

County of Nevada

State of California



Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2018

Auditor-Controller
Marcia L. Salter

Cover Photo

Hirschman's Trail

Photo Credit to Former Nevada County Employee, Cynthia Soszka

**County of Nevada
State of California**

Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2018

**COUNTY OF NEVADA
Auditor-Controller's Office**

**Marcia L. Salter
Auditor-Controller**

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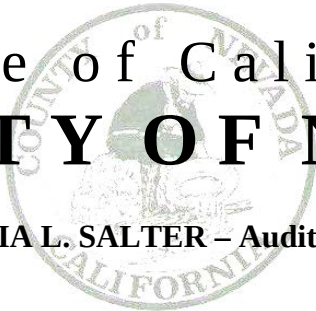
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INTRODUCTORY SECTION

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State of California COUNTY OF NEVADA

MARCIA L. SALTER – Auditor-Controller

Auditor-Controller
950 Maidu Avenue
Nevada City CA
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December 27, 2018

To the Honorable Board of Supervisors and the Citizens of the County of Nevada:

The Comprehensive Annual Financial Report (CAFR) of the County of Nevada for the fiscal year ended June 30, 2018 is hereby submitted in compliance with Sections 25250 & 25253 of the Government Code of the State of California. These statutes require all general-purpose local governments to issue an annual report on the financial position and activities of that government. The report must be presented in conformance with generally accepted accounting principles (GAAP) and must be audited by an independent firm of certified public accountants in conformance with generally accepted auditing standards (GAAS). The financial statements contained in this CAFR meet these requirements.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Since the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

The financial statements contained in this CAFR have been audited by CliftonLarsenAllen, LLP (CLA), a Professional Corporation of Certified Public Accountants. Their audit was performed in accordance with GAAS. The auditors have concluded, based on their audit, that the financial statements combined with the accompanying footnotes present fairly, in all material respects, the financial condition of Nevada County as of June 30, 2018. A copy of their report is located at the front of the financial section of this CAFR. In planning and performing the audit of the financial statements, CLA considered the internal control structure of the County in order to determine appropriate audit procedures. During this review, no required reportable conditions were noted.

Management is required by GAAP to provide a management discussion and analysis (MD&A) in conjunction with financial statement reporting. The purpose of the MD&A is to introduce the basic financial statements and to provide an analytical overview of the financial activities of the County. The MD&A can be found immediately following the report of the independent auditors.

In addition to the annual audit of this CAFR, the County is required to undergo an annual single audit in compliance with the requirements described in the U.S. Office of Management and Budget (OMB) Compliance Supplement. Information related to the single audit, including the schedule of expenditures of federal awards, findings and recommendations, and the auditors' report on the internal control and compliance with applicable laws and regulations, are presented in a separate publication.

PROFILE OF THE COUNTY OF NEVADA

General Information

With an area of about 978 square miles, the County of Nevada is situated in the gold country of northern California. The County is located about 45 miles northeast of Sacramento, 130 miles northeast of San Francisco, and 12 miles southwest of Reno, Nevada. It is bordered by Sierra County to the north, Yuba County to the west, Placer County to the south, and the State of Nevada to the east.



County Government

Nevada County was organized by an act of the legislature, approved May 18, 1851. Before that time it had been a part of Yuba County, but the growth of population and business following the gold rush of 1849-50, plus the distance of the courts for trial of important criminal and civil business, resulted in the move for a separate county organization.

The County is a general law county and is governed by a five-member Board of Supervisors, elected to serve four-year terms. Each is elected from one of the five supervisorial districts of the County. Supervisors from District 3 and 4 are elected in gubernatorial election years (2014, 2018 etc) while supervisors from Districts 1, 2 and 5 are elected in presidential years (2012, 2016 etc.). District boundaries are adjusted after every federal census to equalize district population as closely as possible.

The Board of Supervisors is the legislative and executive body of County government and also serves as the governing body of the Nevada County Sanitation District No.1. In addition, members of the Board represent the County on numerous intergovernmental bodies. In its legislative duties, the Board adopts ordinances, resolutions and rules within the limits prescribed by State law and are responsible for seeing that all Federal and State mandated functions are properly discharged.

As an executive body, the Board determines annual budget allocation; approves contracts for public improvement projects and other specialized services; conducts public hearings on matters such as zoning appeals and planning issues; provides for the compensation of all County officials and employees; creates offices, boards and commissions as needed, appointing members and fixing the terms of office; directs an annual audit of all County financial records; provides policy direction to the County Executive Officer for

the operation and administration of County departments; and exercises executive authority for the provision of local government services to County residents.

The remaining elected officials are the Assessor, the Auditor-Controller, the Clerk-Recorder, the District Attorney, the Sheriff and the Treasurer-Tax Collector. The County Executive Officer (CEO) is appointed by the Board to run the day-to-day operations of the County.

County Services

The County, with an average 798 full-time equivalent employees, provides a full range of services to its residents including public safety protection; corrections and probation; construction and maintenance of roads, bridges and other infrastructure; health services; public assistance programs; sanitation services; environmental services; libraries; and a variety of other general governmental services. Every resident of the County, directly or indirectly, benefits from these services. Most services performed by the County are provided for all residents, regardless of whether those residents live in cities or unincorporated areas. The County prides itself on being innovative in the delivery of services to its citizens. The following is a sampling of service enhancements recently deployed:

- The County Executive Office coordinated the fourth Citizens Academy for citizens to gain additional knowledge about county government, develop understanding of their role in governments and develop a pool of knowledgeable individuals to serve on future boards and commissions.
- The Roads Engineering department implemented Ask Nevada County, a platform for citizen service requests and include mobile and web based applications.
- The Library toured the Oculus Rift and HTC Vive virtual reality systems throughout its branch centers and on the Mobile Tech Van to educate the public on emerging virtual reality technology. This grant project was funded through the California State Library.
- The 24 hour Crisis Stabilization Unit serviced clients over 715-crisis encounter and 96 individuals were diverted from psychiatric hospitalization.
- The Planning Department worked with the Health and Human Services Agency to complete Environmental Clearances for residential leasing activities for transitional housing funded through a HUD program.
- The Probation Department reduce their recidivism rate for the AB 109 population to 10% from 14.75% the prior year by providing accountability, intensive supervision strategies and evidence based approaches.
- The Energy Services Program brought three out of five solar system under construction during 2017-18 online providing clean energy and reduced electrical costs to County facilities.

Accounting Information

The accounts of the County are organized on the basis of funds, each of which is considered a separate entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which the spending activities are controlled.

The governmental reporting entity consists of the County and its component units. Component units are legally separate organizations for which the Board of Supervisors is financially accountable or other organizations for which the nature and significant relationship with the County are such that exclusion would cause the County's financial statements to be misleading or incomplete. The following blended

component units are considered to be part of the primary government for reporting purposes: Nevada County Sanitation District, the Nevada County Finance Authority, Special Districts governed by the Board, and Special Assessment Debt with County commitment. Note 1 of the Notes to the Financial Statements contains additional information on these entities.

Budgetary Process

The County is required by State law to adopt a balanced budget by October 2nd of each fiscal year. The County's established practice is to complete the budget process and formally adopt by July 1. The process begins in February with budget instructions issued to departments by the County Executive Officer (CEO). Department heads are responsible for preparing and managing their budgets. The County Executive Office reviews departmental projections for expenditure and income accuracy, consistency with budget policies, and planned attainment of the County's goals and objectives. As a recommending body to the CEO, a Budget Subcommittee is appointed, whose members provide a comprehensive review of department requests for service levels, funding, and staffing. The subcommittee consists of two members of the Board of Supervisors. Also serving as advisors are the elected Auditor-Controller, the County Executive Officer and the Deputy County Executive Officer. The Board of Supervisors is responsible for adopting the budget, after considering it as a whole, and gauging its success in reflecting County goals and priorities for the community. After adoption of the budget, the County Executive Officer's staff reviews and monitors revenues and expenditures quarterly and assists departments in fiscal management as necessary.

The County Auditor-Controller is responsible for monitoring and reporting expenditures within budgeted appropriations. Budget information is presented in the statements that follow for the general and special revenue funds. This budget data is prepared on the modified accrual basis consistent with comparable actual amounts. Budgets are also adopted for the enterprise and internal service funds. Budget appropriations represent original amounts adjusted by budget transfers and appropriation amendments. Encumbrance accounting is utilized during the year for budget control purposes. However, encumbrances outstanding at year-end do not constitute expenditures or liabilities, but rather reserves of fund balances. Unencumbered budget appropriations lapse at the end of the fiscal year.

The CEO may approve transfers of appropriations between major objects of expenditure within the same service budget unit (SBU) and fund. The Board must approve amendments or transfers of appropriations between SBUs within any fund and supplemental appropriations necessary and normally financed by unanticipated revenues during the year. Any deficiency of budgeted revenues and other financing sources over expenditures and other financing uses is financed by beginning available fund balances.

LOCAL ECONOMY

The County of Nevada is a rural community located within a convenient distance from urban centers in Sacramento, San Francisco Bay Area and Reno. The major sectors of employers in the government's boundaries include Education & Health Services, Leisure & Hospitality, and Federal, State and Local governments.

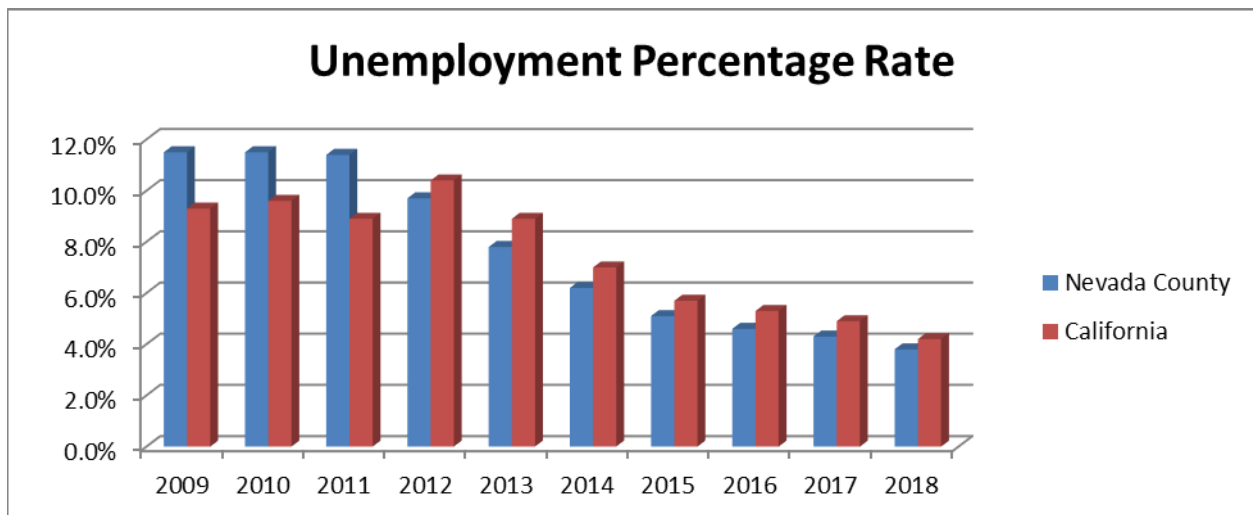
Population

The 2018 estimated population figures, as provided by the State Department of Finance for the County are 99,155. This is a slight increase from 2017 with about 67% or 66,207 of the residents living in the unincorporated areas. The Town of Truckee is the largest of the three cities within the County, with approximately 16,681 residents in 2018. The City of Grass Valley is the second largest city within the

boundaries of the County with a population of 13,041. Nevada City serves as the County seat with a population of 3,226.

Labor Force

The County's June 2018 labor force totaled 48,640, which was an increase of 1200 from the 2017 figure for the same month. Nevada County's unemployment rate in June 2018 was 3.8% which was a decrease from June 2017's unemployment rate of 4.3%, California's statewide rate was 4.2% for the same June time period. The median household income within the County of Nevada is \$57,429 (in 2016 dollars as provided by the US Census Bureau). This is 18% lower than the California median household income of \$67,739.



The County, like many other rural counties, is in the economic recovery cycle and seeing strong indicators of improvements. The 1% Local Sales and Use Tax revenue to the County increased 6% from year over year which is an indicator consumer confidence is rising helping the local economy rebound. Sales tax revenue is estimated to increase approximately 5% in the subsequent fiscal year.

Housing

The real estate market continues to show improvement with housing prices on the increase. Per RealtyTrac, the median residential property price in Nevada County increased 24% from \$355,000 in September 2017 to \$440,000 in September of 2018. The real estate market in the eastern portion of the county has decreased with the median sales reported at \$585,000, which is a 9% decrease from 2017.

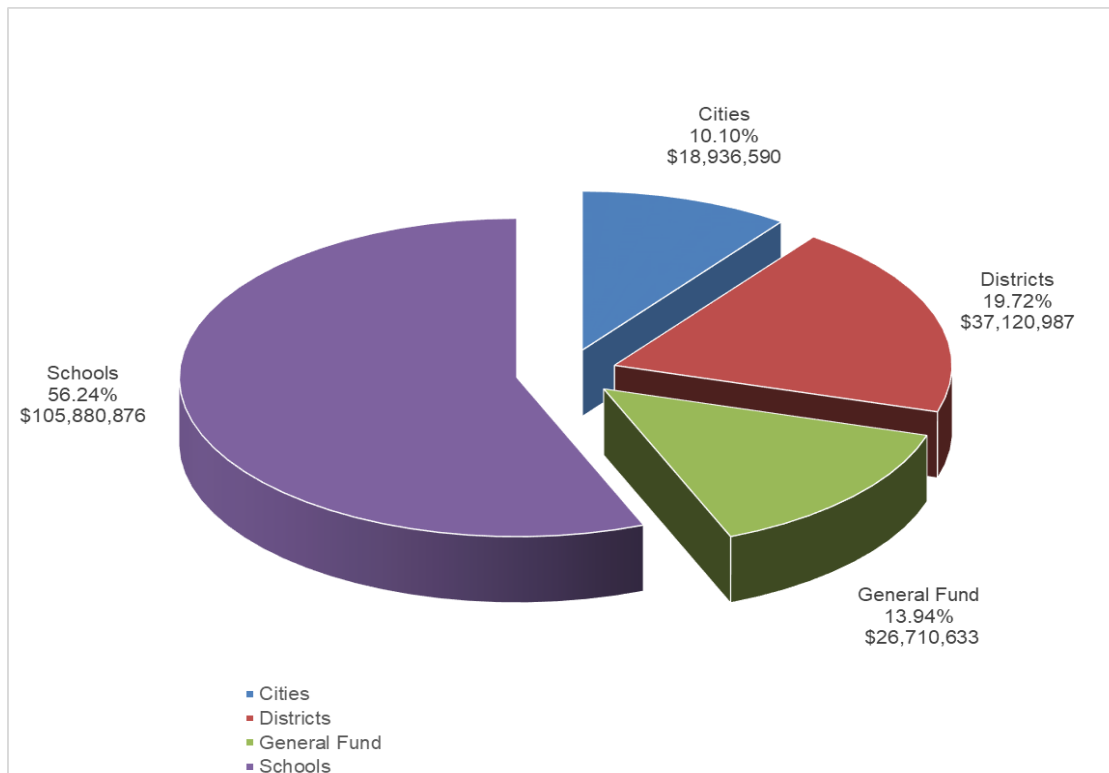
Property Tax Collection and Apportionment

Property taxes levied countywide (secured, unsecured and unitary) rose in fiscal year 2017-18 to \$188,649,086. This was an 5.9% increase over the previous fiscal year total of \$178,211,728. The rising home values reflected in the activity in the real estate market along with the adjustments to assessed values for those properties under the California Prop 8 assessment program attributed to this growth in property tax revenue.

The Auditor-Controller calculates the local property tax bills based on assessed values as provided by the Assessor. The Treasurer-Tax Collector then mails the tax bills and is charged with the collection. The

Auditor-Controller apportions all property tax revenues to the various taxing entities within the boundaries of the County.

**County of Nevada
2017-18
Distribution of 1% Ad Valorem Property Taxes**



The continuing recovery of property values has a positive and direct effect on the County General Fund as property taxes are the largest source of discretionary dollars. The County's 2018-19 Adopted Budget does include an estimated 5.5% growth in property tax revenues from the prior year.

Debt Administration

Contained within the County's tax code area are numerous municipalities, school districts and special-purpose districts providing public services. These entities have outstanding bonds issued in the form of general obligation bonds.

Direct debt constitutes debt directly issued by the County while overlapping debt constitutes that portion of the debt issued by different public entities within the same tax code area as the County's. The County is not responsible for overlapping debt of the other local agencies.

The County has \$37,049,634 in direct debt outstanding as of June 30, 2018. This includes the 2011 Certificates of Participation, capital leases, special assessment debt and direct bank loans payable. This amount also includes the Sanitation District's State Revolving Fund loans for three major plant upgrades.

Nevada County's credit rating remains strong with an A+ from Standard & Poor's Rating Services.

RELEVANT FINANCIAL POLICIES

Budget Policies

The Board of Supervisors adopted several policies to guide the preparation of the budget. The following are several key items:

- Every effort will be made to provide same level service as the prior year. This may require the reorganization or streamlining of current resources.
- There will be no unfunded positions included in the budget. All vacancies will be reviewed for need and potential elimination. Revenue contingent positions that lose their State and Federal funding will be eliminated first before other cuts are enacted.
- The budget will only use reserve funds for emergency and one-time expenditures or for purposes designated to fund. Every effort will be used to preserve reserve funds.
- There will be a high level of fiscal discipline by the Department Heads, Budget Subcommittee, County Executive Office and Board of Supervisors. Every effort will be made to maximize County assets, achieve a high level of funding for employee retirement promises, evaluate cost per service item and develop and maintain contracts with vendors within Nevada County.

Financial Management Policies

Fund Balance Policy

The Board of Supervisors adopted an updated comprehensive fund balance policy for the County's General fund in June 2015. In an effort to maintain the County's credit rating and meet seasonal cash flow shortfalls, the Board has established and committed to maintain a minimum unrestricted fund balance in the General Fund equal to 15% budgeted net General Fund appropriations for expenditures (appropriations less capital outlay, contributions to reserves, and operating contingencies). The policy establishes the guidance for prudent levels of fund balance and reserves to provide the ability to sustain services and planned capital projects with a minimal disruption during cyclical downturns.

Debt Management Policy

The Board of Supervisors adopted a debt management policy in early 2016. The objectives of this policy are to maintain financial discipline and long-term stability; enhance the quality of decisions by establishing a systematic and prudent approach to debt issuance and debt management; facilitate approval of debt issuance using predetermined policies; protect the County's good credit worthiness and minimize the County's borrowing costs; and incorporate debt management practices into the County's planning and project management activities.

Long-term Financial Planning

The County's long term financial planning has focused on the capital and infrastructure improvements needs of Facilities and Roads. Each year a five-year Road Maintenance and Capital Improvement Plan (CIP) is prepared for and approved by the County Board of Supervisors. The CIP is a plan for short range and long-range plans to improve or rehabilitate the 562 miles of County-owned roads. While the CIP covers a five-year planning period, it is updated each year to reflect ongoing changes as new projects are added, existing projects modified, and completed projects deleted from the plan document. The 2018 CIP

represents a five-year, \$82 million program from July 2017 through 2022. The funding for the CIP projects is a mix of Federal, State and local sources and subject to availability.

The County's Capital Facilities Master Plan is reviewed and updated on a periodic basis. The current plan was presented and adopted by the Board in 2012. The plan document contains a facilities condition assessment of all buildings, the life expectancy of systems and finishes, and the priority of identified projects. The plan provides information on future facility needs and estimated costs. The County has assigned a portion of the General Fund's available fund balance to build toward the funding for future projects.

Major Initiatives

The County Board of Supervisors annually reviews and adopts the County's guiding [Vision, Mission and Value Statements](#) which sets the tone from the top on serving our citizens, providing needed services and operating the government in a fiscally responsible manner.

- The County's Value Statements include Collaboration (both internal and external partners) and Innovation. In keeping with these two values and the County's Mission statement to '... deliver excellent services in a fiscally responsible manner', the county management looks for opportunities to provide needed services through various alternative delivery options. The primary service model that has proven to be most effective is based upon contracting with a qualified independent service provider which includes for-profit and not-for-profit entities. The most prevalent service area that has embraced this model is in the mental health services. Other service areas that have successfully transitioned to this model include the Animal Shelter services, Para-Transit services and a segment of the Housing and Community Services programs all which are being managed and operated by not-for-profit organizations as well as the Solid Waste franchise which includes the western county transfer operations by for-profit firm.
- The continued success of the alternative service delivery option has provided the County with a means to control a portion of its largest expenditure category, the salaries and benefits of its workforce, while still maintaining the level and quality of services. Staffing levels have gone from a high of 1,055 in 2001-02 to 798 authorized full time equivalent positions for the 2018-19 adopted budget.

Other Factors Affecting Financial Condition

California local governments are particularly susceptible to State and Federal budgetary constraints and legislated changes. The State acts as a pass-through entity for much of the County's program revenues which are a mix of federal and state funding. A change in the funding formulas or shift of programs can cause great concern for the local agency that is required to maintain the program and services.

The continuing trend by the State is for the realignment of certain programs. Beginning with the 2012-13 fiscal year, the state shifted \$12.1 million dollars of funding for certain realigned programs in the areas of criminal justice, law enforcement, mental health, Cal WORKS, child welfare, foster care, and adoptions. The state shifted \$23.9 million dollars in 2017-18. While this shift promotes local control for service delivery, there is a concern as to whether an adequate flow of funds will be available in the future to support the on-going programs. The County remains cautious on impacts that could occur on funding in the future.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in Financial Reporting to the County of Nevada for its comprehensive annual financial report (CAFR) for the fiscal year ended June 30, 2017. This was the eleventh consecutive year that the Auditor-Controller's Office has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized CAFR whose contents conform to program standards. Such CAFRs must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Acknowledgments

The preparation of this Comprehensive Annual Financial Report was possible with the combined efforts of numerous individuals. I wish to express my sincere appreciation to the staff in the Auditor-Controller's Office for their concerted effort and commitment to the preparation and review of this report. I would like to thank all the departments and agencies who contributed financial information to this report along with our independent auditors, CliftonLarsonAllen LLP and staff, for their assistance and guidance in producing this CAFR. Lastly, I would like to thank the Board of Supervisors and the County Executive Office for their leadership and fiscally prudent policies to sustain the financial health of the County.

Respectfully Submitted,

A handwritten signature in cursive script that reads "Marcia L. Salter".

Marcia L. Salter
Auditor-Controller



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**County of Nevada
California**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2017

Christopher P. Morrell

Executive Director/CEO

COUNTY OF NEVADA

County Officials

Appointed Officials

<https://www.mynevadacounty.com/1781/All-Appointed-Officials>

Agricultural Commissioner
Behavioral Health
Building Inspection
Child Support Services
Clerk of the Board
Community Development Agency
County Counsel
County Executive Officer
Department of Social Services
Environmental Health
Farm Advisor
Health & Human Services Agency
Human Resources, Interim
Information & General Services
Nevada County Library
Planning
Probation
Public Defender
Public Health
Public Works

Chris de Nijs
Phebe Bell
Craig Griesbach
Tex Ritter
Julie Patterson Hunter
Sean Powers
Alison Barratt-Green
Rick Haffey
Mike Dent
Amy Irani
Cindy Fake
Michael Heggarty
Amanda Uhrhammer
Steve Monaghan
Yolande Wilburn
Brian Foss
Michael Ertola
Keri Klein
Jill Blake
Trisha Tillotson

Board of Supervisors

<https://www.mynevadacounty.com/731/Board-of-Supervisors>

District 1
District 2
District 3
District 4
District 5

Heidi Hall
Ed Scofield
Dan Miller
Hank Weston
Richard Anderson

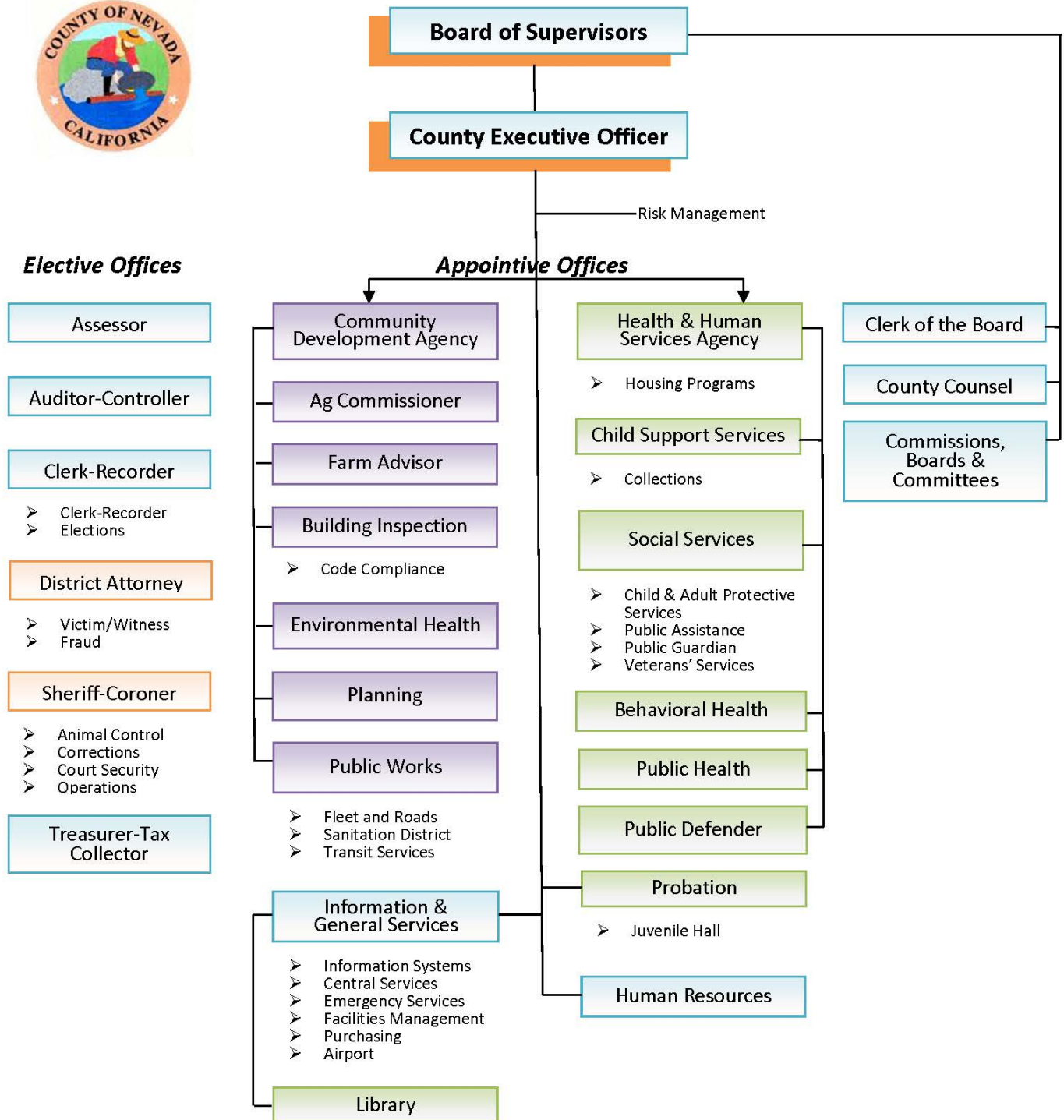
Elected Officials

<https://www.mynevadacounty.com/1839/Elected-Officials-Elections>

Assessor
Auditor-Controller
Clerk-Recorder/Registrar of Voters
District Attorney
Sheriff-Coroner-Public Administrator
Treasurer-Tax Collector

Sue Horne
Marcia Salter
Greg Diaz
Clifford Newell
Keith Royal
Tina Vernon

Nevada County Government Organization



Note: The colors represent departments with related programs and customer bases.

FINANCIAL SECTION

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INDEPENDENT AUDITORS' REPORT

Board of Supervisors and Grand Jury
County of Nevada
Nevada City, California

Report on the Financial Statements

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 the County of Nevada, California (the County), as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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 County, as of June 30, 2018, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Emphasis of Matter

Prior period adjustments

As disclosed in Note 11 to the financial statements, prior period adjustments were recorded for the correction of errors in prior year financial statements. Our opinion is not modified with respect to this matter.

Implementation of New Accounting Standards

As disclosed in the notes to the financial statements, the County implemented GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*, during fiscal year 2018. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, schedule of change in the net pension liability and related ratios and schedule of contributions, schedule of funding progress – other postemployment benefits, infrastructure assets reported using the modified approach, and budgetary comparison information, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County of Nevada's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated December 27, 2018 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the County's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Roseville, California
December 27, 2018

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**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

This section of the County of Nevada's (County's) comprehensive annual financial report (CAFR) provides an overview and analysis of the County's financial activities for the fiscal year ended June 30, 2018. Please read it in conjunction with the transmittal letter at the front of this report and the County's basic financial statements and notes to the financial statements following this section.

FINANCIAL HIGHLIGHTS

- In fiscal year 2017/18 the county implemented a new GASB standard, GASB 75, "Accounting and Financial Reporting for Postemployment Benefits (OPEB) other than Pensions." This statement required recognition of an actuarially determined liability, deferred inflows and outflows and expenses related to OPEB. The ending OPEB liability was \$31,361,000.
- Net position decreased \$3,478,440 or 1.3% from prior year. As referenced above, this was due in large part to the inclusion of the actuarially determined liability for OPEB. Absent the OPEB change, net position would have increased over \$27M.
- Total assets increased \$15,348,018 primarily due to increased construction in progress related to construction of the Sanitation District's pipeline project and improvements to roads and bridges.
- The County's total long-term liabilities increased from \$226,649,421 to \$265,731,032. This increase of \$39,081,611, or 17.2%, primarily related to the recognition of the increased Pension and OPEB liability.
- As of June 30, 2018, the County's governmental funds reported condensed ending fund balances in the amount of \$99,340,581, an increase of \$10,935,042, or 12.4% from the prior year's ending fund balance.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the County's basic financial statements. The County's basic financial statements are comprised of three components: 1) **Government-wide** financial statements, 2) **Fund** financial statements, and 3) **Notes** to the basic financial statements. Required Supplementary Information is included in addition to the basic financial statements.

Government-wide Financial Statements are designed to provide readers with a broad overview of the County's finances in a manner similar to a private-sector business.

The *statement of net position* presents information on all of the County's assets, deferred outflows, liabilities and deferred inflows, with the difference, as illustrated below, reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

Net Position = (Assets + Deferred Outflows of Resources) – (Liabilities + Deferred Inflows of Resources)

The *statement of activities* presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in a future fiscal period (e.g., uncollected taxes and earned but unused vacation leave).

**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

Both of these government-wide financial statements distinguish functions of the County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the County include general government, public protection, public ways and facilities, health and sanitation, public assistance, education and recreation. The business-type activities of the County include Western Nevada County Solid Waste, Eastern Nevada County Solid Waste, the Sanitation District, Transit Services, and the Airport.

Component units are included in our basic financial statements and consist of legally separate entities for which the County is financially accountable and that have substantially the same board as the County or provide services entirely to the County. The County's component units are: Nevada County Sanitation District, Nevada County Finance Authority, Special Districts Governed by the Board, and Special Assessment Debt with County Commitment.

The government-wide financial statements can be found on pages 34-36 of this report.

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

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows* and *outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the County's near-term financing requirements.

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

The County maintains one hundred nineteen individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental funds statement of revenues, expenditures, and changes in fund balances for the General Fund and other major governmental funds. Data from the other governmental funds are combined into a single, aggregated presentation. Individual and grouped fund data for the non-major governmental funds are provided in the form of *combining statements* elsewhere in this report.

The governmental fund financial statements can be found on pages 37-42 of this report.

Proprietary funds are maintained in two ways. Enterprise funds are used to report the same functions presented as *business-type activities* in the government-wide financial statements. *Internal service funds* are used to accumulate and allocate costs internally among the County's various functions. The County maintains thirty-three individual proprietary funds. The Western Nevada County Solid Waste, Eastern Nevada County Solid Waste, the Airport, Transit Services and Sanitation District are used for business-type activity. The County uses internal service funds to account for its Fleet Management, Vision Insurance, Unemployment Insurance, Liability Insurance, Dental Insurance, Central Services and Energy Services. As these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements.

**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Western Nevada County Solid Waste, the Airport, Transit Services and the Sanitation District are considered to be major funds of the County and are presented individually. The County's eight non-major internal service funds are combined into single, aggregated presentations in the proprietary fund financial statements. Individual fund data for each of these non-major enterprise and internal service funds are provided in the form of *combining statements* elsewhere in this report.

The proprietary fund financial statements can be found on pages 43-50 of this report.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The County maintains two hundred and ten fiduciary funds.

The fiduciary fund financial statements can be found on pages 51-52 of this report.

Notes to the Financial Statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

The notes can be found on pages 53-102 of this report.

Required Supplementary Information consists of funding progress schedules for the County Defined Benefit Pension Plan and Other Post Employment Benefit Plan; the County's General Fund budgetary schedule to demonstrate compliance with the County's adopted budget; the budgetary comparison schedules for all Major Funds, and infrastructure assets reported using the modified approach to account for the County's road subsystem.

Required supplementary information can be found on pages 103-114 of this report.

Combining and individual fund statements and schedules referred to earlier provide information for non-major governmental funds, internal service funds, and fiduciary funds and are presented immediately following the required supplementary information.

Combining and individual fund statements and schedules can be found on pages 115-177 of this report.

**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net position may serve as a useful indicator of the County's financial position over time. On June 30, 2018, the County's total assets and deferred outflows exceeded its liabilities and deferred inflows (net position) by \$266,692,207.

The County's total net position decreased from the prior year by \$3,478,440, or (1.3%) primarily due to the implementation of GASB 75 "Accounting and Financial Reporting for Postemployment Benefits (OPEB) other than Pensions". Implementation of this standard increased non-current liabilities by over \$31M to record the OPEB obligation, thereby reducing Net Position by a corresponding amount. Absent this change, net position would have increased over \$27M.

As shown in the schedule below, at June 30, 2018, the County's total assets are \$498,909,149. The total assets held increased \$15,348,018 or 3.2% from the June 30, 2017 balance of \$483,561,131 in both governmental and business activities. The \$4,943,724 increase in Current and other assets was due to higher cash and investment balances in both the General Fund and Road Fund. Capital Assets likewise increased \$10,404,294, mainly in construction in progress. Of this amount, \$4,560,433 was related to bridges, \$3,536,874 was related to further improvements to the Sanitation District pipeline project, \$1,772,990 was related to Energy Equipment and \$1,198,149 was related to Structures and Improvements.

Deferred outflows of \$50,241,730 represent pension and OPEB contributions of \$22,427,382 by the County during fiscal year 2017/18 that were made after the pension and OPEB liability measurement date of June 30, 2017. The balance represents the differences between projected and actual plan earnings and the change of assumptions in the plan management. One of the major impacts was the change of assumption lowering the discount rate on pension plans from 7.65% to 7.15% by the CalPERS Pension Board.

**County's Net Position
June 30, 2018 and 2017**

	Governmental Activities		Business-Type Activities		Total		Variance
	2018	2017	2018	2017	2018	2017	
Assets:							
Current and other assets	\$ 123,135,615	\$ 115,433,406	\$ 21,513,025	\$ 24,271,505	\$ 144,648,640	\$ 139,704,911	3.5%
Capital Assets	292,856,051	285,652,450	61,404,458	58,203,770	354,260,509	343,856,220	3.0%
Total Assets	415,991,666	401,085,856	82,917,483	82,475,275	498,909,149	483,561,131	3.2%
Deferred Outflows of Resource	48,647,973	34,350,976	1,593,757	1,240,497	50,241,730	35,591,473	41.2%
Liabilities:							
Current Liabilities	11,924,881	14,374,297	2,121,759	5,279,009	14,046,640	19,653,306	-28.5%
OPEB Liability	30,182,557	-	1,178,443	-	31,361,000	-	100.0%
Net Pension Liability	178,261,878	161,850,897	7,054,872	6,243,453	185,316,750	168,094,350	10.2%
Other Long-term liabilities	26,602,831	33,578,648	22,450,451	24,976,423	49,053,282	58,555,071	-16.2%
Total Liabilities	246,972,147	209,803,842	32,805,525	36,498,885	279,777,672	246,302,727	13.6%
Deferred Inflows of Resources	2,590,392	2,613,546	90,608	65,684	2,681,000	2,679,230	0.1%
Net Position:							
Net Investment in capital assets	277,053,686	267,971,276	42,162,921	37,520,194	319,216,607	305,491,470	4.5%
Restricted	68,856,240	61,851,888	5,108,055	-	73,964,295	61,851,888	19.6%
Unrestricted	(130,832,826)	(106,803,720)	4,344,131	9,631,009	(126,488,695)	(97,172,711)	-30.2%
Total Net Position	215,077,100	223,019,444	51,615,107	47,151,203	266,692,207	270,170,647	-1.3%

**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

As shown above, The County's total liabilities increased by \$33,474,945 or 13.6% during the current fiscal year to \$279,777,672. The ending liability balance represents an increase in governmental activities while business activities decreased. Current liabilities in both governmental and business activities decreased \$5,606,666 from the prior year because 2017 balances were notably higher than the usual trend due to outstanding liabilities related to the Solar Ranch project. The increase in long term liabilities was in governmental activities primarily due to the actuarially determined increased pension cost of \$17,222,400 and the inclusion of OPEB liability of \$31,361,000.

The following table shows the revenue, expenses and changes in net position for governmental and business-type activities. As the chart below indicates, revenues increased \$12,529,990 or 7.2%. Expenses increased \$17,088,804 or 11.2%. The net result was a decrease in net position of \$3,478,440 or (1.3%).

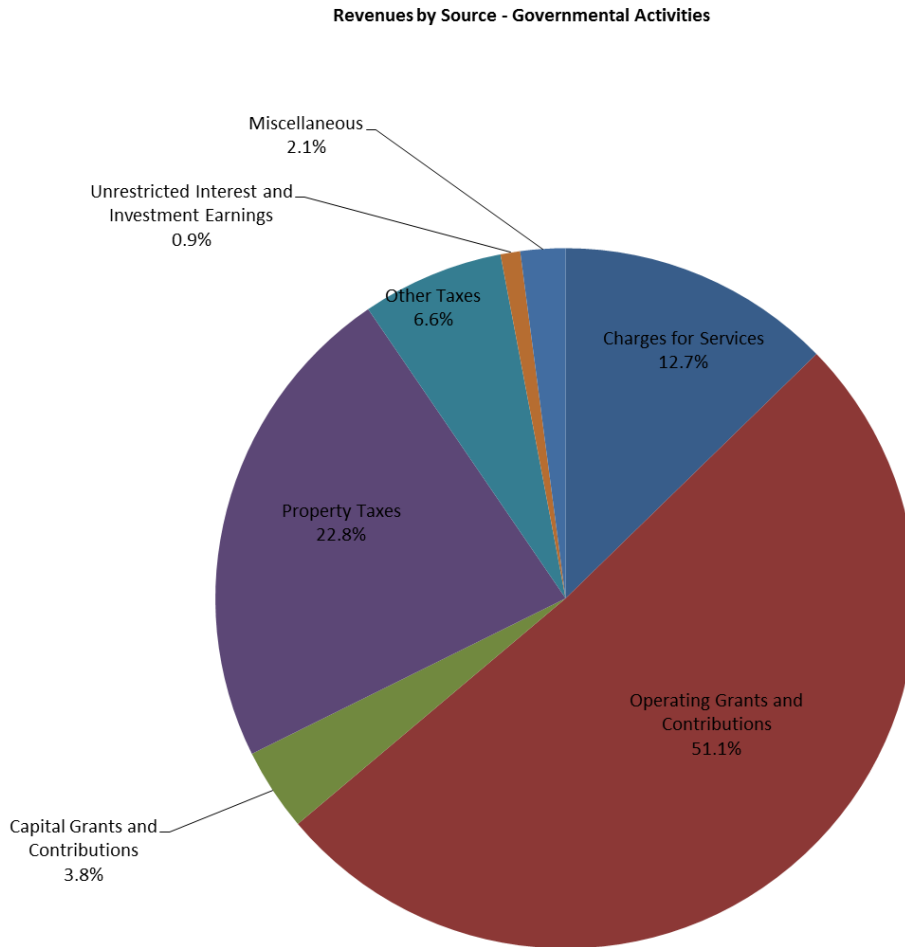
**County's Change in Net Position
June 30, 2018 and 2017**

	Governmental Activities		Business-Type Activities		TOTAL		Percent Change
	2018	2017	2018	2017	2018	2017	
Revenues							
Program revenues:							
Charges for Services	\$ 21,415,296	\$ 22,962,156	\$ 9,975,512	\$ 9,905,498	\$ 31,390,808	32,867,654	-4.5%
Operating Grants and Contributions	87,010,638	81,114,319	3,047,926	2,234,355	90,058,564	83,348,674	8.1%
Capital Grants and Contributions	6,435,412	3,833,295	3,268,430	3,085,257	9,703,842	6,918,552	40.3%
General Revenues:							
Property Taxes	38,407,326	36,502,718	-	-	38,407,326	36,502,718	5.2%
Other Taxes	11,043,115	7,535,030	71,648	1,586,771	11,114,763	9,121,801	21.8%
Unrestricted Interest and Investment Earnings	1,529,069	1,232,594	4,831	192,165	1,533,900	1,424,759	7.7%
Miscellaneous	2,692,549	2,608,768	472,093	50,929	3,164,642	2,659,697	19.0%
Total Revenues	168,533,405	155,788,880	16,840,440	17,054,975	185,373,845	172,843,855	7.2%
Expenses:							
General Government	15,095,094	13,884,836	-	-	15,095,094	13,884,836	8.7%
Public Protection	59,780,621	52,702,425	-	-	59,780,621	52,702,425	13.4%
Public Ways and Facilities	11,337,329	9,160,564	-	-	11,337,329	9,160,564	23.8%
Health and Sanitation	34,543,389	31,327,724	-	-	34,543,389	31,327,724	10.3%
Public Assistance	30,471,197	29,251,781	-	-	30,471,197	29,251,781	4.2%
Education	3,980,114	3,068,721	-	-	3,980,114	3,068,721	29.7%
Recreation	45,172	-	-	-	45,172	-	0.0%
Interest on long-term debt	574,455	751,681	-	-	574,455	751,681	-23.6%
Eastern Nevada County Solid Waste	-	-	197,391	209,331	197,391	209,331	-5.7%
Western Nevada County Solid Waste	-	-	475,913	603,967	475,913	603,967	-21.2%
Transit Services	-	-	4,369,025	3,784,356	4,369,025	3,784,356	15.4%
Airport	-	-	1,644,250	1,220,946	1,644,250	1,220,946	34.7%
Sanitation District	-	-	7,131,027	6,589,841	7,131,027	6,589,841	8.2%
Total Expenses	155,827,371	140,147,732	13,817,606	12,408,441	169,644,977	152,556,173	11.2%
Excess (deficiency) of revenues over (under) expenses	12,706,034	15,641,148	3,022,834	4,646,534	15,728,868	20,287,682	-22.5%
Transfers	-	-	-	-	-	-	
Change in net position	12,706,034	15,641,148	3,022,834	4,646,534	15,728,868	20,287,682	-22.5%
Net Position - Beginning of Year	202,371,066	207,378,296	48,592,273	42,504,669	250,963,339	249,882,965	0.4%
Net Position 06/30	\$ 215,077,100	\$223,019,444	\$51,615,107	\$47,151,203	\$266,692,207	\$270,170,647	-1.3%

**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

Governmental Activities - Revenues:

The chart below presents the percentage of total revenues by source for governmental activities totaling \$168,533,405 for the fiscal year ended 2017/18:



Key factors of the increase/decrease in *revenues* in the governmental activities:

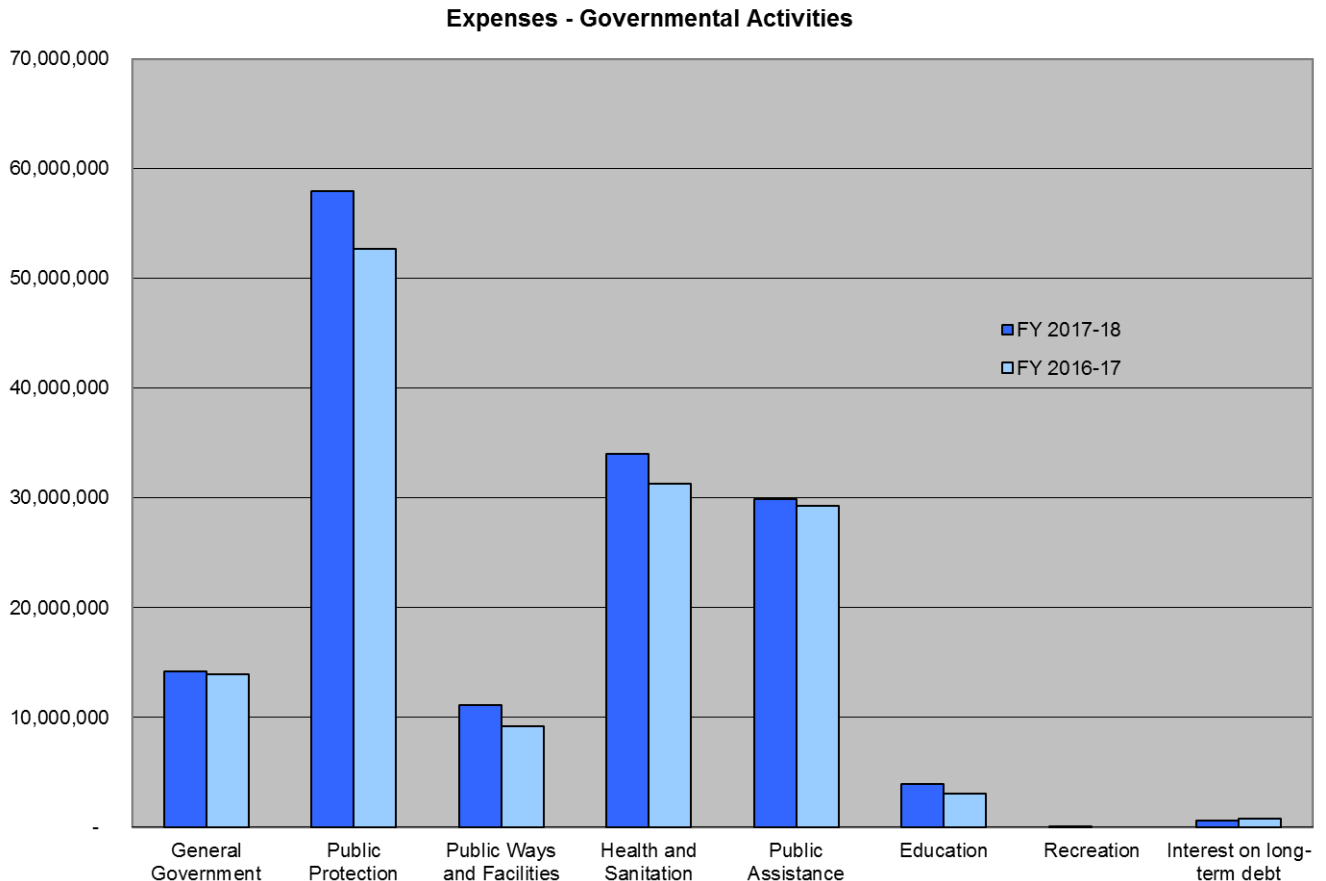
- *Charges for Services* recorded an overall decrease of \$1,546,860 or (6.7)% from the prior year. The decrease was primarily due to a change in the accounting treatment of the \$1,120,627 Solid Waste concession agreement host fee. In 2018, this was reclassified to Service Concession Revenue to more accurately reflect the agreement. See the corresponding increase below in unrestricted interest and investment, which includes use of property.
- *Operating Grants and Contributions*, increased by \$5,896,319 or 7.3%. Much of this change is due to a state grant for Community Based Transitional Housing of \$1,945,000, State Mandate reimbursements of \$1,073,463 and a \$981,747 Quality Assurances payment for mental health services.
- *Capital Grants and Contributions* increased by \$2,602,117 or 67.9% due primarily to an increase in Federal funding related to bridge projects completed under the Capital Improvement Plan (CIP).

