6 million and miscellaneous reductions of \$1 million.

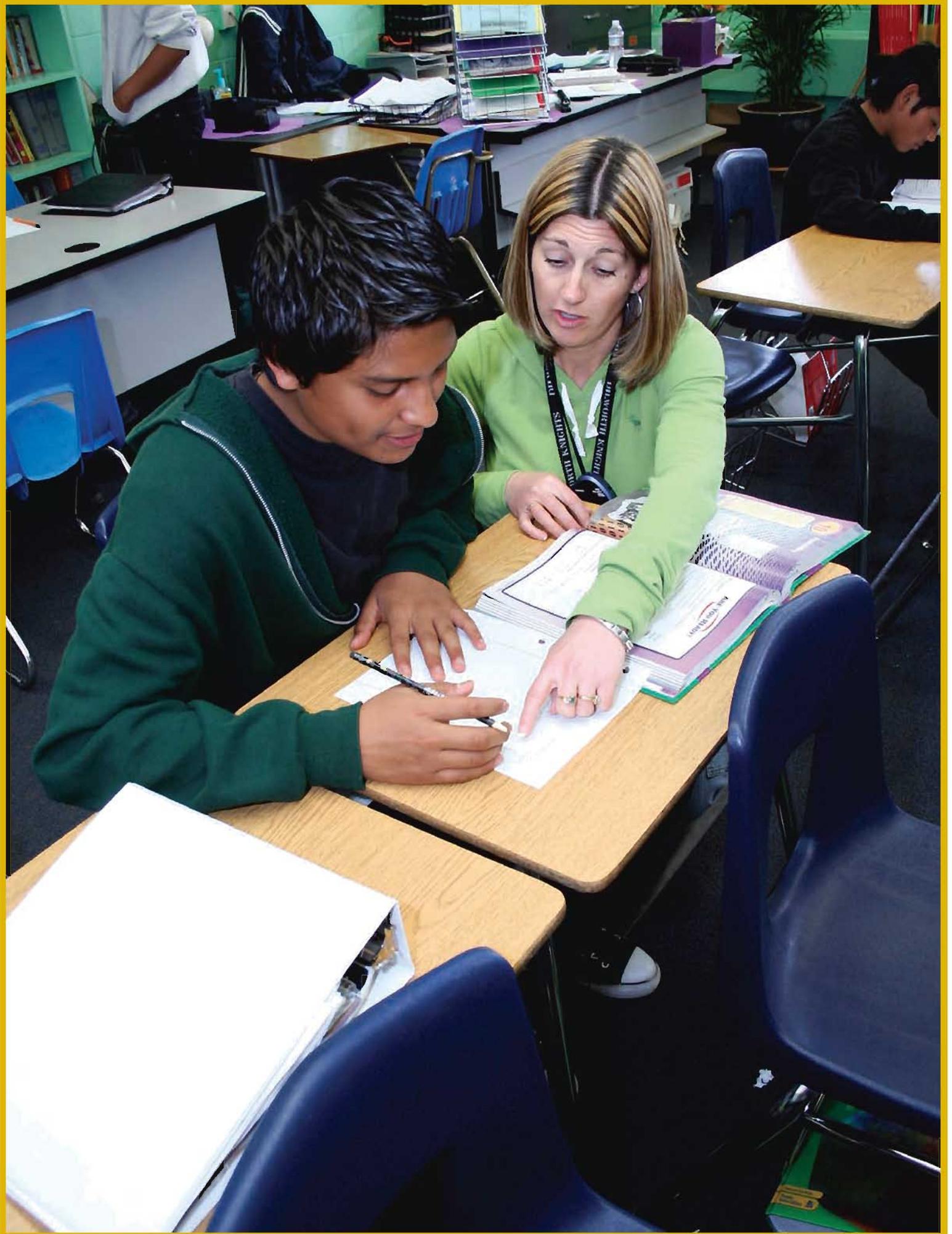
Despite the reductions, the District was able to make progress towards meeting the goals of a new strategic plan that emphasizes, "every child, by name and face, to graduation," by reorganizing and realigning existing staff and operating budgets.

Additional federal funding for Title 1, School Improvement Grants, EduJobs and Teacher Incentive Funding will also be recognized for fiscal year 2010-11. These funds will be directed toward a new District strategic plan also.

Further legislative mandated budget reductions may be forthcoming depending on the status of the economic progression throughout the next fiscal year.

**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, 2011 this report will also be available on the web site at [www.washoe.k12.nv.us](http://www.washoe.k12.nv.us).



# 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



**WASHOE COUNTY SCHOOL DISTRICT  
STATEMENT OF NET ASSETS  
JUNE 30, 2010**

	<u>GOVERNMENTAL ACTIVITIES</u>	<u>BUSINESS-TYPE ACTIVITIES</u>	<u>TOTAL</u>
<b>ASSETS</b>			
Current assets			
Cash and investments	\$ 311,524,359	\$ 3,140,178	\$ 314,664,537
Receivables			
Property taxes	8,061,176	-	8,061,176
Interest	310,360	-	310,360
Grants	9,153,423	-	9,153,423
Miscellaneous	3,192,923	800,514	3,993,437
Due from other governments	40,461,107	-	40,461,107
Prepays	55,937	-	55,937
Inventories	1,097,142	516,271	1,613,413
Deferred charges	12,593,836	665	12,594,501
	<u>386,450,263</u>	<u>4,457,628</u>	<u>390,907,891</u>
Total current assets			
Noncurrent assets			
Restricted cash	3,930,265	-	3,930,265
Other postemployment benefits asset	13,113,737	-	13,113,737
Capital assets			
Land and construction in progress	54,394,064	-	54,394,064
Other capital assets, net of depreciation	580,457,458	633,724	581,091,182
	<u>651,895,524</u>	<u>633,724</u>	<u>652,529,248</u>
Total noncurrent assets			
	<u>1,038,345,787</u>	<u>5,091,352</u>	<u>1,043,437,139</u>
Total assets			
<b>LIABILITIES</b>			
Current liabilities			
Accounts payable	5,865,702	274,747	6,140,449
Accrued liabilities	47,552,474	305,161	47,857,635
Construction contracts payable	5,916,656	-	5,916,656
Interest payable	2,194,438	-	2,194,438
Due to other governments	8,610,000	-	8,610,000
Unearned revenue	3,855,639	184,573	4,040,212
Current portion of long-term obligations	54,303,299	-	54,303,299
	<u>128,298,208</u>	<u>764,481</u>	<u>129,062,689</u>
Total current liabilities			
Noncurrent liabilities			
General obligation bonds payable	524,700,000	-	524,700,000
Deferred premiums	12,758,246	-	12,758,246
Arbitrage payable	748,959	-	748,959
Capital leases payable	16,713,729	-	16,713,729
Accrued compensated absences	26,932,442	-	26,932,442
Accrued early separation incentive stipends	669,089	-	669,089
Accrued self-insurance pending claims	13,279,121	-	13,279,121
Other postemployment benefits liability	896,304	-	896,304
Less: current portion of long-term obligations	(54,303,299)	-	(54,303,299)
	<u>542,394,591</u>	<u>-</u>	<u>542,394,591</u>
Total noncurrent liabilities			
	<u>670,692,799</u>	<u>764,481</u>	<u>671,457,280</u>
Total liabilities			
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	172,508,687	633,724	173,142,411
Restricted for			
Debt service	67,517,499	-	67,517,499
Capital projects	30,146,747	-	30,146,747
Self-insurance activities	40,775,144	-	40,775,144
Unrestricted (result of other postemployment benefits)	12,217,433	-	12,217,433
Unrestricted	44,487,478	3,693,147	48,180,625
	<u>367,652,988</u>	<u>4,326,871</u>	<u>371,979,859</u>
Total net assets			

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, 2010**

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			NET (EXPENSES) REVENUES AND CHANGES IN NET ASSETS		
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
<b>Governmental activities:</b>						
Instruction						
Regular instruction	\$ 215,922,516	\$ -	\$ 20,851,771	\$ (195,070,745)	\$ -	\$ (195,070,745)
Special instruction	67,093,235	-	41,209,322	(25,883,913)	-	(25,883,913)
Vocational instruction	8,289,052	-	1,334,388	(6,954,664)	-	(6,954,664)
Other instruction	50,408,402	544,918	39,398,357	(10,465,127)	-	(10,465,127)
Adult education instruction	1,600,284	-	1,651,604	51,320	-	51,320
Community services instruction	856,533	-	884,001	27,468	-	27,468
Co-curricular instruction	3,422,601	-	-	(3,422,601)	-	(3,422,601)
Total instruction	<u>347,592,623</u>	<u>544,918</u>	<u>105,329,443</u>	<u>(241,718,262)</u>	<u>-</u>	<u>(241,718,262)</u>
Support services						
Instruction	293,830	-	303,553	9,723	-	9,723
Student support	25,696,965	-	510,098	(25,186,867)	-	(25,186,867)
Instructional staff support	12,090,308	-	48,361	(12,041,947)	-	(12,041,947)
General administration	5,652,249	389,397	-	(5,262,852)	-	(5,262,852)
School administration	31,075,074	-	-	(31,075,074)	-	(31,075,074)
Central services	23,144,740	-	21,081	(23,123,659)	-	(23,123,659)
Operation and maintenance	48,294,122	-	5,642	(48,288,480)	-	(48,288,480)
Student transportation	15,454,876	-	479,919	(14,974,957)	-	(14,974,957)
Other support	11,137	-	-	(11,137)	-	(11,137)
Community services operations	402,769	335,279	-	(67,490)	-	(67,490)
Facilities	31,261,928	-	717,599	(30,544,329)	-	(30,544,329)
Interest on long-term debt	25,395,984	-	-	(25,395,984)	-	(25,395,984)
Amortization of issuance costs on debt	1,093,095	-	-	(1,093,095)	-	(1,093,095)
Total support services	<u>219,867,077</u>	<u>724,676</u>	<u>2,086,253</u>	<u>(217,056,148)</u>	<u>-</u>	<u>(217,056,148)</u>
Total governmental activities	<u>567,459,700</u>	<u>1,269,594</u>	<u>107,415,696</u>	<u>(458,774,410)</u>	<u>-</u>	<u>(458,774,410)</u>
<b>Business-type activities:</b>						
Nutrition services	18,643,773	5,381,119	13,562,465	-	299,811	299,811
Total business-type activities	<u>18,643,773</u>	<u>5,381,119</u>	<u>13,562,465</u>	<u>-</u>	<u>299,811</u>	<u>299,811</u>
Total school district	<u>\$ 586,103,473</u>	<u>\$ 6,650,713</u>	<u>\$ 120,978,161</u>	<u>(458,774,410)</u>	<u>299,811</u>	<u>(458,474,599)</u>
<b>General revenues:</b>						
Property taxes, levied for general purposes				109,509,425	-	109,509,425
Property taxes, levied for debt service				57,839,279	-	57,839,279
Local school support taxes				127,099,100	-	127,099,100
Government service taxes for general purposes				12,163,806	-	12,163,806
Government service taxes for capital purposes				3,157,443	-	3,157,443
Franchise taxes				332,477	-	332,477
Unrestricted investment earnings				4,954,850	-	4,954,850
Gain on the sale of assets				489,162	-	489,162
State aid not restricted to specific purposes				156,389,169	-	156,389,169
Other local sources				6,104,821	-	6,104,821
Federal aid not restricted to specific purposes				208,265	-	208,265
Transfers				(325,635)	325,635	-
Total general revenues				<u>477,922,162</u>	<u>325,635</u>	<u>478,247,797</u>
Change in net assets				19,147,752	625,446	19,773,198
<b>NET ASSETS - July 1</b>				<u>348,505,236</u>	<u>3,701,425</u>	<u>352,206,661</u>
<b>NET ASSETS - June 30</b>				<u>\$ 367,652,988</u>	<u>\$ 4,326,871</u>	<u>\$ 371,979,859</u>

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

**WASHOE COUNTY SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2010**

	<u>GENERAL FUND</u>	<u>SPECIAL EDUCATION FUND</u>	<u>DEBT SERVICE FUND</u>	<u>2010 WASHOE COUNTY RZEDB FUND</u>
<b>ASSETS</b>				
Cash and investments	\$ 63,914,397	\$ 3,869,460	\$ 63,962,840	\$ 10,205,142
Receivables				
Property taxes	6,345,895	-	1,715,281	-
Interest	15,224	-	273,366	-
Grants	-	-	-	-
Miscellaneous	725,221	4,156	-	-
Due from other funds	5,953,249	-	-	-
Due from other governments	38,282,017	1,905,550	-	-
Prepaid expenses	-	-	-	-
Inventories	1,097,142	-	-	-
Cash and investments - restricted	-	-	3,930,265	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total assets	<u>\$ 116,333,145</u>	<u>\$ 5,779,166</u>	<u>\$ 69,881,752</u>	<u>\$ 10,205,142</u>
<b>LIABILITIES</b>				
Accounts payable	\$ 2,768,943	\$ 68,820	\$ 1,397	\$ 1,072
Accrued liabilities	36,674,830	5,710,346	4,008	-
Construction contracts payable	-	-	-	239,428
Due to other funds	-	-	-	-
Due to other governments	8,539,464	-	-	-
Deferred revenues	3,817,027	-	1,715,281	-
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities	<u>51,800,264</u>	<u>5,779,166</u>	<u>1,720,686</u>	<u>240,500</u>
<b>FUND BALANCES</b>				
Reserved for				
Encumbrances	1,725,038	-	-	74,165
Inventories	1,097,142	-	-	-
Construction contracts	-	-	-	300,991
Capital projects	-	-	-	-
Debt service	-	-	64,230,801	-
Sinking fund	-	-	3,930,265	-
Unreserved, reported in				
General fund	61,710,701	-	-	-
Special revenue funds	-	-	-	-
Capital projects funds	-	-	-	9,589,486
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total fund balances	<u>64,532,881</u>	<u>-</u>	<u>68,161,066</u>	<u>9,964,642</u>
	<u>                    </u>	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities and fund balances	<u>\$ 116,333,145</u>	<u>\$ 5,779,166</u>	<u>\$ 69,881,752</u>	<u>\$ 10,205,142</u>

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

<b>2009B WASHOE COUNTY RZEDB FUND</b>	<b>2009B CITY OF RENO RZEDB FUND</b>	<b>2010 QSCB FUND</b>	<b>2009 BOND ROLLOVER FUND</b>	<b>2008 BOND ROLLOVER FUND</b>	<b>2007 BOND ROLLOVER FUND</b>
\$ 14,892,088	\$ 21,493,040	\$ 3,545,820	\$ 24,589,372	\$ 10,380,098	\$ 20,658,980
-	-	-	-	-	-
646	628	644	4,658	-	3,777
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$ 14,892,734</u>	<u>\$ 21,493,668</u>	<u>\$ 3,546,464</u>	<u>\$ 24,594,030</u>	<u>\$ 10,380,098</u>	<u>\$ 20,662,757</u>
\$ 25,937	\$ 330,894	\$ 8,184	\$ 894,152	\$ 176,557	\$ 205,666
-	10,323	8,446	115,314	80,829	665,534
194,781	1,695,819	671,560	1,868,683	234,480	557,507
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>220,718</u>	<u>2,037,036</u>	<u>688,190</u>	<u>2,878,149</u>	<u>491,866</u>	<u>1,428,707</u>
141,163	488,546	70,863	3,084,586	162,958	607,773
-	-	-	-	-	-
1,620,490	3,879,602	2,536,071	2,225,344	380,302	1,691,248
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<u>12,910,363</u>	<u>15,088,484</u>	<u>251,340</u>	<u>16,405,951</u>	<u>9,344,972</u>	<u>16,935,029</u>
<u>14,672,016</u>	<u>19,456,632</u>	<u>2,858,274</u>	<u>21,715,881</u>	<u>9,888,232</u>	<u>19,234,050</u>
<u>\$ 14,892,734</u>	<u>\$ 21,493,668</u>	<u>\$ 3,546,464</u>	<u>\$ 24,594,030</u>	<u>\$ 10,380,098</u>	<u>\$ 20,662,757</u>

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2010**

	<u>2006 BOND ROLLOVER FUND</u>	<u>2005 BOND ROLLOVER FUND</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
<b>ASSETS</b>				
Cash and investments	\$ 2,906,659	\$ 82	\$ 17,597,730	\$ 258,015,708
Receivables				
Property taxes	-	-	-	8,061,176
Interest	540	-	2,114	301,597
Grants	-	-	9,153,423	9,153,423
Miscellaneous	-	-	1,780,360	2,509,737
Due from other funds	-	-	-	5,953,249
Due from other governments	-	-	273,540	40,461,107
Prepaid expenses	-	-	55,937	55,937
Inventories	-	-	-	1,097,142
Cash and investments - restricted	-	-	-	3,930,265
	<u>2,907,199</u>	<u>82</u>	<u>28,863,104</u>	<u>329,539,341</u>
<b>Total assets</b>	<b>\$ 2,907,199</b>	<b>\$ 82</b>	<b>\$ 28,863,104</b>	<b>\$ 329,539,341</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 2,578	\$ -	\$ 1,252,099	\$ 5,736,299
Accrued liabilities	313,543	82	4,697,275	48,280,530
Construction contracts payable	234,922	-	219,476	5,916,656
Due to other funds	-	-	5,953,249	5,953,249
Due to other governments	-	-	70,536	8,610,000
Deferred revenues	-	-	3,199,973	8,732,281
	<u>551,043</u>	<u>82</u>	<u>15,392,608</u>	<u>83,229,015</u>
<b>Total liabilities</b>	<b>551,043</b>	<b>82</b>	<b>15,392,608</b>	<b>83,229,015</b>
<b>FUND BALANCES</b>				
Reserved for				
Encumbrances	145,025	-	196,530	6,696,647
Inventories	-	-	-	1,097,142
Construction contracts	431,016	-	1,103,226	14,168,290
Capital projects	-	-	3,559,736	3,559,736
Debt service	-	-	-	64,230,801
Sinking fund	-	-	-	3,930,265
Unreserved, reported in				
General fund	-	-	-	61,710,701
Special revenue funds	-	-	4,394,767	4,394,767
Capital projects funds	1,780,115	-	4,216,237	86,521,977
	<u>2,356,156</u>	<u>-</u>	<u>13,470,496</u>	<u>246,310,326</u>
<b>Total fund balances</b>	<b>2,356,156</b>	<b>-</b>	<b>13,470,496</b>	<b>246,310,326</b>
<b>Total liabilities and fund balances</b>	<b>\$ 2,907,199</b>	<b>\$ 82</b>	<b>\$ 28,863,104</b>	<b>\$ 329,539,341</b>

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

**WASHOE COUNTY SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
TO THE STATEMENT OF NET ASSETS  
JUNE 30, 2010**

Total Fund Balances for Governmental Funds \$ 246,310,326

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

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

Land and construction in progress	\$	54,394,064	
Capital assets subject to depreciation		803,066,853	
Less accumulated depreciation		<u>(222,613,366)</u>	
			634,847,551

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

Deferred debt charges		12,583,420	
Debt issuance costs		6,835,256	
Less accumulated amortization		<u>(6,824,840)</u>	
			12,593,836

Other postemployment benefits net asset (liability) is not a financial resource and therefore is not reported in the governmental funds. 12,217,433

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

Governmental bonds payable		(524,700,000)	
Bond premium		(19,754,488)	
Less accumulated amortization		6,996,242	
Capital leases payable		(16,713,729)	
Compensated absences		(26,932,442)	
Early separation incentive stipends		<u>(669,089)</u>	
			(581,773,506)

Interest payable (2,194,438)

Deferred revenue represents amounts that were not available to fund current expenditures and therefore is not reported in the governmental funds. 4,876,642

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. 40,775,144

Total Net Assets of Governmental Activities \$ 367,652,988

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

**WASHOE COUNTY SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2010**

	<b>GENERAL FUND</b>	<b>SPECIAL EDUCATION FUND</b>	<b>DEBT SERVICE FUND</b>	<b>2010 WASHOE COUNTY RZEDB FUND</b>
<b>REVENUES</b>				
Local sources	\$ 255,530,695	\$ -	\$ 60,855,188	\$ 6,488
State sources	156,915,831	22,866,600	-	-
Federal sources	348,266	-	-	-
Other sources	28,533	-	-	-
Total revenues	<u>412,823,325</u>	<u>22,866,600</u>	<u>60,855,188</u>	<u>6,488</u>
<b>EXPENDITURES</b>				
Current				
Regular programs	198,009,040	-	-	-
Special programs	1,525,824	48,355,840	-	-
Vocational programs	7,084,206	-	-	-
Other instructional programs	12,962,701	-	-	-
Adult education programs	-	-	-	-
Community services programs	-	-	-	-
Co-curricular programs	3,532,363	-	-	-
Undistributed expenditures				
Instruction	-	-	-	-
Student support	25,431,398	-	-	-
Instructional staff support	12,118,047	-	-	-
General administration	5,426,437	-	-	-
School administration	31,582,362	-	-	-
Central services	20,192,888	-	-	-
Operation and maintenance	48,839,363	-	-	-
Student transportation	14,908,326	-	-	-
Community services operations	-	-	-	-
Capital outlay	-	-	-	436,136
Debt service				
Principal	-	-	43,609,116	-
Interest	-	-	25,444,338	-
Bond issuance costs	-	-	133,919	120,710
Other	-	-	8,250	-
Total expenditures	<u>381,612,955</u>	<u>48,355,840</u>	<u>69,195,623</u>	<u>556,846</u>
Excess (deficiency) of revenues over expenditures	<u>31,210,370</u>	<u>(25,489,240)</u>	<u>(8,340,435)</u>	<u>(550,358)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Capital leases	870,000	-	-	-
Bonds issued	-	-	-	10,515,000
Refunding bonds issued	-	-	13,700,000	-
Bond premiums	-	-	1,022,133	-
Payments to refunded bonds escrow agent	-	-	(14,570,000)	-
Transfers in	6,500,000	25,489,240	3,619,477	-
Transfers out	(30,852,530)	-	-	-
Total other financing sources (uses)	<u>(23,482,530)</u>	<u>25,489,240</u>	<u>3,771,610</u>	<u>10,515,000</u>
Net change in fund balances	7,727,840	-	(4,568,825)	9,964,642
<b>FUND BALANCE, July 1</b>	<u>56,805,041</u>	<u>-</u>	<u>72,729,891</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 64,532,881</u>	<u>\$ -</u>	<u>\$ 68,161,066</u>	<u>\$ 9,964,642</u>

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

2009B WASHOE COUNTY RZEDB FUND		2009B CITY OF RENO RZEDB FUND		2010 QSCB FUND		2009 BOND ROLLOVER FUND		2008 BOND ROLLOVER FUND		2007 BOND ROLLOVER FUND	
\$	25,982	\$	40,528	\$	764	\$	66,427	\$	237,358	\$	47,803
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	25,982		40,528		764		66,427		237,358		47,803
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	4,588		6,712		-		423,451		2,177,242		1,505,796
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	220,753		2,318,998		674,445		20,018,255		14,087,042		3,954,508
	-		-		-		-		-		-
	-		-		-		-		-		-
	128,625		188,186		18,045		-		-		-
	-		-		-		-		-		-
	353,966		2,513,896		692,490		20,441,706		16,264,284		5,460,304
	(327,984)		(2,473,368)		(691,726)		(20,375,279)		(16,026,926)		(5,412,501)
	-		-		-		-		-		-
	15,000,000		21,930,000		3,550,000		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	-		-		-		-		-		-
	15,000,000		21,930,000		3,550,000		-		-		-
	14,672,016		19,456,632		2,858,274		(20,375,279)		(16,026,926)		(5,412,501)
	-		-		-		42,091,160		25,915,158		24,646,551
\$	14,672,016	\$	19,456,632	\$	2,858,274	\$	21,715,881	\$	9,888,232	\$	19,234,050

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2010**

	<u>2006 BOND ROLLOVER FUND</u>	<u>2005 BOND ROLLOVER FUND</u>	<u>OTHER GOVERNMENTAL FUNDS</u>	<u>TOTAL GOVERNMENTAL FUNDS</u>
<b>REVENUES</b>				
Local sources	\$ 31,107	\$ 2,960	\$ 7,819,293	\$ 324,664,593
State sources	-	-	35,666,875	215,449,306
Federal sources	-	-	44,916,193	45,264,459
Other sources	-	-	-	28,533
Total revenues	<u>31,107</u>	<u>2,960</u>	<u>88,402,361</u>	<u>585,406,891</u>
<b>EXPENDITURES</b>				
Current				
Regular programs	-	-	20,533,020	218,542,060
Special programs	-	-	18,342,577	68,224,241
Vocational programs	-	-	1,334,388	8,418,594
Other instructional programs	-	-	39,398,357	52,361,058
Adult education programs	-	-	1,651,604	1,651,604
Community services programs	-	-	884,001	884,001
Co-curricular programs	-	-	-	3,532,363
Undistributed expenditures				
Instruction	-	-	303,553	303,553
Student support	-	-	492,012	25,923,410
Instructional staff support	-	-	51,639	12,169,686
General administration	-	-	311,211	5,737,648
School administration	-	-	1,762	31,584,124
Central services	5,314	349,079	61,192	24,726,262
Operation and maintenance	-	-	20,450	48,859,813
Student transportation	-	-	-	14,908,326
Community services operations	-	-	414,448	414,448
Capital outlay	3,290,612	971,878	3,693,280	49,665,907
Debt service				
Principal	-	-	-	43,609,116
Interest	-	-	-	25,444,338
Bond issuance costs	-	-	-	589,485
Other	-	-	-	8,250
Total expenditures	<u>3,295,926</u>	<u>1,320,957</u>	<u>87,493,494</u>	<u>637,558,287</u>
Excess (deficiency) of revenues over expenditures	<u>(3,264,819)</u>	<u>(1,317,997)</u>	<u>908,867</u>	<u>(52,151,396)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Capital leases	-	-	-	870,000
Bonds issued	-	-	-	50,995,000
Refunding bonds issued	-	-	-	13,700,000
Bond premiums	-	-	-	1,022,133
Payments to refunded bonds escrow agent	-	-	-	(14,570,000)
Transfers in	-	-	-	35,608,717
Transfers out	-	-	(6,500,000)	(37,352,530)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>(6,500,000)</u>	<u>50,273,320</u>
Net change in fund balances	(3,264,819)	(1,317,997)	(5,591,133)	(1,878,076)
<b>FUND BALANCE, July 1</b>	<u>5,620,975</u>	<u>1,317,997</u>	<u>19,061,629</u>	<u>248,188,402</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 2,356,156</u>	<u>\$ -</u>	<u>\$ 13,470,496</u>	<u>\$ 246,310,326</u>

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

**WASHOE COUNTY SCHOOL DISTRICT  
RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2010**

Net Change in Fund Balances - Governmental Funds	\$	(1,878,076)
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	\$ 37,999,224	
Less current year depreciation	<u>(19,991,271)</u>	18,007,953
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.		
		43,609,116
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.		
		48,351
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.		
		550,727
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.		
		(870,000)
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.		
		(11,823)
Issuance of long-term debt (e.g. refunding debt) provides current financial resources to the governmental funds, while the repayment of the principal consumes the current financial resources of governmental funds. The net effect of these transactions are deferred and amortized in the statement of activities.		
Bonds issued	(50,995,000)	
Refunding bonds issued	(13,700,000)	
Payment of refunded bonds	<u>14,570,000</u>	(50,125,000)
Costs associated with the issuance of long-term debt and any discount or premium realized at the time of incurring debt are recognized as an expenditure and other financing source or use respectively in the governmental funds. These items are accrued and deferred in the statement of activities and amortized over the life of the new debt.		
Debt issuance costs	589,485	
Current year amortization of debt issuance costs and charges	<u>(1,093,095)</u>	(503,610)
Current year bond premiums	(1,022,133)	
Current year amortization of bond premiums	<u>975,472</u>	(46,661)
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	445,384	
Change in long-term compensated absences	(496,911)	
Change in other postemployment benefits net asset	<u>4,290,965</u>	4,239,438
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>6,127,337</u>
Change in Net Assets of Governmental Activities	\$	<u><u>19,147,752</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, 2010**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>REVENUES</b>				
Local sources	\$ 254,702,385	\$ 245,234,004	\$ 255,530,695	\$ 10,296,691
State sources	160,093,515	165,089,841	156,915,831	(8,174,010)
Federal sources	516,000	516,000	348,266	(167,734)
Other sources	50,000	50,000	28,533	(21,467)
	<u>415,361,900</u>	<u>410,889,845</u>	<u>412,823,325</u>	<u>1,933,480</u>
<b>EXPENDITURES</b>				
Current				
Regular programs	205,738,466	205,313,678	198,009,040	7,304,638
Special programs	-	1,795,979	1,525,824	270,155
Vocational programs	7,933,889	7,178,596	7,084,206	94,390
Other instructional programs	13,084,077	13,220,613	12,962,701	257,912
Co-curricular programs	4,338,560	4,629,817	3,532,363	1,097,454
Undistributed expenditures				
Student support	26,397,898	25,816,390	25,431,398	384,992
Instructional staff support	12,956,034	13,169,126	12,118,047	1,051,079
General administration	4,849,197	5,447,155	5,426,437	20,718
School administration	32,661,875	32,103,414	31,582,362	521,052
Central services	20,987,574	21,133,585	20,192,888	940,697
Operation and maintenance	52,238,977	53,431,835	48,839,363	4,592,472
Student transportation	14,651,006	16,597,089	14,908,326	1,688,763
	<u>395,837,553</u>	<u>399,837,277</u>	<u>381,612,955</u>	<u>18,224,322</u>
Excess of revenues over expenditures	<u>19,524,347</u>	<u>11,052,568</u>	<u>31,210,370</u>	<u>20,157,802</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Capital leases	-	870,000	870,000	-
Contingency	(1,093,277)	(1,093,277)	-	1,093,277
Transfers in	6,500,000	6,500,000	6,500,000	-
Transfers out	(34,328,936)	(33,245,761)	(30,852,530)	2,393,231
	<u>(28,922,213)</u>	<u>(26,969,038)</u>	<u>(23,482,530)</u>	<u>3,486,508</u>
Total other financing sources (uses)	<u>(28,922,213)</u>	<u>(26,969,038)</u>	<u>(23,482,530)</u>	<u>3,486,508</u>
Net change in fund balance	(9,397,866)	(15,916,470)	7,727,840	23,644,310
<b>FUND BALANCE, July 1</b>	<u>34,162,909</u>	<u>56,805,041</u>	<u>56,805,041</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 24,765,043</u>	<u>\$ 40,888,571</u>	<u>\$ 64,532,881</u>	<u>\$ 23,644,310</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, 2010**

	<u>BUDGET</u>		<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
	<u>ORIGINAL</u>	<u>FINAL</u>		
<b>REVENUES</b>				
State sources	\$ 22,906,369	\$ 22,866,600	\$ 22,866,600	\$ -
<b>EXPENDITURES</b>				
Current				
Special programs	51,197,566	50,074,622	48,355,840	1,718,782
Excess (deficiency) of revenues over expenditures	(28,291,197)	(27,208,022)	(25,489,240)	1,718,782
<b>OTHER FINANCING SOURCES</b>				
Transfers in	28,291,197	27,208,022	25,489,240	(1,718,782)
Net change in fund balance	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -

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

**WASHOE COUNTY SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF NET ASSETS  
 JUNE 30, 2010**

	<b>BUSINESS-TYPE ACTIVITIES NUTRITION SERVICES ENTERPRISE FUND</b>	<b>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</b>
	<hr/>	<hr/>
<b>ASSETS</b>		
Current assets		
Cash and investments	\$ 3,140,178	\$ 53,508,651
Accounts receivable	800,514	683,186
Interest receivable	-	8,763
Inventories	516,271	-
Prepays	665	-
	<hr/>	<hr/>
Total current assets	4,457,628	54,200,600
Capital assets		
Machinery and equipment	1,927,068	10,795
Less: Allowance for depreciation	(1,293,344)	(6,824)
	<hr/>	<hr/>
Total capital assets	633,724	3,971
	<hr/>	<hr/>
Total assets	5,091,352	54,204,571
	<hr/>	<hr/>
<b>LIABILITIES</b>		
Current liabilities		
Accounts payable	274,747	129,403
Accrued liabilities	305,161	20,903
Pending claims	-	9,223,572
Unearned revenue	184,573	-
	<hr/>	<hr/>
Total current liabilities	764,481	9,373,878
Noncurrent liabilities		
Pending claims	-	4,055,549
	<hr/>	<hr/>
Total liabilities	764,481	13,429,427
	<hr/>	<hr/>
<b>NET ASSETS</b>		
Invested in capital assets	633,724	3,971
Unrestricted	3,693,147	40,771,173
	<hr/>	<hr/>
Total net assets	\$ 4,326,871	\$ 40,775,144
	<hr/> <hr/>	<hr/> <hr/>

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

**WASHOE COUNTY SCHOOL DISTRICT  
 PROPRIETARY FUNDS  
 STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN NET ASSETS  
 FOR THE YEAR ENDED JUNE 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>BUSINESS-TYPE ACTIVITIES NUTRITION SERVICES ENTERPRISE FUND</u>	<u>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</u>
<b>OPERATING REVENUES</b>		
Charges for services	\$ 5,381,119	\$ 60,888,337
<b>OPERATING EXPENSES</b>		
Food and supplies	8,416,969	-
Salaries and benefits	8,451,292	184,287
Employee benefits	-	52,406,428
Claims and services	-	3,999,916
Purchased services	939,649	-
Depreciation	109,848	1,059
Other	400,380	-
Total operating expenses	<u>18,318,138</u>	<u>56,591,690</u>
Operating income (loss)	<u>(12,937,019)</u>	<u>4,296,647</u>
<b>NONOPERATING REVENUES</b>		
Federal subsidies	12,133,276	-
Commodity revenue	1,043,049	-
State matching funds	81,205	-
Gain (loss) on disposal of asset	(20,700)	-
Earnings on investments	-	86,877
Total nonoperating revenues	<u>13,236,830</u>	<u>86,877</u>
Capital contributions	<u>325,635</u>	<u>-</u>
Income before transfers	<u>625,446</u>	<u>4,383,524</u>
<b>TRANSFERS</b>		
Transfers in	<u>-</u>	<u>1,743,813</u>
Total transfers in	<u>-</u>	<u>1,743,813</u>
Change in net assets	625,446	6,127,337
<b>NET ASSETS - July 1</b>	<u>3,701,425</u>	<u>34,647,807</u>
<b>NET ASSETS - June 30</b>	<u>\$ 4,326,871</u>	<u>\$ 40,775,144</u>

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, 2010**

	<b>BUSINESS-TYPE ACTIVITIES NUTRITION SERVICES ENTERPRISE FUND</b>	<b>GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS</b>
<b>INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</b>		
Cash flows from operating activities		
Cash received for services	\$ 6,248,198	\$ 60,637,411
Cash paid for salaries and benefits	(8,496,642)	(184,287)
Cash payments for employee benefits	-	(52,406,428)
Cash payments for claims and services	-	(5,891,700)
Cash paid for food and supplies	(7,499,500)	-
Cash payments for purchased services	(939,649)	-
Cash payments for other	(400,380)	-
Net cash provided (used) by operating activities	<u>(11,087,973)</u>	<u>2,154,996</u>
Cash flows from capital and related financing activities		
Purchase of equipment	<u>(41,838)</u>	-
Cash flows from noncapital financing activities		
Federal reimbursements	12,133,276	-
State matching funds	81,205	-
Transfer from General Fund	-	1,743,813
Net cash provided by noncapital financing activities	<u>12,214,481</u>	<u>1,743,813</u>
Cash flows from investing activities		
Interest received on investments	-	<u>86,877</u>
Net increase in cash and cash equivalents	1,084,670	3,985,686
<b>Cash and investments, beginning of year</b>	<u>2,055,508</u>	<u>49,522,965</u>
<b>Cash and investments, end of year</b>	<u>\$ 3,140,178</u>	<u>\$ 53,508,651</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATIONS</b>		
Operating income (loss)	\$ (12,937,019)	\$ 4,296,647
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations		
Depreciation	109,848	1,059
Commodity revenue	1,043,049	-
Changes in assets and liabilities		
Accounts receivable	927,318	(250,926)
Inventories	65,786	-
Prepays	(300)	-
Accounts payable	42,541	(21,683)
Accrued liabilities	(278,957)	(82,648)
Pending claims	-	(1,787,453)
Unearned revenue	(60,239)	-
Total adjustments	<u>1,849,046</u>	<u>(2,141,651)</u>
Net cash provided (used) by operations	<u>\$ (11,087,973)</u>	<u>\$ 2,154,996</u>
<b>Noncash investing, capital, and financing activities:</b>		
Contributions of capital assets from government	\$ 325,635	\$ -

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

**WASHOE COUNTY SCHOOL DISTRICT  
FIDUCIARY FUNDS  
STATEMENT OF FIDUCIARY NET ASSETS  
JUNE 30, 2010**

	<b>PRIVATE- PURPOSE SCHOLARSHIP TRUST FUND</b>	<b>OTHER POST- EMPLOYMENT BENEFITS TRUST FUND</b>	<b>AGENCY FUNDS</b>
<b>ASSETS</b>			
Cash and investments	\$ 1,090,258	\$ 20,285,577	\$ 7,882,526
Accounts receivable	-	-	58,762
<b>Total assets</b>	<b>1,090,258</b>	<b>20,285,577</b>	<b>7,941,288</b>
<b>LIABILITIES</b>			
Accounts payable	-	-	56
Accrued liabilities	-	-	115,399
Due to student groups	-	-	7,825,833
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>7,941,288</b>
<b>NET ASSETS</b>			
Assets held in trust	\$ <u>1,090,258</u>	\$ <u>20,285,577</u>	\$ <u>-</u>

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



# 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, 2010**

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. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. For the most part, the effect of interfund activity has been removed from these statements. Interfund activities relating to services provided and used between functions are not eliminated. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

In the government-wide Statement of Net Assets, the consolidated financial position of the District is presented at year-end, in separate columns, for both governmental and business-type activities, and is reflected on a full accrual, economic resource basis that recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net 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 revenues (Ad

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010**

Valorem taxes, School Support taxes, Distributive School funds, Government Services Tax and interest income not legally restricted for specific programs, etc.). The Statement of Activities reduces gross expenses (including depreciation) by related program revenues and operating grants. Program revenues include 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 and business-type activity categories. Nonmajor governmental funds are summarized into a single column. GASB Statement No. 34 *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments* sets forth criteria for the determination of major funds. District management may electively add funds as major funds when it is determined the funds have specific community or management focus. Major individual governmental and business-type funds are reported as separate columns in the fund financial statements.

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

The focus for proprietary fund measurement is upon determination of operating income, changes in net 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.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010**

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

The District uses the following funds:

Major Funds:

**Governmental Funds:**

- **General Fund** - The General Fund is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. All general tax revenues and other receipts that are not allocated by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures and the capital improvement costs that are not paid through other funds are paid from the General Fund.
- **Special Education Fund** - The Special Education Fund accounts for transactions of the District relating to educational services provided to children with special needs supported by state and local sources.
- **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.
- **2010 Washoe County Recovery Zone Economic Development Bond (RZEDB) Fund** – The 2010 Washoe County RZEDB Fund accounts for the proceeds of this bond issuance. The proceeds are being used for revitalization/infrastructure improvements and capital renewal projects at schools located within Washoe County.
- **2009B Washoe County Recovery Zone Economic Development Bond (RZEDB) Fund** – The 2009 Washoe County RZEDB Fund accounts for the proceeds of this bond issuance. The proceeds are being used primarily for revitalization/infrastructure improvements and capital renewal projects at schools located within Washoe County.
- **2009B City of Reno Recovery Zone Economic Development Bond (RZEDB) Fund** – The 2009 City of Reno RZEDB Fund accounts for the proceeds of this bond issuance. The proceeds are being used primarily for revitalization/infrastructure improvements and capital renewal projects for schools located within Reno City Limits.
- **2010 Qualified School Construction Bonds (QSCB) Fund** – The 2010 QSCB Fund accounts for the proceeds of this bond issuance. The proceeds

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010**

are being used primarily for revitalization/infrastructure improvements at two elementary schools.

