

**County of Nevada  
State of California**

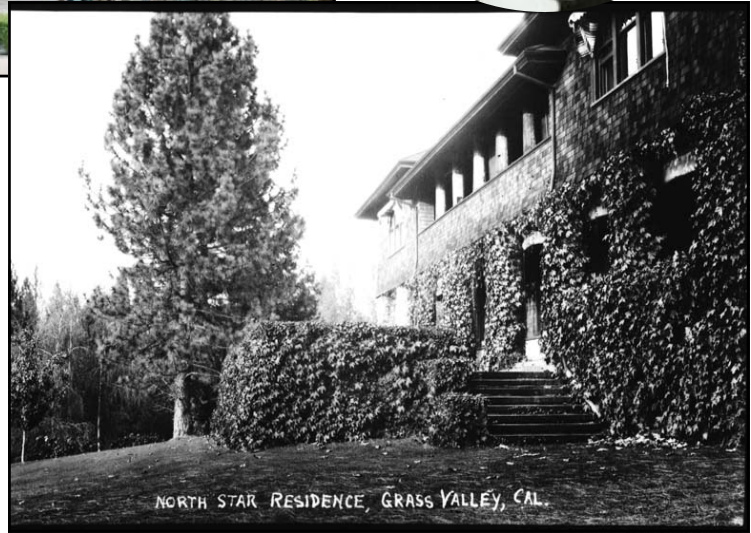
# **Comprehensive Annual Financial Report**

**For the Fiscal Year Ended June 30, 2015**



**Historical North Star House**

**Marcia L. Salter  
Auditor-Controller**



The North Star House is distinctively characteristic of the Grass Valley mining industry that once dominated the region's economic and social development from early settlement during the Gold Rush period to the industry's slow decline and demise in the mid-twentieth century.

The 1905 design was by renowned architect Julia Morgan. Built in the early California Craftsman style, the home is a significant example of her early work, and was one of her first major commissions as an independent architect. The construction of the North Star House, for the North Star Mine manager Arthur De Wint Foote and his family, reflected the elevated status of the mining industry as one of the chief sources of wealth and industry for the area. It stood as a continuation of grand local mine related commissions that included rival Empire Mine's Bourne Cottage designed by Willis Polk (1895-1897).

The Foote family maintained residence until 1968. In 2003, the property was purchased by the Nevada County Land Trust, who then transferred ownership to the North Star Historic Conservancy in 2014. These two groups, with countless volunteers, have worked to rehabilitate and restore the home to its former glory. The work is ongoing, but the site is now open for public use. For more information visit: [www.northstarconservancy.org](http://www.northstarconservancy.org)

Photos

Cover: North Star House, photo from County of Nevada Archives  
Top and Bottom Left: North Star House, photo courtesy of Lydia Photography, [lydiaphotography.com](http://lydiaphotography.com)  
Top Right: Photo of Julia Morgan  
Bottom Right: North Star House, circa 1905, photo courtesy of North Star Historic Conservancy

**COUNTY OF NEVADA, CALIFORNIA**

**COMPREHENSIVE  
ANNUAL FINANCIAL REPORT**

**For the Year Ended June 30, 2015**

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

**Marcia L. Salter  
Auditor-Controller**

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**COUNTY OF NEVADA**  
**Comprehensive Annual Financial Report**  
**For the Year Ended June 30, 2015**

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State of California  
**COUNTY OF NEVADA**

**MARCIA L. SALTER – Auditor-Controller**

**Auditor-Controller**  
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February 29, 2016

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, 2015 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 Gallina LLP, 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, 2015. 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, Gallina 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 conformity with the provisions of the Single Audit Act of 1984, the 1996 amendments to that act, and the US Office of Management and Budget Circular A-133, “*Audits of States, Local Governments and Non-Profit Organizations*.” 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 (2010, 2014 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 778 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 Public Defender's Office implemented a Homeless/Community Court, in partnership with other agencies and community groups.
- Behavioral Health, through a State grant, created the Insight Respite Center. The respite care center is a site where individuals can receive temporary housing and supportive counseling service. The center is peer-run, in coordination with clinical support.
- Veteran's Services partnered with community organizations such as, Welcome Home Vets, Friends of Nevada County Military, Workforce Investment Act Programs, Employment Development Department, American Legion and Sierra Roots to improve service for veterans and their families.
- Social Service Eligibility, Probation and the Sheriff's Office collaborated to assist AB109 offenders in enrolling for public assistance programs. This collaboration connects offenders with needed services that can help them get their lives back on track and reintegrate in the community as safe and productive members. Services being offered include mental health counseling, job preparedness, substance abuse counseling, and other evidenced based treatment programs.
- Agricultural viability was improved by the Farm Advisor's Office providing 20 workshops, a six-week business planning short course, two Beginning Farming Academies and 1 Marketing Academy.
- Geographic Information Systems created two new interactive map applications for County Facilities locations and historical landmark locations that allow users to browse content based on a list or a map interface.

### **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**

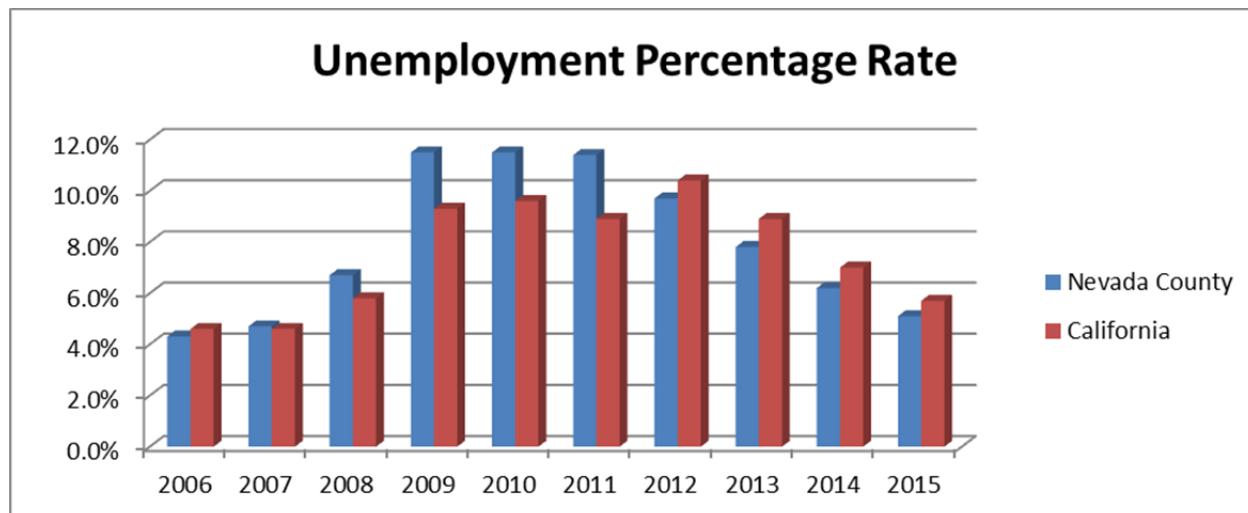
The County of Nevada is a rural community located within a convenient distance from urban centers in Sacramento, San Francisco Bay Area and Reno. The major sectors of employers in the government's boundaries include Education & Health Services, Leisure & Hospitality, and Federal, State and Local governments.

### **Population**

The 2015 estimated population figures, as provided by the State Department of Finance for the County are 98,193. This is a slight increase from 2014 with about 67% or 65,863 of the residents living in the unincorporated areas. The Town of Truckee is the largest of the three cities within the County, with approximately 16,211 residents in 2015. The City of Grass Valley is the second largest city within the boundaries of the County with a population of 12,925. Nevada City serves as the County seat with a population of 3,194.

### **Labor Force**

The County's June 2015 labor force totaled 48,930, which was an increase of 310 from the 2014 figure for the same month. Nevada County's unemployment rate in June 2015 was 5.1% which was a moderate decrease from June 2013's unemployment rate of 6.2%, California's statewide rate was 5.7% for the same June time period. The median household income within the County of Nevada is \$56,949 (in 2014 dollars as provided by the US Census Bureau). This is slightly higher than the United States median household income.



The County, like many other rural counties, is in the economic recovery cycle and seeing strong indicators of improvements. The sales tax revenue to the County increased 5% from year to year which is an indicator consumer confidence is rising helping the local economy rebound. Sales tax revenue is expected to increase an additional 2% during each of the two subsequent fiscal years.

#### **Housing**

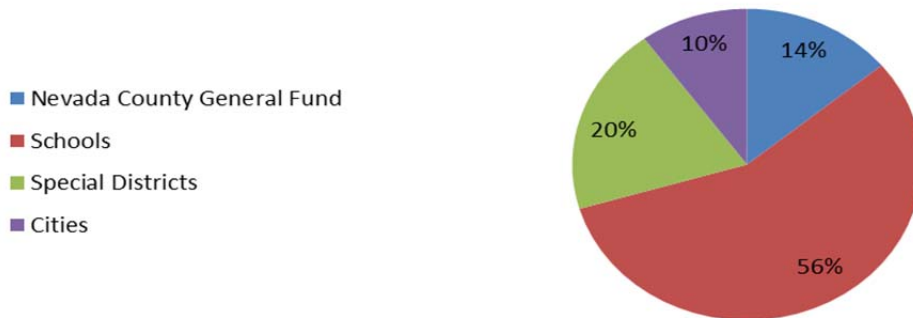
The real estate market continues to show improvement with both housing sales and housing prices on the increase. The median residential property price in Western Nevada County increased from \$300,000 in 2014 to \$330,000 with 1,441 units sold in 2015. Although the real estate market in eastern county remains solid, the sales are flattening out. One reason for this is that 2014 was a strong year for home sales, with prices increasing up to 22% according. Median sales are at \$500,000, but have declined 3% from 2014. New construction permits are increasing, however, construction activity remains below the pre-recession highs.

#### **Property Tax Collection and Apportionment**

Property taxes levied countywide (secured, unsecured and unitary) rose in fiscal year 2014-15 to \$160,043,315. This was a .38% increase over the previous fiscal year total of \$159,438,312. The rising home values reflected in the activity in the real estate market along with 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.

### **2014-2015 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 2015-16 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 \$35,526,577 in direct debt outstanding as of June 30, 2015. This includes the 2011 Certificates of Participation, capital leases, special assessment debt and 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.

### **Fund Balance Policies**

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.

### **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 2015 CIP represents a five-year, \$64 million program from 2015 through 2019. 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 and a segment of the Housing and Community Services programs with both being managed and operated by not-for-profit organizations as well as the Solid Waste franchise which includes the western county transfer operations by a 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 778 authorized positions for the 2015-16 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.

On a positive note, the State's fiscal condition has continued to improve. The California Legislative Analyst's Office has projected that the 2015-16 year's State budget will end with a \$7.9 billion reserve. The continued improvement of State's financial situation is good news; however, the County remains cautious on impacts that could occur on funding in the future. The current trend by the State is for the realignment of certain programs. Beginning with the 2011-12 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. While this shift promotes local control for service delivery, there is a question as to whether an adequate flow of funds will be available in the future to support the on-going programs. With the passing of Proposition 30 by the voters of California in 2012, a dedicated revenue stream to fund the 2011 State Public Safety realigned programs is constitutionally guaranteed. There remains a concern of the potential impact on the County budget to provide the funding required for all realigned services and other mandated programs.

### **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, 2014. . This was the eighth 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, Gallina 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 conservative policies which provide the foundation for the financial health of the County.

Respectfully Submitted,



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, 2014**

Executive Director/CEO

## COUNTY OF NEVADA

### County Officials

#### Appointed Officials

[www.mynevadacounty.com/pages/appointedofficials.aspx](http://www.mynevadacounty.com/pages/appointedofficials.aspx)

|                                |                        |
|--------------------------------|------------------------|
| Agricultural Commissioner      | Chris Flores           |
| Behavioral Health              | Rebecca Slade          |
| Building Inspection            | Craig Griesbach        |
| Child Support Services         | Tex Ritter             |
| Clerk of the Board             | Julie Patterson Hunter |
| Community Development Agency   | Steve DeCamp           |
| County Counsel                 | Alison Barratt-Green   |
| County Executive Officer       | Rick Haffey            |
| Department of Social Services  | Mike Dent              |
| Environmental Health           | Amy Irani              |
| Farm Advisor                   | Roger Ingram           |
| Health & Human Services Agency | Michael Heggarty       |
| Human Resources                | Charles Wilson         |
| Information & General Services | Steve Monaghan         |
| Nevada County Library          | Laura Pappani          |
| Planning                       | Brian Foss             |
| Probation                      | Michael Ertola         |
| Public Defender                | Donald E Lown, Jr.     |
| Public Health, Interim         | Jill Blake             |
| Public Works                   | Steve Castleberry      |

#### Board of Supervisors

<http://www.mynevadacounty.com/Pages/ElectedOfficials.aspx>

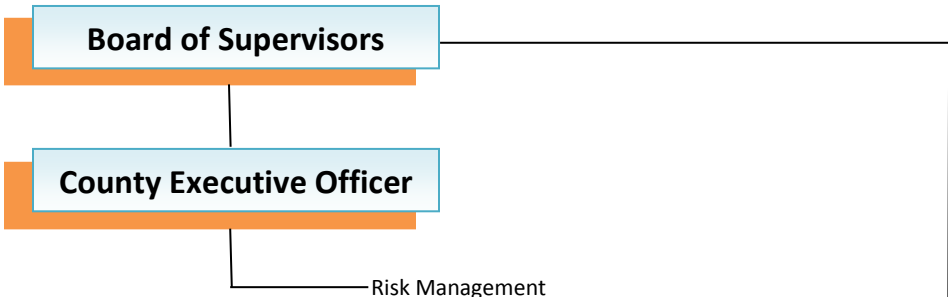
|            |                  |
|------------|------------------|
| District 1 | Nate Beason      |
| District 2 | Ed Scofield      |
| District 3 | Dan Miller       |
| District 4 | Hank Weston      |
| District 5 | Richard Anderson |

#### Elected Officials

<http://www.mynevadacounty.com/Pages/ElectedOfficials.aspx>

|                                      |                 |
|--------------------------------------|-----------------|
| Assessor                             | Sue Horne       |
| Auditor-Controller                   | Marcia Salter   |
| Clerk-Recorder/Registrar of Voters   | Greg Diaz       |
| District Attorney                    | Clifford Newell |
| Sheriff-Coroner-Public Administrator | Keith Royal     |
| Treasurer-Tax Collector              | Tina Vernon     |

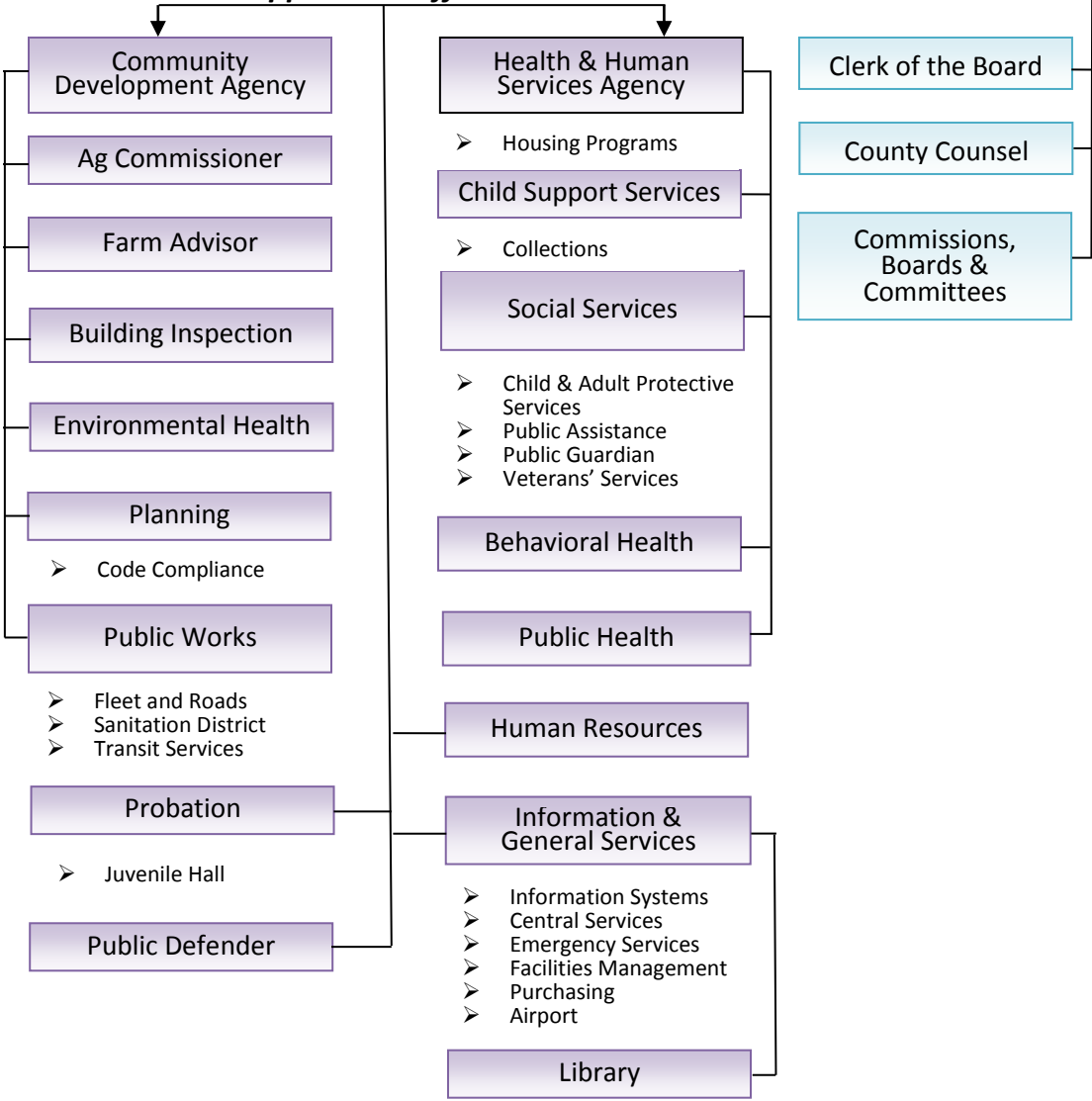
# Nevada County Government Organization



**Elective Offices**

- Assessor
- Auditor-Controller
- Clerk-Recorder
  - Clerk-Recorder Elections
- District Attorney
  - Victim/Witness Fraud
- Sheriff-Coroner
  - Animal Control
  - Corrections
  - Court Security
  - Operations
- Treasurer-Tax Collector
- Superintendent of Schools
- Superior Court
  - Grand Jury

**Appointive Offices**



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## **FINANCIAL SECTION**

- **Independent Auditor's Report**
- **Management's Discussion and Analysis**
- **Basic Financial Statements**
- **Required Supplementary Information**
- **Combining and Individual Fund Statements and Schedules**

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## INDEPENDENT AUDITOR'S REPORT

To the 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 (County), as of and for the year ended June 30, 2015, 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.