**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

- *Property Taxes* increased by 5.2% or \$1,904,608 over the prior fiscal year as a result of the increase in the assessed values of real property within the County.
- The *Other Taxes* category increased by \$3,508,085 or 46.6% due to nearly \$970,005 increased Gas Tax revenues under SB1, the increased gas tax legislation, as well as over \$2,181,465 increased sales tax dedicated for the Library under voter approved Measure A which increased the sales tax dedicated for Library services from 1/8 cent to 1/4 cent.
- *Unrestricted Interest and Investments* increased \$296,475 due to change in recording the Solid Waste concession agreement host fee revenues. The Host Fees of \$1,120,627 were recorded here in Service Concessions, where it had been previously reported in Charges for Services - Franchise fees, in the prior year. However, this was offset by the adjustment of County investments to fair market value, as required by GASB 31.

Governmental Activities - Expenses:

The chart below presents the two-year comparison of the total expenses by function for governmental activities totaling \$155,788,880 for the fiscal year ended 2017/18:



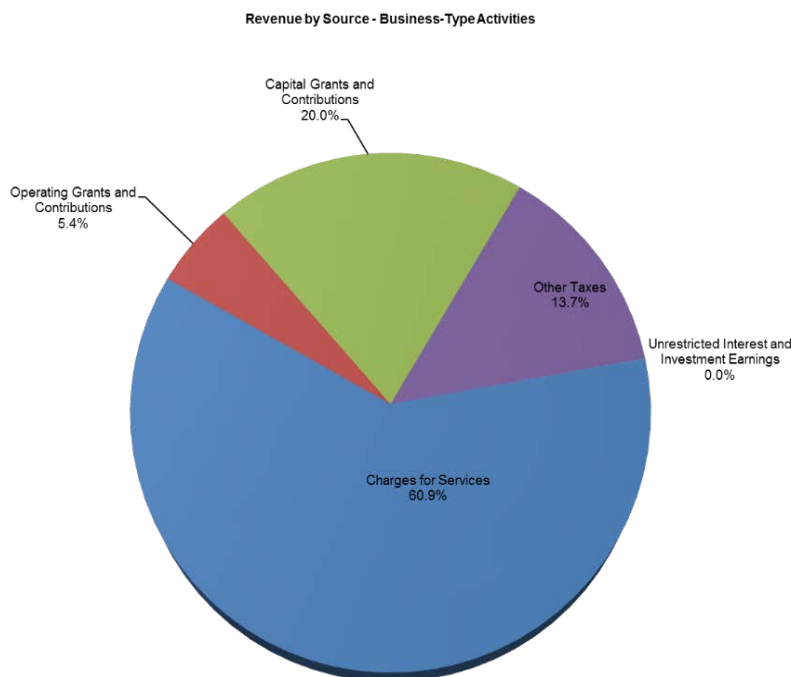
**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

Key factors of the increase/decrease in *expenses* in the governmental activities:

- *General Government* expenses increased by \$1,210,258 or 8.7%. The increase is primarily related to negotiated increases for salaries and benefits as well as pension and OPEB liability adjustments.
- *Public Protection* expenses increased \$7,078,196 representing a 13.4% change over the prior year. The increase is due in large part to the pension and OPEB liability adjustment.
- *Public Ways and Facilities* expenses increased by \$2,176,765 or 23.8% from prior year levels due primarily to an increase in infrastructure maintenance expenses including thermoplastic striping, safety improvements and high friction road treatment applications.
- *Health and Sanitation* expenses increased by \$3,215,665 or 10.3% over prior year levels primarily due to the adjustment to the pension and OPEB liabilities.
- *Education* expenses increased \$911,393 or 29.7% over prior year. The increase was due to the spending plan related to the increased revenues resulting from the passage of Measure A, a 1/4 cent sales tax increase to enhance the Nevada County Library system. The plan increased staff and hours of operation as well as added technology, subscriptions and books.

Business-Type Activities – Revenues:

Unlike the governmental activities discussed above, which are principally supported by taxes and intergovernmental revenues, business-type activities intend to recover all or a portion of their costs through user fees and charges. The chart below presents the percentage of total revenues by source for business-type activities which totaled \$16,840,440 for the year ended 2017/18:



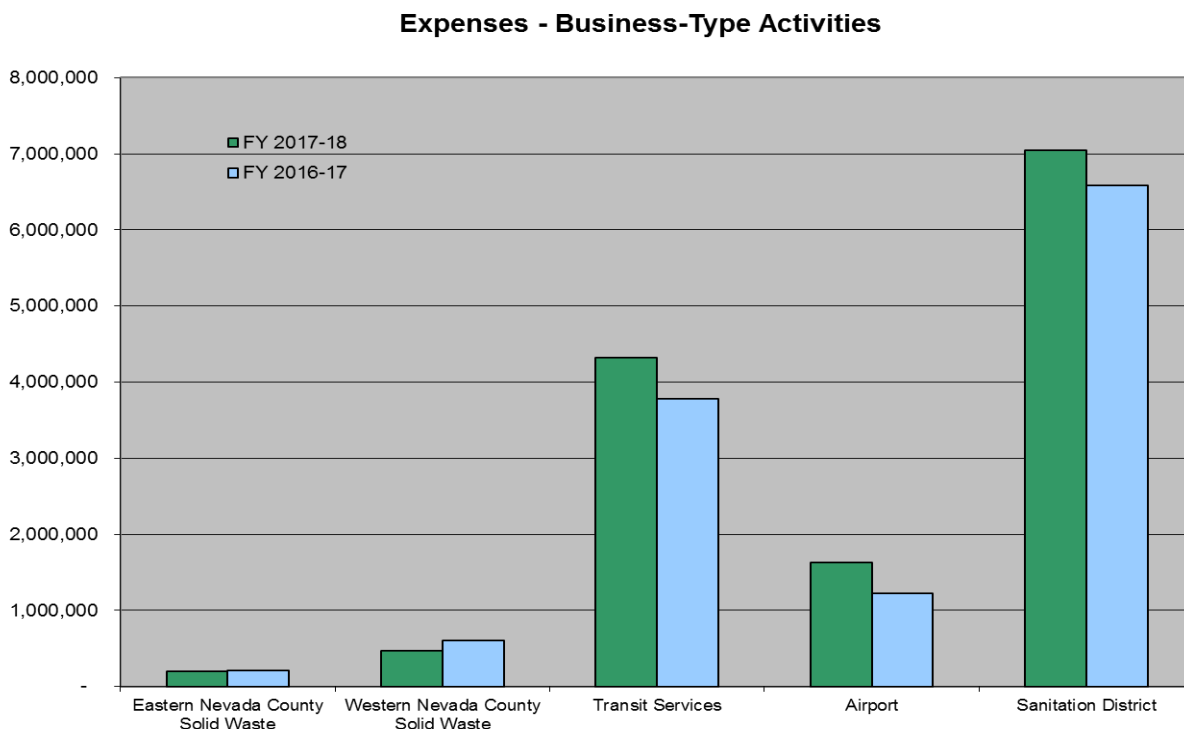
**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

Key factors of the increase/decrease in revenues in the business-type activities:

- Charges for Services were consistent with the trend from prior year.
- *Operating Grants and Contributions* increased \$813,571 or 36.5% primarily due to reclassifying the Transportation Taxes of \$2,163,230 from other taxes to operating grants which was offset by a reduction in Community Development Block Grant funding to the Sanitation District related to the Penn Valley pipeline project. Revenues were received for the project in the prior year but work continues in the current year.
- *Capital Grants and Contributions* increased \$183,173, or 5.9%. The Airport capital grant revenues increased by \$360,743 due to Federal funding for the perimeter fence project. The increase was partially offset by a reduction in revenues for the Sanitation District pipeline project.
- *The Other Taxes* category decreased \$1,515,123 or 95.7%. The decrease was due to reclassifying the transportation taxes from other taxes to operating grants.
- *Unrestricted Interest and Investment Earnings* decreased from \$187,334 in the prior year to \$4,831 in fiscal year 2017/18. The decrease was a result of the Fair Value adjustment of investments to reflect market value.

Business-Type – Expenses:

The chart below presents the two-year comparison of the total expenses among business-type activities totaling \$13,817,606 for the fiscal year ended 2017/18:



**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

Key factors of the increase/decrease in *expenses* in the business-type activities:

- *Western Nevada County Solid Waste* expenses decreased \$129,471 or (21.4)% compared to the prior year due less salary and benefit costs.
- Expenses for *Transit Services* increased by \$584,669 or 15.5% over prior year levels. This increase was largely due to increased salary and benefit expense related to pension and OPEB adjustments.
- *Airport* operating expenses increased \$423,304 or 34.7% from the prior year primarily due to increases in salary and benefit expenses and increased overhead charges.
- *Sanitation District* operating expenses increased \$541,186 or 8.3% over prior year levels. This increase is due to adjustments to the pension and OPEB liability.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

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

Governmental funds. The general government functions are contained in the General Fund, Special Revenue, Debt Service, and Capital Project Funds. Included in these funds are the special districts governed by the Board of Supervisors. The focus of the County's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the County's financing requirements. In particular, *total fund balance less the nonspendable portion* may serve as a useful measure of the County's net resources available for spending at the end of the fiscal year.

As of June 30, 2018, the County's governmental funds reported condensed ending fund balances in the amount of \$99,340,581, an increase of \$10,935,042, or 12.4% from the prior year's ending fund balance. Approximately \$33,224,081 of the total fund balance of \$99,340,581 is available (committed, assigned or unassigned) to meet the County's current and future spending needs. Additional information on the County's fund balances can be found in Note 11 of this report.

**Governmental Funds
Condensed Balance Sheet
June 30, 2018 and 2017**

	2018	2017	Variance	Change
Total Assets and Deferred Outflows of Resources	\$ 126,837,500	\$ 120,704,184	5.1%	\$ 6,133,316
Total Liabilities	21,773,922	25,409,528	-14.3%	(3,635,606)
Deferred Inflows of Resources	5,722,997	6,889,117	-16.9%	(1,166,120)
Total Fund Balance	99,340,581	88,405,539	12.4%	10,935,042
Total Liabilities, Deferred Inflows, and Fund Balance	\$ 126,837,500	\$ 120,704,184	5.1%	\$ 6,133,316

**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

The Board of Supervisors may commit or assign a portion of the spendable fund balance in the current year within the constraints applied to the various categories of fund balance. Spendable fund balances are available for appropriation at any time, with the exception of the general reserve portion of the committed fund balance, which can only be decreased at the time the budget is adopted, except in cases of a legally declared emergency. An explanation of the various components of fund balance are defined and detailed below.

**Governmental Funds
Combined Balance Sheet
June 30, 2018**

	General Fund	Major Funds	Other Governmental Funds	Total Governmental Funds
Total Assets	\$ 40,871,809	\$ 43,800,278	\$ 42,165,413	\$ 126,837,500
Total Liabilities	4,972,855	12,032,526	4,768,541	21,773,922
Total Deferred Inflows	1,605,031	3,969,910	148,056	5,722,997
Fund Balances				
Nonspendable	1,533,648	142,517	-	1,676,165
Restricted	3,405,260	24,262,844	35,584,364	63,252,468
Committed	7,080,000	-	-	7,080,000
Assigned	17,453,645	3,392,481	2,114,091	22,960,217
Unassigned	4,821,370	-	(449,639)	4,371,731
Total Fund Balances	34,293,923	27,797,842	37,248,816	99,340,581
Total Liabilities, Deferred Inflows of Resources & Fund Balances	\$ 40,871,809	\$ 43,800,278	\$ 42,165,413	\$ 126,837,500

The components of total fund balance are as follows:

Nonspendable fund balance \$1,676,165 are amounts that are not spendable in form, or are legally or contractually required to be maintained intact. This amount includes \$1,476,466 in advances for an advance to the Sanitation District Lake of the Pines zone for construction of solar panels, prepaid expenses of \$183,432 and inventory of \$16,267.

Restricted fund balance, \$63,252,468 consists of amounts with externally imposed constraints put on their use by creditors, grantors, contributors, laws, regulations or enabling legislation. Examples of restrictions on funds are those for road improvement projects, whereby funds are restricted in the Road Fund; debt service reserve requirements; and amounts reserved for legislatively realigned Health and Human Service programs.

Committed fund balance, \$7,080,000 are amounts established by the Board of Supervisors for a specified purpose before fiscal year-end and requires board action to appropriate. The General Fund general reserve of \$7,080,000 makes up this amount. Government Code section 29086 states that the General reserve may only be established, canceled, increased or decreased at the time of adopting the budget, except in cases of a declared emergency.

Assigned fund balance, \$22,960,217 is established by the Board of Supervisors for specified purposes. These items require Board action and may expire at any time. Some of the most significant items included in this balance is \$4,278,805 for capital facilities planning, \$3,987,000 set aside for PERS liability, \$1,650,000 for accumulated leave balances, \$1,324,000 for next year's projected budget shortfall, \$1,295,419 for the Operations Center project, \$1,084,534 for information systems infrastructure, \$1,073,000 for Economic Development Infrastructure, and \$750,000 for the next General Plan Update.

**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

Unassigned fund balance represents the remaining fund balance that has not been committed or assigned by the Board of Supervisors.

The General Fund is the chief operating fund of the County. At June 30, 2018, the total fund balance was \$34,293,923, an increase of \$1,353,288 from the prior fiscal year. The non-spendable portion of fund balance increased to \$1,533,648, while the spendable portion increased to \$32,760,275.

As a measure of the General Fund's liquidity, it is useful to compare both total fund balance and spendable fund balance to total fund expenditures. The total fund balance equates to 52.5% of total General Fund expenditures, while spendable fund balance equates to 50.2% of total General Fund expenditures. Of the General Fund spendable fund balance, \$3,405,260, or 10.4% is restricted and \$7,080,000 or 21.6% is committed. For more information on fund balances, see Note 11.

One factor that may impact fund balance is the change in revenues from year to year. The following provides explanations for year over year revenue fluctuations by source:

Revenues Classified by Source

General Fund

Revenue Type	FY 2018 Amount	Percent of Total	FY 2017 Amount	Percent of Total	Increase (Decrease) Amount	Percent Change
Taxes and assessments	44,063,660	69.7%	\$ 41,768,590	69.3%	\$ 2,295,070	5.5%
License and permits	1,871,536	3.0%	2,903,937	4.8%	\$ (1,032,401)	-35.6%
Fines and forfeitures	2,467,585	3.9%	3,079,301	5.1%	\$ (611,716)	-19.9%
Use of money and property	1,657,325	2.6%	517,678	0.9%	\$ 1,139,647	220.1%
Intergovernmental	3,909,212	6.2%	2,457,748	4.1%	\$ 1,451,464	59.1%
Charges for service	7,786,573	12.3%	8,097,887	13.4%	\$ (311,314)	-3.8%
Other revenues	1,430,673	2.3%	1,486,389	2.5%	\$ (55,716)	-3.7%
Total	\$ 63,186,564	100.0%	\$ 60,311,530	100.0%	\$ 2,875,034	4.8%

Taxes and Assessments – Increased \$2,295,070 due to a \$1,445,792 increase in secured property tax revenue which reflects the improved assessed values throughout the County and a \$635,821 increase in property tax in lieu of vehicle license fee and a \$236,475 increase in sales and use tax.

License and Permits – decreased \$1,032,401 from prior year due to the change of accounting treatment for the Solid Waste concession agreement host fees which are now reflected in Rents and Concessions-Use of Money and Property. See corresponding increase in use of money below.

Fines and Forfeitures – Revenues decreased \$611,716 primarily due to a lower amount of collection of delinquent property tax penalties.

Use of Money and Property – Revenues increased \$1,139,647 due to the reclassification of the Solid Waste concession agreement host fees that were recorded in license and permits-franchise fees in the prior year.

Intergovernmental – There was a large increase in this category of \$1,451,464, or 59.1%. This amount is comprised of \$559,112 increase in Probation MIOCR grant revenue, a \$381,559 increase in Federal revenues for Clean Renewable Energy Bonds (CREBS) interest subsidy and a \$139,924 increase in Federal in lieu of property tax revenues for tax exempt properties revenue.

**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

Charges for Services – Revenues generated from charges for services saw an overall decrease of \$311,314 from the prior year. This was primarily due to a decrease in election services revenue and a decrease in juvenile housing services revenue.

Other Revenues – The \$55,716 decrease in other revenues is the result of insurance proceeds for litigation reimbursement that was received in the prior year, which did not recur this year.

The following provides an explanation of changes in expenditures by function compared to the prior year levels:

**Expenditures by Function
General Fund**

Expenditures by Function	FY 2018 Amount	Percent of Total	FY 2017 Amount	Percent of Total	Increase (Decrease) Amount	Percent Change
General government	\$ 11,512,434	17.6%	\$ 10,009,585	15.3%	\$ 1,502,849	15.0%
Public protection	51,883,516	79.5%	51,407,647	78.7%	475,869	0.9%
Health and sanitation	237,495	0.4%	197,686	0.3%	39,809	20.1%
Public assistance	397,235	0.6%	365,515	0.6%	31,720	8.7%
Education	43,167	0.1%	47,041	0.1%	(3,874)	-8.2%
Capital outlay	1,191,947	1.8%	3,323,443	5.1%	(2,131,496)	-64.1%
Total	\$ 65,265,794	100.0%	\$ 65,350,917	100.0%	\$ (85,123)	-0.1%

General Government – The increase of \$1,502,849 was due to an \$825,214 increase in salary and benefit expenditures and an increase of \$415,807 in facilities expenditures for energy efficiency lighting upgrades.

Public Protection – Expenditures increased \$475,869 due to salary and benefit increases of \$927,389. However, the salary increases were offset by expense reductions from costs that were moved from Sheriff and reclassified and more appropriately classified in General Liability.

Capital outlay – Capital outlay expenditures were \$2,131,496 lower in 2017/18 due to a reduction in solar energy project construction costs as that project nears completion.

Other Major Funds Highlights

The Road Fund is used to account for the activities associated with the construction and maintenance of county roads and bridges. Overall revenues increased by \$4,222,698 or 46.4% due to revenues from Federal Aid to Roads. Public Ways and Facilities expenditures increased \$1,257,327 or 16.1% due to increased road maintenance expenditures for striping and high friction surfacing. Capital expenditures increased by a total of \$643,813 or 10.7%. The combined effect of the above is that the Road Fund's fund balance decreased by \$344,756 or 25.8%.

The Community Development Agency (CDA) Fund is used to account for Planning, Building Inspection, Environmental Health and Code Enforcement activities. Revenues increased \$262,684 or 5.3% and expenditures also increased \$752,780. Although public protection and health and sanitation expenses increased, transfers and revenues, mostly charges for services, increased to offset the increase in expenditures which resulted in the CDA fund balance increasing \$94,254 or 2.6%.

The Health and Human Services Agency Fund is used to account for the majority of the Public Health, Behavioral Health and Social Service programs. Total revenues increased \$3,101,790. The revenue increases were for Community Based Transitional Housing, \$1,945,000 and State Mandate reimbursements (SB90) of \$1,073,463. Expenses likewise increased \$1,577,021 in salaries and benefits. The ending HHSA Fund balance increased \$3,717,865 or 29.7% with expenses increasing \$1,852,974.

**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

The Local Realignment Fund is used to account for the State's realignment of revenues and services for certain law enforcement, mental health and social services programs that were previously performed by the State and subsequently transferred to counties. Revenues increased \$1,090,409 over prior year due to increased realignment sales tax revenues. Expenses and transfers overall were less than current revenues which resulted in an increase in fund balance of \$1,887,784.

Proprietary funds. The County's proprietary funds consist of Enterprise funds and Internal Service Funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements, but in more detail. Internal Service Funds are used to accumulate and allocate costs internally across the various County functions. Because internal service funds support governmental activities, they are excluded from the following analysis.

**Enterprise Funds
Condensed Balance Sheet**

	Western Nevada County Solid Waste	Airport	Sanitation District	Transit	Nonmajor Proprietary Funds	Total Proprietary Funds
Total Assets	\$ 13,709,190	\$ 6,586,534	\$ 59,738,553	\$ 4,358,834	\$ 208,235	\$ 84,601,346
Deferred Outflow s - pensions	125,798	171,979	809,575	486,405	-	1,593,757
Total Liabilities	5,645,671	1,034,330	24,256,120	3,605,576	149,820	34,691,517
Deferred Inflow s	6,974	9,337	46,360	27,937	-	90,608
Net Position						
Net Capital Assets	817,858	5,728,328	33,595,380	1,994,946	26,409	42,162,921
Restricted	5,108,055					5,108,055
Unrestricted	2,256,430	(13,482)	2,650,268	(783,220)	32,006	4,142,002
Total Net Position	\$ 8,182,343	\$ 5,714,846	\$ 36,245,648	\$ 1,211,726	\$ 58,415	\$ 51,412,978

Total Net position in Western Solid Waste increased \$1,121,290 primarily due to a reduction in post closure liability. However, unrestricted net position of the Western Nevada County Solid Waste decreased \$3,985,307 due to restricting \$5,108,055 to meet post closure regulatory requirements.

The unrestricted net position of the Airport enterprise operation increased \$98,538 for the fiscal year ending June 30, 2018 to (\$13,482). Revenue increased due to insurance proceeds from a hangar fire of \$443,325 and increased fuel sales of \$198,785. This was partially offset by increased salary and benefit costs.

The Sanitation District's total net position increased \$1,721,902. However, unrestricted net position decreased \$2,965,788 from prior year which was offset by a corresponding increase in investment in capital assets of \$4,687,690.

Transit Services net position had a net increase of \$1,145,688 reflecting a prior period adjustment of \$1,913,611. This was offset by an increase in salaries and benefits expense of \$395,716 which was related to pension and OPEB liabilities. The net position at June 30, 2018 was \$1,211,726.

**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

GENERAL FUND BUDGETARY HIGHLIGHTS

The difference between the original expenditure budget and the final amended budget was a \$7,574,377 net increase in appropriations (excluding other financing sources and uses). Explanations of significant changes for this increase are as follows:

- The General Government budget category increased by \$1,253,047 due to increases in personnel services of \$307,484, an increase in elections expense of \$344,814 for the Voter's Choice Act, and an increase in the capital facilities projects of \$415,423 which is related to planning and design costs of the new Operation Center.
- The Public Protection budget category increased by \$1,077,258. Of this amount, the budget was increased \$490,675 for the Probation department, \$223,550 for Sheriff support services, \$130,269 for Conflict indigent defense and \$109,096 for Clerk Recorder services.
- Total budgeted Capital Outlay increased by \$5,182,745. The major additional appropriations were for Capital Facilities countywide energy upgrades and solar project of \$3,558,609 and \$1,189,564 for Information Systems technology projects.

The difference between the final amended budget and the actual results at fiscal year-end was an increase to fund balance of \$7,416,737. Actual revenues were higher than the budgetary estimate by \$1,099,075 or 1.8% and expenditures were under the budgetary estimates by \$8,581,934 or 11.6%. Explanations of significant differences between budgeted and actual expenditures are as follows:

- The General Government actual expenditures were \$2,411,694 less than budgeted expenditure levels. Information Systems had the largest variance in expenditures in that actual expenditures were \$1,091,728 less than budgeted. In addition, Uses and Sources was \$284,994 under budget and facilities management was \$293,996 under budget.
- Actual expenditures for Capital Outlay were less than the amounts budgeted by \$4,230,964 related to the delay of major projects on capital facilities, information systems, and sheriff administration departments.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital assets The County's investment in capital assets for its governmental and business-type activities as of June 30, 2018 amounted to \$354,260,509 (net of accumulated depreciation). This investment in capital assets includes land, infrastructure, buildings and improvements, equipment and software.

County's Capital Assets (Net of Depreciation)							
	Governmental Activities		Business-Type Activities		Total		Variance
	2018	2017	2018	2017	2018	2017	
Land and Easements	\$ 105,443,972	\$ 105,352,127	\$ 3,704,376	\$ 3,613,897	\$ 109,148,348	\$108,966,024	0.2%
Infrastructure (Road Sys)	110,079,143	109,283,559	-	-	\$ 110,079,143	\$109,283,559	0.7%
Infrastructure	16,490,093	17,009,118	42,201,251	44,358,689	\$ 58,691,344	\$ 61,367,807	-4.4%
Structures and Improvements	28,875,648	29,623,097	2,265,970	2,369,605	\$ 31,141,618	\$ 31,992,702	-2.7%
Construction in Progress	25,915,493	18,328,498	11,980,714	6,302,055	\$ 37,896,207	\$ 24,630,553	53.9%
Equipment	5,828,217	5,814,064	1,252,147	1,559,524	\$ 7,080,364	\$ 7,373,588	-4.0%
Intangible Assets	223,485	241,987	-	-	\$ 223,485	\$ 241,987	-7.6%
Total	\$ 292,856,051	\$ 285,652,450	\$ 61,404,458	\$ 58,203,770	\$ 354,260,509	\$343,856,220	3.0%

**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

Infrastructure (Road System) – Infrastructure increased \$795,584 from prior year due to asphalt improvements using a new micro-resurfacing application.

Infrastructure – The total decrease of \$2,676,463 is a result of annual depreciation in the amount of \$519,025 in governmental activities and \$2,157,438 in the business-type activities.

Structures and Improvements – Structures decreased in both the governmental funds and the business type activities. Both decreases are due to annual depreciation of \$1,140,046.

Construction in Progress – Construction in progress (CIP) increased \$13,265,654. Business-type CIP increased by \$5,678,659 due to the pipeline and airport improvement projects and Lake of the Pines Solar project. Governmental-type CIP increased by \$7,586,995 due improvements to bridges, energy equipment, and structures and improvements.

Equipment – Decrease is the result of annual depreciation of \$1,903,059 offset by new purchases of \$1,667,470.

Intangible Assets – Decrease is the result of annual depreciation of \$66,532 offset by purchases of computer software of \$48,030.

Additional information on the County's capital assets can be found in Note 4 on pages 70-72 of this report.

Long-term obligations. At June 30, 2018, the County had total debt outstanding of \$49,053,286, net of pension and OPEB liability.

County's Outstanding Debt

	Governmental		Business-Type				Variance
	Activities		Activities		Total		
	2018	2017	2018	2017	2018	2017	
Certificate of Participation	\$ 1,705,813	\$ 3,063,718	\$ -	\$ -	\$ 1,705,813	\$ 3,063,718	-44.3%
Loans	17,832,066	18,423,952	17,314,567	18,917,948	\$ 35,146,633	\$ 37,341,900	-5.9%
Special Assessment Debt	189,000	205,000	-	-	\$ 189,000	\$ 205,000	-7.8%
Capital Leases	8,188	11,738	-	-	\$ 8,188	\$ 11,738	-30.2%
Landfill Post Closure	-	-	4,985,534	5,600,078	\$ 4,985,534	\$ 5,600,078	-11.0%
Compensated Absences	5,770,238	5,922,830	150,354	176,130	\$ 5,920,592	\$ 6,098,960	-2.9%
Accrued Claims Liability	1,097,526	1,155,402	-	-	\$ 1,097,526	\$ 1,155,402	-5.0%
Net OPEB Obligation	30,182,557	4,796,008	1,178,443	282,267	\$ 31,361,000	\$ 5,078,275	517.6%
Net Pension Liability	178,261,878	161,850,897	7,054,872	6,243,453	\$185,316,750	\$168,094,350	10.2%
Total	\$ 235,047,266	\$195,429,545	\$ 30,683,766	\$ 31,219,876	\$ 265,731,032	\$ 226,649,421	17.2%

The County's total outstanding debt, net of pension and OPEB, decreased by \$4,423,511, or 8.3%, during the fiscal year. The outstanding debt can be classified in one of two ways – issued debt and liability recognition. The issued debt decrease is attributed primarily to the decrease in loans of \$2,195,268 and the decrease of \$1,357,905 in annual scheduled principal payments on the Certificates of Participation.

For liability recognition, the key reason for the increase is an \$26,282,725 increase due to the GASB 75 recognition of Net OPEB Obligation (NOO) and a \$17,229,689 increase in the Net Pension liability, partially offset by a reduction of \$614,544 in the estimated liability for the landfill post closure costs.

Additional information on the County's long-term debt can be found in Note 6 on pages 75-80 of this report.

**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

Infrastructure Assets Reported Under the Modified Approach

The County is using the modified approach to account for the maintained road system. This method is in lieu of the depreciation method used for all other assets. The County has set their average Pavement Condition Index (PCI) rating at 62. The rating must be achieved for each three year assessment period. The most recent complete three year assessment occurred in fiscal year 2017/18 with an average PCI rating of 63.3.

**Road System Infrastructure Assets Using Modified Approach
Summary Activity for Fiscal Year ending June 30, 2018**

	Capital Improvements	Preservation Maintenance	General Maintenance	Total Cost
Expenditures				
Planned	2,200,000	830,000	7,376,260	10,406,260
Actual	1,182,319	614,756	7,424,926	9,222,001
Difference	(1,017,681)	(215,244)	48,666	(1,184,259)

The reduction in capital improvement expenses from planned levels was due to delays in the Combie Road Corridor project.

Planned preservation and general maintenance expenditures decreased due to projects planned but postponed until 2018/19.

Additional information on the County's use of the Modified Approach can be found in Required Supplementary Information (RSI) on page 106 of this report.

Economic Factors and Next Year's Budget for FY 2018/19

The fiscal year 2018/19 adopted budget for all County funds totals \$235,688,597, a 2.8% increase when compared to the prior year. General fund spending is projected to be \$78,280,803 or 3.9% higher than prior year. Ending fund balance for the general fund is projected at \$27,495,991.

The following factors were considered as the budget for fiscal year 2018/19 was prepared.

- The fiscal year 2018/19 budget reflects a 5.5% growth in property tax related revenues to the County. This includes secured, unsecured, and unitary as well as the property transfer tax and supplemental property tax revenues.
 - o The annual adjustment of property base year values is tied to the consumer price index (inflationary) factor, and historically, has been a factor of 1.02. The Assessor, however, has continued to review and to adjust property values as allowed by California law to reflect the current fair market value. This activity, in conjunction with the increase in sales prices, resulted in 6.1% positive growth in the assessed values countywide for the fiscal year 2017/18.
- The fiscal year 2018/19 budget contemplates just short of a 5% increase in the sales and use tax revenue stream. This has a direct effect on the sales tax revenue source for the Library fund as well as the Realignment program revenues and other County programs with a direct share of various State allocations based on sales tax collections.

**COUNTY OF NEVADA
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2018**

The 2018/19 budget documents are available online at:
<https://www.mynevadacounty.com/366/County-Budget-Portal>

Request for Information

This financial report is designed to provide a general overview of the County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Nevada County Auditor-Controller, Marcia L. Salter, 950 Maidu Avenue, Nevada City CA 95959. This entire report is available online at <https://www.mynevadacounty.com/195/Annual-Financial-Reports-Collection>

BASIC FINANCIAL STATEMENTS

GOVERNMENT-WIDE FINANCIAL STATEMENTS

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**COUNTY OF NEVADA
STATEMENT OF NET POSITION
JUNE 30, 2018**

	Primary Government		
	Governmental	Business-Type	
	Activities	Activities	Totals
ASSETS			
Cash and Investments	\$ 86,261,136	\$ 20,062,162	\$ 106,323,298
Restricted Cash	3,278,835	-	3,278,835
Accounts Receivable	3,679,322	777,462	4,456,784
Due from Other Governments	19,755,892	2,142,316	21,898,208
Taxes Receivable	3,649,560	1,432	3,650,992
Deposits with Others	115,785	-	115,785
Prepaid Expenses	200,737	-	200,737
Inventories	41,600	68,539	110,139
Internal Balances	1,538,886	(62,421)	1,476,465
Loans Receivable	4,613,862	-	4,613,862
Capital Assets:			
Nondepreciable	241,438,608	15,685,090	257,123,698
Depreciable, Net	51,417,443	45,719,368	97,136,811
Total Assets	415,991,666	84,393,948	500,385,614
DEFERRED OUTFLOWS OF RESOURCES			
Deferred Outflows - OPEB	4,100,885	160,115	4,261,000
Deferred Outflows - Pension	44,547,088	1,433,642	45,980,730
Total Deferred Outflows	48,647,973	1,593,757	50,241,730
LIABILITIES			
Accounts Payable	7,115,242	887,724	8,002,966
Accrued Salaries and Benefits	3,555,094	137,693	3,692,787
Accrued Interest Payable	235,849	315,024	550,873
Deposits from Others	196,495	1,000	197,495
Unearned Revenue	822,201	780,318	1,602,519
Long-Term Liabilities:			
Due within One Year	4,964,286	2,409,009	7,373,295
Due in More than One Year	21,638,545	20,041,442	41,679,987
Other Postemployment Benefits (OPEB) Liability	30,182,557	1,178,443	31,361,000
Net Pension Liability	178,261,878	7,054,872	185,316,750
Total Liabilities	246,972,147	32,805,525	279,777,672
DEFERRED INFLOWS OF RESOURCES			
Deferred Inflows - OPEB	587,079	22,921	610,000
Deferred Inflows - Pension	2,003,313	67,687	2,071,000
Total Deferred Inflows	2,590,392	90,608	2,681,000
NET POSITION			
Net Investment in Capital Assets	277,053,686	42,162,921	319,216,607
Restricted for:			
Postclosure	-	5,108,055	5,108,055
General Government	6,802,920	-	6,802,920
Public Protection	15,730,383	-	15,730,383
Public Ways and Facilities	6,430,529	-	6,430,529
Health and Sanitation	28,361,555	-	28,361,555
Public Assistance	9,869,422	-	9,869,422
Education	1,637,990	-	1,637,990
Recreation and Cultural Services	23,441	-	23,441
Unrestricted	(130,832,826)	4,344,131	(126,488,695)
Total Net Position	\$ 215,077,100	\$ 51,615,107	\$ 266,692,207

See accompanying Notes to Basic Financial Statements.

**COUNTY OF NEVADA
STATEMENT OF ACTIVITIES
YEAR ENDED JUNE 30, 2018**

Functions/Programs	Expenses	Program Revenues		
		Fees, Fines and Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General Government	\$ 15,095,094	\$ 7,609,819	\$ 1,546,836	\$ -
Public Protection	59,780,621	7,735,056	18,408,009	-
Public Ways and Facilities	11,337,329	1,975,562	4,599,008	6,435,412
Health and Sanitation	34,543,389	3,609,980	38,971,802	-
Public Assistance	30,471,197	447,196	23,197,667	-
Education	3,980,114	37,683	287,316	-
Recreation and Culture	45,172	-	-	-
Interest on Long-Term Debt	574,455	-	-	-
Total Governmental Activities	155,827,371	21,415,296	87,010,638	6,435,412
Business-Type Activities:				
Eastern Nevada County Solid Waste	197,391	209,514	-	-
Western Nevada County Solid Waste	475,913	1,597,457	10,044	-
Transit Services	4,369,025	390,192	2,947,332	163,378
Airport	1,644,250	1,074,913	10,768	625,323
Sanitation District	7,131,027	6,703,436	79,782	2,479,729
Total Business-Type Activities	13,817,606	9,975,512	3,047,926	3,268,430
Total Nevada County	\$ 169,644,977	\$ 31,390,808	\$ 90,058,564	\$ 9,703,842

General Revenues:

Taxes:

Property Taxes

Sales and Use Taxes

Property Transfer Taxes

Transient Occupancy Taxes

Other

Unrestricted Interest and Investment Earnings

Tobacco Settlement

Miscellaneous

Total General Revenues

Change in Net Position

Net Position - Beginning of Year, Restated

Net Position - End of Year

See accompanying Notes to Basic Financial Statements.

Net (Expense) Revenue and Changes in Net Position		
Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (5,938,439)	\$ -	\$ (5,938,439)
(33,637,556)	-	(33,637,556)
1,672,653	-	1,672,653
8,038,393	-	8,038,393
(6,826,334)	-	(6,826,334)
(3,655,115)	-	(3,655,115)
(45,172)	-	(45,172)
(574,455)	-	(574,455)
(40,966,025)	-	(40,966,025)
-	12,123	12,123
-	1,131,588	1,131,588
-	(868,123)	(868,123)
-	66,754	66,754
-	2,131,920	2,131,920
-	2,474,262	2,474,262
(40,966,025)	2,474,262	(38,491,763)
38,407,326	-	38,407,326
8,221,433	-	8,221,433
1,232,628	-	1,232,628
485,126	-	485,126
1,103,928	71,648	1,175,576
1,529,069	4,831	1,533,900
1,045,261	-	1,045,261
1,647,288	472,093	2,119,381
53,672,059	548,572	54,220,631
12,706,034	3,022,834	15,728,868
202,371,066	48,592,273	250,963,339
<u>\$ 215,077,100</u>	<u>\$ 51,615,107</u>	<u>\$ 266,692,207</u>

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BASIC FINANCIAL STATEMENTS

FUND FINANCIAL STATEMENTS

**COUNTY OF NEVADA
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2018**

	General	Road	Community Development Agency
ASSETS			
Cash and Investments	\$ 23,549,028	\$ 3,635,304	\$ 2,786,226
Accounts Receivable	1,898,622	776,238	270,502
Taxes Receivable	2,863,031	143,819	158
Due from Other Governments	5,252,176	1,133,758	66,942
Due from Other Funds	3,380,029	499,169	506,292
Deposits with Others	-	-	-
Inventories	-	16,267	-
Prepays	57,182	-	-
Restricted Cash and Investments	2,395,276	-	-
Advances to Other Funds	1,476,465	-	1,187,867
Loans Receivable	-	-	-
Total Assets	<u>\$ 40,871,809</u>	<u>\$ 6,204,555</u>	<u>\$ 4,817,987</u>
LIABILITIES			
Accounts Payable	\$ 1,637,762	\$ 362,096	\$ 248,648
Accrued Salaries and Benefits Payable	2,152,721	163,100	249,413
Deposits from Others	-	48,648	119,348
Due to Other Funds	1,182,372	476,260	175,390
Advances from Other Funds	-	3,446,235	-
Due to Other Governments	-	-	-
Unearned Revenue	-	-	140,892
Total Liabilities	<u>4,972,855</u>	<u>4,496,339</u>	<u>933,691</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue	1,605,031	719,002	171,107
FUND BALANCES			
Nonspendable	1,533,648	16,267	-
Restricted	3,405,260	972,947	389,758
Committed	7,080,000	-	-
Assigned	17,453,645	-	3,323,431
Unassigned	4,821,370	-	-
Total Fund Balances	<u>34,293,923</u>	<u>989,214</u>	<u>3,713,189</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 40,871,809</u>	<u>\$ 6,204,555</u>	<u>\$ 4,817,987</u>

See accompanying Notes to Basic Financial Statements.

Human Services Agency	Local Revenue Fund 2011 Realignment	Other Governmental	Total
\$ 12,176,238	\$ 6,971,546	\$ 30,622,282	\$ 79,740,624
396,795	-	76,538	3,418,695
-	-	642,552	3,649,560
8,909,541	2,160,796	2,232,323	19,755,536
2,016,560	-	835,929	7,237,979
20,010	-	-	20,010
-	-	-	16,267
126,250	-	-	183,432
-	-	883,559	3,278,835
-	-	2,258,368	4,922,700
-	-	4,613,862	4,613,862
<u>\$ 23,645,394</u>	<u>\$ 9,132,342</u>	<u>\$ 42,165,413</u>	<u>\$ 126,837,500</u>
\$ 2,083,440	\$ -	\$ 2,373,295	\$ 6,705,241
800,663	-	153,014	3,518,911
28,499	-	-	196,495
730,501	2,278,084	2,187,737	7,030,344
-	-	-	3,446,235
-	-	54,495	54,495
681,309	-	-	822,201
<u>4,324,412</u>	<u>2,278,084</u>	<u>4,768,541</u>	<u>21,773,922</u>
3,079,801	-	148,056	5,722,997
126,250	-	-	1,676,165
16,045,881	6,854,258	35,584,364	63,252,468
-	-	-	7,080,000
69,050	-	2,114,091	22,960,217
-	-	(449,639)	4,371,731
<u>16,241,181</u>	<u>6,854,258</u>	<u>37,248,816</u>	<u>99,340,581</u>
<u>\$ 23,645,394</u>	<u>\$ 9,132,342</u>	<u>\$ 42,165,413</u>	<u>\$ 126,837,500</u>

**COUNTY OF NEVADA
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE GOVERNMENT-WIDE STATEMENT OF NET POSITION
GOVERNMENTAL ACTIVITIES
JUNE 30, 2018**

Fund Balance - total governmental funds	\$ 99,340,581
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the governmental funds balance sheets.	290,781,915
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Other long term assets are not available to pay for current period expenditures and therefore are reported as unavailable revenues in the governmental funds.	5,722,997
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Deferred outflows of resources reported in the statement of net position	48,208,903
--	------------

Interest payable on long-term debt does not require the use of current financial resources and therefore is not accrued as a liability in the governmental fund balance sheets.	(235,849)
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Certain liabilities are not due and payable in the current period and therefore are not reported in the governmental funds.

Certificates of Participation	(1,705,813)
Bonds Payable	(189,000)
Loans Payable	(17,832,065)
Compensated Absences	(5,712,786)
Net OPEB Liability	(29,835,588)
Net Pension Liability	(176,332,655)

Deferred inflows of resources reported in the statement of net position	(2,565,163)
---	-------------

Internal service funds are used by management to charge the cost of certain activities, such as insurance and equipment maintenance and operations, to individual funds. The assets and liabilities of the internal service funds must be added to the statement of net position.	5,431,623
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Net Position of Governmental Activities	\$ 215,077,100
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**COUNTY OF NEVADA
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018**

	General	Road	Community Development Agency
REVENUES			
Taxes	\$ 44,063,660	\$ 987,505	\$ 30,748
Licenses and Permits	1,871,536	72,243	1,800,916
Fines, Forfeitures, and Penalties	2,467,585	298	30,787
Use of Money and Property	1,657,325	(46,207)	20,812
Intergovernmental	3,909,212	11,480,664	732,847
Charges for Services	7,786,573	819,791	2,591,253
Other Revenues	1,430,673	16,401	18,291
Total Revenues	<u>63,186,564</u>	<u>13,330,695</u>	<u>5,225,654</u>
EXPENDITURES			
Current:			
General Government	11,512,434	-	-
Public Protection	51,883,516	-	4,956,161
Public Ways and Facilities	-	9,044,809	-
Health and Sanitation	237,495	-	2,592,810
Public Assistance	397,235	-	-
Education	43,167	-	-
Recreation and Culture	-	-	-
Debt Service:			
Principal	-	-	-
Interest	-	-	-
Capital Outlay	1,191,947	6,646,395	14,206
Total Expenditures	<u>65,265,794</u>	<u>15,691,204</u>	<u>7,563,177</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(2,079,230)	(2,360,509)	(2,337,523)
OTHER FINANCING SOURCES (USES)			
Transfers In	12,503,053	1,817,823	2,520,288
Transfers Out	(9,526,557)	-	(93,971)
Sale of Capital Assets	26,028	197,930	5,460
Debt Issuance	429,994	-	-
Total Other Financing Sources (Uses)	<u>3,432,518</u>	<u>2,015,753</u>	<u>2,431,777</u>
NET CHANGES IN FUND BALANCES	1,353,288	(344,756)	94,254
Fund Balances - Beginning of Year, Restated	<u>32,940,635</u>	<u>1,333,970</u>	<u>3,618,935</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 34,293,923</u></u>	<u><u>\$ 989,214</u></u>	<u><u>\$ 3,713,189</u></u>

See accompanying Notes to Basic Financial Statements.