- **2009 Bond Rollover Fund** – The 2009 Bond Rollover Capital Projects Fund accounts for the proceeds of this bond issuance. The proceeds are being used for the construction of a new elementary school, school renewal projects and information technology projects.
- **2008 Bond Rollover Fund** – The 2008 Bond Rollover Capital Projects Fund accounts for the proceeds of this bond issuance. The proceeds are being used for the construction of a new middle school and expansion of one elementary school, school renewal projects and information technology projects.
- **2007 Bond Rollover Fund** - The 2007 Bond Rollover Capital Projects Fund accounts for the proceeds of this bond issuance. The proceeds are being used for new school construction, school renewal projects and information technology projects.
- **2006 Bond Rollover Fund** - The 2006 Bond Rollover Capital Projects Fund accounts for the proceeds of this bond issuance. The proceeds are being used for site and water rights acquisition, advanced planning and technology costs, school renewal projects and transportation yard improvements.
- **2005 Bond Rollover Fund** - The 2005 Bond Rollover Capital Projects Fund accounts for the proceeds of this bond issuance. The proceeds are being used for the completion of one middle school and one elementary school, the expansion of two high schools and one elementary school, the construction of one new elementary school, and to fund school renewal and information technology projects.

**Proprietary Funds:**

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

Additionally the District reports the following fund types:

**Internal Service Funds:**

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

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

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010**

**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 Scholarship Trust Fund** - accounts for resources legally held in trust for use for scholarships.
- **Other Postemployment Benefits Trust Fund** - accounts for resources legally held in trust to fund postemployment benefit costs paid by the District.
- **Agency Funds** - account for student activity funds under the control of the respective schools in the District, employee contributions to the District's 80/5 reduced salary leave plan, and transactions related to the statewide Nevada Interscholastic Athletic Association.

Measurement Focus/Basis of Accounting:

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers grant revenues to be available if they are collected within 75 days of the end of the current fiscal period and all other revenues to be available if they are collected within 60 days of the end of the current fiscal period. Grant revenues have been extended due to the increased period required to collect revenues from the Federal Government. When revenues are due but will not be collected within the availability period, 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.

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010**

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.

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

Fiduciary Funds:

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

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010**

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 2008-09 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, 2010**

- (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 provided the Board publishes notice of intention to act, in a newspaper of general circulation in the county at least three days before the date set for adoption of the resolution.
- (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 Enterprise and Internal Service Funds. State statute does not require that debt service payments be limited by the budget.
- (7) The Chief Financial Officer is authorized to transfer appropriations within and between funds if amounts do not exceed the original budget. The Board of Trustees is advised of the transfer and the transfer is recorded in the minutes. 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, Enterprise Fund, Internal Service Funds and Capital Projects Funds. Such funds have legally adopted annual budgets which lapse at year-end. The ensuing year's budget is augmented to provide for the payment of prior year encumbrances. The prior year encumbrances, where applicable, have been included in the Original Budget column of the financial statements.
- (9) All budgets are adopted on a basis consistent with accounting principles generally accepted in the United States of America for all funds except for the Private Purpose Scholarship Trust Fund, the Other Postemployment Benefits Trust Fund, and Agency Funds, which do not require budgets.

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

Cash and Investments:

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

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010**

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 Investment Pool.
- Certain "AAA" rated mutual funds that invest in federal securities.
- Other securities expressly provided by other statutes, including repurchase agreements and collateralized investment contracts.

Statements of Cash Flows:

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

Inventories:

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

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010**

Capital Assets:

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

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

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

Allowance for Uncollectible Receivables:

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

Accrued Liabilities:

Accrued liabilities consist principally of teacher, administrator, and other District employee salaries and benefits relating to the school program year ended June 30, 2010, but not yet paid.

Expenditures:

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

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

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

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

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

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

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

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

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

Compensated Absences:

Teachers and certain hourly employees do not receive vacation leave. For other District employees, vacation leave is earned at rates dependent on length of employment and can be accumulated to specific maximum days/hours. 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 only if they have matured as a result of employees who have terminated as of June 30. The current portion is defined as those benefits expected to be paid in the subsequent twelve months. The estimated long-term liability for compensated absences is accounted for in the government-wide financial statements.

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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.

Comparative Data:

Comparative total data for the prior years has been presented to provide an understanding of the changes in the financial position and operations. It has been provided to add comparability but is not considered full disclosures of transactions for fiscal year 2009. Such information can only be obtained by referring to the audited financial statement for that year. Certain amounts in the prior year statements have been reclassified when feasible to conform to current year presentation.

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

The District conformed to all significant statutory constraints on its financial administration during the year, with the following possible exception:

Actual expenditures exceeded appropriations in the Student Support Function of the Special Education Fund by \$4,122,807. This is an apparent violation of NRS 354.626.

NOTE 3 – Cash and Investments:

The District maintains a cash and investment pool that is available for use by all funds. At June 30, 2010 this pool is displayed by major and other governmental funds on the Governmental Funds Balance Sheet and on the Enterprise Fund Statement of Net Assets as "Cash and Investments."

As of June 30, 2010, the District had the following amounts reported as cash and investments:

Government-Wide Balances:	
Pooled Cash	\$ 30,561,986
Investments	<u>288,032,816</u>
	<u>318,594,802</u>
Fiduciary Funds Balances:	
Pooled Cash	1,146,951
Cash held by Student Activity Agency Fund	3,602,888
Cash held by OPEB Trust Fund	25,280
Investments	<u>24,483,242</u>
	<u>29,258,361</u>
Total Pooled Cash and Investments	<u>\$ 347,853,163</u>

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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, 2010, 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:					
Money Market Mutual Fund	\$ 8,856,342	\$ 8,856,342	\$ -	\$ -	\$ -
Commercial Paper	299,962	299,962	-	-	-
State of Nevada Local Government Investment Pool	173,297,055	173,297,055 *	-	-	-
State of Nevada Local Government Investment Pool-Workers Comp	2,183,125	2,183,125 *	-	-	-
Washoe County Investment Pool	63,603,437	11,193,969	36,929,854	4,450,857	11,028,757
U.S. Treasuries	6,402,164	712,586	5,689,578	-	-
U.S. Agencies	21,472,635	5,157,640	14,648,814	593,060	1,073,121
Asset-Backed Corporate Securities	1,583,229	1,000,016	583,213	-	-
Corporate Securities	4,119,633	1,449,653	2,669,980	-	-
Government Guaranteed - Corp	409,624	-	409,624	-	-
Corporate Debt	5,805,610	5,805,610	-	-	-
Total Investments	<u>\$ 288,032,816</u>	<u>\$ 209,955,958</u>	<u>\$ 60,931,063</u>	<u>\$ 5,043,917</u>	<u>\$ 12,101,878</u>

Fiduciary Fund Balances:

	Fair Value
Investments:	
Retirement Benefits Investment Fund	20,260,297 **
State of Nevada Local Government Investment Pool	<u>\$ 4,222,945 *</u>
	<u>\$ 24,483,242</u>

\* Average weighted maturity of 80 days.

\*\* Maturities range from January 2011 to March 2049.

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

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

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mutual funds and asset-backed securities investments are rated by nationally recognized statistical rating organizations as “AAA”.

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

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

LGIP is an external pool administered by the State Treasurer, with oversight by the State of Nevada Board of Finance. Investment in LGIP is carried at fair value, which is the same as the value of the pool shares.

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

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

NOTE 4 – Interfund Balances and Transfers:

Interfund receivable/payable balances at June 30, 2010 are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General Fund - major fund	Other Governmental Funds	<u>\$ 5,953,249</u>
Total		<u>\$ 5,953,249</u>

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

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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, 2010, are as follows:

	Transfers In:				Total
	General Fund	Special Education Fund	Debt Service Fund	Internal Service Fund	
Transfers Out:					
General Fund	\$ -	\$ 25,489,240	\$ 3,619,477	\$ 1,743,813	\$ 30,852,530
Other Governmental Funds	<u>6,500,000</u>	-	-	-	<u>6,500,000</u>
<b>Total</b>	<u>\$ 6,500,000</u>	<u>\$ 25,489,240</u>	<u>\$ 3,619,477</u>	<u>\$ 1,743,813</u>	<u>\$ 37,352,530</u>

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

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

Other Governmental Funds - The transfer from the Pre-Funded Retiree Health Benefits Fund to the General Fund is to cover retiree health care costs.

Internal Service Funds - The transfer to the Health Insurance Fund from the General Fund is to cover retiree health care costs.

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NOTE 5 – Capital Assets:

Capital asset activity for the year ended June 30, 2010 was as follows:

	July 1, 2009 Balance	Increases	Decreases	June 30, 2010 Balance
<b>Governmental Activities</b>				
Capital assets, not being depreciated				
Land	\$ 37,359,073	\$ 658,731	\$ -	\$ 38,017,804
Construction in progress	71,029,583	33,219,553	(87,872,876)	16,376,260
Total capital assets not being depreciated	<u>108,388,656</u>	<u>33,878,284</u>	<u>(87,872,876)</u>	<u>54,394,064</u>
Other capital assets				
Buildings	645,529,363	84,687,133	-	730,216,496
Improvements other than buildings	17,547,868	2,818,157	-	20,366,025
Machinery and equipment	52,186,890	4,494,027	(4,185,790)	52,495,127
Total capital assets being depreciated	<u>715,264,121</u>	<u>91,999,317</u>	<u>(4,185,790)</u>	<u>803,077,648</u>
Total capital assets	<u>823,652,777</u>	<u>125,877,601</u>	<u>(92,058,666)</u>	<u>857,471,712</u>
Less accumulated depreciation for:				
Buildings	(172,068,355)	(14,590,158)	-	(186,658,513)
Improvements other than buildings	(1,852,428)	(883,289)	-	(2,735,717)
Machinery and equipment	(32,875,543)	(4,524,384)	4,173,967	(33,225,960)
Total accumulated depreciation	<u>(206,796,326)</u>	<u>(19,997,831)</u>	<u>4,173,967</u>	<u>(222,620,190)</u>
Governmental activities capital assets, net	<u>\$ 616,856,451</u>	<u>\$ 105,879,770</u>	<u>\$ (87,884,699)</u>	<u>\$ 634,851,522</u>
<b>Business-Type Activities</b>				
Machinery and equipment	\$ 1,674,222	\$ 367,473	\$ (114,627)	\$ 1,927,068
Less accumulated depreciation:	<u>(1,277,423)</u>	<u>(109,848)</u>	<u>93,927</u>	<u>(1,293,344)</u>
Business-Type Activities capital assets, net	<u>\$ 396,799</u>	<u>\$ 257,625</u>	<u>\$ (20,700)</u>	<u>\$ 633,724</u>

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

Governmental activities:	
Instruction	\$ 726,585
Student support	88,856
Instructional staff support	44,150
General administration	29,628
School administration	4,280
Central support	294,457
Operation/maintenance	431,387
Student transportation	1,724,847
Other support	863
Community Services Operations	1,598
Facilities	<u>16,651,180</u>
Total governmental activities depreciation expense	<u>\$ 19,997,831</u>
Business-type activities:	
Nutrition services operations	<u>\$ 109,848</u>
Total business-type activities depreciation expense	<u>\$ 109,848</u>

Machinery and equipment include equipment under capital leases, which consist of school buses and electrical retrofit with an aggregate carrying value of \$13,545,767 at June 30, 2010 (see Note 6).

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

Current Refunding:

On April 1, 2010, the District issued \$13,700,000 in General Obligation (Limited Tax) Refunding Bonds, Series 2010B. The net proceeds of \$14,570,000 along with \$10,000,000 contributed from the debt service fund were used for the defeasance of \$24,570,000 of bonds. The current refunding was undertaken to reduce total debt service payments by \$1,328,691 and resulted in an economic gain (difference between the present values of the debt service payments on the old and new debt) of \$998,107.

Bonds Issued:

On November 11, 2009, Washoe County School District issued \$36,930,000 in General Obligation School Improvement Bonds, Series 2009B. The proceeds of the 2009B Bonds will be used primarily for revitalization/infrastructure improvements and capital renewal projects at schools located within Washoe County and Reno City limits.

On April 1, 2010, Washoe County School District issued \$10,515,000 in General Obligation School Improvement Bonds, Series 2010A. The proceeds of the 2010A Bonds will be used for revitalization/infrastructure improvements and capital renewal projects at schools located within Washoe County.

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On May 26, 2010, Washoe County School District issued \$3,550,000 in General Obligation School Improvement Bonds, Series 2010D. The proceeds of the 2010D Bonds will be used for revitalization/infrastructure improvements at two elementary schools.

General long-term debt consists of the following at June 30, 2010:

<u>General Obligation Bonds</u>					
<u>Series</u>	<u>Date Issued</u>	<u>Date of Maturity</u>	<u>Interest Rate (%)</u>	<u>Amount Issued</u>	<u>Balance June 30, 2010</u>
2001A	05/01/01	06/01/20	4.25-5.25%	73,865,000	\$ 40,280,000
2002B	08/01/02	06/01/20	3.00-5.50%	68,940,000	63,040,000
2003A	03/01/03	06/01/23	2.00-4.625%	27,770,000	17,255,000
2003B	03/01/03	06/01/11	2.50-4.40%	8,230,000	1,265,000
2003C	12/01/03	06/01/24	2.75-5.00%	55,000,000	32,940,000
2004B	09/01/04	06/01/15	5.000%	22,970,000	19,560,000
2005A	03/24/05	06/01/25	4.00-5.00%	66,000,000	41,330,000
2005B	01/05/06	06/01/20	3.950%	29,820,000	20,530,000
2006	04/05/06	06/01/26	4.00-5.50%	30,000,000	29,030,000
2007B	02/01/07	06/01/25	3.895%	42,395,000	41,985,000
2007C	05/01/07	06/01/27	3.25-5.25%	65,000,000	60,500,000
2008	03/20/08	06/01/28	4.00-5.00%	55,000,000	48,730,000
2009	02/18/09	06/01/29	2.00-5.00%	45,000,000	43,560,000
2009B	11/12/09	06/01/24	3.89-6.07%	36,930,000	36,930,000
2010A	04/01/10	04/01/25	4.101%-6.212%	10,515,000	10,515,000
2010B	04/01/10	04/01/17	2.00%-5.00%	13,700,000	13,700,000
2010D	05/26/10	05/01/27	3.797-6.000%	3,550,000	3,550,000
Total					<u>\$ 524,700,000</u>

Summary of general obligation bond debt service requirements to maturity:

<u>Year(s) Ending June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2011	\$ 28,340,000	\$ 24,296,357	\$ 52,636,357
2012	28,580,000	23,061,522	51,641,522
2013	31,710,000	21,753,144	53,463,144
2014	32,860,000	20,258,707	53,118,707
2015	30,625,000	18,675,195	49,300,195
2016-2020	187,695,000	69,779,401	257,474,401
2021-2025	146,840,000	28,230,826	175,070,826
2026-2030	38,050,000	3,370,126	41,420,126
Total	<u>\$ 524,700,000</u>	<u>\$ 209,425,278</u>	<u>\$ 734,125,278</u>

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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, 2010, the liability has been estimated to be \$748,959 and is reported as a noncurrent liability on the Statement of Net Assets (included in the balance of the current portion of long-term obligations). 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 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, 2010, \$48,145,000 of bonds outstanding are considered defeased.

Capital Lease Obligations:

The District has various capital leases on school buses, automobiles, educational software, and energy conservation projects. As of June 30, 2010, the assets acquired through capital leases are as follows:

Machinery and Equipment	\$21,370,500
Less: Accumulated amortization	<u>(7,824,733)</u>
Total	<u>\$13,545,767</u>

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

Year Ending <u>June 30,</u>	
2011	\$ 3,172,207
2012	2,199,401
2013	1,652,455
2014	4,055,227
2015	4,106,149
2016-2018	<u>3,296,673</u>
Total minimum lease payments	18,482,112
Less: amount representing interest	<u>(1,768,383)</u>
Present value of minimum lease payments	<u>\$ 16,713,729</u>

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

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Changes in General Long-Term Obligations:

	Balance July 1, 2009	Additions	Reductions	Balance June 30, 2010	Due Within One Year
General obligation bonds	\$ 515,520,000	\$ 64,695,000	\$ 55,515,000	\$ 524,700,000	\$ 28,340,000
Deferred amounts for issuance of premium	12,711,585	1,022,133	975,472	12,758,246	1,166,983
Arbitrage payable	748,959	-	-	748,959	-
Capital lease obligations	18,507,845	870,000	2,664,116	16,713,729	2,696,206
Compensated absences	26,435,533	22,270,023	21,773,114	26,932,442	21,773,114
Early separation incentive pay	1,114,473	-	445,384	669,089	326,996
Other post-employment benefits liability	515,146	1,930,000	1,548,842	896,304	-
<b>Total</b>	<b>\$ 575,553,541</b>	<b>\$ 90,787,156</b>	<b>\$ 82,921,928</b>	<b>\$ 583,418,769</b>	<b>\$ 54,303,299</b>

The liabilities for compensated absences and early separation incentive stipends are typically liquidated through the General Fund. Capital leases are generally liquidated through transfers from the General Fund to the Debt Service Fund. The other post-employment benefits liability will be liquidated through the Other Postemployment Benefits Trust Fund.

The District was, in accordance with Nevada Revised Statute 387.400, within the legal debt limit at June 30, 2010.

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 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 capital projects consists of unspent grants, donations, and debt proceeds with third party restrictions for use on specific projects or programs. Net assets restricted for self-insurance activities represent the net assets of the self-insurance funds, which are legally restricted for the purposes for which the funds were established. Net assets restricted for other postemployment benefits represent amounts placed in trust to fund other postemployment benefits.

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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 comprised 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.
- (4) Reserved for Capital Projects: An account used to segregate the portion of fund balance for the amount of capital projects which the District has planned.
- (5) Reserved for Debt Service: An account used to segregate the fund balance for Debt Service Fund resources which are legally restricted to the payment of long-term debt principal and interest amounts maturing in future years.
- (6) Reserved for Sinking Fund: 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 amount designated for subsequent year's expenditures is included in the unreserved fund balance on the balance sheet. The designated amount of \$14,892,543 is presented in the General Fund.
- (2) Designated for repayment carryover of general supply appropriations: This account was established in 1992, and 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 2010-11 appropriations. The designated amount of \$5,007,929 is presented in the General Fund.

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- (3) Designated for compensation: This balance is designated for funding additional teaching positions required because of higher than projected enrollment at a number of schools. The designated amount of \$1,920,000 is presented in the General Fund.
- (4) Designated additional for budget uncertainties: This balance is designated separately as an additional carry forward because of the ongoing economic downturn and continuing funding uncertainties. The additional designated amount of \$18,103,636 is presented in the General Fund.
- (5) Designated for budget uncertainties: This balance is designated as a carry forward for budget uncertainties relating to the economic downturn and the high likelihood of additional budget reductions being made by the State of Nevada. The designated amount of \$7,831,334 is presented in the General Fund.
- (6) Designated for Special Education maintenance of effort (MOE): This balance is designated as a carry forward to fiscal year 2010-2011 from fiscal year 2009-2010 in anticipation of American Recovery and Reinvestment Act (ARRA) funding ending, thereby helping the District to maintain its effort regarding special education as required by the federal government. The designated amount of \$5,000,000 is presented in the General Fund.
- (7) Designated for Special Education transfer: This balance is designated for the additional transfer from the General Fund to the Special Education Fund that is required because of related ARRA funding ending in fiscal year 2009-10. The designated amount of \$2,955,258 is presented in the General Fund.
- (8) Designated for Incline Village property tax: This balance is designated for pending refunds to Incline Village taxpayers resulting from the Incline Village property tax lawsuit. The designated amount of \$6,000,000 is presented in the General Fund.
- (9) Designated for retiree health benefits: This balance is designated to fund the cost of postemployment health benefits. The designated amount of \$2,231,025 is included in the Pre-Funded Retiree Health Benefits special revenue 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

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JUNE 30, 2010**

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 21.50% for regular members and 37.00% for police on all covered payroll.

The second funding mechanism for providing benefits is the employer/employee paid contribution plan. Under this method, employees are required to contribute a percentage of their compensation to the plan, while the District is required to match that contribution. The rate for regular employees under this plan was 11.25%.

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>Regular</u>		
2009-10	21.50%	37.00%	11.25%		\$ 62,898,537
2008-09	20.50%	33.50%	10.50%		\$ 59,157,102
2007-08	20.50%	33.50%	10.50%		\$ 55,682,810

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

From an accrual accounting perspective, the cost of postemployment healthcare and life insurance benefits, like the cost of pension benefits, generally should be associated with the periods in which the cost occurs, rather than in the future year when it will be paid. The District adopted GASB Statement No. 45 *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* during the fiscal year ended June 30, 2008, and began recognizing the cost of postemployment healthcare and life insurance in the year when the employee services are received, reporting the accumulated liability from prior years, and providing information useful in assessing potential demands on the District's future cash flows. The annual funding, if paid on an ongoing basis, is projected to cover normal costs each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

Plan Descriptions:

The District contributes to a single-employer defined benefit healthcare plan, Washoe County School District Retiree Health Benefits Plan (WCSDRHP) and an agent multiple employer defined benefit healthcare plan, Nevada Public Employees' Benefits Plan

**WASHOE COUNTY SCHOOL DISTRICT  
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(NPEBP). Each plan provides medical benefits to eligible retired District employees and beneficiaries. The District also sponsors one single-employer defined benefit life insurance plan, WCSD Retiree Life Insurance Plan, which provides various levels of life insurance, at a blended rate, to eligible retired employees at the reduced blended rate cost.

Benefit provisions for WCSDRHP and the WCSD Retiree Life Insurance Plan are established pursuant to NRS 287.023 and amended through negotiations between the District and the respective employee associations. NRS 288.150 assigns the authority to establish benefit provisions to the Board of Trustees. Benefit provisions for NPEBP are established pursuant to NRS 287.023 and subject to amendment by the State of Nevada each biennium.

The WCSDRHP explicitly subsidizes medical premiums pursuant to the contracts negotiated with various bargaining units for employees who retire from the District with at least 15 years of service. However, classified employees hired after June 30, 1999, certified employees who retire after August 31, 2006, and administrative employees who retire after June 30, 2006 are not eligible for explicit premium subsidies. The District's cost for providing explicit subsidies is capped for the different groups at various percentages of General Fund property tax revenues, which is projected to grow 3.0% annually and was \$1.7 million for fiscal year 2009-10. However, under NRS 287.023, eligible retirees are eligible to participate in the plan with blended rates, thereby benefitting from an implicit subsidy. Retirees are required to contribute up to \$7,005 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 postemployment health care benefits are recognized as retirees report claims.

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

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

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

In prior fiscal years, under the NPEBP plan, pursuant to NRS 287.023, retirees had the option to participate in the District's program for postemployment health care benefits or to join the Public Employees' Benefit Program (PEBP) offered by the State of Nevada. District retirees not receiving PEBP benefits as of November 30, 2008 are no longer allowed to participate in NPEBP. For the remaining eligible retirees, local governments are required to

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
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pay the same portion of the cost of coverage for those persons participating in PEBP that the State of Nevada pays for those persons retired from state service who have continued to participate in the plan. As of June 30, 2010, 1,430 retirees were utilizing this benefit. The subsidy paid directly to PEPB by the District for this coverage for the year ended June 30, 2010 was \$5,800,464. Amounts contributed by retirees are paid directly to the State of Nevada and, as such, are not available.

Funding Policy and Annual OPEB Cost:

For WCSDRHP, contribution requirements of the plan members and the District are established and may be amended through negotiations between the District and the employee associations. The required contribution is based on projected pay-as-you-go financing requirements, with an additional amount to prefund benefits as determined in actuarial studies contracted for by the District. For fiscal year 2009-10, the District paid net medical claims of \$3,278,768 out of the self-insured Health Insurance Fund for WCSDRHP retirees (approximately 55 percent of total costs) and an additional \$1,683,130 was paid to prefund benefits. Plan member retirees receiving benefits contributed \$2,670,462 or approximately 45 percent of the total costs for retirees, through their required contribution to the Health Insurance Fund.

For NPEBP, contribution requirements of the plan members and the District are established and may be amended by the state legislature. The required contribution is based on projected pay-as-you-go financing requirements, with an additional amount to prefund benefits as determined in actuarial studies contracted for by the District. For fiscal year 2009-10, the District contributed \$5,800,464 to NPEBP for current premiums and an additional \$3,179,760 to prefund benefits. Information on plan members' contributions to NPEBP is unavailable. NRS 287.023 sunsetted the option to join PEPB for District employees who were not receiving PEPB benefits by November 30, 2008.

For WCSD Retiree Life Insurance Plan, contribution requirements of the plan members and the District are established and may be amended through negotiations between the District and the employee associations. Retirees pay 100% of the pay-as-you-go premiums based on a blended rate that blends active participants and retirees. The District's contribution requirements for retirees relate to the implicit subsidy that results from using the blended rates and is determined in actuarial studies contracted for by the District. For fiscal year 2009-10, the District contributed \$811,197 for current premiums for retirees (approximately 83 percent of total costs) and paid \$737,645 to the OPEB Trust Fund for retirees to prefund benefits. Plan member retirees receiving life insurance coverage contributed \$160,614 or approximately 17 percent of the total costs for retirees, through their required contribution to the Health Insurance Fund.

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JUNE 30, 2010**

The number of participants as of July 1, 2009, the actuarial valuation date, follows. The NPEBP retiree census is based on PEBP billing information as of January 2010. The active census and the census for the retirees enrolled in the District's plans are as of January 2010.

	Active	WCSD Retiree Life Insurance Plan	WCSDRHP	NPEBP Medical Plan
Active employees	6,383			
Retirees enrolled in District Plans		1,823	659	
Retirees enrolled in NPEBP				1,430

The District's annual OPEB cost, the percentage of annual OPEB cost contributed to the plans, and the net OPEB obligations (assets), by plan, for fiscal year 2009-10 were as follows:

	Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
WCSDRHP	6/30/10	\$4,492,000	\$4,961,898	110.46%	\$(2,555,922)
WCSDRHP	6/30/09	5,514,000	5,820,198	105.55%	(2,086,024)
WCSDRHP	6/30/08	4,798,000	6,577,826	137.10%	(1,779,826)
NPEBP	6/30/10	\$4,778,000	\$8,980,224	187.95%	\$(10,557,814)
NPEBP	6/30/09	5,129,000	9,959,948	194.19%	(6,355,590)
NPEBP	6/30/08	7,062,000	8,586,642	121.59%	(1,524,642)
WCSD Retiree Life Insurance Plan	6/30/10	\$1,930,000	\$1,548,842	80.25%	\$896,304
WCSD Retiree Life Insurance Plan	6/30/09	1,610,000	1,343,718	83.46%	515,146
WCSD Retiree Life Insurance Plan	6/30/08	1,620,000	1,371,136	84.64%	248,864
Combined Totals	6/30/10	\$11,200,000	\$15,490,964		
Combined Totals	6/30/09	\$12,253,000	\$17,123,864		
Combined Totals	6/30/08	\$13,480,000	\$16,535,604		

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010**

The net OPEB obligation (asset) (NOPEBO) as of June 30, 2010, was calculated as follows:

	WCSDRHP	NPEBP	WCSD Retiree Life Insurance Plan	Totals
Annual required contribution	\$4,545,000	\$4,939,000	\$1,917,000	\$11,401,000
Interest on the beginning net OPEB obligation	(167,000)	(508,000)	41,000	(634,000)
ARC Adjustment	114,000	347,000	(28,000)	433,000
Annual OPEB cost	4,492,000	4,778,000	1,930,000	11,200,000
Contributions made	4,961,898	8,980,224	1,548,842	15,490,964
Increase (decrease) in net OPEB obligation	(469,898)	(4,202,224)	381,158	(4,290,964)
Net OPEB obligation, beginning of year	(2,086,024)	(6,355,590)	515,146	(7,926,468)
Net OPEB obligation (asset), end of year	\$(2,555,922)	\$(10,557,814)	\$896,304	\$(12,217,432)

Funded Status and Funding Progress:

The funded status of the plans as of the most recent actuarial valuation (July 1, 2009) was as follows:

	WCSDRHP	NPEBP	WCSD Retiree Life Insurance Plan	Totals
Accrued actuarial liability (a)	\$45,891,000	\$91,431,000	\$20,062,000	\$157,384,000
Actuarial value of plan assets (b)	\$3,941,182	\$7,752,497	\$1,340,959	\$13,034,638
Unfunded actuarial accrued liability (a) - (b)	\$41,949,818	\$83,678,503	\$18,721,041	\$144,349,362
Funded ratio (b) / (a)	8.59%	8.48%	6.68%	8.28%
Covered payroll (c)	\$315 million	\$315 million	\$315 million	\$315 million
Unfunded actuarial accrued liability as a percentage of covered payroll $[(a) - (b)] / (c)$	13.32%	26.56%	5.94%	45.82%

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
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Actuarial valuations involve estimates of the value of reported amounts and assumptions about the probability of events in the future. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared to past expectations and new estimates are made about the future. The required schedules of funding progress and employer contributions presented as required supplementary information provide current and prior year information (and will provide complete required multiyear trend information, when available, that shows whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits).

Actuarial Methods and Assumptions:

Projections of benefits are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits in force at the valuation date and the pattern of sharing benefits between the District and the plan members at that point.

Actuarial calculations reflect a long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. Significant methods and assumptions were as follows:

	WCSDRHP	NPEBP	WCSD Retiree Life Insurance Plan
Actuarial valuation date	7/1/09	7/1/09	7/1/09
Actuarial cost method	Projected unit credit	Projected unit credit	Projected unit credit
Amortization method	Level percentage of pay, open	Level percentage of pay, closed	Level percentage of pay, open
Remaining amortization period	30 years	30 years	30 years
Asset valuation method	Market value	Market value	Market value
<u>Actuarial assumptions:</u>			
Investment rate of return	8.0%	8.0%	8.0%
Projected salary increases	4.0%	4.0%	4.0%
Healthcare inflation rate* *Decreasing .5% each year until ultimate trend rate of 6.0% is reached	10.5%	10.5%	10.5%

NOTE 10 – Risk Management:

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

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010**

*Financing and Related Insurance Issues and No. 30 Risk Financing Omnibus an amendment of GASB Statement No. 10.*

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

At June 30, 2010, the amount of this liability was \$13,279,121. This liability is determined by actuaries using all available information. Changes in the reported liability since July 1, 2008 are as follows:

	Property & Casualty	Health Insurance	Workers' Compensation	Total
Claims liability, July 1, 2008	\$ 2,680,000	\$ 7,157,758	\$ 4,024,000	\$ 13,861,758
Current year claims and changes in estimates	1,745,421	50,353,533	2,663,916	54,762,870
Claims payments	<u>(1,816,421)</u>	<u>(49,600,717)</u>	<u>(2,140,916)</u>	<u>(53,558,054)</u>
Claims liability, June 30, 2009	2,609,000	7,910,574	4,547,000	15,066,574
Current year claims and changes in estimates	(243,134)	48,899,735	1,683,758	50,340,359
Claims payments	<u>(667,866)</u>	<u>(49,735,188)</u>	<u>(1,724,758)</u>	<u>(52,127,812)</u>
Claims liability, June 30, 2010	<u>\$ 1,698,000</u>	<u>\$ 7,075,121</u>	<u>\$ 4,506,000</u>	<u>\$ 13,279,121</u>
Due within one year	<u>\$ 651,730</u>	<u>\$ 7,075,121</u>	<u>\$ 1,496,721</u>	<u>\$ 9,223,572</u>

At June 30, 2010, the Internal Service Funds held \$53,508,651 in cash and investments available for payment of these claims.

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

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010**

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, and \$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, coverage of \$5,000,000 per occurrence for crime, and \$15,000,000 per occurrence for wrongful acts of the Board of Trustees, and general and automobile liability.

Health Insurance - The District is self-insured for health insurance claims up to \$300,000 per calendar year per employee with a lifetime maximum of \$2,000,000 per employee.

Workers' Compensation Insurance - The District is self-insured for individual workers' compensation claims up to \$500,000 for each accident. Accidents in excess of \$500,000 are covered by excess insurance up to State statutory limits. The District maintains an account with a market value of \$2,183,125 as of June 30, 2010 to meet its State of Nevada security deposit requirement.

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

NOTE 11 – Commitments and Contingencies:

Construction Commitments:

As of June 30, 2010, 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>
AACT Projects	\$ 7,780	December 2010
ADA Retrofit Projects	502,826	December 2010
Backflow Projects	13,257	June 2011
Bleacher Replacement Projects	196,500	December 2010
CCTV Projects	467,075	June 2011
Computer Based Instruction Lab Upgrades	274,002	June 2011
Depoali Middle School Projects	844	December 2010
Environmental Cooling Upgrades	191,806	June 2011
Fire Alarm Upgrades	239,263	December 2010
Flooring Upgrades	525,114	December 2010
Heating/Cooling System Projects	1,125,668	March 2011
Information System Projects	655,980	December 2012
Infrastructure Improvements	1,126,702	December 2010
Lock Projects	3,728	December 2010
Parking Projects	32,713	December 2010
Photovoltaic Installations	1,794,881	March 2011

**WASHOE COUNTY SCHOOL DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2010**

<u>Capital Project Description</u>	<u>Remaining Construction Commitment</u>	<u>Expected Date of Completion</u>
Picollo School Projects	\$ 582,454	June 2011
Repaving Projects	788,843	December 2010
Reroofing Projects	600,817	December 2010
Revitalization Projects	<u>5,828,327</u>	June 2011
	<u>\$ 14,958,580</u>	

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

Litigation:

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

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

NOTE 12 – Subsequent Events:

On October 6, 2010, the District issued \$5,415,000 in General Obligation School Improvement Bonds, Series 2010E. The term of the Series 2010E bonds is 17 years with interest rates ranging from 2.811% to 5.194%. Interest payments begin in June 2011 and principal payments will begin in June 2015. All debt service payments will be funded with property tax revenue.

On October 6, 2010, the District issued \$41,515,000 in General Obligation Refunding Bonds, Series 2010F. The term of the Series 2010F refunding bonds is 25 years with interest rates ranging from 2.00% to 5.00%. Interest payments begin in June 2011 and principal payments will begin in June 2015. The refunding bonds will be used to partially pay off the Series 2007B, 2003A and 2003C.