### Auditor's 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, 2015, 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

#### *Implementation of New Accounting Standards*

As disclosed in Note 1 to the financial statements, the County of Nevada implemented GASB Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB Statement No. 68*, effective July 1, 2014.

To the Board of Supervisors and Grand Jury  
County of Nevada

**Other Matters**

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, pension and OPEB funding status, 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's basic financial statements. The combining and individual nonmajor fund financial statements (supplementary information) is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. 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 February 29, 2016 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 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 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.



Roseville, California  
February 29, 2016

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**Management's Discussion And Analysis  
(Unaudited)**

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## COUNTY OF NEVADA

### Management's Discussion and Analysis Required Supplementary Information

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, 2015. Please read it in conjunction with the transmittal letter at the front of this report and the County's basic financial statements following this section.

#### FINANCIAL HIGHLIGHTS

- In fiscal year 2014/15, the County implemented a new accounting standard required by the Governmental Accounting Standards Board (GASB) Statement No. 68, "Accounting and Financial Reporting for Pensions" (GASB 68). These standards establish the standards for the measurement and recognition of liabilities, deferred outflows, deferred inflows and expenses related to pensions.
- The County's total net position increased \$13,379,648 over the prior year. However, as a result of the implementation of the new standards, these statements show that the assets and deferred outflows exceeded liabilities and deferred inflows by \$235,667,767 (net position). The recognition of a prior period adjustment of \$146,348,911, as required by GASB 68, resulted in a total net position decrease of \$132,969,263, or 36.1%.
- The governmental activities net position at year-end is \$198,142,540. This represents the amount the assets and deferred outflows of the governmental activities of the County exceeded its liabilities and deferred inflows. Of this amount, \$54,491,765 is restricted for specific purposes (restricted net position), and \$255,582,020 is the net investment in capital assets, while unrestricted net position is a negative (\$111,931,245) primarily due to the addition of the unfunded pension liability.
- As of June 30, 2015, the County's governmental fund balance increased \$7,260,278 or 9.7% to \$82,214,780. Amounts available for spending include *restricted, committed, assigned and unassigned fund balance*, totaling \$82,110,759. Of this amount, \$50,270,191 is restricted by law or externally imposed requirements, \$8,182,113 has been formally committed for specific purposes, and \$18,409,465 has been earmarked for certain uses.
- At the end of the fiscal year, the General Fund fund balance increased \$2,803,596 or 11% to \$28,287,958. This represents 50.2% of the total General Fund expenditures for the year.
- The County's total long-term debt decreased from \$59,445,183 to \$52,557,055. This decrease of \$6,888,128, or 11.6%, was related to scheduled payments on the Certificates of Participation and loans along with a revision of the post-closure liability estimate for the landfill.

#### 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 comprise 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.

## COUNTY OF NEVADA

### Management's Discussion and Analysis Required Supplementary Information

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).

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 23-25 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 thirty-nine 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 28-34 of this report.*

## COUNTY OF NEVADA

### Management's Discussion and Analysis Required Supplementary Information

**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-four 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 and Central 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.

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 and the Sanitation District are considered to be major funds of the County and are presented individually. The County's non-major enterprise funds and the six internal service funds are combined into single, aggregated presentations in the proprietary fund financial statements. Individual fund data for each of these nonmajor 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 36-43 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 three hundred fiduciary funds.

*The fiduciary fund financial statements can be found on pages 44-45 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 47-93 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 95-108 of this report.*

**Combining and individual fund statements and schedules** referred to earlier provide information for nonmajor governmental funds, nonmajor enterprise 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 109-176 of this report.*

**COUNTY OF NEVADA**

**Management's Discussion and Analysis  
Required Supplementary Information**

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

Net position may serve as a useful indicator of the County's financial position over time. On June 30, 2015, the County's total assets and deferred outflows exceeded its liabilities and deferred inflows (net position) by \$235,667,767.

**County's Net Position  
June 30, 2015 and 2014**

|                                       | Governmental<br>Activities |                    | Business-Type<br>Activities |                   | Total              |                    | Variance      |
|---------------------------------------|----------------------------|--------------------|-----------------------------|-------------------|--------------------|--------------------|---------------|
|                                       | 2015                       | 2014               | 2015                        | 2014              | 2015               | 2014               |               |
| <b>Assets:</b>                        |                            |                    |                             |                   |                    |                    |               |
| Current and other assets              | \$ 100,118,158             | \$ 92,305,654      | \$ 20,480,505               | \$ 17,882,815     | \$ 120,598,663     | \$ 110,188,469     | 9.4%          |
| Capital Assets                        | 267,877,841                | 267,013,500        | 56,692,312                  | 58,629,690        | 324,570,153        | 325,643,190        | -0.3%         |
| <b>Total Assets</b>                   | <b>367,995,999</b>         | <b>359,319,154</b> | <b>77,172,817</b>           | <b>76,512,505</b> | <b>445,168,816</b> | <b>435,831,659</b> | <b>2.1%</b>   |
| <b>Deferred Outflows of Resource:</b> | <b>11,945,218</b>          | <b>-</b>           | <b>778,897</b>              | <b>-</b>          | <b>12,724,115</b>  | <b>-</b>           |               |
| <b>Liabilities:</b>                   |                            |                    |                             |                   |                    |                    |               |
| Long-term liabilities                 | 152,318,962                | 24,474,682         | 36,675,883                  | 34,970,501        | 188,994,845        | 59,445,183         | 217.9%        |
| Other liabilities                     | 8,019,745                  | 6,337,420          | 2,634,276                   | 1,412,026         | 10,654,021         | 7,749,446          | 37.5%         |
| <b>Total Liabilities</b>              | <b>160,338,707</b>         | <b>30,812,102</b>  | <b>39,310,159</b>           | <b>36,382,527</b> | <b>199,648,866</b> | <b>67,194,629</b>  | <b>197.1%</b> |
| <b>Deferred Inflows of Resources</b>  | <b>21,459,970</b>          | <b>-</b>           | <b>1,116,328</b>            | <b>-</b>          | <b>22,576,298</b>  | <b>-</b>           |               |
| <b>Net Position:</b>                  |                            |                    |                             |                   |                    |                    |               |
| Net Investment in capital assets      | 255,582,020                | 253,155,793        | 34,589,583                  | 34,976,980        | 290,171,603        | 288,132,773        | 0.7%          |
| Restricted                            | 54,491,765                 | 51,789,636         |                             |                   | 54,491,765         | 51,789,636         | 5.2%          |
| Unrestricted                          | (111,931,245)              | 23,561,623         | 2,935,644                   | 5,152,998         | (108,995,601)      | 28,714,621         | -479.6%       |
| <b>Total Net Position</b>             | <b>198,142,540</b>         | <b>328,507,052</b> | <b>37,525,227</b>           | <b>40,129,978</b> | <b>235,667,767</b> | <b>368,637,030</b> | <b>-36.1%</b> |

As shown in the schedule above, at June 30, 2015, the County's total assets are \$445,168,816. The total assets held increased \$9,337,157 or 2.1% from the June 30, 2014 balance of \$435,831,659. The increase in total assets was due primarily to the depreciation of capital assets offset by an increase in cash and investments. Deferred inflows of \$12,724,115 primarily represent contributions made by the County during fiscal year 2014-15 after the pension liability measurement date of June 30, 2014.

The County's total liabilities increased by \$132,454,237 during the current fiscal year to \$199,648,866. The increase resulted from the inclusion of the net pension liability and was partially mitigated by the reduction in loan balances by scheduled principal payments. Deferred inflows of \$22,576,298 are attributable to the various components that impact pension changes such as investment change amortization, changes in actuarial assumptions and differences in actual and expected experience.

The County's total net position decreased from the prior year by \$132,969,263. Unrestricted net position of the County at June 30, 2015 amounted to negative (\$108,995,601). The decrease from the prior year's amount of \$28,714,621 reflects the reduction in net position by recognition of the net pension liability. In relation, the net investment in capital assets increased by \$2,038,830 from the prior year due to a combination of depreciation of capital assets and a reduction in related debt.

*Additional information on the County's Employee's Retirement Plan can be found in Note 12 on pages 79-88 of this report.*



**COUNTY OF NEVADA**

**Management's Discussion and Analysis  
Required Supplementary Information**

Within the governmental activities, unrestricted net position decreased by \$135,492,868 from the prior year. This decrease was attributable to adjustments required by the implementation of GASB 68. The reporting change requires government entities to recognize the unfunded portion of pension liabilities in the financial statements.

The business-type activities unrestricted net position decreased by \$2,217,354 from the prior year. The change is related to the implementation of GASB 68 recognition of unfunded pension liabilities.

The following table shows the revenue, expenses and changes in net position for governmental and business-type activities:

**County's Change in Net Position  
June 30, 2015 and 2014**

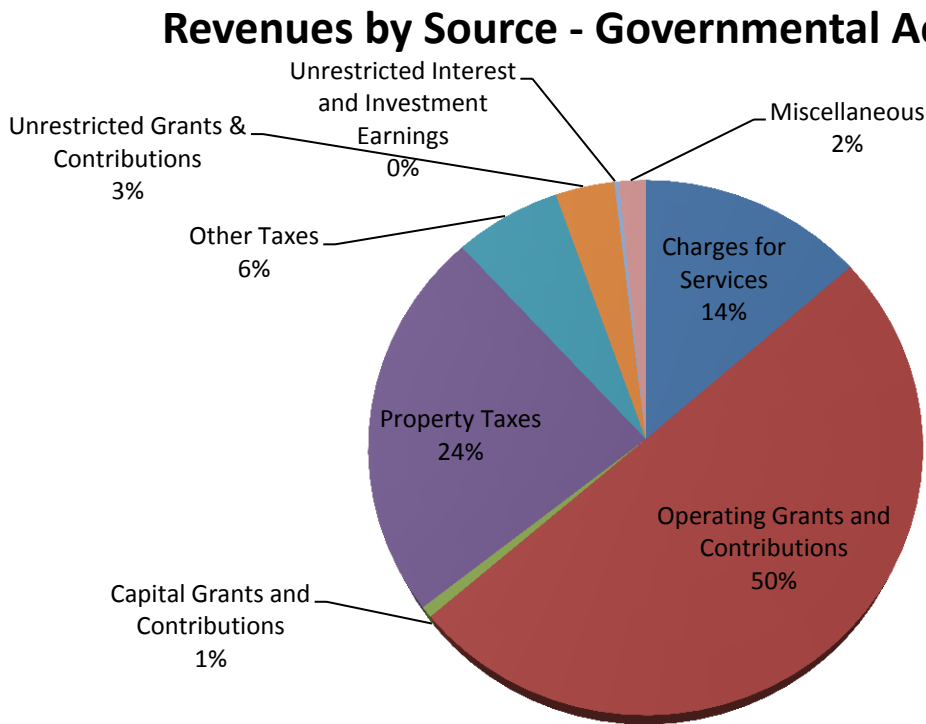
|   | Governmental<br>Activities |                    | Business-Type<br>Activities |                   | TOTAL              |                    | Percent<br>Change |
|---|----------------------------|--------------------|-----------------------------|-------------------|--------------------|--------------------|-------------------|
|   | 2015                       | 2014               | 2015                        | 2014              | 2015               | 2014               |                   |
| <b>Revenues</b>                               |                            |                    |                             |                   |                    |                    |                   |
| <b>Program revenues:</b>                      |                            |                    |                             |                   |                    |                    |                   |
| Charges for Services                          | \$ 18,883,044              | \$ 17,559,697      | \$ 9,850,548                | \$10,155,978      | \$ 28,733,592      | \$ 27,715,675      | 3.7%              |
| Operating Grants and Contributions            | 69,692,984                 | 69,039,845         | 468,105                     | 447,120           | 70,161,089         | 69,486,965         | 1.0%              |
| Capital Grants and Contributions              | 957,081                    | 3,202,034          | 539,278                     | 435,908           | 1,496,359          | 3,637,942          | -58.9%            |
| <b>General Revenues:</b>                      |                            |                    |                             |                   |                    |                    |                   |
| Property Taxes                                | 32,967,429                 | 31,367,403         | 8,558                       | 8,196             | 32,975,987         | 31,375,599         | 5.1%              |
| Other Taxes                                   | 8,952,627                  | 8,667,731          | 2,494,522                   | 2,196,442         | 11,447,149         | 10,864,173         | 5.4%              |
| Unrestricted Grants & Contributions           | 4,934,772                  | 3,248,099          | -                           | -                 | 4,934,772          | 3,248,099          | 51.9%             |
| Unrestricted Interest and Investment Earnings | 397,556                    | 655,749            | 120,466                     | 178,564           | 518,022            | 834,313            | -37.9%            |
| Miscellaneous                                 | 2,221,359                  | 2,724,288          | 7,687                       | 7,990             | 2,229,046          | 2,732,278          | -18.4%            |
| Special Item                                  |                            |                    | 3,527,168                   |                   | 3,527,168          |                    | 100.0%            |
| <b>Total Revenues</b>                         | <b>139,006,852</b>         | <b>136,464,846</b> | <b>17,016,332</b>           | <b>13,430,198</b> | <b>156,023,184</b> | <b>149,895,044</b> | <b>4.1%</b>       |
| <b>Expenses:</b>                              |                            |                    |                             |                   |                    |                    |                   |
| General Government                            | 11,061,515                 | 10,989,811         |                             |                   | 11,061,515         | 10,989,811         | 0.7%              |
| Public Protection                             | 54,646,696                 | 50,042,384         |                             |                   | 54,646,696         | 50,042,384         | 9.2%              |
| Public Ways and Facilities                    | 8,066,196                  | 11,611,245         |                             |                   | 8,066,196          | 11,611,245         | -30.5%            |
| Health and Sanitation                         | 27,309,965                 | 27,546,994         |                             |                   | 27,309,965         | 27,546,994         | -0.9%             |
| Public Assistance                             | 26,389,112                 | 25,866,638         |                             |                   | 26,389,112         | 25,866,638         | 2.0%              |
| Education                                     | 2,686,855                  | 2,593,778          |                             |                   | 2,686,855          | 2,593,778          | 3.6%              |
| Recreation                                    | 108                        | 76,301             |                             |                   | 108                | 76,301             | -99.9%            |
| Interest on long-term debt                    | 496,861                    | 570,236            |                             |                   | 496,861            | 570,236            | -12.9%            |
| Eastern Nevada County Solid Waste             |                            |                    | 199,333                     | 192,008           | 199,333            | 192,008            | 3.8%              |
| Western Nevada County Solid Waste             |                            |                    | 336,130                     | 464,090           | 336,130            | 464,090            | -27.6%            |
| Transit Services                              |                            |                    | 3,562,401                   | 3,177,824         | 3,562,401          | 3,177,824          | 12.1%             |
| Airport                                       |                            |                    | 1,515,411                   | 1,392,447         | 1,515,411          | 1,392,447          | 8.8%              |
| Sanitation District                           |                            |                    | 6,372,953                   | 6,564,629         | 6,372,953          | 6,564,629          | -2.9%             |
| <b>Total Expenses</b>                         | <b>130,657,308</b>         | <b>129,297,387</b> | <b>11,986,228</b>           | <b>11,790,998</b> | <b>142,643,536</b> | <b>141,088,385</b> | <b>1.1%</b>       |
| Change in net position                        | 8,349,544                  | 7,167,459          | 5,030,104                   | 1,639,200         | 13,379,648         | 8,806,659          | 51.9%             |
| Prior Period adjustments                      | (138,714,056)              | 106,187            | (7,634,855)                 | (951)             | (146,348,911)      | 105,236            | -139167.3%        |
| Net Position 7/1                              | 328,507,052                | 321,233,406        | 40,129,978                  | 38,491,729        | 368,637,030        | 359,725,135        | 2.5%              |
| Net Position 06/30                            | \$ 198,142,540             | \$328,507,052      | \$37,525,227                | \$40,129,978      | \$235,667,767      | \$368,637,030      | -36.1%            |

COUNTY OF NEVADA

Management’s Discussion and Analysis  
Required Supplementary Information

The County’s net position was affected by the implementation of GASB 68. This accounting standard required the County to record a prior period adjustment to reflect the County’s unfunded pension liability. This adjustment resulted in the County’s beginning net position being reduced by \$146,348,911. Excluding this change, the net position would have increased \$13,379,648.