Human Services Agency	Local Revenue Fund 2011 Realignment	Nonmajor Governmental Funds	Total
\$ -	\$ -	\$ 4,368,528	\$ 49,450,441
-	-	11,063	3,755,758
505	-	483,090	2,982,265
(74,136)	(29,930)	9,141	1,537,005
47,003,034	14,209,964	17,284,085	94,619,806
1,720,677	-	1,749,487	14,667,781
301,424	-	619,023	2,385,812
<u>48,951,504</u>	<u>14,180,034</u>	<u>24,524,417</u>	<u>169,398,868</u>
-	-	143,073	11,655,507
-	225,000	3,799,356	60,864,033
-	-	1,168,889	10,213,698
24,244,827	-	4,964,872	32,040,004
28,545,639	-	540,269	29,483,143
-	-	3,692,842	3,736,009
-	-	45,172	45,172
-	-	2,327,881	2,327,881
-	-	907,605	907,605
47,609	-	1,870,221	9,770,378
<u>52,838,075</u>	<u>225,000</u>	<u>19,460,180</u>	<u>161,043,430</u>
(3,886,571)	13,955,034	5,064,237	8,355,438
8,080,655	-	7,337,054	32,258,873
(480,528)	(12,067,250)	(10,319,125)	(32,487,431)
4,309	-	-	233,727
-	-	-	429,994
<u>7,604,436</u>	<u>(12,067,250)</u>	<u>(2,982,071)</u>	<u>435,163</u>
3,717,865	1,887,784	2,082,166	8,790,601
<u>12,523,316</u>	<u>4,966,474</u>	<u>35,166,650</u>	<u>90,549,980</u>
<u>\$ 16,241,181</u>	<u>\$ 6,854,258</u>	<u>\$ 37,248,816</u>	<u>\$ 99,340,581</u>

COUNTY OF NEVADA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES TO THE GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

Net Change to Fund Balance - Total Governmental Funds \$ 8,790,601

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

Governmental funds report capital outlay as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Expenditures for General Capital Assets, Infrastructure, and Other		\$ 9,325,069	
Related Capital Assets Adjustments		(2,412,269)	
Less: Current Year Depreciation		6,912,800	6,912,800

Unavailable revenues are reported as deferred inflows of resources in the governmental funds, but are recognized as revenues in the statement of activities. (1,166,120)

Long-term debt proceeds provide current resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of debt principal is an expenditure in the governmental funds but the repayment reduces long-term liabilities in the statement of net position.

Principal Retirements		2,327,881	
Issuance of Debt		(429,994)	

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 Compensated Absences Payable	156,791		
Change in Accrued Interest on Long-Term Debt	266,207		
Amortization of Premium	67,905		
Change in Net Pension Liability and			
Related Deferred Inflows and Outflows	(5,459,917)		
Change in OPEB Liability and			
Related Deferred Inflows and Outflows	909,499		(4,059,515)

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue of certain activities of the internal service funds is reported with governmental activities. 330,381

Change in Net Position of Governmental Activities		\$ 12,706,034	
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See accompanying Notes to Basic Financial Statements.

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**COUNTY OF NEVADA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2018**

	Business-Type Activities Enterprise Funds		
	Western Nevada County Solid Waste	Airport	Sanitation District
ASSETS			
Current Assets:			
Cash and Investments	\$ 12,661,143	\$ 139,402	\$ 6,242,045
Accounts Receivable	162,289	555,387	58,095
Taxes Receivable	1,274	158	-
Due from Other Governments	17,022	52,041	610,832
Due from Other Funds	49,604	33,343	-
Prepaid Costs	-	-	-
Inventory	-	68,539	-
Deposits	-	-	-
Total Current Assets	12,891,332	848,870	6,910,972
Noncurrent Assets:			
Capital Assets:			
Nondepreciable	349,681	2,851,078	12,457,922
Depreciable, Net	468,177	2,886,586	40,369,659
Total Noncurrent Assets	817,858	5,737,664	52,827,581
Total Assets	13,709,190	6,586,534	59,738,553
DEFERRED OUTFLOWS - PENSIONS			
OPEB	10,789	12,683	84,819
Pensions	115,009	159,296	724,756
Total Deferred Outflows	125,798	171,979	809,575
LIABILITIES			
Current Liabilities:			
Accounts Payable	86,937	84,112	591,484
Salaries and Benefits Payable	7,339	10,230	72,758
Interest Payable	-	170	314,854
Deposits Payable	-	1,000	-
Due to Other Funds	21,235	37,572	234,748
Advance From Other Funds	-	-	-
Unearned Revenue	-	6,708	-
Compensated Absences	7,284	-	6,335
Loans and Capital Leases Payable	-	4,569	1,784,938
Accrued Claims Payable	-	-	-
Postclosure Costs	593,256	-	-
Total Current Liabilities	716,051	144,361	3,005,117
Noncurrent Liabilities:			
Compensated Absences	19,354	7,969	63,491
Loans and Capital Leases Payable	-	4,767	15,520,293
Accrued Claims Payable	-	-	-
Postclosure Costs	4,264,911	-	-
Net OPEB Liability	79,403	93,347	624,268
Net Pension Liability	565,952	783,886	3,566,486
Total Noncurrent Liabilities	4,929,620	889,969	19,774,538
Total Liabilities	5,645,671	1,034,330	22,779,655
DEFERRED INFLOWS			
OPEB	1,544	1,816	12,142
Pensions	5,430	7,521	34,218
Total Deferred Inflows	6,974	9,337	46,360
NET POSITION			
Net Investment in Capital Assets	817,858	5,728,328	33,595,380
Restricted	5,108,055	-	-
Unrestricted	2,256,430	(13,482)	2,650,268
Total Net Position	\$ 8,182,343	\$ 5,714,846	\$ 36,245,648

Adjustment to Reflect the Consolidation of Internal Service Fund Activities Related to Enterprise Funds.

Net Position of Business-Type Activities

See accompanying Notes to Basic Financial Statements.

Business-Type Activities Enterprise Funds			Governmental Activities
Nonmajor Fund			
Transit Services	Eastern Nevada County Solid Waste	Total Enterprise Funds	Internal Service Funds
\$ 899,551	\$ 120,021	\$ 20,062,162	\$ 6,520,512
1,691	-	777,462	260,627
-	-	1,432	-
1,462,421	-	2,142,316	356
225	61,805	144,977	536,700
-	-	-	17,305
-	-	68,539	25,333
-	-	-	95,775
2,363,888	181,826	23,196,888	7,456,608
-	26,409	15,685,090	-
1,994,946	-	45,719,368	2,074,136
1,994,946	26,409	61,404,458	2,074,136
4,358,834	208,235	84,601,346	9,530,744
51,824	-	160,115	47,142
434,581	-	1,433,642	391,928
486,405	-	1,593,757	439,070
102,759	22,432	887,724	355,506
47,366	-	137,693	36,183
-	-	315,024	-
-	-	1,000	-
115,949	23	409,527	479,785
-	-	-	-
773,610	-	780,318	-
8,565	-	22,184	6,260
-	-	1,789,507	3,901
-	-	-	766,201
-	4,062	597,318	-
1,048,249	26,517	4,940,295	1,647,836
37,354	-	128,168	51,193
-	-	15,525,060	4,287
-	-	-	331,325
-	123,303	4,388,214	-
381,425	-	1,178,443	346,969
2,138,548	-	7,054,872	1,929,223
2,557,327	123,303	28,274,757	2,662,997
3,605,576	149,820	33,215,052	4,310,833
7,419	-	22,921	6,749
20,518	-	67,687	18,480
27,937	-	90,608	25,229
1,994,946	26,409	42,162,921	2,067,275
-	-	5,108,055	-
(783,220)	32,006	4,142,002	3,566,477
\$ 1,211,726	\$ 58,415	51,412,978	\$ 5,633,752
		202,129	
		\$ 51,615,107	

COUNTY OF NEVADA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2018

	Business-Type Activities Enterprise Funds		
	Western Nevada County Solid Waste	Airport	Sanitation District
OPERATING REVENUES			
Charges for Services	\$ 1,587,031	\$ 43,870	\$ 6,663,183
Fuel Sales	-	770,249	-
Other Revenues	10,426	260,794	40,253
Total Operating Revenues	1,597,457	1,074,913	6,703,436
OPERATING EXPENSES			
Salaries and Benefits	106,102	507,991	2,070,745
Services and Supplies	132,936	686,057	1,944,295
Benefit and Claim Expenses	-	-	-
Other Charges	38,670	125,552	173,446
Expense Transfers	96,816	88,465	407,784
Closure and Postclosure Costs	98,514	-	-
Depreciation and Amortization	1,458	234,088	2,124,475
Total Operating Expenses	474,496	1,642,153	6,720,745
OPERATING INCOME (LOSS)	1,122,961	(567,240)	(17,309)
NONOPERATING REVENUES (EXPENSES)			
Taxes and Assessments	-	71,648	-
Intergovernmental Revenues	10,044	10,768	79,782
Interest Income	(9,109)	2,239	(1,913)
Interest Expense	-	(520)	(386,190)
Gain (Loss) on Sale of Capital Assets	-	-	17,179
Other Nonoperating Revenue	-	443,325	-
Total Nonoperating Revenues (Expenses)	935	527,460	(291,142)
Income (Loss) Before Transfers, Contributions and Special Items	1,123,896	(39,780)	(308,451)
Capital Contributions	-	625,323	2,479,729
Transfers In	-	-	-
CHANGE IN NET POSITION	1,123,896	585,543	2,171,278
Net Position - Beginning of Year, Restated	7,058,447	5,129,303	34,074,370
NET POSITION - END OF YEAR	<u>\$ 8,182,343</u>	<u>\$ 5,714,846</u>	<u>\$ 36,245,648</u>

Adjustment to Reflect the Consolidation of Internal Service Fund Activities Related to Enterprise Funds.
Change in Net Position of the Business-Type Activities

See accompanying Notes to Basic Financial Statements.

Business-Type Activities Enterprise Funds			Governmental Activities
Nonmajor Fund		Total Enterprise Funds	Internal Service Funds
Transit Services	Eastern Nevada County Solid Waste		
\$ 390,192	\$ 209,514	\$ 8,893,790	\$ 7,200,099
-	-	770,249	-
-	-	311,473	63,050
<u>390,192</u>	<u>209,514</u>	<u>9,975,512</u>	<u>7,263,149</u>
1,556,033	-	4,240,871	1,113,773
1,883,293	251,539	4,898,120	4,166,051
-	-	-	1,043,399
118,922	5,382	461,972	247,025
329,077	(61,782)	860,360	502,070
-	2,252	100,766	-
457,039	-	2,817,060	588,982
<u>4,344,364</u>	<u>197,391</u>	<u>13,379,149</u>	<u>7,661,300</u>
(3,954,172)	12,123	(3,403,637)	(398,151)
-	-	71,648	-
2,947,332	-	3,047,926	1,856
13,440	174	4,831	(7,936)
-	-	(386,710)	(962)
1,147	-	18,326	126,146
10,442	-	453,767	329,123
<u>2,972,361</u>	<u>174</u>	<u>3,209,788</u>	<u>448,227</u>
(981,811)	12,297	(193,849)	50,076
163,378	-	3,268,430	-
-	-	-	228,558
<u>(818,433)</u>	<u>12,297</u>	<u>3,074,581</u>	<u>278,634</u>
2,030,159	46,118		5,355,118
<u>\$ 1,211,726</u>	<u>\$ 58,415</u>		<u>\$ 5,633,752</u>
		(51,747)	
		<u>\$ 3,022,834</u>	

**COUNTY OF NEVADA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2018**

	Business-Type Activities Enterprise Funds	
	Western Nevada County Solid Waste	Airport
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers	\$ 1,584,780	\$ 585,210
Receipts from Interfund Services	-	-
Payments to Suppliers	(962,284)	(950,407)
Payments to Employees	(190,501)	(276,744)
Net Cash Provided (Used) by Operating Activities	431,995	(641,941)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Grants and Other Receipts	10,044	525,741
Transfers from (to) Other Funds	-	-
Receipts from Other Funds	58,797	4,389
Payments to Other Funds	-	-
Net Cash Provided (Used) by Noncapital Financing Activities	68,841	530,130
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES		
Acquisition of Capital Assets	-	(577,649)
Proceeds from Sale of Capital Assets	-	-
Capital Grants	-	719,194
Principal Paid on Capital Debt	-	(4,378)
Interest Paid on Capital Debt	-	(600)
Net Cash Provided (Used) by Capital and Related Financing Activities	-	136,567
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest Received (Paid)	(9,109)	2,239
Net Cash Provided (Used) by Investing Activities	(9,109)	2,239
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	491,727	26,995
Cash and Cash Equivalents - Beginning of Year	12,169,416	112,407
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 12,661,143</u>	<u>\$ 139,402</u>

See accompanying Notes to Basic Financial Statements.

Business-Type Activities Enterprise Funds				Governmental Activities
		Nonmajor Fund Eastern Nevada County Solid Waste	Total Enterprise Funds	Internal Service Funds
Sanitation District	Transit Services			
\$ 6,639,215	\$ (1,502,525)	\$ 209,514	\$ 7,516,194	\$ -
-	-	-	-	7,027,325
(4,271,958)	(2,340,905)	(172,707)	(8,698,261)	(5,843,016)
(1,860,505)	902,591	-	(1,425,159)	(969,023)
<u>506,752</u>	<u>(2,940,839)</u>	<u>36,807</u>	<u>(2,607,226)</u>	<u>215,286</u>
1,013,341	1,990,283	-	3,539,409	330,979
-	-	-	-	228,558
346,653	-	-	409,839	443,291
<u>(492,921)</u>	<u>(8,373)</u>	<u>(63,370)</u>	<u>(564,664)</u>	<u>(292,892)</u>
867,073	1,981,910	(63,370)	3,384,584	709,936
(3,504,867)	-	-	(4,082,516)	(882,028)
26,585	3,549	-	30,134	128,391
2,479,729	163,378	-	3,362,301	-
(1,602,518)	-	-	(1,606,896)	(3,550)
<u>(399,588)</u>	<u>-</u>	<u>-</u>	<u>(400,188)</u>	<u>(962)</u>
(3,000,659)	166,927	-	(2,697,165)	(758,149)
<u>(1,913)</u>	<u>13,440</u>	<u>174</u>	<u>4,831</u>	<u>(7,936)</u>
<u>(1,913)</u>	<u>13,440</u>	<u>174</u>	<u>4,831</u>	<u>(7,936)</u>
(1,628,747)	(778,562)	(26,389)	(1,914,976)	159,137
<u>7,870,792</u>	<u>1,678,113</u>	<u>146,410</u>	<u>21,977,138</u>	<u>6,361,375</u>
<u>\$ 6,242,045</u>	<u>\$ 899,551</u>	<u>\$ 120,021</u>	<u>\$ 20,062,162</u>	<u>\$ 6,520,512</u>

**COUNTY OF NEVADA
STATEMENT OF CASH FLOWS (CONTINUED)
PROPRIETARY FUNDS
YEAR ENDED JUNE 30, 2018**

	Business-Type Activities Enterprise Funds	
	Western Nevada County Solid Waste	Airport
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ 1,122,961	\$ (567,240)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Flows Provided (Used) by Operating Activities:		
Depreciation	1,458	234,088
(Increase) Decrease in:		
Accounts Receivable	(2,633)	(482,752)
Prepaid Expense	-	100
Inventory	-	(39,826)
Deferred Outflows of Resources	7,327	(74,791)
Increase (Decrease) in:		
Accounts Payable	21,450	(10,607)
Salaries and Benefits Payable	1,390	(1,163)
Unearned Revenue	(10,044)	(5,951)
Customer Deposits	-	(1,000)
Deferred Inflows of Resources	(75)	4,191
Net Pension Liability	(106,676)	223,669
Compensated Absences Payable	4,205	250
Claims Liability	-	-
Closure and Postclosure Liability	(616,798)	-
Net OPEB Liability	9,430	79,091
Net Cash Provided (Used) by Operating Activities	<u>\$ 431,995</u>	<u>\$ (641,941)</u>
Noncash Investing, Capital and Financing Activities:		
Acquisition of capital assets in accounts payable	<u>\$ -</u>	<u>\$ 20,070</u>
Capital grants included in due from other governments	<u>\$ -</u>	<u>\$ 52,041</u>
Acquisition of capital assets in advances from other funds	<u>\$ -</u>	<u>\$ -</u>

See accompanying Notes to Basic Financial Statements.

Business-Type Activities Enterprise Funds				Governmental Activities
Sanitation District	Transit Services	Nonmajor Fund	Total Enterprise Funds	Internal Service Funds
		Eastern Nevada County Solid Waste		
\$ (17,309)	\$ (3,954,172)	\$ 12,123	\$ (3,403,637)	\$ (398,151)
2,124,475	457,039	-	2,817,060	588,982
(64,221)	(490)	-	(550,096)	(235,824)
-	-	-	100	7,944
-	-	-	(39,826)	(5,729)
(160,202)	(125,594)	-	(353,260)	(93,728)
(1,746,433)	(9,613)	22,432	(1,722,771)	171,190
12,847	8,087	-	21,161	6,408
-	(1,892,227)	-	(1,908,222)	-
-	-	-	(1,000)	-
11,976	8,832	-	24,924	6,943
(151,202)	2,286,698	-	2,252,489	(66,410)
(6,202)	(24,031)	-	(25,778)	4,200
-	-	-	-	(57,876)
-	-	2,252	(614,546)	-
503,023	304,632	-	896,176	287,337
<u>\$ 506,752</u>	<u>\$ (2,940,839)</u>	<u>\$ 36,807</u>	<u>\$ (2,607,226)</u>	<u>\$ 215,286</u>
<u>\$ 450,505</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 470,575</u>	<u>\$ -</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 52,041</u>	<u>\$ -</u>
<u>\$ 1,476,465</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,476,465</u>	<u>\$ -</u>

**COUNTY OF NEVADA
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2018**

	Investment Trust Fund	Agency Funds
ASSETS		
Cash and Investments	\$ 91,710,690	\$ 3,956,846
Restricted Cash and Investments	-	913,235
Accounts Receivable	450,547	2,320,547
Taxes Receivable	567,188	8,439,154
Total Assets	<u>92,728,425</u>	<u>\$ 15,629,782</u>
LIABILITIES		
Accounts Payable	16,487	\$ -
Due to Other Governments	-	3,360,141
Agency Obligations	-	12,269,641
Total Liabilities	<u>16,487</u>	<u>\$ 15,629,782</u>
NET POSITION		
Net Position Held in Trust for Investment Pool Participants	<u>\$ 92,711,938</u>	

See accompanying Notes to Basic Financial Statements.

**COUNTY OF NEVADA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
YEAR ENDED JUNE 30, 2018**

	<u>Investment Trust Fund</u>
ADDITIONS	
Contributions to Investment Pool	\$ 387,123,654
Net Investment Income:	
Investment income	<u>(134,344)</u>
Total Additions	386,989,310
DEDUCTIONS	
Distributions from Investment Pool	<u>398,869,161</u>
Total Deductions	398,869,161
CHANGE IN NET POSITION	(11,879,851)
Net Position - Beginning of Year	<u>104,591,789</u>
NET POSITION - END OF YEAR	<u><u>\$ 92,711,938</u></u>

See accompanying Notes to Basic Financial Statements.

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BASIC FINANCIAL STATEMENTS

NOTES TO BASIC FINANCIAL STATEMENTS

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**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of County of Nevada (County) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

A. Reporting Entity

The County operates under an Administrator-Board of Supervisors form of government and provides various services on a county wide basis including law and justice, education, detention, social, health, road construction, road maintenance, transportation, elections and records, communications, planning, zoning and tax collection.

Generally accepted accounting principles require government financial statements to include the primary government and its component units. Component units of a governmental entity are legally separate entities for which the primary government is considered to be financially accountable and for which the nature and significance of their relationship with the primary government are such that exclusion would cause the combined financial statements to be misleading. The primary government is considered to be financially accountable if it appoints a majority of an organization's governing body and is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the primary government.

Reporting for component units on the County's financial statements can be blended or discretely presented. Blended component units are, although legally separate entities, in substance part of the County's operations and, therefore, data from these units are combined with data of the primary government. Discretely presented component units, on the other hand, would be reported in a separate column in the government-wide financial statements to emphasize it is legally separate from the government.

For financial reporting purposes, the County's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the Board of Supervisors. The financial statements of the individual component units may be obtained by writing to the County of Nevada, Auditor-Controller's Office, 950 Maidu Avenue, Nevada City, CA 95959 or via the web at

<https://www.mynevadacounty.com/195/Annual-Financial-Reports-Collection>.

Blended Component Units

Special Districts Governed by the Board of Supervisors – The County Board of Supervisors is the governing body of a number of special purpose district funds administered by the Department of Public Works. Among its duties, the County Board of Supervisors approves the budgets, special taxes and fees of these special districts. As an integral part of the County, these special districts are reported as a nonmajor special revenue fund in the County's financial statements.

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Special Assessment Debt with County Commitment – These funds were established to administer bonds issued by the County of Nevada on behalf of the County Service Area 22 Assessment District under the Improvement Bond Act of 1915. The County Board of Supervisors is the governing body of these funds and approves all payments. As an integral part of the County, these funds are reported as a nonmajor debt service fund in the County's financial statements.

Finance Authority – The Finance Authority was formed to assist the County in the financing of real or personal property for the benefit of Nevada County. The Finance Authority is the lessor for the County's Certificates of Participation (2011 Refunding), the Crown Point Building Loan, the Solar Lease Agreement, the Energy Conservation Loan and makes debt service payments on behalf of the County. The County Board of Supervisors appoints the governing body of the Finance Authority and because its financial and operational relationship with the County is closely integrated, the Finance Authority is reported as a nonmajor debt service fund in the County's financial statements.

Sanitation District – The County Board of Supervisors is the governing body of the Sanitation District. The Sanitation District accounts for activity related to providing customers with sanitation management and billing for services provided. As an integral part of the County, this special district is reported as a major enterprise fund in the County's financial statements.

Discretely Presented Component Units

These are no component units of the County which meet the criteria for discrete presentation.

Joint Agencies

The County is a member of the California State Association of Counties Excess Insurance Authority (CSAC). CSAC is a joint powers authority organized for the purpose of developing and funding excess insurance programs for member counties. CSAC operates public entity risk pools for workers' compensation, comprehensive liability, property, and medical malpractice, and the pool purchases excess insurance and services for members. CSAC is under the control and direction of a board of directors consisting of representatives of the fifty member counties. Complete audited financial statements can be obtained from CSAC's office at 75 Iron Point Circle, Suite 200, Folsom, California 95630. The County is not financially accountable for this organization and therefore it is not a component unit under Statement Nos. 14, 39 and 61 of the Governmental Accounting Standards Board.

B. Basis of Presentation

Government-Wide Financial Statements

The statement of net position and statement of activities display information on all of the nonfiduciary activities of the County and its blended component units. These statements include the financial activities of the overall government, except fiduciary activities. Eliminations have been made to minimize the double counting of internal activities.

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

These statements distinguish between the governmental and business-type activities of the County. Governmental activities, which are normally supported by taxes and inter-governmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for each different identifiable activity of the County's business-type activities and for each function of the County's governmental activities. Direct expenses are those that are specifically associated with a program or function and; therefore, are clearly identifiable to a particular function. Certain indirect costs, which cannot be identified and broken down, are included in the program expense reported for individual functions and activities. Program revenues include (1) charges paid by the recipients of goods and services offered by the program, (2) operating grants and contributions, and (3) capital grants and contributions. Taxes and other items not properly included among program revenues are presented instead as general revenues.

Fund Financial Statements

The fund financial statements provide information about the County's funds, including fiduciary funds and blended component units. Funds are organized into three major categories: governmental, proprietary, and fiduciary. The emphasis is placed on major funds within the governmental and proprietary categories; each is displayed in a separate column. All remaining governmental and enterprise funds are separately aggregated and reported as nonmajor funds.

The County reports the following major governmental funds:

- The General fund is used to account for all revenues and expenditures necessary to carry out basic governmental activities of the County that are not accounted for through other funds. For the County, the General Fund includes such activities as public protection, health and sanitation, public assistance, and education services.
- The Road fund is a special revenue fund used to account for the revenues and expenditures for streets and road expansion. Funding comes primarily from state highway users taxes, state and federal highway improvement grants and local funding.
- The Community Development Agency fund is a special revenue fund used to account for the operation of community development programs. Funding comes primarily from construction permit and inspection fees, state grants and charges for various services.
- The Human Services Agency fund is a special revenue fund used to account for revenues and expenditures for human service programs. Funding comes primarily from state, state realignment, and federal revenues.
- The Local Revenue Fund 2011 Realignment fund is a special revenue fund used to account for revenues and expenditures related to public safety programs. Funding comes primarily from state realignment revenues.

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

The County reports the following enterprise funds:

- The Western Nevada County Solid Waste fund is an enterprise fund used to account for activity related to providing customers with solid waste management and landfill postclosure maintenance services.
- The Airport fund is an enterprise fund used to account for activity related to the County Airport and billing for services provided by the County.
- The Sanitation District fund is an enterprise fund used to account for activity related to providing customers with sanitation management and billing for services provided by the County.
- The Transit Services fund is an enterprise fund that accounts for administration and delivery of public transit and paratransit services, primarily in Western Nevada County.
- The Nonmajor Enterprise Fund is the Eastern Nevada County Solid Waste Fund which accounts for the solid waste support services in Eastern Nevada County.

The County reports the following additional fund types:

- Internal Service Funds account for the County's fleet maintenance, mail, self-insurance programs and energy services which provide services to other departments on a cost reimbursement basis.
- The Investment Trust Funds account for the assets of legally separate entities that deposit cash with the County Treasurer. The assets of these funds are held in trust for other agencies and are part of the County's external pool. The external investment pool is made up of five separate funds; Special Districts governed by Local Boards, School Districts, School Districts Debt Service, Courts and Jury/Witness and Local Transportation Authority. The County is obligated to disburse monies from these funds on demand.
- Agency Funds account for the receipt and disbursement of various taxes, deposits, deductions, and property collected by the County, acting in the capacity of an agent for distribution to other governmental units or other organizations. The agency funds maintained by the County include two separate components.

Accrued Trust Funds – Accounts for property tax receipts awaiting apportionment to other local government agencies and investment earnings awaiting apportionment to other local government agencies.

County Departmental Agency – Accounts for all assets under the control of County departments which are held in a fiduciary capacity.

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

C. Basis of Accounting and Measurement Focus

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Nonexchange transactions, in which the County gives (or receives) value without directly receiving (or giving) equal value in exchange, include property and sales tax, grants, entitlements, and donations. Under the accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenues from sales tax are recognized when the underlying transactions take place. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. Property and sales taxes, interest, certain state and federal grants and charges for services are considered susceptible to accrual and are accrued when their receipt occurs within sixty days after the end of the fiscal year. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures as well as expenditures related to claims and judgments are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in the various functions of the governmental funds. Proceeds of governmental long-term debt and acquisitions under capital leases are reported as other financing sources.

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

Fiduciary funds include trust funds and agency funds. All trust funds are reported using the economic resources measurement focus and the accrual basis of accounting. Agency funds are reported using the accrual basis of accounting to recognize receivables and payables.

D. Noncurrent Governmental Assets/Liabilities

Noncurrent governmental assets and liabilities, such as capital assets and long-term liabilities, are reported in the governmental activities column in the government-wide statement of net position.

E. Cash, Cash Equivalents, and Investments

The County sponsors an investment pool that is managed by the County Treasurer. The Treasurer invests on behalf of most funds of the County and external participants in

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

accordance with the California State Government Code and the County's investment policy.

Investment transactions are recorded on the trade date. Investments are reported at fair value which is determined using selected bases annually. The fair value represents the amount the County could reasonably expect to receive for an investment in a current sale between a willing buyer and seller. Short term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Corporate notes are valued by the safekeeping institution and by the County brokerage firm. Cash deposits are reported at carrying amount which reasonably estimates fair value. Managed funds not listed on an established market are reported at the estimated fair value as determined by the respective fund managers based on quoted sales prices of the underlying securities.

Participant's equity in the investment pool is determined by the dollar amount of participant deposits, adjusted for withdrawals and distributed investment income. Investment income is determined on an amortized cost basis. Amortized premiums and accreted discounts, accrued interest, and realized gains and losses, net of expenses, are apportioned to pool participants every quarter. This method differs from the fair value method used to value investments in these financial statements, as unrealized gains or losses are not apportioned to pool participants. During the fiscal year ended June 30, 2018, the County Treasurer has not entered into any legally binding guarantees to support the value of participant equity in the investment pool.

Income from pooled investments is allocated to the individual funds or external participants based on the fund or participant's average daily cash balance at quarter end in relation to the total pool investments. Interest income earned in agency funds where there are no interest earnings requirements are assigned to the General Fund per County policy. Income from non-pooled investments is recorded based on the specific investments held by the fund. The interest income is recorded in the fund that earned the interest.

For purposes of the accompanying statement of cash flows, the County considers all highly liquid investments with a maturity of three months or less when purchased, including cash with fiscal agents and restricted cash, and their equity in the County Treasurer's investment pool, to be cash equivalents.

F. Restricted Cash and Investments

Restricted assets in the governmental funds represent cash and investments held with the General Fund in the amount of \$2,395,275 and the Finance Authority for debt service in the amount of \$883,559.

In addition, the Agency funds reflect cash and investments held for various restricted purposes as restricted cash of \$913,235.

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

G. Receivables

Receivables for governmental activities consist mainly of accounts, taxes and intergovernmental. Receivables in business-type activities consist mainly of user fees and intergovernmental. Management believes its receivables are fully collectible and, accordingly, no allowance for doubtful accounts is required.

H. Other Assets

Inventory

Inventories are stated at average cost for governmental and proprietary funds. Inventory recorded by governmental funds includes materials and supplies for roads. Governmental fund inventories are recorded as expenditures at the time the inventory is consumed. Inventory recorded by proprietary funds includes supplies for internal service funds. Proprietary fund inventories are recorded as expenses at the time the inventory is consumed.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

I. Loans Receivable

For the purpose of the governmental fund financial statements, special revenue fund expenditures relating to long-term loans receivable arising from mortgage subsidy programs are charged to operations upon funding and the loans receivable are recorded. The balance of the long-term receivable includes loans that may be forgiven if certain terms and conditions of the loans are met.

J. Capital Assets

Capital assets, including public domain (infrastructure such as roads, bridges, sidewalks, sewer, and similar items), are defined by the County as assets with a cost of more than \$5,000 for equipment, \$25,000 for intangibles and \$50,000 for structures and infrastructure and an estimated useful life of more than one year. Capital assets are recorded at historical or estimated historical cost if actual historical cost is unavailable. Donated capital assets, donated works of art and similar items and capital assets received in a service concession arrangement are reported at acquisition value, which is the amount that would be paid to acquire an asset with equivalent service potential at the acquisition date.

The County has elected to use the modified approach to report its maintained road system. Under the modified approach depreciation is not reported for this system and all expenditures, except for betterments and major improvements made to the system, are expensed.

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

The County manages its maintained road system using the Metropolitan Transportation Commission's Pavement Management program (Program) and accounts for them using the modified approach. The Program establishes a Pavement Condition Index (PCI) on a scale from zero to one hundred (0-100) for each road segment being maintained by the Department of Public Works. The Program has defined the pavement of roads with PCIs of 40 or better to be in a "Fair" or better condition and roads with a PCI of 55 or better to be in a "Good" or better condition. The system-wide average PCI number for all paved or chip sealed roads in the County maintained road system is calculated on a weighted by section, road area basis. The amount that an individual road section's condition contributes to the overall system average rating is proportionate to the amount of the total systems' surfaced area that the individual segment contains. It is the County's policy relative to maintaining the maintained road system to keep an average PCI rating of 62. This rating must be achieved over a three year period.

Capital assets used in operations are depreciated or amortized using the straight line method over the assets estimated useful life in the government-wide financial statements. The range of estimated useful lives by type of asset is as follows:

<u>Depreciable Asset</u>	<u>Estimated Lives</u>
Equipment	2 to 25 Years
Structures and Improvements	5 to 50 Years
Infrastructure (Except for the Maintained Road System)	20 to 75 Years
Intangibles (Computer Software)	5 Years

Maintenance and repairs are charged to operations when incurred. Betterments and major improvements which significantly increase values, change capacities or extend useful lives are capitalized. Upon sale or retirement of capital assets, the cost and related accumulated depreciation are removed from the respective accounts and any resulting gain or loss is included in the results of operations.

K. Property Tax

The State of California's (State) Constitution Article XIII A provides that the combined maximum property tax rate on any given property may not exceed 1% of its assessed value unless an additional amount for general obligation debt has been approved by voters. Assessed value is calculated at 100% of market value, as defined by Article XIII A, and may be increased by no more than 2% per fiscal year unless the property is sold or transferred. The State Legislature has determined the method of distribution of receipts from a 1% tax levy among the County, cities, school districts, and other districts.

The County of Nevada is responsible for assessing, collecting, and distributing property taxes in accordance with State law. Property taxes are levied on both secured (real property) and unsecured (personal property other than land and buildings) property. Supplemental property taxes are assessed upon transfer of ownership in property or completion of new construction.

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

The County levies, bills, and collects taxes as follows:

	<u>Secured</u>	<u>Unsecured</u>
Valuation/Lien Dates	January 1	January 1
Due Dates	November 1 (1st installment) February 1 (2nd installment)	July 1
Delinquent Dates	December 11 (1st installment) April 11 (2nd installment)	August 31

The County of Nevada apportions secured property tax revenue in accordance with the alternate methods of distribution, the "Teeter Plan", as described by Sections 4701 through 4717 of the California Revenue and Taxation code. Under the Teeter Plan, the County Auditor-Controller, an elected official is authorized to pay 100% of the property taxes billed (secured, secured supplemental, and debt service) to the taxing agencies within the County. The County recognizes property tax revenues in the period for which the taxes are levied. Previously, such taxes were allocated and paid as the taxes were collected.

To fund the advances, the County borrowed from its pooled cash and investments. The advances are secured by delinquent taxes receivable and will be repaid as delinquencies plus penalties (10 percent) and interest (18 percent, per annum or 1.5% per month) when collected, per R&T code §4103. As of June 30, 2018, the outstanding net borrowing totaled \$3,360,141 and was recorded as a reduction of cash in the General fund with a corresponding due from other funds.

L. Interfund Transactions

Interfund transactions are reflected as either loans, services provided or used, reimbursements or transfers.

Loans reported as receivables and payables are referred to as either "due to/from other funds" (i.e. the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans) as appropriate and are subject to elimination upon consolidation. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as "internal balances".

Services provided or used, deemed to be at market or near market rates, are treated as revenues and expenditures or expenses. These services provide information on the net cost of each government function and therefore are not eliminated in the process of preparing the government-wide statement of activities.

Reimbursements occur when the funds responsible for particular expenditures or expenses repay the funds that initially paid for them. Such reimbursements are reflected as expenditures or expenses in the reimbursing fund and reductions to expenditures or expenses in the reimbursed fund.

All other interfund transactions are treated as transfers. Transfers between funds are netted as part of the reconciliation to the government-wide presentation.

COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

M. Unearned Revenue

Under the accrual and modified accrual basis of accounting, revenue may be recognized only when it is earned. When assets are recognized in connection with a transaction before the earnings process is complete, those assets are offset by a corresponding liability for unearned revenue.

N. Compensated Absences

It is the County's policy to permit employees to accumulate a limited amount of earned but unused vacation or personal paid leave. An unlimited amount of sick leave may be accrued in accordance with each bargaining unit's MOU and, upon separation from County's service, will either be paid to employees or converted to PERS service credit. In the government-wide financial statements the accrued compensated absences is recorded as an expense and related liability, with the current portion estimated based on historical trends. In the governmental fund financial statements the expenditures and liabilities related to those obligations are recognized only when they mature. In the proprietary funds the accrued compensated absences is recorded as an expense and related liability in the year earned. The County includes its share of social security and medicare taxes payable on behalf of the employees in the accrual for compensated absences.

O. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period and so will not be recognized as an outflow of resources (expense/expenditure) until then. The County has deferred outflows of resources related to pensions and other post employment benefits.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The County has deferred inflows of resources related to unavailable revenues reported under the modified accrual basis of accounting in the governmental funds balance sheet and related to pensions and other post employment benefits in its proprietary and government-wide statements. The governmental funds report unavailable revenues for receivables that have not been received within the modified accrual period. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

P. Estimates

The preparation of basic financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Q. New Accounting Pronouncements

Governmental Accounting Standards Board Statement No. 75

In June 2015, the GASB issued GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*, which establishes new accounting and financial reporting requirements for OPEB plans improving the accounting and financial reporting by state and local governments for OPEB and provides information provided by state and local government employers about financial support for OPEB that is provided by other entities. This Statement replaces the requirements of Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions* and Statement No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*. GASB Statement No. 57. As of July 1, 2017 the County implemented this Statement and restated the beginning net position on the government-wide statements for governmental activities and business type activities by \$22.8 million and \$795 thousand, respectively, to establish beginning net OPEB liability of \$30.2 million and \$1.2 million respectively and to establish beginning deferred outflows of \$3.9 million and \$156 thousand, respectively. Additionally, beginning net position on the proprietary fund statements for enterprise funds and internal service funds were restated by \$951 thousand and \$303 thousand, respectively, to establish beginning net OPEB liability of \$1.2 million and \$347 thousand, respectively and to establish beginning deferred outflows \$156 thousand and \$46 thousand, respectively.

R. Reclassification of Prior Year Presentation

Certain prior year amounts have been reclassified for consistency with the current year presentation. These reclassifications had no effect on the reported results of activities.

NOTE 2 STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

Rebatable Arbitrage

The Tax Reform Act of 1986 instituted certain arbitrage restrictions with respect to the issuance of tax-exempt bonds after August 31, 1986. Arbitrage regulations deal with the investment of all tax exempt bond proceeds at an interest yield greater than the interest yield paid to bondholders. Generally, all interest paid to bondholders can be retroactively rendered taxable if applicable rebates are not reported and paid to the Internal Revenue Service (IRS) at least every five years. During the current year, the County performed calculations of excess investment earnings on various bonds and financing and at June 30, 2018, does not expect to incur a liability.

Expenditures in Excess of Appropriations

Administrative – non major special revenue fund had \$27,388 of expenditures in excess of budget. Sufficient revenues were available to fund these expenditures.

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
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NOTE 3 CASH AND INVESTMENTS

The County Treasurer manages, in accordance with California Government Code Section 53600, funds deposited in the investment pool by the County, all County school districts, various districts, and some cities within the County. The County investment pool is not registered with the Securities and Exchange County as an investment company. California Government Code and the County's investment policy govern the investment pool activity. The objectives of the policy are in order of priority, safety, liquidity, yield and public trust. The pool attempts to match maturities with planned outlays and maximize the return on investment over various market cycles. Yield is considered only after safety and credit quality have been met, consistent with limiting risk and prudent investment principles.

The Board of Supervisors monitor and review the management of the public funds maintained in the investment pool in accordance with Article 6 Section 27131 of the California Government Code. The Board of Supervisors review and approve the investment policy annually. The County Treasurer prepares and submits a comprehensive investment report to the members of the Board of Supervisors and the investment pool participants every month. The report covers the type of investments in the pool, maturity dates, par value, actual cost and fair value. All cash and investments with the exception of deposits and investments with fiscal agents are considered part of the investment pool.

The County sponsored investment pool includes both internal and external participants. The portion of the pool attributable to external pool participants, which are considered involuntary participants, are included in the primary government as an Investment Trust Fund which does not have separate financial reports. The State of California statutes require certain special districts and other governmental entities to maintain their cash surplus with the County Treasurer. The investments of involuntary participants in the investment pool totaled \$91,710,690 at June 30, 2018.

A. Financial Statement Presentation

As of June 30, 2018, the County's cash and investments are reported in the financial statements as follows:

Primary Government	\$ 109,602,133
Investment Trust Fund	91,710,690
Agency Funds	<u>4,870,081</u>
Total Cash and Investments	<u><u>\$ 206,182,904</u></u>

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
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As of June 30, 2018, the County's cash and investments consisted of the following:

Cash:	
Cash on Hand	\$ 847,968
Petty cash	13,990
Deposits in Treasurer's Pool (Less Outstanding Warrants)	4,532,731
Cash with Fiscal Agents	<u>913,235</u>
Total Cash	<u>6,307,924</u>
Investments:	
In Treasurer's Pool	<u>196,596,145</u>
Total Investments in County Pool	196,596,145
Investments with Fiscal Agents	<u>3,278,835</u>
Total Investments	199,874,980
Total Cash and Investments	<u><u>\$ 206,182,904</u></u>

B: Cash

At year-end, the carrying amount of the County's cash deposits was \$4,538,742 and the bank balance was \$12,985,952. The difference between the bank balance and the carrying amount represents outstanding warrants and deposits in transit. In addition, the County had cash on hand of \$847,968.

Custodial Credit Risk For Deposits – Custodial credit risk for deposits is the risk that, in the event of the failure of a depository financial institution, the County will not be able to recover its deposits or collateral securities that are in the possession of an outside party. The County's investment policy requires that deposits in banks must meet the requirements of the California Government Code. Under this code, deposits of more than \$250,000 must be collateralized at 105 percent to 150 percent of the value of the deposit to guarantee the safety of the public funds. The first \$250,000 of the County's deposits are insured by the Federal Deposit Insurance Corporation (FDIC). Deposits more than the \$250,000 insured amount are collateralized.

C. Investments

The investment policy provides the basis for the management of a prudent, conservative investment program. Funds are invested to provide the maximum security of principal with secondary emphasis on achieving the highest return, while meeting daily cash flow needs. All investments are made in accordance with the Government Code and, in general, the investment policy is more restrictive than state law. Under the provisions of the County's investment policy the County may invest or deposit in the following:

Banker's Acceptances
Commercial Paper
Local Agency Investment Fund
Medium Term Corporate Notes

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Money Market Funds
Negotiable Certificates of Deposit
Repurchase Agreements
Reverse Repurchase Agreements
Securities of the Federal Government or its Agencies
California State Registered Warrants, Treasury Notes and Bonds
Local Agency Obligations
Certificates of Deposit
Pass-Through Security

Interest Rate Risk – Interest rate risk is the risk of loss due to the fair value of an investment falling due to interest rates rising. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. One of the ways that the County manages its exposure to interest rate risk is by purchasing a combination of shorter term and longer term investments and by timing cash flows from maturities so that a portion of the portfolio is maturing or coming close to maturity evenly over time as necessary to provide the cash flow and liquidity needed for operations. The County limits its exposure to interest rate risk inherent in its portfolio by limiting individual maturities to five years or less.

As of June 30, 2018, the County had the following investments, all of which had a maturity of five years or less:

Investment Type	Interest Rates	0-1 Year	1-5 Years	Fair Value
Pooled Investments:				
Government Agencies	1.13% - 3.05%	\$ 12,836,610	\$ 62,510,078	\$ 75,346,688
US Treasury Notes	.75% - 2.38%	-	4,914,300	4,914,300
Commercial Paper	1.68%	3,991,032	-	3,991,032
Municipal Bonds	1.40% - 4.28%	3,534,154	21,012,386	24,546,540
Negotiable CD's	1.30% - 3.25%	1,708,687	18,120,346	19,829,033
Corporate Notes	1.45% - 3.50%	2,736,123	27,424,500	30,160,623
Money Market	0.23% - 0.86%	1,700,281	-	1,700,281
CAMP	n/a	35,905,635	-	35,905,635
LAIF	Variable	202,013	-	202,013
Total Pooled Investments		62,614,535	133,981,610	196,596,145
Investments Held by Fiscal Agents:				
Money Market	Various	3,278,835	-	3,278,835
Total Investments		<u>\$ 65,893,370</u>	<u>\$ 133,981,610</u>	<u>\$ 199,874,980</u>

Credit Risk – Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. Presented below is the minimum rating required by (where applicable) the California Government Code or the County's investment policy, and the actual rating as of year-end for each investment type.