**WASHOE COUNTY SCHOOL DISTRICT  
REQUIRED SUPPLEMENTARY INFORMATION  
JUNE 30, 2010**

**Schedule of Funding Progress**

	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Liability (AAL) - Accrued Projected Unit Credit (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ([b-a] / c)
WCSDRHP	7/1/2009	\$ 3,941,182	\$ 45,891,000	\$ 41,949,818	8.59 %	\$315,000,000	13.32 %
	4/1/2008	2,119,768	50,980,000	48,860,232	4.16 %	283,000,000	17.27 %
NPEBP	7/1/2009	\$ 7,752,497	\$ 91,431,000	\$ 83,678,503	8.48 %	\$315,000,000	26.56 %
	4/1/2008	4,974,842	119,644,000	114,669,158	4.16 %	283,000,000	40.52 %
WCSD Retiree Life Insurance Plan	7/1/2009	\$ 1,340,959	\$ 20,062,000	\$ 18,721,041	6.68 %	\$315,000,000	5.94 %
	4/1/2008	754,268	18,140,000	17,385,732	4.16 %	283,000,000	6.14 %

**Schedule of Employer Contributions**

	Year Ended June 30,	Required Contribution	Percentage Contributed
WCSDRHP	2010	\$ 4,545,000	109.17 %
	2009	5,559,000	104.70 %
	2008	4,798,000	137.10 %
NPEBP	2010	\$ 4,939,000	181.82 %
	2009	5,168,000	192.72 %
	2008	7,062,000	121.59 %
WCSD Retiree Life Insurance Plan	2010	\$ 1,917,000	80.80 %
	2009	1,604,000	83.77 %
	2008	1,620,000	84.64 %

# 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, 2010**

	<u>SPECIAL REVENUE FUNDS</u>	<u>CAPITAL PROJECTS FUNDS</u>	<u>TOTAL</u>
<b>ASSETS</b>			
Cash and investments	\$ 8,868,397	\$ 8,729,333	\$ 17,597,730
Receivables			
Accrued interest	518	1,596	2,114
Grants	9,153,423	-	9,153,423
Miscellaneous	1,530,360	250,000	1,780,360
Prepays	55,937	-	55,937
Due from other governments	-	273,540	273,540
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total assets	\$ <u>19,608,635</u>	\$ <u>9,254,469</u>	\$ <u>28,863,104</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 1,153,475	\$ 98,624	\$ 1,252,099
Accrued liabilities	4,634,017	63,258	4,697,275
Construction contracts payable	202,618	16,858	219,476
Due to other funds	5,953,249	-	5,953,249
Due to other governments	70,536	-	70,536
Deferred revenues	3,199,973	-	3,199,973
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities	<u>15,213,868</u>	<u>178,740</u>	<u>15,392,608</u>
<b>FUND BALANCES</b>			
Reserved for			
Encumbrances	-	196,530	196,530
Construction contracts	-	1,103,226	1,103,226
Capital projects	-	3,559,736	3,559,736
Unreserved			
Designated for subsequent year's expenditures	1,967,788	-	1,967,788
Designated for retiree health benefits	2,231,025	-	2,231,025
Undesignated	195,954	4,216,237	4,412,191
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total fund balances	<u>4,394,767</u>	<u>9,075,729</u>	<u>13,470,496</u>
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities and fund balances	\$ <u>19,608,635</u>	\$ <u>9,254,469</u>	\$ <u>28,863,104</u>

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR GOVERNMENTAL FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2010**

	<b>SPECIAL REVENUE FUNDS</b>	<b>CAPITAL PROJECTS FUNDS</b>	<b>TOTAL</b>
<b>REVENUES</b>			
Local sources	\$ 3,699,814	\$ 4,119,479	\$ 7,819,293
State sources	35,666,875	-	35,666,875
Federal sources	44,916,193	-	44,916,193
	84,282,882	4,119,479	88,402,361
<b>EXPENDITURES</b>			
Current			
Regular programs	20,533,020	-	20,533,020
Special programs	18,342,577	-	18,342,577
Vocational programs	1,334,388	-	1,334,388
Other instructional programs	39,398,357	-	39,398,357
Adult education programs	1,651,604	-	1,651,604
Community services programs	884,001	-	884,001
Undistributed expenditures			
Instruction	303,553		303,553
Student support	492,012	-	492,012
Instructional staff support	51,639	-	51,639
General administration	311,211	-	311,211
School administration	1,762	-	1,762
Central services	21,081	40,111	61,192
Operation and maintenance	20,450	-	20,450
Community services operations	414,448	-	414,448
Capital outlay	717,599	2,975,681	3,693,280
	84,477,702	3,015,792	87,493,494
Excess (deficiency) of revenues over expenditures	(194,820)	1,103,687	908,867
<b>OTHER FINANCING (USES)</b>			
Transfers out	(6,500,000)	-	(6,500,000)
Net change in fund balances	(6,694,820)	1,103,687	(5,591,133)
<b>FUND BALANCE, July 1</b>	<b>11,089,587</b>	<b>7,972,042</b>	<b>19,061,629</b>
<b>FUND BALANCE, June 30</b>	<b>\$ 4,394,767</b>	<b>\$ 9,075,729</b>	<b>\$ 13,470,496</b>

# General

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# 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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2009)**

	<u>2010</u>	<u>2009</u>
<b>ASSETS</b>		
Cash and investments	\$ 63,914,397	\$ 47,025,543
Receivables		
Property taxes	6,345,895	6,375,414
Interest	15,224	18,379
Grants		
Miscellaneous	725,221	1,392,351
Due from other funds	5,953,249	1,306,920
Due from other governments	38,282,017	42,564,266
Inventories	<u>1,097,142</u>	<u>1,096,435</u>
 Total assets	 <u>\$ 116,333,145</u>	 <u>\$ 99,779,308</u>
 <b>LIABILITIES</b>		
Accounts payable	\$ 2,768,943	\$ 3,377,298
Accrued liabilities	36,674,830	36,089,607
Due to other funds		
Due to other governments	8,539,464	261,000
Deferred revenues	<u>3,817,027</u>	<u>3,246,362</u>
 Total liabilities	 <u>51,800,264</u>	 <u>42,974,267</u>
 <b>FUND BALANCES</b>		
Reserved for		
Encumbrances	1,725,038	2,528,563
Inventories	1,097,142	1,096,435
Capital leases		
Unreserved		
Designated for subsequent year's expenditures	14,892,543	23,017,105
Designated for repayment carryover of general supply appropriations	5,007,929	5,793,126
Designated for compensation	1,920,000	-
Designated for computer refresh	-	1,700,000
Designated additional for budget uncertainties	18,103,637	-
Designated for budget uncertainties	7,831,334	11,669,812
Designated for Special Education MOE	5,000,000	5,000,000
Designated for Special Education transfer	2,955,258	-
Designated for Incline Village property tax	<u>6,000,000</u>	<u>6,000,000</u>
 Total fund balances	 <u>64,532,881</u>	 <u>56,805,041</u>
 Total liabilities and fund balances	 <u>\$ 116,333,145</u>	 <u>\$ 99,779,308</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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
<b>REVENUES</b>					
Local sources	\$ 254,702,385	\$ 245,234,004	\$ 255,530,695	\$ 10,296,691	\$ 251,895,797
State sources	160,093,515	165,089,841	156,915,831	(8,174,010)	143,541,679
Federal sources	516,000	516,000	348,266	(167,734)	22,814,646
Other sources	50,000	50,000	28,533	(21,467)	36,533
Total revenues	<u>415,361,900</u>	<u>410,889,845</u>	<u>412,823,325</u>	<u>1,933,480</u>	<u>418,288,655</u>
<b>EXPENDITURES</b>					
Current					
Regular programs	205,738,466	205,313,678	198,009,040	7,304,638	206,770,100
Special programs	-	1,795,979	1,525,824	270,155	-
Vocational programs	7,933,889	7,178,596	7,084,206	94,390	7,501,464
Other instructional programs	13,084,077	13,220,613	12,962,701	257,912	983,588
Co-curricular programs	4,338,560	4,629,817	3,532,363	1,097,454	3,424,902
Undistributed expenditures					
Student support	26,397,898	25,816,390	25,431,398	384,992	26,175,307
Instructional staff support	12,956,034	13,169,126	12,118,047	1,051,079	11,620,405
General administration	4,849,197	5,447,155	5,426,437	20,718	9,203,762
School administration	32,661,875	32,103,414	31,582,362	521,052	30,645,463
Central services	20,987,574	21,133,585	20,192,888	940,697	14,886,441
Operation and maintenance	52,238,977	53,431,835	48,839,363	4,592,472	50,304,444
Student transportation	14,651,006	16,597,089	14,908,326	1,688,763	13,945,480
Total expenditures	<u>395,837,553</u>	<u>399,837,277</u>	<u>381,612,955</u>	<u>18,224,322</u>	<u>375,461,356</u>
Excess of revenues over expenditures	<u>19,524,347</u>	<u>11,052,568</u>	<u>31,210,370</u>	<u>20,157,802</u>	<u>42,827,299</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Capital leases	-	870,000	870,000	-	-
Contingency	(1,093,277)	(1,093,277)	-	1,093,277	-
Transfers in	6,500,000	6,500,000	6,500,000	-	3,000,000
Transfers out	(34,328,936)	(33,245,761)	(30,852,530)	2,393,231	(37,249,390)
Total other financing sources (uses)	<u>(28,922,213)</u>	<u>(26,969,038)</u>	<u>(23,482,530)</u>	<u>3,486,508</u>	<u>(34,249,390)</u>
Net change in fund balances	(9,397,866)	(15,916,470)	7,727,840	23,644,310	8,577,909
<b>FUND BALANCE, July 1</b>	<u>34,162,909</u>	<u>56,805,041</u>	<u>56,805,041</u>	<u>-</u>	<u>48,227,132</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 24,765,043</u>	<u>\$ 40,888,571</u>	<u>\$ 64,532,881</u>	<u>\$ 23,644,310</u>	<u>\$ 56,805,041</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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Ad Valorem taxes	\$ 105,568,274	\$ 105,568,274	\$ 109,168,786	\$ 3,600,512	\$ 110,021,656
School support taxes	128,796,111	120,027,730	127,099,100	7,071,370	120,369,201
Franchise taxes	300,000	300,000	332,477	32,477	364,469
Government services tax	13,000,000	12,300,000	12,163,806	(136,194)	13,219,509
Revenue in lieu of taxes	230,000	230,000	210,987	(19,013)	224,718
Tuition - regular day school	395,000	395,000	433,402	38,402	340,039
Tuition - summer school	800,000	800,000	111,516	(688,484)	698,098
Earnings on investments	650,000	650,000	876,542	226,542	1,883,405
Refunds	10,000	10,000	34,046	24,046	31,259
Indirect costs	2,000,000	2,000,000	1,909,611	(90,389)	1,754,621
Transportation	325,000	325,000	479,919	154,919	361,087
Reimbursements	1,545,000	1,545,000	1,545,760	760	1,555,305
Grant administration	400,000	400,000	451,317	51,317	283,111
Other	683,000	683,000	713,426	30,426	789,319
Total local sources	<u>254,702,385</u>	<u>245,234,004</u>	<u>255,530,695</u>	<u>10,296,691</u>	<u>251,895,797</u>
State sources					
Distributive school fund	160,093,515	164,563,179	156,389,169	(8,174,010)	143,080,662
Special appropriations	-	526,662	526,662	-	461,017
Total state sources	<u>160,093,515</u>	<u>165,089,841</u>	<u>156,915,831</u>	<u>(8,174,010)</u>	<u>143,541,679</u>
Federal sources					
Forest reserve	6,000	6,000	29,357	23,357	30,837
ARRA State Fiscal Stabilization	-	-	-	-	21,869,831
Revenue in lieu of taxes, P.L. 81-874	190,000	190,000	178,908	(11,092)	268,461
E-Rate refund	320,000	320,000	140,001	(179,999)	645,517
Total federal sources	<u>516,000</u>	<u>516,000</u>	<u>348,266</u>	<u>(167,734)</u>	<u>22,814,646</u>
Other sources	<u>50,000</u>	<u>50,000</u>	<u>28,533</u>	<u>(21,467)</u>	<u>36,533</u>
Total revenues	<u>415,361,900</u>	<u>410,889,845</u>	<u>412,823,325</u>	<u>1,933,480</u>	<u>418,288,655</u>
<b>EXPENDITURES</b>					
Current					
Regular programs					
Instruction					
Salaries	137,181,783	138,495,766	137,410,571	1,085,195	143,633,976
Benefits	53,871,836	50,725,822	50,423,692	302,130	55,064,979
Purchased services	1,124,247	1,140,058	930,202	209,856	1,195,739
Supplies	13,443,805	14,835,967	9,160,468	5,675,499	6,847,832
Property	96,823	96,823	51,245	45,578	72
Other	19,972	19,242	32,862	(13,620)	27,502
Total regular programs	<u>205,738,466</u>	<u>205,313,678</u>	<u>198,009,040</u>	<u>7,304,638</u>	<u>206,770,100</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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Special programs					
Instruction					
Salaries	\$ -	\$ 1,124,456	\$ 952,875	\$ 171,581	\$ -
Benefits	-	433,776	371,813	61,963	-
Total instruction	-	1,558,232	1,324,688	233,544	-
Student support					
Salaries	-	134,000	117,225	16,775	-
Benefits	-	65,206	45,494	19,712	-
Purchased services	-	20,045	9,144	10,901	-
Supplies	-	18,496	29,064	(10,568)	-
Other	-	-	209	(209)	-
Total student support	-	237,747	201,136	36,611	-
Total special programs	-	1,795,979	1,525,824	270,155	-
Vocational programs					
Instruction					
Salaries	5,451,047	4,966,856	4,915,600	51,256	5,264,681
Benefits	2,252,226	1,936,472	1,918,079	18,393	2,079,674
Purchased services	56,400	56,104	47,103	9,001	49,698
Supplies	166,232	144,772	131,864	12,908	106,276
Other	1,000	1,000	694	306	1,135
Total instruction	7,926,905	7,105,204	7,013,340	91,864	7,501,464
Student support					
Salaries	-	51,251	48,286	2,965	-
Benefits	-	15,157	15,623	(466)	-
Purchased services	3,700	3,700	3,931	(231)	-
Supplies	2,784	2,784	3,026	(242)	-
Other	500	500	-	500	-
Total student support	6,984	73,392	70,866	2,526	-
Total vocational programs	7,933,889	7,178,596	7,084,206	94,390	7,501,464
Other instructional programs					
Instruction					
Salaries	9,053,812	9,083,284	8,885,084	198,200	760,248
Benefits	3,690,989	3,465,149	3,449,580	15,569	17,613
Purchased services	13,500	13,610	4,152	9,458	5,739
Supplies	17,256	72,316	77,341	(5,025)	193,951
Property	-	-	-	-	6,037
Total instruction	12,775,557	12,634,359	12,416,157	218,202	983,588

**(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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Student support					
Salaries	\$ -	\$ 10,024	\$ 9,024	\$ 1,000	\$ -
Benefits	-	710	741	(31)	-
Total student support	-	10,734	9,765	969	-
Instructional staff support					
Salaries	8,050	199,970	206,521	(6,551)	-
Benefits	100	75,090	72,895	2,195	-
Purchased services	29,170	29,260	173,706	(144,446)	-
Supplies	271,200	271,200	83,657	187,543	-
Total instructional staff support	308,520	575,520	536,779	38,741	-
Total other instructional programs	13,084,077	13,220,613	12,962,701	257,912	983,588
Co-curricular programs					
Instruction					
Salaries	2,571,657	2,439,990	1,866,667	573,323	2,009,771
Benefits	106,521	114,765	90,081	24,684	344,471
Purchased services	-	611	-	611	980,955
Supplies	-	8,672	-	8,672	12,477
Other	-	-	-	-	77,228
Total instruction	2,678,178	2,564,038	1,956,748	607,290	3,424,902
Student support					
Salaries	94,482	241,868	234,435	7,433	-
Benefits	38,388	59,957	59,483	474	-
Purchased services	411,283	3,528	3,883	(355)	-
Supplies	8,919	5,579	-	5,579	-
Other	94,000	-	-	-	-
Total student support	647,072	310,932	297,801	13,131	-
Instructional staff support					
Benefits	-	-	10	(10)	-
Purchased services	-	411,383	392,641	18,742	-
Supplies	-	(1,650)	8,883	(10,533)	-
Other	-	94,000	91,279	2,721	-
Total instructional staff support	-	503,733	492,813	10,920	-
Student transportation					
Salaries	456,401	364,626	285,735	78,891	-
Benefits	129,024	220,799	184,850	35,949	-
Purchased services	393,000	440,804	314,327	126,477	-
Supplies	34,885	224,885	89	224,796	-
Total student transportation	1,013,310	1,251,114	785,001	466,113	-

(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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Total co-curricular programs	\$ 4,338,560	\$ 4,629,817	\$ 3,532,363	\$ 1,097,454	\$ 3,424,902
Total current programs	231,094,992	232,138,683	223,114,134	9,024,549	218,680,054
Undistributed expenditures					
Student support					
Salaries	18,544,905	18,470,282	18,227,713	242,569	17,905,508
Benefits	7,547,310	6,955,940	6,916,420	39,520	7,001,630
Purchased services	116,717	137,356	202,363	(65,007)	835,507
Supplies	187,791	251,637	84,282	167,355	432,577
Property	1,000	1,000	-	1,000	-
Other	175	175	620	(445)	85
Total student support	26,397,898	25,816,390	25,431,398	384,992	26,175,307
Instructional staff support					
Salaries	8,175,200	7,966,458	7,698,218	268,240	7,512,691
Benefits	3,129,152	2,963,723	2,882,407	81,316	2,813,542
Purchased services	1,075,000	1,183,093	945,775	237,318	708,181
Supplies	551,383	1,030,553	576,429	454,124	567,244
Property	17,999	17,999	-	17,999	1,482
Other	7,300	7,300	15,218	(7,918)	17,265
Total instructional staff support	12,956,034	13,169,126	12,118,047	1,051,079	11,620,405
General administration					
Salaries	3,022,210	2,914,335	3,180,396	(266,061)	2,746,407
Benefits	1,315,622	1,826,038	1,786,018	40,020	1,355,734
Purchased services	308,940	327,632	291,321	36,311	4,874,455
Supplies	174,625	351,350	92,043	259,307	107,033
Property	8,000	8,000	-	8,000	15,388
Other	19,800	19,800	76,659	(56,859)	104,745
Total general administration	4,849,197	5,447,155	5,426,437	20,718	9,203,762
School administration					
Salaries	23,684,801	23,564,829	23,277,941	286,888	22,531,707
Benefits	8,519,625	8,054,639	8,003,995	50,644	7,898,347
Purchased services	321,245	323,888	167,327	156,561	103,968
Supplies	118,304	142,888	126,535	16,353	94,225
Property	10,500	10,500	-	10,500	6,000
Other	7,400	6,670	6,564	106	11,216
Total school administration	32,661,875	32,103,414	31,582,362	521,052	30,645,463

**(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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Central services					
Salaries	\$ 10,900,155	\$ 10,857,607	\$ 10,718,597	\$ 139,010	\$ 9,257,352
Benefits	3,839,980	3,717,665	3,675,140	42,525	3,198,553
Purchased services	5,634,680	5,688,220	5,547,465	140,755	2,027,460
Supplies	535,043	792,377	147,061	645,316	325,475
Property	54,176	54,176	33,504	20,672	62,322
Other	23,540	23,540	71,121	(47,581)	15,279
Total central services	20,987,574	21,133,585	20,192,888	940,697	14,886,441
Operation and maintenance					
Salaries	21,211,745	21,416,304	21,239,124	177,180	20,956,567
Benefits	9,196,877	8,779,744	8,757,318	22,426	9,341,684
Purchased services	7,388,440	7,375,553	5,399,026	1,976,527	6,593,832
Supplies	14,221,386	15,626,704	13,286,269	2,340,435	12,908,184
Property	99,021	112,022	99,277	12,745	388,041
Other	121,508	121,508	58,349	63,159	116,136
Total operation and maintenance	52,238,977	53,431,835	48,839,363	4,592,472	50,304,444
Student transportation					
Salaries	7,634,603	8,012,479	7,835,355	177,124	7,739,945
Benefits	3,425,084	3,286,662	3,261,969	24,693	3,601,677
Purchased services	262,981	357,047	520,656	(163,609)	558,709
Supplies	3,078,338	3,781,583	2,098,448	1,683,135	2,007,467
Property	249,750	1,159,068	1,183,085	(24,017)	35,995
Other	250	250	8,813	(8,563)	1,687
Total student transportation	14,651,006	16,597,089	14,908,326	1,688,763	13,945,480
Total undistributed expenditures	164,742,561	167,698,594	158,498,821	9,199,773	156,781,302
Total expenditures	395,837,553	399,837,277	381,612,955	18,224,322	375,461,356
Excess of revenues over expenditures	19,524,347	11,052,568	31,210,370	20,157,802	42,827,299
<b>OTHER FINANCING SOURCES (USES)</b>					
Capital leases	-	870,000	870,000	-	-
Contingency	(1,093,277)	(1,093,277)	-	1,093,277	-
Transfers in	6,500,000	6,500,000	6,500,000	-	3,000,000
Transfers out	(34,328,936)	(33,245,761)	(30,852,530)	2,393,231	(37,249,390)
Total other financing sources (uses)	(28,922,213)	(26,969,038)	(23,482,530)	3,486,508	(34,249,390)
Net change in fund balances	(9,397,866)	(15,916,470)	7,727,840	23,644,310	8,577,909
<b>FUND BALANCE, July 1</b>	34,162,909	56,805,041	56,805,041	-	48,227,132
<b>FUND BALANCE, June 30</b>	<u>\$ 24,765,043</u>	<u>\$ 40,888,571</u>	<u>\$ 64,532,881</u>	<u>\$ 23,644,310</u>	<u>\$ 56,805,041</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. This includes federal, state and local programs.

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

**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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Distributive school account	\$ 22,906,369	\$ 22,866,600	\$ 22,866,600	\$ -	\$ 22,892,682
<b>EXPENDITURES</b>					
Current					
Special programs					
Instruction					
Salaries	29,357,329	25,481,046	21,974,619	3,506,427	31,878,753
Benefits	11,904,510	9,972,704	8,517,901	1,454,803	12,741,853
Purchased services	500	780,500	30,414	750,086	36,740
Supplies	13,905	14,368	14,609	(241)	85,192
Property	114	114	-	114	-
Other	-	-	-	-	1,685
Total instruction	41,276,358	36,248,732	30,537,543	5,711,189	44,744,223
Student support					
Salaries	1,471,626	3,870,381	6,756,489	(2,886,108)	1,396,384
Benefits	338,568	1,172,601	2,426,023	(1,253,422)	433,514
Purchased services	-	1,723	-	1,723	-
Supplies	15,000	15,000	-	15,000	-
Total student support	1,825,194	5,059,705	9,182,512	(4,122,807)	1,829,898
Instructional staff support					
Salaries	650,460	1,369,412	1,320,555	48,857	629,638
Benefits	239,847	476,667	474,883	1,784	228,348
Purchased services	147,220	129,675	122,548	7,127	99,727
Supplies	31,207	20,153	13,616	6,537	11,135
Other	3,580	3,580	1,365	2,215	-
Total instructional staff support	1,072,314	1,999,487	1,932,967	66,520	968,848
General administration					
Salaries	-	109,563	107,546	2,017	-
Benefits	-	37,759	36,155	1,604	-
Purchased services	-	90	-	90	-
Total general administration	-	147,412	143,701	3,711	-
School administration					
Salaries	236,968	253,754	228,014	25,740	246,610
Benefits	78,506	72,596	73,606	(1,010)	75,499
Purchased services	-	780	-	780	-
Total school administration	315,474	327,130	301,620	25,510	322,109

**(CONTINUED)**

**WASHOE COUNTY SCHOOL DISTRICT  
SPECIAL EDUCATION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Central services					
Benefits	\$ -	\$ -	\$ 7	\$ (7)	\$ -
Purchased services	950	950	-	950	-
Supplies	10,715	10,715	10,330	385	-
Total central services	11,665	11,665	10,337	1,328	-
Operation and maintenance					
Salaries	44,827	50,680	41,630	9,050	40,489
Benefits	18,489	17,882	18,163	(281)	18,964
Total operation and maintenance	63,316	68,562	59,793	8,769	59,453
Student transportation					
Salaries	3,878,450	3,671,979	3,656,850	15,129	3,822,705
Benefits	1,928,755	1,691,262	1,693,847	(2,585)	1,934,376
Purchased services	320,000	320,253	252,242	68,011	233,855
Supplies	506,040	528,435	584,428	(55,993)	579,813
Total student transportation	6,633,245	6,211,929	6,187,367	24,562	6,570,749
Total expenditures	51,197,566	50,074,622	48,355,840	1,718,782	54,495,280
Excess (deficiency) of revenues over expenditures	(28,291,197)	(27,208,022)	(25,489,240)	1,718,782	(31,602,598)
<b>OTHER FINANCING SOURCES</b>					
Transfers in	28,291,197	27,208,022	25,489,240	(1,718,782)	31,602,598
Net change in fund balance	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -



**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING BALANCE SHEET  
JUNE 30, 2010  
(Page 1 of 3)**

	<u>TITLE I</u>	<u>TITLE V</u>	<u>EARMARK GRANTS</u>	<u>FEDERAL SPECIAL EDUCATION</u>	<u>VOCATIONAL EDUCATION</u>
<b>ASSETS</b>					
Cash and investments	\$ -	\$ 37,072	\$ 2,502	\$ -	\$ -
Receivables					
Interest	-	-	-	-	-
Grants	1,826,832	-	-	1,664,322	253,811
Miscellaneous	-	-	-	26	-
Prepays	-	-	-	-	11,638
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>11,638</u>
Total assets	<u>\$ 1,826,832</u>	<u>\$ 37,072</u>	<u>\$ 2,502</u>	<u>\$ 1,664,348</u>	<u>\$ 265,449</u>
<b>LIABILITIES</b>					
Accounts payable	\$ 140,392	\$ -	\$ -	\$ 74,543	\$ 33,630
Accrued liabilities	199,676	-	2,502	254,942	42,303
Construction contracts payable	-	-	-	-	-
Due to other funds	1,486,764	37,072	-	1,334,863	180,356
Due to other governments	-	-	-	-	-
Deferred revenues	-	-	-	-	9,160
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>9,160</u>
Total liabilities	<u>1,826,832</u>	<u>37,072</u>	<u>2,502</u>	<u>1,664,348</u>	<u>265,449</u>
<b>FUND BALANCE</b>					
Unreserved					
Designated for subsequent year's expenditures	-	-	-	-	-
Designated for retiree health benefits	-	-	-	-	-
Undesignated	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 1,826,832</u>	<u>\$ 37,072</u>	<u>\$ 2,502</u>	<u>\$ 1,664,348</u>	<u>\$ 265,449</u>

<u>SPECIAL GRANTS</u>	<u>FAMILY RESOURCE CENTERS</u>	<u>ADULT EDUCATION</u>	<u>CLASS SIZE REDUCTION</u>	<u>DRUG FREE SCHOOLS</u>	<u>EARLY CHILDHOOD</u>	<u>SPECIAL STATE APPROPRIATIONS</u>
\$ -	\$ -	\$ 497,114	\$ 2,252,098	\$ -	\$ 17,767	\$ 56,308
-	-	-	-	-	-	-
1,148,931	170,216	-	-	39,900	64,046	-
3,601	-	-	-	-	-	-
2,186	-	-	-	-	-	-
<u>\$ 1,154,718</u>	<u>\$ 170,216</u>	<u>\$ 497,114</u>	<u>\$ 2,252,098</u>	<u>\$ 39,900</u>	<u>\$ 81,813</u>	<u>\$ 56,308</u>
\$ 326,767	\$ 4,824	\$ 4,056	\$ -	\$ 649	\$ 5,441	\$ -
172,712	25,466	105,172	2,252,098	4,458	76,372	31,893
-	-	-	-	-	-	-
350,661	91,455	-	-	34,793	-	24,415
70,536	-	-	-	-	-	-
234,042	48,471	387,886	-	-	-	-
<u>1,154,718</u>	<u>170,216</u>	<u>497,114</u>	<u>2,252,098</u>	<u>39,900</u>	<u>81,813</u>	<u>56,308</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ 1,154,718</u>	<u>\$ 170,216</u>	<u>\$ 497,114</u>	<u>\$ 2,252,098</u>	<u>\$ 39,900</u>	<u>\$ 81,813</u>	<u>\$ 56,308</u>

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING BALANCE SHEET  
JUNE 30, 2010  
(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	\$ -	\$ -	\$ -	\$ 301	\$ 560,878
Receivables					
Interest	-	-	-	-	-
Grants	333,514	592,310	487,002	232,613	-
Miscellaneous	-	-	-	-	-
Prepays	6,742	-	8,000	-	-
Total assets	<u>\$ 340,256</u>	<u>\$ 592,310</u>	<u>\$ 495,002</u>	<u>\$ 232,914</u>	<u>\$ 560,878</u>
<b>LIABILITIES</b>					
Accounts payable	\$ 159,208	\$ 116,863	\$ 21,945	\$ 571	\$ 3,437
Accrued liabilities	25,590	42,627	143,763	44,706	191,955
Construction contracts payable	-	-	-	-	-
Due to other funds	155,458	172,259	329,294	187,637	-
Due to other governments	-	-	-	-	-
Deferred revenues	-	260,561	-	-	365,486
Total liabilities	<u>340,256</u>	<u>592,310</u>	<u>495,002</u>	<u>232,914</u>	<u>560,878</u>
<b>FUND BALANCE</b>					
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>
Total liabilities and fund balance	<u>\$ 340,256</u>	<u>\$ 592,310</u>	<u>\$ 495,002</u>	<u>\$ 232,914</u>	<u>\$ 560,878</u>

<u>EDUCATION ALLIANCE</u>	<u>PRIVATE FOUNDATIONS</u>	<u>FULL DAY KINDERGARTEN</u>	<u>MEDICAID</u>	<u>ARRA TITLE I</u>	<u>ARRA SPECIAL EDUCATION</u>
\$ 55,671	\$ 288,163	\$ 552,287	\$ 352,031	\$ -	\$ -
-	-	-	-	-	-
122,166	-	-	-	645,050	528,620
-	-	-	1,457,647	-	-
-	-	-	27,371	-	-
<u>\$ 177,837</u>	<u>\$ 288,163</u>	<u>\$ 552,287</u>	<u>\$ 1,837,049</u>	<u>\$ 645,050</u>	<u>\$ 528,620</u>
\$ 8,002	\$ 67,537	\$ -	\$ 13,472	\$ 3,246	\$ 42,833
16,696	9,447	552,287	4,549	269,476	83,073
-	-	-	-	-	-
-	-	-	-	372,328	402,714
-	-	-	-	-	-
153,139	211,179	-	1,457,647	-	-
<u>177,837</u>	<u>288,163</u>	<u>552,287</u>	<u>1,475,668</u>	<u>645,050</u>	<u>528,620</u>
-	-	-	346,486	-	-
-	-	-	-	-	-
-	-	-	14,895	-	-
-	-	-	361,381	-	-
<u>\$ 177,837</u>	<u>\$ 288,163</u>	<u>\$ 552,287</u>	<u>\$ 1,837,049</u>	<u>\$ 645,050</u>	<u>\$ 528,620</u>

(CONTINUED)



<b>PRE-FUNDED RETIREE HEALTH BENEFITS</b>	<b>WELLNESS</b>	<b>TOTAL</b>
\$ 2,230,617	\$ 628,086	\$ 8,868,397
408	110	518
-	-	9,153,423
-	-	1,530,360
-	-	55,937
<u>\$ 2,231,025</u>	<u>\$ 628,196</u>	<u>\$ 19,608,635</u>
\$ -	\$ 13,198	\$ 1,153,475
-	3,592	4,634,017
-	-	202,618
-	-	5,953,249
-	-	70,536
-	-	3,199,973
<u>-</u>	<u>16,790</u>	<u>15,213,868</u>
-	580,490	1,967,788
2,231,025	-	2,231,025
<u>-</u>	<u>30,916</u>	<u>195,954</u>
<u>2,231,025</u>	<u>611,406</u>	<u>4,394,767</u>
<u>\$ 2,231,025</u>	<u>\$ 628,196</u>	<u>\$ 19,608,635</u>

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCE  
FOR THE YEAR ENDED JUNE 30, 2010  
(Page 1 of 3)**

	<u>TITLE I</u>	<u>TITLE V</u>	<u>FEDERAL SPECIAL EDUCATION</u>	<u>VOCATIONAL EDUCATION</u>	<u>SPECIAL GRANTS</u>
<b>REVENUES</b>					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 9,300
State sources	-	-	-	714,576	472,427
Federal sources	9,661,429	19,429	9,642,211	634,915	3,634,930
Total revenues	<u>9,661,429</u>	<u>19,429</u>	<u>9,642,211</u>	<u>1,349,491</u>	<u>4,116,657</u>
<b>EXPENDITURES</b>					
Current					
Regular programs	-	-	-	-	-
Special programs	-	-	9,642,211	-	-
Vocational programs	-	-	-	1,334,388	-
Other instructional programs	9,661,429	19,429	-	-	4,116,657
Adult continuing education	-	-	-	-	-
Community services programs	-	-	-	-	-
Undistributed expenditures					
Instruction	-	-	-	-	-
Student support	-	-	-	-	-
Instructional staff support	-	-	-	-	-
General administration	-	-	-	-	-
School administration	-	-	-	-	-
Central services	-	-	-	-	-
Operation and maintenance	-	-	-	-	-
Community services operations	-	-	-	-	-
Capital outlay	-	-	-	15,103	-
Total expenditures	<u>9,661,429</u>	<u>19,429</u>	<u>9,642,211</u>	<u>1,349,491</u>	<u>4,116,657</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING (USES)</b>					
Transfers out	-	-	-	-	-
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>FAMILY RESOURCE CENTERS</u>	<u>ADULT EDUCATION</u>	<u>CLASS SIZE REDUCTION</u>	<u>DRUG FREE SCHOOLS</u>	<u>EARLY CHILDHOOD</u>	<u>SPECIAL STATE APPROPRIATIONS</u>	<u>READING IMPROVEMENT</u>
\$ 61,554	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
498,967	1,651,604	19,669,323	-	781,226	5,263,879	-
323,480	-	-	131,807	242,104	-	605,972
<u>884,001</u>	<u>1,651,604</u>	<u>19,669,323</u>	<u>131,807</u>	<u>1,023,330</u>	<u>5,263,879</u>	<u>605,972</u>
-	-	19,669,323	-	-	-	-
-	-	-	-	242,104	-	-
-	-	-	-	-	-	-
-	-	-	131,807	781,226	5,263,879	605,972
-	1,651,604	-	-	-	-	-
884,001	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>884,001</u>	<u>1,651,604</u>	<u>19,669,323</u>	<u>131,807</u>	<u>1,023,330</u>	<u>5,263,879</u>	<u>605,972</u>
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</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, 2010  
(Page 2 of 3)**

	<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>	<u>EDUCATION ALLIANCE</u>
<b>REVENUES</b>					
Local sources	\$ 303,553	\$ -	\$ -	\$ -	\$ 505,991
State sources	-	-	-	1,873,073	-
Federal sources	<u>2,213,955</u>	<u>1,911,661</u>	<u>1,019,232</u>	<u>-</u>	<u>533,866</u>
Total revenues	<u>2,517,508</u>	<u>1,911,661</u>	<u>1,019,232</u>	<u>1,873,073</u>	<u>1,039,857</u>
<b>EXPENDITURES</b>					
Current					
Regular programs	-	-	-	-	-
Special programs	-	-	-	-	-
Vocational programs	-	-	-	-	-
Other instructional programs	2,213,955	1,911,661	1,019,232	1,873,073	722,990
Adult continuing education	-	-	-	-	-
Community services programs	-	-	-	-	-
Undistributed expenditures					
Instruction	303,553	-	-	-	-
Student support	-	-	-	-	316,867
Instructional staff support	-	-	-	-	-
General administration	-	-	-	-	-
School administration	-	-	-	-	-
Central services	-	-	-	-	-
Operation and maintenance	-	-	-	-	-
Community services operations	-	-	-	-	-
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>2,517,508</u>	<u>1,911,661</u>	<u>1,019,232</u>	<u>1,873,073</u>	<u>1,039,857</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>OTHER FINANCING (USES)</b>					
Transfers out	<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>PRIVATE FOUNDATIONS</u>	<u>FULL DAY KINDERGARTEN</u>	<u>MEDICAID</u>	<u>ARRA TITLE I</u>	<u>ARRA SPECIAL EDUCATION</u>	<u>ARRA OTHER</u>	<u>CATEGORICAL GRANTS</u>
\$ 679,134	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 725,802
-	4,741,800	-	-	-	-	-
-	-	85,450	3,932,757	7,897,143	2,425,852	-
<u>679,134</u>	<u>4,741,800</u>	<u>85,450</u>	<u>3,932,757</u>	<u>7,897,143</u>	<u>2,425,852</u>	<u>725,802</u>
-	-	-	-	-	-	707,716
-	-	526,517	-	7,897,143	-	-
-	-	-	-	-	-	-
679,134	4,741,800	-	3,932,757	-	1,723,356	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	3,278
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	14,808
-	-	-	-	-	-	-
-	-	-	-	-	702,496	-
<u>679,134</u>	<u>4,741,800</u>	<u>526,517</u>	<u>3,932,757</u>	<u>7,897,143</u>	<u>2,425,852</u>	<u>725,802</u>
-	-	(441,067)	-	-	-	-
-	-	-	-	-	-	-
-	-	(441,067)	-	-	-	-
-	-	802,448	-	-	-	-
\$ <u>-</u>	\$ <u>-</u>	\$ <u>361,381</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, 2010  
(Page 3 of 3)**

	<u>COMMUNITY EDUCATION</u>	<u>GIFTS AND DONATIONS</u>	<u>PRE-FUNDED RETIREE HEALTH BENEFITS</u>	<u>WELLNESS</u>	<u>TOTAL</u>
<b>REVENUES</b>					
Local sources	\$ 335,279	\$ 674,113	\$ 15,691	\$ 389,397	\$ 3,699,814
State sources	-	-	-	-	35,666,875
Federal sources	-	-	-	-	44,916,193
Total revenues	<u>335,279</u>	<u>674,113</u>	<u>15,691</u>	<u>389,397</u>	<u>84,282,882</u>
<b>EXPENDITURES</b>					
Current					
Regular programs	-	155,981	-	-	20,533,020
Special programs	-	34,602	-	-	18,342,577
Vocational programs	-	-	-	-	1,334,388
Other instructional programs	-	-	-	-	39,398,357
Adult continuing education	-	-	-	-	1,651,604
Community services programs	-	-	-	-	884,001
Undistributed expenditures					
Instruction	-	-	-	-	303,553
Student support	-	175,145	-	-	492,012
Instructional staff support	-	48,361	-	-	51,639
General administration	-	-	-	311,211	311,211
School administration	1,762	-	-	-	1,762
Central services	-	21,081	-	-	21,081
Operation and maintenance	-	5,642	-	-	20,450
Community services operations	414,448	-	-	-	414,448
Capital outlay	-	-	-	-	717,599
Total expenditures	<u>416,210</u>	<u>440,812</u>	<u>-</u>	<u>311,211</u>	<u>84,477,702</u>
Excess (deficiency) of revenues over expenditures	<u>(80,931)</u>	<u>233,301</u>	<u>15,691</u>	<u>78,186</u>	<u>(194,820)</u>
<b>OTHER FINANCING (USES)</b>					
Transfers out	-	-	(6,500,000)	-	(6,500,000)
Net change in fund balances	(80,931)	233,301	(6,484,309)	78,186	(6,694,820)
<b>FUND BALANCE, July 1</b>	<u>227,635</u>	<u>810,950</u>	<u>8,715,334</u>	<u>533,220</u>	<u>11,089,587</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 146,704</u>	<u>\$ 1,044,251</u>	<u>\$ 2,231,025</u>	<u>\$ 611,406</u>	<u>\$ 4,394,767</u>