The chart below presents the percentage of total revenues by source for governmental activities totaling \$139,006,852 for the fiscal year ended 2014/15:



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

- *Charges for Services* had an overall increase of \$1,323,347 or 7.5% from the prior year. These increases were modest when looked at individually. In general, the County provided more services to its users - county residents and other agencies - the result of which was increased revenue. Specifically, the County saw an increase in revenue from a contract with other local law enforcement agencies for a centralized emergency dispatch service; for election services; increased utilization of county correctional facility beds by other agencies; and a contract with the City of Grass Valley to perform building inspection services.
- *Operating Grants and Contributions*, increased slightly by \$653,139 or 0.95%. The increase is primarily due to the state SB90 revenue of \$1,530,798 for payment of prior year claims, and increased state funding for mental health services, \$1,344,280. These increases were offset by reductions in state and federal funding for roads, \$1,823,000, sales tax revenues and federal child support.

## COUNTY OF NEVADA

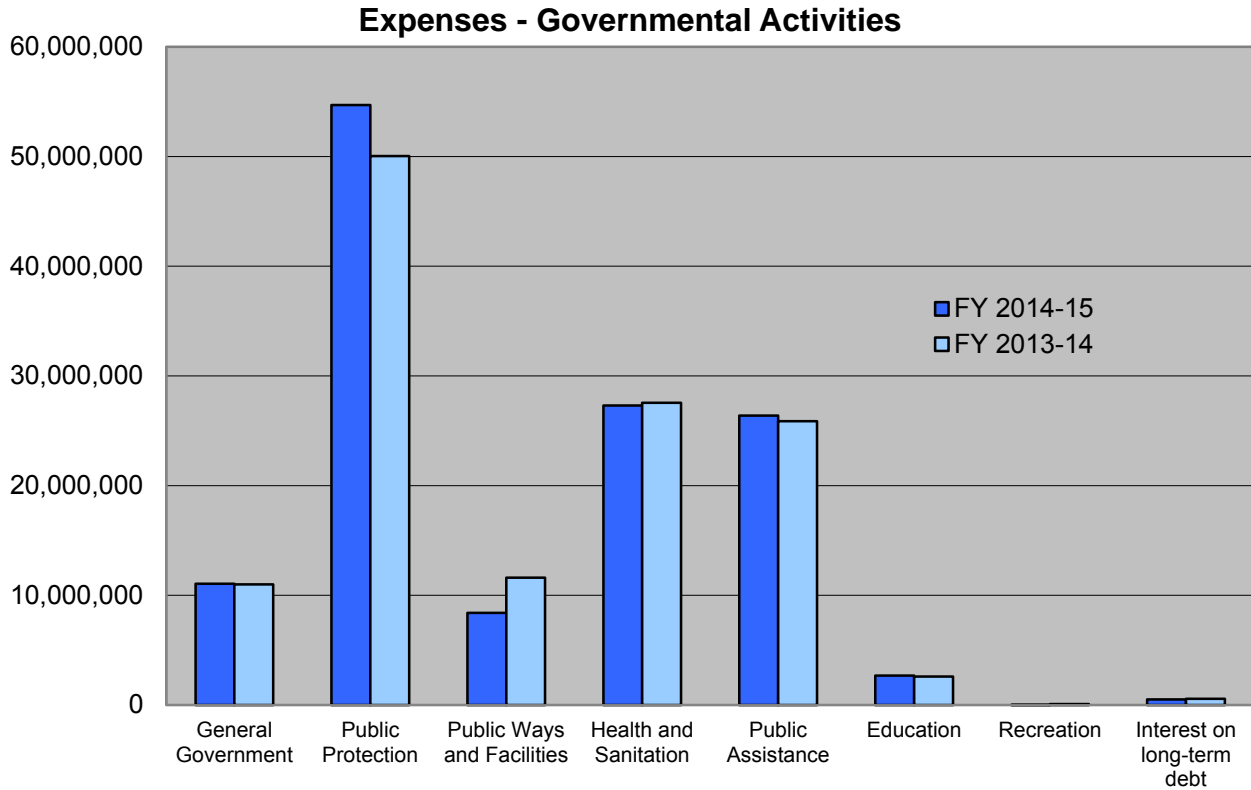
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- *Capital Grants and Contributions* decreased by \$2,244,953 or 70.1% due to capital grants received in 2013/14 that did not reoccur in 2014/15. Additionally, the County saw a reduction in Federal revenue related to roads of \$515,911 from the prior fiscal year.
- *Property Taxes* increased by 5.1% or \$1,600,026 over the prior fiscal year directly related to the improvement in the real estate values within the County.
- The *Other Taxes* category increased by \$284,896 due to an increase in sales tax revenues of \$133,002 and Transient Occupancy Tax (TOT) related to tourism of \$127,375.
- *Unrestricted Grants and Contributions* increased \$1,686,673 as a result of a shift in State realignment funding for mental health services.
- *Unrestricted Interest and Investments* decreased \$258,193 due to more accurate cost accounting related to investment activities.
- The *Miscellaneous* revenue category decreased by \$502,929 or 18.5%. The largest decrease was due to adjustments in 2013/14 to recognize credits and revenues where earned that did not reoccur in 2014/15. These decreases were slightly offset by several one-time donations, including patron seats provided to the Grass Valley Veterans Building from a local non-profit.

The chart below presents the two-year comparison of the total expenses by function for governmental activities totaling \$130,657,308 for the fiscal year ended 2014/15:

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

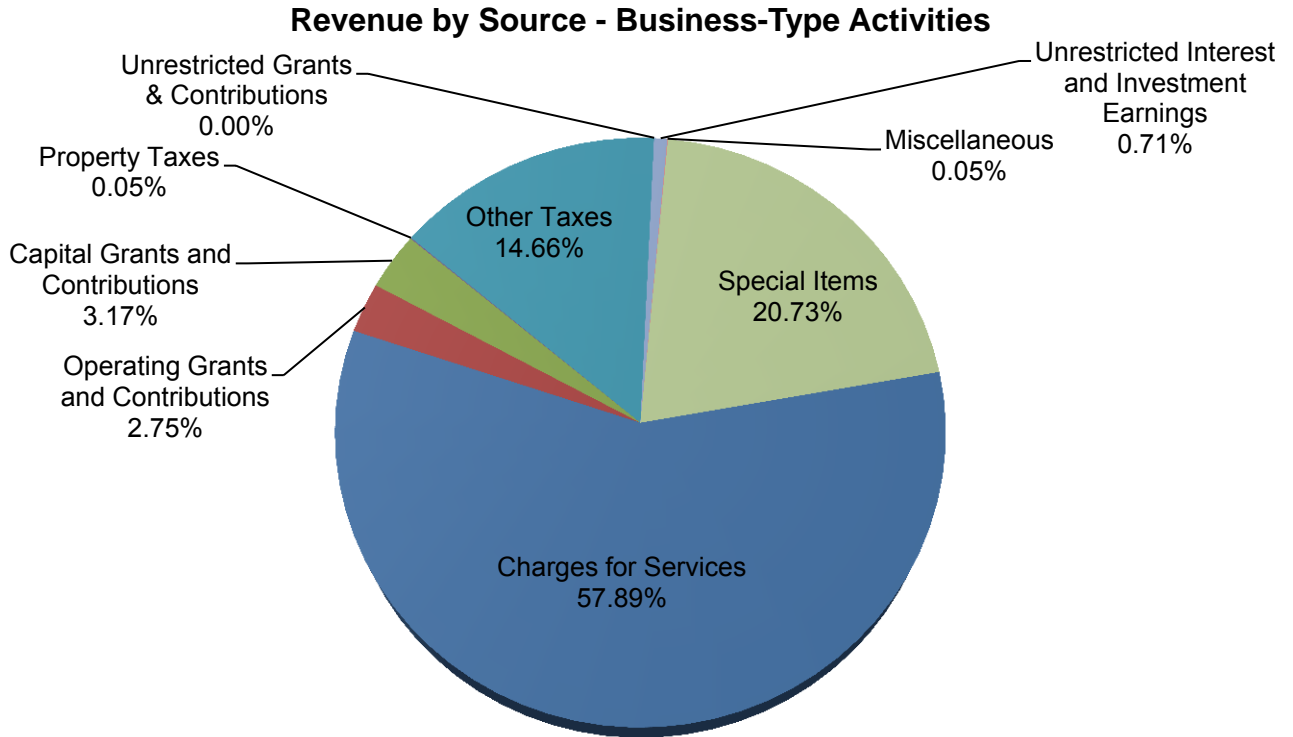
- *General Government* expenses remained flat over the prior year.
- *Public Protection* experienced an increase of \$4,604,312 in expenses representing a 9.2% change over the prior year. This change is largely due to an increase in salaries and benefits of \$1,762,915, increased costs of conflict indigent counsel of \$343,154; and increased contracts for legal and professional services utilized by County Counsel on behalf of the Sheriff’s Office and Planning Department. Additionally, expenses specific to individual departments increased by an additional \$136,104.
- *Public Ways and Facilities* expenses decreased by \$3,545,049 or 30.5% from prior year levels, due, in part, to a reduced number of projects completed.
- *Health and Sanitation* expenses decreased slightly by \$237,029 or 0.9% over prior year levels. Cost savings from the elimination of the County Medical Services Program (CMSP) were offset by an increase in contracted professional services.
- *Public Assistance* increased by \$522,474, or 2% in relation to the prior year levels. This increase was due to several factors including increased contracted services related to Social Services programs and increased administrative activity related to services provided to the Housing program.

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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 \$17,016,332 for the year ended 2014/15:



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

- *Charges for Services* decreased by \$305,430 or 3%. The decrease can be primarily attributed to new connection fees in the Lake of the Pines Zone of the Sanitation District in 2013/14 that did not reoccur in 2014/15.
- *Operating Grants and Contributions* increased \$20,985 or 4.7% due to receipt of additional Federal Transit Assistance grants by the Transit Division.
- *Capital Grants and Contributions* increased \$103,370, or 23.7%. Funding in fiscal year 2014/15 was higher due to reimbursement for the Penn Valley Sewer system improvements. These increases were offset by a decrease in state transit funding for capital improvements.
- *The Other Taxes category* increased \$298,080 or 13.6%. This was due to increased allocations from Local Transportation Funds to Transit for additional qualifying paratransit expenses.

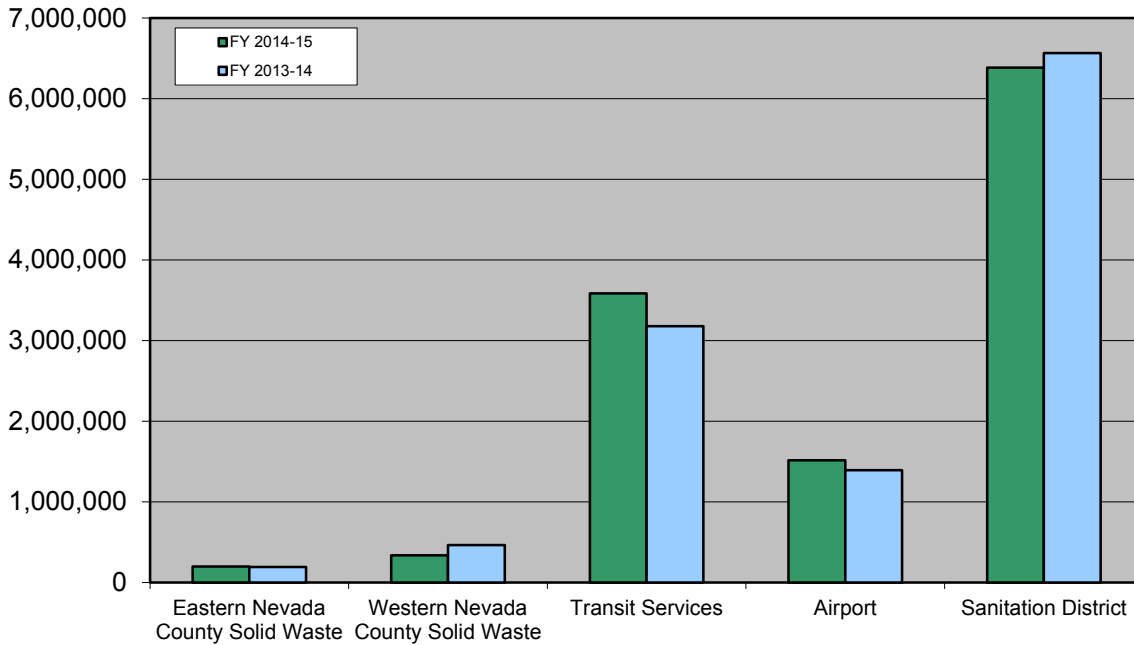
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- *Unrestricted Interest and Investment Earnings* decreased from \$178,564 in the prior year to \$120,466 in fiscal year 2014/15. This decrease was due to more accurate cost accounting related to investment activities.
- *The Special Item* of \$3,527,168 was the result of the revised estimate for post-closure liability at the McCourtney Road Landfill for Western Solid Waste.

The chart below presents the two-year comparison of the total expenses among business-type activities totaling \$11,986,228 for the fiscal year ended 2014/15:

Expenses - Business-Type Activities



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

- *Western Nevada County Solid Waste* expenses declined by \$127,960 or 27.6% compared to the prior year. The decrease was the result of a number of factors including decreases in staffing and landfill post-closure expenses.
- Expenses for *Transit Services* increased by \$384,577 or 12.1% over prior year levels. This was due to an increase in salary and benefit costs, equipment maintenance expenses, and software development and implementation costs due to new routing software placed into service in 2014/15.
- *Airport* operating expenses increased \$122,964 or 8.8% from the prior year associated with increased salary and benefit costs and depreciation expense.

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- *Sanitation District* operating expenses decreased \$191,676 or 2.9% over prior year levels. The decrease is primarily attributable to a reduction in salary and benefit costs and one-time costs in the prior year.

**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, 2015, the County’s governmental funds reported combined ending fund balances in the amount of \$102,080,852, an increase of 7.67% or \$7,273,244 from the prior year’s ending fund balance. Approximately \$82,110,759 of the total fund balance of \$82,214,780 is available to meet the County’s current and future spending needs.

*Additional information on the County’s fund balances can be found in Note 11 on pages 77-79 of this report.*

**Governmental Funds  
Condensed Balance Sheet  
June 30, 2015 and 2014**

|   | 2015           | 2014          | Variance | Change       |
|---|----------------|---------------|----------|--------------|
| Total Assets and Deferred Outflow s of Resources      | \$ 102,080,852 | \$ 94,807,608 | 7.67%    | \$ 7,273,244 |
| Total Liabilities                                     | 15,525,563     | 14,523,067    | 6.90%    | 1,002,496    |
| Deferred Inflow s of Resources                        | 4,340,509      | 5,330,039     | -18.57%  | (989,530)    |
| Total Fund Balance                                    | 82,214,780     | 74,954,502    | 9.69%    | 7,260,278    |
| Total Liabilities, Deferred Inflow s and Fund Balance | \$ 102,080,852 | \$ 94,807,608 | 7.67%    | \$ 7,273,244 |

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.

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**Governmental Funds  
Combined Balance Sheet  
June 30, 2015**

|  | General Fund  | Major Funds   | Other Governmental Funds | Total Governmental Funds |
|--|---------------|---------------|--------------------------|--------------------------|
| Total Assets   | \$ 31,867,230 | \$ 34,576,598 | \$ 35,637,024            | \$ 102,080,852           |
| Total Liabilities  | 2,612,083     | 7,590,374     | 5,323,106                | 15,525,563               |
| Total Deferred Inflows   | 967,189       | 3,286,381     | 86,939                   | 4,340,509                |
| Fund Balances  |               |               |                          |                          |
| Nonspendable   | 57,182        | 46,839        | -                        | 104,021                  |
| Restricted   | 784,297       | 20,631,126    | 28,854,768               | 50,270,191               |
| Committed  | 7,080,000     | 1,054,166     | 47,947                   | 8,182,113                |
| Assigned   | 15,117,489    | 1,967,712     | 1,324,264                | 18,409,465               |
| Unassigned   | 5,248,990     | -             | -                        | 5,248,990                |
| Total Fund Balances  | 28,287,958    | 23,699,843    | 30,226,979               | 82,214,780               |
| Total Liabilities, Deferred Inflows of Resources & Fund Balances | \$ 31,867,230 | \$ 34,576,598 | \$ 35,637,024            | \$ 102,080,852           |

The components of total fund balance are as follows:

*Nonspendable fund balance* \$104,021 are amounts that are not spendable in form, or are legally or contractually required to be maintained intact, and are made up of prepaid expenses of \$57,182 and inventory of \$46,839.

*Restricted fund balance*, \$50,270,191 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*, \$8,182,113 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 is included in this amount.

*Assigned fund balance*, \$18,409,465 is established by the Board of Supervisors for specified purposes, requires board action to appropriate, and may expire at any time. Included in this balance is \$3,587,000 set aside for PERS liability, \$1,327,000 for information systems infrastructure and \$5,071,000 for capital facilities planning.

*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, 2015, the total fund balance was \$28,287,958, an increase of \$2,803,596 from the prior fiscal year. The nonspendable portion of fund balance stayed flat at \$57,182, while the spendable portion increased to \$28,230,776.



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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 50.2% of total General Fund expenditures, while spendable fund balance equates to 50.1% of total General Fund expenditures. Of the General Fund spendable fund balance, \$784,297, or 2.8% is restricted and \$7,080,000 or 25.0% is committed.