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Investment Type	Minimum Legal Rating	Standard & Poor's Rating	Moody's Rating	Percent of Portfolio
Federal Farm Credit Bank	N/A	AA+	Aaa	3.469%
Federal Farm Credit Bank	N/A	AA+	NR	0.502%
Federal Farm Credit Bank	N/A	AAA	Aa	1.009%
Federal Farm Credit Bank	N/A	AAA	Aaa	1.972%
Federal Farm Credit Bank	N/A	NR	NR	0.987%
Federal Home Loan Bank	N/A	AA+	Aaa	12.964%
Federal Home Loan Bank	N/A	AAA	Aaa	0.508%
Federal Home Loan Mortgage	N/A	AA+	Aaa	6.454%
Federal Home Loan Mortgage	N/A	AAA	Aaa	1.015%
Federal Home Loan Mortgage	N/A	NR	Aaa	0.992%
Federal Home Loan Mortgage	N/A	NR	NR	0.984%
Federal National Mortgage Assoc	N/A	A1	Aaa	2.034%
Federal National Mortgage Assoc	N/A	AA+	Aaa	3.452%
Federal National Mortgage Assoc	N/A	AAA	Aaa	1.984%
US Treasury Notes	N/A	AAA	Aaa	2.500%
Commercial Paper	A	P1	A+	1.016%
Commercial Paper	A	P1	A1	1.014%
Municipal Bonds	N/A	A+	Aa3	0.500%
Municipal Bonds	N/A	AA	A2	0.491%
Municipal Bonds	N/A	AA	Aa2	0.515%
Municipal Bonds	N/A	AA	Aa3	0.259%
Municipal Bonds	N/A	AA	NR	0.762%
Municipal Bonds	N/A	AA-	A2	0.197%
Municipal Bonds	N/A	AA-	Aa2	0.621%
Municipal Bonds	N/A	AA-	Aa3	2.536%
Municipal Bonds	N/A	AA-	NR	1.867%
Municipal Bonds	N/A	AA+	A1	0.503%
Municipal Bonds	N/A	AA+	Aaa	0.135%
Municipal Bonds	N/A	AA+	NR	1.157%
Municipal Bonds	N/A	AAA	Aa1	0.502%
Municipal Bonds	N/A	NR	Aa1	0.488%
Municipal Bonds	N/A	NR	Aa2	1.465%
Municipal Bonds	N/A	NR	Aa3	0.486%
Negotiable CDs	N/A	NR	NR	10.086%
Medium Term Notes	A	A	A1	0.377%
Medium Term Notes	A	A	A2	1.998%
Medium Term Notes	A	A+	A1	1.980%
Medium Term Notes	A	A+	A2	0.502%
Medium Term Notes	A	AA	Aa2	0.508%
Medium Term Notes	A	AA-	A1	0.998%
Medium Term Notes	A	AA-	Aa2	0.994%
Medium Term Notes	A	AA-	Aa3	1.010%
Medium Term Notes	A	AA-	Aa3	1.483%
Medium Term Notes	A	AA+	Aa1	0.986%
Medium Term Notes	A	AAA	Aaa	2.001%
Medium Term Notes	A	AAA	NR	0.995%
Medium Term Notes	A	NR	A1	1.008%
Medium Term Notes	A	NR	Aaa	0.502%
Money Market	N/A	Unrated	Unrated	0.865%
CAMP	N/A	Unrated	Unrated	18.264%
LAIF	N/A	Unrated	Unrated	0.103%

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
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Custodial Credit Risk for Investments – Custodial credit risk for investments is the risk that, in the event of the failure of a depository financial institution, the County will not be able to recover its deposits or collateral securities that are in the possession of an outside party. To mitigate the custodial credit risk the County requires that all of its managed investments be held in safekeeping by a third party under contract with the County. At June 30, 2018, the County's investment pool had no securities exposed to custodial credit risk.

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of the County's investment in a single issuer of securities. When investments are concentrated in one issuer, this concentration presents a heightened risk of potential loss. State law and the investment policy of the County contain limitations on the amount that can be invested in any one issuer. Investments in any one issuer (other than U.S. Treasury securities, mutual funds, and external investment pools) at June 30, 2018, that represent 5% or more of total County investments are as follows:

Investment Type	Amount Type	Percentage of Investments
Federal Home Loan Mortgage Corporation	\$ 14,684,580	7.5%
Federal Home Loan Bank	26,488,660	13.5%
Federal National Mortgage Association	18,567,810	9.4%
Federal Farm Credit Bank	15,605,640	7.9%

D. Investment in External Investment Pools

Investment in Local Agency Investment Fund – The County of Nevada is a voluntary participant in the Local Agency Investment Fund (LAIF) that is regulated by the California Government Code and is managed by the Treasurer of the State of California. The Local Investment Advisory Board (LAIF Board) has oversight responsibility for LAIF. The LAIF Board consists of five members as designated by State statute.

Investments in LAIF are available on demand and are stated at amortized cost, which approximates fair value. The fair value of the County's position in the pool is the same as the value of the pooled shares. At June 30, 2018 the County's investment position in LAIF was \$202,013. The total amount invested by all public agencies in LAIF on that day was \$88.82 billion. Of that amount, 97.33% is invested in non-derivative financial products and 2.67% in structured notes and asset-backed securities.

Investment in California Asset Management Program – The County of Nevada also maintains an investment in the California Asset Management Program (CAMP) a California JPA established in 1989 by the treasurers and finance directors of several California agencies. CAMP was created to provide professional investment services to California public agencies at a reasonable cost. The County's investment with CAMP as of June 30, 2018, was \$35,905,635, which approximates fair value.

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

E. Fair Value Measurement

The Pool categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. These principles recognize a three-tiered fair value hierarchy, as follows:

Level 1 – Investments reflect prices quoted in active markets;

Level 2 – Investments reflect prices that are based on similar observable assets either directly or indirectly, which may include inputs in markets that are not considered to be active; and,

Level 3 – Investments reflect prices based upon unobservable sources.

	Total	Fair Value Hierarchy		
		Level 1	Level 2	Level 3
Government Agencies	\$ 75,346,688	\$ -	\$ 75,346,688	\$ -
Medium Term Notes	30,160,623	-	30,160,623	-
Commercial Paper	3,991,032	-	3,991,032	-
Municipal Bonds	24,546,540	-	24,546,540	-
U.S. Treasury Notes	4,914,300	4,914,300	-	-
Negotiable CDs	19,829,033	-	19,829,033	-
Money Market	1,700,281	1,700,281	-	-
Total Investments Measured at Fair Value	160,488,497	\$ 6,614,581	\$ 153,873,916	\$ -
Investments Measured at Amortized Cost:				
LAIF	202,013			
CAMP	35,905,635			
Total Investments	<u>\$ 196,596,145</u>			

F. County Investment Pool Condensed Financial Information

The following are condensed statements of net position and changes in net position for the Treasurer's pool at June 30, 2018:

	Total Pool Participants
Statement of Net Position	
Net Position Held for Pool Participants	\$ 201,982,855
Equity of Internal Pool Participants	\$ 110,272,165
Equity of External Pool Participants	91,710,690
Net Position at June 30, 2017	<u>\$ 201,982,855</u>
Statement of Changes in Net Position	
Net Position at July 1, 2016	\$ 206,970,231
Net Changes in Investments by Pool Participants	(4,987,376)
Net Position at June 30, 2017	<u>\$ 201,982,855</u>

COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

NOTE 4 CAPITAL ASSETS

Capital assets activity for the year ended June 30, 2018, was as follows:

Governmental Activities

	Balance July 1, 2017	Additions	Retirements	Adjustments/ Transfers	Balance June 30, 2018
Capital Assets, Not Being Depreciated:					
Land and Easements	\$ 105,352,127	\$ 84,806	\$ -	\$ 7,039	\$ 105,443,972
Infrastructure (Maintained Road System)	109,283,559	-	-	795,584	110,079,143
Construction in Progress	18,328,498	9,112,518	-	(1,525,523)	25,915,493
Total Capital Assets, Not Being Depreciated	232,964,184	9,197,324	-	(722,900)	241,438,608
Capital Assets, Being Depreciated:					
Infrastructure	33,183,846	-	-	-	33,183,846
Structures and Improvements	54,983,116	-	(408,766)	729,939	55,304,289
Equipment	20,699,524	1,407,052	(1,978,962)	8,562	20,136,176
Software	2,148,042	48,030	(435,798)	-	1,760,274
Total Capital Assets, Being Depreciated	111,014,528	1,455,082	(2,823,526)	738,501	110,384,585
Less Accumulated Depreciation for:					
Infrastructure	(16,174,728)	(519,025)	-	-	(16,693,753)
Structures and Improvements	(25,360,019)	(1,068,622)	-	-	(26,428,641)
Equipment	(14,885,460)	(1,347,072)	1,924,573	-	(14,307,959)
Software	(1,906,055)	(66,532)	435,798	-	(1,536,789)
Total Accumulated Depreciation	(58,326,262)	(3,001,251)	2,360,371	-	(58,967,142)
Total Capital Assets, Being Depreciated, Net	52,688,266	(1,546,169)	(463,155)	738,501	51,417,443
Governmental Activities, Capital Assets, Net	\$ 285,652,450	\$ 7,651,155	\$ (463,155)	\$ 15,601	\$ 292,856,051

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Business-Type Activities

	Balance July 1, 2017	Additions	Retirements	Adjustments/ Transfers	Balance June 30, 2018
Capital Assets, Not Being Depreciated:					
Land and Easements	\$ 3,613,897	\$ -	\$ -	\$ 90,479	\$ 3,704,376
Construction in Progress	6,302,055	5,769,138	-	(90,479)	11,980,714
Total Capital Assets, Not Being Depreciated	9,915,952	5,769,138	-	-	15,685,090
Capital Assets, Being Depreciated:					
Infrastructure	78,467,537	-	-	-	78,467,537
Structures and Improvements	5,014,757	-	-	-	5,014,757
Equipment	4,348,321	260,418	(267,707)	-	4,341,032
Total Capital Assets, Being Depreciated	87,830,615	260,418	(267,707)	-	87,823,326
Less Accumulated Depreciation for:					
Infrastructure	(34,108,848)	(2,157,438)	-	-	(36,266,286)
Structures and Improvements	(2,645,152)	(103,635)	-	-	(2,748,787)
Equipment	(2,788,797)	(555,987)	255,899	-	(3,088,885)
Total Accumulated Depreciation	(39,542,797)	(2,817,060)	255,899	-	(42,103,958)
Total Capital Assets, Being Depreciated, Net	48,287,818	(2,556,642)	(11,808)	-	45,719,368
Business-Type Activities, Capital Assets, Net	\$ 58,203,770	\$ 3,212,496	\$ (11,808)	\$ -	\$ 61,404,458

Depreciation

Depreciation expense was charged to governmental functions as follows:

General Government	\$ 614,571
Public Protection	878,548
Public Ways and Facilities	648,223
Health and Sanitation	110,558
Public Assistance	69,306
Education	91,063
Capital Assets Held by the Government's Internal Service Funds are Charged to the Various Functions Based on their Usage of the Assets	588,982
Total Depreciation Expense - Governmental Functions	\$ 3,001,251

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
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Depreciation expense was charged to business-type functions as follows:

Western Nevada County Solid Waste	\$ 1,458
Airport	234,088
Sanitation District	2,124,475
Transit	<u>457,039</u>
Total Depreciation Expense - Business-Type Functions	<u><u>\$ 2,817,060</u></u>

Construction in Progress

Construction in progress for governmental activities related primarily to work performed on Bear River Corporation Yard, Bost House remodel, Energy project, computer software, Magnolia Road, Brunswick Road, Lime Kiln Road, Penn Valley Drive, Empress Road bike lane, Newtown Road bike lane, Hirschdale Bridge, Wolf Creek Bridge and Maybert Bridge. Construction in progress for the business-type activities related to work performed on the Penn Valley wastewater system and boundary-fence work at the Airport.

NOTE 5 INTERFUND TRANSACTIONS

Advance To/From Other Funds

During the course of operations, transactions occur between funds to account for goods received or services rendered. These long-term receivables and payables are classified as advances from or advances to other funds. The following are advances from and advances to balances as of June 30, 2018:

Receivable Fund	Payable Fund	Amount	Purpose
General Fund	Sanitation District	<u>1,476,465</u> 1,476,465	Solar Lease Financing
CDA	Roads	<u>1,187,867</u> 1,187,867	Services Provided
Nonmajor Governmental Funds	Roads	<u>2,258,368</u> 2,258,368	Services Provided

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
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Due To/From Other Funds

During the course of operations, transactions occur between funds to account for goods received or services rendered. These short-term receivables and payables are classified as due from or due to other funds. In addition, when funds overdraw their share of pooled cash, the receivables and payables are also classified as due from or due to other funds. The following are due from and due to balances as of June 30, 2018:

Receivable Fund	Payable Fund	Amount	Purpose
General Fund	Road Fund	\$ 8,758	Services Provided
	Community Development Agency	156,031	Services Provided
	Human Services Agency	661,944	Services Provided
	Local Revenue Fund 2011	903,132	Program Funding/Match
	Nonmajor Governmental Funds	1,150,580	Services Provided
	Airport	37,240	Services Provided
	Western Nevada Co Solid Waste	296	Services Provided
	Sanitation District	2,723	Services Provided
	Transit	5,934	Services Provided
	Nonmajor Enterprise Funds	23	Services Provided
	Internal Service Funds	301,158	Services Provided
		<u>3,227,819</u>	
Road Fund	General Fund	427,873	Services Provided
	Nonmajor Governmental Funds	13,108	Services Provided
	Western Nevada Co Solid Waste	8,899	Services Provided
	Sanitation District	22,227	Services Provided
	Transit	20,194	Services Provided
	Internal Service Funds	6,868	Services Provided
		<u>499,169</u>	
Community Development Agency	General Fund	6,151	Services Provided
	Road Fund	360,006	Services Provided
	Human Services Agency	5,648	Program Funding
	Nonmajor Governmental Funds	36,902	Services Provided
	Western Nevada Co Solid Waste	8,564	Services Provided
	Sanitation District	44,175	Services Provided
	Transit	25,641	Services Provided
	Internal Service Funds	19,205	Services Provided
		<u>506,292</u>	
Human Services Agency	General Fund	283,280	Services Provided
	Local Revenue Fund 2011	993,518	Program Funding
	Nonmajor Governmental Funds	739,243	Program Funding
	Sanitation District	519	Services Provided
		<u>2,016,560</u>	
Nonmajor Governmental Funds	General Fund	\$ 184,671	Services Provided
	Local Revenue Fund 2011	381,434	Program Funding
	Human Services Agency	30,323	Services Provided
	Nonmajor Governmental Funds	239,501	Services Provided
		<u>835,929</u>	

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

Receivable Fund	Payable Fund	Amount	Purpose
Internal Service Funds	General Fund	141,613	Services Provided
	Road Fund	107,496	Services Provided
	Community Development Agency	19,359	Services Provided
	Human Services Agency	32,586	Services Provided
	Nonmajor Governmental Funds	8,403	Services Provided
	Airport	107	Services Provided
	Western Nevada Co Solid Waste	3,476	Services Provided
	Sanitation District	165,104	Services Provided
	Transit	58,212	Services Provided
	Internal Service Funds	344	Services Provided
		<u>536,700</u>	
Western Nevada Co Solid Waste	General Fund	49,604	Services Provided
		<u>49,604</u>	
Airport	General Fund	27,375	Services Provided
	Transit	5,968	Services Provided
		<u>33,343</u>	
Transit	Airport	225	Services Provided
		<u>225</u>	
Nonmajor Enterprise Funds	General Fund	61,805	Services Provided
		<u>61,805</u>	

Transfers

Transfers are indicative of funding for capital projects, lease payments or debt service, reimbursement of various County operations and re-allocations of special revenues. The following are the interfund transfer balances as of June 30, 2018:

Transfer From	Transfers To	Amount	Purpose
General Fund	Human Services Agency	\$ 1,321,213	Budget Support
	Community Development Agency	2,393,860	Budget Support
	Roads	1,691,250	Budget Support
	Nonmajor Governmental Funds	3,914,043	Services Provided
	Internal Service Funds	206,191	Services Provided
		<u>9,526,557</u>	
CDA	General Fund	76,604	Program Funding
	Internal Service Funds	17,367	Services Provided
		<u>93,971</u>	
Human Services Agency	General Fund	446,638	Services Provided
	Community Development Agency	33,890	Program Funding
		<u>480,528</u>	

COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Transfer From	Transfers To	Amount	Purpose
Local Revenue Fund 2011	General Fund	3,820,834	Program Funding
	Human Services Agency	6,738,072	Program Funding
	Nonmajor Governmental Funds	<u>1,508,344</u>	Program Funding
		12,067,250	
Nonmajor Governmental Funds Various	General Fund	8,158,977	Services Provided
	Human Services Agency	21,370	Services Provided
	Community Development Agency	92,538	Services Provided
	Roads	126,573	Services Provided
	Nonmajor Governmental Funds	1,914,667	Services Provided
	Internal Service Funds	<u>5,000</u>	Services Provided
		10,319,125	
Total		<u>\$ 32,487,431</u>	

NOTE 6 LONG-TERM LIABILITIES

The following is a summary of changes in long-term liabilities for the year ended June 30, 2018:

Type of Indebtedness	Balance July 1, 2017	Additions/ Adjustments	Retirements/ Adjustments	Balance June 30, 2018	Amounts Due Within One Year
Governmental Activities					
Certificates of Participation	\$ 2,860,000	\$ -	\$ (1,290,000)	\$ 1,570,000	\$ 1,290,000
Plus: Premium	<u>203,718</u>	-	<u>(67,905)</u>	<u>135,813</u>	<u>67,905</u>
Certificates of Participation, Net	3,063,718	-	(1,357,905)	1,705,813	1,357,905
Special Assessment Bonds with					
County Commitment	205,000	-	(16,000)	189,000	17,000
Loans	18,423,952	429,994	(1,021,881)	17,832,065	1,126,954
Accrued Claims Liability	1,155,402	962,996	(1,020,872)	1,097,526	766,201
Capital Lease	11,738	-	(3,550)	8,188	3,901
Compensated Absences	5,922,830	6,697,728	(6,850,320)	5,770,238	1,692,325
Net OPEB Obligation	4,796,008	-	25,386,549	30,182,557	-
Net Pension Liability	<u>161,850,897</u>	-	<u>16,410,981</u>	<u>178,261,878</u>	-
Total Governmental Activities	<u>\$ 195,429,545</u>	<u>\$ 8,090,718</u>	<u>\$ 31,527,002</u>	<u>\$ 235,047,265</u>	<u>\$ 4,964,286</u>

**COUNTY OF NEVADA
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Type of Indebtedness	Balance July 1, 2017	Additions/ Adjustments	Retirements/ Adjustments	Balance June 30, 2018	Amounts Due Within One Year
Business-Type Activities					
Loans	\$ 19,986,988	\$ -	\$ (1,776,117)	\$ 18,210,871	\$ 1,947,930
Less: Unamortized Discount	(1,069,040)	-	172,736	(896,304)	(158,423)
Loans, Net	18,917,948	-	(1,603,381)	17,314,567	1,789,507
Post Closure	5,600,078	88,153	(702,697)	4,985,534	597,318
Compensated Absences	176,130	264,246	(290,022)	150,354	22,184
Net OPEB Obligation	282,267	896,176	-	1,178,443	-
Net Pension Liability	6,243,453	811,419	-	7,054,872	-
Total Business-Type Activities	<u>\$ 31,219,876</u>	<u>\$ 2,059,994</u>	<u>\$ (2,596,100)</u>	<u>\$ 30,683,770</u>	<u>\$ 2,409,009</u>

Internal service funds predominately serve the governmental funds. Accordingly, long-term liabilities for these funds are included as part of the above totals for governmental activities. Estimated claims are liquidated by charges for services collected through individual internal service funds. The capital lease liability is liquidated by lease payments made by the departments leasing the equipment. Compensated absences for the governmental activities are generally liquidated by the fund where the accrued liability occurred, which is most significantly through the general fund. The net other postemployment benefit obligation for the governmental activities is generally liquidated by the fund where the accrued liability occurred, which is most significantly through the general fund.

Special assessment bonds with County commitment are not a direct responsibility of the County. Principal and interest payments are funded from the collection of special assessments. For the governmental activities, the debt is accounted for in the Special Assessment Debt with County Commitment component unit debt service fund. For the business-type activities, the debt is accounted for in the Sanitation District component unit enterprise fund. The County is obligated for special assessment debt only to the extent of special assessments collected.

Individual issues of debt payable outstanding at June 30, 2018, are as follows:

Description of Payable	Amount
Governmental Activities	
Certificates of Participation:	
Certificates of Participation (2011 Refunding), issued July 5, 2011, in the amount of \$8,610,000 and payable in annual installments of \$105,000 to \$1,290,000, with an interest rate of 2.00% to 5.00% and maturity on October 1, 2019. These bonds were used to refinance the 2001 Certificates of Participation which were used to defease 1991 and 1993 Certificates of Participation financing the acquisition and construction of the County Administration building.	\$ 1,570,000
Total Certificates of Participation	<u>1,570,000</u>

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Description of Payable	Amount
Special Assessment Bonds with County Commitment:	
County Service Area 22 Assessment District Limited Obligation Improvement Bonds, issued August 31, 2006, in the amount of \$329,908 and payable in annual installments of \$9,908 to \$25,000 with an interest rate of 5.25% to 5.50% and maturity on September 2, 2026. Bond proceeds were used for the construction of improvements.	189,000
Total Special Assessment Bonds with County Commitment	189,000
Loans:	
Crown Point Building Loan, issued November 1, 2005, in the amount of \$3,210,000 and payable in annual installments of \$52,000 to \$120,000, with an interest rate of 4.75% to 6.75% and maturity on November 1, 2025. Loan proceeds were used to finance the acquisition of the Crown Point building to house County health programs.	1,528,380
Laura Wilcox Building Loan, issued August 31, 2005, in the amount of \$880,000 and payable in annual installments of \$13,070 to \$34,174 with an interest rate of 4.99% and maturity on August 31, 2025. Loan proceeds were used to finance the acquisition of the Laura Wilcox building to house County children's programs.	433,834
California Energy Commission Loan, issued March 9, 2010, in the amount of \$1,392,226 and payable in annual installments of \$29,258 to \$61,041 with an interest rate of 3.00% and maturity on June 22, 2025. Loan proceeds were used to finance energy upgrades to the County Administration building and County jail.	777,034
Calease Public Funding Corporation loan, issued May 1, 2013, in the amount of \$2,930,000 and payable in semi-annual installments of \$111,680 with an interest rate of 4.15% and maturity on March 1, 2033. Proceeds were used for the acquisition of land, an office building and condominium unit, and improvements.	2,475,629
Bank of America Solar Lease Agreement, issued August 31, 2016, in the amount of \$10,806,000 and payable in annual installments from \$500,000 to \$564,000. With an interest rate of 3.21% and maturity on August 1, 2036. Proceeds will be used to finance certain costs of renewable energy projects.	10,306,000
Bank of America Conservation Loan, issued August 31, 2016, in the amount of \$1,975,000 and payable in annual installments from \$90,000 to \$158,000. With an interest rate of 2.56% and maturity on August 1, 2031. Proceeds will be used to finance new money capital expenditures for the repair, upgrading, acquisition, construction and equipping of renewable energy project.	1,885,000
Pacific Gas and Electric Co. Loan, issued April 30, 2018, in the amount of \$429,994 and payable in monthly installments of \$3,805 with an interest rate of 0.00% and maturity on September 30, 2027. Loan proceeds were used to finance the implementation of energy efficiency measures, including lighting upgrades, at various Nevada County Facilities.	426,188
Total Loans	17,832,065
Total Governmental Activities	\$ 19,591,065

**COUNTY OF NEVADA
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Description of Payable	Amount
Business-Type Activities	
Loans:	
California Airport Loan, issued December 12, 2012, in the amount of \$33,000 and payable in annual installments of \$4,977 with an interest rate of 4.37% and maturity on February 14, 2020. Loan proceeds were used to provide matching funds for runway rehabilitation project.	\$ 9,336
State Water Resources Control Board loan, issued November 13, 2010, in the amount of \$339,164 and payable in annual installments of \$16,958, with an interest rate of 0.0% and maturity on June 30, 2029. Loan proceeds were used for the acquisition and construction of improvements to the Cascade Shores Wastewater system. The loan includes a loan discount of \$56,528.	186,543
Banc of America Leasing and Capital, LLC loan, issued August 1, 2009, in the amount of \$2,500,000 and payable in annual installments of \$73,529, with an interest rate of 3.55% and maturity on August 1, 2026. Loan proceeds were used for interim financing for the acquisition and construction of improvements to the Lake of the Pines Zone 2 wastewater system.	1,250,000
Banc of America Leasing and Capital, LLC loan, issued August 1, 2009, in the amount of \$1,000,000 and payable in annual installments of \$29,412, with an interest rate of 3.55% and maturity on August 1, 2026. Loan proceeds were used for interim financing for the acquisition an construction of improvements to the Lake Wildwood Zone 1 wastewater system.	\$ 500,000
State Water Resources Control Board loan, issued September 13, 2010, in the amount of \$12,122,824 plus accrued interest of \$110,523 and payable in annual installments of \$492,213 to \$739,310 with an interest rate of 1.2% and maturity on November 23, 2027. Loan proceeds were used for the acquisition and construction of improvements to the Lake Wildwood Zone 1 wastewater system.	6,775,414
State Water Resources Control Board loan, issued September 13, 2010, in the amount of \$18,964,071 and payable in annual installments of \$984,204 with an interest rate of 0.0% and maturity on January 12, 2028. Loan proceeds were used for the acquisition and construction of improvements to the Lake of the Pines Zone 2 wastewater system. The loan incudes a loan discount of \$3,160,742.	9,489,578
Total Loans	<u>18,210,871</u>
Total Business-Type Activities	<u>\$ 18,210,871</u>

COUNTY OF NEVADA
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Following is a schedule of debt payment requirements of governmental activities and business-type activities to maturity for long-term debt, excluding compensated absences that have indefinite maturities, capital leases which are reported in Note 7, landfill postclosure costs which are reported in Note 8, net OPEB obligation which is reported in Note 13 and accrued claims liability which is reported in Note 14.

Governmental Activities

<u>Year Ending June 30,</u>	Certificates of Participation		
	Principal	Interest	Total
2019	\$ 1,290,000	\$ 43,450	\$ 1,333,450
2020	280,000	5,600	285,600
Total	<u>\$ 1,570,000</u>	<u>\$ 49,050</u>	<u>\$ 1,619,050</u>

<u>Year Ending June 30,</u>	Special Assessment Bonds with County Commitment		
	Principal	Interest	Total
2019	\$ 17,000	\$ 9,928	\$ 26,928
2020	18,000	8,965	26,965
2021	19,000	7,948	26,948
2022	20,000	6,875	26,875
2023	21,000	5,748	26,748
2024-2028	94,000	13,200	107,200
Total	<u>\$ 189,000</u>	<u>\$ 52,664</u>	<u>\$ 241,664</u>

<u>Year Ending June 30,</u>	Loans		
	Principal	Interest	Total
2019	\$ 1,126,954	\$ 584,900	\$ 1,711,854
2020	1,150,922	546,215	1,697,137
2021	1,175,819	506,455	1,682,274
2022	1,202,541	465,721	1,668,262
2023	1,230,173	423,905	1,654,078
2024-2028	5,350,407	1,504,929	6,855,336
2029-2033	4,355,249	729,906	5,085,155
2034-2036	2,240,000	144,225	2,384,225
Total	<u>\$ 17,832,065</u>	<u>\$ 4,906,256</u>	<u>\$ 22,738,321</u>

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NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018

Business-Type Activities

Year Ending June 30,	Loans			
	Principal	Interest	Service Charge	Total
2019	\$ 1,789,507	\$ 142,008	\$ 67,754	\$ 1,999,269
2020	1,803,193	127,538	61,623	1,992,354
2021	1,812,212	112,447	55,356	1,980,015
2022	1,826,302	97,399	48,952	1,972,653
2023	1,840,700	82,182	42,407	1,965,289
2024-2028	9,121,995	181,992	108,709	9,412,696
2029-2032	16,962	-	-	16,962
Total	<u>\$ 18,210,871</u>	<u>\$ 743,566</u>	<u>\$ 384,801</u>	<u>\$ 19,339,238</u>

NOTE 7 LEASES

Operating Leases

The County leases office buildings and equipment under non-cancellable operating leases. Total costs for these leases was \$757,652 for the year ended June 30, 2018. The future minimum lease payments are as follows:

<u>Year Ending June 30,</u>	<u>Lease Obligations</u>
2019	\$ 629,178
2020	622,787
2021	513,341
2022	514,929
2023	514,197
2024-2027	1,288,792
Total	<u>\$ 4,083,224</u>

Capital Leases

Included in property and equipment are assets held under capital leases as follows:

Equipment	\$ 17,900
Less Accumulated Depreciation	<u>(11,007)</u>
Total	<u>\$ 6,893</u>

**COUNTY OF NEVADA
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Future minimum lease payments over the next several years are as follows:

<u>Year Ending June 30,</u>	<u>Lease Obligations</u>
2019	\$ 4,511
2020	<u>4,511</u>
Total Minimum Lease Payments	9,022
Less Amount Representing Interest	<u>834</u>
Present Value of Net Minimum Lease Payments	<u>\$ 8,188</u>
 Current Maturities of Capital Lease Obligations	 <u>\$ 3,901</u>

NOTE 8 CLOSURE/POSTCLOSURE

The County is responsible for two closed solid waste landfill sites. State and federal laws and regulations require the County to place a final cover on its landfill sites when they stop accepting waste and to perform certain maintenance and monitoring functions at the landfill sites for thirty years after closure. GASB Statement No. 18 requires a portion of these closure and postclosure care costs be reported as an operating expense in each period based on landfill capacity used as of each statement of net assets date. Since the landfills are no longer accepting waste, the entire estimated expense and related liability have been reported.

As of June 30, 2018 the County's estimated remaining liability for postclosure maintenance costs for the closed landfills was \$4,985,534. This estimate is based on the amount that would be paid if all equipment, facilities, and services required to close and/or monitor the landfills were acquired as of June 30, 2018. Actual costs may be higher due to inflation, changes in technology, or changes in regulations. The County has applied the annual inflation factor to the liability each year and has reduced the liability by actual expenses incurred.

The County is required by the California Code of Regulations to demonstrate financial responsibility for postclosure maintenance costs through a pledge of revenues. The County has met this requirement for one closed landfill through a pledge of annual parcel charges. The other closed landfill is exempt from this requirement and is utilizing the remaining fund balance for postclosure maintenance costs.

NOTE 9 SERVICE CONCESSION ARRANGEMENT

The County entered into an agreement with USA Waste of California (Waste Management of Nevada County) beginning July 1, 2012 to collect, transport, process and dispose of solid waste and operate the transfer stations in the western county area for the next 20 years. Under the terms of the agreement, Waste Management will be entitled to all collection service fee and tipping fee revenues during the 20-year period. Waste Management will remit to the County a franchise fee of 12% of all collection service revenues and a franchise host fee of \$20 per ton of solid waste and \$10.50 per ton of construction and demolition

**COUNTY OF NEVADA
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waste leaving the transfer station. In addition, Waste Management will provide up to \$5.6 million for the construction of a new or improvements to the existing transfer stations. Waste Management is responsible for complying with all applicable state and federal regulations in the performance of services related to this agreement. The County entered into the agreement to improve long range planning and cost stability; facilitate transfer station improvements; reduce risk from changes in regulations; and to facilitate the achievement of the waste diversion mandates and objectives specified in the California Public Resources Code. The County reports the transfer stations and related equipment as capital assets with a carrying amount of \$541,304 at year-end.

NOTE 10 NET POSITION

The government-wide and proprietary fund financial statements utilize a net position presentation. Net position is categorized as net investment in capital assets, restricted, and unrestricted.

Net Investment in Capital Assets

Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes or other borrowings that are attributable to the acquisition, construction or improvement of those assets.

Restricted Net Position

Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation. These principally include restrictions for capital projects, debt service requirements and other special revenue fund purposes

Unrestricted Net Position

All other net position that does not meet the definition of "restricted" or "net investment in capital assets."

Net Position Flow Assumption

When a government funds outlays for a particular purpose from both restricted and unrestricted resources, a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted net position is available, it is considered that restricted resources are used first, followed by the unrestricted resources.

Net Position Restricted by Enabling Legislation

The government-wide Statement of Net Position reports \$73,964,295 of restricted net position, of which \$16,389,485 is restricted by enabling legislation.

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
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NOTE 11 FUND BALANCES

As prescribed by GASB Statement No. 54, governmental funds report fund balance in classifications based primarily on the extent to which the County is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. As of June 30, 2018, fund balance for governmental funds is made up of the following:

Nonspendable Fund Balance – amounts that cannot be spent because they are either (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example: Inventories and prepaid amounts.

Restricted Fund Balance – amounts with constraints placed on their use that are either (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

Committed Fund Balance – amounts that can only be used for the specific purposes determined by formal action of the County's highest level of decision-making authority. The Board of Supervisors is the highest level of decision making authority for the County that can, by adoption of an ordinance commit fund balance. Once adopted, the limitation imposed remains in place until a similar action is taken to remove or revise the limitation. The underlying action that imposed the limitation needs to occur no later than the close of the reporting period. The General Reserve portion of committed fund balance is further limited by California Government Code Section 29086 which stated that the general reserve may only be established, canceled, increased or decreased at the time of adopting the budget except in cases of a declared emergency.

Assigned Fund Balance – amounts that are constrained by the County's intent to be used for specific purposes. The intent can be established at either the highest level of decision-making, or by a body or an official designated for that purpose. Fund balance is assigned by the Board of Supervisors by resolution and may be changed after the close of the reporting period.

Unassigned Fund Balance – the residual classification for the County's General fund that includes all amounts not contained in the other classifications. In other funds, the unassigned classification is used only if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes.

COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
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The fund balances for all major and nonmajor governmental funds as of June 30, 2018, were distributed as follows:

	General Fund	Road	Community Development Agency	Human Services Agency	Local Revenue Fund 2011 Realignment	Other Governmental Funds	Total
Nonspendable:							
Inventory	\$ -	\$ 16,267	\$ -	\$ -	\$ -	\$ -	\$ 16,267
Advances	1,476,466	-	-	-	-	-	1,476,466
Prepays and advances	57,182	-	-	126,250	-	-	183,432
Total Nonspendable	1,533,648	16,267	-	126,250	-	-	1,676,165
Restricted for:							
General Government:							
General Government	27,432	-	-	-	-	2,258,362	2,285,794
INET & PEG	-	-	-	-	-	210,730	210,730
Workers' Compensation	-	-	-	-	-	63,810	63,810
Criminal Justice							
Facilities Construction	-	-	-	-	-	90,562	90,562
Debt Service Obligations	-	-	-	-	-	3,221,624	3,221,624
Restricted Cash	2,422,708	-	-	-	-	-	2,422,708
Public Protection:							
Public Protection	33,788	-	-	-	-	2,356	36,144
Probation Facilities	600,000	-	-	-	-	-	600,000
Unfair Competition	285,272	-	-	-	-	-	285,272
Fish & Game	-	-	-	-	-	31,209	31,209
Child Support Services	-	-	-	-	-	954,274	954,274
Public Safety - Prop 172	-	-	-	-	-	121,982	121,982
Building Inspection	-	-	389,758	-	-	-	389,758
Nuisance Abatement	-	-	-	-	-	149,721	149,721
Capital Facilities							
Mitigation	-	-	-	-	-	103,807	103,807
District Attorney							
Programs	-	-	-	-	-	264,826	264,826
Probation Programs	-	-	-	-	-	633,350	633,350
Recorder Programs	-	-	-	-	-	371,691	371,691
Sheriff Programs	-	-	-	-	-	7,203,095	7,203,095
Animal Control Programs	-	-	-	-	-	147,024	147,024
Community Corrections							
Programs	-	-	-	-	1,887,084	1,765,002	3,652,086
Public Ways and Facilities:							
Road Program	-	972,947	-	-	-	-	972,947
CSA & PRD	-	-	-	-	-	2,161,589	2,161,589
Road Mitigation	-	-	-	-	-	237,065	237,065
Debt Service Obligations	-	-	-	-	-	83,151	83,151
Health and Sanitation:							
Foster Care Wrap-Around Services	-	-	-	524,379	-	21,129	545,508
Behavioral Health	-	-	-	2,975,415	1,969,187	444,074	5,388,676
Behavioral Health							
Realigned Programs	-	-	-	3,544,381	-	-	3,544,381
Mental Health Services							
Act	-	-	-	-	-	7,162,355	7,162,355
Public Health	-	-	-	1,748,217	-	266,606	2,014,823
Public Health							
Realignment	-	-	-	2,299,736	-	-	2,299,736
Environmental Health	-	-	-	-	-	333,777	333,777
Waste Management	36,060	-	-	-	-	-	36,060
Public Assistance:							
Public Assistance	-	-	-	-	-	510	510
Housing & Community							
Services	-	-	-	-	-	5,630,401	5,630,401
Health and Human							
Services	-	-	-	500,248	-	-	500,248
Social Services	-	-	-	-	2,997,987	-	2,997,987
Social Services							
Realigned Programs	-	-	-	4,450,307	-	-	4,450,307
Veterans	-	-	-	3,198	-	-	3,198

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	General Fund	Road	Community Development Agency	Human Services Agency	Local Revenue Fund 2011 Realignment	Other Governmental Funds	Total
Education:							
Grass Valley Library							
Improvements	-	-	-	-	-	1,603,831	1,603,831
Forest Reserves	-	-	-	-	-	23,010	23,010
Recreation and Cultural							
Services:							
Recreation Mitigation	-	-	-	-	-	23,441	23,441
Total Restricted	3,405,260	972,947	389,758	16,045,881	6,854,258	35,584,364	63,252,468
Committed to:							
General Government							
General Reserve	7,080,000	-	-	-	-	-	7,080,000
Total Committed	7,080,000	-	-	-	-	-	7,080,000
Assigned to:							
General Government:							
General Government	41,668	-	-	-	-	-	41,668
State Realignment	325,000	-	-	-	-	-	325,000
COP Lease Payment	100,000	-	-	-	-	-	100,000
Accum Leave Payment	1,650,000	-	-	-	-	-	1,650,000
Information Systems							
Infrastructure	1,084,534	-	-	-	-	-	1,084,534
Facilities Planning	4,278,805	-	-	-	-	-	4,278,805
PERS Liability	3,987,000	-	-	-	-	-	3,987,000
Civil Litigation	120,000	-	-	-	-	-	120,000
General Plan Update	750,000	-	-	-	-	-	750,000
Economic Development							
Infrastructure	1,073,000	-	-	-	-	-	1,073,000
Next Year's Budget	1,324,000	-	-	-	-	-	1,324,000
Operations Center							
Design	1,295,419	-	-	-	-	-	1,295,419
Property Tax System							
Upgrade	661,625	-	-	-	-	-	661,625
Facilities Upgrades	276,793	-	-	-	-	-	276,793
Energy Efficiency	117,173	-	-	-	-	-	117,173
Technology Upgrades	26,888	-	-	-	-	11,157	38,045
Public Protection:							
Public Protection	26,044	-	1,506,314	-	-	-	1,532,358
Building Inspection	-	-	618,813	-	-	-	618,813
Planning Services	-	-	437,123	-	-	-	437,123
Child Support Services	-	-	-	-	-	319,060	319,060
Social Security							
Truncation	72,783	-	-	-	-	-	72,783
Law Enforcement							
Software	154,924	-	-	-	-	-	154,924
Transitional Housing	39,075	-	-	-	-	-	39,075
Emergency Equipment	48,914	-	-	-	-	-	48,914
Health and Sanitation	-	-	761,181	42,048	-	377	803,606
Public Assistance	-	-	-	27,002	-	179,255	206,257
Education							
Library	-	-	-	-	-	1,604,242	1,604,242
Total Assigned	17,453,645	-	3,323,431	69,050	-	2,114,091	22,960,217
Unassigned	4,821,370	-	-	-	-	(449,639)	4,371,731
Total Fund Balances	\$ 34,293,923	\$ 989,214	\$ 3,713,189	\$ 16,241,181	\$ 6,854,258	\$ 37,248,816	\$ 99,340,581

Fund Balance Flow Assumption

When a governmental funds outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance), a flow assumption must be made about the order in which the resources are considered to be applied. When both restricted and unrestricted fund balance is available, it is considered that restricted fund balance is depleted before using any of the components of unrestricted fund

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balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Prior Period Adjustments

Adjustments resulting from implementation of new standards or errors are treated as prior period adjustments. Accordingly, the County reports these changes as restatements of beginning fund balance / net position. Restatements as of the beginning of the fiscal year were made to restate the reporting of prior year revenues and expenses / expenditures.

The impact of the restatements on the fund balances / net position as previously reported is presented below:

	Government-Wide Statements		Governmental Funds	
	Governmental Activities	Business Type Activities	Nonmajor Governmental Funds	Internal Service Funds
Fund balance / net position, June 30, 2017, as previously reported	\$ 223,019,444	\$ 47,151,203	\$ 33,022,209	\$ 5,612,639
Corrections:				
Recognize beginning balance of net OPEB liability and related deferred inflows and outflows for initial year of GASB 75 implementation.	(22,792,819)	(794,906)	-	(257,521)
Recognized revenue for accounts receivable not recorded in prior period	-	440,467	-	-
Recognize revenue incorrectly reported as unearned in a prior period	2,144,441	1,795,509	2,144,441	-
Total corrections	(20,648,378)	1,441,070	2,144,441	(257,521)
Fund balance / net position, June 30, 2017, as restated	<u>\$ 202,371,066</u>	<u>\$ 48,592,273</u>	<u>\$ 35,166,650</u>	<u>\$ 5,355,118</u>

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	Enterprise Funds			
	Western Nevada County Solid Waste	Airport	Sanitation District	Transit Services
Fund balance / net position, June 30, 2017, as previously reported	\$ 7,061,053	\$ 5,200,372	\$ 34,523,746	\$ 66,038
Corrections:				
Recognize beginning balance of net OPEB liability and related deferred inflows and outflows for initial year of GASB 75 implementation.	(2,606)	(71,069)	(449,376)	(271,855)
Recognized revenue for accounts receivable not recorded in prior period	-	-	-	440,467
Recognize revenue incorrectly reported as unearned in a prior period	-	-	-	1,795,509
Total corrections	(2,606)	(71,069)	(449,376)	1,964,121
Fund balance / net position, June 30, 2017, as restated	\$ 7,058,447	\$ 5,129,303	\$ 34,074,370	\$ 2,030,159

NOTE 12 EMPLOYEES' RETIREMENT PLAN

A. Pensions

In government-wide financial statements, retirement plans are required to be recognized and disclosed using the accrual basis of accounting, regardless of the amount recognized as pension expenditures on the governmental fund statements, which use the modified accrual basis of accounting.

In general, the County recognizes a net pension liability, which represents the County's proportionate share of the excess of the total pension liability over the fiduciary net position of the pension reflected in the actuarial report provided by the California Public Employees' Retirement System (CalPERS). The net pension liability is measured as of the County's prior fiscal year-end. Changes in the net pension liability are recorded, in the period incurred, as pension expense or as deferred inflows of resources or deferred outflows of resources depending on the nature of the change. The changes in net pension liability that are recorded as deferred inflows of resources or deferred outflows of resources (that arise from changes in actuarial assumptions or other inputs and differences between expected or actual experience) are amortized over the weighted average remaining service life of all participants in the respective pension plan and are recorded as a component of pension expense beginning with the period in which they are incurred.

For purposes of measuring the net pension liability and deferred outflows/inflows of resources relating to pensions and pension expense, information about the fiduciary net position of the County's pension plan with CalPERS and additions to/deductions from

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the plan's fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Projected earnings on pension investments are recognized as a component of pension expense. Differences between projected and actual investment earnings are reported as deferred inflows of resources or deferred outflows of resources and amortized as a component of pension expense on a closed basis over a five-year period beginning with the period in which the difference occurred. Each subsequent year will incorporate an additional closed basis five-year period recognition.

B. General Information about the Pension Plans

Plan Description

All qualified permanent and probationary employees are eligible to participate in the County's Safety (sheriff and certain district attorney members) or Miscellaneous (all others) Plans. The County's Safety Plan is a cost-sharing multiple-employer defined benefit plan while the Miscellaneous Plan is an agent multiple-employer defined benefit pension plan. The County's Safety and Miscellaneous Plans are part of the California Public Employees Retirement System (CalPERS), a public employee retirement system which acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and other requirements are established by State statute and County resolution. The County's defined benefit pension plans provide retirement and disability benefits, annual cost-of-living adjustments and death benefits to plan members and their beneficiaries. The County selects optional benefit provisions by contract with CalPERS and adopts those benefits through County ordinance. CalPERS issues a separate comprehensive annual financial report; however, a separate report for the County's Safety and Miscellaneous Plans are not available. Copies of CalPERS annual financial reports which include required supplementary information (RSI) for each plan may be obtained from CalPERS Executive Offices, Lincoln Plaza North, 400 Q Street, Sacramento, CA 95811.

Benefits Provided

All pension plans provide benefits, upon retirement, disability or death of members. Retirement benefits are based on years of service, final average compensation, and retirement age. Employees terminating before accruing five years of retirement service credit forfeit the right to receive retirement benefits unless they establish reciprocity with another public agency within a prescribed time period. Non-vested employees who terminate service are entitled to withdraw their accumulated contributions plus accrued interest. Employees who terminate service after earning five years of retirement service credit may leave their contributions on deposit and elect to take a deferred retirement. Differences between expected and actual experience for vested and non-vested benefits may result in an increase or decrease to pension expense and net pension liability.

Service related disability benefits are provided to safety members and are based on final compensation. Non-service related disability benefits are provided to both safety and miscellaneous members. The benefit is based on final compensation, multiplied by service, which is determined as follows:

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- *service* is CalPERS credited service, for members with fewer than 10 years of service or greater than 18.518 years of service; or
- *service* is CalPERS credited service plus the additional number of years that the member would have worked until age 60, for members with at least 10 years but not more than 18.518 years of service.