**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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources					
Title I	\$ 11,583,594	\$ 10,991,588	\$ 9,661,429	\$ (1,330,159)	\$ 10,427,028
<b>EXPENDITURES</b>					
Current					
Other Instructional programs					
Instruction					
Salaries	3,767,773	2,744,949	2,578,903	166,046	3,447,152
Benefits	1,449,570	1,276,411	1,019,113	257,298	1,374,621
Purchased services	2,165,499	1,639,638	1,476,494	163,144	2,044,248
Supplies	778,522	1,156,677	1,123,017	33,660	728,784
Other	142,607	80,500	68,665	11,835	138,606
Total instruction	8,303,971	6,898,175	6,266,192	631,983	7,733,411
Student support					
Salaries	-	905,266	815,179	90,087	-
Benefits	-	307,472	260,366	47,106	-
Purchased services	177,514	452,358	403,382	48,976	174,033
Supplies	-	76,332	63,000	13,332	-
Other	-	2,133	1,262	871	-
Total student support	177,514	1,743,561	1,543,189	200,372	174,033
Instructional staff support					
Salaries	1,636,520	798,599	563,700	234,899	1,340,386
Benefits	289,322	72,665	50,204	22,461	276,322
Purchased services	407,357	500,770	377,208	123,562	359,166
Supplies	185,457	63,624	35,735	27,889	171,404
Other	402,855	1,500	-	1,500	372,306
Total instructional staff support	2,921,511	1,437,158	1,026,847	410,311	2,519,584
General administration					
Salaries	-	83,840	59,808	24,032	-
Benefits	-	27,183	18,130	9,053	-
Purchased services	-	400	-	400	-
Total general administration	-	111,423	77,938	33,485	-
Central services					
Salaries	113,673	92,501	97,523	(5,022)	-
Benefits	35,116	-	1,487	(1,487)	-
Purchased services	19,431	-	60	(60)	-
Supplies	12,276	-	-	-	-
Other	102	332,991	284,243	48,748	-
Total central services	180,598	425,492	383,313	42,179	-
Student transportation					
Purchased services	-	375,779	363,950	11,829	-
Total expenditures	11,583,594	10,991,588	9,661,429	1,330,159	10,427,028
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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources					
Title V	\$ -	\$ 20,000	\$ 19,429	\$ (571)	\$ 690,239
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Salaries	-	-	-	-	401,431
Benefits	-	-	-	-	132,193
Purchased services	-	-	-	-	31,971
Supplies	-	-	-	-	17,996
Other	-	-	-	-	4,108
Total instruction	-	-	-	-	587,699
Instructional staff support					
Salaries	-	-	-	-	47,950
Benefits	-	-	-	-	14,154
Purchased services	-	7,500	7,300	200	4,966
Supplies	-	11,600	11,248	352	5,820
Other	-	-	-	-	29,650
Total instructional staff support	-	19,100	18,548	552	102,540
Central services					
Salaries	-	191	191	-	-
Other	-	709	690	19	-
Total central services	-	900	881	19	-
Total expenditures	-	20,000	19,429	571	690,239
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
FEDERAL SPECIAL EDUCATION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources					
Education of the handicapped	\$ 9,156,243	\$ 10,193,234	\$ 9,642,211	\$ (551,023)	\$ 10,269,522
<b>EXPENDITURES</b>					
Current					
Special programs					
Instruction					
Salaries	3,934,677	3,128,522	4,458,019	(1,329,497)	5,031,186
Benefits	1,828,426	1,893,179	1,745,879	147,300	1,813,967
Purchased services	-	8,774	4,375	4,399	-
Supplies	-	176,939	153,626	23,313	-
Other	-	1,547,100	35,102	1,511,998	-
Total instruction	5,763,103	6,754,514	6,397,001	357,513	6,845,153
Student support					
Salaries	1,186,314	916,833	864,381	52,452	1,058,038
Benefits	388,282	342,128	320,845	21,283	394,030
Purchased services	627,800	362,977	356,378	6,599	603,209
Supplies	250,795	73,430	44,224	29,206	240,185
Property	20,995	-	-	-	9,995
Other	918,954	629,650	629,290	360	973,654
Total student support	3,393,140	2,325,018	2,215,118	109,900	3,279,111
Instructional staff support					
Salaries	-	290,636	263,885	26,751	6,513
Benefits	-	95,723	89,281	6,442	452
Purchased services	-	171,073	144,792	26,281	134,816
Supplies	-	10,530	7,008	3,522	-
Other	-	487	200	287	3,477
Total instructional staff support	-	568,449	505,166	63,283	145,258
Central services					
Salaries	-	181,600	181,501	99	-
Benefits	-	33,294	32,076	1,218	-
Other	-	330,359	311,349	19,010	-
Total central services	-	545,253	524,926	20,327	-
Total expenditures	9,156,243	10,193,234	9,642,211	551,023	10,269,522
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
VOCATIONAL EDUCATION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources					
Vocational education	\$ 680,000	\$ 723,735	\$ 714,576	\$ (9,159)	\$ -
Federal sources					
Vocational education	701,454	647,013	634,915	(12,098)	681,724
Total revenues	1,381,454	1,370,748	1,349,491	(21,257)	681,724
<b>EXPENDITURES</b>					
Current					
Vocational programs					
Instruction					
Salaries	190,435	4,110	4,110	-	174,728
Benefits	47,491	91	70	21	48,616
Purchased services	196,179	61,397	60,623	774	194,200
Supplies	168,642	674,278	670,640	3,638	168,970
Property	31,154	85,253	85,240	13	30,543
Other	24,713	13,338	13,338	-	22,667
Total instruction	658,614	838,467	834,021	4,446	639,724
Instructional staff support					
Salaries	100,000	179,589	175,481	4,108	-
Benefits	32,000	53,944	50,029	3,915	-
Purchased services	340,840	187,815	184,072	3,743	42,000
Supplies	250,000	500	497	3	-
Other	-	690	690	-	-
Total instructional staff support	722,840	422,538	410,769	11,769	42,000
Central services					
Other	-	42,189	41,454	735	-
Student transportation					
Purchased services	-	52,451	48,144	4,307	-
Total vocational programs	1,381,454	1,355,645	1,334,388	21,257	681,724
Capital outlay					
Site Improvement					
Purchased services	-	15,103	15,103	-	-
Total expenditures	1,381,454	1,370,748	1,349,491	21,257	681,724
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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ 49,881	\$ 13,097	\$ 9,300	\$ (3,797)	\$ 6,891
State sources	1,148,102	485,038	472,427	(12,611)	257,630
Federal sources	4,888,837	4,761,642	3,634,930	(1,126,712)	3,619,329
Total revenues	6,086,820	5,259,777	4,116,657	(1,143,120)	3,883,850
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Salaries	643,130	140,830	111,047	29,783	401,257
Benefits	166,200	33,696	27,742	5,954	110,548
Purchased services	74,088	489,752	454,901	34,851	67,610
Supplies	1,469,584	65,587	40,301	25,286	211,090
Property	150,000	-	-	-	-
Other	79,286	1,000	675	325	76,255
Total instruction	2,582,288	730,865	634,666	96,199	866,760
Student support					
Salaries	617,769	911,431	768,880	142,551	539,374
Benefits	215,168	327,773	264,849	62,924	183,973
Purchased services	329,974	353,470	291,478	61,992	278,412
Supplies	170,535	310,330	169,376	140,954	189,390
Property	4,080	5,000	-	5,000	8,993
Other	52,854	17,020	16,323	697	47,798
Total student support	1,390,380	1,925,024	1,510,906	414,118	1,247,940
Instructional staff support					
Salaries	796,548	842,265	620,793	221,472	695,251
Benefits	183,212	204,058	147,253	56,805	184,302
Purchased services	379,407	389,020	301,209	87,811	322,200
Supplies	320,577	459,712	431,795	27,917	313,418
Property	-	46,946	46,946	-	-
Other	54,982	1,147	1,147	-	51,308
Total instructional staff support	1,734,726	1,943,148	1,549,143	394,005	1,566,479
Central services					
Salaries	62,577	27,564	24,121	3,443	-
Benefits	29,591	-	-	-	-
Purchased services	217,204	251,145	189,000	62,145	90,601
Supplies	40,683	-	-	-	-
Property	13,209	-	-	-	-
Other	16,162	132,506	102,934	29,572	11,031
Total central services	379,426	411,215	316,055	95,160	101,632
Operation and maintenance					
Salaries	-	85,745	52,882	32,863	34,279
Benefits	-	40,477	30,617	9,860	20,220
Purchased services	-	14,544	5,300	9,244	3,597
Supplies	-	89,270	9,845	79,425	29,993
Property	-	-	-	-	12,950
Total operation and maintenance	-	230,036	98,644	131,392	101,039
Student transportation					
Purchased services	-	19,489	7,243	12,246	-
Total expenditures	6,086,820	5,259,777	4,116,657	1,143,120	3,883,850
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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ 57,906	\$ 110,025	\$ 61,554	\$ (48,471)	\$ 61,152
State sources	443,951	502,969	498,967	(4,002)	514,413
Federal sources	463,253	336,812	323,480	(13,332)	363,291
Total revenues	965,110	949,806	884,001	(65,805)	938,856
<b>EXPENDITURES</b>					
Current					
Community services programs					
Central services					
Salaries	-	7,239	7,239	-	-
Other	-	29,684	28,930	754	-
Total central services	-	36,923	36,169	754	-
Community services operations					
Salaries	562,472	537,148	518,375	18,773	580,629
Benefits	208,357	211,823	209,089	2,734	191,709
Purchased services	99,801	101,010	80,986	20,024	92,311
Supplies	24,448	62,433	38,937	23,496	17,900
Other	70,032	469	445	24	56,307
Total community services operations	965,110	912,883	847,832	65,051	938,856
Total expenditures	965,110	949,806	884,001	65,805	938,856
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
ADULT EDUCATION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources					
High school diploma program	\$ 1,929,703	\$ 1,929,703	\$ 1,651,604	\$ (278,099)	\$ 2,043,353
<b>EXPENDITURES</b>					
Current					
Adult continuing education programs					
Instruction					
Salaries	737,644	737,644	668,414	69,230	797,570
Benefits	104,856	104,856	115,249	(10,393)	135,535
Purchased services	79,900	59,900	40,412	19,488	14,494
Supplies	109,693	124,093	66,278	57,815	151,358
Property	-	5,600	-	5,600	-
Total instruction	1,032,093	1,032,093	890,353	141,740	1,098,957
Student support					
Salaries	146,987	146,987	144,090	2,897	197,852
Benefits	55,783	55,783	48,498	7,285	64,914
Total student support	202,770	202,770	192,588	10,182	262,766
School administration					
Salaries	305,909	304,909	264,432	40,477	285,988
Benefits	117,544	118,544	92,479	26,065	103,424
Other	87,735	87,735	58,622	29,113	80,478
Total school administration	511,188	511,188	415,533	95,655	469,890
Operation and maintenance					
Salaries	58,117	57,617	57,534	83	55,184
Benefits	26,005	26,505	24,738	1,767	23,185
Purchased services	99,530	99,530	70,858	28,672	133,371
Total operation and maintenance	183,652	183,652	153,130	30,522	211,740
Total expenditures	1,929,703	1,929,703	1,651,604	278,099	2,043,353
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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
<b>REVENUES</b>					
State sources					
Special appropriations	\$ 19,778,058	\$ 19,669,323	\$ 19,669,323	\$ -	\$ 21,115,648
<b>EXPENDITURES</b>					
Current					
Regular programs					
Instruction					
Salaries	14,533,369	14,195,822	14,193,753	2,069	15,469,369
Benefits	5,244,689	5,473,501	5,475,570	(2,069)	5,646,279
Total expenditures	19,778,058	19,669,323	19,669,323	-	21,115,648
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources					
Safe and drug free schools act	\$ 169,178	\$ 151,079	\$ 131,807	\$ (19,272)	\$ 148,400
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Student support					
Salaries	69,916	72,700	71,332	1,368	70,727
Benefits	30,260	36,368	26,600	9,768	24,536
Purchased services	51,915	24,134	17,284	6,850	39,987
Supplies	13,770	14,915	14,007	908	10,240
Other	3,317	-	-	-	2,910
Total student support	169,178	148,117	129,223	18,894	148,400
Central services					
Other	-	2,962	2,584	378	-
Total expenditures	169,178	151,079	131,807	19,272	148,400
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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources	\$ 822,092	\$ 781,226	\$ 781,226	\$ -	\$ 804,777
Federal sources	234,812	246,780	242,104	(4,676)	242,276
Total revenues	1,056,904	1,028,006	1,023,330	(4,676)	1,047,053
<b>EXPENDITURES</b>					
Current					
Special programs					
Instruction					
Salaries	157,587	162,846	160,502	2,344	-
Benefits	35,524	40,226	38,692	1,534	-
Purchased services	-	3,267	2,733	534	-
Supplies	-	15,250	15,238	12	-
Total instruction	193,111	221,589	217,165	4,424	-
Student support					
Salaries	29,714	10,376	10,375	1	28,130
Benefits	9,385	3,815	3,729	86	9,049
Purchased services	3,000	-	-	-	-
Supplies	2,838	-	-	-	10,806
Other	9,759	-	-	-	9,542
Total student support	54,696	14,191	14,104	87	57,527
Central services					
Salaries	-	2,242	2,242	-	-
Other	-	8,758	8,593	165	-
Total central services	-	11,000	10,835	165	-
Total special programs	247,807	246,780	242,104	4,676	57,527
Other instructional programs					
Instruction					
Salaries	456,450	426,786	426,786	-	584,173
Benefits	169,657	173,826	173,826	-	214,405
Purchased services	7,293	1,513	1,513	-	6,051
Supplies	4,930	2,433	2,433	-	4,783
Other	-	55,000	55,000	-	-
Total instruction	638,330	659,558	659,558	-	809,412
Instructional staff support					
Salaries	7,674	-	-	-	7,524
Purchased services	91,463	135	135	-	89,670
Other	71,630	-	-	-	82,920
Total instructional staff support	170,767	135	135	-	180,114

**(CONTINUED)**

**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, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Central services					
Salaries	\$ -	\$ 7,505	\$ 7,505	\$ -	\$ -
Purchased services	-	91,819	91,819	-	-
Other	-	22,209	22,209	-	-
Total central services	-	121,533	121,533	-	-
Total other instructional programs	809,097	781,226	781,226	-	989,526
Total expenditures	1,056,904	1,028,006	1,023,330	4,676	1,047,053
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, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources					
Special appropriation	\$ -	\$ 5,263,879	\$ 5,263,879	\$ -	\$ 3,379,718
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Salaries	-	3,352,018	3,352,018	-	2,789,868
Benefits	-	1,911,861	1,911,861	-	589,850
Total expenditures	-	5,263,879	5,263,879	-	3,379,718
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
 INNOVATION AND REMEDIAL EDUCATION - SPECIAL REVENUE FUND  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources					
Legislative appropriation	\$ -	\$ -	\$ -	\$ -	\$ 8,812,432
<b>EXPENDITURES</b>					
Current					
Regular programs					
Instruction					
Salaries	-	-	-	-	2,992,733
Benefits	-	-	-	-	1,003,217
Purchased services	-	-	-	-	626,958
Supplies	-	-	-	-	288,664
Other	-	-	-	-	95,994
Total regular programs	-	-	-	-	5,007,566
Undistributed expenditures					
Instructional staff support					
Salaries	-	-	-	-	2,176,336
Benefits	-	-	-	-	718,576
Purchased services	-	-	-	-	118,628
Supplies	-	-	-	-	52,326
Other	-	-	-	-	121,354
Total instructional staff support	-	-	-	-	3,187,220
General administration					
Salaries	-	-	-	-	226,746
Benefits	-	-	-	-	115,039
Purchased services	-	-	-	-	258,794
Other	-	-	-	-	17,067
Total general administration	-	-	-	-	617,646
Total undistributed expenditures	-	-	-	-	3,804,866
Total expenditures	-	-	-	-	8,812,432
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
READING IMPROVEMENT - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources					
Reading grants	\$ 300,000	\$ 643,069	\$ 605,972	\$ (37,097)	\$ 1,711,625
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Salaries	200,000	228,542	219,318	9,224	452,751
Benefits	60,000	51,187	47,004	4,183	150,790
Purchased services	20,000	32,563	32,562	1	64,129
Supplies	10,000	114,641	113,453	1,188	640,774
Other	10,000	99,000	99,000	-	-
Total instruction	300,000	525,933	511,337	14,596	1,308,444
Student support					
Salaries	-	5,525	4,165	1,360	36,582
Benefits	-	464	328	136	1,608
Purchased services	-	30,167	28,861	1,306	98,167
Supplies	-	6,337	5,977	360	31,266
Other	-	-	-	-	235,558
Total student support	-	42,493	39,331	3,162	403,181
Instructional staff support					
Salaries	-	9,450	3,120	6,330	-
Benefits	-	138	45	93	-
Purchased services	-	17,115	5,705	11,410	-
Supplies	-	29,546	29,290	256	-
Total instructional staff support	-	56,249	38,160	18,089	-
Central services					
Other	-	18,394	17,144	1,250	-
Total expenditures	300,000	643,069	605,972	37,097	1,711,625
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, 2010  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Contributions	\$ 448,951	\$ 564,115	\$ 303,553	\$ (260,562)	\$ 319,421
Federal sources					
21st Century	2,985,406	2,652,751	2,213,955	(438,796)	2,311,498
Total revenues	3,434,357	3,216,866	2,517,508	(699,358)	2,630,919
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Salaries	1,481,365	1,260,834	1,140,835	119,999	1,216,771
Benefits	322,859	338,996	203,612	135,384	231,848
Purchased services	489,462	289,864	220,151	69,713	366,318
Supplies	218,736	214,338	180,527	33,811	117,265
Other	10,231	3,112	2,681	431	5,132
Total instruction	2,522,653	2,107,144	1,747,806	359,338	1,937,334
Instructional staff support					
Salaries	474,336	199,780	190,792	8,988	429,139
Benefits	108,672	83,483	60,402	23,081	103,204
Purchased services	107,570	66,058	42,917	23,141	49,573
Supplies	102,533	26,694	23,725	2,969	21,417
Other	118,593	1,980	300	1,680	90,252
Total instructional staff support	911,704	377,995	318,136	59,859	693,585
Central services					
Salaries	-	21,660	23,927	(2,267)	-
Benefits	-	-	543	(543)	-
Supplies	-	23,794	23,794	-	-
Other	-	92,555	76,420	16,135	-
Total central services	-	138,009	124,684	13,325	-
Student transportation					
Purchased services	-	29,604	23,329	6,275	-
Total other instructional programs	3,434,357	2,652,752	2,213,955	438,797	2,630,919
Undistributed expenditures					
Instruction					
Salaries	-	282,404	207,741	74,663	-
Benefits	-	51,618	37,309	14,309	-
Purchased services	-	115,904	48,130	67,774	-
Supplies	-	114,162	10,373	103,789	-
Other	-	26	-	26	-
Total undistributed expenditures	-	564,114	303,553	260,561	-
Total expenditures	3,434,357	3,216,866	2,517,508	699,358	2,630,919
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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources					
Title II, Part A	\$ 2,287,285	\$ 2,269,353	\$ 1,911,661	\$ (357,692)	\$ 1,259,840
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instructional staff support					
Salaries	1,126,412	1,110,691	992,461	118,230	529,439
Benefits	302,636	400,173	303,292	96,881	123,499
Purchased services	625,506	455,182	372,443	82,739	470,800
Supplies	131,908	92,697	73,617	19,080	85,381
Other	100,823	4,000	3,625	375	50,721
Total instructional staff support	2,287,285	2,062,743	1,745,438	317,305	1,259,840
Central services					
Salaries	-	79,891	69,031	10,860	-
Benefits	-	21,386	18,802	2,584	-
Purchased services	-	21,000	8,026	12,974	-
Supplies	-	4,500	4,251	249	-
Other	-	79,833	66,113	13,720	-
Total central services	-	206,610	166,223	40,387	-
Total expenditures	2,287,285	2,269,353	1,911,661	357,692	1,259,840
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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources					
Title III - English language acquisition	\$ 1,081,677	\$ 1,171,264	\$ 1,019,232	\$ (152,032)	\$ 1,017,048
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Salaries	599,445	617,792	612,899	4,893	534,392
Benefits	221,188	410,727	271,666	139,061	235,771
Purchased services	114,841	48,169	45,790	2,379	95,664
Supplies	84,278	21,451	19,972	1,479	96,374
Total instruction	1,019,752	1,098,139	950,327	147,812	962,201
Instructional staff support					
Purchased services	34,596	50,160	49,508	652	31,731
Supplies	6,120	-	-	-	4,173
Other	21,209	-	-	-	18,943
Total instructional staff support	61,925	50,160	49,508	652	54,847
Central services					
Other	-	22,965	19,397	3,568	-
Total expenditures	1,081,677	1,171,264	1,019,232	152,032	1,017,048
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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources					
Legislative appropriation	\$ -	\$ 2,238,559	\$ 1,873,073	\$ (365,486)	\$ 2,597,472
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instructional staff support					
Salaries	-	1,278,591	1,055,202	223,389	1,443,695
Benefits	-	406,871	363,079	43,792	429,400
Purchased services	-	133,500	98,450	35,050	445,141
Supplies	-	100,697	54,337	46,360	178,958
Property	-	-	-	-	6,792
Other	-	225,989	221,932	4,057	93,486
Total instructional staff support	-	2,145,648	1,793,000	352,648	2,597,472
Central services					
Salaries	-	21,460	21,460	-	-
Other	-	71,451	58,613	12,838	-
Total central services	-	92,911	80,073	12,838	-
Total expenditures	-	2,238,559	1,873,073	365,486	2,597,472
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
EDUCATION ALLIANCE - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ 409,928	\$ 658,631	\$ 505,991	\$ (152,640)	\$ 422,967
Federal sources	757,005	658,834	533,866	(124,968)	623,848
Total revenues	1,166,933	1,317,465	1,039,857	(277,608)	1,046,815
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Salaries	14,450	132,287	134,646	(2,359)	108
Benefits	-	2,857	2,549	308	10
Purchased services	238,898	-	-	-	138,588
Supplies	117,688	-	-	-	4,914
Other	5,100	-	-	-	201,593
Total instruction	376,136	135,144	137,195	(2,051)	345,213
Instructional staff support					
Purchased services	-	6,750	6,750	-	-
Supplies	-	2,650	2,211	439	-
Other	12,370	-	-	-	12,127
Total instructional staff support	12,370	9,400	8,961	439	12,127
General administration					
Salaries	333,878	332,050	250,090	81,960	-
Benefits	122,203	118,595	95,309	23,286	-
Purchased services	244,021	198,825	180,204	18,621	-
Supplies	23,055	15,694	13,708	1,986	-
Other	40,990	3,935	3,875	60	-
Total general administration	764,147	669,099	543,186	125,913	-
Central services					
Salaries	3,208	-	-	-	2,362
Benefits	272	-	-	-	193
Purchased services	9,649	-	-	-	7,467
Supplies	1,151	-	-	-	3,375
Other	-	22,303	17,848	4,455	-
Total central services	14,280	22,303	17,848	4,455	13,397
Student transportation					
Purchased services	-	17,500	15,800	1,700	-
Total other instructional programs	1,166,933	853,446	722,990	130,456	370,737

**(CONTINUED)**

**WASHOE COUNTY SCHOOL DISTRICT**  
**EDUCATION ALLIANCE - SPECIAL REVENUE FUND**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Undistributed expenditures					
Student support					
Salaries	\$ -	\$ 10,563	\$ 2,550	\$ 8,013	\$ 288,293
Benefits	-	225	201	24	109,934
Purchased services	-	236,340	46,418	189,922	179,039
Supplies	-	71,391	103,349	(31,958)	22,444
Other	-	145,500	164,349	(18,849)	76,368
Total student support	-	464,019	316,867	147,152	676,078
Total expenditures	1,166,933	1,317,465	1,039,857	277,608	1,046,815
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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Foundations	\$ 1,322,274	\$ 891,694	\$ 679,134	\$ (212,560)	\$ 1,076,986
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Salaries	461,926	213,277	150,292	62,985	381,008
Benefits	37,183	5,352	18,710	(13,358)	23,888
Purchased services	37,251	4,897	3,829	1,068	18,491
Supplies	372,308	134,151	99,028	35,123	327,475
Property	306	-	-	-	-
Other	-	3,000	3,000	-	7,000
Total instruction	908,974	360,677	274,859	85,818	757,862
Student support					
Salaries	12,823	1,938	1,891	47	10,173
Benefits	1,823	314	306	8	1,737
Purchased services	89,072	34,115	22,415	11,700	65,661
Supplies	240,633	166,172	133,860	32,312	212,360
Property	41,310	5,198	5,198	-	7,500
Other	10,240	317	317	-	9,035
Total student support	395,901	208,054	163,987	44,067	306,466
Instructional staff support					
Salaries	796	8,008	960	7,048	-
Benefits	82	559	7	552	-
Purchased services	13,260	12,480	80	12,400	10,638
Supplies	226	262,298	211,672	50,626	128
Total instructional staff support	14,364	283,345	212,719	70,626	10,766
Central services					
Purchased services	2,082	18,000	17,951	49	1,892
Supplies	953	-	-	-	-
Other	-	12,000	-	12,000	-
Total central services	3,035	30,000	17,951	12,049	1,892
Operation and maintenance					
Supplies	-	1,083	1,083	-	-
Student transportation					
Purchased services	-	8,535	8,535	-	-
Total expenditures	1,322,274	891,694	679,134	212,560	1,076,986
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
FULL DAY KINDERGARTEN - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
State sources					
Legislative appropriation	\$ -	\$ 4,741,800	\$ 4,741,800	\$ -	\$ 4,919,292
<b>EXPENDITURES</b>					
Current					
Other instructional programs					
Instruction					
Salaries	-	3,192,868	3,192,868	-	3,500,083
Benefits	-	1,548,932	1,548,932	-	1,419,209
Total expenditures	-	4,741,800	4,741,800	-	4,919,292
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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Federal sources					
Medicaid	\$ 250,000	\$ 887,897	\$ 85,450	\$ (802,447)	\$ 703,171
<b>EXPENDITURES</b>					
Current					
Special programs					
Instruction					
Purchased services	-	-	-	-	242,881
Supplies	-	-	31,213	(31,213)	2,659
Property	-	-	-	-	6,240
Other	-	-	-	-	21,389
Total instruction	-	-	31,213	(31,213)	273,169
Student support					
Salaries	63,418	887,897	-	887,897	61,400
Benefits	14,646	-	-	-	13,690
Purchased services	-	-	267,978	(267,978)	-
Supplies	-	-	1,426	(1,426)	-
Total student support	78,064	887,897	269,404	618,493	75,090
Instructional staff support					
Supplies	-	-	30,825	(30,825)	-
School administration					
Salaries	-	-	79,673	(79,673)	-
Benefits	-	-	27,172	(27,172)	-
Purchased services	242,936	-	-	-	-
Supplies	18,000	-	-	-	-
Total school administration	260,936	-	106,845	(106,845)	-
Central services					
Salaries	-	-	56,608	(56,608)	-
Benefits	-	-	15,845	(15,845)	-
Purchased services	-	-	15,777	(15,777)	-
Total central services	-	-	88,230	(88,230)	-
Total expenditures	339,000	887,897	526,517	361,380	-
Net change in fund balances	(89,000)	-	(441,067)	(441,067)	354,912
<b>FUND BALANCE, July 1</b>	<b>339,000</b>	<b>802,448</b>	<b>802,448</b>	<b>-</b>	<b>447,536</b>
<b>FUND BALANCE, June 30</b>	<b>\$ 250,000</b>	<b>\$ 802,448</b>	<b>\$ 361,381</b>	<b>\$ (441,067)</b>	<b>\$ 802,448</b>

**WASHOE COUNTY SCHOOL DISTRICT  
AMERICAN REINVESTMENT AND RECOVERY ACT (ARRA) - TITLE I  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010**

	2010 BUDGET		2010	
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET
<b>REVENUES</b>				
Federal sources				
ARRA - Title I	\$ 5,000,000	\$ 6,156,227	\$ 3,932,757	\$ (2,223,470)
<b>EXPENDITURES</b>				
Current				
Other instructional programs				
Instruction				
Salaries	2,500,000	3,013,907	2,513,107	500,800
Benefits	800,000	1,122,195	827,039	295,156
Purchased services	553,000	15,335	7,268	8,067
Supplies	700,000	42,144	16,294	25,850
Other	50,000	79,074	79,074	-
Total instruction	4,603,000	4,272,655	3,442,782	829,873
Student support				
Salaries	-	90,591	13,440	77,151
Benefits	-	28,193	637	27,556
Purchased services	-	12,223	1,000	11,223
Total student support	-	131,007	15,077	115,930
Instructional staff support				
Salaries	100,000	695,548	48,448	647,100
Benefits	32,000	236,197	3,052	233,145
Purchased services	40,000	183,746	91,501	92,245
Supplies	25,000	35,756	11,414	24,342
Other	200,000	5,000	-	5,000
Total instructional staff support	397,000	1,156,247	154,415	1,001,832
General administration				
Salaries	-	213,980	72,084	141,896
Benefits	-	52,044	15,849	36,195
Purchased services	-	38,000	24,146	13,854
Supplies	-	18,986	11,985	7,001
Total general administration	-	323,010	124,064	198,946
Central services				
Salaries	-	58,837	58,837	-
Other	-	213,671	136,782	76,889
Total central services	-	272,508	195,619	76,889
Student transportation				
Purchased services	-	800	800	-
Total expenditures	5,000,000	6,156,227	3,932,757	2,223,470
Net change in fund balances	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
 AMERICAN REINVESTMENT AND RECOVERY ACT (ARRA) - SPECIAL EDUCATION  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2010**

	2010 BUDGET		2010	
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET
<b>REVENUES</b>				
Federal sources				
ARRA - Special education	\$ 2,562,995	\$ 10,464,154	\$ 7,897,143	\$ (2,567,011)
<b>EXPENDITURES</b>				
Current				
Special programs				
Instruction				
Salaries	-	5,761,794	4,552,494	1,209,300
Benefits	-	2,154,113	1,830,072	324,041
Purchased services	-	18,475	17,875	600
Supplies	-	547,948	319,076	228,872
Property	-	15,964	15,964	-
Total instruction	-	8,498,294	6,735,481	1,762,813
Student support				
Salaries	27,329	288,308	138,046	150,262
Benefits	-	104,326	47,379	56,947
Purchased services	-	100,000	-	100,000
Supplies	-	12,053	12,053	-
Other	298,149	619,272	450,494	168,778
Total student support	325,478	1,123,959	647,972	475,987
Instructional staff support				
Salaries	4,386	40,795	30,115	10,680
Benefits	1,173	1,486	563	923
Purchased services	-	276,530	97,772	178,758
Supplies	7,462	72,577	17,840	54,737
Other	2,224,496	10,000	5,000	5,000
Total instructional staff support	2,237,517	401,388	151,290	250,098
Central services				
Salaries	-	100,252	100,252	-
Other	-	340,261	262,148	78,113
Total central services	-	440,513	362,400	78,113
Total expenditures	2,562,995	10,464,154	7,897,143	2,567,011
Net change in fund balances	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
AMERICAN REINVESTMENT AND RECOVERY ACT (ARRA) - OTHER  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010**

	2010 BUDGET		2010	
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET
<b>REVENUES</b>				
Federal sources				
ARRA - Other	\$ -	\$ 4,034,895	\$ 2,425,852	\$ (1,609,043)
<b>EXPENDITURES</b>				
Current				
Other instructional programs				
Instruction				
Salaries	-	227,949	227,949	-
Benefits	-	73,284	73,284	-
Purchased services	-	38,561	38,561	-
Supplies	-	307,610	305,855	1,755
Other	-	441	441	-
Total instruction	-	647,845	646,090	1,755
Student support				
Salaries	-	45,404	33,382	12,022
Benefits	-	17,843	8,219	9,624
Purchased services	-	89,621	63,599	26,022
Supplies	-	15,251	13,632	1,619
Other	-	3,000	2,635	365
Total student support	-	171,119	121,467	49,652
Instructional staff support				
Salaries	-	203,073	67,997	135,076
Benefits	-	49,390	22,361	27,029
Purchased services	-	166,653	56,425	110,228
Supplies	-	60,500	23,826	36,674
Total instructional staff support	-	479,616	170,609	309,007
Central services				
Salaries	-	1,283	1,283	-
Supplies	-	467,923	426,247	41,676
Total central services	-	469,206	427,530	41,676
Operation and maintenance				
Purchased services	-	332,000	-	332,000
Supplies	-	57,600	6,395	51,205
Property	-	110,400	25,461	84,939
Total operation and maintenance	-	500,000	31,856	468,144
Student transportation				
Purchased services	\$ -	\$ 298	\$ 169	\$ 129
Nutrition services operations				
Property	-	325,635	325,635	-
Total other instructional programs	-	2,593,719	1,723,356	870,363

**(CONTINUED)**

**WASHOE COUNTY SCHOOL DISTRICT  
 AMERICAN REINVESTMENT AND RECOVERY ACT (ARRA) - OTHER  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 2010**

	<u>2010 BUDGET</u>		<u>2010</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
Capital outlay				
Architecture and engineering				
Purchased services	-	70,132	54,250	15,882
Site improvement				
Purchased services	-	1,369,135	646,337	722,798
Supplies	-	1,592	1,592	-
Other	-	317	317	-
Total site improvement	-	1,371,044	648,246	722,798
Total capital outlay	-	1,441,176	702,496	738,680
Total expenditures	-	4,034,895	2,425,852	1,609,043
<b>FUND BALANCE, July 1</b>	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
CATEGORICAL GRANTS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ -	\$ 831,150	\$ 725,802	\$ (105,348)	\$ 695,807
<b>EXPENDITURES</b>					
Current					
Regular programs					
Instruction					
Salaries	-	704,700	567,445	137,255	544,678
Benefits	-	98,050	140,271	(42,221)	124,619
Total regular programs	-	802,750	707,716	95,034	669,297
Undistributed expenditures					
Instructional staff support					
Salaries	-	4,000	2,660	1,340	2,570
Benefits	-	-	618	(618)	598
Total instructional staff support	-	4,000	3,278	722	3,168
Operation and maintenance					
Salaries	-	23,000	9,560	13,440	15,829
Benefits	-	1,400	5,248	(3,848)	7,513
Total operation and maintenance	-	24,400	14,808	9,592	23,342
Total undistributed expenditures	-	28,400	18,086	10,314	26,510
Total expenditures	-	831,150	725,802	105,348	695,807
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
COMMUNITY EDUCATION - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ 198,167	\$ 339,200	\$ 335,279	\$ (3,921)	\$ 368,205
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
School administration					
Salaries	107,008	-	1,384	(1,384)	122,054
Benefits	33,480	-	378	(378)	41,384
Total school administration	140,488	-	1,762	(1,762)	163,438
Community services programs					
Salaries	61,794	242,066	239,443	2,623	105,254
Benefits	5,087	65,795	55,176	10,619	5,937
Purchased services	2,932	118,248	112,919	5,329	112,062
Supplies	3,009	9,164	5,630	3,534	6,658
Other	2,000	-	1,280	(1,280)	9
Total community services programs	74,822	435,273	414,448	20,825	229,920
Total expenditures	215,310	435,273	416,210	19,063	393,358
Net change in fund balances	(17,143)	(96,073)	(80,931)	15,142	(25,153)
<b>FUND BALANCE, July 1</b>	17,143	227,635	227,635	-	252,788
<b>FUND BALANCE, June 30</b>	\$ -	\$ 131,562	\$ 146,704	\$ 15,142	\$ 227,635

**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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ -	\$ 980,683	\$ 674,113	\$ (306,570)	\$ 489,238
<b>EXPENDITURES</b>					
Current					
Regular programs					
Instruction					
Salaries	-	135,773	69,228	66,545	104,397
Benefits	-	-	4,386	(4,386)	14,105
Purchased services	-	158,031	31,304	126,727	185,831
Supplies	-	49,516	20,959	28,557	230,683
Other	-	25,750	30,104	(4,354)	16,433
Total regular programs	-	369,070	155,981	213,089	551,449
Special programs					
Instruction					
Salaries	-	17,760	6,697	11,063	-
Benefits	-	-	315	(315)	-
Purchased services	-	-	10,435	(10,435)	-
Supplies	-	42,478	6,169	36,309	-
Property	-	-	8,941	(8,941)	-
Other	-	-	3,160	(3,160)	-
Total instruction	-	60,238	35,717	24,521	-
Instructional staff support					
Supplies	-	218	-	218	-
Community services operations					
Salaries	-	16,970	(5,710)	22,680	-
Benefits	-	-	1,242	(1,242)	-
Purchased services	-	-	2,381	(2,381)	-
Supplies	-	-	862	(862)	-
Other	-	-	110	(110)	-
Total community services operations	-	16,970	(1,115)	18,085	-
Total special programs	-	77,426	34,602	42,824	-
Undistributed expenditures					
Student support					
Salaries	-	43,121	6,193	36,928	-
Benefits	-	-	151	(151)	-
Purchased services	-	63,536	87,315	(23,779)	-
Supplies	-	271,252	50,348	220,904	-
Other	-	8,471	31,138	(22,667)	-
Total student support	-	386,380	175,145	211,235	-

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
GIFTS AND DONATIONS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Instructional staff support					
Salaries	\$ -	\$ 42,861	\$ 42,005	\$ 856	\$ -
Benefits	-	-	856	(856)	-
Supplies	-	43,669	5,500	38,169	-
Total instructional staff support	-	86,530	48,361	38,169	-
Central services					
Salaries	-	-	(766)	766	-
Benefits	-	-	32	(32)	-
Purchased services	-	42,877	11,172	31,705	-
Supplies	-	-	10,118	(10,118)	-
Other	-	-	525	(525)	-
Total central services	-	42,877	21,081	21,796	-
Operation and maintenance					
Supplies	-	18,400	5,642	12,758	-
Total undistributed expenditures	-	534,187	250,229	283,958	-
Capital outlay					
Building improvements					
Purchased services	-	-	-	-	539,088
Property	-	-	-	-	553
Other	-	-	-	-	5,475
Total building improvements	-	-	-	-	545,116
Site improvement					
Purchased services	-	-	-	-	39,275
Other	-	-	-	-	550
Total site improvement	-	-	-	-	39,825
Total capital outlay	-	-	-	-	584,941
Total expenditures	-	980,683	440,812	539,871	1,136,390
Net change in fund balances	-	-	233,301	233,301	(647,152)
<b>FUND BALANCE, July 1</b>	-	810,950	810,950	-	1,458,102
<b>FUND BALANCE, June 30</b>	\$ -	\$ 810,950	\$ 1,044,251	\$ 233,301	\$ 810,950

**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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
<b>REVENUES</b>					
Local sources	\$ 20,000	\$ 20,000	\$ 15,691	\$ (4,309)	\$ 170,701
<b>OTHER FINANCING SOURCES (USES)</b>					
Transfers out	(6,500,000)	(6,500,000)	(6,500,000)	-	(3,000,000)
Net change in fund balances	(6,480,000)	(6,480,000)	(6,484,309)	(4,309)	(2,829,299)
<b>FUND BALANCE, July 1</b>	<u>8,244,633</u>	<u>8,244,633</u>	<u>8,715,334</u>	<u>470,701</u>	<u>11,544,633</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 1,764,633</u>	<u>\$ 1,764,633</u>	<u>\$ 2,231,025</u>	<u>\$ 466,392</u>	<u>\$ 8,715,334</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, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
<b>OTHER FINANCING (USES)</b>					
Transfers out	\$ -	\$ -	\$ -	\$ -	\$ (38,860)
<b>FUND BALANCE, July 1</b>	-	-	-	-	38,860
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**WASHOE COUNTY SCHOOL DISTRICT  
WELLNESS - SPECIAL REVENUE FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources	\$ 350,000	\$ 350,000	\$ 389,397	\$ 39,397	\$ 390,408
<b>EXPENDITURES</b>					
Undistributed expenditures					
General administration					
Salaries	85,000	145,000	104,076	40,924	104,460
Benefits	343,000	49,500	39,253	10,247	283,511
Purchased services	26,000	240,000	136,226	103,774	4,410
Supplies	1,000	20,500	31,364	(10,864)	4,049
Property	-	-	-	-	5,062
Other	-	-	292	(292)	423
Total expenditures	455,000	455,000	311,211	143,789	401,915
Net change in fund balances	(105,000)	(105,000)	78,186	183,186	(11,507)
<b>FUND BALANCE, July 1</b>	311,011	311,011	533,220	222,209	544,727
<b>FUND BALANCE, June 30</b>	\$ 206,011	\$ 206,011	\$ 611,406	\$ 405,395	\$ 533,220

# Debt Service

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## 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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Ad valorem taxes	\$ 55,945,530	\$ 55,945,530	\$ 57,629,191	\$ 1,683,661	\$ 58,121,673
Earnings on investments	1,143,975	1,655,113	2,381,478	726,365	2,727,691
Net increase in the fair value of investments	-	-	844,519	844,519	1,565,814
Total revenues	<u>57,089,505</u>	<u>57,600,643</u>	<u>60,855,188</u>	<u>3,254,545</u>	<u>62,415,178</u>
<b>EXPENDITURES</b>					
Debt service					
Principal	33,609,116	58,179,116	43,609,116	14,570,000	32,747,389
Interest	24,367,724	25,325,838	25,444,338	(118,500)	24,035,406
Bond issuance costs	-	152,133	133,919	18,214	-
Other	100,000	100,000	8,250	91,750	11,698
Total expenditures	<u>58,076,840</u>	<u>83,757,087</u>	<u>69,195,623</u>	<u>14,561,464</u>	<u>56,794,493</u>
Excess of revenues over expenditures	<u>(987,335)</u>	<u>(26,156,444)</u>	<u>(8,340,435)</u>	<u>17,816,009</u>	<u>5,620,685</u>
<b>OTHER FINANCING SOURCES (USES)</b>					
Proceeds of refunding bonds	-	14,722,133	13,700,000	(1,022,133)	-
Premium on bonds sold	-	-	1,022,133	1,022,133	-
Payment to refunded bonds escrow agent	-	-	(14,570,000)	(14,570,000)	-
Transfers in	3,619,477	3,619,477	3,619,477	-	3,939,027
Total other financing sources (uses)	<u>3,619,477</u>	<u>18,341,610</u>	<u>3,771,610</u>	<u>(14,570,000)</u>	<u>3,939,027</u>
Net change in fund balances	2,632,142	(7,814,834)	(4,568,825)	3,246,009	9,559,712
<b>FUND BALANCE, July 1</b>	<u>68,293,702</u>	<u>72,729,891</u>	<u>72,729,891</u>	<u>-</u>	<u>63,170,179</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 70,925,844</u>	<u>\$ 64,915,057</u>	<u>\$ 68,161,066</u>	<u>\$ 3,246,009</u>	<u>\$ 72,729,891</u>



# Capital Projects Funds

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:

**Government Services Tax Fund:**

To account for capital projects funded with Government Services Taxes.