One thing 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 2015 Amount       | Percent of Total | FY 2014 Amount       | Percent of Total | Increase (Decrease) Amount | Percentage of Change |
|---------------------------|----------------------|------------------|----------------------|------------------|----------------------------|----------------------|
| Taxes and assessments     | \$ 37,349,227        | 65.96%           | \$ 35,460,601        | 67.70%           | \$ 1,888,626               | 5.33%                |
| License and permits       | 2,636,472            | 4.66%            | 2,676,481            | 5.11%            | (40,009)                   | -1.49%               |
| Fines and forfeitures     | 2,941,968            | 5.20%            | 2,727,088            | 5.21%            | 214,880                    | 7.88%                |
| Use of money and property | 343,693              | 0.61%            | 477,724              | 0.91%            | (134,031)                  | -28.06%              |
| Intergovernmental         | 4,278,351            | 7.56%            | 2,508,986            | 4.79%            | 1,769,365                  | 70.52%               |
| Charges for service       | 8,011,244            | 14.15%           | 7,204,082            | 13.75%           | 807,162                    | 11.20%               |
| Other revenues            | 1,063,236            | 1.88%            | 1,321,428            | 2.52%            | (258,192)                  | -19.54%              |
| <b>Total</b>              | <b>\$ 56,624,191</b> | <b>100.00%</b>   | <b>\$ 52,376,390</b> | <b>100.00%</b>   | <b>\$ 4,247,801</b>        | <b>8.11%</b>         |

*Taxes and Assessments* – The increase of \$1,888,626 is primarily due to an increase in current secured taxes of \$1,028,245 compared to the prior year.

*License and Permits* – Decreased \$40,009 from prior year due to reduced franchise revenues for the solid waste franchise agreement of \$72,408, offset by increased Cable TV and Utility franchise revenues of \$25,098.

*Fines and Forfeitures* – Revenues increased \$214,880 from vehicle code fines of \$35,273, collection of penalties and costs on delinquent taxes of \$134,967 and forfeitures and penalties of \$55,121.

*Use of Money and Property* – Revenues decreased due to more accurate cost accounting related to investment activities. Additionally, there was a reduction of other rent earnings of \$27,414 as compared to the prior year.

*Intergovernmental* – There was a large increase in this category of \$1,769,365, or 70.5%, due to several factors. The increase is largely due to one-time revenues, \$1,479,190, received from the State for the payment of monies owed for mandated claims filed prior to 2004. The remainder of the increase is attributed to increased Federal revenues for public assistance, \$116,835, and operating grants of \$121,812.

*Charges for Services* – Revenues generated from charges for services saw an overall increase of \$807,162 from 2013/14 to 2014/15. The largest factor contributing to the increase in this area resulted from election cost reimbursements of \$188,173 that were received in the current year, but not in the prior. At the same time revenues from communication services provided to outside entities increased by \$129,716. The Sheriff's Office continued to see increases in the fees collected for housing of inmates from other counties, \$120,159, and revenue from a contract for housing Federal prisoners in the amount of \$82,390.

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*Other Revenues* – The decrease in this category is the result of a one-time decrease in worker’s compensation insurance of \$87,282, and a credit from a correction with CalPERS for the amount of \$193,045 received in 2013/14 that was not received in 2014/15. These were offset with increased donations to the County for the Grass Valley Veteran’s Building patron seating in the amount of \$59,000 and a bequest received by Animal Control in the amount of \$10,650.

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 2015              |                     | FY 2014              |                     | Increase<br>(Decrease)<br>Amount | Percentage of<br>Change |
|--------------------------|----------------------|---------------------|----------------------|---------------------|----------------------------------|-------------------------|
|                          | Amount               | Percent of<br>Total | Amount               | Percent of<br>Total |                                  |                         |
| General government       | \$ 10,304,475        | 18.28%              | \$ 9,741,054         | 18.42%              | \$ 563,421                       | 5.78%                   |
| Public protection        | 44,664,441           | 79.24%              | 41,628,442           | 78.70%              | 3,035,999                        | 7.29%                   |
| Health and sanitation    | 133,842              | 0.24%               | 104,745              | 0.20%               | 29,097                           | 27.78%                  |
| Public assistance        | 314,487              | 0.56%               | 277,535              | 0.52%               | 36,952                           | 13.31%                  |
| Education                | 42,690               | 0.08%               | 43,685               | 0.08%               | (995)                            | -2.28%                  |
| Capital outlay           | 906,355              | 1.61%               | 1,039,517            | 1.97%               | (133,162)                        | -12.81%                 |
| Debt service             | -                    | 0.00%               | 59,352               | 0.11%               | (59,352)                         | -100.00%                |
| <b>Total</b>             | <b>\$ 56,366,290</b> | <b>100.00%</b>      | <b>\$ 52,894,330</b> | <b>100.00%</b>      | <b>\$ 3,471,960</b>              | <b>6.56%</b>            |

*General government* – The \$563,421 or 5.78% overall increase in expenditures in this category is due to a combination of factors. The county saw an increase in the cost of salaries and benefits of \$974,236 as the furloughs in effect for 2013/14 did not reoccur in 2014/15, coupled with adjustments to bargaining agreements that took effect in 2014/15.

*Public Protection* – The key factor in the \$3,035,999 increase for this category was due to an increase in the cost of salaries and benefits, \$1,465,674, services and supplies procured, \$1,160,514, and reimbursement made to the central support departments, \$400,537. A large portion of the services and supplies increase, \$342,223, is related to a fraud case that is being defended by a court appointed attorney, at the expense of the County. The Sheriff’s Office incurred higher operational expenses of \$621,120 across all divisions.

*Health and Sanitation* – The \$29,097 increase in this area is related to salary and benefit costs, which saw an increase due to bargaining agreement changes.

*Public Assistance* – The Victim Witness program expenses are the primary source of the \$36,952 or 13.3% increase in this category of expenditures. This program assists victims of crime in Nevada County and is operated through the Office of the District Attorney.

*Capital outlay* – Capital outlay expenditures were less in 2014/15 due to fewer assets acquired than in 2013/14.

*Debt service* – There were no debt service expenditures in the General Fund in fiscal year 2014/15.

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#### ***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 decreased by \$2,232,067 or 22.5%. Revenues were primarily lower in the areas of State and Federal revenues due to reductions in Highway User Taxes and Federal Aid to Roads. Expenditures decreased \$903,460 or 8.9% primarily in services and supplies. Capital expenditures increased by a total of \$254,976 or 13.0%. The combined effect of the above is that the Road Fund's fund balance increased by \$460,601 or 7.3%.

*The Community Development Agency (CDA) Fund* is used to account for Planning, Building, Environmental Health and Code Enforcement department activities. Revenues increased \$412,194 overall or 9.8% due to a \$229,073 increase in charges for services for user fees in Environmental Health, a \$103,697 increase in intergovernmental revenues related to State mandated program reimbursements to CDA Administration and State realignment Environmental Health revenues.

*The Human Services Agency Fund* is used to account for the majority of the Public Health, Behavioral Health and Social Service programs. The net increase in fund balance was \$364,253, bringing the total fund balance to \$2,142,376. This increase of fund balance can be attributed to several revenue increases from State and Federal sources. These sources included a total increase of \$483,509 for Medi-Cal and investment in Mental Health (SB82) program funds.

*The Health and Welfare Realignment Fund* is used to account for direct allocations from the State for sales tax revenues dedicated to certain Health, Mental Health and Social Service programs. The fund balance increased by \$93,787, or 1%, to a total of \$9,125,712. The increase in fund balance was largely due to fewer transfers out made in relation to the revenue received.

*The Local Realignment Fund* is used to account for the State's realignment of revenues and services for law enforcement that were previously performed by the State and passed to counties and social services revenues funded through alternative means. The fund balance increased by \$1,062,078, or 66.7%, mainly due to revenues being greater than expenses and transfers.

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**Proprietary funds.** The County's proprietary funds are maintained in two ways: 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 among the County's various functions. As such, they are included with the governmental activity analysis and are excluded from the following analysis.

**Enterprise Funds  
Condensed Balance Sheet  
June 30, 2015**

|                                     | Western Nevada<br>County Solid<br>Waste | Airport      | Sanitation District | Nonmajor<br>Enterprise Funds | Total Enterprise<br>Funds |
|-------------------------------------|---|--------------|---------------------|------------------------------|---------------------------|
| Total Assets                        | \$ 11,894,622                           | \$ 6,073,521 | \$ 55,198,203       | \$ 4,189,729                 | \$ 77,356,075             |
| Total Deferred Outflow s - pensions | 61,561                                  | 51,746       | 439,386             | 226,204                      | 778,897                   |
| Total Liabilities                   | 7,623,359                               | 640,824      | 26,889,716          | 4,427,633                    | 39,581,532                |
| Total Deferred Inflow s - pensions  | 88,231                                  | 74,163       | 629,735             | 324,199                      | 1,116,328                 |
| Net Position                        |   |              |                     |                              |                           |
| Net investment in capital assets    | 750,760                                 | 5,628,080    | 26,317,412          | 1,893,331                    | 34,589,583                |
| Unrestricted                        | 3,493,833                               | (217,800)    | 1,800,726           | (2,229,230)                  | 2,847,529                 |
| Total Net Position                  | \$ 4,244,593                            | \$ 5,410,280 | \$ 28,118,138       | \$ (335,899)                 | \$ 37,437,112             |

Unrestricted net position of the Western Nevada County Solid Waste at June 30, 2015 amounted to \$3,493,833. The unrestricted net position saw a material increase due to a \$3,527,168 reduction in the estimate for post-closure liability.

The unrestricted net position of the Airport enterprise operation decreased to a negative (\$217,800) for the fiscal year ending June 30, 2015 primarily due to recording the unfunded pension liability.

The Sanitation District's unrestricted net position decreased by \$3,797,286 to \$1,800,726 compared to the prior year primarily due to recording the unfunded pension liability.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The difference between the original expenditure budget and the final amended budget was a \$3,132,374 net increase in appropriations (excluding other financing sources and uses). Explanations of significant changes for this increase are as follows:

- The Public Protection budget category increased by \$1,221,849. The largest fluctuation was due to increased costs related to a high profile conflict indigent case. Operations at the Wayne Brown Correctional Facility (WBCF) accounted for an increase in budget appropriations of \$255,192. A large portion of the WBCF increase, \$228,000, was attributable to various budgetary corrections for repair projects at the jail. Probation saw an increase in their budget of \$337,940 related to the implementation of a new case management system

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- Total budgeted Capital Outlay increased by \$2,075,587 with \$676,000 for Information Systems moved from 2013/14 to 2014/15 to budget for capital software expenditures related to the future upgrade of the property tax accounting system. Additional appropriations were made for software upgrades to the County financial system. Budget increases were also the result of building improvements related to the new Crisis Stabilization Unit located at Sierra Nevada Hospital.

The difference between the final amended budget and the actual results at fiscal year-end was a \$4,836,301 net increase in the ending General Fund fund balance compared to the balance anticipated in the final amended budget. Actual revenues were higher than the budgetary estimate by \$1,620,692 or 2.9%, and expenditures were under the budgetary estimates by \$5,218,260 or 8.5%. The excess of expenditures over revenues, including other financing sources and uses, increased the General Fund's fund balance by \$2,803,596. Explanations of significant differences between budgeted and actual expenditures are as follows:

- The General Government actual expenditures were \$1,175,068 less than budgeted expenditure levels. Information Systems had the largest variance in expenditures, \$312,850, as planned expenditures for salaries and benefits, software licenses and maintenance were less than anticipated. The next largest variance was in the Assessor who saw savings of \$202,409 primarily in the area of salaries and benefits.
- Public Protection actual expenses were less than budgeted by \$2,805,911. Of this variance, \$824,092 occurred in Probation, \$716,036 in Sheriff's Administrative Support Services, and \$574,346 in the Wayne Brown Correctional Facility related to salary savings from unfilled positions and the results of past negotiated labor agreements.
- Actual expenditures for Capital Outlay were less than the amounts budgeted by \$1,189,332 related to the delay in the purchase of software for the new property tax accounting system and a delay in the upgrades to the County financial system.

*Additional information on the General Fund and other major funds' budget can be found on pages 100-108.*

**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, 2015 amounted to \$324,570,153 (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<br>Activities |                       | Business-Type<br>Activities |                      | Total                 |                      | Variance      |
|-----------------------------|----------------------------|-----------------------|-----------------------------|----------------------|-----------------------|----------------------|---------------|
|                             | 2015                       | 2014                  | 2015                        | 2014                 | 2015                  | 2014                 |               |
| Land and Easements          | \$ 105,297,359             | \$ 104,967,165        | \$ 3,596,250                | \$ 3,596,251         | \$ 108,893,609        | \$108,563,416        | 0.30%         |
| Infrastructure (Road Sys)   | 105,870,330                | 104,980,165           |                             |                      | 105,870,330           | 104,980,165          | 0.85%         |
| Infrastructure              | 18,064,926                 | 18,604,681            | 49,188,099                  | 51,608,946           | 67,253,025            | 70,213,627           | -4.22%        |
| Structures and Improvements | 29,887,548                 | 30,856,740            | 2,594,484                   | 2,714,840            | 32,482,032            | 33,571,580           | -3.25%        |
| Construction in Progress    | 3,054,069                  | 1,909,074             | 491,897                     | 116,164              | 3,545,966             | 2,025,238            | 75.09%        |
| Equipment                   | 5,463,569                  | 5,338,264             | 821,582                     | 593,489              | 6,285,151             | 5,931,753            | 5.96%         |
| Intangible Assets           | 240,040                    | 357,411               |                             |                      | 240,040               | 357,411              | -32.84%       |
| <b>Total</b>                | <b>\$ 267,877,841</b>      | <b>\$ 267,013,500</b> | <b>\$ 56,692,312</b>        | <b>\$ 58,629,690</b> | <b>\$ 324,570,153</b> | <b>\$325,643,190</b> | <b>-0.33%</b> |

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*Infrastructure (Road System)* – the \$890,165 increase in road system infrastructure is due to the completion of Lime Kiln Road and Newtown Road shoulder projects and a Banner Mountain Road sidewalk.

*Infrastructure* – The total decrease of \$2,960,602 is comprised of annual depreciation in the amount of \$539,755 in governmental activities and \$2,420,841 in the business-type activities.

*Structures and Improvements* – The \$120,356 decrease in business-type activities is due to annual depreciation. Governmental activities decreased by \$969,192 also due to annual depreciation.

*Construction in Progress* – Business-type construction in progress increased by \$375,733 due to the Penn Valley Pipeline project and County Airport runway improvements. Governmental-type increased by \$1,144,995 mainly due to road and bridge improvement projects. Design work has begun on property purchased to re-locate the Corporation yard.

*Equipment* – Increases are attributable largely to the purchase of a 2014 Vactor truck by the Sanitation District in the amount of \$325,000.

*Intangible Assets* – Decreases are attributable to scheduled depreciation.

*Additional information on the County’s capital assets can be found in Note 4 on pages 64-65 of this report.*

**Long-term debt.** At June 30, 2015, the County had total debt outstanding of \$52,557,055.

**County’s Outstanding Debt**

|                              | Governmental         |                      | Business-Type        |                      | Total                |                      | Variance      |
|------------------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|---------------|
|                              | Activities           |                      | Activities           |                      |                      |                      |               |
|                              | 2015                 | 2014                 | 2015                 | 2014                 | 2015                 | 2014                 |               |
| Certificate of Participation | \$ 5,594,528         | \$ 6,782,433         |                      |                      | \$ 5,594,528         | \$ 6,782,433         | -17.5%        |
| Loans                        | 6,447,393            | 6,825,274            | 22,101,845           | 23,659,609           | 28,549,238           | 30,484,883           | -6.3%         |
| Special Assessment Debt      | 236,000              | 250,000              | 12,000               | 15,000               | 248,000              | 265,000              | -6.4%         |
| Capital Leases               | 17,900               |                      |                      |                      | 17,900               | -                    | 100.0%        |
| Landfill Post Closure        |                      |                      | 6,957,881            | 10,812,767           | 6,957,881            | 10,812,767           | -35.7%        |
| Compensated Absences         | 5,101,499            | 5,071,710            | 167,885              | 217,790              | 5,269,384            | 5,289,500            | -0.4%         |
| Accrued Claims Liability     | 1,340,050            | 1,184,550            |                      |                      | 1,340,050            | 1,184,550            | 13.1%         |
| OPEB Obligation              | 4,316,501            | 4,360,715            | 263,573              | 265,335              | 4,580,074            | 4,626,050            | -1.0%         |
| <b>Total</b>                 | <b>\$ 23,053,871</b> | <b>\$ 24,474,682</b> | <b>\$ 29,503,184</b> | <b>\$ 34,970,501</b> | <b>\$ 52,557,055</b> | <b>\$ 59,445,183</b> | <b>-11.6%</b> |

The County’s total outstanding debt decreased by \$6,888,128, or 11.6%, during the fiscal year. The outstanding debt can be classified in one of two ways – issued debt and liability recognition. For issued debt the key factors for the decrease were the annual scheduled principal payments on the Certificates of Participation of \$1,187,905 and loan obligations of \$1,935,645.

For liability recognition, the key factors for the decrease was a reduction of \$3,527,168 in the estimated liability for the landfill post closure costs and other scheduled principal payments. The County’s Net OPEB Obligation (NOO) decreased by \$45,976, continuing the trend from the prior year. Actuarial assumptions set the County contribution rate at 8.7% and, due to staffing reductions and associated

**COUNTY OF NEVADA**

**Management’s Discussion and Analysis  
Required Supplementary Information**

wages, resulted in reduced collection of contributions. As an offset to reductions in liability recognition, the accrued claims liability increased by \$155,500 due to an adjustment in the actuarially determined unpaid claim amounts.