Death benefits are based upon a variety of factors including whether the participant was retired or not.

Annual cost-of-living adjustments (COLAs) after retirement are provided in all plans. COLAs are granted to retired members each May based upon the Bureau of Labor Statistics Average Consumer Price Index for All Urban Consumers for the previous calendar year and is subject to a maximum of 2% per annum.

The Plans' provisions and benefits in effect at June 30, 2018, are summarized as follows:

	Multi Agent Miscellaneous Tier 1	Multi Agent Miscellaneous Tier 2	Multi Agent Miscellaneous PEPRA
Hire Date	Before or on December 13, 2012	December 14, 2012 to December 31, 2012	On or after January 1, 2013
Benefit Formula	2.7% @ 55	2.0% @ 60	2.0% @ 62
Benefit Vesting Schedule	5 Years Service	5 Years Service	5 Years Service
Benefit Payments	Monthly for Life	Monthly for Life	Monthly for Life
Retirement Age	55	60	62
Monthly Benefits, as a % of Eligible Compensation	2.70%	2.00%	2.00%
Required Employee Contribution Rates	8.00%	7.00%	7.00%
Required Employer Contribution Rates	11.551%	11.551%	11.551%
	Cost Sharing Safety Tier 1	Cost Sharing Safety Tier 2	Cost Sharing Safety PEPRA
Hire Date	Before or on December 13, 2012	December 14, 2012 to December 31, 2012	On or after January 1, 2013
Benefit Formula	3.0% @ 50	3.0% @ 55	2.7% @ 57
Benefit Vesting Schedule	5 Years Service	5 Years Service	5 Years Service
Benefit Payments	Monthly for Life	Monthly for Life	Monthly for Life
Retirement Age	50	55	57
Monthly Benefits, as a % of Eligible Compensation	3.00%	3.00%	2.70%
Required Employee Contribution Rates	9.00%	9.00%	12.25%
Required Employer Contribution Rates	21.418%	18.487%	12.729%

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Employees Covered

At June 30, 2018, the following employees were covered by the benefit terms for the Miscellaneous Plan.

	Miscellaneous
Inactive Employees or Beneficiaries Currently Receiving Benefits	462
Inactive Employees Entitled to but not yet Receiving Benefits	346
Active Employees	734
Total	1,542

The corresponding data is not available for employees included in the Safety Plan as the plan is a cost-sharing multiple employer plan.

Contributions

Section 20814(c) of the California Public Employees' Retirement Law requires the employer contribution rates for all public employers be determined on an annual basis by the actuary and shall be effective on the July 1 following notice of a change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. The County is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

C. Net Pension Liability

The County's net pension liability for each Plan is measured as the total pension liability, less the pension plan's fiduciary net position. The net pension liability of each of the Plans is measured as of June 30, 2017, using an annual actuarial valuation as of June 30, 2016 rolled forward to June 30, 2017 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

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Actuarial Assumptions

The total pension liabilities in the June 30, 2017 actuarial valuations were determined using the following actuarial assumptions:

	<u>Miscellaneous</u>	<u>Safety</u>
Valuation Date	June 30, 2016	June 30, 2016
Measurement Date	June 30, 2017	June 30, 2017
Actuarial Cost Method	Entry-Age Normal Cost Method	
Actuarial Assumptions:		
Discount Rate	7.15%	7.15%
Inflation	2.75%	2.75%
Payroll Growth	3.00%	3.00%
Projected Salary Increase	(1)	(1)
Investment Rate of Return (2)	7.00%	7.00%
Mortality (3)		

- (1) Depending on age, service, and type of employment
- (2) Net of pension plan investment expenses, including inflation
- (3) The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2015 valuation were based on the results of a 2010 actuarial experience study for the period 1997 to 2007.

Discount Rate

The discount rate used to measure the total pension liability was 7.15% for each Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.15 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.15 percent will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

CalPERS is scheduled to review all actuarial assumptions as part of its regular Asset Liability Management (ALM) review cycle that is scheduled to be completed in February 2018. Any changes to the discount rate will require Board action and proper stakeholder outreach. For these reasons, CalPERS expects to continue using a discount rate net of administrative expenses for GASB 67 and 68 calculations through at least the 2017-2018 fiscal year. CalPERS will continue to check the materiality of the difference in calculation until there is a change in methodology.

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The long-term expected rate of return includes both short-term and long-term market return expectations as well as the expected pension fund cash flows. Such cash flows were developed assuming that both members and employers will make their required contributions on time and as scheduled in all future years. Using historical returns of all the funds' asset classes, expected compound (geometric) returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and long-term returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent. The table below reflects long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These geometric rates of return are net of administrative expenses.

<u>Asset Class</u>	<u>New Strategic Allocation</u>	<u>Real Return Years 1 - 10 (a)</u>	<u>Real Return Years 11+ (b)</u>
Global Equity	47.0 %	4.90 %	5.38 %
Fixed Income	19.0	0.80	2.27
Inflation Assets	6.0	0.60	1.39
Private Equity	12.0	6.60	6.63
Real Estate	11.0	2.80	5.21
Infrastructure and Forestland	3.0	3.90	5.36
Liquidity	2.0	(0.40)	(0.90)
Total	<u>100.0 %</u>		

(a) An expected inflation of 2.75% used for this period.

(b) An expected inflation of 3.0% used for this period.

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D. Changes in the Net Pension Liability

The changes in the Net Pension Liability for the County's Miscellaneous Plan follows:

<u>Miscellaneous Plan</u>	Increase (Decrease)		
	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability (Asset)</u>
Balance - June 30, 2016	\$ 399,929,149	\$ 257,915,175	142,013,974
Change in the Year:			
Service Cost	8,895,655	-	8,895,655
Interest on Total Pension Liability	29,826,055	-	29,826,055
Changes of Assumptions	23,046,468	-	23,046,468
Differences Between Expected and Actual Experience	(2,636,098)	-	(2,636,098)
Contributions - Employer	-	14,171,954	(14,171,954)
Contributions - Employee	-	3,502,580	(3,502,580)
Net Investment Income	-	28,967,790	(28,967,790)
Benefit Payments, Including Refunds of Employee Contributions	(22,905,951)	(22,905,951)	-
Administrative Expenses	-	(384,426)	384,426
Proportional Differences Between County and Court Shares	3,813,259	2,459,797	1,353,462
Net Changes	<u>40,039,388</u>	<u>25,811,744</u>	<u>14,227,644</u>
Balance - June 30, 2017	<u>\$ 439,968,537</u>	<u>\$ 283,726,919</u>	<u>\$ 156,241,618</u>

The proportionate share of the Net Pension Liability for the County's Safety Plan follows:

	<u>Plan's Proportion to Total Pool at June 30, 2016</u>	<u>Plan's Proportion to Total Pool at June 30, 2017</u>	<u>Proportionate Share of Net Pension Liability</u>
Safety	0.30%	0.29%	\$ 29,075,132

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Sensitivity of the Net Pension Liability to Change in the Discount Rate

The following presents the net pension liability of the County for each Plan, calculated using the discount rate for each Plan, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage points lower or 1-percentage point higher than the current rate:

	<u>Miscellaneous</u>	<u>Safety</u>
1% Decrease	6.15%	6.15%
Net Pension Liability	\$ 211,268,479	\$ 43,471,175
Current Discount Rate	7.15%	7.15%
Net Pension Liability	\$ 156,241,618	\$ 29,075,132
1% Increase	8.15%	8.15%
Net Pension Liability	\$ 110,481,591	\$ 17,307,085

Pension Plan Fiduciary Net Position

Detailed information about each pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

E. Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

Miscellaneous Plan

For the year ended June 30, 2018, the County recognized pension expense of \$13,848,983.

Pension expense represents the change in the net pension liability during the measurement period, adjusted for actual contributions and the deferred recognition of changes in investment gain/loss, actuarial gain/loss, actuarial assumptions or method, and plan benefits. At June 30, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension Contributions Subsequent to Measurement Date	\$ 14,974,656	\$ -
Change in Assumptions	13,026,265	-
Differences Between Expected and Actual Experience	-	(1,499,050)
Change in Proportion	-	-
Change in the Employer's Proportion and Differences Between the Employer's Contributions and the Employer's Proportionate Share of Contributions	-	-
Net Difference Between Projected and Actual Earnings on Plan Investments	3,749,386	-
Total	<u>\$ 31,750,307</u>	<u>\$ (1,499,050)</u>

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\$14,974,656 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2019	\$ 8,694,070
2020	7,094,783
2021	1,608,877
2022	(2,121,129)

Safety Plan

For the year ended June 30, 2018, the County recognized pension expense of \$10,550,602.

Pension expense represents the change in the net pension liability during the measurement period, adjusted for actual contributions and the deferred recognition of changes in investment gain/loss, actuarial gain/loss, actuarial assumptions or method, and plan benefits. At June 30, 2018, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Pension Contributions Subsequent to Measurement Date	\$ 3,191,727	\$ -
Change in Assumptions	4,045,995	(310,420)
Differences Between Expected and Actual Experience	278,986	(72,739)
Change in Proportion	5,244,017	(188,791)
Change in the Employer's Proportion and Differences Between the Employer's Contributions and the Employer's Proportionate Share of Contributions	587,513	-
Net Difference Between Projected and Actual Earnings on Plan Investments	882,185	-
Total	<u>\$ 14,230,423</u>	<u>\$ (571,950)</u>

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\$3,191,727 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2019. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2019	\$ 6,541,838
2020	2,741,276
2021	1,699,830
2022	(516,198)

NOTE 13 OTHER POSTEMPLOYMENT BENEFITS (OPEB)

A. Plan Description

The County of Nevada provides, under a defined benefit plan, retiree healthcare benefits to qualifying employees retiring directly from the County. The benefit level is determined by date of hire and length of service. The County has contracted for medical coverage to be provided through an agent multiple-employer CalPERS Healthcare (PEMHCA) plan.

The County has established an irrevocable trust with CalPERS – California Employers' Retiree Benefit Trust Fund (CERBT) to deposit the contributions above the current year pay-as-you-go portion. CERBT issues a publicly available financial report including GASB 43 disclosure information in the aggregate with the other CERBT participating employers. That report may be obtained by contacting CalPERS, P.O. Box 942703, Sacramento, CA 94229-2703 or www.calpers.ca.gov.

The County pays the least expensive available plan single premium up to Medicare eligible age for retirees with more than 20 years of County Service. Employees hired before July 1, 2000, with less than 20 years of County service at retirement, receive a fixed stipend amount. After reaching Medicare eligible age, the County also pays 80% of the least expensive Medicare supplemental plan single premium for all retirees hired before July 1, 2000 and for employees hired after July 1, 2000 with 20 years of County service. For safety employees with disability retirement, the County pays 100% of the least expensive medical single premium for life.

Employees Hired On or After July 1, 2008—Employees hired on or after July 1, 2008, and who retire from the County, the County will continue to provide access to medical insurance coverage for those employees who retire from employment with the County and who constitute “annuitants” as defined by the Public Employees Medical and Hospital Care Act (PEMHCA) only.

**COUNTY OF NEVADA
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B. Employees Covered by Benefit Terms

At June 30, 2017, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefits	584
Inactive Employees Entitled to but not yet Receiving Benefits	346
Active Employees	733
Total	<u><u>1,663</u></u>

C. Contributions

The contribution rate is determined on an annual basis by an independent actuary and is authorized by the County Board of Supervisors. For the year ended June 30, 2018, the County's average contribution rate was 6.6 percent of covered-employee payroll. Employees are not required to contribute to the plan.

D. Actuarial Assumptions

The County's net OPEB liability was measured as of June 30, 2017, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of that date.

The total OPEB liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Valuation Date	June 30, 2017
Contribution Policy	County contributes full ADC
Discount Rate	6.75% at June 30, 2017 6.75% at June 30, 2016
Expected Long-Term Rate of Return on Investments	Same as discount rate - expected County Contributions projected to keep sufficient plan assets to pay all benefits from trust
General Inflation	2.75% per annum
Mortality, Retirement, Disability, Termination	CalPERS 1997-2015 experience study
Mortality Improvement	Mortality projected fully generational with Scale MP-17
Salary Increases	Aggregate - 3% Merit - CalPERS 1997-2015 experience study
Healthcare Trend	Non-Medicare - 7.5% for 2019, decreasing to an ultimate rate of 4.0% in 2076 and later years Medicare - 6.5% for 2019, decreasing to an ultimate rate of 4.0% in 2076 and later years
Healthcare participation for future retirees	Hires before 7/1/08 - 65% without 20 years service and 95% with 20 years service Hires after 7/1/08 - 50%
Cap Increases	Fixed Cap: 0% Premium Cap - healthcare trend PEMHCA Minimum: 4.25%

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E. Target Asset Allocation

The long-term expected rate of return on OPEB plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	57.0 %	4.82 %
Fixed Income	27.0	1.47
TIPS	5.0	1.29
Commodities	3.0	0.84
REITs	8.0	(0.40)
Total	<u>100.0 %</u>	

F. Changes in the OPEB Liability

The changes in the net OPEB liability for the County are as follows:

	Increase (Decrease)		
	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability (Asset)
Balance - June 30, 2016	\$ 52,083,000	\$ 19,264,000	32,819,000
Change in the Year:			
Service Cost	1,283,000	-	1,283,000
Interest on Total OPEB Liability	3,504,000	-	3,504,000
Benefit Changes	-	-	-
Differences Between Expected and Actual Experience	-	-	-
Changes of Assumptions	-	-	-
Contributions - Employer	-	4,153,000	(4,153,000)
Contributions - Employee	-	-	-
Net Investment Income	-	2,103,000	(2,103,000)
Benefit Payments, Including Refunds of Employee Contributions	(2,943,000)	(2,943,000)	-
Administrative Expenses	-	(11,000)	11,000
Net Changes	<u>1,844,000</u>	<u>3,302,000</u>	<u>(1,458,000)</u>
Balance - June 30, 2017	<u>\$ 53,927,000</u>	<u>\$ 22,566,000</u>	<u>\$ 31,361,000</u>

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G. Discount Rate and Trend Sensitivity

The following presents the net OPEB liability of the County, as well as what the County's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	Discount Rate		
	1% Decrease 5.75%	Current Rate 6.75%	1% Increase 7.75%
Net OPEB Liability (Asset)	\$ 38,365,000	\$ 31,361,000	\$ 25,558,000

The following presents the net OPEB liability of the County, as well as what the County's net OPEB liability would be if it were calculated using health care cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	Healthcare Trend Rate		
	1% Decrease	Current Trend	1% Increase
Net OPEB Liability (Asset)	\$ 25,088,000	\$ 31,361,000	\$ 39,010,000

H. OPEB Expense and Deferred Outflows/Inflows of Resources Related to OPEB

For the fiscal year ended June 30, 2018, the County recognized OPEB expense of \$3,305,000. As of fiscal year ended June 30, 2018, the County reported deferred outflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
OPEB Contributions Subsequent to Measurement Date	\$ 4,261,000	\$ -
Change in Assumptions	-	-
Differences Between Expected and Actual Experience	-	-
Net Difference Between Projected and Actual Earnings on Plan Investments	-	(610,000)
Total	<u>\$ 4,261,000</u>	<u>\$ (610,000)</u>

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The \$4,261,000 reported as deferred outflows of resources related to contributions subsequent to the June 30, 2017 measurement date will be recognized as a reduction of the net OPEB liability during the fiscal year ending June 30, 2019. Other amounts reported as deferred outflows and deferred inflows of resources related to OPEB expense will be recognized as follows:

<u>Year Ending June 30,</u>	<u>Amount</u>
2019	\$ (152,000)
2020	(152,000)
2021	(152,000)
2022	(154,000)

NOTE 14 RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The County has Risk Management Funds (Internal Service Funds) to account for and finance self-insured risks of loss for public liability, unemployment, dental, and vision. The County is a member of the California State Association of Counties Excess Insurance Authority, a public entity risk pool currently operating as a common risk management and insurance program for Counties. Should actual loss among participants be greater than anticipated, the County will be assessed its pro rata share of the deficiency. Conversely, if the actual losses are less than anticipated, the County will be refunded its pro rata share of the excess.

The Authority is solvent. Under this program, the Risk Management Funds provide coverage for up to a maximum of \$100,000 for each general liability claim, and \$10,000 for each unemployment claim.

Should actual loss among participants be greater than anticipated, the County will be assessed its prorata share of the deficiency. Conversely, if the actual losses are less than anticipated, the County will be refunded its prorata share of the excess. Settled claims have not exceeded commercial coverage in any of the past three fiscal years.

Actual claims unpaid as of June 30, 2018, including any estimates for incurred but not reported (IBNR) amounts, constitute claims payable. The claims liability at June 30, 2018, was as follows:

Unemployment	\$ 467,526
Public Liability	630,000
Total	<u><u>\$ 1,097,526</u></u>

All funds of the County participate in the program and make payments to the Risk Management Funds based on estimates of the amounts needed to pay prior and current year claims. At June 30, 2018, the Risk Management Fund's fund equity was \$1,073,342. The claims liability of \$1,097,526 reported in the funds at June 30, 2018, is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for claims be reported if information prior to the issuance of the

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

financial statements indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss can be reasonably determined.

Changes in the County's claims liability amount for the fiscal years 2016, 2017, and 2018 were as follows:

<u>Year Ended</u>	<u>Beginning of Year</u>	<u>Changes in Estimates</u>	<u>Claims Payments</u>	<u>End of Year</u>
2016	\$ 1,340,050	\$ 1,090,834	\$ 1,167,829	\$ 1,263,055
2017	1,263,055	978,314	1,085,967	1,155,402
2018	1,155,402	962,996	1,020,872	1,097,526

The ultimate settlement of specific claims against the County cannot presently be determined and no provision for any other liability that may result has been made in the financial statements. Non-incremental claims adjustment expenses are included as part of liability for claims and judgments.

NOTE 15 OTHER INFORMATION

Commitments and Contingencies

The County had active construction projects as of June 30, 2018, including County facility, road, bridge, airport, and wastewater improvements. At year end the County's commitments with contractors were as follows:

	<u>Spent-to-Date</u>	<u>Remaining Commitments</u>
County facility improvements	\$ 11,051,428	\$ 4,697,937
Road and bridge infrastructure	5,948,779	7,341,638
Wastewater pipeline	1,653,410	413,712
Total	<u>\$ 18,653,617</u>	<u>\$ 12,453,287</u>

Encumbrances

The County has entered into contracts to purchase goods and services from various vendors. These encumbrances are payable upon future performance and are summarized below as of June 30, 2018:

General Fund	\$ 1,508,310
Human Services Agency Fund	2,159,533
CDA	813,259
Airport	664,758
Western Solid Waste	593,606
Easter Solid Waste	225,748
Sanitation District	95,000
Total	<u>\$ 6,060,214</u>

**COUNTY OF NEVADA
NOTES TO BASIC FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2018**

NOTE 16 TAX ABATEMENTS

The County provides property tax abatements through the Agricultural Preserve Program. The program enrolls land in Williamson Act contracts whereby the land is restricted to agricultural, recreational, open space, or compatible uses in exchange for reduced property tax assessments. Participation in the program is voluntary. The County of Nevada Rules & Regulations for the Williamson Act is the set of rules by which the County administers its Agricultural Preserve Program. The Agricultural Advisory Committee takes part in administering the County's Agricultural Preserve Program.

Under the provisions of these contracts, land parcels are assessed for property tax purposes at a rate consistent with their actual use, rather than potential market value of the property. The minimum contract term is ten years and automatically renews until a notice of nonrenewal is initiated. Under the nonrenewal process, the annual tax assessment increases over a defined period of time until the assessment reflects the market value of the property. Under the cancellation process, a significant onetime cancellation fee is assessed based upon a certain percentage of the unrestricted, current full cash value of the property. The County currently has 90 parcels enrolled in Williamson Act contracts

For the fiscal year ended June 30, 2018, the Agricultural Preserve Program tax abatements reduced the County of Nevada's share of tax revenues by \$22,615.

NOTE 17 SUBSEQUENT EVENTS

Management has evaluated events subsequent to June 30, 2018 through December 27, 2018, the date on which the financial statements were available for issuance. Management has determined that there were no subsequent events other than the following:

In 2011, the County refinanced the Certificates of Participation (COP), which required debt service payments over approximately eight years, with the first payment occurring in 2012, and the last payment due October 1, 2019. On September 11, 2018, the Board authorized the defeasance of these instruments. With the Defeasance and the Escrow Agreement dated October 1, 2018, the County will terminate the Reserve Fund and use the proceeds to pay all the remaining lease payments.

REQUIRED SUPPLEMENTARY INFORMATION
(Unaudited)

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**COUNTY OF NEVADA
REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2018**

1. SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS

Miscellaneous Plan – Agent Multiple-Employer Defined Benefit Plan

Last 10 Fiscal Years*

	Miscellaneous Plans			
	Reporting Fiscal Year (Measurement Date)			
	June 30, 2018 June 30, 2017	June 30, 2017 June 30, 2016	June 30, 2016 June 30, 2015	June 30, 2015 June 30, 2014
TOTAL PENSION LIABILITY				
Service Cost	\$ 8,895,655	\$ 7,680,996	\$ 7,556,293	\$ 8,496,046
Interest on total pension liability	29,826,055	28,916,256	27,758,176	26,969,752
Changes of Assumptions	23,046,468	-	(6,284,629)	-
Difference Between Expected and Actual Experience	(2,636,098)	(68,969)	(4,843,687)	-
Benefit Payments, Including Refunds of Employee Contributions	(22,905,951)	(21,610,934)	(20,634,843)	(19,079,317)
Proportional differences between County and Court shares	3,813,259	940,935	(755,248)	-
Net Change in Total Pension Liability	40,039,388	15,858,284	2,796,062	16,386,481
Total Pension Liability – Beginning	399,929,149	384,070,865	381,274,803	364,888,322
Total Pension Liability – Ending (a)	\$ 439,968,537	\$ 399,929,149	\$ 384,070,865	\$ 381,274,803
PLAN FIDUCIARY NET POSITION				
Plan to plan resource movement	\$ -	\$ -	\$ 1,309	\$ -
Contributions – Employer	14,171,954	12,265,208	10,588,846	9,508,354
Contributions – Employee	3,502,580	3,262,579	3,057,528	3,106,234
Net Investment Income	28,967,790	1,329,175	5,862,079	39,782,078
Benefit Payments, Including Refunds of Employee Contributions	(22,905,951)	(21,610,934)	(20,634,843)	(19,079,317)
Admin Expense	(384,426)	(160,181)	(297,262)	-
Proportional differences between County and Court shares	2,459,797	642,332	(523,200)	-
Net Change in Fiduciary Net Position	25,811,744	(4,271,821)	(1,945,543)	33,317,349
Plan Fiduciary Net Position – Beginning	257,915,175	262,186,996	264,132,539	230,815,190
Plan Fiduciary Net Position – Ending (b)	\$ 283,726,919	\$ 257,915,175	\$ 262,186,996	\$ 264,132,539
Plan Net Pension Liability/(Asset) – Ending (a) - (b)	\$ 156,241,618	\$ 142,013,974	\$ 121,883,869	\$ 117,142,264
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	64.49%	64.49%	68.27%	69.28%
Covered Payroll	\$ 43,963,776	\$ 44,395,195	\$ 42,683,882	\$ 41,626,878
Net pension liability as a percentage of covered payroll	355.39%	319.89%	285.55%	281.41%

* Fiscal year 2015 was the 1st year of implementation. Additional years will be presented as they become available.

County's Proportionate Share of Net Pension Liability Cost Sharing Plans

Last 10 Fiscal Years*

	Safety Plans			
	Reporting Fiscal Year (Measurement Date)			
	June 30, 2018 June 30, 2017	June 30, 2017 June 30, 2016	June 30, 2016 June 30, 2015	June 30, 2015 June 30, 2014
Proportionate share of the net pension liability	0.29%	0.30%	0.31%	0.31%
Proportion of the net pension liability	\$ 29,075,132	\$ 26,080,376	\$ 21,487,171	\$ 19,295,528
Covered payroll	\$ 5,774,561	\$ 5,579,286	\$ 5,278,260	\$ 5,211,981
Proportionate share of the net pension liability as a percentage of covered payroll	503.50%	467.45%	412.26%	370.21%
Plan's fiduciary net position as a percentage of the total pension liability	65.14%	70.47%	74.19%	76.34%

* Fiscal year 2015 was the 1st year of implementation. Additional years will be presented as they become available.

**COUNTY OF NEVADA
REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2018**

Schedule of County's Pension Contribution

	Miscellaneous Plans			
	Reporting Fiscal Year			
	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Actuarially Determined Contribution	\$ 14,974,656	\$ 14,166,315	\$ 11,504,051	\$ 9,508,354
Contributions in Relation to the Actuarially Determined Contribution	(14,974,656)	(14,166,315)	(11,504,051)	(9,508,354)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 44,623,233	\$ 43,963,776	\$ 44,395,195	\$ 42,683,882
Contributions as a Percentage of Covered Payroll	33.56%	32.22%	25.91%	22.28%

	Safety Plans			
	Reporting Fiscal Year			
	June 30, 2018	June 30, 2017	June 30, 2016	June 30, 2015
Actuarially Determined Contribution	\$ 3,191,727	\$ 2,880,560	\$ 2,121,455	\$ 2,010,534
Contributions in Relation to the Actuarially Determined Contribution	(3,191,727)	(2,880,560)	(2,121,455)	(2,010,534)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 5,976,671	\$ 5,774,561	\$ 5,579,286	\$ 5,278,260
Contributions as a Percentage of Covered Payroll	53.40%	49.88%	38.02%	38.09%

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal
Amortization method	For details, see June 30, 2016 Funding Valuation Report.
Asset valuation method	Actuarial value of assets. For details, see June 30, 2016 Funding Valuation Report.
Inflation	2.75%
Salary Increases	Varies by Entry Age and Service
Payroll growth	3.00%
Investment rate of return	7.50% Net of Pension Plan Investment and Administrative Expense; includes Inflation.
Retirement age	The probabilities of retirement are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007.
Mortality	The probabilities of mortality are based on the 2010 CalPERS Experience Study for the period from 1997 to 2007. Pre-retirement and post-retirement mortality rates include 5 years of projected mortality improvement using Scale AA published by the Society of Actuaries.

**COUNTY OF NEVADA
REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2018**

2. SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS

Last 10 Fiscal Years*

	Reporting Fiscal Year (Measurement Date) June 30, 2018 <u>June 30, 2017</u>
TOTAL OPEB LIABILITY	
Service Cost	\$ 1,283,000
Interest on Total OPEB Liability	3,504,000
Benefit Changes	-
Difference Between Expected and Actual Experience	-
Changes of Assumptions	-
Benefit Payments, Including Refunds of Employee Contributions	<u>(2,943,000)</u>
Net Change in Total OPEB Liability	1,844,000
Total OPEB Liability – Beginning	52,083,000
Total OPEB Liability – Ending (a)	\$ 53,927,000
PLAN FIDUCIARY NET POSITION	
Contributions – Employer	\$ 4,153,000
Contributions – Employee	-
Net Investment Income	2,103,000
Benefit Payments, Including Refunds of Employee Contributions	(2,943,000)
Admin Expense	<u>(11,000)</u>
Net Change in Fiduciary Net Position	3,302,000
Plan Fiduciary Net Position – Beginning	19,264,000
Plan Fiduciary Net Position – Ending (b)	\$ 22,566,000
Plan OPEB Liability/(Asset) – Ending (a) - (b)	\$ 31,361,000
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	41.85%
Covered Payroll	\$ 52,409,000
Net OPEB liability as a percentage of covered payroll	59.84%

* Fiscal year 2018 was the 1st year of implementation. Additional years will be presented as they become available.

Schedule of County's OPEB Contribution

	Reporting Fiscal Year June 30, 2018
Actuarially Determined Contribution	\$ 4,059,000
Contributions in Relation to the Actuarially Determined Contribution	<u>(4,261,000)</u>
Contribution Deficiency (Excess)	<u>\$ (202,000)</u>
Covered Payroll	\$ 55,204,000
Contributions as a Percentage of Covered Payroll	7.72%

Methods and assumptions used to determine contribution rates:

Valuation Date	June 30, 2015
Actuarial cost method	Entry Age Normal, Level Percentage of Payroll
Amortization method	Level percent of pay
Amortization period	30-year fixed period for 6/30/09 unfunded liability (22 years remaining at 6/30/17) 15 -year fixed period for gains and losses
Asset valuation method	Investment gains and losses spread over 5-year rolling period
Discount Rate	7.25%
General Inflation	3.00%
Medical Trend	Non-Medicare - 7.0% for 2017, decreasing to an ultimate rate of 5.0% in 2021 and later years Medicare - 6.5% for 2019, decreasing to an ultimate rate of 4.0% in 2076 and later years
Mortality	CalPERS 1997-2011 experience study
Mortality Improvement	Mortality projected fully generational based on Scale MP-14 with 15 year convergence in 2022

**COUNTY OF NEVADA
REQUIRED SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2018**

3. INFRASTRUCTURE ASSETS REPORTED USING THE MODIFIED APPROACH

The County's infrastructure assets are recorded at historical cost in the government-wide financial statements as required by the Governmental Accounting Standards Board (GASB) Statement No. 34. The County has elected to use the modified approach to report its maintained road system. Infrastructure assets reported under the modified approach are not subject to depreciation per GASB Statement No. 34.

The County manages its maintained road system using the Metropolitan Transportation Commission's Pavement Management program (Program) and accounts for them using the modified approach. The Program establishes a Pavement Condition Index (PCI) on a scale from zero to one hundred (0-100) for each road segment being maintained by the Department of Public Works. The Program has defined the pavement of roads with PCIs of 40 or better to be in a "Fair" or better condition and roads with a PCI of 55 or better to be in a "Good" or better condition. The system-wide average PCI number for all paved or chip sealed roads in the County maintained road system is calculated on a weighted by section, road area basis. The amount that an individual road section's condition contributes to the overall system average rating is proportionate to the amount of the total systems surfaced area that the individual segment contains. It is the County's policy relative to maintaining the maintained road system to keep an average PCI rating of 62. This rating must be achieved over a three year period.

One third of the County maintained roads are assessed each year, with a complete condition assessment calculated every three years. The last complete condition assessment was completed in fiscal year 2018 with an average PCI rating of 63.3. The overall condition of the County maintained roads decreased from the fiscal year 2015 average PCI rating of 63.7. The history of the condition assessments is provided below.

	<u>Year 1</u>	<u>Year 2</u>	<u>Year 3</u>	<u>Average</u>
2018	64	64	62	63.3
2015	66	62	63	63.7
2012	64	66	66	65.3
2009	65	66	64	65.0
2006	68	67	65	66.7

For the year ended June 30, 2018, actual maintenance and preservation costs were \$8,039,682, which was \$166,578 or 2% less than estimated. The decrease was due to lower than expected maintenance costs. A five year history of planned to actual maintenance and preservation costs is provided in the following table.

	<u>Maintenance & Preservation Cost</u>		
<u>Fiscal Year</u>	<u>Estimated Costs</u>	<u>Actual Costs</u>	<u>Variance</u>
2014	5,739,400	5,575,058	164,342
2015	6,723,600	4,731,883	1,991,717
2016	7,700,536	5,416,029	2,284,507
2017	5,143,543	4,405,656	737,887
2018	8,206,260	8,039,682	166,578

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 43,643,439	\$43,643,439	\$ 44,063,660	\$ 420,221
Licenses and Permits	2,729,459	2,729,459	1,871,536	(857,923)
Fines, Forfeitures, and Penalties	2,202,033	2,202,033	2,467,585	265,552
Revenue from Use of Money and Property	989,677	1,089,677	1,657,325	567,648
Aid from Other Governments	3,182,273	3,597,865	3,909,212	311,347
Charges for Services	7,518,471	7,921,881	7,786,573	(135,308)
Other Revenues	896,135	903,135	1,430,673	527,538
Total Revenues	61,161,487	62,087,489	63,186,564	1,099,075
EXPENDITURES				
Current:				
General Government:				
Board of supervisors	1,303,784	1,315,194	1,306,277	8,917
Annual audit	31,838	31,841	32,258	(417)
County executive officer	1,630,411	1,676,909	1,636,718	40,191
Assessor	2,922,392	2,986,833	2,888,230	98,603
Auditor-controller	1,906,910	1,985,399	1,939,217	46,182
Treasurer-tax collector	1,214,604	1,293,104	1,242,316	50,788
Purchasing	357,874	403,027	388,040	14,987
Collections	285,989	285,360	255,335	30,025
Uses and sources	(8,252,519)	(8,839,541)	(9,124,535)	284,994
Trial court funding	1,431,379	1,432,386	1,432,386	-
Provision for contingencies	100,000	100,000	-	100,000
Building debt financing	2,885	2,890	2,890	-
County counsel	1,393,544	1,393,544	1,268,326	125,218
Personnel services	1,242,550	1,550,034	1,441,182	108,852
Elections	1,367,653	1,712,467	1,521,157	191,310
Facilities management	2,426,022	2,534,977	2,240,981	293,996
Capital facilities projects	97,313	512,736	630,338	(117,602)
Economic development	135,252	147,397	147,397	-
Assessment appeals board	8,555	8,577	8,539	38
General services admin	24,973	32,761	63,924	(31,163)
Insurance	99,284	99,284	85,125	14,159
Risk management admin	-	93	279	(186)
Historical landmarks	5,000	5,003	2,112	2,891
Information systems	2,368,284	2,650,121	1,558,393	1,091,728
Geographic information	348,743	347,217	347,217	-
Surveying	158,380	198,239	148,026	50,213
Cable TV services	59,981	58,276	50,306	7,970
Total General Government	12,671,081	13,924,128	11,512,434	2,411,694

See accompanying Required Supplementary Information Note to Budgetary Comparison Schedules.

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND (CONTINUED)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
EXPENDITURES (CONTINUED)				
Current (Continued):				
Public Protection:				
Court security	\$ 1,565,695	\$ 1,572,623	\$ 1,574,076	\$ (1,453)
Grand jury	120,275	118,197	109,205	8,992
District attorney	4,256,540	4,329,050	4,258,896	70,154
Public defender services	2,283,583	2,284,085	2,080,862	203,223
Conflict indigent defense	472,243	602,512	595,647	6,865
Sheriff Administrative Support				
Services	15,516,522	15,740,072	15,353,759	386,313
Dispatch services	1,743,194	1,554,323	1,481,204	73,119
Department of corrections	10,024,207	10,160,102	10,147,978	12,124
Inmate medical services	2,734,710	2,737,910	2,537,344	200,566
Sheriff Truckee operations	1,983,958	2,028,573	2,007,523	21,050
Juvenile hall	3,313,647	3,299,809	3,065,769	234,040
Probation department	5,460,681	5,951,356	5,374,026	577,330
Agriculture	1,006,894	1,000,702	924,088	76,614
Clerk recorder	688,617	797,713	785,543	12,170
Emergency services	617,144	679,331	661,395	17,936
Animal control	929,990	938,800	926,201	12,599
Total Public Protection	52,717,900	53,795,158	51,883,516	1,911,642
Health and Sanitation:				
Solid Waste Contract Administration	205,799	246,803	237,495	9,308
Total Health and Sanitation	205,799	246,803	237,495	9,308
Public Assistance:				
Community Services	30,000	30,000	29,364	636
Victim Witness	364,727	385,403	367,871	17,532
Total Public Assistance	394,727	415,403	397,235	18,168
Education:				
Farm Advisor	43,678	43,325	43,167	158
Total Education	43,678	43,325	43,167	158

See accompanying Required Supplementary Information Note to Budgetary Comparison Schedules.

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND (CONTINUED)
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
EXPENDITURES (CONTINUED)				
Capital Outlay:				
Facilities Management	\$ -	\$ -	\$ 7,123	\$ (7,123)
Capital Facilities Projects	-	3,558,609	307,723	3,250,886
Information Systems	-	1,189,564	524,801	664,763
Dispatch Services	-	14,024	-	14,024
Corrections	-	178,491	164,650	13,841
Emergency management	-	8,775	8,761	14
Sheriff Administration	240,166	451,448	178,889	272,559
Ag Services	-	22,000	-	22,000
Total Capital Outlay	<u>240,166</u>	<u>5,422,911</u>	<u>1,191,947</u>	<u>4,230,964</u>
Total Expenditures	<u>66,273,351</u>	<u>73,847,728</u>	<u>65,265,794</u>	<u>8,581,934</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(5,111,864)	(11,760,239)	(2,079,230)	9,681,009
OTHER FINANCING SOURCES (USES)				
Transfers In	12,632,048	13,130,720	12,503,053	(627,667)
Transfers Out	(9,065,941)	(9,554,378)	(9,526,557)	27,821
Sale of Capital Assets	-	-	26,028	26,028
Debt proceeds	-	566,667	429,994	(136,673)
Total Other Financing Sources (Uses)	<u>3,566,107</u>	<u>4,143,009</u>	<u>3,432,518</u>	<u>(710,491)</u>
NET CHANGE IN FUND BALANCES	(1,545,757)	(7,617,230)	1,353,288	8,970,518
Fund Balances - Beginning of Year	<u>32,940,635</u>	<u>32,940,635</u>	<u>32,940,635</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 31,394,878</u>	<u>\$ 25,323,405</u>	<u>\$ 34,293,923</u>	<u>\$ 8,970,518</u>

See accompanying Required Supplementary Information Note to Budgetary Comparison Schedules.

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
ROAD FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes	\$ 35,000	\$ 1,296,727	\$ 987,505	\$ (309,222)
Licenses and Permits	62,000	62,000	72,243	10,243
Fines, Forfeitures, and Penalties	-	-	298	298
Revenue from Use of Money and Property	27,000	27,000	(46,207)	(73,207)
Aid from Other Governments	12,575,359	14,588,574	11,480,664	(3,107,910)
Charges for Services	693,410	1,068,805	819,791	(249,014)
Other Revenues	(500)	500	16,401	15,901
Total Revenues	<u>13,392,269</u>	<u>17,043,606</u>	<u>13,330,695</u>	<u>(3,712,911)</u>
EXPENDITURES				
Current:				
Public Way and Facilities	9,256,991	12,166,619	9,044,809	3,121,810
Capital Outlay	<u>8,884,645</u>	<u>10,245,672</u>	<u>6,646,395</u>	<u>3,599,277</u>
Total Expenditures	<u>18,141,636</u>	<u>22,412,291</u>	<u>15,691,204</u>	<u>6,721,087</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(4,749,367)	(5,368,685)	(2,360,509)	3,008,176
OTHER FINANCING SOURCES (USES)				
Transfers In	3,033,501	3,124,801	1,817,823	(1,306,978)
Sale of Capital Assets	-	-	197,930	197,930
Total Other Financing Sources (Uses)	<u>3,033,501</u>	<u>3,124,801</u>	<u>2,015,753</u>	<u>(1,109,048)</u>
NET CHANGE IN FUND BALANCE	(1,715,866)	(2,243,884)	(344,756)	1,899,128
Fund Balances - Beginning of Year	<u>1,333,970</u>	<u>1,333,970</u>	<u>1,333,970</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ (381,896)</u>	<u>\$ (909,914)</u>	<u>\$ 989,214</u>	<u>\$ 1,899,128</u>

See accompanying Required Supplementary Information Note to Budgetary Comparison Schedules.

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
COMMUNITY DEVELOPMENT AGENCY – MAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Taxes	\$ 32,876	\$ 32,876	\$ 30,748	\$ (2,128)
Licenses and Permits	1,794,422	1,799,719	1,800,916	1,197
Fines, Forfeitures, and Penalties	10,000	10,000	30,787	20,787
Revenue from Use of Money and Property	47,500	47,500	20,812	(26,688)
Aid from Other Governments	648,227	748,227	732,847	(15,380)
Charges for Services	2,210,447	2,597,786	2,591,253	(6,533)
Other Revenues	1,900	1,900	18,291	16,391
Total Revenues	<u>4,745,372</u>	<u>5,238,008</u>	<u>5,225,654</u>	<u>(12,354)</u>
EXPENDITURES				
Current:				
Public Protection	4,941,852	5,468,658	4,956,161	512,497
Health and Sanitation	2,827,532	2,869,525	2,592,810	276,715
Capital Outlay	25,000	61,117	14,206	46,911
Total Expenditures	<u>7,794,384</u>	<u>8,399,300</u>	<u>7,563,177</u>	<u>836,123</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>(3,049,012)</u>	<u>(3,161,292)</u>	<u>(2,337,523)</u>	<u>823,769</u>
OTHER FINANCING SOURCES (USES)				
Transfers In	2,629,481	2,783,214	2,520,288	(262,926)
Transfers Out	(23,395)	(121,999)	(93,971)	28,028
Sale of capital assets	-	-	5,460	5,460
Total Other Financing Sources (Uses)	<u>2,606,086</u>	<u>2,661,215</u>	<u>2,431,777</u>	<u>(229,438)</u>
NET CHANGE IN FUND BALANCE	<u>(442,926)</u>	<u>(500,077)</u>	<u>94,254</u>	<u>594,331</u>
Fund Balances - Beginning of Year	<u>3,618,935</u>	<u>3,618,935</u>	<u>3,618,935</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 3,176,009</u>	<u>\$ 3,118,858</u>	<u>\$ 3,713,189</u>	<u>\$ 594,331</u>

See accompanying Required Supplementary Information Note to Budgetary Comparison Schedules.

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
HUMAN SERVICES AGENCY – MAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Fines, Forfeitures, and Penalties	\$ 815	\$ 815	\$ 505	\$ (310)
Revenue from Use of Money and Property	80,000	80,000	(74,136)	(154,136)
Aid from Other Governments	45,169,682	46,848,610	47,003,034	154,424
Charges for Services	1,744,082	1,744,082	1,720,677	(23,405)
Other Revenues	98,376	197,416	301,424	104,008
Total Revenues	47,092,955	48,870,923	48,951,504	80,581
EXPENDITURES				
Current:				
Health and Sanitation	26,490,126	28,331,841	24,244,827	4,087,014
Public Protection	30,884,504	31,313,320	28,545,639	2,767,681
Capital Outlay	-	48,081	47,609	472
Total Expenditures	57,374,630	59,693,242	52,838,075	6,855,167
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(10,281,675)	(10,822,319)	(3,886,571)	6,935,748
OTHER FINANCING SOURCES (USES)				
Transfers In	19,975,713	23,568,199	8,080,655	(15,487,544)
Transfers Out	(11,811,769)	(14,974,897)	(480,528)	14,494,369
Sale of Capital Assets	-	-	4,309	4,309
Total Other Financing Sources (Uses)	8,163,944	8,593,302	7,604,436	(988,866)
NET CHANGE IN FUND BALANCE	(2,117,731)	(2,229,017)	3,717,865	5,946,882
Fund Balances - Beginning of Year	12,523,316	12,523,316	12,523,316	-
FUND BALANCES - END OF YEAR	<u>\$ 10,405,585</u>	<u>\$ 10,294,299</u>	<u>\$ 16,241,181</u>	<u>\$ 5,946,882</u>

See accompanying Required Supplementary Information Note to Budgetary Comparison Schedules.

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
LOCAL REVENUE FUND 2011 REALIGNMENT – SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Revenue from Use of Money and Property	\$ 55,000	\$ 80,610	\$ (29,930)	\$ (110,540)
Aid from Other Governments	<u>12,606,742</u>	<u>12,679,345</u>	<u>14,209,964</u>	<u>1,530,619</u>
Total Revenues	<u>12,661,742</u>	<u>12,759,955</u>	<u>14,180,034</u>	<u>1,420,079</u>
EXPENDITURES				
Current:				
Public Protection	<u>300,000</u>	<u>300,000</u>	<u>225,000</u>	<u>75,000</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	12,361,742	12,459,955	13,955,034	1,495,079
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(12,997,131)</u>	<u>(13,133,024)</u>	<u>(12,067,250)</u>	<u>1,065,774</u>
Total Other Financing Sources (Uses)	<u>(12,997,131)</u>	<u>(13,133,024)</u>	<u>(12,067,250)</u>	<u>1,065,774</u>
NET CHANGE IN FUND BALANCE	(635,389)	(673,069)	1,887,784	2,560,853
Fund Balances - Beginning of Year	<u>4,966,474</u>	<u>4,966,474</u>	<u>4,966,474</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 4,331,085</u>	<u>\$ 4,293,405</u>	<u>\$ 6,854,258</u>	<u>\$ 2,560,853</u>

See accompanying Required Supplementary Information Note to Budgetary Comparison Schedules.

**COUNTY OF NEVADA
REQUIRED SUPPLEMENTARY INFORMATION
NOTE TO BUDGETARY COMPARISON SCHEDULES
YEAR ENDED JUNE 30, 2018**

BUDGETARY BASIS OF ACCOUNTING

Formal budgetary integration is employed as a management control device during the year. The County presents a comparison of annual budgets to actual results for the County's General, Special Revenue and Debt Service funds. The amounts reported on the budgetary basis are generally on a basis consistent with accounting principles generally accepted in the United States of America (GAAP).

In accordance with the provisions of Sections 29000 and 29143, inclusive, of the California Government Code and other statutory provisions, commonly known as the County Budget Act, the County prepares a budget for each fiscal year on or before August 30. Budgeted expenditures are enacted into law through the passage of an Appropriation Ordinance. This ordinance mandates the maximum authorized expenditures for the fiscal year and cannot be exceeded except by subsequent amendments to the budget by the County's Board of Supervisors.