**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.

**WASHOE COUNTY SCHOOL DISTRICT  
2010 WASHOE COUNTY RECOVERY ZONE ECONOMIC DEVELOPMENT BOND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010**

	<u>2010 BUDGET</u>		<u>2010</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Local sources				
Earnings on investments	\$ -	\$ -	\$ 6,488	\$ 6,488
<b>EXPENDITURES</b>				
Current				
Undistributed expenditures				
Central services				
Purchased services	-	150,000	-	150,000
Capital outlay, facilities acquisition and construction				
Architecture and engineering services				
Purchased services	-	500,000	-	500,000
Building improvements				
Purchased services	-	9,615,000	432,186	9,182,814
Other	-	-	3,950	(3,950)
Total building improvements	-	9,615,000	436,136	9,178,864
Total capital outlay, facilities acquisition and construction	-	10,115,000	436,136	9,678,864
Debt service				
Bond issuance costs	-	250,000	120,710	129,290
Total expenditures	-	10,515,000	556,846	9,958,154
Excess (deficiency) of revenues over expenditures	-	(10,515,000)	(550,358)	9,964,642
<b>OTHER FINANCING SOURCES</b>				
Bonds issued	-	10,515,000	10,515,000	-
Net change in fund balances	-	-	9,964,642	9,964,642
<b>FUND BALANCE, July 1</b>	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 9,964,642	\$ 9,964,642

**WASHOE COUNTY SCHOOL DISTRICT  
2009B WASHOE COUNTY RECOVERY ZONE ECONOMIC DEVELOPMENT BOND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010**

	<u>2010 BUDGET</u>		<u>2010</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Local sources				
Earnings on investments	\$ -	\$ -	\$ 25,982	\$ 25,982
<b>EXPENDITURES</b>				
Current				
Undistributed expenditures				
Central services				
Purchased services	-	-	4,588	(4,588)
Capital outlay, facilities acquisition and construction				
Site improvement				
Purchased services	-	4,000,000	-	4,000,000
Building improvements				
Purchased services	-	10,500,000	219,343	10,280,657
Supplies	-	-	1,410	(1,410)
Total building improvements	-	10,500,000	220,753	10,279,247
Total capital outlay, facilities acquisition and construction	-	14,500,000	220,753	14,279,247
Debt service				
Bond issuance costs	-	500,000	128,625	371,375
Total expenditures	-	15,000,000	353,966	14,646,034
Excess (deficiency) of revenues over expenditures	-	(15,000,000)	(327,984)	14,672,016
<b>OTHER FINANCING SOURCES</b>				
Bonds issued	-	15,000,000	15,000,000	-
Net change in fund balances	-	-	14,672,016	14,672,016
<b>FUND BALANCE, July 1</b>	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 14,672,016	\$ 14,672,016

**WASHOE COUNTY SCHOOL DISTRICT  
2009B CITY OF RENO RECOVERY ZONE ECONOMIC DEVELOPMENT BOND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010**

	<u>2010 BUDGET</u>		<u>2010</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Local sources				
Earnings on investments	\$ -	\$ -	\$ 40,528	\$ 40,528
<b>EXPENDITURES</b>				
Current				
Undistributed expenditures				
Central services				
Purchased services	-	-	6,712	(6,712)
Capital outlay, facilities acquisition and construction				
Architecture and engineering services				
Purchased services	-	100,000	-	100,000
Site improvement				
Purchased services	-	4,500,000	-	4,500,000
Building improvements				
Purchased services	-	16,830,000	1,882,957	14,947,043
Supplies	-	-	223,978	(223,978)
Property	-	-	208,053	(208,053)
Other	-	-	4,010	(4,010)
Total building improvements	-	16,830,000	2,318,998	14,511,002
Total capital outlay, facilities acquisition and construction	-	21,430,000	2,318,998	19,111,002
Debt service				
Bond issuance costs	-	500,000	188,186	311,814
Total expenditures	-	21,930,000	2,513,896	19,416,104
Excess (deficiency) of revenues over expenditures	-	(21,930,000)	(2,473,368)	19,456,632
<b>OTHER FINANCING SOURCES</b>				
Bonds issued	-	21,930,000	21,930,000	-
Net change in fund balances	-	-	19,456,632	19,456,632
<b>FUND BALANCE, July 1</b>	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 19,456,632	\$ 19,456,632

**WASHOE COUNTY SCHOOL DISTRICT  
2010 QUALIFIED SCHOOL CONSTRUCTION BONDS (QSCB)  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010**

	<u>2010 BUDGET</u>		<u>2010</u>	
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>
<b>REVENUES</b>				
Local sources				
Earnings on investments	\$ -	\$ -	\$ 764	\$ 764
<b>EXPENDITURES</b>				
Capital outlay, facilities acquisition and construction				
Architecture and engineering services				
Purchased services	-	100,000	29,435	70,565
Site improvement				
Purchased services	-	150,000	-	150,000
Building improvements				
Purchased services	-	3,000,000	645,010	2,354,990
Supplies	-	29,000	-	29,000
Property	-	50,000	-	50,000
Other	-	150,000	-	150,000
Total building improvements	-	3,229,000	645,010	2,583,990
Total capital outlay, facilities acquisition and construction	-	3,479,000	674,445	2,804,555
Debt service				
Bond issuance costs	-	71,000	18,045	52,955
Total expenditures	-	3,550,000	692,490	2,857,510
Excess (deficiency) of revenues over expenditures	-	(3,550,000)	(691,726)	2,858,274
<b>OTHER FINANCING SOURCES</b>				
Bonds issued	-	-	3,550,000	3,550,000
Net change in fund balances	-	(3,550,000)	2,858,274	6,408,274
<b>FUND BALANCE, July 1</b>	-	3,550,000	-	3,550,000
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 2,858,274	\$ 9,958,274

**WASHOE COUNTY SCHOOL DISTRICT  
2009 BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ -	\$ 66,427	\$ 66,427	\$ 104,223
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Salaries	-	100,000	105,646	(5,646)	-
Benefits	-	30,000	36,271	(6,271)	-
Purchased services	6,540,662	1,410,662	28,327	1,382,335	-
Supplies	-	-	5,956	(5,956)	-
Property	-	-	247,251	(247,251)	-
Total undistributed expenditures	6,540,662	1,540,662	423,451	1,117,211	-
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Salaries	-	300,000	-	300,000	-
Benefits	-	100,000	-	100,000	-
Purchased services	1,194,523	4,679,750	1,158,284	3,521,466	525,913
Supplies	-	300,000	-	300,000	-
Other	-	300,000	15,031	284,969	-
Total architecture and engineering services	1,194,523	5,679,750	1,173,315	4,506,435	525,913
Building acquisition and construction					
Purchased services	2,742,750	2,742,750	235,099	2,507,651	-
Site improvement					
Purchased services	936,349	7,570,125	693,960	6,876,165	427,192
Property	-	-	4,769	(4,769)	-
Total site improvement	936,349	7,570,125	698,729	6,871,396	427,192
Building improvements					
Salaries	-	600,000	241,117	358,883	2,361
Benefits	-	154,930	70,075	84,855	708
Purchased services	15,073,577	22,153,706	12,806,739	9,346,967	1,697,154
Supplies	10,165	939,861	3,582,169	(2,642,308)	-
Property	679,376	699,376	1,136,597	(437,221)	25,917
Other	-	10,000	74,415	(64,415)	42,649
Total building improvements	15,763,118	24,557,873	17,911,112	6,646,761	1,768,789
Total capital outlay, facilities acquisition and construction	20,636,740	40,550,498	20,018,255	20,532,243	2,721,894

(CONTINUED)

**WASHOE COUNTY SCHOOL DISTRICT  
2009 BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
Debt service					
Bond issuance costs	\$ -	\$ -	\$ -	\$ -	\$ 629,331
Total expenditures	<u>27,177,402</u>	<u>42,091,160</u>	<u>20,441,706</u>	<u>21,649,454</u>	<u>3,351,225</u>
Excess (deficiency) of revenues over expenditures	<u>(27,177,402)</u>	<u>(42,091,160)</u>	<u>(20,375,279)</u>	<u>21,715,881</u>	<u>(3,247,002)</u>
<b>OTHER FINANCING SOURCES</b>					
Bonds issued	-	-	-	-	45,000,000
Bond premium	-	-	-	-	338,162
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>45,338,162</u>
Net change in fund balances	<u>(27,177,402)</u>	<u>(42,091,160)</u>	<u>(20,375,279)</u>	<u>21,715,881</u>	<u>42,091,160</u>
<b>FUND BALANCE, July 1</b>	<u>27,177,402</u>	<u>42,091,160</u>	<u>42,091,160</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 21,715,881</u>	<u>\$ 21,715,881</u>	<u>\$ 42,091,160</u>

**WASHOE COUNTY SCHOOL DISTRICT  
2008 BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ -	\$ 237,358	\$ 237,358	\$ 1,022,156
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Salaries	-	800,000	1,191,072	(391,072)	-
Benefits	-	190,070	406,972	(216,902)	-
Purchased services	58,995	758,995	186,135	572,860	182,412
Supplies	350,935	950,935	387,190	563,745	3,858
Property	-	-	5,873	(5,873)	503,443
Total undistributed expenditures	409,930	2,700,000	2,177,242	522,758	689,713
Capital outlay, facilities acquisition and construction					
Land acquisition					
Property	-	50,000	-	50,000	-
Architecture and engineering services					
Salaries	-	100,000	51,744	48,256	4,468
Benefits	-	30,000	12,734	17,266	1,340
Purchased services	1,612,273	1,870,000	1,212,552	657,448	2,553,096
Other	-	-	1,771	(1,771)	-
Total architecture and engineering services	1,612,273	2,000,000	1,278,801	721,199	2,558,904
Building acquisition and construction					
Salaries	-	500,000	-	500,000	10,944
Benefits	-	120,000	24,653	95,347	3,283
Purchased services	4,845,954	5,480,000	5,745,033	(265,033)	12,230,144
Supplies	1,091,272	1,400,000	1,700,089	(300,089)	477,366
Property	304,122	1,000,000	425,528	574,472	1,582,822
Other	-	-	16	(16)	21,022
Total building acquisition and construction	6,241,348	8,500,000	7,895,319	604,681	14,325,581
Site improvement					
Salaries	-	-	82	(82)	3,686
Benefits	-	-	24	(24)	1,106
Purchased services	330	1,030,000	606,875	423,125	3,515,878
Supplies	-	-	12	(12)	-
Property	-	500,000	25,603	474,397	-
Other	-	-	5,717	(5,717)	1,292
Total site improvement	330	1,530,000	638,313	891,687	3,521,962

**(CONTINUED)**

**WASHOE COUNTY SCHOOL DISTRICT  
2008 BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
Building improvements					
Salaries	\$ -	\$ 700,000	\$ 280,776	\$ 419,224	\$ 150,861
Benefits	-	70,000	63,744	6,256	46,314
Purchased services	2,827,118	8,220,000	3,281,293	4,938,707	5,600,931
Supplies	6,733	1,136,733	625,344	511,389	51
Property	-	1,008,425	9,914	998,511	1,161,114
Other	-	-	13,538	(13,538)	108,324
Total building improvements	<u>2,833,851</u>	<u>11,135,158</u>	<u>4,274,609</u>	<u>6,860,549</u>	<u>7,067,595</u>
Total capital outlay, facilities acquisition and construction	<u>10,687,802</u>	<u>23,215,158</u>	<u>14,087,042</u>	<u>9,128,116</u>	<u>27,474,042</u>
Total expenditures	<u>11,097,732</u>	<u>25,915,158</u>	<u>16,264,284</u>	<u>9,650,874</u>	<u>28,163,755</u>
Net change in fund balances	(11,097,732)	(25,915,158)	(16,026,926)	9,888,232	(27,141,599)
<b>FUND BALANCE, July 1</b>	<u>11,097,732</u>	<u>25,915,158</u>	<u>25,915,158</u>	<u>-</u>	<u>53,056,757</u>
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,888,232</u>	<u>\$ 9,888,232</u>	<u>\$ 25,915,158</u>

**WASHOE COUNTY SCHOOL DISTRICT  
2007 BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ -	\$ 47,803	\$ 47,803	\$ 1,441,878
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Salaries	-	100,000	83,468	16,532	1,043,325
Benefits	-	30,000	22,982	7,018	313,061
Purchased services	17,705	1,750,000	662,341	1,087,659	259,662
Supplies	21,472	1,320,000	439,618	880,382	21,649
Property	-	800,000	295,456	504,544	66,790
Other	-	-	1,931	(1,931)	3,384
Total undistributed expenditures	39,177	4,000,000	1,505,796	2,494,204	1,707,871
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Salaries	-	373,366	23,067	350,299	4,791
Benefits	-	75,000	6,920	68,080	1,438
Purchased services	163,153	5,351,634	1,247,230	4,104,404	261,431
Other	-	-	29,584	(29,584)	924
Total architecture and engineering services	163,153	5,800,000	1,306,801	4,493,199	268,584
Building acquisition and construction					
Salaries	-	-	7,972	(7,972)	352
Benefits	-	-	2,400	(2,400)	105
Purchased services	801,875	2,200,000	1,950,743	249,257	29,249,736
Supplies	-	-	5,876	(5,876)	-
Total building acquisition and construction	801,875	2,200,000	1,966,991	233,009	29,250,193
Site improvement					
Salaries	-	-	-	-	175
Benefits	-	-	-	-	52
Purchased services	-	600,000	750	599,250	3,938
Total site improvement	-	600,000	750	599,250	4,165
Building improvements					
Salaries	-	750,000	55,542	694,458	10,247
Benefits	-	150,000	16,663	133,337	3,074
Purchased services	125,805	8,854,136	488,620	8,365,516	1,048,665
Supplies	1,192	2,001,192	1,948	1,999,244	1,917
Property	-	142,199	114,195	28,004	450,511
Other	-	149,024	2,998	146,026	2,140
Total building improvements	126,997	12,046,551	679,966	11,366,585	1,516,554

**(CONTINUED)**

**WASHOE COUNTY SCHOOL DISTRICT  
2007 BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
Total capital outlay, facilities acquisition and construction	\$ 1,092,025	\$ 20,646,551	\$ 3,954,508	\$ 16,692,043	\$ 31,039,496
Total expenditures	1,131,202	24,646,551	5,460,304	19,186,247	32,747,367
Net change in fund balances	(1,131,202)	(24,646,551)	(5,412,501)	19,234,050	(31,305,489)
<b>FUND BALANCE, July 1</b>	<u>1,131,202</u>	<u>24,646,551</u>	<u>24,646,551</u>	<u>-</u>	<u>55,952,040</u>
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 19,234,050</u>	<u>\$ 19,234,050</u>	<u>\$ 24,646,551</u>

**WASHOE COUNTY SCHOOL DISTRICT  
2006 BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ -	\$ 8,156	\$ 8,156	\$ 408,663
Other	-	-	22,951	22,951	-
Total revenues	-	-	31,107	31,107	408,663
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Purchased services	25,512	50,000	5,314	44,686	78,403
Capital outlay, facilities acquisition and construction					
Land acquisition					
Purchased services	17,517	-	-	-	25,814
Property	-	500,000	291,145	208,855	-
Total land acquisition	17,517	500,000	291,145	208,855	25,814
Architecture and engineering services					
Salaries	-	250,000	774	249,226	49,989
Benefits	-	70,000	126	69,874	14,997
Purchased services	1,083,618	930,000	982,448	(52,448)	1,319,728
Other	-	-	2,808	(2,808)	32,136
Total architecture and engineering services	1,083,618	1,250,000	986,156	263,844	1,416,850
Building acquisition and construction					
Purchased services	-	250,000	69,338	180,662	37,123
Supplies	-	-	8,441	(8,441)	-
Property	-	-	-	-	113,706
Other	-	-	-	-	2,340
Total building acquisition and construction	-	250,000	77,779	172,221	153,169
Site improvement					
Salaries	-	-	-	-	3,162
Benefits	-	-	-	-	949
Purchased services	3,370	150,000	678	149,322	625,283
Total site improvement	3,370	150,000	678	149,322	629,394
Building improvements					
Salaries	-	520,000	87,570	432,430	153,822
Benefits	-	110,000	26,377	83,623	42,006
Purchased services	685,430	2,250,000	1,689,441	560,559	3,248,145
Supplies	97,208	500,000	72,281	427,719	414,218
Property	-	-	58,695	(58,695)	2,116,191
Other	-	40,975	490	40,485	15,434
Total building improvements	782,638	3,420,975	1,934,854	1,486,121	5,989,816

**(CONTINUED)**

**WASHOE COUNTY SCHOOL DISTRICT  
2006 BOND ROLLOVER FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Total capital outlay, facilities acquisition and construction	\$ 1,887,143	\$ 5,570,975	\$ 3,290,612	\$ 2,280,363	\$ 8,215,043
Total expenditures	1,912,655	5,620,975	3,295,926	2,325,049	8,293,446
Net change in fund balances	(1,912,655)	(5,620,975)	(3,264,819)	2,356,156	(7,884,783)
<b>FUND BALANCE, July 1</b>	1,912,655	5,620,975	5,620,975	-	13,505,758
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ 2,356,156	\$ 2,356,156	\$ 5,620,975

**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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ 25,000	\$ 1,760	\$ (23,240)	\$ 88,763
Other	-	-	1,200	1,200	-
Total revenues	-	25,000	2,960	(22,040)	88,763
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Salaries	-	189,000	102,789	86,211	535,098
Benefits	-	150,000	31,614	118,386	212,001
Purchased services	20	11,000	3,377	7,623	31,271
Supplies	-	-	87,973	(87,973)	62,876
Property	-	-	123,326	(123,326)	25,257
Total undistributed expenditures	20	350,000	349,079	921	866,503
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Salaries	-	30,000	96,931	(66,931)	140,312
Benefits	-	25,000	29,079	(4,079)	42,994
Purchased services	290,429	215,000	142,505	72,495	1,007,806
Other	-	-	-	-	16
Total architecture and engineering services	290,429	270,000	268,515	1,485	1,191,128
Building acquisition and construction					
Salaries	-	10,000	10,000	-	1,596
Benefits	-	5,000	2,552	2,448	479
Purchased services	-	15,000	10,479	4,521	2,103,168
Other	-	-	2,700	(2,700)	-
Total building acquisition and construction	-	30,000	25,731	4,269	2,105,243
Site improvement					
Purchased services	-	30,000	27,058	2,942	-
Building improvements					
Salaries	-	100,000	19,659	80,341	18,545
Benefits	-	30,000	6,025	23,975	8,661
Purchased services	4,410	287,997	258,121	29,876	989,412
Supplies	-	70,000	64,643	5,357	1,522
Property	-	175,000	302,126	(127,126)	133,653
Other	-	-	-	-	48
Total building improvements	4,410	662,997	650,574	12,423	1,151,841

**(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, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
Total capital outlay, facilities acquisition and construction	\$ 294,839	\$ 992,997	\$ 971,878	\$ 21,119	\$ 4,448,212
Total expenditures	294,859	1,342,997	1,320,957	22,040	5,314,715
Net change in fund balances	(294,859)	(1,317,997)	(1,317,997)	-	(5,225,952)
<b>FUND BALANCE, July 1</b>	294,859	1,317,997	1,317,997	-	6,543,949
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ 1,317,997

**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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
<b>REVENUES</b>					
Local sources					
Earnings on investments	\$ -	\$ -	\$ -	\$ -	15,985
Other	-	-	-	-	5,000
Total revenues	-	-	-	-	20,985
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Purchased services	-	-	-	-	51,670
Property	-	-	-	-	112
Total undistributed expenditures	-	-	-	-	51,782
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Salaries	-	-	-	-	35,653
Benefits	-	-	-	-	10,696
Purchased services	-	-	-	-	583,168
Other	-	-	-	-	16
Total architecture and engineering services	-	-	-	-	629,533
Building acquisition and construction					
Property	-	-	-	-	210,000
Site improvement					
Purchased services	-	-	-	-	3,100
Building improvements					
Salaries	-	-	-	-	10,900
Benefits	-	-	-	-	3,270
Purchased services	-	-	-	-	698,985
Property	-	-	-	-	96,136
Total building improvements	-	-	-	-	809,291
Total capital outlay, facilities acquisition and construction	-	-	-	-	1,651,924
Total expenditures	-	-	-	-	1,703,706
Net change in fund balances	-	-	-	-	(1,682,721)
<b>FUND BALANCE, July 1</b>	-	-	-	-	1,682,721
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	-

**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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
<b>EXPENDITURES</b>					
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Purchased services	\$ -	\$ -	\$ -	\$ -	\$ 15,472
Building acquisition and construction					
Salaries	-	-	-	-	940
Benefits	-	-	-	-	283
Purchased services	-	-	-	-	10,875
Total building acquisition and construction	-	-	-	-	12,098
Building improvements					
Purchased services	-	-	-	-	3,533
Supplies	-	-	-	-	154
Total building improvements	-	-	-	-	3,687
Total capital outlay, facilities acquisition and construction	-	-	-	-	31,257
Net change in fund balances	-	-	-	-	(31,257)
<b>FUND BALANCE, July 1</b>	-	-	-	-	31,257
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR CAPITAL PROJECTS FUNDS  
COMBINING BALANCE SHEET  
JUNE 30, 2010**

	<b>GOVERNMENT SERVICES TAX FUND</b>	<b>BUILDING AND SITES FUND</b>	<b>TOTAL</b>
<b>ASSETS</b>			
Cash and investments	\$ 3,789,790	\$ 4,939,543	\$ 8,729,333
Receivables			
Interest	697	899	1,596
Miscellaneous	250,000	-	250,000
Due from other governments	273,540	-	273,540
	<hr/>	<hr/>	<hr/>
Total assets	\$ 4,314,027	\$ 4,940,442	\$ 9,254,469
	<hr/>	<hr/>	<hr/>
<b>LIABILITIES</b>			
Accounts payable	\$ 96,419	\$ 2,205	\$ 98,624
Accrued liabilities	61,670	1,588	63,258
Construction contracts payable	16,858	-	16,858
	<hr/>	<hr/>	<hr/>
Total liabilities	174,947	3,793	178,740
	<hr/>	<hr/>	<hr/>
<b>FUND BALANCE</b>			
Reserved for			
Encumbrances	180,301	16,229	196,530
Construction contracts	1,004,585	98,641	1,103,226
Capital projects	383,241	3,176,495	3,559,736
Unreserved			
Undesignated	2,570,953	1,645,284	4,216,237
	<hr/>	<hr/>	<hr/>
Total fund balance	4,139,080	4,936,649	9,075,729
	<hr/>	<hr/>	<hr/>
Total liabilities and fund balance	\$ 4,314,027	\$ 4,940,442	\$ 9,254,469
	<hr/>	<hr/>	<hr/>

**WASHOE COUNTY SCHOOL DISTRICT  
NONMAJOR CAPITAL PROJECTS FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2010**

	<u>GOVERNMENT SERVICES TAX FUND</u>	<u>BUILDING AND SITES FUND</u>	<u>TOTAL</u>
<b>REVENUES</b>			
Local sources	\$ 3,489,858	\$ 629,621	\$ 4,119,479
<b>EXPENDITURES</b>			
Current			
Undistributed expenditures			
Central services	40,111	-	40,111
Capital outlay	2,827,621	148,060	2,975,681
Excess (deficiency) of revenues over expenditures	622,126	481,561	1,103,687
<b>FUND BALANCE, July 1</b>	3,516,954	4,455,088	7,972,042
<b>FUND BALANCE, June 30</b>	\$ 4,139,080	\$ 4,936,649	\$ 9,075,729

**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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Government services tax	\$ 3,400,000	\$ 3,400,000	\$ 3,157,443	\$ (242,557)	\$ 3,424,061
Earnings on investments	100,000	100,000	7,301	(92,699)	84,361
Other	-	-	325,114	325,114	96,824
Total revenues	<u>3,500,000</u>	<u>3,500,000</u>	<u>3,489,858</u>	<u>(10,142)</u>	<u>3,605,246</u>
<b>EXPENDITURES</b>					
Current					
Undistributed expenditures					
Central services					
Other	-	50,000	40,111	9,889	-
Capital outlay, facilities acquisition and construction					
Architecture and engineering services					
Salaries	669,476	809,476	756,969	52,507	632,355
Benefits	240,000	247,000	256,271	(9,271)	209,506
Purchased services	375,229	449,625	253,427	196,198	393,847
Other	-	-	899	(899)	13,711
Total architecture and engineering services	<u>1,284,705</u>	<u>1,506,101</u>	<u>1,267,566</u>	<u>238,535</u>	<u>1,249,419</u>
Building acquisition and construction					
Salaries	-	10,000	5,088	4,912	52,078
Benefits	-	3,500	1,526	1,974	15,623
Purchased services	4,146	73,720	18,094	55,626	1,575,944
Supplies	1,281	1,280	1,929	(649)	142,856
Property	-	-	18,443	(18,443)	214,350
Total building acquisition and construction	<u>5,427</u>	<u>88,500</u>	<u>45,080</u>	<u>43,420</u>	<u>2,000,851</u>
Site improvement					
Salaries	-	7,500	3,780	3,720	7,900
Benefits	-	2,500	1,134	1,366	2,370
Purchased services	375,154	445,000	305,772	139,228	729,644
Property	-	-	-	-	5,156
Other	-	-	-	-	3,556
Total site improvement	<u>375,154</u>	<u>455,000</u>	<u>310,686</u>	<u>144,314</u>	<u>748,626</u>
Building improvements					
Salaries	-	-	37,353	(37,353)	43,995
Benefits	-	-	11,206	(11,206)	13,199
Purchased services	2,097,947	2,600,400	1,088,170	1,512,230	2,477,685
Supplies	-	-	25,901	(25,901)	53,471
Property	-	-	34,100	(34,100)	38,149
Other	-	-	7,559	(7,559)	17,239
Total building improvements	<u>2,097,947</u>	<u>2,600,400</u>	<u>1,204,289</u>	<u>1,396,111</u>	<u>2,643,738</u>

**(CONTINUED)**

**WASHOE COUNTY SCHOOL DISTRICT  
GOVERNMENT SERVICES TAX FUND  
SCHEDULE OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
Total capital outlay, facilities acquisition and construction	\$ 3,763,233	\$ 4,650,001	\$ 2,827,621	\$ 1,822,380	\$ 6,642,634
Total expenditures	3,763,233	4,700,001	2,867,732	1,832,269	6,642,634
Excess (deficiency) of revenue over expenditures	(263,233)	(1,200,001)	622,126	1,822,127	(3,037,388)
<b>OTHER FINANCING SOURCES</b>					
Transfers in	59,000	59,000	-	(59,000)	-
Net change in fund balances	(204,233)	(1,141,001)	622,126	1,763,127	(3,037,388)
<b>FUND BALANCE, July 1</b>	953,194	3,516,954	3,516,954	-	6,554,342
<b>FUND BALANCE, June 30</b>	<u>\$ 748,961</u>	<u>\$ 2,375,953</u>	<u>\$ 4,139,080</u>	<u>\$ 1,763,127</u>	<u>\$ 3,516,954</u>

**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, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
<b>REVENUES</b>					
Local sources					
Other	\$ -	\$ -	\$ -	\$ -	\$ 5,000
<b>EXPENDITURES</b>					
Capital outlay, facilities acquisition and construction					
Building improvements					
Property	-	-	-	-	5,000
Net change in fund balances	-	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-	-
<b>FUND BALANCE, June 30</b>	\$ -	\$ -	\$ -	\$ -	\$ -

**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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>REVENUES</b>					
Local sources					
Rental income	\$ 30,000	\$ 30,000	\$ 100,052	\$ 70,052	\$ 99,993
Earnings on investments	50,000	50,000	9,593	(40,407)	67,967
Other	-	60,000	59,347	(653)	1,652
Sale of property	-	400,000	460,629	60,629	599,392
Total revenues	80,000	540,000	629,621	89,621	769,004
<b>EXPENDITURES</b>					
Capital outlay, facilities acquisition and construction					
Land acquisition					
Purchased services	-	-	-	-	350
Property	-	1,000,000	-	1,000,000	351,219
Other	-	-	-	-	5,703
Total land acquisition	-	1,000,000	-	1,000,000	357,272
Architecture and engineering services					
Purchased services	25	75,000	22,641	52,359	301,503
Other	-	25,000	(293)	25,293	-
Total architecture and engineering services	25	100,000	22,348	77,652	301,503
Site improvement					
Purchased services	6,352	2,000	2,000	-	22,431
Building improvements					
Salaries	-	11,733	2,308	9,425	-
Benefits	-	3,000	692	2,308	-
Purchased services	-	3,763,355	70,579	3,692,776	45,699
Supplies	30,000	100,000	38,914	61,086	30,036
Property	-	15,000	10,000	5,000	6,242
Other	-	-	1,219	(1,219)	-
Total building improvements	30,000	3,893,088	123,712	3,769,376	81,977
Total expenditures	36,377	4,995,088	148,060	4,847,028	763,183
Excess (deficiency) of revenues over expenditures	43,623	(4,455,088)	481,561	4,936,649	5,821
<b>OTHER FINANCING SOURCES</b>					
Transfers in	-	-	-	-	38,860
Net change in fund balances	43,623	(4,455,088)	481,561	4,936,649	44,681
<b>FUND BALANCE, July 1</b>	<b>3,221,732</b>	<b>4,455,088</b>	<b>4,455,088</b>	<b>-</b>	<b>4,410,407</b>
<b>FUND BALANCE, June 30</b>	<b>\$ 3,265,355</b>	<b>\$ -</b>	<b>\$ 4,936,649</b>	<b>\$ 4,936,649</b>	<b>\$ 4,455,088</b>

# Enterprise Fund

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## **Nutrition Services Fund:**

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

**WASHOE COUNTY SCHOOL DISTRICT  
NUTRITION SERVICES ENTERPRISE FUND  
STATEMENT OF NET ASSETS  
JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2009)**

<b>ASSETS</b>	<u>2010</u>	<u>2009</u>
Current assets		
Cash and investments	\$ 3,140,178	\$ 2,055,508
Receivables	800,514	1,727,832
Inventories	516,271	582,057
Prepays	665	365
	<hr/>	<hr/>
Total current assets	4,457,628	4,365,762
	<hr/>	<hr/>
Capital assets		
Machinery and equipment	1,927,068	1,674,222
Less: Allowance for depreciation	(1,293,344)	(1,277,423)
	<hr/>	<hr/>
Total capital assets	633,724	396,799
	<hr/>	<hr/>
Total assets	5,091,352	4,762,561
	<hr/>	<hr/>
 <b>LIABILITIES</b>		
Current liabilities		
Accounts payable	274,747	232,206
Accrued liabilities	305,161	584,118
Unearned revenue	184,573	244,812
	<hr/>	<hr/>
Total liabilities	764,481	1,061,136
	<hr/>	<hr/>
 <b>NET ASSETS</b>		
Invested in capital assets	633,724	396,799
Unrestricted	3,693,147	3,304,626
	<hr/>	<hr/>
Total net assets	\$ 4,326,871	\$ 3,701,425
	<hr/> <hr/>	<hr/> <hr/>

**WASHOE COUNTY SCHOOL DISTRICT  
NUTRITION SERVICES ENTERPRISE FUND  
SCHEDULE OF REVENUES, EXPENSES AND  
CHANGES IN NET ASSETS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

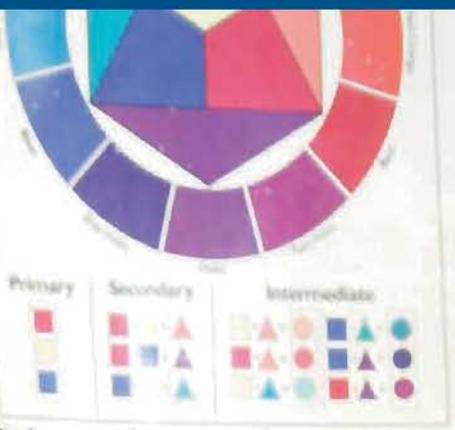
	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
<b>OPERATING REVENUES</b>					
Charges for services	\$ 6,370,279	\$ 5,364,576	\$ 5,381,119	\$ 16,543	\$ 5,968,280
<b>OPERATING EXPENSES</b>					
Food and supplies	7,459,067	8,564,513	8,416,969	147,544	7,886,203
Salaries and benefits	7,780,669	8,582,875	8,451,292	131,583	7,924,465
Purchased services	943,489	964,710	939,649	25,061	1,008,293
Depreciation	115,802	97,164	109,848	(12,684)	106,177
Other	370,358	386,045	400,380	(14,335)	409,826
Total operating expenses	16,669,385	18,595,307	18,318,138	277,169	17,334,964
Operating (loss)	(10,299,106)	(13,230,731)	(12,937,019)	293,712	(11,366,684)
<b>NONOPERATING REVENUES</b>					
Federal subsidies	10,621,215	12,419,592	12,133,276	(286,316)	10,786,143
Commodity revenue	-	1,043,049	1,043,049	-	1,075,525
State matching funds	-	90,199	81,205	(8,994)	87,789
Loss on disposal of asset	-	-	(20,700)	(20,700)	-
Total nonoperating revenues	10,621,215	13,552,840	13,236,830	(316,010)	11,949,457
Capital contributions	-	-	325,635	325,635	-
Income before transfers	322,109	322,109	625,446	303,337	582,773
<b>TRANSFERS</b>					
Transfers in	250,000	-	-	-	-
Change in net assets	572,109	322,109	625,446	303,337	582,773
<b>NET ASSETS - July 1</b>	<u>3,381,039</u>	<u>3,701,425</u>	<u>3,701,425</u>	<u>-</u>	<u>3,118,652</u>
<b>NET ASSETS - June 30</b>	<u>\$ 3,953,148</u>	<u>\$ 4,023,534</u>	<u>\$ 4,326,871</u>	<u>\$ 303,337</u>	<u>\$ 3,701,425</u>

**WASHOE COUNTY SCHOOL DISTRICT  
NUTRITION SERVICES ENTERPRISE FUND  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	2010	VARIANCE TO FINAL BUDGET	ACTUAL
<b>INCREASE (DECREASE) IN CASH AND INVESTMENTS</b>					
Cash flows from operating activities					
Cash received for services	\$ 6,370,279	\$ 5,364,576	\$ 6,248,198	\$ 883,622	\$ 4,812,817
Cash paid for food and supplies	(7,459,067)	(7,521,464)	(7,499,500)	21,964	(6,642,589)
Cash paid for salaries and benefits	(7,780,669)	(8,582,875)	(8,496,642)	86,233	(7,924,465)
Cash payments for purchased services	(943,489)	(964,710)	(939,649)	25,061	(1,008,293)
Cash payments for other	(370,358)	(386,045)	(400,380)	(14,335)	(409,826)
Net cash (used) by operating activities	<u>(10,183,304)</u>	<u>(12,090,518)</u>	<u>(11,087,973)</u>	<u>1,002,545</u>	<u>(11,172,356)</u>
Cash flows from capital and related financing activities					
Purchase of equipment	-	-	(41,838)	(41,838)	(98,174)
Cash flows from noncapital financing activities					
Federal reimbursements	10,621,215	12,419,592	12,133,276	(286,316)	10,786,143
State matching funds	-	90,199	81,205	(8,994)	87,789
Transfer from General Fund	250,000	-	-	-	-
Net cash provided by noncapital financing activities	<u>10,871,215</u>	<u>12,509,791</u>	<u>12,214,481</u>	<u>(295,310)</u>	<u>10,873,932</u>
Net increase in cash and cash equivalents	687,911	419,273	1,084,670	665,397	(396,598)
<b>Cash and investments, July 1</b>	<u>-</u>	<u>-</u>	<u>2,055,508</u>	<u>2,055,508</u>	<u>2,452,106</u>
<b>Cash and investments, June 30</b>	<u>\$ 687,911</u>	<u>\$ 419,273</u>	<u>\$ 3,140,178</u>	<u>\$ 2,720,905</u>	<u>\$ 2,055,508</u>
<b>RECONCILIATION OF OPERATING (LOSS) TO NET CASH (USED) BY OPERATIONS</b>					
Operating (loss)	\$ (10,299,106)	\$ (13,230,731)	\$ (12,937,019)	\$ 293,712	\$ (11,366,684)
Adjustments to reconcile operating (loss) to net cash (used) by operations					
Depreciation	115,802	97,164	109,848	12,684	106,177
Commodity revenue	-	1,043,049	1,043,049	-	1,075,525
Changes in assets and liabilities:					
Accounts receivable	-	-	927,318	927,318	(1,105,277)
Inventories	-	-	65,786	65,786	86,391
Prepays	-	-	(300)	(300)	15
Accounts payable	-	-	42,541	42,541	381
Accrued liabilities	-	-	(278,957)	(278,957)	81,302
Unearned revenue	-	-	(60,239)	(60,239)	(50,186)
Total adjustments	<u>115,802</u>	<u>1,140,213</u>	<u>1,849,046</u>	<u>708,833</u>	<u>194,328</u>
Net cash (used) by operations	<u>\$ (10,183,304)</u>	<u>\$ (12,090,518)</u>	<u>\$ (11,087,973)</u>	<u>\$ 1,002,545</u>	<u>\$ (11,172,356)</u>
<b>Noncash investing, capital, and financing activities:</b>					
Contributions of capital assets from government	\$ -	\$ -	\$ 325,635	\$ 325,635	\$ -



Students demonstrate relationships between visual arts, the other arts, and disciplines outside the arts.