*Additional information on the County’s long-term debt can be found in Note 6 on pages 69-74 of this report.*

**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 2014/15 with an average PCI rating of 65.3.

**Road System Infrastructure Assets Using Modified Approach  
Summary Activity for Fiscal Year ending June 30, 2015**

| Expenditures | Capital Improvements | Preservation Maintenance | General Maintenance | Total Cost  |
|--------------|----------------------|--------------------------|---------------------|-------------|
| Planned      | 5,914,400            | 1,268,600                | 5,455,000           | 12,638,000  |
| Actual       | 1,781,824            | 1,526,688                | 3,205,195           | 6,513,707   |
| Difference   | (4,132,576)          | 258,088                  | (2,249,805)         | (6,124,293) |

The reduction in capital improvement expenses from planned levels was due to lower than planned actual expenditures for two projects - Newtown and Empress bike lanes.

Planned preservation maintenance expenditures were increased due to three road widening projects previously planned for FY2015/16.

*Additional information on the County’s use of the Modified Approach can be found in Required Supplementary Information (RSI) on pages 98-99 of this report.*

**Economic Factors and Next Year’s Budget for FY 2015/16**

The fiscal year 2015/16 adopted budget for all County funds totals \$201,247,431, a 6% increase when compared to the prior year. The General Fund is budgeted at \$67,648,828 for 2015/16, an increase of \$2,198,584.

The local economy is strengthening and much of the County’s revenues are recovering as well. The following factors were considered as the budget for fiscal year 2015/16 was prepared.

- The fiscal year 2015/16 budget reflected 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.
  - 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,

## COUNTY OF NEVADA

### Management's Discussion and Analysis Required Supplementary Information

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 5.33% positive growth in the assessed values countywide for the fiscal year 2015/16.

- The fiscal year 2015/16 budget contemplates a 2% increase in the sales and use tax revenue stream. This has a direct effect on the 1/8% 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.

*The 2015/16 budget documents are available online at:*  
[www.mynevadacounty.com/nc/ceo/Pages/budgetmain.aspx](http://www.mynevadacounty.com/nc/ceo/Pages/budgetmain.aspx)

#### **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 [www.mynevadacounty.com/nc/auditor/Pages/Home.aspx](http://www.mynevadacounty.com/nc/auditor/Pages/Home.aspx)



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**Basic Financial Statements**  
**Government-Wide Financial Statements**

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**COUNTY OF NEVADA**

Statement of Net Position  
June 30, 2015

|  | Primary Government         |                             |                       |
|--|----------------------------|-----------------------------|-----------------------|
|  | Governmental<br>Activities | Business-Type<br>Activities | Totals                |
| <b>ASSETS</b>                                  |                            |                             |                       |
| Cash and investments                           | \$ 75,090,693              | \$ 20,230,129               | \$ 95,320,822         |
| Cash with fiscal agent                         | 3,850                      | --                          | 3,850                 |
| Restricted cash                                | 872,245                    | --                          | 872,245               |
| Accounts receivable                            | 1,260,693                  | 209,531                     | 1,470,224             |
| Due from other governments                     | 14,969,462                 | 96,107                      | 15,065,569            |
| Taxes receivable                               | 3,229,920                  | 1,638                       | 3,231,558             |
| Deposits with others                           | 130,128                    | --                          | 130,128               |
| Prepaid expenses                               | 84,463                     | --                          | 84,463                |
| Inventories                                    | 80,960                     | 53,409                      | 134,369               |
| Internal balances                              | 110,309                    | (110,309)                   | --                    |
| Loans receivable                               | 4,285,435                  | --                          | 4,285,435             |
| Capital assets:                                |                            |                             |                       |
| Nondepreciable                                 | 214,221,758                | 4,088,147                   | 218,309,905           |
| Depreciable, net                               | 53,656,083                 | 52,604,165                  | 106,260,248           |
| Total Assets                                   | <u>367,995,999</u>         | <u>77,172,817</u>           | <u>445,168,816</u>    |
| <b>DEFERRED OUTFLOWS</b>                       |                            |                             |                       |
| Deferred outflows - pensions                   | <u>11,945,218</u>          | <u>778,897</u>              | <u>12,724,115</u>     |
| <b>LIABILITIES</b>                             |                            |                             |                       |
| Accounts payable                               | 4,195,258                  | 315,238                     | 4,510,496             |
| Salaries and benefits payable                  | 1,696,556                  | 74,541                      | 1,771,097             |
| Interest payable                               | 136,162                    | 356,992                     | 493,154               |
| Deposits from others                           | 123,839                    | 2,000                       | 125,839               |
| Unearned revenue                               | 1,867,930                  | 1,885,505                   | 3,753,435             |
| Long-Term Liabilities:                         |                            |                             |                       |
| Due within one year                            | 6,024,703                  | 2,294,906                   | 8,319,609             |
| Due in more than one year                      | 12,712,667                 | 26,944,705                  | 39,657,372            |
| Other postemployment benefits (OPEB) liability | 4,316,501                  | 263,573                     | 4,580,074             |
| Net pension liability                          | <u>129,265,091</u>         | <u>7,172,699</u>            | <u>136,437,790</u>    |
| Total Liabilities                              | <u>160,338,707</u>         | <u>39,310,159</u>           | <u>199,648,866</u>    |
| <b>DEFERRED INFLOWS</b>                        |                            |                             |                       |
| Deferred inflows - pensions                    | <u>21,459,970</u>          | <u>1,116,328</u>            | <u>22,576,298</u>     |
| <b>NET POSITION</b>                            |                            |                             |                       |
| Net investment in capital assets               | 255,582,020                | 34,589,583                  | 290,171,603           |
| Restricted for:                                |                            |                             |                       |
| General Government                             | 3,417,557                  | --                          | 3,417,557             |
| Public Protection                              | 11,751,976                 | --                          | 11,751,976            |
| Public Ways and Facilities                     | 11,350,319                 | --                          | 11,350,319            |
| Health and Sanitation                          | 21,328,095                 | --                          | 21,328,095            |
| Public Assistance                              | 5,918,429                  | --                          | 5,918,429             |
| Education                                      | 567,138                    | --                          | 567,138               |
| Recreation and Cultural Services               | 158,251                    | --                          | 158,251               |
| Unrestricted                                   | (111,931,245)              | 2,935,644                   | (108,995,601)         |
| Total Net Position                             | <u>\$ 198,142,540</u>      | <u>\$ 37,525,227</u>        | <u>\$ 235,667,767</u> |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF NEVADA**

Statement of Activities  
For the Year Ended June 30, 2015

| Functions/Programs                | Program Revenues          |                                      |                                    |                                  |
|-----------------------------------|---------------------------|--------------------------------------|------------------------------------|----------------------------------|
|                                   | Direct Expenses           | Fees, Fines and Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| <b>Primary Government:</b>        |                           |                                      |                                    |                                  |
| Governmental Activities:          |                           |                                      |                                    |                                  |
| General government                | \$ 11,061,515             | \$ 6,703,471                         | \$ 1,433,441                       | \$ --                            |
| Public protection                 | 54,646,696                | 7,263,134                            | 14,896,381                         | --                               |
| Public ways and facilities        | 8,066,196                 | 1,410,493                            | 6,043,128                          | 957,081                          |
| Health and sanitation             | 27,309,965                | 3,315,924                            | 26,967,516                         | --                               |
| Public assistance                 | 26,389,112                | 101,910                              | 20,222,169                         | --                               |
| Education                         | 2,686,855                 | 88,112                               | 130,349                            | --                               |
| Recreation and culture            | 108                       | --                                   | --                                 | --                               |
| Interest on long-term debt        | 496,861                   | --                                   | --                                 | --                               |
| Total Governmental Activities     | <u>130,657,308</u>        | <u>18,883,044</u>                    | <u>69,692,984</u>                  | <u>957,081</u>                   |
| Business-Type Activities:         |                           |                                      |                                    |                                  |
| Eastern Nevada County Solid Waste | 199,333                   | 196,994                              | --                                 | --                               |
| Western Nevada County Solid Waste | 336,130                   | 1,552,962                            | --                                 | --                               |
| Transit Services                  | 3,562,401                 | 413,630                              | 458,105                            | 165,283                          |
| Airport                           | 1,515,411                 | 1,103,587                            | 10,000                             | 51,792                           |
| Sanitation District               | 6,372,953                 | 6,583,375                            | --                                 | 322,203                          |
| Total Business-type Activities    | <u>11,986,228</u>         | <u>9,850,548</u>                     | <u>468,105</u>                     | <u>539,278</u>                   |
| <br>Total Nevada County           | <br><u>\$ 142,643,536</u> | <br><u>\$ 28,733,592</u>             | <br><u>\$ 70,161,089</u>           | <br><u>\$ 1,496,359</u>          |

General Revenues:

Taxes:

- Property taxes
- Sales and use taxes
- Property transfer taxes
- Transient occupancy tax
- Franchise taxes
- Other

Unrestricted interest and investment earnings

Grants and contributions - unrestricted

Tobacco settlement

Miscellaneous

Special item

Total General Revenues

Change in Net Position

Net Position - Beginning of Year, restated

Net Position - End of Year

The accompanying notes are an integral part of these financial statements.

Net (Expense) Revenue and  
Changes in Net Position

| Primary Government         |                             |                       |
|----------------------------|-----------------------------|-----------------------|
| Governmental<br>Activities | Business-Type<br>Activities | Total                 |
| \$ (2,924,603)             | \$ --                       | \$ (2,924,603)        |
| (32,487,181)               | --                          | (32,487,181)          |
| 344,506                    | --                          | 344,506               |
| 2,973,475                  | --                          | 2,973,475             |
| (6,065,033)                | --                          | (6,065,033)           |
| (2,468,394)                | --                          | (2,468,394)           |
| (108)                      | --                          | (108)                 |
| (496,861)                  | --                          | (496,861)             |
| <u>(41,124,199)</u>        | <u>--</u>                   | <u>(41,124,199)</u>   |
| --                         | (2,339)                     | (2,339)               |
| --                         | 1,216,832                   | 1,216,832             |
| --                         | (2,525,383)                 | (2,525,383)           |
| --                         | (350,032)                   | (350,032)             |
| --                         | 532,625                     | 532,625               |
| <u>--</u>                  | <u>(1,128,297)</u>          | <u>(1,128,297)</u>    |
| <u>(41,124,199)</u>        | <u>(1,128,297)</u>          | <u>(42,252,496)</u>   |
| 32,967,429                 | 8,558                       | 32,975,987            |
| 5,020,513                  | --                          | 5,020,513             |
| 889,433                    | --                          | 889,433               |
| 363,212                    | 21,140                      | 384,352               |
| 2,524,976                  | --                          | 2,524,976             |
| 154,493                    | 2,473,382                   | 2,627,875             |
| 397,556                    | 120,466                     | 518,022               |
| 4,934,772                  | --                          | 4,934,772             |
| 860,945                    | --                          | 860,945               |
| 1,360,414                  | 7,687                       | 1,368,101             |
| --                         | 3,527,168                   | 3,527,168             |
| <u>49,473,743</u>          | <u>6,158,401</u>            | <u>55,632,144</u>     |
| 8,349,544                  | 5,030,104                   | 13,379,648            |
| <u>189,792,996</u>         | <u>32,495,123</u>           | <u>222,288,119</u>    |
| <u>\$ 198,142,540</u>      | <u>\$ 37,525,227</u>        | <u>\$ 235,667,767</u> |

The accompanying notes are an integral part of these financial statements.

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**Basic Financial Statements**  
**Fund Financial Statements**

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**COUNTY OF NEVADA**

Balance Sheet  
Governmental Funds  
June 30, 2015

|   | <u>General</u>             | <u>Road</u>                | <u>Community<br/>Development<br/>Agency</u> |
|---|----------------------------|----------------------------|---|
| <b>Assets</b>   |                            |                            |   |
| Cash and investments  | \$20,545,947               | \$ 5,542,351               | \$ 2,811,341                                |
| Cash with fiscal agent  | --                         | 3,850                      | --  |
| Accounts receivable   | 877,915                    | 10,419                     | 108,688                                     |
| Taxes receivable  | 2,949,020                  | --                         | --  |
| Due from other governments  | 1,449,473                  | 1,160,229                  | 245,450                                     |
| Due from other funds  | 5,987,693                  | 673,936                    | 574,900                                     |
| Deposits with others  | --                         | --                         | --  |
| Inventories   | --                         | 46,839                     | --  |
| Prepays   | 57,182                     | --                         | --  |
| Restricted cash and investments   | --                         | --                         | --  |
| Loans receivable  | --                         | --                         | --  |
| <b>Total Assets</b>   | <b><u>\$31,867,230</u></b> | <b><u>\$ 7,437,624</u></b> | <b><u>\$ 3,740,379</u></b>                  |
| <b>Liabilities</b>  |                            |                            |   |
| Accounts payable  | \$ 1,043,760               | \$ 278,416                 | \$ 104,316                                  |
| Salaries and benefits payable   | 1,019,467                  | 87,259                     | 115,349                                     |
| Deposits from others  | --                         | --                         | 99,114                                      |
| Due to other funds  | 490,956                    | 269,359                    | 79,304                                      |
| Unearned revenue  | 57,900                     | --                         | 128,471                                     |
| <b>Total Liabilities</b>  | <b><u>2,612,083</u></b>    | <b><u>635,034</u></b>      | <b><u>526,554</u></b>                       |
| <b>Deferred Inflows of Resources</b>  |                            |                            |   |
| Unavailable revenue   | <u>967,189</u>             | <u>45,110</u>              | <u>192,883</u>                              |
| <b>Fund Balances</b>  |                            |                            |   |
| Nonspendable  | 57,182                     | 46,839                     | --  |
| Restricted  | 784,297                    | 6,710,641                  | --  |
| Committed   | 7,080,000                  | --                         | 1,054,166                                   |
| Assigned  | 15,117,489                 | --                         | 1,966,776                                   |
| Unassigned  | 5,248,990                  | --                         | --  |
| <b>Total Fund Balances</b>  | <b><u>28,287,958</u></b>   | <b><u>6,757,480</u></b>    | <b><u>3,020,942</u></b>                     |
| <b>Total Liabilities, Deferred Inflows of Resources<br/>and Fund Balances</b> | <b><u>\$31,867,230</u></b> | <b><u>\$ 7,437,624</u></b> | <b><u>\$ 3,740,379</u></b>                  |

The accompanying notes are an integral part of these financial statements.

| Human Services Agency | Health and Welfare Realignment | Local Revenue Fund 2011 Realignment | Other Governmental   | Total                |
|-----------------------|--------------------------------|-------------------------------------|----------------------|----------------------|
| \$ 662,157            | \$ 8,103,789                   | \$ 3,889,641                        | \$ 27,865,625        | \$ 69,420,851        |
| --                    | --                             | --                                  | \$ --                | 3,850                |
| 215,111               | --                             | --                                  | 23,248               | 1,235,381            |
| --                    | --                             | --                                  | 280,900              | 3,229,920            |
| 5,165,038             | 1,260,586                      | 1,103,159                           | 1,847,953            | 12,231,888           |
| 2,528,704             | 416,057                        | --                                  | 461,618              | 10,642,908           |
| 34,353                | --                             | --                                  | --                   | 34,353               |
| --                    | --                             | --                                  | --                   | 46,839               |
| 20,000                | --                             | --                                  | --                   | 77,182               |
| --                    | --                             | --                                  | 872,245              | 872,245              |
| --                    | --                             | --                                  | 4,285,435            | 4,285,435            |
| <u>\$ 8,625,363</u>   | <u>\$ 9,780,432</u>            | <u>\$ 4,992,800</u>                 | <u>\$ 35,637,024</u> | <u>\$102,080,852</u> |
| \$ 1,677,464          | \$ --                          | \$ 75,000                           | \$ 768,233           | \$ 3,947,189         |
| 382,207               | --                             | --                                  | 73,590               | 1,677,872            |
| 24,725                | --                             | --                                  | --                   | 123,839              |
| 679,059               | 654,720                        | 2,264,467                           | 3,470,868            | 7,908,733            |
| 671,144               | --                             | --                                  | 1,010,415            | 1,867,930            |
| <u>3,434,599</u>      | <u>654,720</u>                 | <u>2,339,467</u>                    | <u>5,323,106</u>     | <u>15,525,563</u>    |
| <u>3,048,388</u>      | <u>--</u>                      | <u>--</u>                           | <u>86,939</u>        | <u>4,340,509</u>     |
| --                    | --                             | --                                  | --                   | 104,021              |
| 2,141,440             | 9,125,712                      | 2,653,333                           | 28,854,768           | 50,270,191           |
| --                    | --                             | --                                  | 47,947               | 8,182,113            |
| 936                   | --                             | --                                  | 1,324,264            | 18,409,465           |
| --                    | --                             | --                                  | --                   | 5,248,990            |
| <u>2,142,376</u>      | <u>9,125,712</u>               | <u>2,653,333</u>                    | <u>30,226,979</u>    | <u>82,214,780</u>    |
| <u>\$ 8,625,363</u>   | <u>\$ 9,780,432</u>            | <u>\$ 4,992,800</u>                 | <u>\$ 35,637,024</u> | <u>\$102,080,852</u> |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF NEVADA**

Reconciliation of the Governmental Funds Balance Sheet  
to the Government-Wide Statement of Net Position - Governmental Activities  
June 30, 2015

|   |                       |
|---|-----------------------|
| Fund Balance - total governmental funds (pages 28 and 29)   | \$ 82,214,780         |
| 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.   | 266,963,465           |
| Other long term assets are not available to pay for current period expenditures and therefore, are reported as unavailable revenues in the governmental funds.  | 4,340,509             |
| Deferred outflows of resources reported in the Statement of Net Position  | 11,753,503            |
| 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 funds balance sheets.  | (136,162)             |
| Certain liabilities are not due and payable in the current period and therefore, are not reported in the governmental funds.  |                       |
| Certificates of participation   | (5,594,528)           |
| Bonds payable   | (236,000)             |
| Loans payable   | (6,447,393)           |
| Compensated absences  | (5,049,864)           |
| Net OPEB obligation   | (4,262,371)           |
| Net pension liability   | (127,499,621)         |
| Deferred inflows of resources reported in the Statement of Net Position   | (21,185,199)          |
| 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. | <u>3,281,421</u>      |
| Net position of governmental activities (page 23)   | <u>\$ 198,142,540</u> |

The accompanying notes are an integral part of these financial statements.