The following procedures are performed by the County in establishing the budgetary data reflected in the financial statements:

- (1) The County Executive Officer submits to the Board of Supervisors a recommended draft budget for the fiscal year commencing the following July 1. The budget includes recommended expenditures and the means of financing them.
- (2) The Board of Supervisors reviews the recommended budget at regularly scheduled meetings, which are open to the public. The Board also conducts a public hearing on the recommended budget to obtain comments from interested persons.
- (3) Prior to July 1, the budget is adopted through the passage of a resolution.
- (4) From the effective date of the budget, which is adopted and controlled at the service budget unit, the amounts stated therein as recommended expenditures, become appropriations to the various County service budget units. The Board of Supervisors may amend the budget by motion during the fiscal year. The County Executive Officer may authorize transfers from one object or purpose to another within the same service budget unit.

The County uses an encumbrance system as an extension of normal budgetary accounting for the general and other governmental funds. Under this system, purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of applicable appropriations. Encumbrances outstanding at year end are recorded as restricted, committed or assigned fund balance since they do not constitute expenditures or liabilities. Unencumbered appropriations lapse at year-end. Encumbered appropriations are carried forward in the ensuing year's budget.

**COMBINING AND INDIVIDUAL FUND
STATEMENTS AND SCHEDULES**

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NONMAJOR GOVERNMENTAL FUNDS

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**COUNTY OF NEVADA
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2018**

	Special Revenue Funds	Capital Project Funds	Debt Service Funds	Totals
ASSETS				
Cash and Investments	\$ 27,981,029	\$ 304	\$ 2,640,949	\$ 30,622,282
Accounts Receivable	76,538	-	-	76,538
Taxes Receivable	642,552	-	-	642,552
Due from Other Governments	2,232,323	-	-	2,232,323
Due from Other Funds	612,392	219,732	3,805	835,929
Restricted Cash and Investments	-	-	883,559	883,559
Advance to Other Funds	2,258,368	-	-	2,258,368
Loans Receivable	4,613,862	-	-	4,613,862
Total Assets	<u>\$ 38,417,064</u>	<u>\$ 220,036</u>	<u>\$ 3,528,313</u>	<u>\$ 42,165,413</u>
LIABILITIES				
Accounts Payable	\$ 1,703,620	\$ 669,675	\$ -	\$ 2,373,295
Salaries and Benefits Payable	153,014	-	-	153,014
Due to Other Funds	1,964,200	-	223,537	2,187,737
Due to Other Governments	54,495	-	-	54,495
Total Liabilities	<u>3,875,329</u>	<u>669,675</u>	<u>223,537</u>	<u>4,768,541</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	<u>148,056</u>	<u>-</u>	<u>-</u>	<u>148,056</u>
FUND BALANCES				
Restricted	32,279,588	-	3,304,776	35,584,364
Assigned	2,114,091	-	-	2,114,091
Unassigned	-	(449,639)	-	(449,639)
Total Fund Balances	<u>34,393,679</u>	<u>(449,639)</u>	<u>3,304,776</u>	<u>37,248,816</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 38,417,064</u>	<u>\$ 220,036</u>	<u>\$ 3,528,313</u>	<u>\$ 42,165,413</u>

COUNTY OF NEVADA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2018

	Special Revenue Funds	Capital Project Funds	Debt Service Funds	Totals
REVENUES				
Taxes	\$ 4,368,528	\$ -	\$ -	\$ 4,368,528
Licenses and Permits	11,063	-	-	11,063
Fines, Forfeitures, and Penalties	483,090	-	-	483,090
Use of Money and Property	(22,117)	(109)	31,367	9,141
Intergovernmental	17,284,085	-	-	17,284,085
Charges for Services	1,719,352	-	30,135	1,749,487
Other Revenues	619,023	-	-	619,023
Total Revenues	24,463,024	(109)	61,502	24,524,417
EXPENDITURES				
Current:				
General Government	134,011	-	9,062	143,073
Public Ways and Facilities	1,165,951	-	2,938	1,168,889
Public Protection	3,799,356	-	-	3,799,356
Health and sanitation	4,964,872	-	-	4,964,872
Public assistance	540,269	-	-	540,269
Education	3,692,842	-	-	3,692,842
Recreation and Culture	45,172	-	-	45,172
Debt Service:				
Principal	-	-	2,327,881	2,327,881
Interest and Other Charges	-	-	907,605	907,605
Capital Outlay	26,582	1,843,639	-	1,870,221
Total Expenditures	14,369,055	1,843,639	3,247,486	19,460,180
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	10,093,969	(1,843,748)	(3,185,984)	5,064,237
OTHER FINANCING SOURCES (USES)				
Transfers in	2,352,634	1,751,964	3,232,456	7,337,054
Transfers out	(8,141,947)	-	(2,177,178)	(10,319,125)
Total Other Financing Sources (Uses)	(5,789,313)	1,751,964	1,055,278	(2,982,071)
NET CHANGE IN FUND BALANCE	4,304,656	(91,784)	(2,130,706)	2,082,166
Fund Balances - Beginning of Year, Restated	30,089,023	(357,855)	5,435,482	35,166,650
FUND BALANCES - END OF YEAR	<u>\$ 34,393,679</u>	<u>\$ (449,639)</u>	<u>\$ 3,304,776</u>	<u>\$ 37,248,816</u>

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

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**COUNTY OF NEVADA
NARRATIVE SUMMARY
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018**

Special revenue funds are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specific purposes other than debt service or capital projects. Nonmajor special revenue funds used by the County are listed below:

FISH AND GAME

The fund provides for expenditures, which are used for the protection and propagation of fish and game. Revenues are from the County's share of fines collected for violations of fish and game laws.

CHILD SUPPORT SERVICES

The fund provides for services to establish paternity, obtains and enforces court orders for child support, collects and distributes payments, and provides community outreach about those services for the benefit of minor children.

PUBLIC LIBRARY

The fund finances public library services for 3 branches and 2 stations located in the unincorporated and incorporated areas within the County.

INET MAINTENANCE

The fund was established for cable franchise agreements that provide payment of grants to support the development of an institutional network (INET) to purchase equipment and to support public, educational and governmental television programming.

WORKERS' COMPENSATION

The fund provides claims management and pays the premium costs for workers' compensation.

NONMAJOR HUMAN SERVICE AGENCY

ALCOHOL EDUCATION PROGRAM PC 1463.16

The fund was established per Penal Code 1463.16 for the County's Alcohol Program Plan which is submitted to the State Department of Alcohol and Drug Programs.

DRUG EDUCATION TRUST

The fund was established per Health and Safety Code 11372.7 to maintain a drug program fund, amounts to be deposited into the fund shall be allocated by the administrator of the County's Drug Program.

ALCOHOL EDUCATION PG PC 1463.25

The fund was established per Penal Code 1463.25 pursuant to Vehicle Code Section 23196 and utilized pursuant to Health and Safety Code Section 11802. Amounts deposited into the fund shall be allocated by the administrator of the County's Drug Program.

EMERGENCY MEDICAL SERVICES

The fund was established to support emergency medical services pursuant to Chapter 2.5, Division 2.5 of the Health and Safety Code.

**COUNTY OF NEVADA
NARRATIVE SUMMARY (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018**

LOCAL BIOTERRORISM PREPAREDNESS

The fund accounts for funding from CA. Dept. of Health Services for public health emergency preparedness including pandemic influenza and other potential emergencies.

CHILDREN'S TRUST AB-2994

The fund was established pursuant to Assembly Bill 2994 for child abuse prevention and treatment services.

HEALTH – VRIP

The fund provides for the Vital Records Improvement Program.

HPP

To track receipt and expenditure of Local Hospital Preparedness Program (HPP) for vaccination, antiviral distribution/dispensing and administration, epidemiology, laboratory, surveillance and other associated pandemic preparedness and response activities.

MHSA

Mental Health Services Act revenues from special State tax. Fund tracks revenues and expenditures supported by this funding.

Tobacco Program

Fund required to track Prop 99 and Prop 56 revenue and expenditures for Tobacco programs.

ADMINISTRATION

FOREST RESERVES

The fund provides for disbursement of Title III funds at the County's discretion as long as the projects meet the requirements established in the law. Examples of authorized uses are: search, rescue and emergency services to reimburse a County or Sheriff's department for services performed on Federal lands; easement purchases to provide access to public lands; forest related educational opportunities and fire prevention planning.

CRIMINAL JUSTICE TEMPORARY FACILITY CONSTRUCTION

The fund provides for Criminal Justice construction projects pursuant to Government Code Section 761010.

PUBLIC SAFETY AUGMENT

The fund provides for the receipting of and disbursement of Public Safety Augmentation Funds (Proposition 172), according to the agreed upon allocations per County resolution.

DISPUTE RESOLUTION

The Dispute Resolution Programs Act of 1986 provided for the local establishment and funding of informal dispute resolution. The County is authorized to allocate up to \$8 from filing fees in superior, municipal and justice court actions to generate new revenues for these local programs.

**COUNTY OF NEVADA
NARRATIVE SUMMARY (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018**

COMMUNITY DEVELOPMENT AGENCY

PROPERTY MAINTENANCE/NUISANCE ABATEMENT

This fund was established to deposit building code, fire code, zoning fines and is for the ongoing abatement of violations under regulatory authority in order to improve the quality of life and resolve safety issues within neighborhoods. Nuisance abatement is often a component of problem oriented or community policing programs.

RECREATION MITIGATION

Funds setup for deposit of fees for the purpose of developing new or rehabilitating existing neighborhood or community park or recreation facilities.

ENVIRONMENTAL HEALTH PENALTIES

Fund setup for deposit of fines and penalties related to underground storage tanks and tracks expenditures exclusively related to enforcement.

CAPITAL FACILITY MITIGATION

Fund setup for the receipt and disbursement of Capital Facility Mitigation fees collected under CEQA statutes from subdivisions for fair-share contributions.

DISTRICT ATTORNEY

DUI LAB FEES

To pay the costs of performing analysis of blood, breath or urine for alcohol content or the presence of drugs and the related costs for criminal lab services. Funded by a fee collected for the conviction of specific Vehicle Code Sections.

ASSET FORFEITURE

The fund was established to hold proceeds from property seized.

ENVIRONMENTAL ENFORCEMENT

Funds to be used to support environmental enforcement activities, including litigation, training and related expenses.

PROBATION

DOMESTIC VIOLENCE PROGRAM

This fund was established by statute for the deposit of fee per marriage license issued by the County Clerk-Recorder to be used to fund domestic violence shelter-based programs.

CORRECTIONAL TRAINING

The fund was established for training of eligible juvenile counselors and probation officers to improve the level of competence of such staff. Such application and approval is governed by regulation and procedures established by the Board, subject to the availability of funds.

**COUNTY OF NEVADA
NARRATIVE SUMMARY (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018**

WARD WELFARE FUND

This fund was established by statute for the deposit of any funds received from a telephone company that is attributable to the use of pay telephones which are primarily used by confined wards while incarcerated, and to be used for the benefit, education and welfare of the wards detained.

ASSET FORFEITURE

This fund was established to hold proceeds from property seized.

YOUTHFUL OFFENDER BLOCK GRANT

Fund established to track the revenues and expenditures related to the Youthful Offender Block Grant allocation. The fund is to be used to provide the appropriate rehabilitative, intervention and supervision services.

JJCPA

To provide for front-line law enforcement services specific to juveniles as part of the Juvenile Justice Crime Prevention Act.

RECORDER

The fund provides for repository of official and vital records for the County and files or records a variety of documents, maintains a record of those documents for posterity, and makes certified copies available to the public.

SHERIFF

AUTOMATED WARRANT SYSTEM

The fund was established to track vehicle code 40508.5 fines for development and operation of the automated warrant system.

CIVIL FEE – AB709

The fund was established per Assembly Bill 709, funds to be used for implementation, maintenance and purchase of equipment and furnishings for Sheriff-Civil.

ATTACHMENT ASSESSMENT FEE

The fund was established per Government Code Section 26746, funds to be used for County's cost for vehicle fleet replacement and equipment for the Sheriff.

RURAL & SMALL COUNTIES LAP (LOCAL ASSISTANCE PROGRAM)

Grant funds to be used for paying expenses related to law enforcement.

CORRECTIONAL TRAINING

The fund was established for training of eligible corrections officers to improve the level of competence of such staff. Such application and approval is governed by regulation and procedures established by the Board, subject to the availability of funds.

LDFF – LOCAL DETENTION FACILITY FUND

Allocation from State for the operation, renovation, remodeling and construction of local detention facilities. Fees charged to outside agencies if no appropriation.

**COUNTY OF NEVADA
NARRATIVE SUMMARY (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018**

INMATE WELFARE FUND

The fund was created by statute primarily for the benefit, education and welfare of the inmates confined within the jail.

ANIMAL HEALTH FUND

The fund was established to provide treatment for stray animals that could become adoptable with reasonable efforts, Food & Agriculture Code 17005.

SPAY AND NEUTER FUND

The fund is utilized as a collection for donations and large animal spay and neuter deposit fees that are to be used for the spay and neuter program, public education and administration of the program.

KREA SPAY AND NEUTER PROGRAM FUND

The fund was established for a voucher program with set dollar amounts to help defray the costs to the public and ensure dogs and cats are spayed and neutered. The Estate of Nickolaus Krea made a donation for the specific purpose of spaying and neutering dogs and cats.

WILSON FAMILY TRUST

The fund was established exclusively for food and medical care of the animals under their control and not for administrative, labor, overhead expenses of the like. The Wilson Family Trust made a donation for this specific purpose.

FEDERAL ASSET FORFEITURE FUND

The fund was established to hold proceeds from property seized until a Federal court order allocates the distribution per Code Section 11489.

FINGERPRINT IDENTIFICATION

Fund was established for the enhancement of fingerprint facilities funded by monies levied from fines, fee and forfeitures on criminal offenses. Monies are to be used only for the purchase, lease, operation, including personnel and related costs, and maintenance of automated fingerprint equipment, or for the reimbursement to agencies that had previously performed any of these functions.

LAW ENFORCEMENT SERVICES

Also known as the Citizens for Public Safety grant (COPS). These funds are allocated to the Sheriff – Jail (12.5%) for county jail construction and operations, the District Attorney (12.5%) for the prosecution of criminals and 75% to the County and the cities within the County local front line law enforcement services.

GC76104.6 ST DNA ACT

The fund was established to collect fines from the DNA Penalty Assessment (Proposition 69). These funds are used for Administrative costs; collection of samples; processing/analysis/tracking and storage of DNA crime scene samples; equipment; software and other.

ANTI-DRUG ABUSE/GANG DIVERSION

This fund was established per Health and Safety Code. Funds are a portion of State Asset Forfeiture distributions and are to be used solely to fund programs designed to combat drug abuse and divert gang activity.

**COUNTY OF NEVADA
NARRATIVE SUMMARY (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018**

STATE ASSET FORFEITURE

The fund was established to hold proceeds from property seized until a State court order allocates the distribution per Code Section 11489.

SPECIAL DISTRICTS GOVERNED BY THE BOARD OF SUPERVISORS

These funds support a number of special purpose district funds administered by the Department of Public Works. Funding is provided by tax levies and service charges.

PUBLIC WORKS

The fund provides for the construction and maintenance of county roads, along with transportation planning activities.

HOUSING AND COMMUNITY SERVICES

The fund provides for the securing of State and Federal grants for affordable housing, economic development, energy assistance, community facilities and various low-income community services.

**COUNTY OF NEVADA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2018**

	Fish and Game	Child Support Services	Public Library
ASSETS			
Cash and Investments	\$ 31,209	\$ 1,320,963	\$ 2,702,217
Accounts Receivable	-	2,600	16,294
Taxes Receivable	-	-	642,551
Due from Other Governments	-	3,108	38,862
Due from Other Funds	-	50,796	180,162
Advance to Other Funds	-	-	-
Loans Receivable	-	-	-
	<u>\$ 31,209</u>	<u>\$ 1,377,467</u>	<u>\$ 3,580,086</u>
Total Assets			
LIABILITIES			
Accounts Payable	\$ -	\$ 21,985	\$ 162,121
Salaries and Benefits Payable	-	73,463	79,551
Due to Other Funds	-	5,578	119,579
Due to Other Governments	-	-	-
Total Liabilities	<u>-</u>	<u>101,026</u>	<u>361,251</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue	-	3,108	10,762
Total Deferred Inflows of Resources	<u>-</u>	<u>3,108</u>	<u>10,762</u>
FUND BALANCES			
Restricted	31,209	954,273	1,603,831
Committed	-	-	-
Assigned	-	319,060	1,604,242
Total Fund Balances	<u>31,209</u>	<u>1,273,333</u>	<u>3,208,073</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 31,209</u>	<u>\$ 1,377,467</u>	<u>\$ 3,580,086</u>

**COUNTY OF NEVADA
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2018**

	Inet Maintenance	Workers' Compensation	Nonmajor Human Service Agency
ASSETS			
Cash and Investments	\$ 193,214	\$ 98,131	\$ 8,676,310
Accounts Receivable	30,139	-	16,789
Taxes Receivable	-	-	-
Due from Other Governments	-	-	590,528
Due from Other Funds	-	-	-
Advance to Other Funds	-	-	-
Loans Receivable	-	-	-
	<u>\$ 223,353</u>	<u>\$ 98,131</u>	<u>\$ 9,283,627</u>
Total Assets			
LIABILITIES			
Accounts Payable	\$ 373	\$ 104	\$ 661,176
Salaries and Benefits Payable	-	-	-
Due to Other Funds	1,093	34,217	727,910
Due to Other Governments	-	-	-
Total Liabilities	<u>1,466</u>	<u>34,321</u>	<u>1,389,086</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Restricted	210,730	63,810	7,894,164
Committed	-	-	-
Assigned	11,157	-	377
Total Fund Balances	<u>221,887</u>	<u>63,810</u>	<u>7,894,541</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 223,353</u>	<u>\$ 98,131</u>	<u>\$ 9,283,627</u>

**COUNTY OF NEVADA
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2018**

	Administration	Community Development Agency	District Attorney
ASSETS			
Cash and Investments	\$ 234,539	\$ 643,772	\$ 272,278
Accounts Receivable	1,330	-	69
Taxes Receivable	-	-	-
Due from Other Governments	1,362,843	-	-
Due from Other Funds	-	-	-
Advance to Other Funds	-	-	-
Loans Receivable	-	-	-
	<u>\$ 1,598,712</u>	<u>\$ 643,772</u>	<u>\$ 272,347</u>
Total Assets			
LIABILITIES			
Accounts Payable	\$ 756,255	\$ -	\$ 5,959
Salaries and Benefits Payable	-	-	-
Due to Other Funds	550,053	33,027	1,053
Due to Other Governments	54,495	-	-
Total Liabilities	<u>1,360,803</u>	<u>33,027</u>	<u>7,012</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES			
Restricted	237,909	610,745	265,335
Committed	-	-	-
Assigned	-	-	-
Total Fund Balances	<u>237,909</u>	<u>610,745</u>	<u>265,335</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,598,712</u>	<u>\$ 643,772</u>	<u>\$ 272,347</u>

**COUNTY OF NEVADA
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2018**

	Probation	Recorder	Sheriff	Special Districts Governed by the Board of Supervisors
ASSETS				
Cash and Investments	\$ 2,245,500	\$ 670,461	\$ 7,175,406	\$ 2,175,815
Accounts Receivable	-	1,211	4,231	-
Taxes Receivable	-	-	-	1
Due from Other Governments	102,796	-	-	-
Due from Other Funds	161,771	-	219,663	-
Advance to Other Funds	-	-	-	-
Loans Receivable	-	-	-	-
	<u>\$ 2,510,067</u>	<u>\$ 671,672</u>	<u>\$ 7,399,300</u>	<u>\$ 2,175,816</u>
Total Assets				
LIABILITIES				
Accounts Payable	\$ 91	\$ 12,752	\$ 1,101	\$ 1,120
Salaries and Benefits Payable	-	-	-	-
Due to Other Funds	111,624	287,233	48,080	13,107
Due to Other Governments	-	-	-	-
Total Liabilities	<u>111,715</u>	<u>299,985</u>	<u>49,181</u>	<u>14,227</u>
DEFERRED INFLOWS OF RESOURCES				
Unavailable Revenue	-	-	-	-
Total Deferred Inflows of Resources	-	-	-	-
FUND BALANCES				
Restricted	2,398,352	371,687	7,350,119	2,161,589
Committed	-	-	-	-
Assigned	-	-	-	-
Total Fund Balances	<u>2,398,352</u>	<u>371,687</u>	<u>7,350,119</u>	<u>2,161,589</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,510,067</u>	<u>\$ 671,672</u>	<u>\$ 7,399,300</u>	<u>\$ 2,175,816</u>

**COUNTY OF NEVADA
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
JUNE 30, 2018**

	Public Works	Housing and Community Services	Totals
ASSETS			
Cash and Investments	\$ 311,544	\$ 1,229,670	\$ 27,981,029
Accounts Receivable	3,875	-	76,538
Taxes Receivable	-	-	642,552
Due from Other Governments	-	134,186	2,232,323
Due from Other Funds	-	-	612,392
Advance to Other Funds	2,258,368	-	2,258,368
Loans Receivable	-	4,613,862	4,613,862
	<u>\$ 2,573,787</u>	<u>\$ 5,977,718</u>	<u>\$ 38,417,064</u>
Total Assets			
LIABILITIES			
Accounts Payable	\$ 78,353	\$ 2,230	\$ 1,703,620
Salaries and Benefits Payable	-	-	153,014
Due to Other Funds	-	31,646	1,964,200
Due to Other Governments	-	-	54,495
Total Liabilities	<u>78,353</u>	<u>33,876</u>	<u>3,875,329</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue	-	134,186	148,056
Total Deferred Inflows of Resources	<u>-</u>	<u>134,186</u>	<u>148,056</u>
FUND BALANCES			
Restricted	2,495,434	5,630,401	32,279,588
Committed	-	-	-
Assigned	-	179,255	2,114,091
Total Fund Balances	<u>2,495,434</u>	<u>5,809,656</u>	<u>34,393,679</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,573,787</u>	<u>\$ 5,977,718</u>	<u>\$ 38,417,064</u>

**COUNTY OF NEVADA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018**

	Fish and Game	Child Support Services	Public Library
REVENUES			
Taxes	\$ -	\$ -	\$ 4,326,911
Licenses and Permits	-	-	-
Fines, Forfeitures, and Penalties	2,399	-	-
Use of Money and Property	(75)	896	(4,263)
Intergovernmental	-	2,714,077	256,428
Charges for Services	-	-	37,683
Other Revenues	-	1,904	89,954
Total Revenues	<u>2,324</u>	<u>2,716,877</u>	<u>4,706,713</u>
EXPENDITURES			
Current:			
General Government	-	-	-
Public Ways and Facilities	-	-	-
Public Protection	1,316	2,538,340	-
Health and sanitation	-	-	-
Public assistance	-	-	-
Education	-	-	3,692,842
Recreation and Culture	-	-	-
Capital Outlay	-	-	26,582
Total Expenditures	<u>1,316</u>	<u>2,538,340</u>	<u>3,719,424</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	1,008	178,537	987,289
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	720,648
Transfers Out	-	-	(5,001)
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>715,647</u>
NET CHANGE IN FUND BALANCES	1,008	178,537	1,702,936
Fund Balances - Beginning of Year, Restated	<u>30,201</u>	<u>1,094,796</u>	<u>1,505,137</u>
FUND BALANCES - END OF YEAR	<u>\$ 31,209</u>	<u>\$ 1,273,333</u>	<u>\$ 3,208,073</u>

COUNTY OF NEVADA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	Inet Maintenance	Workers' Compensation	Nonmajor Human Services Agency
REVENUES			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	-
Fines, Forfeitures, and Penalties	-	-	148,598
Use of Money and Property	(959)	1,045	(19,910)
Intergovernmental	-	-	5,664,378
Charges for Services	1,200	-	92,561
Other Revenues	123,393	66,369	1,622
Total Revenues	123,634	67,414	5,887,249
EXPENDITURES			
Current:			
General Government	33,687	99,337	-
Public Ways and Facilities	-	-	-
Public Protection	-	-	-
Health and sanitation	-	-	4,944,446
Public assistance	-	-	-
Education	-	-	-
Recreation and Culture	-	-	-
Capital Outlay	-	-	-
Total Expenditures	33,687	99,337	4,944,446
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	89,947	(31,923)	942,803
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	55,221
Transfers Out	(2,335)	-	(21,697)
Total Other Financing Sources (Uses)	(2,335)	-	33,524
NET CHANGE IN FUND BALANCES	87,612	(31,923)	976,327
Fund Balances - Beginning of Year, Restated	134,275	95,733	6,918,214
FUND BALANCES - END OF YEAR	<u>\$ 221,887</u>	<u>\$ 63,810</u>	<u>\$ 7,894,541</u>

COUNTY OF NEVADA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	Administration	Community Development Agency	District Attorney
REVENUES			
Taxes	\$ -	\$ -	\$ -
Licenses and Permits	-	-	11,063
Fines, Forfeitures, and Penalties	121,668	163,767	21,501
Use of Money and Property	1,032	(1,486)	(1,158)
Intergovernmental	7,198,417	-	28,078
Charges for Services	-	4,386	-
Other Revenues	15,520	1,468	96,384
Total Revenues	<u>7,336,637</u>	<u>168,135</u>	<u>155,868</u>
EXPENDITURES			
Current:			
General Government	987	-	-
Public Ways and Facilities	-	-	-
Public Protection	836,017	15,763	22,964
Health and sanitation	-	20,426	-
Public assistance	-	-	12,369
Education	-	-	-
Recreation and Culture	-	45,172	-
Capital Outlay	-	-	-
Total Expenditures	<u>837,004</u>	<u>81,361</u>	<u>35,333</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	6,499,633	86,774	120,535
OTHER FINANCING SOURCES (USES)			
Transfers In	-	-	-
Transfers Out	(6,476,193)	(44,871)	(7,755)
Total Other Financing Sources (Uses)	<u>(6,476,193)</u>	<u>(44,871)</u>	<u>(7,755)</u>
NET CHANGE IN FUND BALANCES	23,440	41,903	112,780
Fund Balances - Beginning of Year, Restated	<u>214,469</u>	<u>568,842</u>	<u>152,555</u>
FUND BALANCES - END OF YEAR	<u>\$ 237,909</u>	<u>\$ 610,745</u>	<u>\$ 265,335</u>

COUNTY OF NEVADA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	Probation	Recorder	Sheriff	Special Districts Governed by the Board of Supervisors
REVENUES				
Taxes	\$ -	\$ -	\$ -	\$ 41,617
Licenses and Permits	-	-	-	-
Fines, Forfeitures, and Penalties	-	-	25,157	-
Use of Money and Property	(3,591)	(1,584)	(18,076)	(3,675)
Intergovernmental	535,218	-	207,979	368
Charges for Services	-	189,038	10,194	483,290
Other Revenues	424	-	139,151	450
Total Revenues	532,051	187,454	364,405	522,050
EXPENDITURES				
Current:				
General Government	-	-	-	-
Public Ways and Facilities	-	-	-	774,602
Public Protection	1,128	285,168	98,660	-
Health and sanitation	-	-	-	-
Public assistance	-	-	-	-
Education	-	-	-	-
Recreation and Culture	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	1,128	285,168	98,660	774,602
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	530,923	(97,714)	265,745	(252,552)
OTHER FINANCING SOURCES (USES)				
Transfers In	615,618	-	892,727	-
Transfers Out	(953,040)	(55,931)	(435,592)	-
Total Other Financing Sources (Uses)	(337,422)	(55,931)	457,135	-
NET CHANGE IN FUND BALANCES	193,501	(153,645)	722,880	(252,552)
Fund Balances - Beginning of Year, Restated	2,204,851	525,332	6,627,239	2,414,141
FUND BALANCES - END OF YEAR	<u>\$ 2,398,352</u>	<u>\$ 371,687</u>	<u>\$ 7,350,119</u>	<u>\$ 2,161,589</u>

COUNTY OF NEVADA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
YEAR ENDED JUNE 30, 2018

	Public Works	Housing and Community Services	Totals
REVENUES			
Taxes	\$ -	\$ -	\$ 4,368,528
Licenses and Permits	-	-	11,063
Fines, Forfeitures, and Penalties	-	-	483,090
Use of Money and Property	31,919	(2,232)	(22,117)
Intergovernmental	-	679,142	17,284,085
Charges for Services	566,800	334,200	1,719,352
Other Revenues	24,302	58,082	619,023
Total Revenues	<u>623,021</u>	<u>1,069,192</u>	<u>24,463,024</u>
EXPENDITURES			
Current:			
General Government	-	-	134,011
Public Ways and Facilities	391,349	-	1,165,951
Public Protection	-	-	3,799,356
Health and sanitation	-	-	4,964,872
Public assistance	-	527,900	540,269
Education	-	-	3,692,842
Recreation and Culture	-	-	45,172
Capital Outlay	-	-	26,582
Total Expenditures	<u>391,349</u>	<u>527,900</u>	<u>14,369,055</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	231,672	541,292	10,093,969
OTHER FINANCING SOURCES (USES)			
Transfers In	-	68,420	2,352,634
Transfers Out	<u>(127,387)</u>	<u>(12,145)</u>	<u>(8,141,947)</u>
Total Other Financing Sources (Uses)	<u>(127,387)</u>	<u>56,275</u>	<u>(5,789,313)</u>
NET CHANGE IN FUND BALANCES	104,285	597,567	4,304,656
Fund Balances - Beginning of Year, Restated	<u>2,391,149</u>	<u>5,212,089</u>	<u>30,089,023</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 2,495,434</u></u>	<u><u>\$ 5,809,656</u></u>	<u><u>\$ 34,393,679</u></u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
FISH AND GAME – NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Fines, Forfeitures, and Penalties	\$ 1,000	\$ 1,000	\$ 2,399	\$ 1,399
Revenue from Use of Money and Property	300	300	(75)	(375)
Total Revenues	<u>1,300</u>	<u>1,300</u>	<u>2,324</u>	<u>1,024</u>
EXPENDITURES				
Current:				
Public Protection	<u>1,828</u>	<u>1,828</u>	<u>1,316</u>	<u>512</u>
NET CHANGE IN FUND BALANCES	(528)	(528)	1,008	1,536
Fund Balances - Beginning of Year	<u>30,201</u>	<u>30,201</u>	<u>30,201</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 29,673</u>	<u>\$ 29,673</u>	<u>\$ 31,209</u>	<u>\$ 1,536</u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
CHILD SUPPORT SERVICES – NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Revenue from Use of Money and Property	\$ 9,000	\$ 9,000	\$ 896	\$ (8,104)
Aid from Other Governments	4,182,198	4,182,198	2,714,077	(1,468,121)
Other Revenues	-	-	1,904	1,904
Total Revenues	<u>4,191,198</u>	<u>4,191,198</u>	<u>2,716,877</u>	<u>(1,474,321)</u>
EXPENDITURES				
Current:				
Public Protection	4,101,198	4,094,870	2,538,340	1,556,530
Capital Outlay	90,000	90,000	-	90,000
Total Expenditures	<u>4,191,198</u>	<u>4,184,870</u>	<u>2,538,340</u>	<u>1,646,530</u>
NET CHANGE IN FUND BALANCES	-	6,328	178,537	172,209
Fund Balances - Beginning of Year, Restated	<u>1,094,796</u>	<u>1,094,796</u>	<u>1,094,796</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 1,094,796</u></u>	<u><u>\$ 1,101,124</u></u>	<u><u>\$ 1,273,333</u></u>	<u><u>\$ 172,209</u></u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
PUBLIC LIBRARY – NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Taxes and Assessments	\$ 2,727,446	\$ 3,158,328	\$ 4,326,911	\$ 1,168,583
Use of Money and Property	28,757	28,757	(4,263)	(33,020)
Intergovernmental	40,750	288,550	256,428	(32,122)
Charges for Services	73,990	73,990	37,683	(36,307)
Other Revenues	37,000	62,725	89,954	27,229
Total Revenues	<u>2,907,943</u>	<u>3,612,350</u>	<u>4,706,713</u>	<u>1,094,363</u>
EXPENDITURES				
Current:				
Education	3,606,007	4,256,197	3,692,842	563,355
Capital Outlay	15,000	55,577	26,582	28,995
Total Expenditures	<u>3,621,007</u>	<u>4,311,774</u>	<u>3,719,424</u>	<u>592,350</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(713,064)	(699,424)	987,289	1,686,713
OTHER FINANCING SOURCES (USES)				
Transfers In	720,648	720,648	720,648	-
Transfers Out	(7,584)	(7,584)	(5,001)	2,583
Total Other Financing Sources (Uses)	<u>713,064</u>	<u>713,064</u>	<u>715,647</u>	<u>2,583</u>
NET CHANGE IN FUND BALANCES	-	13,640	1,702,936	1,689,296
Fund Balances - Beginning of Year	<u>1,505,137</u>	<u>1,505,137</u>	<u>1,505,137</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 1,505,137</u>	<u>\$ 1,518,777</u>	<u>\$ 3,208,073</u>	<u>\$ 1,689,296</u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
INET MAINTENANCE – NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Use of Money and Property	\$ -	\$ -	\$ (959)	\$ (959)
Charges for Services	-	-	1,200	1,200
Other Revenues	96,000	96,000	123,393	27,393
Total Revenues	96,000	96,000	123,634	27,634
EXPENDITURES				
Current:				
General Government	96,000	123,734	33,687	90,047
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	(27,734)	89,947	117,681
OTHER FINANCING SOURCES (USES)				
Transfers Out	-	(47,925)	(2,335)	45,590
NET CHANGE IN FUND BALANCES	-	(75,659)	87,612	163,271
Fund Balances - Beginning of Year	134,275	134,275	134,275	-
FUND BALANCES - END OF YEAR	<u>\$ 134,275</u>	<u>\$ 58,616</u>	<u>\$ 221,887</u>	<u>\$ 163,271</u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
WORKERS' COMPENSATION – NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Use of Money and Property	\$ 2,000	\$ 2,000	\$ 1,045	\$ (955)
Other Revenues	<u>115,700</u>	<u>115,700</u>	<u>66,369</u>	<u>(49,331)</u>
Total Revenues	<u>117,700</u>	<u>117,700</u>	<u>67,414</u>	<u>(50,286)</u>
EXPENDITURES				
Current:				
General Government	<u>117,700</u>	<u>117,725</u>	<u>99,337</u>	<u>18,388</u>
NET CHANGE IN FUND BALANCES	-	(25)	(31,923)	(31,898)
Fund Balances - Beginning of Year	<u>95,733</u>	<u>95,733</u>	<u>95,733</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 95,733</u></u>	<u><u>\$ 95,708</u></u>	<u><u>\$ 63,810</u></u>	<u><u>\$ (31,898)</u></u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
HUMAN SERVICES AGENCY – NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Fines, Forfeitures, and Penalties	\$ 163,404	\$ 163,404	\$ 148,598	\$ (14,806)
Use of Money and Property	75,736	75,736	(19,910)	(95,646)
Intergovernmental	4,318,879	4,548,843	5,664,378	1,115,535
Charges for Services	71,083	71,083	92,561	21,478
Other Revenues	3,120	3,120	1,622	(1,498)
Total Revenues	<u>4,632,222</u>	<u>4,862,186</u>	<u>5,887,249</u>	<u>1,025,063</u>
EXPENDITURES				
Current:				
Health and Sanitation	<u>5,048,808</u>	<u>5,398,962</u>	<u>4,944,446</u>	<u>454,516</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(416,586)	(536,776)	942,803	1,479,579
OTHER FINANCING SOURCES (USES)				
Transfers In	55,221	55,221	55,221	-
Transfers Out	<u>(37,746)</u>	<u>(37,746)</u>	<u>(21,697)</u>	<u>16,049</u>
Total Other Financing Sources (Uses)	<u>17,475</u>	<u>17,475</u>	<u>33,524</u>	<u>16,049</u>
NET CHANGE IN FUND BALANCES	(399,111)	(519,301)	976,327	1,495,628
Fund Balances - Beginning of Year, Restated	<u>6,918,214</u>	<u>6,918,214</u>	<u>6,918,214</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 6,519,103</u></u>	<u><u>\$ 6,398,913</u></u>	<u><u>\$ 7,894,541</u></u>	<u><u>\$ 1,495,628</u></u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
ADMINISTRATION – NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Fines, Forfeitures, and Penalties	\$ 151,160	\$ 151,160	\$ 121,668	\$ (29,492)
Use of Money and Property	2,861	3,297	1,032	(2,265)
Intergovernmental	6,791,449	6,791,449	7,198,417	406,968
Other Revenues	13,384	13,384	15,520	2,136
Total Revenues	<u>6,958,854</u>	<u>6,959,290</u>	<u>7,336,637</u>	<u>377,347</u>
EXPENDITURES				
Current:				
General Government	1,126	1,157	987	170
Public Protection	808,459	808,459	836,017	(27,558)
Total Expenditures	<u>809,585</u>	<u>809,616</u>	<u>837,004</u>	<u>(27,388)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	6,149,269	6,149,674	6,499,633	349,959
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(6,140,071)</u>	<u>(6,140,507)</u>	<u>(6,476,193)</u>	<u>(335,686)</u>
NET CHANGE IN FUND BALANCES	9,198	9,167	23,440	14,273
Fund Balances - Beginning of Year	<u>214,469</u>	<u>214,469</u>	<u>214,469</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 223,667</u>	<u>\$ 223,636</u>	<u>\$ 237,909</u>	<u>\$ 14,273</u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
COMMUNITY DEVELOPMENT AGENCY – NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Fines, Forfeitures, and Penalties	\$ 114,790	\$ 114,790	\$ 163,767	\$ 48,977
Use of Money and Property	12,878	12,878	(1,486)	(14,364)
Charges for Services	3,500	3,500	4,386	886
Other Revenues	3,300	3,300	1,468	(1,832)
Total Revenues	<u>134,468</u>	<u>134,468</u>	<u>168,135</u>	<u>33,667</u>
EXPENDITURES				
Current:				
Public Protection	62,450	62,450	15,763	46,687
Health and Sanitation	38,846	38,846	20,426	18,420
Recreation	64,950	84,750	45,172	39,578
Total Expenditures	<u>166,246</u>	<u>186,046</u>	<u>81,361</u>	<u>104,685</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(31,778)	(51,578)	86,774	138,352
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(63,743)</u>	<u>(63,743)</u>	<u>(44,871)</u>	<u>18,872</u>
NET CHANGE IN FUND BALANCES	(95,521)	(115,321)	41,903	157,224
Fund Balances - Beginning of Year	<u>568,842</u>	<u>568,842</u>	<u>568,842</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 473,321</u></u>	<u><u>\$ 453,521</u></u>	<u><u>\$ 610,745</u></u>	<u><u>\$ 157,224</u></u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
DISTRICT ATTORNEY – NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Licenses, Permits, and Franchise Fees	\$ 14,000	\$ 14,000	\$ 11,063	\$ (2,937)
Fines and Forfeitures	26,840	26,840	21,501	(5,339)
Use of Money and Property	705	730	(1,158)	(1,888)
Intergovernmental	-	-	28,078	28,078
Other Revenues	-	-	96,384	96,384
Total Revenues	<u>41,545</u>	<u>41,570</u>	<u>155,868</u>	<u>114,298</u>
EXPENDITURES				
Current:				
Public Protection	23,000	23,000	22,964	36
Public Assistance	17,840	17,840	12,369	5,471
Total Expenditures	<u>40,840</u>	<u>40,840</u>	<u>35,333</u>	<u>5,507</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	705	730	120,535	119,805
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>(705)</u>	<u>(7,653)</u>	<u>(7,755)</u>	<u>(102)</u>
NET CHANGE IN FUND BALANCES	-	(6,923)	112,780	119,703
Fund Balances - Beginning of Year	<u>152,555</u>	<u>152,555</u>	<u>152,555</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 152,555</u></u>	<u><u>\$ 145,632</u></u>	<u><u>\$ 265,335</u></u>	<u><u>\$ 119,703</u></u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
PROBATION – NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Use of Money and Property	\$ 22,480	\$ 22,480	\$ (3,591)	\$ (26,071)
Intergovernmental	733,012	733,012	535,218	(197,794)
Other Revenues	600	600	424	(176)
Total Revenues	<u>756,092</u>	<u>756,092</u>	<u>532,051</u>	<u>(224,041)</u>
EXPENDITURES				
Current:				
Public Protection	<u>1,552</u>	<u>1,552</u>	<u>1,128</u>	<u>424</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	754,540	754,540	530,923	(223,617)
OTHER FINANCING SOURCES (USES)				
Transfers In	532,446	532,446	615,618	83,172
Transfers Out	<u>(1,052,666)</u>	<u>(1,184,166)</u>	<u>(953,040)</u>	<u>231,126</u>
Total Other Financing Sources (Uses)	<u>(520,220)</u>	<u>(651,720)</u>	<u>(337,422)</u>	<u>314,298</u>
NET CHANGE IN FUND BALANCES	234,320	102,820	193,501	90,681
Fund Balances - Beginning of Year	<u>2,204,851</u>	<u>2,204,851</u>	<u>2,204,851</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 2,439,171</u></u>	<u><u>\$ 2,307,671</u></u>	<u><u>\$ 2,398,352</u></u>	<u><u>\$ 90,681</u></u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
RECORDER – NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Use of Money and Property	\$ -	\$ -	\$ (1,584)	\$ (1,584)
Charges for Services	245,000	245,000	189,038	(55,962)
Total Revenues	<u>245,000</u>	<u>245,000</u>	<u>187,454</u>	<u>(57,546)</u>
EXPENDITURES				
Current:				
Public Protection	<u>235,955</u>	<u>546,238</u>	<u>285,168</u>	<u>261,070</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	9,045	(301,238)	(97,714)	203,524
OTHER FINANCING SOURCES (USES)				
Transfers Out	<u>-</u>	<u>(55,954)</u>	<u>(55,931)</u>	<u>23</u>
NET CHANGE IN FUND BALANCES	9,045	(357,192)	(153,645)	203,547
Fund Balances - Beginning of Year	<u>525,332</u>	<u>525,332</u>	<u>525,332</u>	<u>-</u>
FUND BALANCES - END OF YEAR	<u>\$ 534,377</u>	<u>\$ 168,140</u>	<u>\$ 371,687</u>	<u>\$ 203,547</u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
SHERIFF – NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Fines and Forfeitures	\$ 24,040	\$ 24,040	\$ 25,157	\$ 1,117
Use of Money and Property	45,180	45,180	(18,076)	(63,256)
Intergovernmental	40,000	220,000	207,979	(12,021)
Charges for Services	22,000	22,000	10,194	(11,806)
Other Revenues	132,000	132,000	139,151	7,151
Total Revenues	263,220	443,220	364,405	(78,815)
EXPENDITURES				
Current:				
Public Protection	39,100	129,750	98,660	31,090
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	224,120	313,470	265,745	(47,725)
OTHER FINANCING SOURCES (USES)				
Transfers In	694,230	694,230	892,727	198,497
Transfers Out	(1,186,747)	(1,233,672)	(435,592)	798,080
Total Other Financing Sources (Uses)	(492,517)	(539,442)	457,135	996,577
NET CHANGE IN FUND BALANCES	(268,397)	(225,972)	722,880	948,852
Fund Balances - Beginning of Year	6,627,239	6,627,239	6,627,239	-
FUND BALANCES - END OF YEAR	<u>\$ 6,358,842</u>	<u>\$ 6,401,267</u>	<u>\$ 7,350,119</u>	<u>\$ 948,852</u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
SPECIAL DISTRICTS GOVERNED BY THE BOARD OF SUPERVISORS
NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Taxes and Assessments	\$ 38,827	\$ 38,827	\$ 41,617	\$ 2,790
Use of Money and Property	15,509	15,509	(3,675)	(19,184)
Intergovernmental	-	-	368	368
Charges for Services	468,311	468,311	483,290	14,979
Other Revenues	-	-	450	450
Total Revenues	522,647	522,647	522,050	(597)
EXPENDITURES				
Current:				
Public Ways and Facilities	884,745	1,124,733	774,602	350,131
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(362,098)	(602,086)	(252,552)	349,534
Fund Balances - Beginning of Year	2,414,141	2,414,141	2,414,141	-
FUND BALANCES - END OF YEAR	<u>\$ 2,052,043</u>	<u>\$ 1,812,055</u>	<u>\$ 2,161,589</u>	<u>\$ 349,534</u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
PUBLIC WORKS – NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Use of Money and Property	\$ 23,000	\$ 23,000	\$ 31,919	\$ 8,919
Charges for Services	615,600	723,600	566,800	(156,800)
Other Revenues	21,088	21,088	24,302	3,214
Total Revenues	659,688	767,688	623,021	(144,667)
EXPENDITURES				
Current:				
Public Ways and Facilities	352,713	474,757	391,349	83,408
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	306,975	292,931	231,672	(61,259)
OTHER FINANCING SOURCES (USES)				
Transfers Out	(1,342,251)	(1,433,551)	(127,387)	1,306,164
NET CHANGE IN FUND BALANCES	(1,035,276)	(1,140,620)	104,285	1,244,905
Fund Balances - Beginning of Year	2,391,149	2,391,149	2,391,149	-
FUND BALANCES - END OF YEAR	<u>\$ 1,355,873</u>	<u>\$ 1,250,529</u>	<u>\$ 2,495,434</u>	<u>\$ 1,244,905</u>

COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
HOUSING AND COMMUNITY SERVICES – NONMAJOR SPECIAL REVENUE FUND
YEAR ENDED JUNE 30, 2018

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Use of Money and Property	\$ 3,575	\$ 4,919	\$ (2,232)	\$ (7,151)
Intergovernmental	639,589	969,522	679,142	(290,380)
Charges for Services	-	-	334,200	334,200
Other Revenues	25,284	50,998	58,082	7,084
Total Revenues	668,448	1,025,439	1,069,192	43,753
EXPENDITURES				
Current:				
Public Assistance	298,867	623,144	527,900	95,244
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	369,581	402,295	541,292	138,997
OTHER FINANCING SOURCES (USES)				
Transfers In	418,570	682,570	68,420	(614,150)
Transfers Out	(360,000)	(684,645)	(12,145)	672,500
Total Other Financing Sources (Uses)	58,570	(2,075)	56,275	58,350
NET CHANGE IN FUND BALANCES	428,151	400,220	597,567	197,347
Fund Balances - Beginning of Year	5,212,089	5,212,089	5,212,089	-
FUND BALANCES - END OF YEAR	<u>\$ 5,640,240</u>	<u>\$ 5,612,309</u>	<u>\$ 5,809,656</u>	<u>\$ 197,347</u>

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NONMAJOR GOVERNMENTAL FUNDS

CAPITAL PROJECT FUNDS

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**COUNTY OF NEVADA
NARRATIVE SUMMARY
NONMAJOR CAPITAL PROJECTFUNDS
YEAR ENDED JUNE 30, 2018**

Nonmajor capital project funds used by the County are listed below:

GOVERNMENT CAPITAL PROJECT

The Government Capital Projects fund is being used to account for financial resources used in constructing solar panels at various County facilities.