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EST. 1956

# **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, 2010**

	<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	\$ 8,487,000	\$ 35,073,640	\$ 9,948,011	\$ 53,508,651
Accounts receivable	-	683,186	-	683,186
Interest receivable	1,572	5,386	1,805	8,763
Total current assets	<u>8,488,572</u>	<u>35,762,212</u>	<u>9,949,816</u>	<u>54,200,600</u>
Capital assets				
Machinery and equipment	10,795	-	-	10,795
Less: Allowance for depreciation	(6,824)	-	-	(6,824)
Total capital assets	<u>3,971</u>	<u>-</u>	<u>-</u>	<u>3,971</u>
Total assets	<u>8,492,543</u>	<u>35,762,212</u>	<u>9,949,816</u>	<u>54,204,571</u>
<b>LIABILITIES</b>				
Current liabilities				
Accounts payable	103,531	723	25,149	129,403
Accrued liabilities	13,788	5,774	1,341	20,903
Pending claims	651,730	7,075,121	1,496,721	9,223,572
Total current liabilities	<u>769,049</u>	<u>7,081,618</u>	<u>1,523,211</u>	<u>9,373,878</u>
Noncurrent liabilities				
Pending claims	1,046,270	-	3,009,279	4,055,549
Total liabilities	<u>1,815,319</u>	<u>7,081,618</u>	<u>4,532,490</u>	<u>13,429,427</u>
<b>NET ASSETS</b>				
Invested in capital assets	3,971	-	-	3,971
Unrestricted	6,673,253	28,680,594	5,417,326	40,771,173
Total net assets	<u>\$ 6,677,224</u>	<u>\$ 28,680,594</u>	<u>\$ 5,417,326</u>	<u>\$ 40,775,144</u>

**WASHOE COUNTY SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2010**

	<u>INSURANCE FUND (PROPERTY CASUALTY)</u>	<u>INSURANCE FUND (HEALTH INSURANCE)</u>	<u>INSURANCE FUND (WORKERS' COMPENSATION)</u>	<u>TOTAL</u>
<b>OPERATING REVENUES</b>				
Charges for services	\$ 3,199,357	\$ 56,001,719	\$ 1,687,261	\$ 60,888,337
<b>OPERATING EXPENSES</b>				
Salaries and benefits	-	184,287	-	184,287
Employee benefits	-	52,406,428	-	52,406,428
Claims and services	1,773,873	17,360	2,208,683	3,999,916
Depreciation	1,059	-	-	1,059
Total operating expenses	<u>1,774,932</u>	<u>52,608,075</u>	<u>2,208,683</u>	<u>56,591,690</u>
Operating income (loss)	<u>1,424,425</u>	<u>3,393,644</u>	<u>(521,422)</u>	<u>4,296,647</u>
<b>NONOPERATING REVENUES</b>				
Earnings on investments	<u>15,075</u>	<u>51,294</u>	<u>20,508</u>	<u>86,877</u>
Income (loss) before transfers	<u>1,439,500</u>	<u>3,444,938</u>	<u>(500,914)</u>	<u>4,383,524</u>
<b>TRANSFERS IN</b>				
General Fund	<u>-</u>	<u>1,743,813</u>	<u>-</u>	<u>1,743,813</u>
Change in net assets	1,439,500	5,188,751	(500,914)	6,127,337
<b>NET ASSETS - July 1</b>	<u>5,237,724</u>	<u>23,491,843</u>	<u>5,918,240</u>	<u>34,647,807</u>
<b>NET ASSETS - June 30</b>	<u>\$ 6,677,224</u>	<u>\$ 28,680,594</u>	<u>\$ 5,417,326</u>	<u>\$ 40,775,144</u>

**WASHOE COUNTY SCHOOL DISTRICT  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2010**

	<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	\$ 3,200,203	\$ 55,748,674	\$ 1,688,534	\$ 60,637,411
Cash paid for salaries and benefits	-	(184,287)	-	(184,287)
Cash payments for employee benefits	-	(52,406,428)	-	(52,406,428)
Cash payments for claims and services	(2,779,615)	(878,140)	(2,233,945)	(5,891,700)
Net cash provided (used) by operating activities	420,588	2,279,819	(545,411)	2,154,996
Cash flows from noncapital financing activities:				
Transfer from General Fund	-	1,743,813	-	1,743,813
Cash flows from investing activities				
Interest received on investments	15,075	51,294	20,508	86,877
Net increase (decrease) in cash and cash equivalents	435,663	4,074,926	(524,903)	3,985,686
<b>Cash and investments, July 1</b>	<b>8,051,337</b>	<b>30,998,714</b>	<b>10,472,914</b>	<b>49,522,965</b>
<b>Cash and investments, June 30</b>	<b>\$ 8,487,000</b>	<b>\$ 35,073,640</b>	<b>\$ 9,948,011</b>	<b>\$ 53,508,651</b>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATIONS</b>				
Operating income (loss)	\$ 1,424,425	\$ 3,393,644	\$ (521,422)	\$ 4,296,647
Adjustments to reconcile operating income (loss) to net cash provided by operations				
Depreciation	1,059	-	-	1,059
Changes in assets and liabilities				
Accounts receivable	846	(253,045)	1,273	(250,926)
Accounts payable	(29,874)	(10,580)	18,771	(21,683)
Accrued liabilities	(64,868)	(14,747)	(3,033)	(82,648)
Pending claims	(911,000)	(835,453)	(41,000)	(1,787,453)
Total adjustments	(1,003,837)	(1,113,825)	(23,989)	(2,141,651)
Net cash provided (used) by operations	\$ 420,588	\$ 2,279,819	\$ (545,411)	\$ 2,154,996

**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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
<b>OPERATING REVENUES</b>					
Charges for services	\$ 3,074,881	\$ 3,074,881	\$ 3,184,351	\$ 109,470	\$ 3,822,713
Refunds	-	-	15,006	15,006	766,110
Operating revenues	<u>3,074,881</u>	<u>3,074,881</u>	<u>3,199,357</u>	<u>124,476</u>	<u>4,588,823</u>
<b>OPERATING EXPENSES</b>					
General government					
Claims and services	4,392,487	4,392,487	1,773,873	2,618,614	3,909,156
Depreciation	-	-	1,059	(1,059)	265
Total operating expenses	<u>4,392,487</u>	<u>4,392,487</u>	<u>1,774,932</u>	<u>2,617,555</u>	<u>3,909,421</u>
Operating income (loss)	<u>(1,317,606)</u>	<u>(1,317,606)</u>	<u>1,424,425</u>	<u>2,742,031</u>	<u>679,402</u>
<b>NONOPERATING REVENUES</b>					
Earnings on investments	<u>54,000</u>	<u>54,000</u>	<u>15,075</u>	<u>(38,925)</u>	<u>96,572</u>
Change in net assets	(1,263,606)	(1,263,606)	1,439,500	2,703,106	775,974
<b>NET ASSETS - July 1</b>	<u>4,470,225</u>	<u>4,470,225</u>	<u>5,237,724</u>	<u>767,499</u>	<u>4,461,750</u>
<b>NET ASSETS - June 30</b>	<u>\$ 3,206,619</u>	<u>\$ 3,206,619</u>	<u>\$ 6,677,224</u>	<u>\$ 3,470,605</u>	<u>\$ 5,237,724</u>

**WASHOE COUNTY SCHOOL DISTRICT  
INSURANCE FUND - PROPERTY AND CASUALTY  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
<b>INCREASE (DECREASE) IN CASH AND INVESTMENTS</b>					
Cash flows from operating activities					
Cash received for services	\$ 3,074,881	\$ 3,074,881	\$ 3,200,203	\$ 125,322	\$ 4,600,211
Cash payments for claims and services	<u>(4,262,037)</u>	<u>(4,262,037)</u>	<u>(2,779,615)</u>	<u>1,482,422</u>	<u>(4,010,364)</u>
Net cash provided (used) by operating activities	<u>(1,187,156)</u>	<u>(1,187,156)</u>	<u>420,588</u>	<u>1,607,744</u>	<u>589,847</u>
Cash flows from capital and related financing activities					
Purchase of equipment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,295)</u>
Cash flows from investing activities					
Interest received on investments	<u>54,000</u>	<u>54,000</u>	<u>15,075</u>	<u>(38,925)</u>	<u>96,572</u>
Net increase (decrease) in cash and cash equivalents	<u>(1,133,156)</u>	<u>(1,133,156)</u>	<u>435,663</u>	<u>1,568,819</u>	<u>681,124</u>
<b>Cash and investments, July 1</b>	<u>-</u>	<u>-</u>	<u>8,051,337</u>	<u>8,051,337</u>	<u>7,370,213</u>
<b>Cash and investments, June 30</b>	<u><u>\$ (1,133,156)</u></u>	<u><u>\$ (1,133,156)</u></u>	<u><u>\$ 8,487,000</u></u>	<u><u>\$ 9,620,156</u></u>	<u><u>\$ 8,051,337</u></u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATIONS</b>					
Operating income (loss)	\$ <u>(1,317,606)</u>	\$ <u>(1,317,606)</u>	\$ <u>1,424,425</u>	\$ <u>2,742,031</u>	\$ <u>679,402</u>
Adjustments to reconcile operating income (loss) to net cash provided by operations					
Depreciation	-	-	1,059	1,059	265
Changes in assets and liabilities					
Accounts receivable	-	-	846	846	11,388
Accounts payable	-	-	(29,874)	(29,874)	(93,073)
Accrued liabilities	-	-	(64,868)	(64,868)	62,865
Pending claims	<u>130,450</u>	<u>130,450</u>	<u>(911,000)</u>	<u>(1,041,450)</u>	<u>(71,000)</u>
Total adjustments	<u>130,450</u>	<u>130,450</u>	<u>(1,003,837)</u>	<u>(1,134,287)</u>	<u>(89,555)</u>
Net cash provided (used) by operations	<u><u>\$ (1,187,156)</u></u>	<u><u>\$ (1,187,156)</u></u>	<u><u>\$ 420,588</u></u>	<u><u>\$ 1,607,744</u></u>	<u><u>\$ 589,847</u></u>

**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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
<b>OPERATING REVENUES</b>					
Charges for services	\$ 54,684,934	\$ 54,684,934	\$ 56,001,719	\$ 1,316,785	\$ 56,550,449
<b>OPERATING EXPENSES</b>					
General government					
Salaries and benefits	143,114	183,114	184,287	(1,173)	117,498
Employee benefits	60,491,484	60,451,484	52,406,428	8,045,056	53,386,581
Services and supplies	-	-	17,360	(17,360)	2,491,905
Total operating expenses	<u>60,634,598</u>	<u>60,634,598</u>	<u>52,608,075</u>	<u>8,026,523</u>	<u>55,995,984</u>
Operating income (loss)	<u>(5,949,664)</u>	<u>(5,949,664)</u>	<u>3,393,644</u>	<u>9,343,308</u>	<u>554,465</u>
<b>NONOPERATING REVENUES</b>					
Earnings on investments	<u>300,000</u>	<u>300,000</u>	<u>51,294</u>	<u>(248,706)</u>	<u>338,460</u>
Income (loss) before transfers	<u>(5,649,664)</u>	<u>(5,649,664)</u>	<u>3,444,938</u>	<u>9,094,602</u>	<u>892,925</u>
<b>TRANSFERS IN</b>					
General Fund	<u>2,109,262</u>	<u>2,109,262</u>	<u>1,743,813</u>	<u>(365,449)</u>	<u>1,707,765</u>
Change in net assets	<u>(3,540,402)</u>	<u>(3,540,402)</u>	<u>5,188,751</u>	<u>8,729,153</u>	<u>2,600,690</u>
<b>NET ASSETS - July 1</b>	<u>22,620,322</u>	<u>22,620,322</u>	<u>23,491,843</u>	<u>871,521</u>	<u>20,891,153</u>
<b>NET ASSETS - June 30</b>	<u>\$ 19,079,920</u>	<u>\$ 19,079,920</u>	<u>\$ 28,680,594</u>	<u>\$ 9,600,674</u>	<u>\$ 23,491,843</u>

**WASHOE COUNTY SCHOOL DISTRICT  
INSURANCE FUND - HEALTH INSURANCE  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	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	\$ 54,684,934	\$ 54,684,934	\$ 55,748,674	\$ 1,063,740	\$ 56,752,924
Cash paid for salaries	(143,114)	(183,114)	(184,287)	(1,173)	(117,498)
Cash payments for employee benefits	(60,115,702)	(60,075,699)	(52,406,428)	7,669,271	(53,386,581)
Cash payments for services and supplies	-	-	(878,140)	(878,140)	(1,729,400)
Net cash provided (used) by operating activities	(5,573,882)	(5,573,879)	2,279,819	7,853,698	1,519,445
Cash flows from noncapital financing activities					
Transfer from General Fund	2,109,262	2,109,262	1,743,813	(365,449)	1,707,765
Cash flows from investing activities					
Interest received on investments	300,000	300,000	51,294	(248,706)	338,460
Net increase (decrease) in cash and cash equivalents	(3,164,620)	(3,164,617)	4,074,926	7,239,543	3,565,670
<b>Cash and investments, July 1</b>	30,998,714	30,998,714	30,998,714	-	27,433,044
<b>Cash and investments, June 30</b>	\$ 27,834,094	\$ 27,834,097	\$ 35,073,640	\$ 7,239,543	\$ 30,998,714
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATIONS</b>					
Operating income (loss)	\$ (5,949,664)	\$ (5,949,664)	\$ 3,393,644	\$ 9,343,308	\$ 554,465
Adjustments to reconcile operating income (loss) to net cash provided (used) by operations					
Changes in assets and liabilities					
Accounts receivable	-	-	(253,045)	(253,045)	202,482
Accounts payable	-	-	(10,580)	(10,580)	3,908
Accrued liabilities	-	-	(14,747)	(14,747)	5,781
Pending claims	375,782	375,785	(835,453)	(1,211,238)	752,816
Unearned revenue	-	-	-	-	(7)
Total adjustments	375,782	375,785	(1,113,825)	(1,489,610)	964,980
Net cash provided (used) by operations	\$ (5,573,882)	\$ (5,573,879)	\$ 2,279,819	\$ 7,853,698	\$ 1,519,445

**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, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
<b>OPERATING REVENUES</b>					
Charges for services	\$ 1,627,024	\$ 1,627,024	\$ 1,687,261	\$ 60,237	\$ 3,879,385
<b>OPERATING EXPENSES</b>					
General government					
Claims and services	3,220,274	3,220,274	2,208,683	1,011,591	2,950,372
Operating income (loss)	(1,593,250)	(1,593,250)	(521,422)	1,071,828	929,013
<b>NONOPERATING REVENUES</b>					
Earnings on investments	80,000	80,000	20,508	(59,492)	180,256
Change in net assets	(1,513,250)	(1,513,250)	(500,914)	1,012,336	1,109,269
<b>NET ASSETS - July 1</b>	<u>5,463,339</u>	<u>5,463,339</u>	<u>5,918,240</u>	<u>454,901</u>	<u>4,808,971</u>
<b>NET ASSETS - June 30</b>	<u>\$ 3,950,089</u>	<u>\$ 3,950,089</u>	<u>\$ 5,417,326</u>	<u>\$ 1,467,237</u>	<u>\$ 5,918,240</u>

**WASHOE COUNTY SCHOOL DISTRICT  
INSURANCE FUND - WORKERS' COMPENSATION  
SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	<u>2010 BUDGET</u>		<u>2010</u>		<u>2009</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
<b>INCREASE (DECREASE) IN CASH AND INVESTMENTS</b>					
Cash flows from operating activities					
Cash received for services	\$ 1,627,024	\$ 1,627,024	\$ 1,688,534	\$ 61,510	\$ 3,848,225
Payments for claims and services	<u>(2,765,574)</u>	<u>(2,765,574)</u>	<u>(2,233,945)</u>	<u>531,629</u>	<u>(2,417,834)</u>
Net cash provided (used) by operating activities	<u>(1,138,550)</u>	<u>(1,138,550)</u>	<u>(545,411)</u>	<u>593,139</u>	<u>1,430,391</u>
Cash flows from investing activities					
Interest received on investments	<u>80,000</u>	<u>80,000</u>	<u>20,508</u>	<u>(59,492)</u>	<u>180,256</u>
Net increase (decrease) in cash and cash equivalents	(1,058,550)	(1,058,550)	(524,903)	533,647	1,610,647
<b>Cash and investments, July 1</b>	<u>15</u>	<u>15</u>	<u>10,472,914</u>	<u>10,472,899</u>	<u>8,862,267</u>
<b>Cash and investments, June 30</b>	<u>\$ (1,058,535)</u>	<u>\$ (1,058,535)</u>	<u>\$ 9,948,011</u>	<u>\$ 11,006,546</u>	<u>\$ 15</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATIONS</b>					
Operating income (loss)	\$ (1,593,250)	\$ (1,593,250)	\$ (521,422)	\$ 1,071,828	\$ 929,013
Adjustments to reconcile operating income (loss) to net cash provided by operations					
Changes in assets and liabilities					
Accounts receivable	-	-	1,273	1,273	13,045
Accounts payable	-	-	18,771	18,771	6,332
Accrued liabilities	-	-	(3,033)	(3,033)	3,206
Pending claims	454,700	454,700	(41,000)	(495,700)	523,000
Unearned revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(44,205)</u>
Total adjustments	<u>454,700</u>	<u>454,700</u>	<u>(23,989)</u>	<u>(478,689)</u>	<u>501,378</u>
Net cash provided (used) by operations	<u>\$ (1,138,550)</u>	<u>\$ (1,138,550)</u>	<u>\$ (545,411)</u>	<u>\$ 593,139</u>	<u>\$ 1,430,391</u>



# Fiduciary Funds

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

**Other Post-Employment Benefits (OPEB) Trust Fund:**  
To account for funds used to pay for healthcare and life insurance costs for qualified District retirees.

**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**  
**OTHER POSTEMPLOYMENT BENEFITS (OPEB) TRUST FUND**  
**STATEMENT OF PLAN NET ASSETS**  
**JUNE 30, 2010**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2009)**

	<b>2010</b>	<b>2009</b>
<b>ASSETS</b>		
Cash and investments	\$ 20,285,577	\$ 13,034,638
<b>NET ASSETS HELD IN TRUST FOR OPEB</b>	\$ 20,285,577	\$ 13,034,638

**WASHOE COUNTY SCHOOL DISTRICT  
OTHER POSTEMPLOYMENT BENEFITS (OPEB) TRUST FUND  
SCHEDULE OF CHANGES IN PLAN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2009)**

	2010 BUDGET		2010		2009
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
<b>ADDITIONS</b>					
Contributions by employer	\$ 16,068,000	\$ 16,068,000	\$ 11,401,000	\$ (4,667,000)	\$ 6,500,000
Earnings on investments	863,000	863,000	391,467	(471,533)	1,007,001
Adjustment to fair market value	-	-	1,258,937	1,258,937	(2,321,241)
Total additions	16,931,000	16,931,000	13,051,404	(3,879,596)	5,185,760
<b>DISBURSEMENTS</b>					
Plan benefits	9,637,000	9,637,000	5,800,465	3,836,535	-
Change in net assets	7,294,000	7,294,000	7,250,939	(43,061)	5,185,760
<b>NET ASSETS - July 1</b>	8,900,000	8,900,000	13,034,638	4,134,638	7,848,878
<b>NET ASSETS - June 30</b>	\$ 16,194,000	\$ 16,194,000	\$ 20,285,577	\$ 4,091,577	\$ 13,034,638

**WASHOE COUNTY SCHOOL DISTRICT  
AGENCY FUNDS  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
FOR THE YEAR ENDED JUNE 30, 2010**

	<u>JULY 1, 2009</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>JUNE 30, 2010</u>
<b>Student Activities</b>				
ASSETS				
Cash and investments	\$ 8,056,730	\$ 15,007,143	\$ 15,238,040	\$ 7,825,833
LIABILITIES				
Due to student groups	\$ 8,056,730	\$ 15,007,143	\$ 15,238,040	\$ 7,825,833
<b>80/5 Salary Plan</b>				
ASSETS				
Cash and investments	\$ 156,529	\$ -	\$ 99,836	\$ 56,693
LIABILITIES				
Accrued liabilities	\$ 156,529	\$ -	\$ 99,836	\$ 56,693
<b>Nevada Interscholastic Athletic Association</b>				
ASSETS				
Cash and investments	\$ -	\$ 464,036	\$ 464,036	\$ -
Accounts receivable	44,964	58,762	44,964	58,762
Total assets	\$ 44,964	\$ 522,798	\$ 509,000	\$ 58,762
LIABILITIES				
Accounts payable	\$ 18,348	\$ 56	\$ 18,348	\$ 56
Accrued liabilities	26,616	58,706	26,616	58,706
Total liabilities	\$ 44,964	\$ 58,762	\$ 44,964	\$ 58,762
<b>Totals - All Agency Funds</b>				
ASSETS				
Cash and investments	\$ 8,213,259	\$ 15,471,179	\$ 15,801,912	\$ 7,882,526
Accounts receivable	44,964	58,762	44,964	58,762
Total assets	\$ 8,258,223	\$ 15,529,941	\$ 15,846,876	\$ 7,941,288
LIABILITIES				
Accounts payable	\$ 18,348	\$ 56	\$ 18,348	\$ 56
Accrued liabilities	183,145	58,706	126,452	115,399
Due to student groups	8,056,730	15,007,143	15,238,040	7,825,833
Total liabilities	\$ 8,258,223	\$ 15,065,905	\$ 15,382,840	\$ 7,941,288

**WASHOE COUNTY SCHOOL DISTRICT  
STUDENT ACTIVITY FUNDS  
SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS  
FOR THE YEAR ENDED JUNE 30, 2010**

SCHOOLS	BALANCE JULY 1, 2009	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2010
<b>ELEMENTARY SCHOOLS</b>				
Allen	\$ 11,418	\$ 46,775	\$ 46,022	\$ 12,171
Anderson	19,800	17,719	19,553	17,966
Beasley	26,636	129,930	117,655	38,911
Beck	7,700	57,319	55,513	9,506
Bennett	13,651	32,686	29,131	17,206
Booth	74,540	39,712	86,220	28,032
Brown	57,123	60,987	74,824	43,286
Cannan	42,591	58,976	65,603	35,964
Caughlin Ranch	23,322	79,231	83,005	19,548
Corbett	30,173	21,274	22,535	28,912
Desert Heights	44,296	69,858	95,132	19,022
Diedrichsen	27,791	38,540	31,877	34,454
Dodson	14,238	35,875	31,933	18,180
Donner Springs	21,736	88,475	102,984	7,227
Double Diamond	78,324	106,012	126,437	57,899
Drake	17,207	18,988	20,902	15,293
Duncan	35,696	35,158	52,787	18,067
Dunn	15,836	38,791	41,207	13,420
Elmcrest	9,655	14,656	13,720	10,591
Gomes	56,751	62,223	76,643	42,331
Gomm	22,310	81,596	92,922	10,984
Greenbrae	22,736	38,099	35,631	25,204
Hall	21,548	84,871	80,277	26,142
Hidden Valley	14,023	31,791	33,648	12,166
Huffaker	20,127	145,176	115,849	49,454
Hunsberger	47,764	161,963	185,325	24,402
Hunter Lake	23,508	35,206	37,033	21,681
Incline	46,256	81,294	100,449	27,101
Juniper	25,039	80,174	74,015	31,198
Lemmon Valley	7,494	73,934	62,472	18,956
Lenz	31,929	67,294	74,002	25,221
Lincoln Park	39,320	44,855	58,628	25,547
Loder	10,692	11,259	15,707	6,244
Mathews	28,594	17,856	32,038	14,412
Maxwell	45,395	24,273	53,254	16,414
Melton	83,337	174,191	186,008	71,520
Mitchell	18,620	29,231	34,098	13,753
Moss	34,644	62,562	65,605	31,601
Mount Rose	14,016	33,767	29,240	18,543
Natchez	19,349	13,525	12,211	20,663
Palmer	37,121	89,879	86,110	40,890
Peavine	28,707	20,971	27,008	22,670
Picollo	56,897	54,926	57,130	54,693
Pleasant Valley	33,036	76,862	82,577	27,321
Risley	32,307	30,579	50,149	12,737
Sepulveda	39,811	137,194	130,731	46,274
Sierra Vista	726	33,246	30,367	3,605
Silver Lake	59,178	73,724	90,614	42,288
Smith, Alice	59,671	54,325	60,500	53,496
Smith, Kate	15,530	16,175	23,173	8,532
Smithridge	48,466	23,796	42,907	29,355
Spanish Springs	64,732	189,204	197,349	56,587
Stead	56,607	79,585	109,693	26,499
Sun Valley	18,101	31,042	33,012	16,131
Taylor	26,375	239,951	167,455	98,871
Towles	8,498	41,256	39,778	9,976

**(CONTINUED)**

**WASHOE COUNTY SCHOOL DISTRICT  
STUDENT ACTIVITY FUNDS  
SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS  
FOR THE YEAR ENDED JUNE 30, 2010**

SCHOOLS	BALANCE JULY 1, 2009	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2010
<b>ELEMENTARY SCHOOLS (CONTINUED)</b>				
Van Gorder	\$ 8,692	\$ 120,607	\$ 119,461	\$ 9,838
Verdi	15,475	48,579	43,786	20,268
Veterans	28,727	30,290	45,815	13,202
Warner	39,825	22,564	49,944	12,445
Westergard	51,729	142,221	125,975	67,975
Whitehead	29,114	40,523	44,274	25,363
Winnemucca	26,087	182,843	171,563	37,367
Total elementary schools	<u>1,990,597</u>	<u>4,126,444</u>	<u>4,401,466</u>	<u>1,715,575</u>
<b>MIDDLE SCHOOLS</b>				
Billinghurst	62,483	205,538	200,031	67,990
Clayton	94,042	72,008	72,421	93,629
Cold Springs	67,058	157,056	163,597	60,517
Depoali	-	230,604	157,611	72,993
Dilworth	49,830	81,521	82,203	49,148
Incline	72,970	36,630	34,466	75,134
Mendive	76,756	140,895	151,985	65,666
O'Brien	56,748	106,161	115,025	47,884
Pine	128,556	233,970	258,827	103,699
Shaw	72,068	145,311	136,639	80,740
Sparks	51,072	131,429	134,025	48,476
Swope	60,164	207,024	210,001	57,187
Traner	23,271	46,443	45,096	24,618
Vaughn	20,626	68,899	72,436	17,089
Total middle schools	<u>835,644</u>	<u>1,863,489</u>	<u>1,834,363</u>	<u>864,770</u>
<b>HIGH SCHOOLS</b>				
Academy of Arts, Careers & Tech	108,261	157,452	183,662	82,051
Damonte Ranch	548,190	830,169	847,200	531,159
Galena	554,224	998,886	998,071	555,039
Gerlach (1)	40,100	53,013	59,097	34,016
Hug	177,433	320,084	285,939	211,578
Incline	203,587	324,475	415,943	112,119
McQueen	639,739	1,011,217	1,044,684	606,272
North Valleys	400,343	603,369	587,568	416,144
Reed	395,856	1,074,881	1,065,273	405,464
Reno	702,202	1,390,988	1,326,696	766,494
Spanish Springs	625,177	1,000,122	1,007,373	617,926
Sparks	303,574	445,474	393,364	355,684
TMCC	50,117	51,384	42,703	58,798
Washoe	157,423	76,101	80,862	152,662
Wooster	307,383	636,546	615,648	328,281
Total high schools	<u>5,213,609</u>	<u>8,974,161</u>	<u>8,954,083</u>	<u>5,233,687</u>
<b>OTHER</b>				
Administration Building	1,109	5,054	3,461	2,702
Gifted and Talented	11,153	35,419	42,446	4,126
Transportation Employee Fund	4,618	2,576	2,221	4,973
Total other funds	<u>16,880</u>	<u>43,049</u>	<u>48,128</u>	<u>11,801</u>
TOTALS	<u>\$ 8,056,730</u>	<u>\$ 15,007,143</u>	<u>\$ 15,238,040</u>	<u>\$ 7,825,833</u>

(1) Includes E.M. Johnson Elementary



High Sierra  
Soccer

# Capital Assets Governmental Funds

Schedules of sources, functions and activities of capital assets used in the operation of governmental funds.

**WASHOE COUNTY SCHOOL DISTRICT  
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE BY SOURCE  
JUNE 30, 2010  
(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2009)**

	<b>2010</b>	<b>2009</b>
Governmental funds capital assets:		
Land	\$ 38,017,804	\$ 37,359,073
Buildings	730,216,496	645,529,363
Improvements other than buildings	20,366,025	17,547,868
Machinery and equipment	52,484,332	52,181,596
Construction in progress	16,376,260	71,029,583
Total governmental funds capital assets	\$ 857,460,917	\$ 823,647,483
Investments in governmental funds capital assets by source:		
General fund	\$ 151,124,708	\$ 153,612,517
Special revenue funds	6,733,058	5,944,979
Capital projects funds	698,369,888	662,860,665
Donations	1,233,263	1,229,322
Total governmental funds capital assets	\$ 857,460,917	\$ 823,647,483

This schedule presents only the capital asset balances related to the governmental funds. Accordingly the capital assets reported in the internal service funds and the enterprise fund are excluded from the above amounts. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets. The capital assets of the enterprise fund are reported separately under business-type activities.

WASHOE COUNTY SCHOOL DISTRICT  
**CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS**  
 SCHEDULE BY FUNCTION AND ACTIVITY  
 JUNE 30, 2010

FUNCTION AND ACTIVITY	LAND	BUILDINGS	IMPROVEMENTS OTHER THAN BUILDINGS	MACHINERY AND EQUIPMENT	CONSTRUCTION IN PROGRESS	TOTAL
General government:						
Instruction	\$ 131,639	\$ 253,565	\$ 117,353	\$ 7,350,899	\$ -	\$ 7,853,456
Student support	-	-	-	1,011,518	-	1,011,518
Instructional staff support	-	-	-	718,487	-	718,487
General administration	-	-	-	279,698	-	279,698
School administration	-	-	-	43,779	-	43,779
Central services	-	50,000	-	3,289,827	1,886,174	5,226,001
Operations and maintenance	-	9,924,637	-	2,239,370	-	12,164,007
Student transportation	-	-	-	23,509,638	-	23,509,638
Other support	-	-	-	42,407	-	42,407
Community services operations	-	-	-	12,779	-	12,779
Facilities	<u>37,886,165</u>	<u>719,988,294</u>	<u>20,248,672</u>	<u>13,985,930</u>	<u>14,490,086</u>	<u>806,599,147</u>
Total governmental funds capital assets	<u>\$ 38,017,804</u>	<u>\$ 730,216,496</u>	<u>\$ 20,366,025</u>	<u>\$ 52,484,332</u>	<u>\$ 16,376,260</u>	<u>\$ 857,460,917</u>

This schedule presents only the capital asset balances related to the governmental funds. Accordingly the capital assets reported in the internal service funds are excluded from the above amounts. Generally, the capital assets on internal service funds are included as governmental activities in the statement of net assets. The capital assets of the enterprise fund are reported separately under business-type activities.

**WASHOE COUNTY SCHOOL DISTRICT  
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS  
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY  
FOR THE YEAR ENDED JUNE 30, 2010**

<b>FUNCTION AND ACTIVITY</b>	<b>GOVERNMENTAL FUNDS CAPITAL ASSETS JULY 1, 2009</b>	<b>ADDITIONS</b>	<b>DEDUCTIONS</b>	<b>GOVERNMENTAL FUNDS CAPITAL ASSETS JUNE 30, 2010</b>
General Government:				
Instruction	\$ 7,795,360	\$ 172,728	\$ 114,632	\$ 7,853,456
Student support	985,320	26,198	-	1,011,518
Instructional staff support	713,414	46,945	41,872	718,487
General administration	279,697	-	-	279,697
School administration	43,779	-	-	43,779
Central services	4,068,028	1,351,451	193,478	5,226,001
Operations and maintenance	12,122,037	143,109	101,139	12,164,007
Student transportation	25,896,066	1,195,985	3,582,413	23,509,638
Other support	50,004	-	7,597	42,407
Community services operations	12,779	-	-	12,779
Facilities	771,680,999	35,062,808	144,659	806,599,148
Total governmental funds capital assets	<u>\$ 823,647,483</u>	<u>\$ 37,999,224</u>	<u>\$ 4,185,790</u>	<u>\$ 857,460,917</u>

This schedule presents only the capital asset balances related to the governmental funds. Accordingly the capital assets reported in the internal service funds are excluded from the above amounts. Generally, the capital assets on internal service funds are included as governmental activities in the statement of net assets. The capital assets of the enterprise fund are reported separately under business-type activities.



# Statistical Section



*Washoe County  
School District*

Comprehensive  
Annual  
Financial Report

# Statistical Section

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This section presents detailed information as a context for understanding what the information in the financial statements, note disclosures and required supplementary information says about the District's overall financial health.

	<u>Tables</u>
<b>Financial Trends</b> Provides trend information to assist in understanding how the District's financial performance and well-being have changed over time.	1.1 – 1.5
<b>Revenue Capacity</b> Information to assist in understanding the District's most significant local revenue sources, property taxes (ad valorem).	2.1 – 2.5
<b>Debt Capacity</b> Information assessing the affordability of the District's current levels of outstanding debt and the ability to issue additional debt in the future.	3.1 – 3.3
<b>Demographic and Economic Information</b> Indicators to assist in understanding the environment within which the District's financial activities take place.	4.1 – 4.2
<b>Operating Information</b> Service and infrastructure data to assist in understanding how the information in the District's financial report relates to the services and activities provided.	5.1 – 5.4

Sources: Unless otherwise noted, the information in these tables is derived from the Comprehensive Financial Report for the relevant year.

**Washoe County School District  
Net Assets by Component  
Last Nine Fiscal Years  
(accrual basis of accounting)**

	<b>Fiscal Year Ended June 30, 2010</b>			
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>
<b>Governmental activities</b>				
Invested in capital assets, net of related debt	\$ 99,715,396	\$ 103,275,042	\$ 116,714,931	\$ 127,695,444
Restricted	36,878,994	48,612,148	42,954,923	51,789,892
Unrestricted	(12,198,137)	(8,263,575)	6,064,672	21,650,755
<b>Total governmental activities net assets</b>	<b>\$ <u>124,396,253</u></b>	<b>\$ <u>143,623,615</u></b>	<b>\$ <u>165,734,526</u></b>	<b>\$ <u>201,136,091</u></b>
<b>Business-type activities</b>				
Invested in capital assets	\$ -	\$ -	\$ -	\$ -
Unrestricted	-	-	-	-
<b>Total business-type activities net assets</b>	<b>\$ <u>-</u></b>	<b>\$ <u>-</u></b>	<b>\$ <u>-</u></b>	<b>\$ <u>-</u></b>
<b>Primary government</b>				
Invested in capital assets, net of related debt	\$ 99,715,396	\$ 103,275,042	\$ 116,714,931	\$ 127,695,444
Restricted	36,878,994	48,612,148	42,954,923	51,789,892
Unrestricted	(12,198,137)	(8,263,575)	6,064,672	21,650,755
<b>Total primary government net assets</b>	<b>\$ <u>124,396,253</u></b>	<b>\$ <u>143,623,615</u></b>	<b>\$ <u>165,734,526</u></b>	<b>\$ <u>201,136,091</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

Table 1.1

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$	136,809,928	\$ 146,148,691	\$ 162,631,890	\$ 174,502,710	\$ 172,508,687
	60,204,389	98,216,742	114,710,349	130,837,182	150,656,823
	35,443,408	28,324,447	38,226,905	43,165,344	44,487,478
\$	<u><b>232,457,725</b></u>	<u><b>272,689,880</b></u>	<u><b>315,569,144</b></u>	<u><b>348,505,236</b></u>	<u><b>367,652,988</b></u>
\$	542,397	\$ 503,245	\$ 404,802	\$ 396,799	\$ 633,724
	3,156,740	2,667,745	2,713,850	3,304,626	3,693,147
\$	<u><b>3,699,137</b></u>	<u><b>3,170,990</b></u>	<u><b>3,118,652</b></u>	<u><b>3,701,425</b></u>	<u><b>4,326,871</b></u>
\$	137,352,325	\$ 146,651,936	\$ 163,036,692	\$ 174,899,509	\$ 173,142,411
	60,204,389	98,216,742	128,996,995	130,837,182	150,656,823
	38,600,148	30,992,192	26,654,109	46,469,970	48,180,625
\$	<u><b>236,156,862</b></u>	<u><b>275,860,870</b></u>	<u><b>318,687,796</b></u>	<u><b>352,206,661</b></u>	<u><b>371,979,859</b></u>

**Washoe County School District  
Changes in Net Assets  
Last Nine Fiscal Years  
(accrual basis of accounting)**

	Fiscal Year Ended June 30,			
	2002	2003	2004	2005
<b>Expenses</b>				
Governmental activities				
Instruction				
Regular instruction	\$ 180,196,628	\$ 184,993,866	\$ 194,831,967	\$ 206,911,454
Special instruction	30,070,560	32,001,726	34,870,606	37,356,574
Vocational instruction	6,593,175	6,227,423	7,299,838	7,310,262
Other instruction	4,767,956	5,009,228	5,263,695	5,299,761
Adult education instruction	-	-	-	-
Community services instruction	-	-	-	-
Co-curricular instruction	-	-	-	-
Total instruction	<u>221,628,319</u>	<u>228,232,243</u>	<u>242,266,106</u>	<u>256,878,051</u>
Support services				
Instruction	-	-	-	-
Student support	17,903,382	18,448,225	21,195,379	25,372,276
Instructional staff support	13,329,522	15,336,683	15,536,807	15,787,724
General administration	5,542,329	6,077,638	6,261,080	6,632,435
School administration	18,739,572	19,965,103	21,622,401	22,674,418
Central services	8,699,048	9,105,838	10,653,433	13,448,660
Operation and maintenance	32,528,440	33,658,260	34,840,160	36,854,305
Student transportation	12,376,312	13,343,831	13,507,932	15,126,041
Other support	179,924	336,498	199,114	144,341
Nutrition services	12,554,171	13,373,888	13,853,617	14,621,816
Community services operations	-	-	-	-
Facilities	17,369,591	13,737,063	17,294,160	17,700,847
Interest on long-term debt	22,161,971	17,121,442	19,132,944	18,955,978
Amortization of issuance costs on debt	-	459,603	547,483	715,201
Total support services	<u>161,384,262</u>	<u>160,964,072</u>	<u>174,644,510</u>	<u>188,034,042</u>
Total governmental activities	<u>383,012,581</u>	<u>389,196,315</u>	<u>416,910,616</u>	<u>444,912,093</u>
Business-type activities:				
Nutrition services	-	-	-	-
Total school district	<u>\$ 383,012,581</u>	<u>\$ 389,196,315</u>	<u>\$ 416,910,616</u>	<u>\$ 444,912,093</u>

Table 1.2

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$	219,283,856	\$ 237,531,977	\$ 249,002,229	\$ 255,214,934	\$ 215,922,516
	40,361,274	43,558,232	46,242,040	51,095,105	67,093,235
	7,978,977	6,859,471	7,025,834	7,408,013	8,289,052
	4,908,141	5,983,182	5,883,354	6,478,515	50,408,402
	-	-	-	-	1,600,284
	-	-	-	-	856,533
	-	-	-	-	3,422,601
	<u>272,532,248</u>	<u>293,932,862</u>	<u>308,153,457</u>	<u>320,196,567</u>	<u>347,592,623</u>
	-	-	-	-	293,830
	27,775,369	28,176,004	32,412,506	34,798,496	25,696,965
	18,234,230	21,037,319	24,081,071	24,778,616	12,090,308
	7,195,661	8,181,454	9,670,750	10,209,601	5,652,249
	24,734,884	26,058,599	29,873,872	31,301,763	31,075,074
	14,374,653	15,077,494	16,161,147	18,357,475	23,144,740
	42,085,877	45,212,457	47,252,870	50,175,497	48,294,122
	16,311,285	17,172,992	21,834,104	21,974,038	15,454,876
	29,117	231,449	238,197	313,763	145,056
	-	-	-	-	-
	-	-	271,759	231,969	402,769
	16,272,050	25,817,244	22,954,240	26,315,951	31,261,928
	20,921,135	20,107,992	22,641,916	24,090,170	25,395,984
	804,603	1,114,139	1,118,092	1,151,957	959,176
	<u>188,738,864</u>	<u>208,187,143</u>	<u>228,510,524</u>	<u>243,699,296</u>	<u>219,867,077</u>
	<u>461,271,112</u>	<u>502,120,005</u>	<u>536,663,981</u>	<u>563,895,863</u>	<u>567,459,700</u>
	<u>15,603,133</u>	<u>16,973,722</u>	<u>18,028,995</u>	<u>17,334,964</u>	<u>18,643,773</u>
\$	<u><u>476,874,245</u></u>	<u><u>519,093,727</u></u>	<u><u>554,692,976</u></u>	<u><u>581,230,827</u></u>	<u><u>586,103,473</u></u>

(CONTINUED)

**Washoe County School District  
Changes in Net Assets  
Last Nine Fiscal Years  
(accrual basis of accounting)**

	Fiscal Year Ended June 30,			
	2002	2003	2004	2005
<b>Program revenues</b>				
Governmental activities				
Charges for services				
Regular instruction	\$ 221,483	\$ 231,908	\$ 158,452	\$ 172,569
Other instruction	934,942	1,104,753	985,198	1,175,060
Instructional staff support	205,004	240,161	236,461	238,541
General administration	-	-	-	-
School administration	142,112	145,547	153,168	149,688
Nutrition services	6,175,534	6,154,667	6,287,680	6,578,912
Community services operations	-	-	-	-
Operating grants and contributions	<u>68,176,805</u>	<u>71,314,386</u>	<u>75,489,897</u>	<u>86,721,909</u>
Total governmental activities program revenues	<u>75,855,880</u>	<u>79,191,422</u>	<u>83,310,856</u>	<u>95,036,679</u>
Business-type activities				
Charges for services	-	-	-	-
Operating grants and contributions	-	-	-	-
Total business-type activities revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total primary government revenues	<u>\$ 75,855,880</u>	<u>\$ 79,191,422</u>	<u>\$ 83,310,856</u>	<u>\$ 95,036,679</u>
<b>Net (expense)/revenue</b>				
Governmental activities	\$ (307,156,701)	\$ (310,004,893)	\$ (333,599,760)	\$ (349,875,414)
Business-type activities	-	-	-	-
Total primary government net expense	<u>\$ (307,156,701)</u>	<u>\$ (310,004,893)</u>	<u>\$ (333,599,760)</u>	<u>\$ (349,875,414)</u>
<b>General revenues and other changes in net assets</b>				
Governmental activities				
Taxes				
Property taxes	\$ 102,617,739	\$ 109,768,083	\$ 117,819,676	\$ 126,044,207
Local school support taxes	112,258,067	116,959,363	128,565,040	145,056,434
Government service taxes	13,015,491	14,230,955	15,817,100	17,260,710
Other local sources	3,324,087	4,406,690	4,476,050	5,297,089
Unrestricted investment earnings	7,363,521	4,912,745	1,672,999	5,789,233
State aid not restricted to specific purposes	75,088,119	78,721,232	87,154,547	85,542,351
ARRA - State Fiscal Stabilization	-	-	-	-
Franchise Taxes	<u>230,353</u>	<u>233,187</u>	<u>205,259</u>	<u>286,955</u>
Total governmental activities	<u>313,897,377</u>	<u>329,232,255</u>	<u>355,710,671</u>	<u>385,276,979</u>
Business-type activities				
Transfers	-	-	-	-
Total primary government revenues	<u>\$ 313,897,377</u>	<u>\$ 329,232,255</u>	<u>\$ 355,710,671</u>	<u>\$ 385,276,979</u>
<b>Change in net assets</b>				
Governmental activities	\$ 6,740,676	\$ 19,227,362	\$ 22,110,911	\$ 35,401,565
Business-type activities	-	-	-	-
Total primary government	<u>\$ 6,740,676</u>	<u>\$ 19,227,362</u>	<u>\$ 22,110,911</u>	<u>\$ 35,401,565</u>

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

Table 1.2

	2006	2007	2008	2009	2010
\$	263,077	\$ 290,232	\$ -	\$ -	\$ -
	976,922	1,193,347	1,283,690	1,038,137	544,918
	425,096	580,332	520,432	390,408	-
	-	-	-	-	389,397
	140,864	152,068	162,735	162,438	-
	-	-	-	-	-
	-	-	215,864	205,767	335,279
	<u>86,523,775</u>	<u>105,380,311</u>	<u>98,800,969</u>	<u>105,300,822</u>	<u>107,415,696</u>
	<u>88,329,734</u>	<u>107,596,290</u>	<u>100,983,690</u>	<u>107,097,572</u>	<u>108,685,290</u>
	6,945,811	6,870,401	6,738,145	5,968,280	5,381,119
	<u>9,313,397</u>	<u>9,575,174</u>	<u>10,988,512</u>	<u>11,949,457</u>	<u>13,562,465</u>
	<u>16,259,208</u>	<u>16,445,575</u>	<u>17,726,657</u>	<u>17,917,737</u>	<u>18,943,584</u>
\$	<u><u>104,588,942</u></u>	<u><u>124,041,865</u></u>	<u><u>118,710,347</u></u>	<u><u>125,015,309</u></u>	<u><u>127,628,874</u></u>
\$	(372,941,378)	\$ (394,523,715)	\$ (435,680,291)	\$ (456,798,291)	\$ (458,774,410)
	<u>656,075</u>	<u>(528,147)</u>	<u>(302,338)</u>	<u>582,773</u>	<u>299,811</u>
\$	<u><u>(372,285,303)</u></u>	<u><u>(395,051,862)</u></u>	<u><u>(435,982,629)</u></u>	<u><u>(456,215,518)</u></u>	<u><u>(458,474,599)</u></u>
\$	136,445,205	\$ 150,413,632	\$ 161,108,715	\$ 170,321,918	\$ 167,348,704
	161,027,372	156,893,557	153,328,703	120,369,201	127,099,100
	18,277,143	18,677,186	18,297,902	16,643,570	15,321,249
	6,610,442	6,040,636	6,502,756	7,608,186	6,476,613
	7,304,748	10,277,185	13,687,934	9,476,546	4,954,850
	77,280,007	92,147,678	125,171,400	143,080,662	156,389,169
	-	-	-	21,869,831	-
	<u>361,157</u>	<u>305,996</u>	<u>462,145</u>	<u>364,469</u>	<u>332,477</u>
	<u>407,306,074</u>	<u>434,755,870</u>	<u>478,559,555</u>	<u>489,734,383</u>	<u>477,922,162</u>
	-	-	250,000	-	325,635
\$	<u><u>407,306,074</u></u>	<u><u>434,755,870</u></u>	<u><u>478,809,555</u></u>	<u><u>489,734,383</u></u>	<u><u>478,247,797</u></u>
\$	34,364,696	\$ 40,232,155	\$ 42,879,264	\$ 32,936,092	\$ 19,147,752
	<u>656,075</u>	<u>(528,147)</u>	<u>(52,338)</u>	<u>582,773</u>	<u>625,446</u>
\$	<u><u>35,020,771</u></u>	<u><u>39,704,008</u></u>	<u><u>42,826,926</u></u>	<u><u>33,518,865</u></u>	<u><u>19,773,198</u></u>

**Washoe County School District  
Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)**

	Fiscal Year Ended June 30,			
	2001	2002	2003	2004
<b>General fund</b>				
Reserved	\$ 6,456,853	\$ 2,917,834	\$ 2,332,785	\$ 6,310,332
Unreserved	3,606,244	2,515,484	8,223,279	12,600,229
<b>Total general fund</b>	<b>\$ 10,063,097</b>	<b>\$ 5,433,318</b>	<b>\$ 10,556,064</b>	<b>\$ 18,910,561</b>
<b>All other governmental funds</b>				
Reserved	\$ 41,661,734	\$ 75,152,558	\$ 54,937,381	\$ 46,972,103
Unreserved reported in:				
Special revenue funds	(448,548)	1,294,478	1,714,981	4,475,704
Capital projects funds	93,630,785	28,562,722	34,344,217	63,947,633
<b>Total all other governmental funds</b>	<b>\$ 134,843,971</b>	<b>\$ 105,009,758</b>	<b>\$ 90,996,579</b>	<b>\$ 115,395,440</b>
<b>Total governmental funds</b>	<b>\$ 144,907,068</b>	<b>\$ 110,443,076</b>	<b>\$ 101,552,643</b>	<b>\$ 134,306,001</b>

Fluctuations in all other governmental fund balance reserved and unreserved amounts primarily reflect financing, construction in progress and completion of large capital projects.