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**COUNTY OF NEVADA**

Statement of Revenues, Expenditures and Changes in Fund Balances  
Governmental Funds  
For the Year Ended June 30, 2015

|  | <u>General</u>       | <u>Road</u>         | <u>Community<br/>Development<br/>Agency</u> |
|--|----------------------|---------------------|---|
| Revenues:  |                      |                     |   |
| Taxes  | \$ 37,349,227        | \$ 32,944           | \$ 21,140                                   |
| Licenses and permits   | 2,636,472            | 40,988              | 1,384,346                                   |
| Fines, forfeitures and penalties                             | 2,941,968            | 554                 | 58,938                                      |
| Use of money and property                                    | 343,693              | 29,349              | 19,378                                      |
| Intergovernmental  | 4,278,351            | 7,074,629           | 919,962                                     |
| Charges for services   | 8,011,244            | 382,573             | 2,207,727                                   |
| Other revenues   | <u>1,063,236</u>     | <u>105,628</u>      | <u>23,761</u>                               |
| Total Revenues   | <u>56,624,191</u>    | <u>7,666,665</u>    | <u>4,635,252</u>                            |
| Expenditures:  |                      |                     |   |
| Current:   |                      |                     |   |
| General government   | 10,304,475           | --                  | --  |
| Public protection  | 44,664,441           | --                  | 3,756,290                                   |
| Public ways and facilities                                   | --                   | 7,029,354           | --  |
| Health and sanitation  | 133,842              | --                  | 1,959,647                                   |
| Public assistance  | 314,487              | --                  | --  |
| Education  | 42,690               | --                  | --  |
| Recreation and culture                                       | --                   | --                  | --  |
| Debt Service:  |                      |                     |   |
| Principal  | --                   | --                  | --  |
| Interest   | --                   | --                  | --  |
| Capital outlay   | <u>906,355</u>       | <u>2,210,368</u>    | <u>120,949</u>                              |
| Total Expenditures   | <u>56,366,290</u>    | <u>9,239,722</u>    | <u>5,836,886</u>                            |
| Excess (Deficiency) of Revenues Over<br>(Under) Expenditures | <u>257,901</u>       | <u>(1,573,057)</u>  | <u>(1,201,634)</u>                          |
| Other Financing Sources (Uses):                              |                      |                     |   |
| Transfers in   | 10,551,939           | 2,025,286           | 2,023,092                                   |
| Transfers out  | (8,009,530)          | --                  | (6,377)                                     |
| Proceeds from sale of capital assets                         | 3,286                | 8,372               | --  |
| Total Other Financing Sources (Uses)                         | <u>2,545,695</u>     | <u>2,033,658</u>    | <u>2,016,715</u>                            |
| Net Changes in Fund Balances                                 | 2,803,596            | 460,601             | 815,081                                     |
| Fund Balances, Beginning of Year, restated                   | <u>25,484,362</u>    | <u>6,296,879</u>    | <u>2,205,861</u>                            |
| Fund Balances, End of Year                                   | <u>\$ 28,287,958</u> | <u>\$ 6,757,480</u> | <u>\$ 3,020,942</u>                         |

The accompanying notes are an integral part of these financial statements.

| Human Services Agency | Health and Welfare Realignment | Local Revenue Fund 2011 Realignment | Other Governmental   | Total                |
|-----------------------|--------------------------------|-------------------------------------|----------------------|----------------------|
| \$ --                 | \$ --                          | \$ --                               | \$ 1,757,175         | \$ 39,160,486        |
| --                    | --                             | --                                  | 11,362               | 4,073,168            |
| 1,373                 | --                             | --                                  | 551,696              | 3,554,529            |
| 20,505                | 49,099                         | 20,204                              | 178,451              | 660,679              |
| 31,233,067            | 6,908,571                      | 11,688,958                          | 14,729,849           | 76,833,387           |
| 1,449,153             | --                             | --                                  | 1,426,546            | 13,477,243           |
| 280,418               | --                             | --                                  | 748,297              | 2,221,340            |
| <u>32,984,516</u>     | <u>6,957,670</u>               | <u>11,709,162</u>                   | <u>19,403,376</u>    | <u>139,980,832</u>   |
| --                    | --                             | --                                  | 207,324              | 10,511,799           |
| --                    | --                             | 300,000                             | 3,627,316            | 52,348,047           |
| --                    | --                             | --                                  | 634,311              | 7,663,665            |
| 20,561,955            | --                             | --                                  | 4,734,445            | 27,389,889           |
| 25,472,242            | --                             | --                                  | 879,342              | 26,666,071           |
| --                    | --                             | --                                  | 2,597,223            | 2,639,913            |
| --                    | --                             | --                                  | 108                  | 108                  |
| --                    | --                             | --                                  | 1,511,881            | 1,511,881            |
| --                    | --                             | --                                  | 579,678              | 579,678              |
| 52,052                | --                             | --                                  | 45,954               | 3,335,678            |
| <u>46,086,249</u>     | <u>--</u>                      | <u>300,000</u>                      | <u>14,817,582</u>    | <u>132,646,729</u>   |
| (13,101,733)          | 6,957,670                      | 11,409,162                          | 4,585,794            | 7,334,103            |
| 13,567,506            | 127,268                        | --                                  | 6,908,337            | 35,203,428           |
| (117,400)             | (6,991,151)                    | (10,347,084)                        | (9,833,249)          | (35,304,791)         |
| 15,880                | --                             | --                                  | --                   | 27,538               |
| <u>13,465,986</u>     | <u>(6,863,883)</u>             | <u>(10,347,084)</u>                 | <u>(2,924,912)</u>   | <u>(73,825)</u>      |
| 364,253               | 93,787                         | 1,062,078                           | 1,660,882            | 7,260,278            |
| <u>1,778,123</u>      | <u>9,031,925</u>               | <u>1,591,255</u>                    | <u>28,566,097</u>    | <u>74,954,502</u>    |
| <u>\$ 2,142,376</u>   | <u>\$ 9,125,712</u>            | <u>\$ 2,653,333</u>                 | <u>\$ 30,226,979</u> | <u>\$ 82,214,780</u> |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF NEVADA**

Reconciliation of the Statement of Revenues, Expenditures, and  
Changes in Fund Balances of Governmental Funds to the  
Government-Wide Statement of Activities - Governmental Activities  
For the Year Ended June 30, 2015

Net change to fund balance - total governmental funds (pages 32 and 33) \$ 7,260,278

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 related capital assets adjustments | \$ 3,233,048       |         |
| Less: current year depreciation   | <u>(2,535,855)</u> | 697,193 |

|  |  |           |
|--|--|-----------|
| Unavailable revenues are reported as deferred inflows of resources in the governmental funds, but are recognized as revenues in the statement of activities. |  | (989,530) |
|--|--|-----------|

|   |  |           |
|---|--|-----------|
| 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   |  | 1,511,881 |

|   |                 |       |
|---|-----------------|-------|
| 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  | (28,707)        |       |
| Change in net OPEB obligation   | 43,691          |       |
| Change in accrued interest on long-term debt  | 14,912          |       |
| Amortization of premium   | 67,905          |       |
| Change in net pension liability   | <u>(96,487)</u> | 1,314 |

|  |  |                  |
|--|--|------------------|
| 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. |  | <u>(131,592)</u> |
|--|--|------------------|

|   |  |                            |
|---|--|----------------------------|
| Change in net position of governmental activities (pages 24 and 25) |  | <u><u>\$ 8,349,544</u></u> |
|---|--|----------------------------|

The accompanying notes are an integral part of these financial statements.



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**COUNTY OF NEVADA**

Statement of Net Position  
Proprietary Funds  
June 30, 2015

|                                  | Business-Type Activities -<br>Enterprise Funds |                     |                        |
|----------------------------------|--|---------------------|------------------------|
|                                  | Western<br>Nevada County                       |                     | Sanitation<br>District |
|                                  | Solid Waste                                    | Airport             |                        |
| <b>ASSETS</b>                    |  |                     |                        |
| Current Assets:                  |  |                     |                        |
| Cash and investments             | \$ 11,082,326                                  | \$ 149,825          | \$ 6,840,102           |
| Accounts receivable              | 42,992   | 115,319             | --                     |
| Taxes receivable                 | 1,638  | --                  | --                     |
| Due from other governments       | 2,823  | 3,556               | 6,451                  |
| Due from other funds             | 14,083   | 54,451              | 390                    |
| Prepaid costs                    | --   | --                  | --                     |
| Inventory                        | --   | 53,409              | --                     |
| Deposits                         | --   | --                  | --                     |
| Total Current Assets             | <u>11,143,862</u>                              | <u>376,560</u>      | <u>6,846,943</u>       |
| Noncurrent Assets:               |  |                     |                        |
| Capital assets:                  |  |                     |                        |
| Non-depreciable                  | 276,553  | 1,895,150           | 1,851,233              |
| Depreciable, net                 | 474,207  | 3,801,811           | 46,500,027             |
| Total Noncurrent Assets          | <u>750,760</u>                                 | <u>5,696,961</u>    | <u>48,351,260</u>      |
| Total Assets                     | <u>11,894,622</u>                              | <u>6,073,521</u>    | <u>55,198,203</u>      |
| Deferred Outflows - pensions     | <u>61,561</u>                                  | <u>51,746</u>       | <u>439,386</u>         |
| <b>LIABILITIES</b>               |  |                     |                        |
| Current Liabilities:             |  |                     |                        |
| Accounts payable                 | 89,614   | 43,449              | 67,634                 |
| Salaries and benefits payable    | 3,515  | 6,305               | 40,861                 |
| Interest payable                 | --   | 2,410               | 354,582                |
| Deposits payable                 | --   | 2,000               | --                     |
| Due to other funds               | 14,640   | 9,489               | 126,291                |
| Unearned revenue                 | 35,817   | 13,111              | --                     |
| Compensated absences             | 8,579  | 5,886               | 86,859                 |
| Special assessment bonds         | --   | --                  | 3,000                  |
| Loans and capital leases payable | --   | 27,496              | 1,556,700              |
| Accrued claims payable           | --   | --                  | --                     |
| Postclosure costs                | 569,591  | --                  | --                     |
| Total Current Liabilities        | <u>721,756</u>                                 | <u>110,146</u>      | <u>2,235,927</u>       |
| Noncurrent Liabilities:          |  |                     |                        |
| Compensated absences             | 513  | --                  | 10,934                 |
| Special assessment bonds         | --   | --                  | 9,000                  |
| Loans and capital leases payable | --   | 41,385              | 20,476,264             |
| Accrued claims payable           | --   | --                  | --                     |
| Postclosure costs                | 6,265,508                                      | --                  | --                     |
| Net OPEB obligation              | 68,678   | 12,775              | 111,377                |
| Net pension liability            | 566,904  | 476,518             | 4,046,214              |
| Total Noncurrent Liabilities     | <u>6,901,603</u>                               | <u>530,678</u>      | <u>24,653,789</u>      |
| Total Liabilities                | <u>7,623,359</u>                               | <u>640,824</u>      | <u>26,889,716</u>      |
| Deferred Inflows - pensions      | <u>88,231</u>                                  | <u>74,163</u>       | <u>629,735</u>         |
| <b>NET POSITION</b>              |  |                     |                        |
| Net investment in capital assets | 750,760  | 5,628,080           | 26,317,412             |
| Unrestricted                     | 3,493,833                                      | (217,800)           | 1,800,726              |
| Total Net Position               | <u>\$ 4,244,593</u>                            | <u>\$ 5,410,280</u> | <u>\$ 28,118,138</u>   |

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

Net Position of Business-Type Activities

The accompanying notes are an integral part of these financial statements.

| Business-Type Activities -<br>Enterprise Funds |                              | Governmental<br>Activities   |
|--|------------------------------|------------------------------|
| Nonmajor<br>Enterprise<br>Funds                | Total<br>Enterprise<br>Funds | Internal<br>Service<br>Funds |
| \$ 2,157,876                                   | \$ 20,230,129                | \$ 5,669,842                 |
| 51,220   | 209,531                      | 25,312                       |
| --   | 1,638                        | --                           |
| 83,277   | 96,107                       | --                           |
| 4,025  | 72,949                       | 401,136                      |
| --   | --                           | 7,281                        |
| --   | 53,409                       | 34,121                       |
| --   | --                           | 95,775                       |
| <u>2,296,398</u>                               | <u>20,663,763</u>            | <u>6,233,467</u>             |
| 65,211   | 4,088,147                    | --                           |
| 1,828,120                                      | 52,604,165                   | 914,376                      |
| <u>1,893,331</u>                               | <u>56,692,312</u>            | <u>914,376</u>               |
| <u>4,189,729</u>                               | <u>77,356,075</u>            | <u>7,147,843</u>             |
| <u>226,204</u>                                 | <u>778,897</u>               | <u>191,715</u>               |
| 114,541  | 315,238                      | 248,069                      |
| 23,860   | 74,541                       | 18,684                       |
| --   | 356,992                      | --                           |
| --   | 2,000                        | --                           |
| 120,953  | 271,373                      | 199,313                      |
| 1,836,577                                      | 1,885,505                    | --                           |
| 32,882   | 134,206                      | 35,898                       |
| --   | 3,000                        | --                           |
| --   | 1,584,196                    | 2,933                        |
| --   | --                           | 884,852                      |
| 3,913  | 573,504                      | --                           |
| <u>2,132,726</u>                               | <u>5,200,555</u>             | <u>1,389,749</u>             |
| 22,232   | 33,679                       | 15,737                       |
| --   | 9,000                        | --                           |
| --   | 20,517,649                   | 14,967                       |
| --   | --                           | 455,198                      |
| 118,869  | 6,384,377                    | --                           |
| 70,743   | 263,573                      | 54,130                       |
| <u>2,083,063</u>                               | <u>7,172,699</u>             | <u>1,765,470</u>             |
| <u>2,294,907</u>                               | <u>34,380,977</u>            | <u>2,305,502</u>             |
| <u>4,427,633</u>                               | <u>39,581,532</u>            | <u>3,695,251</u>             |
| <u>324,199</u>                                 | <u>1,116,328</u>             | <u>274,771</u>               |
| 1,893,331                                      | 34,589,583                   | 896,476                      |
| (2,229,230)                                    | 2,847,529                    | 2,473,060                    |
| <u>\$ (335,899)</u>                            | <u>37,437,112</u>            | <u>\$ 3,369,536</u>          |
|  | 88,115                       |                              |
|  | <u>\$ 37,525,227</u>         |                              |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF NEVADA**

Statement of Revenues, Expenses and Changes in Fund Net Position  
 Proprietary Funds  
 For the Year Ended June 30, 2015

|   | Business-Type Activities -<br>Enterprise Funds |                     |                        |
|---|--|---------------------|------------------------|
|   | Western<br>Nevada County<br>Solid Waste        | Airport             | Sanitation<br>District |
| Operating Revenues:   |  |                     |                        |
| Charges for services  | \$ 1,552,962                                   | \$ 29,510           | \$ 6,569,870           |
| Fuel sales  | --   | 852,841             | --                     |
| Other revenues  | --   | 221,236             | 13,505                 |
| Total Operating Revenues  | <u>1,552,962</u>                               | <u>1,103,587</u>    | <u>6,583,375</u>       |
| Operating Expenses:   |  |                     |                        |
| Salaries and benefits   | 113,672  | 250,884             | 1,649,050              |
| Services and supplies   | 89,618   | 773,748             | 1,540,019              |
| Benefit and claim expenses                                      | --   | --                  | --                     |
| Other charges   | (58,429)                                       | 56,855              | 122,300                |
| Expense transfers   | 86,879   | (21,111)            | 446,740                |
| Closure and postclosure costs                                   | 101,011  | --                  | --                     |
| Depreciation and amortization                                   | 3,460  | 452,000             | 2,125,111              |
| Total Operating Expenses  | <u>336,211</u>                                 | <u>1,512,376</u>    | <u>5,883,220</u>       |
| Operating Income (Loss)   | <u>1,216,751</u>                               | <u>(408,789)</u>    | <u>700,155</u>         |
| Non-Operating Revenue (Expenses):                               |  |                     |                        |
| Taxes and assessments   | --   | 59,300              | --                     |
| Forfeitures and penalties                                       | --   | --                  | --                     |
| Intergovernmental revenues                                      | --   | 10,000              | --                     |
| Interest income   | 57,016   | 1,265               | 54,414                 |
| Interest expense  | --   | (3,067)             | (490,415)              |
| Gain (loss) on sale of assets                                   | --   | --                  | (808)                  |
| Other non-operating revenue                                     | --   | --                  | --                     |
| Total Non-Operating Revenue (Expenses)                          | <u>57,016</u>                                  | <u>67,498</u>       | <u>(436,809)</u>       |
| Income (Loss) Before Transfers, Contributions and Special Items | 1,273,767                                      | (341,291)           | 263,346                |
| Capital contributions   | --   | 51,792              | 322,203                |
| Transfers in  | --   | --                  | --                     |
| Special Items   | <u>3,527,168</u>                               | <u>--</u>           | <u>--</u>              |
| Change in Net Position  | 4,800,935                                      | (289,499)           | 585,549                |
| Net Position - Beginning of Year, restated                      | <u>(556,342)</u>                               | <u>5,699,779</u>    | <u>27,532,589</u>      |
| Net Position - End of Year                                      | <u>\$ 4,244,593</u>                            | <u>\$ 5,410,280</u> | <u>\$ 28,118,138</u>   |