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**COUNTY OF NEVADA
COMBINING BALANCE SHEET
NONMAJOR CAPITAL PROJECT FUNDS
JUNE 30, 2018**

	<u>Government Capital Project</u>	<u>Totals</u>
ASSETS		
Cash and Investments	\$ 304	\$ 304
Due from Other Funds	<u>219,732</u>	<u>219,732</u>
Total Assets	<u><u>\$ 220,036</u></u>	<u><u>\$ 220,036</u></u>
LIABILITIES		
Accounts Payable	<u>\$ 669,675</u>	<u>\$ 669,675</u>
Total Liabilities	669,675	669,675
FUND BALANCES		
Unassigned	<u>(449,639)</u>	<u>(449,639)</u>
Total Fund Balances	<u>(449,639)</u>	<u>(449,639)</u>
Total Liabilities and Fund Balances	<u><u>\$ 220,036</u></u>	<u><u>\$ 220,036</u></u>

**COUNTY OF NEVADA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR CAPITAL PROJECT FUNDS
YEAR ENDED JUNE 30, 2018**

	Government Capital Project	Totals
REVENUES		
Use of Money and Property	\$ (109)	\$ (109)
Total Revenues	<u>(109)</u>	<u>(109)</u>
EXPENDITURES		
Capital Outlay	<u>1,843,639</u>	<u>1,843,639</u>
Total Expenditures	<u>1,843,639</u>	<u>1,843,639</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,843,748)	(1,843,748)
OTHER FINANCING SOURCES (USES)		
Transfers In	<u>1,751,964</u>	<u>1,751,964</u>
Total Other Financing Sources (Uses)	<u>1,751,964</u>	<u>1,751,964</u>
NET CHANGE IN FUND BALANCES	(91,784)	(91,784)
Fund Balances - Beginning of Year	<u>(357,855)</u>	<u>(357,855)</u>
FUND BALANCES - END OF YEAR	<u><u>\$ (449,639)</u></u>	<u><u>\$ (449,639)</u></u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
GOVERNMENT CAPITAL PROJECT – NONMAJOR CAPITAL PROJECT FUNDS
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Use of Money and Property	\$ -	\$ -	\$ (109)	\$ (109)
Total Revenues	-	-	(109)	(109)
EXPENDITURES				
Capital Outlay	-	3,738,323	1,843,639	1,894,684
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	(3,738,323)	(1,843,748)	1,894,575
OTHER FINANCING SOURCES (USES)				
Transfers In	-	102,650	1,751,964	1,649,314
NET CHANGE IN FUND BALANCES	-	(3,635,673)	(91,784)	3,543,889
Fund Balances - Beginning of Year	(357,855)	(357,855)	(357,855)	-
FUND BALANCES - END OF YEAR	<u>\$ (357,855)</u>	<u>\$ (3,993,528)</u>	<u>\$ (449,639)</u>	<u>\$ 3,543,889</u>

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NONMAJOR GOVERNMENTAL FUNDS

DEBT SERVICE FUNDS

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**COUNTY OF NEVADA
NARRATIVE SUMMARY
NONMAJOR DEBT SERVICE FUNDS
YEAR ENDED JUNE 30, 2018**

Debt Service assigned to expenditure for principal and interest. Nonmajor debt service funds used by the County are listed below:

GOVERNMENT DEBT SERVICE

Fund accounts for other financing requirements of the County, including for Laura Wilcox Memorial building. Amounts are transferred into, and payments made out of, this fund.

SPECIAL ASSESSMENT DEBT WITH COUNTY COMMITMENT

These funds were established to administer bonds issued by the County of Nevada on behalf of the County Service Area 22 Assessment District under the Improvement Bond Act of 1915.

FINANCE AUTHORITY

Fund accounts for finance and refinance of any real or personal property for the benefit of Nevada County. The Finance Authority is the lessor for the County's Certificates of Participation, and makes debt service payments on behalf of the County.

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**COUNTY OF NEVADA
COMBINING BALANCE SHEET
NONMAJOR DEBT SERVICE FUNDS
JUNE 30, 2018**

	Government Debt Service	Special Assessment Debt with County Commitment	Finance Authority	Totals
ASSETS				
Cash and Investments	\$ 2,552,456	\$ 83,151	\$ 5,342	\$ 2,640,949
Due from Other Funds	3,805	-	-	3,805
Restricted Cash and Investments	<u>-</u>	<u>-</u>	<u>883,559</u>	<u>883,559</u>
Total Assets	<u><u>\$ 2,556,261</u></u>	<u><u>\$ 83,151</u></u>	<u><u>\$ 888,901</u></u>	<u><u>\$ 3,528,313</u></u>
LIABILITIES				
Due to Other Funds	\$ 223,537	\$ -	\$ -	\$ 223,537
FUND BALANCES				
Restricted	<u>2,332,724</u>	<u>83,151</u>	<u>888,901</u>	<u>3,304,776</u>
Total Liabilities and Fund Balances	<u><u>\$ 2,556,261</u></u>	<u><u>\$ 83,151</u></u>	<u><u>\$ 888,901</u></u>	<u><u>\$ 3,528,313</u></u>

**COUNTY OF NEVADA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
NONMAJOR DEBT SERVICE FUNDS
YEAR ENDED JUNE 30, 2018**

	Government Debt Service	Special Assessment Debt with County Commitment	Finance Authority	Totals
REVENUES				
Use of Money and Property	\$ 8,482	\$ (303)	\$ 23,188	\$ 31,367
Charges for Services	-	30,135	-	30,135
Total Revenues	8,482	29,832	23,188	61,502
EXPENDITURES				
Current:				
General Government	-	-	9,062	9,062
Public Ways and Facilities	-	2,938	-	2,938
Debt Service:				
Principal	265,800	16,000	2,046,081	2,327,881
Interest and Other Charges	155,326	10,835	741,444	907,605
Total Expenditures	421,126	29,773	2,796,587	3,247,486
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(412,644)	59	(2,773,399)	(3,185,984)
OTHER FINANCING SOURCES (USES)				
Transfers In	421,125	29,815	2,781,516	3,232,456
Transfers Out	(2,147,363)	(29,815)	-	(2,177,178)
Debt Proceeds	-	-	-	-
Total Other Financing Sources (Uses)	(1,726,238)	-	2,781,516	1,055,278
NET CHANGE IN FUND BALANCES	(2,138,882)	59	8,117	(2,130,706)
Fund Balances - Beginning of Year	4,471,606	83,092	880,784	5,435,482
FUND BALANCES - END OF YEAR	<u>\$ 2,332,724</u>	<u>\$ 83,151</u>	<u>\$ 888,901</u>	<u>\$ 3,304,776</u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
GOVERNMENT DEBT SERVICE – NONMAJOR DEBT SERVICE FUNDS
YEAR ENDED JUNE 30, 2018**

	<u>Budgeted Amounts</u>			<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Actual</u>	<u>Final Budget</u>
REVENUES				
Use of Money and Property	\$ 2,100	\$ 2,267	\$ 8,482	\$ 6,215
Total Revenues	2,100	2,267	8,482	6,215
EXPENDITURES				
Current:				
General Government	2,116	-	-	-
Debt Service:				
Principal	261,994	265,996	265,800	196
Interest and Other Charges	155,325	155,325	155,326	(1)
Total Expenditures	419,435	421,321	421,126	195
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(417,335)	(419,054)	(412,644)	6,410
OTHER FINANCING SOURCES (USES)				
Transfers In	419,435	419,435	421,125	1,690
Transfers Out	(100)	(4,482,873)	(2,147,363)	2,335,510
Total Other Financing Sources (Uses)	419,335	(4,063,438)	(1,726,238)	2,337,200
NET CHANGE IN FUND BALANCES	2,000	(4,482,492)	(2,138,882)	2,343,610
Fund Balances - Beginning of Year	4,471,606	4,471,606	4,471,606	-
FUND BALANCES - END OF YEAR	<u>\$ 4,473,606</u>	<u>\$ (10,886)</u>	<u>\$ 2,332,724</u>	<u>\$ 2,343,610</u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
SPECIAL ASSESSMENT DEBT WITH COUNTY COMMITMENT
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Use of Money and Property	\$ 360	\$ 360	\$ (303)	\$ (663)
Charges for Services	29,194	29,194	30,135	941
Total Revenues	29,554	29,554	29,832	278
EXPENDITURES				
Current:				
Public Ways and Facilities	2,921	2,939	2,938	1
Debt Service:				
Principal	16,000	16,000	16,000	-
Interest and Other Charges	12,000	12,000	10,835	1,165
Total Expenditures	30,921	30,939	29,773	1,166
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(1,367)	(1,385)	59	1,444
OTHER FINANCING SOURCES (USES)				
Transfers In	32,000	32,000	29,815	(2,185)
Transfers Out	(32,000)	(32,000)	(29,815)	2,185
Total Other Financing Sources (Uses)	-	-	-	-
NET CHANGE IN FUND BALANCES	(1,367)	(1,385)	59	1,444
Fund Balances - Beginning of Year	83,092	83,092	83,092	-
FUND BALANCES - END OF YEAR	<u>\$ 81,725</u>	<u>\$ 81,707</u>	<u>\$ 83,151</u>	<u>\$ 1,444</u>

**COUNTY OF NEVADA
BUDGETARY COMPARISON SCHEDULE
FINANCE AUTHORITY – NONMAJOR DEBT SERVICE FUND
YEAR ENDED JUNE 30, 2018**

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Use of Money and Property	\$ 22,825	\$ 22,825	\$ 23,188	\$ 363
Total Revenues	22,825	22,825	23,188	363
EXPENDITURES				
Current:				
General Government	10,209	10,221	9,062	1,159
Debt Service:				
Principal	2,046,081	2,046,081	2,046,081	-
Interest and Other Charges	741,445	752,445	741,444	11,001
Total Expenditures	2,797,735	2,808,747	2,796,587	12,160
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(2,774,910)	(2,785,922)	(2,773,399)	12,523
OTHER FINANCING SOURCES (USES)				
Transfers In	2,774,910	2,774,910	2,781,516	6,606
Total Other Financing Sources (Uses)	2,774,910	2,774,910	2,781,516	6,606
NET CHANGE IN FUND BALANCES	-	(11,012)	8,117	19,129
Fund Balances - Beginning of Year	880,784	880,784	880,784	-
FUND BALANCES - END OF YEAR	<u>\$ 880,784</u>	<u>\$ 869,772</u>	<u>\$ 888,901</u>	<u>\$ 19,129</u>

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NONMAJOR ENTERPRISE FUNDS

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**COUNTY OF NEVADA
NARRATIVE SUMMARY
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2018**

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

EASTERN NEVADA COUNTY SOLID WASTE

Fund accounts for the solid waste support services in Eastern Nevada County. Includes administration of refuse collection franchise in Eastern Nevada County. Fees collected from property owners in unincorporated Eastern Nevada County and used for residential refuse collection, recycling, and disposal activities. Also used to administer the Hirschdale Landfill closure and provide post-closure monitoring services.

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**COUNTY OF NEVADA
COMBINING STATEMENT OF FUND NET POSITION
NONMAJOR ENTERPRISE FUNDS
JUNE 30, 2018**

	Eastern Nevada County Solid Waste	Total
ASSETS		
Current Assets:		
Cash and Investments	\$ 120,021	\$ 120,021
Due from Other Funds	61,805	61,805
Total Current Assets	<u>181,826</u>	<u>181,826</u>
Noncurrent Assets:		
Capital Assets:		
Nondepreciable	26,409	26,409
Total Noncurrent Assets	<u>26,409</u>	<u>26,409</u>
Total Assets	208,235	208,235
LIABILITIES		
Current Liabilities:		
Accounts Payable	22,432	22,432
Due to Other Funds	23	23
Postclosure Costs	4,062	4,062
Total Current Liabilities	<u>26,517</u>	<u>26,517</u>
Noncurrent Liabilities:		
Postclosure Costs	123,303	123,303
Total Noncurrent Liabilities	<u>123,303</u>	<u>123,303</u>
Total Liabilities	<u>149,820</u>	<u>149,820</u>
NET POSITION		
Net investment in capital assets	26,409	26,409
Unrestricted	32,006	32,006
Total Net Position	<u>\$ 58,415</u>	<u>\$ 58,415</u>

**COUNTY OF NEVADA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN FUND NET POSITION
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2018**

	Eastern Nevada County Solid Waste	Totals
OPERATING REVENUES		
Charges for Services	\$ 209,514	\$ 209,514
Total Operating Revenues	<u>209,514</u>	<u>209,514</u>
OPERATING EXPENSES		
Services and Supplies	251,539	251,539
Other Charges	5,382	5,382
Expense Transfers	(61,782)	(61,782)
Closure and Postclosure Costs	2,252	2,252
Total Operating Expenses	<u>197,391</u>	<u>197,391</u>
Operating Income (Loss)	12,123	12,123
NONOPERATING REVENUES (EXPENSES)		
Interest Income	<u>174</u>	<u>174</u>
CHANGE IN NET POSITION	12,297	12,297
Net Position - Beginning of Year	<u>46,118</u>	<u>46,118</u>
NET POSITION - END OF YEAR	<u><u>\$ 58,415</u></u>	<u><u>\$ 58,415</u></u>

**COUNTY OF NEVADA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
YEAR ENDED JUNE 30, 2018**

	Eastern Nevada County Solid Waste	Total
CASH FLOWS FROM OPERATING ACTIVITIES		
Receipts from Customers	\$ 209,514	\$ 209,514
Payments to Suppliers	<u>(172,707)</u>	<u>(172,707)</u>
Net Cash Provided (Used) by Operating Activities	36,807	36,807
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Payments to Other Funds	<u>(63,370)</u>	<u>(63,370)</u>
Net Cash Provided (Used) for Noncapital Financing Activities	(63,370)	(63,370)
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest and Dividends (Expense)	<u>174</u>	<u>174</u>
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(26,389)	(26,389)
Cash and Cash Equivalents - Beginning of Year	<u>146,410</u>	<u>146,410</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u><u>\$ 120,021</u></u>	<u><u>\$ 120,021</u></u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating Income (Loss)	\$ 12,123	\$ 12,123
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by Operating Activities:		
Increase (Decrease) in:		
Accounts Payable	22,432	22,432
Postclosure Costs	<u>2,252</u>	<u>2,252</u>
Net Cash Provided (Used) by Operating Activities	<u><u>\$ 36,807</u></u>	<u><u>\$ 36,807</u></u>

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INTERNAL SERVICE FUNDS

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**COUNTY OF NEVADA
NARRATIVE SUMMARY
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2018**

Internal service funds are used to account for the financing of good or services provided by one department or agency to other departments on a cost-reimbursement basis. Internal Service Funds used at the County are listed below:

FLEET MANAGEMENT

The fund accounts for the management of a program to ensure that both current and future vehicle needs are met for all County departments.

VISION INSURANCE

The fund accounts for the vision insurance component of the self-insurance services provided to County employees.

UNEMPLOYMENT INSURANCE

The fund accounts for the management of unemployment insurance for the County's self-funded plan.

LIABILITY INSURANCE

The fund accounts for the services related to the protection of the County from general liability exposures. It provides claims management services, and pays the premium costs for general liability insurance.

CENTRAL SERVICES

The fund accounts for printing, copier, mail, pool car scheduling, answering the County information line, and scanning services provided to County departments and outside agencies.

DENTAL INSURANCE

The fund accounts for the dental insurance component of the self-insurance services provided to County employees.

ENERGY SERVICES

The fund consolidates all electric services with the County's solar energy fields and applies net costs to County departments.

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COUNTY OF NEVADA
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
JUNE 30, 2018

	<u>Fleet Management</u>	<u>Vision Insurance</u>	<u>Unemployment Insurance</u>	<u>Liability Insurance</u>
ASSETS				
Current Assets:				
Cash and Investments	\$ 3,186,362	\$ 107,928	\$ 1,123,598	\$ 1,151,876
Accounts Receivable	-	17,537	2,041	168,910
Due from Other Governments	356	-	-	-
Due from Other Funds	333,538	-	-	-
Prepaid Costs	-	-	-	-
Inventory	25,333	-	-	-
Deposits	-	-	-	-
Total Current Assets	<u>3,545,589</u>	<u>125,465</u>	<u>1,125,639</u>	<u>1,320,786</u>
Noncurrent Assets:				
Capital Assets:				
Depreciable, Net	<u>2,067,275</u>	-	-	-
Total Noncurrent Assets	<u>2,067,275</u>	-	-	-
Total Assets	<u>5,612,864</u>	<u>125,465</u>	<u>1,125,639</u>	<u>1,320,786</u>
DEFERRED OUTFLOWS				
Deferred Outflows - OPEB	42,764	-	-	-
Deferred Outflows - Pension	<u>355,558</u>	-	-	-
Total Deferred Outflows	<u>398,322</u>	-	-	-
LIABILITIES				
Current Liabilities:				
Accounts Payable	313,054	12,358	-	497
Salaries and Benefits Payable	33,148	-	-	-
Due to Other Funds	28,378	-	-	275,060
Compensated Absences	372	-	-	-
Capital Leases Payable	-	-	-	-
Accrued Claims Payable	-	-	467,526	298,675
Total Current Liabilities	<u>374,952</u>	<u>12,358</u>	<u>467,526</u>	<u>574,232</u>
Noncurrent Liabilities:				
Compensated Absences	44,492	-	-	-
Capital Leases Payable	-	-	-	-
Accrued Claims Payable	-	-	-	331,325
Net OPEB Liability	314,746	-	-	-
Net Pension Liability	<u>1,749,682</u>	-	-	-
Total Noncurrent Liabilities	<u>2,108,920</u>	-	-	<u>331,325</u>
Total Liabilities	<u>2,483,872</u>	<u>12,358</u>	<u>467,526</u>	<u>905,557</u>
DEFERRED INFLOWS				
Deferred inflows - OPEB	6,122	-	-	-
Deferred Inflows - Pension	<u>16,787</u>	-	-	-
Total Deferred Inflows	<u>22,909</u>	-	-	-
NET POSITION				
Net Investment in Capital Assets	2,067,275	-	-	-
Unrestricted	<u>1,437,130</u>	<u>113,107</u>	<u>658,113</u>	<u>415,229</u>
Total Net Position	<u>\$ 3,504,405</u>	<u>\$ 113,107</u>	<u>\$ 658,113</u>	<u>\$ 415,229</u>

COUNTY OF NEVADA
COMBINING STATEMENT OF NET POSITION (CONTINUED)
INTERNAL SERVICE FUNDS
JUNE 30, 2018

	Central Services	Dental Insurance	Energy Services	Total
ASSETS				
Current Assets:				
Cash and Investments	\$ 94,046	\$ 748,816	\$ 107,886	\$ 6,520,512
Accounts Receivable	70	72,069	-	260,627
Due from Other Governments	-	-	-	356
Due from Other Funds	47,147	-	156,015	536,700
Prepaid Costs	17,305	-	-	17,305
Inventory	-	-	-	25,333
Deposits	-	95,775	-	95,775
Total Current Assets	158,568	916,660	263,901	7,456,608
Noncurrent Assets:				
Capital Assets:				
Depreciable, Net	6,861	-	-	2,074,136
Total Noncurrent Assets	6,861	-	-	2,074,136
Total Assets	165,429	916,660	263,901	9,530,744
DEFERRED OUTFLOWS				
Deferred Outflows - OPEB	4,378	-	-	47,142
Deferred Outflows - Pension	36,370	-	-	391,928
Total Deferred Outflows	40,748	-	-	439,070
LIABILITIES				
Current Liabilities:				
Accounts Payable	6,960	21,614	1,023	355,506
Salaries and Benefits Payable	3,035	-	-	36,183
Due to Other Funds	16,063	-	160,284	479,785
Compensated Absences	5,888	-	-	6,260
Capital Leases Payable	3,901	-	-	3,901
Accrued Claims Payable	-	-	-	766,201
Total Current Liabilities	35,847	21,614	161,307	1,647,836
Noncurrent Liabilities:				
Compensated Absences	6,701	-	-	51,193
Capital Leases Payable	4,287	-	-	4,287
Accrued Claims Payable	-	-	-	331,325
Net OPEB Obligation	32,223	-	-	346,969
Net Pension Liability	179,541	-	-	1,929,223
Total Noncurrent Liabilities	222,752	-	-	2,662,997
Total Liabilities	258,599	21,614	161,307	4,310,833
DEFERRED INFLOWS				
Deferred Outflows - OPEB	627	-	-	6,749
Deferred Inflows - Pension	1,693	-	-	18,480
Total Deferred Outflows	2,320	-	-	25,229
NET POSITION				
Net Investment in Capital Assets	-	-	-	2,067,275
Unrestricted	(54,742)	895,046	102,594	3,566,477
Total Net Position	\$ (54,742)	\$ 895,046	\$ 102,594	\$ 5,633,752

**COUNTY OF NEVADA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2018**

	Fleet Management	Vision Insurance	Unemployment Insurance	Liability Insurance
OPERATING REVENUES				
Charges for Services	\$ 4,471,249	\$ 208,752	\$ 48,230	\$ 513,783
Other Revenues	52,212	-	-	10,782
Total Operating Revenues	<u>4,523,461</u>	<u>208,752</u>	<u>48,230</u>	<u>524,565</u>
OPERATING EXPENSES				
Salaries and Benefits	1,018,094	-	-	-
Services and Supplies	2,506,109	24,413	(10,286)	840,308
Benefit and claim expenses	-	144,072	152,236	8,722
Other Charges	138,254	5,254	11,495	69,936
Expense Transfers	226,965	-	-	220,020
Depreciation and Amortization	585,401	-	-	-
Total Operating Expenses	<u>4,474,823</u>	<u>173,739</u>	<u>153,445</u>	<u>1,138,986</u>
OPERATING INCOME (LOSS)	48,638	35,013	(105,215)	(614,421)
NONOPERATING REVENUES (EXPENSES)				
Intergovernmental Revenues	1,856	-	-	-
Gain (Loss) on Sale of Capital Assets	126,146	-	-	-
Other Revenues (Expense)	-	-	-	329,123
Interest Income	(9,654)	(168)	2,421	275
Interest Expense	-	-	-	-
Total Nonoperating Revenues (Expenses)	<u>118,348</u>	<u>(168)</u>	<u>2,421</u>	<u>329,398</u>
INCOME (LOSS) BEFORE TRANSFERS	166,986	34,845	(102,794)	(285,023)
TRANSFERS IN	<u>228,558</u>	<u>-</u>	<u>-</u>	<u>-</u>
CHANGE IN NET POSITION	395,544	34,845	(102,794)	(285,023)
Net Position - Beginning of Year	<u>3,108,861</u>	<u>78,262</u>	<u>760,907</u>	<u>700,252</u>
NET POSITION - END OF YEAR	<u><u>\$ 3,504,405</u></u>	<u><u>\$ 113,107</u></u>	<u><u>\$ 658,113</u></u>	<u><u>\$ 415,229</u></u>

**COUNTY OF NEVADA
COMBINING STATEMENT OF REVENUES, EXPENSES, AND
CHANGES IN NET POSITION (CONTINUED)
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2018**

	Central Services	Dental Insurance	Energy Services	Total
OPERATING REVENUES				
Charges for Services	\$ 497,995	\$ 969,633	\$ 490,457	\$ 7,200,099
Other Revenues	56	-	-	63,050
Total Operating Revenues	498,051	969,633	490,457	7,263,149
OPERATING EXPENSES				
Salaries and Benefits	95,679	-	-	1,113,773
Services and Supplies	346,734	84,889	373,884	4,166,051
Benefit and claim expenses	-	738,369	-	1,043,399
Other Charges	21,765	321	-	247,025
Expense Transfers	41,600	-	13,485	502,070
Depreciation and Amortization	3,581	-	-	588,982
Total Operating Expenses	509,359	823,579	387,369	7,661,300
OPERATING INCOME (LOSS)	(11,308)	146,054	103,088	(398,151)
NONOPERATING REVENUES (EXPENSES)				
Intergovernmental Revenues	-	-	-	1,856
Gain (Loss) on Sale of Capital Assets	-	-	-	126,146
Other Revenues	-	-	-	329,123
Interest Income	329	(645)	(494)	(7,936)
Interest Expense	(962)	-	-	(962)
Total Nonoperating Revenues (Expenses)	(633)	(645)	(494)	448,227
INCOME (LOSS) BEFORE TRANSFERS	(11,941)	145,409	102,594	50,076
TRANSFERS IN	-	-	-	228,558
CHANGE IN NET POSITION	(11,941)	145,409	102,594	278,634
Net Position - Beginning of Year	(42,801)	749,637	-	5,355,118
NET POSITION - END OF YEAR	<u>\$ (54,742)</u>	<u>\$ 895,046</u>	<u>\$ 102,594</u>	<u>\$ 5,633,752</u>

**COUNTY OF NEVADA
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2018**

	<u>Fleet Management</u>	<u>Vision Insurance</u>	<u>Unemployment Insurance</u>	<u>Liability Insurance</u>
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Interfund Services	\$ 4,523,105	\$ 196,557	\$ 46,189	\$ 355,655
Payments to Suppliers	(2,700,399)	(177,099)	(264,321)	(1,088,814)
Payments to Employees	(879,587)	-	-	-
Net Cash Provided (Used) by Operating Activities	943,119	19,458	(218,132)	(733,159)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Grants and Other Receipts	1,856	-	-	329,123
Transfers from Other Funds	228,558	-	-	-
Interfund Loans Received	62,130	-	-	217,627
Interfund Loans Repaid	(113,482)	(3,847)	(2,095)	-
Net Cash Provided (Used) by Noncapital Financing Activities	179,062	(3,847)	(2,095)	546,750
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of Capital Assets	(882,028)	-	-	-
Principal Paid on Capital Debt	-	-	-	-
Interest Paid on Capital Debt	-	-	-	-
Proceeds from Sale of Capital Assets	128,391	-	-	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(753,637)	-	-	-
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Received (Paid)	(9,654)	(168)	2,421	275
Net Cash Provided (Used) by Investing Activities	(9,654)	(168)	2,421	275
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	358,890	15,443	(217,806)	(186,134)
Cash and Cash Equivalents - Beginning of Year	2,827,472	92,485	1,341,404	1,338,010
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 3,186,362</u>	<u>\$ 107,928</u>	<u>\$ 1,123,598</u>	<u>\$ 1,151,876</u>

**COUNTY OF NEVADA
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2018**

	Central Services	Dental Insurance	Energy Services	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Receipts from Interfund Services	\$ 498,192	\$ 917,170	\$ 490,457	\$ 7,027,325
Payments to Suppliers	(401,331)	(824,706)	(386,346)	(5,843,016)
Payments to Employees	(89,436)	-	-	(969,023)
Net Cash Provided (Used) by Operating Activities	7,425	92,464	104,111	215,286
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Grants and Other Receipts	-	-	-	330,979
Transfers from Other Funds	-	-	-	228,558
Interfund Loans Received	3,250	-	160,284	443,291
Interfund Loans Repaid	(11,924)	(5,529)	(156,015)	(292,892)
Net Cash Provided (Used) by Noncapital Financing Activities	(8,674)	(5,529)	4,269	709,936
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Acquisition of Capital Assets	-	-	-	(882,028)
Principal Paid on Capital Debt	(3,550)	-	-	(3,550)
Interest Paid on Capital Debt	(962)	-	-	(962)
Proceeds from Sale of Capital Assets	-	-	-	128,391
Net Cash Provided (Used) by Capital and Related Financing Activities	(4,512)	-	-	(758,149)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest Received (Paid)	329	(645)	(494)	(7,936)
Net Cash Provided (Used) by Investing Activities	329	(645)	(494)	(7,936)
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	(5,432)	86,290	107,886	159,137
Cash and Cash Equivalents - Beginning of Year	99,478	662,526	-	6,361,375
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 94,046</u>	<u>\$ 748,816</u>	<u>\$ 107,886</u>	<u>\$ 6,520,512</u>

**COUNTY OF NEVADA
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2018**

	<u>Fleet Management</u>	<u>Vision Insurance</u>	<u>Unemployment Insurance</u>	<u>Liability Insurance</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 48,638	\$ 35,013	\$ (105,215)	\$ (614,421)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Flows Provided (Used) by Operating Activities:				
Depreciation	585,401	-	-	-
Decrease (Increase) in Assets:				
Accounts Receivable	(356)	(12,195)	(2,041)	(168,910)
Prepaid Expense	-	-	-	-
Deferred Outflows of Resources	(87,158)	-	-	-
Inventory	(5,729)	-	-	-
Increase (Decrease) in Liabilities:				
Payables	176,658	(3,360)	-	(2,828)
Salaries and Benefits Payable	6,072	-	-	-
Deferred Inflows of Resources	6,433	-	-	-
Net Pension Liability	(48,791)	-	-	-
Compensated Absences Payable	2,525	-	-	-
Claims Payable	-	-	(110,876)	53,000
Net OPEB Liability	259,426	-	-	-
Net Cash Provided (Used) by Operating Activities	<u>\$ 943,119</u>	<u>\$ 19,458</u>	<u>\$ (218,132)</u>	<u>\$ (733,159)</u>

**COUNTY OF NEVADA
COMBINING STATEMENT OF CASH FLOWS (CONTINUED)
INTERNAL SERVICE FUNDS
YEAR ENDED JUNE 30, 2018**

	<u>Central Services</u>	<u>Dental Insurance</u>	<u>Dental Insurance</u>	<u>Total</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ (11,308)	\$ 146,054	\$ 103,088	\$ (398,151)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Flows Provided (Used) by Operating Activities:				
Depreciation	3,581	-	-	588,982
Decrease (Increase) in Assets:				
Accounts Receivable	141	(52,463)	-	(235,824)
Prepaid Expense	7,944	-	-	7,944
Deferred Outflows of Resources	(6,570)	-	-	(93,728)
Inventory	-	-	-	(5,729)
Increase (Decrease) in Liabilities:				
Payables	824	(1,127)	1,023	171,190
Salaries and Benefits Payable	336	-	-	6,408
Deferred Inflows of Resources	510	-	-	6,943
Net Pension Liability	(17,619)	-	-	(66,410)
Compensated Absences Payable	1,675	-	-	4,200
Claims Payable	-	-	-	(57,876)
Net OPEB Obligation	<u>27,911</u>	<u>-</u>	<u>-</u>	<u>287,337</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 7,425</u>	<u>\$ 92,464</u>	<u>\$ 104,111</u>	<u>\$ 215,286</u>

FIDUCIARY FUNDS

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**COUNTY OF NEVADA
NARRATIVE SUMMARY
FIDUCIARY FUNDS
YEAR ENDED JUNE 30, 2018**

Fiduciary funds are used to report assets held in a trustee or agency capacity for others and therefore cannot be used to support the government's own programs. Fiduciary funds include investment trust funds and agency funds.

INVESTMENT TRUST FUNDS

The assets of these funds are held in trust for other agencies and are part of the County's external pool. The external investment pool is made up of five separate funds; Independent Districts, School Districts, School Districts Debt Service, Courts and Jury/Witness and Local Transportation Authority. The County is obligated to disburse monies from these funds on demand.

AGENCY FUNDS

To account for the receipt and disbursement of various taxes, deposits, deductions, and property collected by the County, acting in the capacity of an agent for distribution to other governmental units or other organizations. The agency funds maintained by the County include two separate components.

Accrued Trust Funds - Accounts for property tax receipts awaiting apportionment to other local governmental agencies and investment earnings awaiting apportionment to other local government agencies.

County Departmental Agency Funds - Accounts for all assets under the control of County departments which are held in a fiduciary capacity.

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**COUNTY OF NEVADA
COMBINING STATEMENT OF FIDUCIARY NET POSITION
INVESTMENT TRUST FUND
JUNE 30, 2018**

	Independent Districts	School Districts	School Districts Debt Service
ASSETS			
Cash and Investments	\$ 24,252,304	\$ 53,998,464	\$ 3,868,648
Accounts Receivable	119,853	-	-
Taxes Receivable	9,737	2,256	179
	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u><u>\$ 24,381,894</u></u>	<u><u>\$ 54,000,720</u></u>	<u><u>\$ 3,868,827</u></u>
LIABILITIES			
Accounts Payable	\$ 12,414	\$ -	\$ -
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>12,414</u>	<u>-</u>	<u>-</u>
NET POSITION			
Net Position Held in Trust for Investment Pool Participants	<u><u>\$ 24,369,480</u></u>	<u><u>\$ 54,000,720</u></u>	<u><u>\$ 3,868,827</u></u>

**COUNTY OF NEVADA
COMBINING STATEMENT OF FIDUCIARY NET POSITION (CONTINUED)
INVESTMENT TRUST FUND
JUNE 30, 2018**

	<u>Courts and Jury/Witness</u>	<u>Local Transportation Agency</u>	<u>Total Investment Trust Funds</u>
ASSETS			
Cash and Investments	\$ 509,377	\$ 9,081,897	\$ 91,710,690
Accounts Receivable	-	330,694	450,547
Taxes Receivable	-	555,016	567,188
	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 509,377</u>	<u>\$ 9,967,607</u>	<u>\$ 92,728,425</u>
LIABILITIES			
Accounts Payable	\$ -	\$ 4,073	\$ 16,487
	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>-</u>	<u>4,073</u>	<u>16,487</u>
NET POSITION			
Net Position Held in Trust for Investment			
Pool Participants	<u>\$ 509,377</u>	<u>\$ 9,963,534</u>	<u>\$ 92,711,938</u>

**COUNTY OF NEVADA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
INVESTMENT TRUST FUND
YEAR ENDED JUNE 30, 2018**

	Independent Districts	School Districts	School Districts Debt Service
ADDITIONS			
Contributions:			
Contributions to Investment Pool	\$ 93,245,404	\$ 271,829,973	\$ 11,732,734
Net Investment Income:			
Interest Income	<u>(80,805)</u>	<u>4,710</u>	<u>(29,679)</u>
Total Additions	93,164,599	271,834,683	11,703,055
DEDUCTIONS			
Distributions from Investment Pool	<u>90,264,608</u>	<u>287,733,699</u>	<u>9,694,411</u>
Total Deductions	<u>90,264,608</u>	<u>287,733,699</u>	<u>9,694,411</u>
CHANGE IN NET POSITION	2,899,991	(15,899,016)	2,008,644
Net Position - Beginning of Year	<u>21,469,489</u>	<u>69,899,736</u>	<u>1,860,183</u>
NET POSITION - END OF YEAR	<u><u>\$ 24,369,480</u></u>	<u><u>\$ 54,000,720</u></u>	<u><u>\$ 3,868,827</u></u>

COUNTY OF NEVADA
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION (CONTINUED)
INVESTMENT TRUST FUND
YEAR ENDED JUNE 30, 2018

	<u>Courts and Jury/Witness</u>	<u>Local Transportation Agency</u>	<u>Total Investment Trust Funds</u>
ADDITIONS			
Contributions:			
Contributions to Investment Pool	\$ 3,488,704	\$ 6,826,839	\$ 387,123,654
Net Investment Income:			
Interest Income	<u>675</u>	<u>(29,245)</u>	<u>(134,344)</u>
Total Additions	<u>3,489,379</u>	<u>6,797,594</u>	<u>386,989,310</u>
DEDUCTIONS			
Distributions from Investment Pool	<u>3,439,580</u>	<u>7,736,863</u>	<u>398,869,161</u>
Total Deductions	<u>3,439,580</u>	<u>7,736,863</u>	<u>398,869,161</u>
CHANGE IN NET POSITION	49,799	(939,269)	(11,879,851)
Net Position - Beginning of Year	<u>459,578</u>	<u>10,902,803</u>	<u>104,591,789</u>
NET POSITION - END OF YEAR	<u><u>\$ 509,377</u></u>	<u><u>\$ 9,963,534</u></u>	<u><u>\$ 92,711,938</u></u>

**COUNTY OF NEVADA
COMBINING STATEMENT OF ASSETS AND LIABILITIES
AGENCY FUNDS
JUNE 30, 2018**

	Accrued Trust Funds	County Departmental Agency Funds	Total
ASSETS			
Cash and Investments	\$ 1,410,869	\$ 2,545,977	\$ 3,956,846
Restricted Cash and Investments	-	913,235	913,235
Accounts Receivable	2,315,898	4,649	2,320,547
Taxes Receivable	8,439,084	70	8,439,154
	<u>8,439,084</u>	<u>70</u>	<u>8,439,154</u>
Total Assets	<u>\$ 12,165,851</u>	<u>\$ 3,463,931</u>	<u>\$ 15,629,782</u>
LIABILITIES			
Due to other Governments	\$ 3,360,141	-	\$ 3,360,141
Agency Obligations	8,805,710	3,463,931	12,269,641
	<u>8,805,710</u>	<u>3,463,931</u>	<u>12,269,641</u>
Total Liabilities	<u>\$ 12,165,851</u>	<u>\$ 3,463,931</u>	<u>\$ 15,629,782</u>

COUNTY OF NEVADA
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
YEAR ENDED JUNE 30, 2018

	Balance July 1, 2017	Additions	Deductions	Balance June 30, 2018
<u>Accrued Trust Funds</u>				
ASSETS				
Cash and Investments	\$ 1,481,750	\$ 3,360,141	\$ (3,431,022)	\$ 1,410,869
Restricted Cash and Investments	-	-	-	-
Accounts Receivable	2,830	2,313,068	-	2,315,898
Taxes Receivable	7,666,916	772,168	-	8,439,084
Total Assets	<u>\$ 9,151,496</u>	<u>\$ 6,445,377</u>	<u>\$ (3,431,022)</u>	<u>\$ 12,165,851</u>
LIABILITIES				
Due to Other Agencies	\$ 2,028,541	\$ 1,331,600	\$ -	\$ 3,360,141
Agency Obligations	7,122,955	1,682,755	-	8,805,710
Total Liabilities	<u>\$ 9,151,496</u>	<u>\$ 3,014,355</u>	<u>\$ -</u>	<u>\$ 12,165,851</u>
<u>County Departmental Agency Funds</u>				
ASSETS				
Cash and Investments	\$ 1,301,562	\$ 1,251,022	\$ -	\$ 2,552,584
Restricted Cash and Investments	672,461	234,167	-	906,628
Accounts Receivable	5,216	-	(567)	4,649
	-	70	-	70
Total Assets	<u>\$ 1,979,239</u>	<u>\$ 1,485,259</u>	<u>\$ (567)</u>	<u>\$ 3,463,931</u>
LIABILITIES				
Agency Obligations	\$ 1,979,239	\$ 1,484,692	\$ -	\$ 3,463,931
Total Liabilities	<u>\$ 1,979,239</u>	<u>\$ 1,484,692</u>	<u>\$ -</u>	<u>\$ 3,463,931</u>
<u>Total Agency Funds</u>				
ASSETS				
Cash and Investments	\$ 2,783,312	\$ 4,611,163	\$ (3,431,022)	\$ 3,963,453
Restricted Cash and Investments	672,461	234,167	-	906,628
Accounts Receivable	8,046	2,313,068	(567)	2,320,547
Taxes Receivable	7,666,916	772,238	-	8,439,154
Total Assets	<u>\$ 11,130,735</u>	<u>\$ 7,930,636</u>	<u>\$ (3,431,589)</u>	<u>\$ 15,629,782</u>
LIABILITIES				
Due to Other Agencies	\$ 2,028,541	\$ 1,331,600	\$ -	\$ 3,360,141
Agency Obligations	9,102,194	3,167,447	-	12,269,641
Total Liabilities	<u>\$ 11,130,735</u>	<u>\$ 4,499,047</u>	<u>\$ -</u>	<u>\$ 15,629,782</u>

**STATISTICAL SECTION
(UNAUDITED)**

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**COUNTY OF NEVADA
NARRATIVE SUMMARY
STATISTICAL SECTION (UNAUDITED)
YEAR ENDED JUNE 30, 2018**

STATISTICAL SECTION
(UNAUDITED)

This part of the County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

<u>Contents</u>	<u>Page</u>
<u>Financial Trends</u> These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time	179-187
<u>Revenue Capacity</u> These schedules contain information to help the reader assess the factors affecting the County's ability to generate its property and sales taxes.	188-191
<u>Debt Capacity</u> These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.	192-196
<u>Economic and Demographic Information</u> These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place and to help make comparisons over time and with other governments.	197-200
<u>Operating Information</u> These schedules contain information about the County's operations and resources to help the reader understand how the County's financial information relates to the services the County provides and the activities it performs.	201-204

Note: The County began reporting accrual information when it implemented GASB Statement No. 34 in FY 2003-04
Source: Unless otherwise noted, the information in these schedules is derived from the Comprehensive Annual Financial reports for the relevant year.