Source: Washoe County School District Business Office

Table 1.3

	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$	1,955,639	\$ 2,991,296	\$ 2,896,595	\$ 1,711,496	\$ 3,624,998	\$ 2,822,180
	22,681,321	28,909,898	34,864,420	46,515,636	53,180,043	61,710,700
\$	<u><b>24,636,960</b></u>	<u><b>31,901,194</b></u>	<u><b>37,761,015</b></u>	<u><b>48,227,132</b></u>	<u><b>56,805,041</b></u>	<u><b>64,532,880</b></u>
\$	76,987,832	\$ 67,813,194	\$ 66,760,281	\$ 121,979,693	\$ 103,186,619	\$ 90,860,701
	7,022,230	9,953,987	14,959,439	14,286,646	11,089,587	4,394,767
	93,283,119	54,227,357	109,248,946	82,927,717	77,107,155	86,521,977
\$	<u><b>177,293,181</b></u>	<u><b>131,994,538</b></u>	<u><b>190,968,666</b></u>	<u><b>219,194,056</b></u>	<u><b>191,383,361</b></u>	<u><b>181,777,445</b></u>
\$	<u><b>201,930,141</b></u>	<u><b>163,895,732</b></u>	<u><b>228,729,681</b></u>	<u><b>267,421,188</b></u>	<u><b>248,188,402</b></u>	<u><b>246,310,325</b></u>

**Washoe County School District**  
**Changes in Fund Balances of Governmental Funds**  
**Last Nine Fiscal Years**  
**(modified accrual basis of accounting)**

	Fiscal Year Ended June 30,			
	2002	2003	2004	2005
<b>Revenues</b>				
Local sources	\$ 245,902,508	\$ 258,706,169	\$ 277,758,436	\$ 309,321,004
State sources	115,513,083	117,830,448	125,302,983	129,972,727
Federal sources	26,831,858	31,007,808	35,131,347	40,324,344
Other sources	1,418,410	1,258,824	2,010	37,345
<b>Total revenues</b>	<b>389,665,859</b>	<b>408,803,249</b>	<b>438,194,776</b>	<b>479,655,420</b>
<b>Expenditures</b>				
Current				
Regular programs	179,366,818	183,529,233	197,968,562	208,690,609
Special programs	29,938,441	31,741,223	34,842,293	37,844,397
Vocational programs	6,564,020	6,169,534	7,293,902	7,405,722
Other instructional programs	2,930,266	2,776,041	2,928,092	3,114,088
Adult education programs	1,090,042	1,420,058	1,369,039	1,327,449
Food service programs	12,576,917	13,507,772	14,009,635	14,838,211
Community services programs	701,908	762,200	813,387	793,625
Co-curricular programs	-	-	-	-
Undistributed expenditures				
Instruction	-	-	-	-
Student support	17,842,362	18,343,762	21,396,488	25,956,643
Instructional staff support	13,268,685	15,217,607	15,593,094	16,027,761
General administration	5,502,641	6,027,809	6,240,901	6,743,167
School administration	18,669,539	19,791,036	21,604,444	22,993,010
Central services	8,662,595	9,069,891	10,753,118	14,168,104
Operation and maintenance	35,762,338	33,181,675	34,592,121	37,737,291
Student transportation	12,142,202	12,635,127	12,717,685	19,047,410
Other support	167,506	332,299	189,113	132,307
Community services operations	-	-	-	-
Capital projects	5,195,672	3,430,599	2,249,578	799,093
Capital outlay				
Capital outlay	40,212,360	53,318,529	36,588,795	18,261,546
Debt service				
Principal	20,028,992	22,144,229	23,392,727	25,720,391
Interest	19,892,555	16,422,095	19,474,379	19,156,006
Bond issuance costs	-	898,612	693,292	547,149
Other	1,105,185	-	9,846	13,738
<b>Total expenditures</b>	<b>431,621,044</b>	<b>450,719,331</b>	<b>464,720,491</b>	<b>481,317,717</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(41,955,185)</b>	<b>(41,916,082)</b>	<b>(26,525,715)</b>	<b>(1,662,297)</b>
<b>Other financing sources (uses)</b>				
Capital leases	3,945,569	259,770	6,914,598	1,019,287
Refunded capital leases	9,710,001	-	-	-
Refunding bonds Issued	46,939,230	68,940,000	11,820,000	22,970,000
Payments for refunded capital leases	(5,959,017)	(2,881,410)	-	-
Bonds issued	-	36,000,000	55,000,000	66,000,000
Debt premiums	-	6,925,688	1,112,967	6,792,039
Payments to refunded bonds escrow agent	(46,707,069)	(74,464,866)	(12,011,244)	(25,147,135)
Transfers in	19,020,755	20,201,851	24,167,589	26,057,411
Transfers out	(20,549,591)	(21,955,384)	(27,904,837)	(28,405,165)
<b>Total other financing sources (uses)</b>	<b>6,399,878</b>	<b>33,025,649</b>	<b>59,099,073</b>	<b>69,286,437</b>
<b>Net change in fund balances</b>	<b>\$ (35,555,307)</b>	<b>\$ (8,890,433)</b>	<b>\$ 32,573,358</b>	<b>\$ 67,624,140</b>
<b>Debt service as a percentage of non-capital expenditures</b>	10.20%	9.70%	10.01%	9.69%

Note: Information prior to 2001-02 not readily available  
Source: Washoe County School District Business Office

Table 1.4

	2006	2007	2008	2009	2010
\$	332,242,387	\$ 345,206,688	\$ 357,047,961	\$ 325,570,132	\$ 324,664,593
	130,050,648	163,589,108	186,229,991	210,879,096	215,449,306
	31,975,138	32,223,794	34,469,253	56,883,485	45,264,459
	37,224	32,032	281,635	245,070	28,533
	<b>494,305,397</b>	<b>541,051,622</b>	<b>578,028,840</b>	<b>593,577,783</b>	<b>585,406,891</b>
	219,930,930	239,765,677	251,866,060	257,809,827	218,542,060
	40,502,495	43,980,533	46,753,582	51,831,651	68,224,241
	8,006,895	6,925,974	7,103,556	7,501,464	8,418,594
	3,199,927	3,917,914	3,839,555	4,408,490	52,361,058
	1,080,063	1,268,709	1,168,060	1,098,957	1,651,604
	-	-	-	-	-
	642,275	854,566	940,823	938,856	884,001
	-	-	-	-	3,532,363
	-	-	-	-	303,553
	27,771,224	28,350,002	32,776,708	35,069,594	25,923,410
	18,305,324	21,286,332	24,379,737	24,911,810	12,169,686
	7,208,768	8,248,281	9,757,193	10,223,323	5,737,648
	24,818,064	26,307,853	30,212,368	31,600,900	31,584,124
	14,336,042	16,130,137	16,685,962	18,384,237	24,726,262
	41,985,686	45,666,518	47,596,337	50,598,979	48,859,813
	16,801,178	19,067,657	23,660,180	20,516,229	14,908,326
	16,851	217,113	238,840	315,279	-
	-	-	275,219	229,920	414,448
	2,793,185	6,964,292	3,525,626	10,358,602	11,666,683
	84,238,853	21,753,919	39,965,163	73,219,024	37,999,224
	26,553,319	29,302,637	32,277,384	32,747,389	43,609,116
	20,881,655	20,276,179	22,752,490	24,035,406	25,444,338
	1,710,989	511,796	351,480	629,331	455,566
	12,325	14,900	14,351	11,698	142,169
	<b>560,796,048</b>	<b>540,810,989</b>	<b>596,140,674</b>	<b>656,440,966</b>	<b>637,558,287</b>
	<b>(66,490,651)</b>	<b>240,633</b>	<b>(18,111,834)</b>	<b>(62,863,183)</b>	<b>(52,151,396)</b>
	1,005,000	1,705,000	3,398,000	-	870,000
	-	-	-	-	-
	29,820,000	66,585,000	-	-	13,700,000
	-	-	-	-	-
	30,000,000	65,000,000	55,000,000	45,000,000	50,995,000
	402,898	184,417	701,953	338,162	1,022,133
	(28,475,000)	(67,010,175)	-	-	(14,570,000)
	30,256,343	38,571,267	33,207,173	38,580,485	35,608,717
	(32,154,842)	(40,442,193)	(35,503,785)	(40,288,250)	(37,352,531)
	<b>30,854,399</b>	<b>64,593,316</b>	<b>56,803,341</b>	<b>43,630,397</b>	<b>50,273,319</b>
\$	<b>(35,636,252)</b>	<b>64,833,949</b>	<b>38,691,507</b>	<b>(19,232,786)</b>	<b>(1,878,077)</b>
	9.95%	9.55%	9.89%	9.74%	11.52%

**Washoe County School District  
Major Governmental Revenues By Source  
Last Ten Fiscal Years  
(modified accrual basis of accounting)**

<b>Fiscal Year Ended June 30,</b>	<b>General Fund State Distributive School Fund</b>	<b>General Fund Ad Valorem Taxes</b>	<b>General Fund Franchise Tax</b>	<b>General Fund Government Services Tax</b>	<b>General Fund Local School Support Tax (Sales Tax)</b>
2001	\$ 65,294,451	\$ 64,667,692	\$ 165,560	\$ 9,662,929	\$ 110,894,639
2002	75,088,119	67,239,288	230,353	10,338,568	112,258,067
2003	78,721,232	72,277,614	233,187	11,303,671	116,959,363
2004	87,154,547	77,268,419	205,259	12,563,725	128,565,040
2005	85,542,351	82,793,542	286,955	13,709,075	145,056,434
2006	77,280,007	89,351,473	361,157	14,517,247	161,027,372
2007	92,147,678	98,451,752	305,996	14,834,870	156,893,557
2008	125,171,400	105,044,775	462,145	14,533,686	153,328,703
2009	143,080,662	110,021,656	364,469	13,219,509	120,369,201
2010	156,389,169	109,168,786	332,477	12,163,806	127,099,100

Source: Washoe County School District Business Office

Table 1.5

<b>General Fund Investment Income</b>	<b>General Fund ARRA State Fiscal Stabilization</b>	<b>Debt Service Fund Ad Valorem Taxes</b>	<b>Capital Projects Fund Government Services Tax</b>	<b>Special Revenue Fund State Distributive School Fund</b>
\$ 1,589,520	\$ -	\$ 34,349,012	\$ 2,502,729	\$ 12,981,481
778,074	-	35,327,857	2,676,923	13,887,475
439,873	-	37,951,688	2,927,284	14,771,785
369,444	-	40,437,409	3,253,375	15,983,978
1,030,943	-	43,304,316	3,551,635	16,881,687
2,554,914	-	46,760,465	3,759,896	18,655,920
3,360,393	-	51,692,753	3,842,316	19,644,528
3,593,870	-	55,343,712	3,764,216	21,029,346
1,883,405	21,869,831	58,121,673	3,424,061	22,892,682
876,542	-	57,629,191	3,157,443	22,866,600



**Washoe County School District  
Washoe County, Nevada  
Principal Property Taxpayers  
Current Year and Nine Years Ago  
(amounts expressed in thousands)**

Table 2.1

Taxpayer	2010			2001		
	Assessed Valuation	Rank	Percent of Total Assessed Valuation	Assessed Valuation	Rank	Percent of Total Assessed Valuation
Peppermill Casinos, Inc.	\$ 116,986	1	0.77%	\$ 57,373	5	0.63%
Renown Medical Center, Inc.	91,547	2	0.61%	-	-	-
Credit Markets Real Estate Corporation	72,100	3	0.48%	-	-	-
Prologis NA3 LLC	70,092	4	0.46%	-	-	-
Circus Circus & El Dorado Joint Venture	58,828	5	0.39%	83,062	2	0.91%
Catholic Healthcare West, Inc.	53,723	6	0.36%	-	-	-
Sparks Legend Development	50,378	7	0.33%	-	-	-
Golden Road Motor, Inc.	48,361	8	0.32%	-	-	-
International Game Technology	39,235	9	0.26%	-	-	-
Prologis NA3 NV V LLC	37,463	10	0.25%	-	-	-
Sierra Pacific Power Company	-	-	-	135,468	1	1.49%
Sparks Nugget Inc.	-	-	-	67,025	3	0.74%
Nevada Bell	-	-	-	57,609	4	0.63%
Dermody Industrial Park	-	-	-	46,475	6	0.51%
FHR Corporation	-	-	-	45,832	7	0.51%
Circus Circus Casinos, Inc.	-	-	-	43,753	8	0.48%
El Dorado Resorts, LLC	-	-	-	43,066	9	0.47%
Harrah's Club	-	-	-	40,077	10	0.44%
<b>SUBTOTAL</b>	<b>638,713</b>		<b>4.23%</b>	<b>619,740</b>		<b>6.81%</b>
All other taxpayers	14,460,763		95.77%	8,476,958		93.19%
<b>TOTAL ASSESSED VALUATION</b>	<b>\$ 15,099,476</b>		<b>100.00%</b>	<b>\$ 9,096,698</b>		<b>100.00%</b>

Source: Washoe County Comptroller's Office

**Washoe County School District**  
**Washoe County, Nevada**  
**Property Tax Rates Direct and Overlapping Governments**  
**Last Ten Fiscal Years**  
**(tax rates per \$100 assessed valuation)**

	Fiscal Year Ended June 30,			
	2001	2002	2003	2004
<b>Washoe County</b>				
Operating rate	0.8401	0.8567	0.9217	0.9167
Voter approved				
Child protective services	0.0400	0.0400	0.0400	0.0400
Regional animal services	-	-	-	0.0300
Senior services	0.0100	0.0100	0.0100	0.0100
Library expansion	0.0200	0.0200	0.0200	0.0200
Legislative overrides				
Indigent insurance	0.0150	0.0150	0.0150	0.0000
Indigent health	0.0900	0.0850	0.0800	0.0900
Capital acquisition	0.0500	0.0500	0.0500	0.0500
Youth services	0.0044	0.0048	0.0070	0.0084
Detention center	0.0774	0.0774	0.0774	0.0774
SCCRT loss	-	-	-	0.0150
Family court	0.0192	0.0192	0.0192	0.0192
AB 104 Fair share tax	0.0272	0.0272	0.0272	0.0272
Debt service	0.0562	0.0652	0.0778	0.0778
<b>Total Washoe County direct rate</b>	<b>1.2495</b>	<b>1.2705</b>	<b>1.3453</b>	<b>1.3817</b>
State of Nevada	0.1500	0.1500	0.1500	0.1700
Washoe County School District	1.1385	1.1385	1.1385	1.1385
<b>Total, Washoe County unincorporated area</b>	<b>2.5380</b>	<b>2.5590</b>	<b>2.6338</b>	<b>2.6902</b>
<b>Cities</b>				
City of Reno	0.9076	0.9556	0.9456	0.9456
City of Sparks	0.8106	0.8653	0.9361	0.9161
<b>Fire Districts</b>				
North Lake Tahoe Fire Protection District	0.5025	0.5068	0.5101	0.5227
Sierra Fire Protection District	0.4200	0.4200	0.4200	0.4200
Truckee Meadows Fire Protection District	0.4813	0.4813	0.4813	0.4813
<b>General Improvement Districts</b>				
Gerlach	-	-	-	-
Incline Village	0.0588	0.0682	0.0695	0.0741
Palomino Valley	0.3646	0.3970	0.3965	0.4230
South Truckee Meadows	0.1329	0.1216	0.1125	0.1007
<b>Other Special Districts</b>				
Lemmon Valley Underground Water Basin	-	-	-	0.0022
Sun Valley Water & Sanitation District	0.1004	0.1084	0.1137	0.1243
Truckee Meadows Underground Water	0.0005	0.0005	0.0005	0.0004

Source: Washoe County Comptroller's Office

Table 2.2

2005	2006	2007	2008	2009	2010
0.9231	0.9231	0.9401	0.9592	0.9629	0.9612
0.0400	0.0400	0.0400	0.0400	0.0400	0.0400
0.0300	0.0300	0.0300	0.0300	0.0300	0.0300
0.0100	0.0100	0.0100	0.0100	0.0100	0.0100
0.0200	0.0200	0.0200	0.0200	0.0200	0.0200
0.0150	0.0150	0.0150	0.0150	0.0150	0.0150
0.1000	0.1000	0.0950	0.0800	0.0800	0.0800
0.0500	0.0500	0.0500	0.0500	0.0500	0.0500
0.0083	0.0083	0.0077	0.0077	0.0077	0.0077
0.0774	0.0774	0.0774	0.0774	0.0774	0.0774
-	-	-	-	-	-
0.0192	0.0192	0.0192	0.0192	0.0192	0.0192
0.0272	0.0272	0.0272	0.0272	0.0272	0.0272
0.0715	0.0715	0.0601	0.0560	0.0523	0.0540
<b>1.3917</b>	<b>1.3917</b>	<b>1.3917</b>	<b>1.3917</b>	<b>1.3917</b>	<b>1.3917</b>
0.1700	0.1700	0.1700	0.1700	0.1700	0.1700
1.1385	1.1385	1.1385	1.1385	1.1385	1.1385
<b>2.7002</b>	<b>2.7002</b>	<b>2.7002</b>	<b>2.7002</b>	<b>2.7002</b>	<b>2.7002</b>
0.9456	0.9456	0.9456	0.9456	0.9456	0.9456
0.9161	0.9161	0.9161	0.9161	0.9161	0.9161
0.4746	0.5118	0.5070	0.5142	0.5226	0.5275
0.4200	0.4200	0.4200	0.4200	0.5200	0.5200
0.4713	0.4713	0.4713	0.4713	0.4713	0.4713
-	-	-	-	-	0.2550
0.0730	0.0702	0.0687	0.0711	0.0711	0.0755
0.4353	0.4168	0.4270	0.4270	0.4885	0.4885
-	-	-	-	-	-
0.0020	0.0019	0.0017	0.0012	-	-
0.1329	0.1329	0.1329	0.1329	0.1329	0.1457
0.0005	0.0005	0.0004	0.0004	0.0005	0.0040

**Washoe County School District  
Washoe County, Nevada  
Assessed and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years  
(amounts expressed in thousands)**

<b>Fiscal Year Ended June 30,</b>	<b>Real Property Assessed Property</b>				<b>Personal Property Assessed Value</b>
	<b>Residential</b>	<b>Commercial</b>	<b>Industrial</b>	<b>Other</b>	
2001	\$ 5,345,618	\$ 2,224,629	\$ 645,829	\$ 1,014,684	\$ 561,192
2002	5,779,329	2,266,553	716,567	930,450	598,262
2003	6,097,744	1,995,268	690,536	1,130,859	897,928
2004	6,914,968	2,146,658	734,470	1,411,793	632,546
2005	7,359,180	2,401,256	760,477	1,361,320	635,384
2006	8,112,575	2,629,471	805,595	1,490,866	596,491
2007	9,503,764	2,898,745	900,363	1,600,955	703,276
2008	10,767,225	3,317,724	973,242	1,885,497	691,628
2009	12,389,860	3,598,911	1,096,143	2,430,308	738,274
2010	10,680,846	3,779,799	1,092,343	1,475,332	748,403

Source: Washoe County Comptroller's Office

**Table 2.3**

		<b>Total</b>			
<b>Less: Exempt Property</b>		<b>Taxable Assessed Value</b>	<b>Estimated Actual Assessed Value</b>	<b>Assessed Value To Taxable Value</b>	<b>Total Direct Tax Rate</b>
\$	1,167,565	\$ 8,624,387	\$ 24,641,106	35.00%	1.2495
	1,194,463	9,096,698	25,990,566	35.00%	1.2705
	1,350,371	9,461,964	27,034,183	35.00%	1.3453
	1,431,598	10,408,837	29,739,534	35.00%	1.3817
	1,501,359	11,016,258	31,475,023	35.00%	1.3917
	1,655,650	11,979,348	34,226,709	35.00%	1.3917
	1,861,784	13,745,319	39,272,340	35.00%	1.3917
	2,529,824	15,105,492	43,158,549	35.00%	1.3917
	3,046,485	17,207,011	49,162,889	35.00%	1.3917
	2,677,247	15,099,476	43,141,360	35.00%	1.3917

**Washoe County School District  
Washoe County, Nevada  
Property Tax Levies and Collections  
Last Ten Fiscal Years  
(dollars expressed in thousands)**

Table 2.4

<b>Fiscal Year Ended June 30,</b>	<b>Net Secured Roll Tax Levy</b>	<b>Current Tax Collections</b>	<b>Percent of Levy Collected</b>	<b>Delinquent Tax Collections</b>	<b>Total Tax Collections</b>	<b>Total Collections As Percent of Current Levy</b>	<b>Outstanding Delinquent Taxes</b>	<b>Outstanding Delinquent Taxes As Percent of Current Levy</b>
2001	\$ 273,864	\$ 270,702	98.85%	\$ 3,121	\$ 273,823	99.99%	\$ 41	0.01%
2002	291,603	288,340	98.88%	3,214	291,554	99.98%	49	0.02%
2003	320,081	316,661	98.93%	3,376	320,037	99.99%	44	0.01%
2004	348,064	345,198	99.18%	2,808	348,006	99.98%	58	0.02%
2005	372,702	370,001	99.28%	2,636	372,637	99.98%	65	0.02%
2006	404,224	401,305	99.28%	2,759	404,064	99.96%	160	0.04%
2007	446,362	442,446	99.12%	2,303	444,749	99.64%	1,613	0.36%
2008	480,945	472,860	98.32%	-	472,860	98.32%	8,085	1.68%
2009	514,530	504,268	98.01%	-	504,268	98.01%	10,262	1.99%
2010	504,823	495,281	98.11%	-	495,281	98.11%	-	0.00%

Source: Washoe County Comptroller's Office

**Washoe County School District  
Washoe County, Nevada  
Taxable Sales  
Last Ten Fiscal Years  
(dollars expressed in thousands)**

Table 2.5

Fiscal Year Ended June 30,	Taxable Sales	Percent Change	Local School Support Tax Rate
2001	\$ 5,194,146	4.6%	2.25%
2002	5,280,706	1.7%	2.25%
2003	5,475,602	3.7%	2.25%
2004	6,003,368	9.6%	2.25%
2005	6,660,263	10.9%	2.25%
2006	7,245,525	8.8%	2.25%
2007	7,202,641	-0.6%	2.25%
2008	6,823,701	-5.3%	2.25%
2009	5,707,791	-16.4%	2.25%
2010	5,176,982	-9.3%	2.25%

Source: State of Nevada Department of Taxation

**Washoe County School District  
Ratios of Outstanding Debt by Type  
Last Ten Fiscal Years**

Table 3.1

Fiscal Year Ended June 30,	General Bonded Debt			Other Governmental Activities Debt			
	General Obligation Bonds	Percentage of Actual Property Value (a)	Per Capita (b)	Capital Lease Obligations	Total Primary Government	Percentage of Personal Income (b)	Per Capita (b)
2001	\$ 355,190,000	4.12%	\$ 1,005.43	\$ 14,692,732	\$ 369,882,732	2.81%	\$ 1,047.02
2002	355,985,000	3.91%	990.43	21,150,750	377,135,750	2.84%	1,049.28
2003	352,425,000	3.72%	944.25	17,429,798	369,854,798	2.66%	990.95
2004	385,090,000	3.70%	1,004.27	23,131,681	408,221,681	2.63%	1,064.59
2005	427,205,000	3.88%	1,076.51	22,255,576	449,460,576	2.69%	1,132.59
2006	433,985,000	3.62%	1,060.87	21,272,256	455,257,256	2.60%	1,112.87
2007	474,945,000	3.46%	1,136.07	20,709,619	495,654,619	2.70%	1,185.60
2008	500,380,000	3.31%	1,180.61	21,395,235	521,775,235	2.69%	1,231.09
2009	515,520,000	3.00%	1,237.35	18,507,845	534,027,845	2.88%	1,281.77
2010	524,700,000	3.47%	1,199.48	16,713,729	541,413,729	2.80%	1,237.69

(a) See Schedule 2.3 for taxable property value  
(b) See Schedule 4.1 for population and personal income data  
Source: Washoe County School District Business Office

**Washoe County School District  
Legal Debt Margin Information  
Last Ten Fiscal Years**

Table 3.2

Fiscal Year Ended June 30,	Debt Limit for School Districts	Total Net Debt Applicable to Limit	Legal Debt Margin	Total Net Debt Applicable to the Limit as a Percentage of Debt Limit
2001	\$ 1,364,504,640	\$ 355,190,000	\$ 1,009,314,640	26.03%
2002	1,419,154,875	335,985,000	1,083,169,875	23.68%
2003	1,561,438,114	352,425,000	1,209,013,114	22.57%
2004	1,652,438,739	385,155,000	1,267,283,739	23.31%
2005	1,732,291,780	427,205,000	1,305,086,780	24.66%
2006	1,900,908,705	433,985,000	1,466,923,705	22.83%
2007	2,265,823,871	474,945,000	1,790,878,871	20.96%
2008	2,581,051,586	500,380,000	2,080,671,586	19.39%
2009	2,659,385,485	515,520,000	2,143,865,485	19.38%
2010	2,335,848,390	528,719,733	1,807,128,657	22.64%

**Legal debt margin calculation for fiscal year ended June 30, 2010**

Current assessed valuation for 2010/2011 tax year	\$ 15,099,475,662
Redevelopment agencies	<u>472,846,938</u>
Total assessed value	15,572,322,600
General obligation debt limit (15%)	2,335,848,390
Outstanding general obligation debt	528,719,733
Legal debt margin	<u><u>\$ 1,807,128,657</u></u>

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

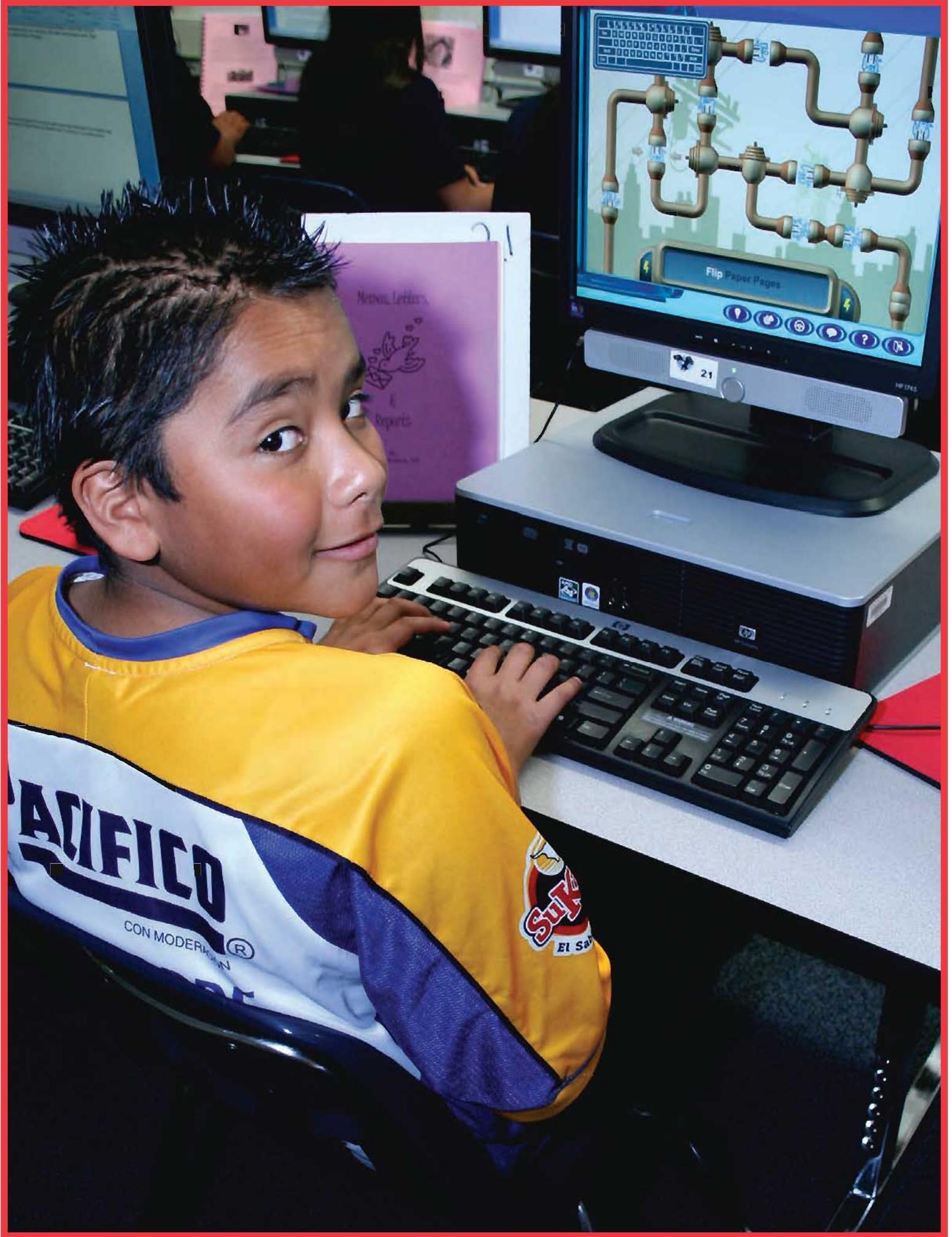
Source: Washoe County School District Business Office, JNA Consulting

**Washoe County School District**  
**Washoe County, Nevada**  
**General Obligation Direct and Overlapping Debt**  
**As of June 30, 2010**  
(amounts expressed in thousands)

Table 3.3

	<u>General Obligation Debt Outstanding</u>	<u>Present Self-Supporting General Obligation Debt</u>	<u>Percent Applicable To Washoe County</u>	<u>Applicable Net Debt</u>
<b>Direct debt</b>				
Washoe County School District	\$ 524,700	\$ -	100%	\$ 524,700
<b>Overlapping</b>				
Washoe County-Governmental Activity Bonds	153,236	-	100%	153,236
Washoe County-Special Assessment Bonds	2,973	2,973	100%	-
Reno/Sparks Convention Visitor's Authority	126,716	126,716	100%	-
City of Reno	52,485	-	100%	52,485
City of Reno-supported by specific revenues	396,109	396,109	100%	-
Reno-Special Assessment Bonds	21,979	21,979	100%	-
City of Sparks	6,415	-	100%	6,415
Sparks-Sewer/Utility Bonds	58,447	58,447	100%	-
Incline Village General Improvement District	21,573	21,573	100%	-
State of Nevada	<u>2,279,505</u>	<u>684,975</u>	12.62%	<u>201,230</u>
<b>Total overlapping debt</b>	<u>3,119,438</u>	<u>1,312,772</u>		<u>413,366</u>
<b>Total direct and overlapping debt</b>	<u>\$ 3,644,138</u>	<u>\$ 1,312,772</u>		<u>\$ 938,066</u>

Source: Washoe County Comptroller's Office



**Washoe County School District  
Washoe County, Nevada  
Demographic and Economic Statistics  
Last Ten Fiscal Years  
(dollars expressed in thousands)**

<b>Fiscal Year Ended June 30,</b>	<b>Population</b>	<b>Per Capita Income</b>	<b>Median Age</b>	<b>School Enrollment*</b>	<b>Total Personal Income</b>	<b>Unemployment Rate</b>
2001	353,271	\$ 37	35.6	55,561	\$ 13,139,838	4.5%
2002	359,423	37	35.6	57,583	13,273,476	4.9%
2003	373,233	37	35.8	58,903	13,900,375	4.6%
2004	383,453	41	35.1	60,408	15,532,986	4.2%
2005	396,844	42	36.1	62,097	16,700,497	4.0%
2006	409,085	43	36.5	62,372	17,510,758	4.0%
2007	418,061	44	34.5	63,025	18,378,021	4.6%
2008	423,833	46	36.5	63,628	19,392,856	6.8%
2009	416,632	45	36.4	63,287	18,550,337	11.5%
2010	437,439	45	37.5	62,455	19,322,433	13.6%

Source: Washoe County Comptroller's Office  
\* Washoe County School District

Table 4.1

<b>Total Labor Force</b>	<b>Construction Activity Total Value</b>	<b>Number of New Family Units</b>	<b>Taxable Sales</b>	<b>Gross Income From Gaming</b>	<b>Total Passenger Air Traffic</b>
200,500	\$ 290,589	1,270	\$ 5,194,146	\$ 1,113,289	5,332,507
203,300	294,356	1,324	5,292,179	1,049,152	4,485,369
204,700	305,249	1,217	5,481,583	1,032,988	4,514,225
207,900	345,640	1,009	6,023,437	1,011,658	4,918,829
209,500	368,356	1,113	6,687,447	1,016,864	5,097,170
216,563	307,686	851	7,268,593	1,072,937	5,149,700
219,502	225,085	557	7,202,641	1,069,608	5,014,382
221,666	202,519	240	6,823,701	996,614	4,841,257
224,231	85,407	103	5,707,791	867,202	3,979,015
225,280	55,952	36	5,176,982	788,546	3,777,701

**Washoe County School District  
Washoe County, Nevada  
Principal Employers  
Current Year and Nine Years Ago**

**Table 4.2**

<u>Employer</u>	<u>December, 2009</u>			<u>December, 2000</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percent of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percent of Total County Employment</u>
Washoe County School District	8000-8499	1	4.64%	6500-6999	1	3.69%
University of Nevada, Reno	3500-3999	2	1.99%	2500-2999	2	1.50%
Washoe County	2500-2999	3	1.46%	2500-2999	4	1.50%
Renown Medical Center	2000-2499	4	1.19%	2000-2499	6	1.23%
International Game Technology	2000-2499	5	1.19%	-	-	-
Peppermill Hotel Casino - Reno	2000-2499	6	1.19%	-	-	-
Silver Legacy Resort Casino	2000-2499	7	1.19%	2500-2999	5	1.50%
City of Reno	1500-1999	8	0.93%	-	-	-
Atlantis Casino Resort	1500-1999	9	0.93%	-	-	-
Eldorado Hotel & Casino	1500-1999	10	0.93%	2000-2499	7	1.23%
Reno Hilton	-	-	-	2500-2999	3	1.50%
Sparks Nugget, Inc.	-	-	-	2000-2499	8	1.23%
Circus Circus Casinos, Inc. - Reno	-	-	-	2000-2499	9	1.23%
Harrah's Reno	-	-	-	2000-2499	10	1.23%
<b>Total County covered employment</b>	<b><u>188,761</u></b>			<b><u>183,100</u></b>		

Source: Washoe County Comptroller's Office for all except Washoe County School District



**Washoe County School District  
Operating Statistics  
Last Ten Fiscal Years**

<b>Fiscal Year Ended June 30,</b>	<b>Enrollment</b>	<b>Governmental Funds Operating Expenditures</b>	<b>Cost per Pupil</b>	<b>Percentage Change</b>	<b>Primary Government Expenses</b>	<b>Cost per Pupil</b>
2001	55,651	\$ 423,117,062	\$ 7,603	10.52%	N/A	N/A
2002	57,583	431,621,044	7,496	-1.41%	383,012,581	6,651
2003	58,903	450,719,331	7,652	2.08%	389,196,315	6,607
2004	60,408	464,720,491	7,693	0.54%	416,910,616	6,902
2005	62,097	481,317,717	7,751	0.75%	444,912,093	7,165
2006	62,372	560,796,048	8,991	16.00%	461,271,112	7,395
2007	63,025	540,810,989	8,581	-4.56%	502,120,005	7,967
2008	63,628	596,140,674	9,369	9.19%	536,663,981	8,434
2009	63,287	656,440,966	10,372	10.71%	563,895,863	8,910
2010	62,445	637,558,287	10,210	-1.57%	567,459,700	9,087

(a) Meals served restated in FY09 (and all prior years) to include breakfast and lunch meals.