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

Change in Net Position of the Business-Type Activities

The accompanying notes are an integral part of these financial statements.

| Business-Type Activities -<br>Enterprise Funds |                              | Governmental<br>Activities   |
|--|------------------------------|------------------------------|
| Nonmajor<br>Enterprise<br>Funds                | Total<br>Enterprise<br>Funds | Internal<br>Service<br>Funds |
| \$ 610,624                                     | \$ 8,762,966                 | \$ 6,187,354                 |
| --   | 852,841                      | --                           |
| --   | 234,741                      | 14,594                       |
| <u>610,624</u>                                 | <u>9,850,548</u>             | <u>6,201,948</u>             |
| 1,163,486                                      | 3,177,092                    | 793,552                      |
| 2,123,191                                      | 4,526,576                    | 3,379,142                    |
| 3,979  | 3,979                        | 1,408,246                    |
| 104,400  | 225,126                      | 180,732                      |
| 228,073  | 740,581                      | 422,260                      |
| 1,813  | 102,824                      | --                           |
| 138,139  | 2,718,710                    | 352,368                      |
| <u>3,763,081</u>                               | <u>11,494,888</u>            | <u>6,536,300</u>             |
| <u>(3,152,457)</u>                             | <u>(1,644,340)</u>           | <u>(334,352)</u>             |
| 2,443,780                                      | 2,503,080                    | --                           |
| --   | --                           | 1,315                        |
| 458,105  | 468,105                      | --                           |
| 7,771  | 120,466                      | 31,954                       |
| --   | (493,482)                    | --                           |
| --   | (808)                        | 70,270                       |
| 8,495  | 8,495                        | --                           |
| <u>2,918,151</u>                               | <u>2,605,856</u>             | <u>103,539</u>               |
| (234,306)                                      | 961,516                      | (230,813)                    |
| 165,283  | 539,278                      | --                           |
| --   | --                           | 101,363                      |
| --   | 3,527,168                    | --                           |
| (69,023)                                       | 5,027,962                    | (129,450)                    |
| <u>(266,876)</u>                               |                              | <u>3,498,986</u>             |
| <u>\$ (335,899)</u>                            |                              | <u>\$ 3,369,536</u>          |
|  | 2,142                        |                              |
|  | <u>\$ 5,030,104</u>          |                              |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF NEVADA**

Statement of Cash Flows  
Proprietary Funds  
For the Year Ended June 30, 2015

|  | Business-Type Activities -<br>Enterprise Funds |                   |                        |
|--|--|-------------------|------------------------|
|  | Western<br>Nevada County<br>Solid Waste        | Airport           | Sanitation<br>District |
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                         |  |                   |                        |
| Receipts from customers  | \$ 1,595,180                                   | \$1,104,185       | \$ 6,576,926           |
| Payments to suppliers  | (516,408)                                      | (757,111)         | (2,088,769)            |
| Payments to employees  | (124,969)                                      | (261,123)         | (1,750,698)            |
|  | <u>953,803</u>                                 | <u>85,951</u>     | <u>2,737,459</u>       |
| Net Cash Provided (Used) by Operating Activities                     |  |                   |                        |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>              |  |                   |                        |
| Grants and other receipts  | --   | 69,300            | --                     |
| Transfers from (to) other funds                                      | 3,235  | (30,014)          | --                     |
| Interfund loans received   | --   | --                | 308,361                |
| Interfund loans made   | --   | --                | --                     |
| Interfund loans repaid   | --   | --                | (220,057)              |
|  | <u>3,235</u>                                   | <u>39,286</u>     | <u>88,304</u>          |
| Net Cash Provided (Used) by Noncapital Financing Activities          |  |                   |                        |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>     |  |                   |                        |
| Acquisition of capital assets  | --   | (111,847)         | (683,775)              |
| Proceeds from sale of capital assets                                 | --   | --                | 4,596                  |
| Capital grants   | --   | 80,265            | 322,203                |
| Principal paid on capital debt                                       | --   | (27,328)          | (1,533,436)            |
| Interest paid on capital debt  | --   | (4,143)           | (505,894)              |
|  | <u>--</u>                                      | <u>(63,053)</u>   | <u>(2,396,306)</u>     |
| Net Cash Provided (Used) by Capital and Related Financing Activities |  |                   |                        |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                          |  |                   |                        |
| Interest received (paid)   | 57,016   | 1,265             | 54,414                 |
| Net Cash Provided (Used) by Investing Activities                     | <u>57,016</u>                                  | <u>1,265</u>      | <u>54,414</u>          |
| <b>Net Increase (Decrease) in Cash and Cash Equivalents</b>          | 1,014,054                                      | 63,449            | 483,871                |
| <b>Cash and Cash Equivalents, Beginning of Year</b>                  | <u>10,068,272</u>                              | <u>86,376</u>     | <u>6,356,231</u>       |
| <b>Cash and Cash Equivalents, End of Year</b>                        | <u>\$ 11,082,326</u>                           | <u>\$ 149,825</u> | <u>\$ 6,840,102</u>    |

The accompanying notes are an integral part of these financial statements.

| Business-Type Activities -<br>Enterprise Funds |                              | Governmental<br>Activities   |
|--|------------------------------|------------------------------|
| Nonmajor<br>Enterprise<br>Funds                | Total<br>Enterprise<br>Funds | Internal<br>Service<br>Funds |
| \$ 1,656,674                                   | \$ 10,932,965                | \$ 6,200,992                 |
| (2,447,012)                                    | (5,809,300)                  | (5,116,552)                  |
| <u>(1,205,406)</u>                             | <u>(3,342,196)</u>           | <u>(818,205)</u>             |
| <u>(1,995,744)</u>                             | <u>1,781,469</u>             | <u>266,235</u>               |
| 2,910,380                                      | 2,979,680                    | 1,315                        |
| 47,688   | 20,909                       | 101,363                      |
| 65,477   | 373,838                      | 27,569                       |
| (1,710)  | (1,710)                      | --                           |
| <u>--</u>                                      | <u>(220,057)</u>             | <u>(32,869)</u>              |
| <u>3,021,835</u>                               | <u>3,152,660</u>             | <u>97,378</u>                |
| (38,802)                                       | (834,424)                    | (509,449)                    |
| --   | 4,596                        | 78,103                       |
| 448,039  | 850,507                      | --                           |
| --   | (1,560,764)                  | --                           |
| <u>--</u>                                      | <u>(510,037)</u>             | <u>--</u>                    |
| <u>409,237</u>                                 | <u>(2,050,122)</u>           | <u>(431,346)</u>             |
| 7,771  | 120,466                      | 31,954                       |
| <u>7,771</u>                                   | <u>120,466</u>               | <u>31,954</u>                |
| 1,443,099                                      | 3,004,473                    | (35,779)                     |
| <u>714,777</u>                                 | <u>17,225,656</u>            | <u>5,705,621</u>             |
| <u>\$ 2,157,876</u>                            | <u>\$ 20,230,129</u>         | <u>\$ 5,669,842</u>          |

continued  
The accompanying notes are an integral part of these financial statements.

**COUNTY OF NEVADA**

Statement of Cash Flows (continued)  
 Proprietary Funds  
 For the Year Ended June 30, 2015

|   | Business-Type Activities -<br>Enterprise Funds |                  |                        |
|---|--|------------------|------------------------|
|   | Western<br>Nevada County                       |                  | Sanitation<br>District |
|   | Solid Waste                                    | Airport          |                        |
| <b>Reconciliation of Operating Income (Loss)<br/>to Net Cash Provided (Used) by<br/>Operating Activities:</b> |  |                  |                        |
| Operating income (loss)   | \$ 1,216,751                                   | \$ (408,789)     | \$ 700,155             |
| Adjustments to reconcile operating income<br>(loss) to net cash provided (used) by<br>operating activities:   |  |                  |                        |
| Depreciation  | 3,460  | 452,000          | 2,125,111              |
| (Increase) decrease in:   |  |                  |                        |
| Accounts receivable   | 6,401  | (1,748)          | (6,449)                |
| Prepaid expense   | --   | --               | --                     |
| Inventory   | --   | 23,762           | (439,386)              |
| Deferred outflows of resources  | (61,561)                                       | (51,746)         |                        |
| Increase (decrease) in:   |  |                  |                        |
| Accounts payable  | 31,204   | 28,619           | 20,290                 |
| Accrued salaries and benefits   | 1,623  | 226              | 6,486                  |
| Deposits payable  | --   | --               | --                     |
| Unearned revenue  | 35,817   | 2,346            | --                     |
| Deferred inflows of resources   | 88,231   | 74,163           | 629,735                |
| Net pension liability   | (36,528)                                       | (30,703)         | (260,708)              |
| Compensated absences payable  | (2,984)  | (2,042)          | (36,801)               |
| Claims liability  | --   | --               | --                     |
| Closure and postclosure liability   | (328,533)                                      | --               | --                     |
| Net OPEB obligation   | (78)   | (137)            | (974)                  |
| <b>Net Cash Provided (Used) by Operating Activities</b>   | <b>\$ 953,803</b>                              | <b>\$ 85,951</b> | <b>\$ 2,737,459</b>    |

The accompanying notes are an integral part of these financial statements.



| Business-Type Activities -<br>Enterprise Funds |                              | Governmental<br>Activities   |
|--|------------------------------|------------------------------|
| Nonmajor<br>Enterprise<br>Funds                | Total<br>Enterprise<br>Funds | Internal<br>Service<br>Funds |
| \$(3,152,457)                                  | \$ (1,644,340)               | \$ (334,352)                 |
| 138,139  | 2,718,710                    | 352,368                      |
| (49,562)                                       | (51,358)                     | (956)                        |
| --   | --                           | 14,123                       |
| --   | (415,624)                    | 35,138                       |
| (226,204)                                      | (339,511)                    | (191,715)                    |
| 13,629   | 93,742                       | 69,067                       |
| 2,953  | 11,288                       | 5,488                        |
| --   | --                           | --                           |
| 1,095,612                                      | 1,133,775                    | --                           |
| 324,199  | 1,116,328                    | 274,771                      |
| (134,217)                                      | (462,156)                    | (113,756)                    |
| (8,078)  | (49,905)                     | 1,082                        |
| --   | --                           | 155,500                      |
| 815  | (327,718)                    | --                           |
| (573)  | (1,762)                      | (523)                        |
| <u>\$(1,995,744)</u>                           | <u>\$ 1,781,469</u>          | <u>\$ 266,235</u>            |

The accompanying notes are an integral part of these financial statements.

COUNTY OF NEVADA

Statement of Fiduciary Net Position  
June 30, 2015

|   | Investment<br>Trust<br>Fund | Agency<br>Funds      |
|---|-----------------------------|----------------------|
| Assets  |                             |                      |
| Cash and investments  | \$ 78,176,171               | \$ 2,271,301         |
| Restricted cash and investments                             | --                          | 360,690              |
| Accounts receivable   | 347,323                     | 27,085               |
| Taxes receivable  | 490,946                     | 8,823,906            |
|   | <u>79,014,440</u>           | <u>\$ 11,482,982</u> |
| Total Assets  |                             |                      |
| Liabilities   |                             |                      |
| Accounts payable  | 280,288                     | \$ --                |
| Due to other funds  | --                          | 2,737,573            |
| Agency obligations  | --                          | 8,745,409            |
|   | <u>280,288</u>              | <u>\$ 11,482,982</u> |
| Total Liabilities   |                             |                      |
| Net Position  |                             |                      |
| Net position held in trust for investment pool participants | <u>\$ 78,734,152</u>        |                      |

The accompanying notes are an integral part of these financial statements.

**COUNTY OF NEVADA**

Statement of Changes in Fiduciary Net Position  
For the Year Ended June 30, 2015

|                                    | Investment<br>Trust<br>Fund |
|------------------------------------|-----------------------------|
| Additions                          |                             |
| Contributions to investment pool   | \$ 372,566,885              |
| Net investment income:             |                             |
| Investment income                  | <u>429,687</u>              |
| Total Additions                    | <u>372,996,572</u>          |
| Deductions                         |                             |
| Distributions from investment pool | <u>370,082,824</u>          |
| Total Deductions                   | <u>370,082,824</u>          |
| Change in net position             | 2,913,748                   |
| Net Position - Beginning of Year   | <u>75,820,404</u>           |
| Net Position - End of Year         | <u><u>\$ 78,734,152</u></u> |

The accompanying notes are an integral part of these 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  
For the Year Ended June 30, 2015

### 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 [www.mynevadacounty.com/auditor](http://www.mynevadacounty.com/auditor).

#### 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.

*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.

## COUNTY OF NEVADA

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### A. Reporting Entity (continued)

##### Blended Component Units (continued)

*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) and the Crown Point Building 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. 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.



## COUNTY OF NEVADA

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### B. Basis of Presentation (continued)

##### Government-Wide Financial Statements (continued)

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 and federal revenues.
- The Health and Welfare Realignment fund is a special revenue fund used to account for revenues and expenditures for public and mental health and social services programs. Funding comes primarily from state realignment 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  
For the Year Ended June 30, 2015

### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### B. Basis of Presentation (continued)

##### Fund Financial Statements (continued)

The County reports the following major proprietary 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 County reports the following additional fund types:

- Internal Service Funds account for the County's fleet maintenance, mail and self-insurance programs 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.

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.

## COUNTY OF NEVADA

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### C. Basis of Accounting and Measurement Focus

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. Non-Current Governmental Assets/Liabilities

Non-current 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 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.

## COUNTY OF NEVADA

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### E. Cash, Cash Equivalents and Investments (continued)

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, 2015, 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 represents cash and investments held with the Finance Authority for debt service in the amount of \$872,245.

In addition, the Agency funds reflect cash and investments held for various restricted purposes as restricted cash of \$360,690.

#### 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.

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**H. Other Assets** (continued)

**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. Contributed capital assets are recorded at their estimated fair market value at the date of donation.

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.

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  | 2-25 years             |
| Structures and improvements                            | 5-50 years             |
| Infrastructure (except for the maintained road system) | 20-75 years            |
| Intangibles (Computer Software)                        | 5 years                |

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**J. Capital Assets** (continued)

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 percent of its assessed value unless an additional amount for general obligation debt has been approved by voters. Assessed value is calculated at 100 percent of market value, as defined by Article XIII A, and may be increased by no more than 2 percent per fiscal year unless the property is sold or transferred. The State Legislature has determined the method of distribution of receipts from a 1 percent 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.

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 (1 <sup>st</sup> installment)<br>February 1 (2 <sup>nd</sup> installment) | July 1           |
| Delinquent dates     | December 11 (1 <sup>st</sup> installment)<br>April 11 (2 <sup>nd</sup> 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 percent of the property taxes billed (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, 2015, the outstanding net borrowing totaled \$2,737,573 and was recorded as a reduction of cash in the General fund with a corresponding due from other funds.

## COUNTY OF NEVADA

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### 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.

#### 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.

## COUNTY OF NEVADA

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### O. Deferred Outflows/Inflows of Resources (continued)

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

#### Q. Implementation of Governmental Accounting Standards Board (GASB) Statements

In June 2013, GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions – an amendment of GASB Statement No. 27*, to improve accounting and financial reporting by state and local governments for pensions. In November 2013, the GASB issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date* to address an issue in Statement No. 68 concerning provisions related to certain pension contributions made to defined benefit pension plans prior to the implementation of that Statement by employers and non-employer contributing entities. As of July 1, 2014, the County implemented these Statements and restated the beginning net position on the government-wide statements for the governmental activities and on its proprietary funds, as further noted in note 2.

The County has insufficient prior year data which makes it impractical to restate the amounts of all applicable deferred outflows of resources, net pension liability and deferred inflows of resources related to pensions. Therefore, the County has elected to report the implementation of these Statements as a cumulative effect of an accounting change in the fiscal year 2014-2015 financial statements.

### NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

#### A. Restatement of Net Position

Adjustments resulting from errors or a change to comply with provisions of the accounting standards are treated as adjustments to prior periods. Accordingly, the County reports these changes as restatements of beginning net position and beginning fund balance



**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 2: STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (CONTINUED)**

**A. Restatement of Net Position** (continued)

The impact of the restatement on the net position as previously reported is presented below:

|  | <u>Governmental<br/>Activities</u> | <u>Business-Type<br/>Activities</u> |
|--|------------------------------------|-------------------------------------|
| Net Position, June 30, 2014, as previously reported                          | \$ 328,507,052                     | \$ 40,129,978                       |
| Adjustment associated with:  |                                    |                                     |
| Cumulative effect of a change in accounting<br>principle related to pensions | <u>(138,714,056)</u>               | <u>(7,634,855)</u>                  |
| Net Position, July 1, 2014, as restated                                      | <u>\$ 189,792,996</u>              | <u>\$ 32,495,123</u>                |

**B. 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, 2015, does not expect to incur a liability.

**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 Commission 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.

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

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 \$78,176,171 at June 30, 2015.

**A. Financial Statement Presentation**

As of June 30, 2015, the County's cash and investments are reported in the financial statements as follows:

|                            |                       |
|----------------------------|-----------------------|
| Primary government         | \$ 96,196,917         |
| Investment trust fund      | 78,176,171            |
| Agency funds               | <u>2,621,808</u>      |
| Total Cash and Investments | <u>\$ 176,994,896</u> |

As of June 30, 2015, the County's cash and investments consisted of the following:

|  |                       |
|--|-----------------------|
| Cash:  |                       |
| Cash on hand   | \$ 54,758             |
| Deposits in Treasurer's Pool (less outstanding warrants) | <u>15,960,279</u>     |
| Total Cash in County Pool                                | <u>16,015,037</u>     |
| Investments:   |                       |
| In Treasurer's Pool                                      | <u>160,103,764</u>    |
| Total Investments in County Pool                         | 160,103,764           |
| Investments with fiscal agents                           | <u>876,095</u>        |
| Total Investments  | <u>160,979,859</u>    |
| Total Cash and Investments                               | <u>\$ 176,994,896</u> |

**B: Cash**

At year end, the carrying amount of the County's cash deposits (including amount in checking accounts, money market accounts and deposits with fiscal agents) was \$16,740,476 and the bank balance was \$22,036,834. 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 \$54,758.