**COUNTY OF NEVADA
NET POSITION BY COMPONENT
STATISTICAL SECTION (UNAUDITED)
LAST TEN FISCAL YEARS**

	2017/2018	2016/2017	2015/2016	2014/2015
Governmental Activities:				
Net Investment in Capital Assets	\$ 277,053,686	\$ 267,971,276	\$ 260,166,951	\$ 255,582,020
Restricted	68,856,240	61,851,888	53,802,320	54,491,765
Unrestricted	(130,832,826)	(106,803,720)	(106,590,975)	(111,931,245)
Total Governmental Activities Net Position	<u>\$ 215,077,100</u>	<u>\$ 223,019,444</u>	<u>\$ 207,378,296</u>	<u>\$ 198,142,540</u>
Business-Type Activities:				
Net Investment in Capital Assets	\$ 42,162,921	\$ 37,520,194	\$ 35,529,970	\$ 34,589,583
Restricted	5,108,055	-	-	-
Unrestricted	4,344,131	9,631,009	6,974,699	2,935,644
Total Business-Type Activities Net Position	<u>\$ 51,615,107</u>	<u>\$ 47,151,203</u>	<u>\$ 42,504,669</u>	<u>\$ 37,525,227</u>
Primary Government:				
Net Investment in Capital Assets	\$ 319,216,607	\$ 305,491,470	\$ 295,696,921	\$ 290,171,603
Restricted	73,964,295	61,851,888	53,802,320	54,491,765
Unrestricted	(126,488,695)	(97,172,711)	(99,616,276)	(108,995,601)
Total Primary Government Net Position	<u>\$ 266,692,207</u>	<u>\$ 270,170,647</u>	<u>\$ 249,882,965</u>	<u>\$ 235,667,767</u>

Source: Comprehensive Annual Financial Reports - County of Nevada, California

2013/2014	2012/2013	2011/2012	2010/2011	2009/2010	2008/2009
\$ 253,155,793	\$ 251,396,810	\$ 253,037,695	\$ 250,376,233	\$ 248,400,614	\$ 245,044,668
46,554,104	44,099,225	43,247,919	40,759,140	40,542,205	36,273,724
28,797,155	25,737,371	21,160,019	24,054,736	19,001,129	18,517,776
<u>\$ 328,507,052</u>	<u>\$ 321,233,406</u>	<u>\$ 317,445,633</u>	<u>\$ 315,190,109</u>	<u>\$ 307,943,948</u>	<u>\$ 299,836,168</u>
\$ 34,976,980	\$ 35,605,071	\$ 32,630,175	\$ 31,980,481	\$ 29,861,732	\$ 30,433,338
-	-	-	-	-	-
5,152,998	2,886,658	3,877,136	2,270,557	108,052	(1,337,369)
<u>\$ 40,129,978</u>	<u>\$ 38,491,729</u>	<u>\$ 36,507,311</u>	<u>\$ 34,251,038</u>	<u>\$ 29,969,784</u>	<u>\$ 29,095,969</u>
\$ 288,132,773	\$ 287,001,881	\$ 285,667,870	\$ 282,356,714	\$ 278,262,346	\$ 275,478,006
46,554,104	44,099,225	43,247,919	40,759,140	40,542,205	36,273,724
33,950,153	28,624,029	25,037,155	26,325,293	19,109,181	17,180,407
<u>\$ 368,637,030</u>	<u>\$ 359,725,135</u>	<u>\$ 353,952,944</u>	<u>\$ 349,441,147</u>	<u>\$ 337,913,732</u>	<u>\$ 328,932,137</u>

**COUNTY OF NEVADA
CHANGES IN NET POSITION
STATISTICAL SECTION (UNAUDITED)
LAST TEN FISCAL YEARS**

	2017/2018	2016/2017	2015/2016	2014/2015
EXPENSES				
Governmental Activities:				
General Government	\$ 15,095,094	\$ 13,884,836	\$ 13,384,738	\$ 11,061,515
Public Protection	59,780,621	52,702,425	54,044,545	54,646,696
Public Ways and Facilities	11,337,329	9,160,564	9,316,496	8,066,196
Health and Sanitation	34,543,389	31,327,724	28,990,411	27,309,965
Public Assistance	30,471,197	29,251,781	26,712,084	26,389,112
Education	3,980,114	3,068,721	2,887,766	2,686,855
Recreation	45,172	-	54,548	108
Interest on Long-Term Debt	574,455	751,681	425,102	496,861
Total Governmental Activities Expenses	155,827,371	140,147,732	135,815,690	130,657,308
Business-Type Activities:				
Eastern Nevada County Solid Waste	197,391	209,331	204,675	199,333
Western Nevada County Solid Waste	475,913	603,967	270,983	336,130
Transit Services	4,369,025	3,784,356	3,059,165	3,562,401
Airport	1,644,250	1,220,946	1,356,720	1,515,411
Sanitation Districts	7,131,027	6,589,841	5,281,399	6,372,953
Total Business-Type Activities Expenses	13,817,606	12,408,441	10,172,942	11,986,228
Total Primary Government Expenses	<u>\$ 169,644,977</u>	<u>\$ 152,556,173</u>	<u>\$ 145,988,632</u>	<u>\$ 142,643,536</u>
PROGRAM REVENUES				
Governmental Activities:				
Charges for Services:				
General Government ²	\$ 7,609,819	\$ 9,853,228	\$ 4,683,641	\$ 6,703,471
Public Protection	7,735,056	7,659,783	7,651,215	7,263,134
Public Ways and Facilities	1,975,562	1,665,201	1,745,652	1,410,493
Health and Sanitation	3,609,980	3,647,542	3,505,911	3,315,924
Public Assistance	447,196	87,981	41,963	101,910
Education	37,683	48,421	75,799	88,112
Recreation	-	-	-	-
Operating Grants and Contributions	87,010,638	81,114,319	77,787,523	69,692,984
Capital Grants and Contributions	6,435,412	3,833,295	1,956,206	957,081
Total Governmental Activities Revenues	114,861,346	107,909,770	97,447,910	89,533,109
Business-Type Activities:				
Charges for Services:				
Eastern Nevada County Solid Waste	209,514	234,852	70,953	196,994
Western Nevada County Solid Waste	1,597,457	1,658,902	1,635,930	1,552,962
Transit Services	390,192	386,873	395,420	413,630
Airport	1,074,913	849,586	1,026,948	1,103,587
Sanitation Districts	6,703,436	6,775,285	6,702,672	6,583,375
Operating Grants and Contributions	3,047,926	2,234,355	1,329,378	468,105
Capital Grants and Contributions	3,268,430	3,085,257	2,139,381	539,278
Total Business-Type Activities Program Revenues	16,291,868	15,225,110	13,300,682	10,857,931
Total Primary Government Program Revenues	<u>\$ 131,153,214</u>	<u>\$ 123,134,880</u>	<u>\$ 110,748,592</u>	<u>\$ 100,391,040</u>
NET (EXPENSE) REVENUE¹				
Governmental Activities	\$ (40,966,025)	\$ (32,237,962)	\$ (38,367,780)	\$ (41,124,199)
Business-Type Activities	2,474,262	2,816,669	3,127,740	(1,128,297)
Total Primary Government Net Expense	<u>\$ (38,491,763)</u>	<u>\$ (29,421,293)</u>	<u>\$ (35,240,040)</u>	<u>\$ (42,252,496)</u>

2013/2014	2012/2013	2011/2012	2010/2011	2009/2010	2008/2009
\$ 10,989,811	\$ 10,970,028	\$ 9,210,602	\$ 8,709,767	\$ 10,244,690	\$ 11,873,042
50,042,384	49,512,886	52,805,726	53,744,616	53,962,729	54,426,072
11,611,245	8,851,411	10,232,294	11,125,921	10,401,753	13,050,854
27,546,994	27,826,134	26,621,726	27,399,803	24,897,645	23,587,615
25,866,638	26,928,270	25,183,015	29,493,151	29,362,237	28,112,397
2,593,778	2,492,903	2,307,992	2,236,503	2,386,595	2,810,750
76,301	179,793	176,920	130,174	72,454	98,885
570,236	470,363	643,998	729,736	768,465	814,289
129,297,387	127,231,788	127,182,273	133,569,671	132,096,568	134,773,904
192,008	185,901	179,936	164,274	147,527	132,499
464,090	743,678	7,213,400	6,105,160	6,114,100	6,781,889
3,177,824	2,594,522	2,548,163	2,801,101	3,229,143	4,294,101
1,392,447	1,332,796	1,217,276	1,362,731	1,167,371	1,279,836
6,564,629	6,652,745	6,683,592	6,627,209	7,083,467	5,335,583
11,790,998	11,509,642	17,842,367	17,060,475	17,741,608	17,823,908
\$ 141,088,385	\$ 138,741,430	\$ 145,024,640	\$ 150,630,146	\$ 149,838,176	\$ 152,597,812
\$ 6,229,398	\$ 5,927,769	\$ 5,718,009	\$ 6,881,565	\$ 6,910,899	\$ 6,838,658
6,579,163	6,246,802	6,503,600	7,195,596	7,362,448	7,253,963
1,668,874	1,391,104	1,181,180	1,517,645	1,155,673	1,329,674
2,925,865	3,102,185	2,772,581	2,345,892	2,089,343	1,878,192
67,824	45,482	57,596	53,261	57,250	62,241
88,573	81,945	84,532	98,850	95,275	88,588
-	-	-	-	-	-
69,039,845	70,201,674	68,545,772	75,229,137	72,351,303	72,853,677
3,202,034	293,760	1,207,605	335,142	628,556	-
89,801,576	87,290,721	86,070,875	93,657,088	90,650,747	90,304,993
187,522	178,813	170,393	161,867	125,700	116,398
1,553,637	1,544,170	7,235,081	7,258,011	6,930,479	7,259,068
358,189	323,201	325,517	331,846	389,444	568,657
1,078,617	804,774	604,105	520,937	574,064	683,797
6,978,013	6,579,111	6,709,836	6,943,169	6,622,180	6,462,994
447,120	330,921	350,893	1,126,440	1,127,304	1,846,635
435,908	1,609,145	2,384,581	1,775,682	258,381	1,464,457
11,039,006	11,370,135	17,780,406	18,117,952	16,027,552	18,402,006
\$ 100,840,582	\$ 98,660,856	\$ 103,851,281	\$ 111,775,040	\$ 106,678,299	\$ 108,706,999
\$ (39,495,811)	\$ (39,941,067)	\$ (41,111,398)	\$ (39,912,583)	\$ (41,445,821)	\$ (44,468,911)
(751,992)	(139,507)	(61,961)	1,057,477	(1,714,056)	578,098
\$ (40,247,803)	\$ (40,080,574)	\$ (41,173,359)	\$ (38,855,106)	\$ (43,159,877)	\$ (43,890,813)

**COUNTY OF NEVADA
CHANGES IN NET POSITION (CONTINUED)
STATISTICAL SECTION (UNAUDITED)
LAST TEN FISCAL YEARS**

	2017/2018	2016/2017	2015/2016	2014/2015
GENERAL REVENUES AND OTHER CHANGES IN NET POSITION				
Governmental Activities:				
Taxes:				
Property Taxes	\$ 38,407,326	\$ 36,502,718	\$ 34,807,770	\$ 32,967,429
Sales and Use Taxes	8,221,433	5,803,794	5,247,649	5,020,513
Property Transfer Taxes	1,232,628	1,156,720	993,284	889,433
Transient Occupancy Taxes	485,126	414,521	353,083	363,212
Timber Yield Taxes	-	-	-	-
Aircraft Taxes	-	-	-	-
Franchise Taxes ²	-	-	2,643,225	2,524,976
Transportation Taxes	-	-	-	-
Other Taxes	1,103,928	159,995	188,641	154,493
Grants and Contributions - Unrestricted	-	-	-	4,934,772
Interest and Investment Earnings	1,529,069	1,232,594	856,102	397,556
Tobacco Settlement	1,045,261	875,527	851,265	860,945
Miscellaneous	1,647,288	1,535,967	1,664,980	1,360,414
Insurance Recoveries	-	-	-	-
Gain (Loss) on Disposal/Sale of Capital Assets	-	-	-	-
Transfers	-	197,274	(2,463)	-
Total Governmental Activities	53,672,059	47,879,110	47,603,536	49,473,743
Business-Type Activities:				
Taxes:				
Property Taxes	-	-	8,471	8,558
Transient Occupancy Taxes	-	-	21,969	21,140
Timber Yield Taxes	-	-	-	-
Aircraft Taxes	-	-	-	-
Transportation Taxes	-	-	-	-
Other Taxes	71,648	1,586,771	1,663,107	2,473,382
Interest and Investment Earnings	4,831	192,165	155,688	120,466
Miscellaneous	472,093	50,929	4	7,687
Gain (Loss) on Disposal/Sale of Capital Assets	-	-	-	-
Transfers	-	-	2,463	-
Special Item	-	-	-	3,527,168
Total Business-Type Activities	548,572	1,829,865	1,851,702	6,158,401
Total Primary Government	\$ 54,220,631	\$ 49,708,975	\$ 49,455,238	\$ 55,632,144
CHANGE IN NET POSITION				
Governmental Activities	\$ 12,706,034	\$ 15,641,148	\$ 9,235,756	\$ 8,349,544
Business-Type Activities	3,022,834	4,646,534	4,979,442	5,030,104
Total Primary Government	\$ 15,728,868	\$ 20,287,682	\$ 14,215,198	\$ 13,379,648

¹ Net expense is the difference between the expenses and program revenues of a function or program. It indicates the degree to which a function or program supports itself with its own fees and grants versus its reliance upon funding from taxes and general revenues. Numbers in parentheses are net expenses, indicating that expenses were greater than program revenues and therefore general revenues were needed to finance that function or program.

² The County reclassified franchise taxes to charges for services in 2016/2017.

Note: Accrual-basis financial information for the county government as a whole is available back to 2002/03 only, the year GASB Statement 34 was implemented

Source: Comprehensive Annual Financial Reports - County of Nevada, California

2013/2014	2012/2013	2011/2012	2010/2011	2009/2010	2008/2009
\$ 31,361,800	\$ 31,310,243	\$ 30,870,233	\$ 31,655,023	\$ 34,186,337	\$ 34,221,104
4,887,511	4,534,294	4,415,124	4,175,230	4,008,830	4,250,561
793,836	710,251	581,333	558,138	581,367	521,261
235,836	276,664	232,734	257,137	277,712	184,889
-	21,819	24,977	10,704	12,434	45,658
-	47,750	73,894	71,793	75,404	82,535
2,572,284	2,415,479	1,043,464	1,041,684	1,032,693	1,049,170
-	9,440	25,362	77,878	8,742	125,683
178,264	18,437	23,426	29,195	29,730	25,162
3,248,099	2,876,984	2,906,113	3,830,282	3,684,748	3,886,412
655,749	335,554	826,145	737,446	449,987	1,403,881
869,676	1,322,875	877,748	860,744	932,217	1,117,967
1,860,215	2,149,012	1,529,315	2,816,711	2,233,034	2,125,895
-	-	-	2,707,218	1,962,614	1,331,391
-	-	-	-	-	(38,760)
-	-	-	(1,670,439)	(252,205)	-
46,663,270	46,028,802	43,429,868	47,158,744	49,223,644	50,332,809
8,196	6,990	7,068	6,960	6,804	6,864
14,922	17,398	14,718	16,306	17,140	11,455
-	880	1,007	432	501	1,841
-	33,806	38,499	42,202	47,008	53,661
-	1,730,785	1,738,449	984,634	1,622,511	2,318,377
2,181,520	-	-	-	-	-
178,564	32,412	206,582	179,490	125,785	480,931
7,990	301,654	311,911	384,583	515,918	797,649
-	-	-	-	-	19,072
-	-	-	1,670,439	252,205	-
-	-	-	-	-	-
2,391,192	2,123,925	2,318,234	3,285,046	2,587,872	3,689,850
\$ 49,054,462	\$ 48,152,727	\$ 45,748,102	\$ 50,443,790	\$ 51,811,516	\$ 54,022,659
\$ 7,167,459	\$ 6,087,735	\$ 2,318,470	\$ 7,246,161	\$ 7,777,823	\$ 5,863,898
1,639,200	1,984,418	2,256,273	4,342,523	873,816	4,267,948
\$ 8,806,659	\$ 8,072,153	\$ 4,574,743	\$ 11,588,684	\$ 8,651,639	\$ 10,131,846

**COUNTY OF NEVADA
FUND BALANCES – GOVERNMENTAL FUNDS
STATISTICAL SECTION (UNAUDITED)
LAST TEN FISCAL YEARS**

	2009/2010	2008/2009
General Fund:		
Reserved	\$ 294,709	\$ 557,619
Unreserved	19,240,144	19,085,430
Total General Fund	<u>19,534,852</u>	<u>19,643,049</u>

All Other Governmental Funds:		
Reserved	\$ 9,849,189	\$ 8,796,969
Unreserved, Report in:		
Special Revenue Funds	30,693,012	27,476,755
Capital Projects Funds	-	-
Total All Other Governmental Funds	<u>\$ 40,542,201</u>	<u>\$ 36,273,724</u>

Source: Comprehensive Annual Financial Reports - County of Nevada, California

	2017/2018	2016/2017	2015/2016	2014/2015	2013/2014	2012/2013	2011/2012
General Fund:							
Nonspendable	\$ 1,533,648	\$ 188,484	\$ 83,451	\$ 57,182	\$ 57,182	\$ 177,182	\$ 57,182
Restricted	3,405,260	4,050,272	784,297	784,297	761,423	969,999	182,083
Committed	7,080,000	7,080,000	7,080,000	7,080,000	3,967,000	3,967,000	3,967,000
Assigned	17,453,645	17,256,738	19,525,999	15,117,489	20,698,696	16,934,910	15,205,934
Unassigned	4,821,370	4,365,141	2,974,135	5,248,990	-	-	-
Total General Fund	<u>\$ 34,293,923</u>	<u>\$ 32,940,635</u>	<u>\$ 30,447,882</u>	<u>\$ 28,287,958</u>	<u>\$ 25,484,301</u>	<u>\$ 22,049,091</u>	<u>\$ 19,412,199</u>

All Other Governmental Funds:							
Nonspendable	\$ 142,517	\$ 144,398	\$ 38,616	\$ 46,839	\$ 81,035	\$ 70,123	\$ 79,626
Restricted	59,847,208	51,021,812	47,863,492	49,485,894	45,792,679	41,337,836	40,154,597
Committed	-	1,547,145	1,479,507	1,102,113	265,487	56,764	111,433
Assigned	5,506,572	3,109,404	2,772,308	3,291,976	3,331,000	2,476,095	2,720,180
Unassigned	(449,639)	(357,855)	-	-	-	(1,977)	(53,019)
Total All Other Governmental Funds	<u>\$ 65,046,658</u>	<u>\$ 55,464,904</u>	<u>\$ 52,153,923</u>	<u>\$ 53,926,822</u>	<u>\$ 49,470,201</u>	<u>\$ 43,938,841</u>	<u>\$ 43,012,817</u>

Notes: In FY 2010-11 the County implemented GASB 54 under which governmental fund balances are reported as nonspendable, restricted, committed, assigned, and unassigned.

The implementation of GASB Statement 34 in fiscal year 2003 resulted in the reclassification of funds from fiduciary to governmental in accordance with the expanded definition of governmental fund types. These and other changes necessitated by the implementation of GASB Statement 34 make the information prior to and after the implementation incomparable.

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**COUNTY OF NEVADA
FUND BALANCES – GOVERNMENTAL FUNDS
STATISTICAL SECTION (UNAUDITED)
LAST TEN FISCAL YEARS**

	2017/2018	2016/2017	2015/2016	2014/2015
REVENUES				
Taxes and Assessments	\$ 49,450,441	\$ 44,037,748	\$ 41,591,649	\$ 39,160,486
Licenses and Permits	3,755,758	4,734,557	4,416,667	4,073,168
Fines, Forfeitures, and Penalties	2,982,265	3,574,462	3,251,167	3,554,529
Revenue from Use of Money or Property	1,537,005	1,175,972	855,476	660,679
Intergovernmental	94,619,806	83,294,255	78,810,773	76,833,387
Charges for Current Services	14,667,781	14,372,403	13,607,554	13,477,243
Other Revenue	2,385,812	2,328,013	2,300,072	2,221,340
Total Revenues	169,398,868	153,517,410	144,833,358	139,980,832
EXPENDITURES				
General Government	11,655,507	10,408,416	11,650,373	10,511,799
Public Protection	60,864,033	59,875,342	55,980,115	52,348,047
Public Ways and Facilities	10,213,698	8,536,219	9,350,522	7,663,665
Health and Sanitation	32,040,004	31,221,350	29,147,266	27,389,889
Public Assistance	29,483,143	28,526,009	28,052,156	26,666,071
Education	3,736,009	2,954,473	2,838,054	2,639,913
Recreational and Cultural	45,172	-	54,548	108
Debt Service:				
Principal	2,327,881	1,656,623	1,573,819	1,511,881
Interest	907,605	433,962	511,454	579,678
Issuance Cost	-	-	-	-
Capital Outlay	9,770,378	16,745,140	5,091,693	3,335,678
Total Expenditures	161,043,430	160,357,534	144,250,000	132,646,729
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	8,355,438	(6,840,124)	583,358	7,334,103
OTHER FINANCING SOURCES (USES)				
Transfers In	32,258,873	39,262,114	39,338,753	35,203,428
Transfers Out	(32,487,431)	(39,504,009)	(39,535,086)	(35,304,791)
Issuance of Debt	429,994	12,781,000	-	-
Insurance Recovery	-	-	-	-
Premium on COP	-	-	-	-
Refunded Certificates of Participation Redeemed	-	-	-	-
Sale of Capital Assets	233,727	104,753	-	27,538
Total Other Financing Sources (Uses)	435,163	12,643,858	(196,333)	(73,825)
NET CHANGE IN FUND BALANCE	\$ 8,790,601	\$ 5,803,734	\$ 387,025	\$ 7,260,278
Debt Service as a Percentage of Noncapital Expenditures	2.14%	1.46%	1.50%	1.62%

Source: Nevada County Audited Financial Statements - Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds

Note: The implementation of GASB Statement 34 in fiscal year 2003 resulted in the reclassification of funds from fiduciary to governmental in accordance with the expanded definition of governmental fund types. These and other changes necessitated by the implementation of GASB Statement 34 make the information prior to and after the implementation incomparable.

Source: Comprehensive Annual Financial Reports - County of Nevada, California

2013/2014	2012/2013	2011/2012	2010/2011	2009/2010	2008/2009
\$ 37,226,840	\$ 36,696,656	\$ 36,006,248	\$ 36,596,536	\$ 38,932,966	\$ 39,411,193
4,077,068	3,645,049	2,352,797	2,504,673	2,289,461	2,470,330
3,358,110	3,087,358	3,566,846	3,555,911	3,662,504	3,178,606
897,953	336,949	696,810	719,633	542,009	1,328,532
78,021,146	71,295,266	73,303,842	77,459,741	76,952,882	72,146,019
12,449,016	12,473,351	11,472,871	13,194,382	12,463,056	12,851,550
2,724,486	3,621,047	2,843,546	3,690,062	3,151,720	3,243,855
138,754,619	131,155,676	130,242,960	137,720,938	137,994,598	134,630,085
10,361,368	10,462,708	8,353,064	7,933,521	9,813,116	11,287,807
9,382,372	49,056,681	52,402,237	51,912,158	53,417,366	53,021,722
49,145,226	7,680,513	9,312,369	9,330,778	9,118,838	11,624,090
27,394,928	27,736,395	26,510,578	27,041,986	24,883,675	23,364,784
25,827,411	26,903,851	25,214,808	29,250,149	29,375,562	27,836,926
2,509,266	2,426,085	2,277,557	2,135,629	2,334,443	2,708,731
76,301	179,793	176,920	130,174	72,454	98,885
1,419,390	1,435,181	464,898	1,177,465	1,120,531	1,084,036
608,001	548,856	759,504	732,286	779,445	824,567
-	-	242,091	-	-	-
3,154,281	4,051,170	3,524,708	4,605,229	4,904,362	5,195,159
129,878,544	130,481,233	129,238,734	134,249,375	135,819,793	137,046,707
8,876,075	674,443	1,004,226	3,471,563	2,174,806	(2,416,622)
34,681,252	33,155,337	29,749,506	24,833,551	22,533,042	28,648,057
(34,721,344)	(33,196,864)	(29,797,114)	(26,507,147)	(22,539,440)	(28,672,801)
-	2,930,000	8,610,000	1,392,226	29,262	-
-	-	-	-	1,962,614	1,331,391
-	-	611,148	-	-	-
-	-	(11,020,000)	-	-	-
2,338	-	-	-	-	21,426
(37,754)	2,888,473	(1,846,460)	(281,370)	1,985,478	1,328,073
\$ 8,838,321	\$ 3,562,916	\$ (842,234)	\$ 3,190,193	\$ 4,160,284	\$ (1,088,549)
1.60%	1.57%	0.97%	1.47%	1.45%	1.45%

**COUNTY OF NEVADA
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
STATISTICAL SECTION (UNAUDITED)
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year	Total Secured Real Property	Personal Property	Total ¹ Secured and Unsecured	Less: Exemptions	Net Assessed Value	Total Direct Tax Rate
2018	\$ 18,627,029,407	\$ 326,038,012	\$ 18,953,067,419	\$ 570,971,390	\$ 18,382,096,029	1.00%
2017	17,576,391,601	323,930,936	17,900,322,537	557,952,496	17,342,370,041	1.00%
2016	16,779,152,564	329,485,023	17,108,637,587	556,570,236	16,552,067,351	1.00%
2015	15,922,822,171	346,626,732	16,269,448,903	548,492,156	15,720,956,747	1.00%
2014	15,145,357,341	350,236,211	15,495,593,552	539,163,724	14,956,429,828	1.00%
2013	14,945,038,224	358,435,747	15,303,473,971	484,419,120	14,819,054,851	1.00%
2012	15,142,005,218	377,512,059	15,519,517,277	512,683,393	15,006,833,884	1.00%
2011	15,537,324,628	394,380,861	15,931,705,489	496,557,370	15,435,148,119	1.00%
2010	16,769,888,355	391,003,163	17,160,891,518	506,420,290	16,654,471,228	1.00%
2009	15,784,303,555	363,067,090	16,147,370,645	429,377,178	15,717,993,467	1.00%

Notes:

Article XIII A, added to California Constitution by Proposition 13 in 1978, fixed the base for valuation of property subject to taxes at the full cash value which appeared on the Assessor's 1975-76 assessment roll. Thereafter, full cash value can be increased to reflect:

- a) annual inflation up to 2 percent; or
- b) fair market value at the time of ownership change; or
- c) fair value for new construction

Estimated actual value of taxable property cannot easily be determined as the property in the County is not reassessed

¹ Includes aircraft

Source: Auditor-Controller's office

**COUNTY OF NEVADA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
STATISTICAL SECTION (UNAUDITED)
LAST TEN FISCAL YEARS**

Fiscal Year End June 30	Basic County- Wide Rate	Schools	Special Districts	Total
2018	1.0000	0.1292	0.0198	1.1490
2017	1.0000	0.1234	0.0234	1.1468
2016	1.0000	0.1114	0.0267	1.1381
2015	1.0000	0.0864	0.0300	1.1164
2014	1.0000	0.0822	0.0301	1.1123
2013	1.0000	0.0897	0.0307	1.1204
2012	1.0000	0.0842	0.0236	1.1078
2011	1.0000	0.0848	0.0350	1.1198
2010	1.0000	0.0750	0.0284	1.1034
2009	1.0000	0.0781	0.0300	1.1081

Notes:

- (1) On June 6, 1978, California voters approved a constitutional amendment to Article XIII A of the California Constitution, commonly known as Proposition 13, that limits the taxing power of California public agencies. Legislation to implement Article XIII A (Statutes of 1978, Chapter 292, as amended) provides that notwithstanding any other law, local agencies may not levy property taxes except to pay debt service on indebtedness approved by voters prior to July 1, 1978 or any bonded indebtedness for the acquisition or improvement of real property approved on or after July 1, 1978 by two-thirds of the voting public.
- (2) Proposition 13 allows each county to levy a maximum of \$1 per \$100 of full cash value. Full cash value is equivalent to assessed value pursuant to Statutes of 1978, Senate Bill 1656.

Source: Nevada County Auditor-Controller annual tax rate schedule prepared in accordance with Government Code Section 29100

**COUNTY OF NEVADA
PRINCIPAL PROPERTY TAX PAYERS
STATISTICAL SECTION (UNAUDITED)
CURRENT YEAR AND NINE YEARS AGO**

Fiscal Year 2018			Fiscal Year 2009		
Secured Taxes			Secured Taxes		
Taxpayer	Amount	Percent of Total	Taxpayer	Amount	Percent of Total
Pine Creek Owner LLC	\$425,076	0.19%	Tahoe Club Company, LLC	\$1,152,280	0.60%
Tahoe Club Company LLC	\$349,178	0.16%	Old Greenwood, LLC	\$976,172	0.51%
Hidden Lake Properties Inc	\$252,947	0.11%	Gray's Station, LLC	\$551,250	0.29%
RI-Grass Valley LLC	\$242,999	0.11%	PK II Pinecreek, LP et al	\$273,028	0.14%
Longs Drugs Stores California Inc.	\$205,193	0.09%	Gateway at Donner Pass, LP	\$195,795	0.10%
Kenmawr-Nevada City LLC	\$196,171	0.09%	Baldwin Ranch Subdivision, LLC	\$193,552	0.10%
LDK GC 81 LLC	\$191,011	0.09%	Hidden Lake Properties, Inc.	\$192,159	0.10%
GVSC LLC	\$185,290	0.08%	Ninety Five Ten	\$177,970	0.09%
Gateway at Donner Pass LP	\$170,491	0.08%	Old Greenwood, LLC	\$172,217	0.09%
Abbate James A & Sabra Trstes Etal	\$167,816	0.08%	Pinyon Creek, LLC	\$162,147	0.08%
TOTAL	\$2,386,171	1.07%	TOTAL	\$4,046,570	2.12%
Total Secured Taxes Levied		\$222,979,353	Total Secured Taxes Levied		\$191,210,832
Unsecured Taxes			Unsecured Taxes		
Taxpayers	Amount	Percent of Total	Taxpayers	Amount	Percent of Total
Boreal Ridge Corp % Accounting D	\$191,415	4.85%	Cequel III Communications, LLC	\$128,285	2.95%
Cequel III Communications I LLC	\$140,791	3.57%	Boreal Ridge Corp.	\$86,909	2.00%
Comcast of California IX Inc	\$115,353	2.92%	Comcast of California IX inc.	\$84,719	1.95%
Tahoe Donner Prop Owners Assoc.	\$87,476	2.22%	Canavan, Gerald A	\$69,572	1.60%
Truckee Meadows Water Authority	\$79,605	2.02%	Truckee Meadows Water Authority	\$66,308	1.52%
NetJet Aviation Inc	\$44,654	1.13%	Teichert & Sons	\$63,840	1.47%
Raley's Supermarket Inc	\$38,863	0.99%	Grass Valley, Inc.	\$61,001	1.40%
Teichert A & Son	\$35,508	0.90%	Safeway Inc.	\$50,969	1.17%
USA Waste of California Inc.	\$34,408	0.87%	Suburban Propane, LP	\$41,999	0.97%
AJA Video Systems Inc	\$34,002	0.86%	Hall's Excavating, Inc.	\$39,846	0.92%
TOTAL	\$802,075	20.34%	TOTAL	\$693,448	15.93%
Total Unsecured Taxes Levied		\$3,943,996	Total Unsecured Taxes Levied		\$4,351,995
Public Utility Taxes			Public Utility Taxes		
Taxpayers	Amount	Percent of Total	Taxpayers	Amount	Percent of Total
Pacific Gas & Electric Co	\$2,434,504	65.82%	Pacific Gas & Electric	\$1,660,189	59.51%
AT&T Communications	\$318,549	8.61%	AT&T California	\$400,000	14.34%
Southwest Gas Corp	\$228,987	6.19%	Southwest Gas	\$220,575	7.91%
Verizon Wireless	\$103,612	2.80%	Sierra Pacific Power	\$169,686	6.08%
NV Energy	\$97,929	2.65%	Verizon Wireless	\$66,913	2.40%
Liberty Utilities	\$92,668	2.51%	Union Pacific Railroad Co.	\$59,124	2.12%
Union Pacific Railroad Company	\$90,935	2.46%	AT&T Mobility, LLC	\$48,507	1.74%
AT&T Mobility	\$86,610	2.34%	Sprint PCS	\$38,476	1.38%
CVIN LLC	\$68,716	1.86%	T-Mobile	\$28,764	1.03%
T-Mobile	\$33,939	0.92%	SFPP, LP	\$22,145	0.79%
TOTALS	\$ 3,556,449	96.15%	TOTALS	\$ 2,714,379	97.30%
Total Public Utility Taxes Levied		\$3,699,001	Total Public Utility Taxes Levied		\$ 2,789,600

Source: County of Nevada Treasurer Tax Collector

**COUNTY OF NEVADA
PROPERTY TAX LEVIES AND COLLECTIONS
STATISTICAL SECTION (UNAUDITED)
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year Ended June 30,	Tax Levies			Collections within the Fiscal Year of the Levy				Tax Levies moved to the Delinquent Roll ²	Percent Delinquent
	Secured Tax	Unsecured Tax	Total Tax Levies ¹	Secured Tax	Unsecured Tax	Total Tax Collected ¹	% of Levy		
2018	\$ 222,979,353	\$ 3,943,996	\$ 226,923,349	\$ 219,260,621	\$ 3,609,528	\$ 222,870,149	98.21%	\$ 4,053,200	1.79%
2017	211,348,896	3,544,810	214,893,706	207,193,191	3,439,692	210,632,883	98.02%	4,260,823	1.98%
2016	200,990,322	3,587,744	204,578,065	197,452,478	3,489,244	200,941,722	98.22%	3,636,343	1.78%
2015	190,518,997	3,672,132	194,191,129	186,923,474	3,608,411	190,531,885	98.12%	3,659,244	1.88%
2014	181,918,148	3,699,820	185,617,968	177,625,842	3,624,388	181,250,229	97.65%	4,367,739	2.35%
2013	179,818,079	3,717,244	183,535,323	175,346,773	3,627,371	178,974,145	97.51%	4,561,178	2.49%
2012	180,629,580	3,989,736	184,619,316	175,214,562	3,795,081	179,009,644	96.96%	5,609,673	3.04%
2011	184,260,769	4,174,830	188,435,599	178,566,075	3,932,216	182,498,292	96.85%	5,937,307	3.15%
2010	194,439,225	4,150,289	198,589,514	186,748,108	3,990,603	190,738,711	96.05%	7,850,803	3.95%
2009	191,210,832	4,351,995	195,562,828	182,585,832	4,220,686	186,806,518	95.52%	8,756,309	4.48%

Notes:

¹ The levy and collection amounts include special assessments, penalties, cost, and any applicable interest. They do not include Supplemental taxes. Also, the levy is based on the equalized roll and all escaped assessments and assessor's roll corrections processed within the fiscal year.

² This reflects the current levies unpaid at year-end. Currently, the County's property tax system does not have the ability to track delinquent collections by the respective year of levy.

Source: County of Nevada Auditor's & Tax Collector's Office District Summary reports

**COUNTY OF NEVADA
RATIO OF OUTSTANDING DEBT TO ASSESSED VALUE
AND OUTSTANDING DEBT PER CAPITA
STATISTICAL SECTION (UNAUDITED)
LAST TEN FISCAL YEARS**

Governmental Activities						Business-Type Activities			
Fiscal Year	Capital Leases	Certificates of Participation	Loans	Special Assessment Bonds	Total	Certificates of Participation	Special Assessment Debt & Bonds Payable	Loans	Total
2018	\$ 8,188	\$ 1,705,813	\$ 17,832,065	\$ 189,000	\$ 19,735,066	\$ -	\$ -	\$ 17,314,567	\$ 17,314,567
2017	11,738	3,063,718	18,628,952	205,000	21,909,408	2,860,000	-	18,917,948	21,777,948
2016	14,967	4,090,000	6,274,575	221,000	10,600,542	4,090,000	9,000	23,558,282	27,657,282
2015	17,900	5,255,000	6,683,393	236,000	12,192,293	5,255,000	12,000	23,558,283	28,825,283
2014	-	6,375,000	7,075,337	250,000	13,700,337	6,375,000	15,000	25,330,213	31,720,213
2013	7,342	7,920,338	7,102,548	263,000	15,293,228	7,445,000	17,000	25,167,988	32,629,988
2012	14,875	9,048,243	4,425,114	276,000	13,764,232	8,505,000	19,000	26,697,926	35,221,926
2011	23,478	11,020,000	4,662,331	288,000	15,993,809	11,020,000	21,000	28,143,111	39,184,111
2010	44,218	12,000,000	3,441,053	299,000	15,784,271	12,000,000	23,000	29,597,852	41,620,852
2009	29,762	12,940,000	3,601,554	310,000	16,881,316	12,940,000	100,000	30,460,967	43,500,967

(1) See Demographic and Economic Indicators schedule for personal income and population data.

(2) See Assessed Value and Actual Value of Taxable Property schedule for property value data.

(3) Includes bonds, notes, certificates of participation, loans and capital leases. Does not include compensated absences, net pension obligations, landfill postclosure costs or claims and judgments.

n/a - information is not available

Source: County of Nevada Audited Financial Statements
US Census Bureau - 2013

Total Primary Government	Total	Population per official U.S. Census (1)	Total Assessed Valuation (2)	Outstanding Debt to Assessed Value	Outstanding Debt per Capita
\$ 37,049,633	\$ 37,049,633	99,155	\$18,382,096,029	0.20%	\$ 374
43,687,356	43,687,356	98,828	17,342,370,041	0.25%	442
38,257,824	38,257,824	98,095	16,552,067,351	0.23%	390
41,017,576	41,017,576	98,193	15,720,956,747	0.26%	418
45,420,550	45,420,550	97,225	14,956,429,828	0.30%	467
47,923,216	47,923,216	97,019	14,819,054,851	0.32%	494
48,986,158	48,986,158	97,182	15,006,833,884	0.33%	504
55,177,920	55,177,920	99,111	15,435,148,119	0.36%	557
57,405,123	57,405,123	98,764**	16,654,471,228	0.34%	581
60,382,283	60,382,283	98,721	15,717,993,467	0.38%	612

COUNTY OF NEVADA
RATIO OF NET OBLIGATION BONDED DEBT TO ASSESSED VALUE
AND NET GENERAL OBLIGATION BONDED DEBT PER CAPITA
STATISTICAL SECTION (UNAUDITED)
LAST TEN FISCAL YEARS

Fiscal Year	Governmental Activities		Business-Type Activities		Total Primary Government	Population per official U.S. Census (1)	Total Assessed Valuation (2)	Percentage of Bonded Debt per Assessed Value	Percentage of Bonded Debt per Capita
	Certificates of Participation		Certificates of Participation						
2018	\$ 1,705,813	\$	-	\$	1,705,813	99,155	\$ 18,382,096,029	0.01%	\$ 17
2017	3,063,718		2,860,000		5,923,718	98,828	17,342,370,041	0.03%	60
2016	4,090,000		4,090,000		8,180,000	98,095	16,552,067,351	0.05%	83
2015	5,255,000		5,255,000		10,510,000	98,193	15,720,956,747	0.07%	107
2014	6,375,000		6,375,000		12,750,000	97,225	14,956,429,828	0.09%	131
2013	7,920,338		7,445,000		15,365,338	97,019	14,819,054,851	0.10%	158
2012	9,048,243		8,505,000		17,553,243	97,182	15,006,833,884	0.12%	181
2011	11,020,000		11,020,000		22,040,000	99,111	15,435,148,119	0.14%	222
2010	12,000,000		12,000,000		24,000,000	98,764**	16,654,471,228	0.14%	243
2009	12,940,000		12,940,000		25,880,000	98,721	15,717,993,467	0.16%	262

(1) See Demographic and Economic Indicators schedule for personal income and population data.

(2) See Assessed Value and Actual Value of Taxable Property schedule for property value data.

n/a - information is not available

Source: County of Nevada Audited Financial Statements

US Census Bureau - 2013

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**COUNTY OF NEVADA
COMPARISON OF COMPUTATION OF LEGAL DEBT MARGIN
STATISTICAL SECTION (UNAUDITED)
LAST TEN FISCAL YEARS**

	2018	2017	2016	2015
Assessed Value of Property (1)	<u>\$ 18,382,096,029</u>	<u>\$ 17,342,370,041</u>	<u>\$ 16,552,067,351</u>	<u>\$ 15,720,956,747</u>
Debt Limit Percentage (2)	1.25%	1.25%	1.25%	1.25%
Total Debt Limit	229,776,200	216,779,626	206,900,842	196,511,959
Amount Applicable to Debt Limit				
General Bonded Debt (3)	37,049,633	40,622,356	31,177,814	35,526,577
Less: Resources Restricted to Paying Principal	<u>(883,559)</u>	<u>(872,245)</u>	<u>(872,245)</u>	<u>(872,245)</u>
Total Net Debt Applicable to Limit	36,166,074	39,750,111	30,305,569	34,654,332
Legal Debt Margin (4)	<u>\$ 193,610,126</u>	<u>\$ 177,029,515</u>	<u>\$ 176,595,273</u>	<u>\$ 161,857,627</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	15.74%	18.34%	14.65%	17.63%

(1) Assessed value is equal to full cash value.

(2) The legal debt limit is 1.25% of assessed valuation.

(3) General bonded debt Includes bonds, notes, certificates of participation, loans and capital leases. Does not include compensated absences, net pension obligations, landfill postclosure costs or claims and judgments.

(4) Legal debt margin is computed by subtracting the County legal general obligation bonded debt from the legal debt limit.

Source: County of Nevada Audited Financial Statements

2014	2013	2012	2011	2010	2009
\$ 14,956,429,828	\$ 14,819,054,851	\$ 15,006,833,884	\$ 15,435,148,119	\$ 16,654,471,228	\$ 15,717,993,467
1.25%	1.25%	1.25%	1.25%	1.25%	1.25%
186,955,373	185,238,186	187,585,424	192,939,351	208,180,890	196,474,918
38,795,550	40,478,216	40,481,158	51,252,920	53,045,123	55,612,283
(872,245)	(897,387)	(874,960)	(3,225,435)	(3,175,985)	(3,160,548)
37,923,305	39,580,829	39,606,198	48,027,485	49,869,138	52,451,735
\$ 149,032,068	\$ 145,657,357	\$ 147,979,226	\$ 144,911,866	\$ 158,311,752	\$ 144,023,183
20.28%	21.37%	21.11%	24.89%	23.95%	26.70%

**COUNTY OF NEVADA
DEMOGRAPHIC AND ECONOMIC INDICATORS
STATISTICAL SECTION (UNAUDITED)
LAST TEN FISCAL YEARS**

Fiscal Year	Population	Income per Capita	Total Personal Income	Civilian Labor Force June 2013	Unemployment Percentage Rate June 2013	Percent of Population over 65
2018	99,155	N/A	N/A	48,640	3.2%	N/A
2017	98,828	N/A	N/A	47,960	4.0%	N/A
2016	98,095	N/A	N/A	49,000	4.6%	N/A
2015	98,193	N/A	N/A	48,930	5.1%	N/A
2014	97,225	N/A	N/A	48,620	6.2%	23.4%
2013	97,019	\$50,148	\$4,924,569,000	50,220	7.8%	22.5%
2012	97,182	\$48,980	\$4,813,104,000	51,130	9.7%	21.5%
2011	99,111	\$44,313	\$4,369,841,000	50,170	11.4%	20.3%
2010	98,764**	\$43,119	\$4,258,678,000	51,410	11.5%	19.6%
2009	98,721	\$44,092	\$4,121,926,000	50,630	11.5%	19.0%

Note: N/A - Information is not available

** Population information for 2010 adjusted per available data from State of California Department of Finance, Census 2010

Sources:

Population information from California Department of Finance

Measures of Income information from State of California Employment Development Department

State of California Employment Development Department - Labor Market Information Division - www.labormarketinfo.edd.ca.gov

County of Nevada Annual Budget Book

U.S. Census Bureau

**COUNTY OF NEVADA
LABOR FORCE AND EMPLOYMENT
STATISTICAL SECTION (UNAUDITED)
CURRENT AND NINE YEARS AGO**

Fiscal Year 2018			Fiscal Year 2009		
Industry Title	Percentage	No. of Employed	Industry Title	Percentage	No. of Employed
Government	19.52%	6,370	Government	18.63%	5,240
Education and Health Services	16.52%	5,390	Education and Health Services	14.05%	3,950
Retail Trade	12.38%	4,040	Retail Trade	13.26%	3,730
Leisure and Hospitality	15.48%	5,050	Leisure and Hospitality	13.05%	3,670
Natural Resources, Mining, and Construction	10.14%	3,310	Natural Resources, Mining, and Construction	10.42%	2,930
Professional and Business Services	6.93%	2,260	Professional and Business Services	9.17%	2,580
Manufacturing	4.35%	1,420	Manufacturing	6.54%	1,840
Financial Activities	4.05%	1,320	Financial Activities	5.37%	1,510
Other Services	6.74%	2,200	Other Services	4.27%	1,200
Transportation, Warehousing, and Utilities	1.47%	480	Transportation, Warehousing, and Utilities	1.67%	470
Wholesale Trade	1.16%	380	Wholesale Trade	1.46%	410
Information	0.95%	310	Information	1.35%	380
Farming	0.31%	100	Farming	0.75%	210
Total, All Industries	100.00%	32,630	Total, All Industries	100.00%	28,120

Source: <http://www.labormarketinfo.edd.ca.gov>

**COUNTY OF NEVADA
FULL-TIME EQUIVALENT COUNTY GOVERNMENT EMPLOYEES BY FUNCTION
STATISTICAL SECTION (UNAUDITED)
LAST TEN FISCAL YEARS**

Function/Program	2018	2017	2016	2015
Full-Time Equivalent Employees:				
Public Protection	338.10	337.10	336.60	342.95
Health and Sanitation	110.50	111.42	111.61	109.60
Public Assistance	125.00	123.00	120.00	120.50
Education	24.25	22.25	22.25	21.13
Public Ways and Facilities	59.00	62.00	60.00	61.00
General Government	132.00	130.00	127.75	127.35
Total	788.85	785.77	778.21	782.53
	17-277	16-240	15-242	14-227

Source: Fiscal Year Beginning Authorized Personnel Staffing Resolution (unamended)

2014	2013	2012	2011	2010	2009
343.55	347.30	352.85	368.80	396.15	414.15
109.00	106.50	84.00	85.05	95.95	105.35
112.00	112.50	112.50	125.70	126.70	129.50
20.38	19.53	19.28	20.63	26.35	29.60
62.00	62.00	84.00	100.00	121.40	122.10
126.00	124.88	123.88	136.08	146.25	175.30
772.93	772.70	776.50	836.26	912.80	976.00

13-213	12-213	11-274	10-257	09-235	08-253
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**COUNTY OF NEVADA
OPERATING INDICATORS BY FUNCTION
STATISTICAL SECTION (UNAUDITED)
LAST TEN FISCAL YEARS**

Function/Program	2018	2017	2016	2015
Public Protection				
Jail Bookings	4,185	4,243	4,612	4,576
Average Daily Population	207	205	223	228
Health and Sanitation				
Economic Services/Support Program - Unduplicated New Cases Mental Health (Adults in Nevada County)	1067	1086	652	433
Public Ways and Facilities				
Centerline Miles of Road Maintained				
County	562	562	562	562
State	173	173	173	173
Airport				
Based Aircraft	136	137	104	125
Takeoffs and Landings	28,515	27,740	10,000	5,500
Total	34,845	34,146	16,326	11,597

Sources: Sheriff
Human Services Agency
Department of Transportation and Sanitation
Nevada County Airport

2014	2013	2012	2011	2010	2009
4,549	4,464	4,945	4,673	4,802	5,048
228	215	195	186	194	199
596	605	631	670	556	713
562	565	562	563	562	562
173	129	133	133	133	133
134	136	121	135	150	150
5,475	27,740	10,000	15,000	20,000	20,000
11,717	33,854	16,587	21,360	26,397	26,805

**COUNTY OF NEVADA
CAPITAL ASSET STATISTICS BY FUNCTION
STATISTICAL SECTION (UNAUDITED)
LAST TEN FISCAL YEARS**

Function/Program	2018	2017	2016	2015
Public Protection				
Correction Facility Capacities	288	288	283	283
Public Ways and Facilities				
Traffic Signals	3	3	3	2
Bridges	77	77	75	92
Active Vehicles in Vehicle Replacement Plan	156	156	145	142
Airport				
Number of Runways	1	1	1	1
Total	525	525	507	520

Note: N/A - Information is not available

Source: Sheriff
Department of Transportation and Sanitation
Nevada County Airport

2014	2013	2012	2011	2010	2009
283	283	274	274	274	280
2	2	2	2	2	2
92	80	71	71	71	71
146	146	134	135	140	148
1	1	1	1	1	1
524	512	482	483	488	502