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

**Table 5.1**

<b>Percentage Change</b>	<b>Districtwide Teaching Staff</b>	<b>Pupil-Teacher Ratio</b>	<b>Number of Students Receiving Free or Reduced Priced Meals</b>	<b>Percentage of Students Receiving Free or Reduced Priced Meals</b>	<b>Total Meals Served (a)</b>
N/A	N/A	N/A	15,944	28.65%	4,826,853
N/A	N/A	N/A	18,902	32.83%	4,997,831
-0.66%	3,477	16.9	21,625	36.71%	5,089,614
4.45%	3,487	17.3	17,338	28.70%	5,277,978
3.81%	3,600	17.3	24,403	39.30%	5,321,863
3.22%	3,653	17.1	21,467	34.42%	5,455,734
7.73%	3,806	16.6	23,218	36.84%	5,684,279
5.87%	3,864	16.5	21,244	33.39%	5,946,951
5.64%	3,765	16.8	22,049	34.84%	5,995,436
1.99%	3,580	17.4	27,346	43.79%	6,076,114



**Washoe County School District  
Teacher Salary Schedules  
Last Ten Fiscal Years**

**Table 5.2**

Fiscal Year Ended June 30,	Minimum Salary	Maximum salary
2001	\$ 24,675	\$ 53,462
2002	24,675	53,462
2003	25,292	54,799
2004	25,924	56,169
2005	26,508	57,435
2006	27,303	59,158
2007	29,588	63,959
2008	30,069	66,487
2009	32,820	70,697
2010	32,656	70,344

Source: Washoe County School District Human Resources

**Washoe County School District  
Full Time Equivalent Employees by Function  
Last Ten Years**

Function	Fiscal Year Ended June 30,			
	2001	2002	2003	2004
Instruction	3,648	3,805	3,885	3,842
Student support	227	249	237	255
Instructional staff support	205	252	246	226
General administration	44	45	44	40
School administration	330	339	331	346
Central services	162	165	158	158
Operation and maintenance	466	481	478	489
Student transportation	377	410	392	318
Other support	-	1	1	2
Nutrition services operations	312	330	252	252
Community services operations	-	14	14	15
Land & building acquisition, improvement	8	7	8	5
<b>Total full time equivalent employees</b>	<b>5,779</b>	<b>6,098</b>	<b>6,046</b>	<b>5,948</b>

Note: Full time equivalent employees do not include substitutes, student activity workers, athletic coaches, or temporary employees.

Source: Washoe County School District Business Office

**Table 5.3**

<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
3,968	4,070	4,161	4,149	4,260	3,936
300	305	303	327	423	498
205	224	240	263	279	313
44	46	47	57	60	63
367	383	390	403	371	370
181	197	185	192	198	198
495	494	534	562	532	522
330	321	338	371	337	317
1	-	1	2	-	-
231	233	253	249	211	231
13	12	16	14	17	19
6	13	17	15	17	17
<u>6,141</u>	<u>6,298</u>	<u>6,485</u>	<u>6,604</u>	<u>6,705</u>	<u>6,484</u>

**Washoe County School District  
Capital Asset Information  
Last Ten Fiscal Years**

	Fiscal Year Ended June 30,			
	2001	2002	2003	2004
<b>Elementary Schools</b>				
Sites	60	60	62	62
Square feet	2,504,749	2,509,069	2,619,151	2,656,829
Base capacity	27,781	28,441	28,441	29,761
<b>Middle Schools</b>				
Sites	11	11	11	11
Square feet	996,480	1,000,800	1,003,680	1,005,120
Base capacity	8,300	8,300	8,300	8,300
<b>High Schools</b>				
Sites	11	13	13	13
Square feet	1,750,297	2,251,855	2,266,868	2,506,623
Base capacity	11,656	11,656	15,236	15,236
<b>Administrative</b>				
Sites	9	9	9	9
Square feet	88,701	88,701	88,701	88,701
<b>Transportation</b>				
Sites	3	3	3	3
Square feet	60,645	60,645	60,645	60,645
Buses	276	288	288	299
<b>Nutrition</b>				
Sites	1	1	1	1
Square feet	24,246	24,246	24,246	24,246
<b>Other (Bullis Curriculum &amp; Instruction Center, Edison Curriculum &amp; Instruction Center and Plant Facilities)</b>				
Sites	3	3	3	3
Square feet	127,609	162,275	163,715	163,715

\* Johnson Elementary, located at Gerlach HS, square footage tracking separated from HS in 2007-08

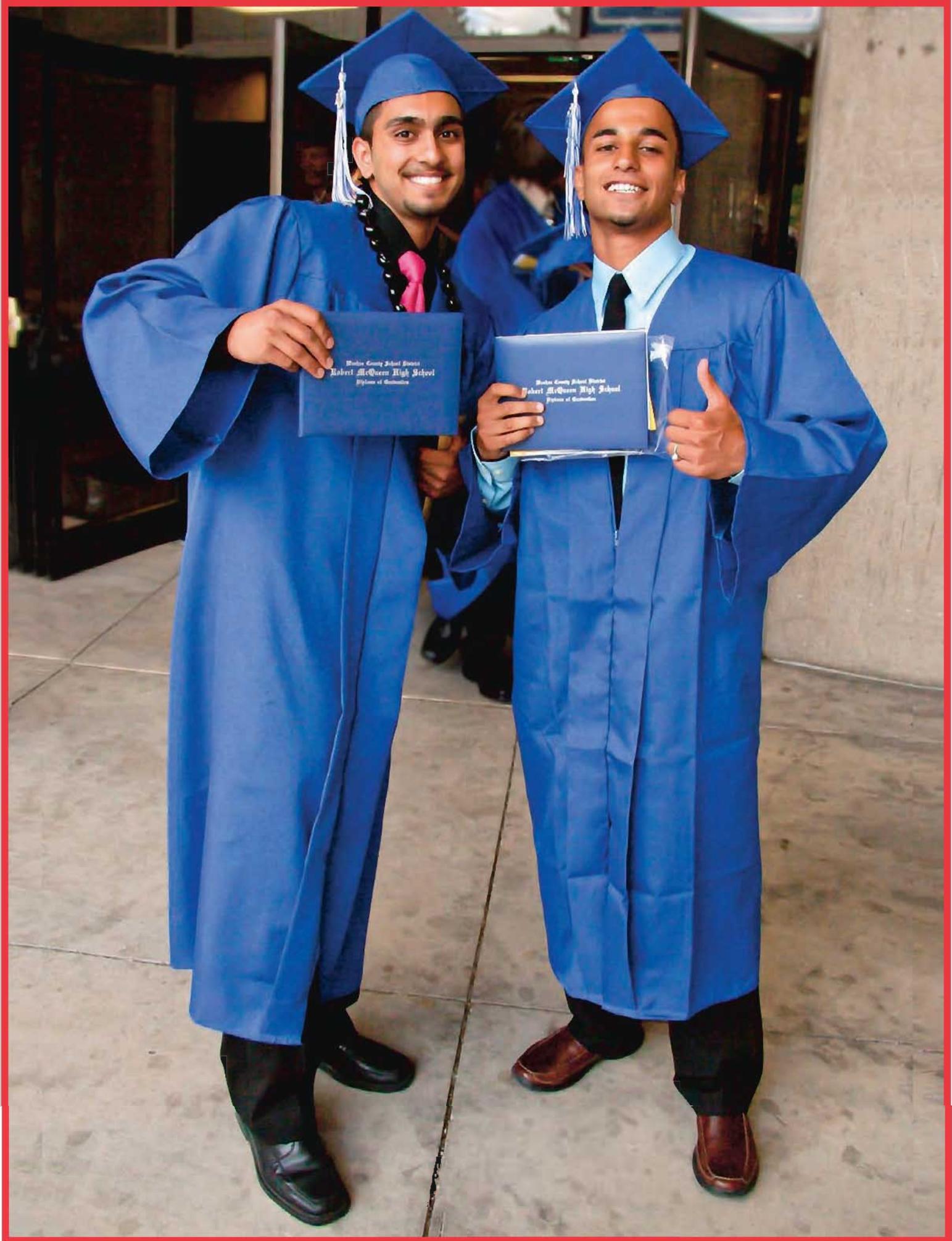
\*\* Opportunity School & Academy of Arts, Careers & Technology, square footage tracking separated from Other in 2007-08

^ Includes Picollo which is a K-12 school

Source: Washoe County School District Plant Facilities

Table 5.4

2005	2006	2007	2008	2009	2010
62	62	64	65 *	64	64
2,661,149	2,664,029	2,822,459	2,813,816	2,845,877	2,854,743
30,080	30,080	31,286	31,286	32,105	32,105
12	12	13	13	13	14
1,128,911	1,128,911	1,266,428	1,258,676	1,259,306	1,453,875
8,300	9,233	10,279	10,279	11,544	12,954
14	14	14	16 **	15	15
2,508,063	2,518,197	2,574,892	2,754,294	2,565,478	2,635,603
16,244	16,244	16,244	16,244	20,016	20,016
9	9	9	8	8	8
88,701	88,701	88,701	91,981	90,572	97,095
3	3	3	3	3	3
60,645	60,645	60,645	60,645	48,020	48,020
254	279	293	300	300	301
1	1	1	1	1	1
24,246	24,246	28,746	28,746	26,997	26,997
3	3	3	3 **	3	3
163,715	163,715	163,715	130,045	132,854	127,451



# **Compliance and Controls**



*Washoe County  
School District*

Comprehensive  
Annual  
Financial Report

# Compliance & Controls

- 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 accompanying financial statements of the governmental activities, the business-type 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, 2010, which collectively comprise the District's basic financial statements as listed in the Table of Contents, and have issued our report thereon dated October 21, 2010. 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 as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over financial reporting.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined below. However, as discussed below, we identified certain deficiencies in internal control over financial reporting that we consider to be significant deficiencies.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

A *significant deficiency* is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the deficiencies described in the accompanying Schedule of Findings and Questioned Costs as findings 10-1 and 10-2 to be significant deficiencies.

#### 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*.

The District's responses to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the District's responses and, accordingly, we express no opinion on them.

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  
October 21, 2010



**KAFOURY, ARMSTRONG & CO.**  
A PROFESSIONAL CORPORATION  
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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH  
REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT  
ON 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 could have a direct and material effect on each of its major programs for the year ended June 30, 2010. 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 compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010. However, the results of our auditing procedures disclosed an instance of noncompliance with those requirements that is required to be reported in accordance with OMB Circular A-133, and which is described in the accompanying Schedule of Findings and Questioned Costs as Finding 10-3.

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 the 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, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the District's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a Federal program on a timely basis. A *material weakness* in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a Federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of the internal control over compliance was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

The District's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the District's response and, accordingly, we express no opinion on the response.

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  
October 21, 2010

WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2010

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>			
<b>Impact Aid Cluster</b>			
Impact Aid PL 81-874	84.041	n/a	\$ 178,908
<b>Total Impact Aid Cluster</b>			<u>178,908</u>
Title IX, Indian Education	84.060	S060A091031	<u>219,500</u>
Fund for the Improvement of Education - Teaching American History #2	84.215	U215X070223	319,516
Fund for the Improvement of Education - Elementary US History	84.215	U215X050077	40,680
Fund for the Improvement of Education - Connect Ed	84.215	U215K080160	195,955
Fund for the Improvement of Education - Classroom on Wheels	84.215	U215K080149	179,593
Fund for the Improvement of Education - Dropout Prevention	84.215	U215K090074	428,619
			<u>1,164,363</u>
Fund for the Improvement of Education - Arts Educators	84.351	U351C090017	<u>228,581</u>
<b>Total Direct</b>			<u>1,791,352</u>
<i>PASS THROUGH FROM THE STATE OF NEVADA, DEPARTMENT OF EDUCATION:</i>			
<b>Title I Cluster</b>			
Title I Grants to Local Education Agencies			
Title I, Part A, Basic	84.010	10-633-16000	8,795,759
Title I, Part A, 1003 District School Improvement	84.010	2009-2712-88	337,874
Title I, Part A, 1003 Booth School Improvement	84.010	10-624-16000	3,606
Title I, Part A, 1003 Loder School Improvement	84.010	10-624-16000	4,383
Title I, Part A, 1003 Mitchell School Improvement	84.010	10-624-16000	700
Title I, Part A, 1003 Kate Smith School Improvement	84.010	10-624-16000	4,500
Title I, Part A, 1003 Smithridge School Improvement	84.010	10-624-16000	5,250
Title I, Part A, 1003 Sun Valley School Improvement	84.010	10-624-16000	2,232
Title I, Part A, 1003 Veterans School Improvement	84.010	10-624-16000	3,109
ARRA Title I, Part D, Delinquent	84.389	10-619-16000	40,398
ARRA Title I, Part A, Basic	84.389	10-622-16000	3,932,757
ARRA Title I, Part A, 1003 School Improvement	84.389	10-733-16000	60,950
<b>Total Title I Cluster</b>			<u>13,191,518</u>
<b>Special Education Cluster</b>			
PL 108-446 - Individuals with Disabilities Ed Act, Part B	84.027	10-639-16000	9,450,054
PL 108-446 - District Improvement	84.027	10-641-16000	182,306
PL 108-446 - Immersion Training	84.027	09-2715-64	9,850
PL 108-446 - State Personnel Development - Mentor Teacher	84.027	10-667-16000	122,951
PL 108-446 - Early Childhood Education	84.173	10-665-16000	242,104
ARRA PL 108-446 Individuals with Disabilities Ed Act, Part B	84.391	10-620-16000	7,651,478
ARRA PL 108-446 Early Childhood Education	84.392	10-621-16000	245,665
<b>Total Special Education Cluster</b>			<u>17,904,408</u>
<b>Education Technology State Grants Cluster</b>			
Title II, Part D, Education Technology State Grants - Formula	84.318	10-766-16000	100,609
Title II, Part A Improving Teacher Quality State Grants (NOTE 1	84.318	10-709-16000	222,392
Title II, Part D, Education Technology State Grants - Competitive	84.318	10-765-16000	204,341
ARRA Title II, Part D Educational Technology	84.386	10-742-16000	822,937
<b>Total Education Technology State Grants Cluster</b>			<u>1,350,279</u>
<b>Homeless Education Cluster</b>			
McKinney Vento Homeless Assistance Program	84.196	10-688-16000	120,767
ARRA McKinney Vento Homeless Assistance Program	84.387	10-689-16000	69,145
<b>Total Homeless Education Cluster</b>			<u>189,912</u>

(CONTINUED)

WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2010

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	AGENCY OR PASS-THROUGH NUMBER	FEDERAL EXPENDITURES
<b>School Improvement Grants Cluster</b>			
Title I, Part G, 1003 School Improvement	84.377	10-623-16000	\$ 15,723
<b>Total School Improvement Grants Cluster</b>			<u>15,723</u>
Title I, Part C, Migrant Education	84.011	10-629-16000	<u>23,899</u>
Title I, Part D, Delinquent	84.013	10-633-16000	<u>294,289</u>
Career & Vocational Education - Carl D Perkins Basic	84.048	10-631-16000	589,915
Career & Vocational Education - Carl D Perkins TMCC (Note 2)	84.048	n/a	<u>45,000</u>
			<u>634,915</u>
Title I, Part B, Even Start	84.213	10-651-16000	<u>193,885</u>
Safe and Drug-Free Schools and Communities State Grants	84.186	10-720-16000	<u>131,807</u>
21st Century Community Learning Centers, District	84.287	10-770-16000	290,084
21st Century Community Learning Centers, Transition Year	84.287	10-770-16000	20,000
21st Century Community Learning Centers, Allen ES	84.287	10-770-16000	78,908
21st Century Community Learning Centers, Booth ES	84.287	10-770-16000	82,382
21st Century Community Learning Centers, Cannan ES	84.287	10-770-16000	84,782
21st Century Community Learning Centers, Duncan ES	84.287	10-770-16000	86,698
21st Century Community Learning Centers, Lincoln Park ES	84.287	10-770-16000	112,346
21st Century Community Learning Centers, Loder ES	84.287	10-770-16000	86,496
21st Century Community Learning Centers, Mathews ES	84.287	10-770-16000	99,762
21st Century Community Learning Centers, Maxwell ES	84.287	10-770-16000	111,985
21st Century Community Learning Centers, Mitchell ES	84.287	10-770-16000	99,212
21st Century Community Learning Centers, Natchez ES	84.287	10-770-16000	87,694
21st Century Community Learning Centers, Donner Springs ES	84.287	10-770-16000	89,891
21st Century Community Learning Centers, Risley ES	84.287	10-770-16000	93,012
21st Century Community Learning Centers, Sierra Vista ES	84.287	10-770-16000	87,551
21st Century Community Learning Centers, Kate Smith ES	84.287	10-770-16000	91,043
21st Century Community Learning Centers, Sun Valley ES	84.287	10-770-16000	129,903
21st Century Community Learning Centers, Clayton MS	84.287	10-770-16000	94,132
21st Century Community Learning Centers, Dilworth MS	84.287	10-770-16000	103,717
21st Century Community Learning Centers, Sparks MS	84.287	10-770-16000	104,000
21st Century Community Learning Centers, Traner MS	84.287	10-770-16000	99,892
21st Century Community Learning Centers, Vaughn MS	84.287	10-770-16000	<u>80,464</u>
			<u>2,213,954</u>
Title V Innovative Programs, No Child Left Behind, PL 107-110	84.298	10-670-16000	<u>19,429</u>
Title I, Part G, Advanced Placement - Fee Payment Program	84.330	2010-640-16000	<u>3,929</u>
Gaining Early Awareness and Readiness for Undergraduate Programs - GEAR UP, Wooster HS & Hug HS	84.334	10-610-16000	<u>150,970</u>
Reading First State Grant	84.357	10-757-16000	532,754
Reading First State Grant Targeted Assistance	84.357	09-2712-77	<u>73,219</u>
			<u>605,973</u>
Title III, English Language Acquisition Grants	84.365	10-658-16000	<u>1,019,233</u>
Title II, Part A Improving Teacher Quality State Grants (NOTE 1)	84.367	10-709-16000	1,911,661
Title II, Part A International Exchange Pilot	84.367	09-2713-42	<u>1,044</u>
			<u>1,912,705</u>
Total U.S. Department of Education funding passed through the State of Nevada Department of Education (NOTE 2)			<u>39,856,828</u>
<b>Total U.S. Department of Education</b>			<u>41,648,180</u>

NOTE 1: CFDA 84.318 contains \$222,392 transferred from Title IIA to Title IID through "No Child Left Behind" transferability provisions.  
NOTE 2: CFDA 84.048 contains \$45,000 that flows through Truckee Meadows Community College.

(CONTINUED)

WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2010

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	AGENCY OR PASS-THROUGH NUMBER	FEDERAL EXPENDITURES
<b>U.S. DEPARTMENT OF AGRICULTURE:</b>			
<i>DIRECT PROGRAMS:</i>			
<b>Schools and Roads Cluster</b>			
Schools and Roads Grants to States - Forest Reserve	10.665	n/a	\$ <u>29,357</u>
<b>Total Schools and Roads Cluster</b>			
<b>Child Nutrition Cluster</b>			
<i>PASS THROUGH FROM THE STATE OF NEVADA, DEPARTMENT OF GENERAL SERVICES:</i>			
National School Lunch Program (Commodities) **	10.555	n/a	1,043,049
<i>PASS THROUGH FROM THE STATE OF NEVADA, DEPARTMENT OF EDUCATION:</i>			
School Breakfast Program	10.553	n/a	2,664,129
National School Lunch Program	10.555	n/a	<u>9,165,529</u>
<b>Total Child Nutrition Cluster</b>			<u>12,872,707</u>
Fresh Fruit and Vegetable Program	10.582	n/a	<u>303,618</u>
ARRA Nutrition Equipment	10.579	09-809-16000	<u>325,634</u>
<b>Total U.S. Department of Agriculture</b>			<u>13,531,316</u>
** Amounts shown as expenditures represent the value of commodity foods used by the District.			
<b>CORPORATION FOR NATIONAL AND COMMUNITY SERVICE</b>			
<i>PASS THROUGH FROM THE NEVADA FFA FOUNDATION:</i>			
Learn & Serve America	94.004	n/a	<u>43,572</u>
<b>Total Corporation for National and Community Service</b>			<u>43,572</u>
<b>U.S. DEPARTMENT OF ENERGY:</b>			
<i>PASS THROUGH FROM THE STATE OF NEVADA, DEPARTMENT OF ENERGY</i>			
ARRA Energy Efficiency and Conservation Block Grant, ARRA Solar Energy	81.128	n/a	<u>702,496</u>
<b>Total U.S. Department of Energy</b>			<u>702,496</u>
<b>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES:</b>			
<i>PASS THROUGH FROM THE STATE OF NEVADA, DEPARTMENT OF HEALTH AND HUMAN SERVICES:</i>			
Division of Welfare and Supportive Services			
Title IV-B, Promoting Safe and Stable Families - Family Support	93.556	IVB-2-3145/17-SFY08-10-046	39,601
Title IV-B, Promoting Safe and Stable Families - Family Preservation	93.556	IVB-2-3145/17-SFY08-10-047	<u>46,004</u>
			<u>85,605</u>
Title XX Social Services Block Grant - FRC	93.667	n/a	<u>176,293</u>

(CONTINUED)

WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2010

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	AGENCY OR PASS-THROUGH NUMBER	FEDERAL EXPENDITURES
Governor's Council on Developmental Disabilities Medicaid Infrastructure Grant	93.768	1QACMS030324/02	\$ <u>7,033</u>
Total U.S. Department of Health & Human Services funding passed through the State of Nevada Department of Health & Human Services			<u>268,931</u>
<i>PASS THROUGH FROM THE STATE OF NEVADA, DEPARTMENT OF EDUCATION:</i>			
Support School Programs to Prevent Spreading HIV & Other Health Programs	93.938	10-791-16000	<u>12,318</u>
<i>PASS THROUGH FROM JOIN TOGETHER NORTHERN NEVADA</i>			
JTNN Substance Abuse Prevention and Treatment	93.959	09002SDFS	<u>55,151</u>
<b>Head Start Cluster</b>			
<i>PASS THROUGH FROM THE UNIVERSITY OF NEVADA, RENO</i>			
ARRA Early Headstart Expansion	93.709	UNR-10-49	<u>320,000</u>
<b>Total Head Start Cluster</b>			<u>320,000</u>
<b>Total U.S. Department of Health and Human Services</b>			<u>656,400</u>
<b>U.S. DEPARTMENT OF HOMELAND SECURITY:</b>			
<b>Emergency Food and Shelter Program Cluster</b>			
<i>DIRECT PROGRAM:</i>			
DIRECT - FRC Coalition Emergency Food & Shelter	97.024	589600-012	<u>4,786</u>
<b>Total Emergency Food and Shelter Program Cluster</b>			<u>4,786</u>
<b>Total U.S. Department of Homeland Security</b>			<u>4,786</u>
<b>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT:</b>			
<i>PASS THROUGH FROM CITY OF RENO:</i>			
<b>CDBG - Entitlement Grants Cluster</b>			
Community Development Block Grants/Entitlement Grants			
WCHSC - Community Strengthening	14.218	n/a	25,243
WCHSC - Basic Needs	14.218	n/a	31,553
WCHSC - TEAM UP	14.218	n/a	<u>33,436</u>
<b>Total CDBG - Entitlement Grants Cluster</b>			<u>90,232</u>
<b>Total U.S. Department of Housing and Urban Development</b>			<u>90,232</u>
<b>U.S. DEPARTMENT OF THE INTERIOR:</b>			
<i>PASS THROUGH FROM NEVADA FISH AND WILDLIFE:</i>			
Fish & Wildlife Management Assistance, Donner Springs ES	15.608	84320-A-J505	10,864
Fish & Wildlife Management Assistance, Pine MS	15.608	84320-A-J508	3,885
<i>PASS THROUGH FROM THE NATIONAL FISH AND WILDLIFE FOUNDATION:</i>			
Fish & Wildlife Mgmt Assist. Schoolyard Habitat/Outdoor Classroom Pine MS	15.608	84320-a-k700	<u>5,548</u>
<b>Total U.S. Department of the Interior</b>			<u>20,297</u>

(CONTINUED)

WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
FOR THE YEAR ENDED JUNE 30, 2010

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	AGENCY OR PASS-THROUGH NUMBER	FEDERAL EXPENDITURES
<b>U.S. DEPARTMENT OF JUSTICE:</b>			
<i>DIRECT PROGRAM:</i>			
Public Safety Partnership and Community Policing Grants ARRA COPS Secure Schools	16.710	2009CKWX0725	\$ 31,856
<b>Total U.S. Department of Justice</b>			<u>31,856</u>
<b>U.S. DEPARTMENT OF LIBRARIES AND ARCHIVES:</b>			
<i>PASS THROUGH FROM THE STATE OF NEVADA, DEPARTMENT OF CULTURAL AFFAIRS:</i>			
Grants to States LSTA Reading Week Grant	45.310	2009-20	4,953
<b>Total U.S. Department of Libraries and Archives</b>			<u>4,953</u>
<b>LIBRARY OF CONGRESS:</b>			
<i>PASS THROUGH FROM THE UNIVERSITY OF NORTHERN COLORADO, COLLEGE OF EDUCATION:</i>			
American History; Primary Sources Regional Program	42.Unknown	Library of Congress	4,967
<b>Total Library of Congress</b>			<u>4,967</u>
<b>U.S. DEPARTMENT OF TRANSPORTATION:</b>			
<b>Highway Planning and Construction Cluster</b> <i>PASS THROUGH FROM THE STATE OF NEVADA, DEPARTMENT OF TRANSPORTATION:</i>			
Highway Planning and Construction Safe Routes to School	20.205	P278-09-802	6,272
<i>PASS THROUGH FROM WASHOE COUNTY, DEPARTMENT OF PUBLIC WORKS:</i>			
Highway Planning and Construction Safe Routes to School	20.205	n/a	92,372
<b>Total Highway Planning and Construction Cluster</b>			<u>98,644</u>
<b>Total U.S. Department of Transportation</b>			<u>98,644</u>
<b>TOTAL EXPENDITURES OF FEDERAL AWARDS</b>			<u>\$ 56,837,699</u>

WASHOE COUNTY SCHOOL DISTRICT  
 NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE YEAR ENDED JUNE 30, 2010

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, 2010. 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 and not-for-profit 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.

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		\$ 208,265
Special Revenue Funds		43,453,112
Enterprise Fund – Nutrition Services		<u>13,176,322</u>
		<u>\$56,837,699</u>

NOTE 4 – Subrecipients:

Of the expenditures presented in the Schedule of Expenditures of Federal Awards, Washoe County School District provided awards to subrecipients as follows:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Provided to Subrecipients</u>
ARRA Title II, Part D, Education Technology	84.386	\$398,920
Reading First State Grant	84.357	\$99,000

WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2010

**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, 2010.
- Two significant deficiencies were identified during the audit of the financial statements as reported in the 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*. The deficiencies were not considered material weaknesses.
- The audit disclosed no instances of noncompliance which were material to the financial statements of Washoe County School District.
- No significant deficiencies in the internal control over major Federal award programs were disclosed during the audit as reported in the Independent Auditor's Report on Compliance with Requirements Applicable to Each Major Federal Program and on Internal Control Over Compliance in Accordance with OMB Circular A-133.
- Kafoury, Armstrong & Co. issued an unqualified opinion on compliance for major Federal programs of Washoe County School District.
- An audit finding relative to a major Federal award program for the Washoe County School District, which is required to be reported under section .510(a) of OMB Circular A-133, is included on the following pages.
- Washoe County School District had five major programs for the year ended June 30, 2010, as follows:

<b>CFDA Number</b>	<b>Program Name</b>
10.579	Child Nutrition Discretionary Grants Limited Availability
81.128	Energy Efficiency and Conservation Block Grant Program
	Title I, Part A Cluster:
84.010	Title I Grants to Local Educational Agencies
84.389	Title I Grants to Local Educational Agencies, Recovery Act
	Special Education Cluster (IDEA):
84.027	Special Education – Grants to States
84.173	Special Education – Preschool Grants
84.391	Special Education – Grants to States, Recovery Act
84.392	Special Education – Grants to States, Recovery Act
	Education Technology State Grants Cluster:
84.318	Education Technology State Grants
84.386	Education Technology State Grants, Recovery Act

- The dollar threshold used for distinguishing between Type A and Type B programs for the year ended June 30, 2010, was \$1,705,131.
- Washoe County School District qualified as a low risk auditee for the year ended June 30, 2010 under the criteria set forth in section .530 of OMB Circular A-133.

WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2010

***Findings Relating to the Financial Statement Audit Reported in Accordance With Generally Accepted Governmental Auditing Standards (GAGAS):***

Finding 10-1

Significant Deficiency:

Information Technology:

Criteria and Condition: The District depends heavily on information technology systems and any disruption caused by a disaster could result in operating difficulties. Managing the changes to the information technology environment is necessary to ensure changes occur effectively and to prevent unauthorized changes. The location of the District's datacenter is crucial to the security of the information technology environment.

We noted that while the District's information technology staff continues to make advancements in developing a comprehensive disaster recovery plan and a comprehensive change management policy, neither were fully implemented at June 30, 2010. In addition, while an offsite backup datacenter is currently under construction, the current location of the District's datacenter has several deficiencies that put the District at risk in the event of a catastrophe such as a fire or flood.

Effect: The District's information technology systems are at higher risk.

Cause: The District has not fully implemented a comprehensive disaster recovery plan or a comprehensive change management policy for the information technology environment. In addition, the District's datacenter resides in a facility with inherent deficiencies and the backup datacenter is not completely operational.

Recommendation: We recommend the District continue its efforts to implement a comprehensive disaster recovery plan, a comprehensive change management policy and relocate the datacenter to a different, more secure location.

Management's Response: The new data center is operational and in production for some enterprise-wide applications. The physical security, monitoring, environmental controls, power management, data infrastructure, and backup power are all operational. The storage area network is operational and is ready to start copying data from the existing data center. By January 1<sup>st</sup> 2011, the backup server environment will be installed. All that will remain is to start testing the financial processes in the event of a disaster.

IT is also in the design phase for an enterprise-wide backup solution that will provide backups of all district mission critical data including off site storage. This solution will be in place by March 2011.

WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2010

Finding 10-2

Significant Deficiency:

Criteria and Condition: When processing payroll incentive payments, controls should be in place to ensure only eligible employees receive incentive payments.

During our testing of incentive payments, we identified that an incentive payment was made to an individual who was not eligible to receive incentive payments.

Effect: District expenditures for incentive payments were overstated.

Context: One out of four incentive payments tested was paid to an ineligible employee.

Cause: Controls were not in place in the Human Resources Department to properly identify employees eligible for incentive payments and review procedures related to payment approval were not operating effectively.

Recommendation: We recommend the District remind employees of the eligibility criteria for incentive payments and strengthen the review procedures related to payment approval.

Management's Response: The Human Resources Department has revised the Incentive Payment Procedure to include electronic data controls on eligibility criteria, which will be generated before final processing of Incentive Payments, and which will allow Human Resources to verify that employees are indeed eligible for the Incentive Payments. These controls have been implemented.

WASHOE COUNTY SCHOOL DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2010

***Findings and Questioned Costs for Major Federal Award Programs:***

Finding 10-3:

U.S. Department of Agriculture; passed through from the Nevada Department of Education:

Child Nutrition Discretionary Grants, CFDA 10.579

Grant Award Number: Affects grant award number 09-809-16000 included under CFDA 10.579 on the Schedule of Expenditures of Federal Awards.

Criteria and Condition: The OMB Circular A-133 Compliance Supplement states that non-federal entities must follow procedures to minimize the time elapsing between the transfer of funds from the pass-through entity and the disbursement of those funds in order to ensure that funds are drawn only for immediate cash needs.

While reviewing the accounting treatment of costs for the Nutrition Equipment Program, we noted that the District requested and received funds totaling \$325,634 in September 2009, while the related expenditures were not incurred until October and November 2009. Thus, funds were requested (and received) in advance of immediate cash needs.

Questioned Costs: None.

Context: The condition noted above appears to be an isolated instance. The District communicated with the Grantor regarding the period of availability of the funds and erroneously understood that the funds had to be obligated *and* drawn (rather than only obligated) by September 30, 2009. The District ordinarily draws funds on a reimbursement basis and routinely has a receivable balance throughout the year.

Effect: The District was reimbursed for expenditures not yet incurred and may have earned interest on the advanced funds.

Cause: The District misinterpreted guidance received from the Grantor as instructions to both obligate *and* draw funds prior to a specified date, although the District normally does not draw amounts that are obligated but not expended.

Recommendation: We recommend the District seek secondary approval that cash advances are allowable if funds are drawn in a manner that is inconsistent with the Districts normal cash draw procedures.

Management's Response: See management's response on pages 212 through 213.



**Washoe County School District**

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Board of Trustees: Estela Gutierrez, President • Barbara McLaury, Vice President • Nancy Hollinger, Clerk  
Dan Carne • Barbara Clark • Ken Grein • Scott Kelley • Dr. Heath Morrison, Superintendent

October 15, 2010

Grantor Agencies

RE: 10-3, US Department of Agriculture, Child Nutrition Discretionary Grants, CFDA #10.579

To Whom It May Concern,

This letter is written in response to **FY 09-10 Finding 10-3, US Department of Agriculture, passed through the Nevada Department of Education: Child Nutrition Discretionary Grants, CFDA # 10.579**. Washoe County School District (WCSD) offers the following explanation before discussing corrective action procedures.

The WCSD State & Federal Programs Department was contacted by the Nevada Department of Education (NDE) staff in regards to the above grant and was told WCSD needed to request the entire amount of federal funds by September 30, 2009 or lose the funds. The State & Federal Programs Department staff asked for clarification if the funds needed to be encumbered, or if the actual cash needed to be liquidated. WCSD was told by NDE the Requests for Funds needed to be in the NDE office & the cash disbursed by September 30, 2009 or access to the funds would be lost. Later, the NDE stated their position was based on faulty preliminary information provided by the US Department of Education. This was NDE's and WCSD's first true experience with ARRA funds.

WCSD submitted Requests for Funds for the full amount of cash, \$ 325,634 and received the cash while the items were still in encumbered status. The items were not liquidated until two months after the cash was received. WCSD did not calculate and pay interest to the US Treasury for this federal cash on hand.

The WCSD Business Office and State & Federal Programs Department discussed this and decided if this situation ever presents itself again, we will write to the organization's Chief Financial Officer (or equivalent), communicating to them that their staff is directing WCSD to violate federal cash management procedures and we need to discuss this matter before proceeding. We will make sure the organization understands WCSD has written procedures for federal cash management and those procedures must be followed.

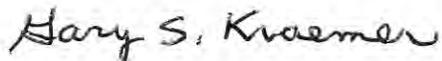
Given the above, there is no need for additional corrective action procedures. WCSD will follow our written cash management procedures for federal funds. In unusual circumstances, such as the start of a new program such as ARRA, WCSD will make sure to question the other organization, pursuing conversation with the senior financial staff, instead of accepting direction from the pass through organization which is contrary to federal cash management procedures.

Summary (continued):

- 1) This is an isolated incident in which confusion over ARRA availability of funds between US DOE and the NDE resulted in WCSD violating federal cash management procedures.
- 2) If we are ever presented with such a situation in the future, WCSD will seek consultation with the flow through agency's Chief Financial Officer (or equivalent).
- 3) If those consultations result in the flow through agency directing WCSD to either take possession of the federal funds before expenses have been liquidated or forfeit the funds, the WCSD Business Office and Office of State & Federal Programs will work together and use one of two methods:
  - a. Take possession of the funds early. Then calculate the interest based on the current market rate. Remit the interest to the federal government within 15 days of the end of the calendar quarter; up to the time the expenses have been fully liquidated.
  - b. Reject the funding.

The above referenced corrective action has already taken effect under the direction of Kristen McNeill, Chief Officer of the Office of State & Federal Programs and monitoring of Rob Luna, Grant Fiscal Administrator.

Sincerely,



Gary S. Kraemer, Chief Financial Officer  
Washoe County School District

GK/rl

WASHOE COUNTY SCHOOL DISTRICT  
SUMMARY SCHEDULE OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2010

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

Finding 09-3:

U.S. Department of Education; passed through from the Nevada Department of Education:

Program: Title I Grants to Local Education Agencies, CFDA #84.010

Finding Summary: The OMB Circular A-133 Compliance Supplement states that non-federal entities must follow procedures to minimize the time elapsing between the transfer of funds from the pass-through entity and their disbursement.

While reviewing the accounting treatment of costs for providing school-choice transportation, we noted that the District posted one journal entry in the amount of \$378,729 in November 2008 to transfer the full amount of the estimated costs to provide those services for the year from the Transportation Department to a Title I expenditure account. Subsequently, a Request for Funds was submitted in December 2008, and the Request included the full amount of the transportation costs that had been recorded in the Title I expenditure account. As the full amount for the fiscal year was included, the Request for Funds included amounts for school-choice transportation costs that had not yet been incurred and earned.

Management's Response: The Washoe County School District (WCSD) has implemented the following corrective action procedures:

The Business Office, Transportation Department and State & Federal Programs Department changed procedures so the Transportation costs for School Choice will be charged monthly on a reimbursement basis, rather than the past practice of accruing costs for the entire fiscal year in November. This ensures the District is not reimbursed for expenses before those expenses have been incurred.

The above reference corrective action took effect in October 2009 under the direction of Kristen McNeill, Director of State & Federal Programs and monitoring by Rob Luna, Grant Fiscal Administrator.

Finding Status: Corrective action has been fully implemented.



**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, 2010 (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, 2010,
- 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  
October 21, 2010

**WASHOE COUNTY SCHOOL DISTRICT  
AUDITOR'S COMMENTS  
JUNE 30, 2010**

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, 2009.

PRIOR YEAR RECOMMENDATIONS

Progress was made on the findings included in the prior year report; however, prior year finding 09-2 is repeated in the current year as finding 10-1.

CURRENT YEAR RECOMMENDATIONS

Our current year recommendations are included in the Schedule of Findings and Questioned Costs.