## COUNTY OF NEVADA

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

### NOTE 3: CASH AND INVESTMENTS (CONTINUED)

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
- 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 5 years or less.

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

As of June 30, 2015, the County had the following investments, all of which had a maturity of 5 years or less:

| Investment Type                          | Interest Rates | Maturities           |                      | Book Value            | Fair Value            | Weighted Average Maturity (Years) |
|--|----------------|----------------------|----------------------|-----------------------|-----------------------|-----------------------------------|
|  |                | 0-1 Year             | 1-5 Years            |                       |                       |                                   |
| <b>Pooled Investments</b>                |                |                      |                      |                       |                       |                                   |
| Government Agencies                      | .34 - 2.00%    | \$ 7,999,883         | \$ 45,930,654        | \$ 53,930,537         | \$ 54,108,230         | 2.45                              |
| Medium Term Notes                        | 0.55 - 2.22%   | 14,153,708           | 23,314,744           | 37,468,452            | 37,457,745            | 2.03                              |
| Municipal Bonds                          | 1.050 - 5.728% | 1,501,052            | 12,738,807           | 14,239,859            | 14,198,762            | 3.20                              |
| Negotiable CD's                          | 0.350 - 2.15%  | 1,440,585            | 11,050,000           | 12,490,585            | 12,518,988            | 2.58                              |
| Money Market                             | 0.13%          | 9,980,836            | --                   | 9,980,836             | 9,980,836             | --                                |
| CAMP                                     | n/a            | 14,103               | --                   | 14,103                | 14,103                | --                                |
| LAIF                                     | Variable       | 41,960,226           | --                   | 41,960,226            | 41,960,226            | --                                |
| Total Pool Investments                   |                | <u>77,050,393</u>    | <u>93,034,205</u>    | <u>170,084,598</u>    | <u>170,238,890</u>    | 1.67                              |
| <b>Investments Held by Fiscal Agents</b> |                |                      |                      |                       |                       |                                   |
| IXIS                                     | --             | 861,000              | --                   | 861,000               | 861,000               |                                   |
| State Treasurer                          | --             | 3,850                | --                   | 3,850                 | 3,850                 |                                   |
| Money Market                             | --             | 11,245               | --                   | 11,245                | 11,245                |                                   |
| Total Investments Held by Fiscal Agents  |                | <u>876,095</u>       | <u>-</u>             | <u>876,095</u>        | <u>876,095</u>        |                                   |
| Total Investments                        |                | <u>\$ 77,926,488</u> | <u>\$ 93,034,205</u> | <u>\$ 170,960,693</u> | <u>\$ 171,114,985</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.

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

**C. Investments (continued)**

| Investment Type                       | Minimum<br>Legal<br>Rating | Standard &<br>Poor's<br>Rating | Moody's<br>Rating | % of<br>Portfolio |
|---------------------------------------|----------------------------|--------------------------------|-------------------|-------------------|
| Federal Farm Credit Bank              | N/A                        | AA+                            | Aaa               | 5.260%            |
| Federal Home Loan Bank                | N/A                        | A1+                            | Aaa               | 2.328%            |
| Federal Home Loan Mortgage            | N/A                        | AA+                            | Aaa               | 9.339%            |
| Federal Home Loan Mortgage            | N/A                        | A1+                            | Aaa               | 1.163%            |
| Federal National Mortgage Association | N/A                        | AA+                            | Aaa               | 8.791%            |
| Federal National Mortgage Association | N/A                        | AA                             | Aaa               | 1.169%            |
| Federal National Mortgage Association | N/A                        | A1+                            | Aaa               | 3.574%            |
| Medium Term Notes                     | A                          | AAA                            | Aaa               | 3.517%            |
| Medium Term Notes                     | A                          | AA+                            | Aa1               | 1.168%            |
| Medium Term Notes                     | A                          | AA+                            | Aa3               | 1.171%            |
| Medium Term Notes                     | A                          | AA+                            | A1                | 1.169%            |
| Medium Term Notes                     | A                          | AA                             | Aa                | 1.186%            |
| Medium Term Notes                     | A                          | AA                             | Aa2               | 1.180%            |
| Medium Term Notes                     | A                          | AA-                            | A1                | 0.589%            |
| Medium Term Notes                     | A                          | AA-                            | Aa3               | 4.133%            |
| Medium Term Notes                     | A                          | A+                             | A1                | 1.187%            |
| Medium Term Notes                     | A                          | A+                             | A2                | 3.541%            |
| Medium Term Notes                     | A                          | A                              | A2                | 3.052%            |
| Municipal Bonds                       | N/A                        | AAA                            | Aa1               | 0.584%            |
| Municipal Bonds                       | N/A                        | AA+                            | Aaa               | 0.162%            |
| Municipal Bonds                       | N/A                        | AA+                            | Aa3               | 1.269%            |
| Municipal Bonds                       | N/A                        | AA+                            | N/A               | 1.575%            |
| Municipal Bonds                       | N/A                        | AA                             | Aa2               | 0.589%            |
| Municipal Bonds                       | N/A                        | AA                             | N/A               | 0.315%            |
| Municipal Bonds                       | N/A                        | AA-                            | Aa3               | 2.345%            |
| Municipal Bonds                       | N/A                        | A+                             | Aa3               | 0.579%            |
| Municipal Bonds                       | N/A                        | A                              | A1                | 0.879%            |
| Negotiable CDs                        | N/A                        | A+                             | A2                | 0.584%            |
| Negotiable CDs                        | N/A                        | N/A                            | N/A               | 6.733%            |
| Money Market                          | N/A                        | Unrated                        | Unrated           | 5.833%            |
| CAMP                                  | N/A                        | Unrated                        | Unrated           | 0.008%            |
| LAIF                                  | N/A                        | Unrated                        | Unrated           | 24.524%           |
| IXIS                                  | N/A                        | Unrated                        | Unrated           | 0.503%            |
| Total                                 |                            |                                |                   | 100.000%          |

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, 2015, the County's investment pool had no securities exposed to custodial credit risk.

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

**C. Investments (continued)**

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, 2015, that represent 5 percent or more of total County investments are as follows:

| <u>Investment Type</u>                | <u>Amount Invested</u> | <u>Percentage of Investments</u> |
|---------------------------------------|------------------------|----------------------------------|
| Federal Farm Credit Bank              | \$ 8,999,900           | 5.287%                           |
| Federal Home Loan Mortgage            | 17,968,380             | 10.555%                          |
| Federal National Mortgage Association | 23,157,550             | 13.603%                          |

**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, 2015 the County’s investment position in LAIF was \$41,960,226. The total amount invested by all public agencies in LAIF on that day was \$69,606,487,716. Of that amount, 97.92% is invested in non-derivative financial products and 2.08% 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, 2015, was \$14,103, which approximates fair value.

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 3: CASH AND INVESTMENTS (CONTINUED)**

**E. 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, 2015:

|   | <u>Total Pool<br/>Participants</u> |
|---|------------------------------------|
| <b>Statement of Net Position</b>                |                                    |
| Net position held for pool participants         | \$ 175,636,609                     |
| Equity of internal pool participants            | 97,460,438                         |
| Equity of external pool participants            | <u>78,176,171</u>                  |
| Net Position at June 30, 2015                   | <u><u>\$ 175,636,609</u></u>       |
| <br><b>Statement of Changes in Net Position</b> |                                    |
| Net position at July 1, 2014                    | \$ 156,908,213                     |
| Net changes in investments by pool participants | <u>18,728,396</u>                  |
| Net Position at June 30, 2015                   | <u><u>\$ 175,636,609</u></u>       |

**NOTE 4: CAPITAL ASSETS**

Capital assets activity for the year ended June 30, 2015, was as follows:

**Governmental Activities**

|  | <u>Balance<br/>July 1, 2014</u> | <u>Additions</u>           | <u>Retirements</u>         | <u>Adjustments/<br/>Transfers</u> | <u>Balance<br/>June 30, 2015</u> |
|--|---------------------------------|----------------------------|----------------------------|-----------------------------------|----------------------------------|
| Capital Assets, Not Being Depreciated:       |                                 |                            |                            |                                   |                                  |
| Land and easements                           | \$ 104,967,165                  | \$ 330,194                 | \$ --                      | \$ --                             | \$ 105,297,359                   |
| Infrastructure (maintained road system)      | 104,980,165                     | --                         | --                         | 890,165                           | 105,870,330                      |
| Construction in progress                     | <u>1,909,074</u>                | <u>2,130,640</u>           | <u>(95,480)</u>            | <u>(890,165)</u>                  | <u>3,054,069</u>                 |
| Total Capital Assets, Not Being Depreciated  | <u>211,856,404</u>              | <u>2,460,834</u>           | <u>(95,480)</u>            | <u>--</u>                         | <u>214,221,758</u>               |
| Capital Assets, Being Depreciated:           |                                 |                            |                            |                                   |                                  |
| Infrastructure                               | 33,183,846                      | --                         | --                         | --                                | 33,183,846                       |
| Structures and improvements                  | 53,082,643                      | 59,000                     | --                         | --                                | 53,141,643                       |
| Equipment                                    | 19,705,615                      | 1,340,362                  | (1,363,803)                | --                                | 19,682,174                       |
| Software                                     | <u>1,852,516</u>                | <u>32,645</u>              | <u>--</u>                  | <u>--</u>                         | <u>1,885,161</u>                 |
| Total Capital Assets, Being Depreciated      | <u>107,824,620</u>              | <u>1,432,007</u>           | <u>(1,363,803)</u>         | <u>--</u>                         | <u>107,892,824</u>               |
| Less Accumulated Depreciation for:           |                                 |                            |                            |                                   |                                  |
| Infrastructure                               | (14,579,165)                    | (539,755)                  | --                         | --                                | (15,118,920)                     |
| Structures and improvements                  | (22,225,903)                    | (1,028,192)                | --                         | --                                | (23,254,095)                     |
| Equipment                                    | (14,367,351)                    | (1,170,259)                | 1,319,005                  | --                                | (14,218,605)                     |
| Software                                     | <u>(1,495,105)</u>              | <u>(150,016)</u>           | <u>--</u>                  | <u>--</u>                         | <u>(1,645,121)</u>               |
| Total Accumulated Depreciation               | <u>(52,667,524)</u>             | <u>(2,888,222)</u>         | <u>1,319,005</u>           | <u>--</u>                         | <u>(54,236,741)</u>              |
| Total Capital Assets, Being Depreciated, Net | <u>55,157,096</u>               | <u>(1,456,215)</u>         | <u>(44,798)</u>            | <u>-</u>                          | <u>53,656,083</u>                |
| Governmental Activities, Capital Assets, Net | <u><u>\$ 267,013,500</u></u>    | <u><u>\$ 1,004,619</u></u> | <u><u>\$ (140,278)</u></u> | <u><u>\$ --</u></u>               | <u><u>\$ 267,877,841</u></u>     |

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 4: CAPITAL ASSETS (CONTINUED)**

**Business-Type Activities**

|   | Balance<br>July 1, 2014 | Additions             | Retirements       | Adjustments/<br>Transfers | Balance<br>June 30, 2015 |
|---|-------------------------|-----------------------|-------------------|---------------------------|--------------------------|
| Capital Assets, Not Being Depreciated:        |                         | -                     |                   |                           |                          |
| Land and easements                            | \$ 3,596,250            | \$ -                  | \$ -              | \$ -                      | \$ 3,596,250             |
| Construction in progress                      | 116,165                 | 423,420               | -                 | (47,688)                  | 491,897                  |
| Total Capital Assets, Not Being Depreciated   | <u>3,712,415</u>        | <u>423,420</u>        | <u>-</u>          | <u>(47,688)</u>           | <u>4,088,147</u>         |
| Capital Assets, Being Depreciated:            |                         |                       |                   |                           |                          |
| Infrastructure                                | 78,467,537              | -                     | -                 | -                         | 78,467,537               |
| Structures and improvements                   | 5,014,757               | -                     | -                 | -                         | 5,014,757                |
| Equipment                                     | 3,433,381               | 411,004               | (54,564)          | -                         | 3,789,821                |
| Total Capital Assets, Being Depreciated       | <u>86,915,675</u>       | <u>411,004</u>        | <u>(54,564)</u>   | <u>-</u>                  | <u>87,272,115</u>        |
| Less Accumulated Depreciation for:            |                         |                       |                   |                           |                          |
| Infrastructure                                | (26,858,597)            | (2,420,841)           | -                 | -                         | (29,279,438)             |
| Structures and improvements                   | (2,299,912)             | (120,361)             | -                 | -                         | (2,420,273)              |
| Equipment                                     | (2,839,891)             | (177,506)             | 49,158            | -                         | (2,968,239)              |
| Total Accumulated Depreciation                | <u>(31,998,400)</u>     | <u>(2,718,708)</u>    | <u>49,158</u>     | <u>-</u>                  | <u>(34,667,950)</u>      |
| Total Capital Assets, Being Depreciated, Net  | <u>54,917,275</u>       | <u>(2,307,704)</u>    | <u>(5,406)</u>    | <u>-</u>                  | <u>52,604,165</u>        |
| Business-Type Activities, Capital Assets, Net | <u>\$ 58,629,690</u>    | <u>\$ (1,884,284)</u> | <u>\$ (5,406)</u> | <u>\$ (47,688)</u>        | <u>\$ 56,692,312</u>     |

**Depreciation**

Depreciation expense was charged to governmental functions as follows:

|  |                     |
|--|---------------------|
| General government   | \$ 577,932          |
| Public protection  | 919,611             |
| Public ways and facilities   | 764,405             |
| Health and sanitation  | 152,759             |
| Public assistance  | 50,631              |
| Education  | 70,517              |
| Capital assets held by the government's internal service funds are charged to the various functions based on their usage of the assets | 352,367             |
| Total  | <u>\$ 2,888,222</u> |



**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 4: CAPITAL ASSETS (CONTINUED)**

**Depreciation** (continued)

Depreciation expense was charged to business-type functions as follows:

|  |                            |
|--|----------------------------|
| Western Nevada County Solid Waste                    | \$ 3,460                   |
| Airport  | 451,999                    |
| Sanitation District                                  | 2,125,111                  |
| Transit  | <u>138,138</u>             |
| Total Depreciation Expense - Business-Type Functions | <u><u>\$ 2,718,708</u></u> |

**Construction in Progress**

Construction in progress for governmental activities related primarily to work performed on Bear River Corporation Yard, Magnolia Road, Brunswick Road, Lime Kiln Road, Penn Valley Drive, Empress Road bike lane, Newtown Road bike lane, Donner Pass Road, Hirschdale Bridge, Wolf Creek Bridge and Maybert Bridge. Construction in progress for the business-type activities related primarily to work performed on the Penn Valley wastewater system.

**NOTE 5: INTERFUND TRANSACTIONS**

**Due To/From Other Funds**

During the course of operations, transactions occur between funds to account for goods received or services rendered. These 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, 2015:

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 5: INTERFUND TRANSACTIONS (CONTINUED)**

**Due To/From Other Funds (continued)**

| Receivable Fund                     | Payable Fund                        | Amount           | Purpose                |
|-------------------------------------|-------------------------------------|------------------|------------------------|
| General Fund                        | Road Fund                           | \$ 6,054         | Services provided      |
|                                     | Community Development Agency        | 67,900           | Services provided      |
|                                     | Human Services Agency               | 250,736          | Services provided      |
|                                     | Health and Welfare Realignment      | 205,967          | Program funding/match  |
|                                     | Local Revenue Fund 2011 Realignment | 682,058          | Program funding/match  |
|                                     | Nonmajor Governmental Funds         | 1,966,544        | Services provided      |
|                                     | Airport                             | 8,990            | Services provided      |
|                                     | Western Nevada Co Solid Waste       | 5,500            | Services provided      |
|                                     | Sanitation District                 | 225              | Services provided      |
|                                     | Nonmajor Enterprise Funds           | 568              | Services provided      |
|                                     | Internal Service Funds              | 55,577           | Services provided      |
|                                     | Agency funds                        | <u>2,738,573</u> | Temporary cash advance |
|                                     |                                     | <u>5,988,693</u> |                        |
| Road Fund                           | Community Development Agency        | 123              | Services provided      |
|                                     | Nonmajor Governmental Funds         | 631,559          | Services provided      |
|                                     | Western Nevada Co Solid Waste       | 7,368            | Services provided      |
|                                     | Sanitation District                 | 15,427           | Services provided      |
|                                     | Nonmajor Enterprise Funds           | 14,152           | Services provided      |
|                                     | Internal Service Funds              | <u>5,306</u>     | Services provided      |
|                                     | <u>673,936</u>                      |                  |                        |
| Community Development Agency        | General Fund                        | 187,955          | Services provided      |
|                                     | Road Fund                           | 148,549          | Services provided      |
|                                     | Human Services Agency               | 9,966            |                        |
|                                     | Health and Welfare Realignment      | 8,473            | Program funding        |
|                                     | Nonmajor Governmental Funds         | 8,499            | Services provided      |
|                                     | Solid Waste                         | 1,209            | Services provided      |
|                                     | Sanitation District                 | 99,402           | Services provided      |
|                                     | Nonmajor Enterprise Funds           | 63,886           | Services provided      |
|                                     | Internal Service Funds              | <u>46,961</u>    | Services provided      |
|                                     | <u>574,900</u>                      |                  |                        |
| Human Services Agency               | General Fund                        | 29,966           | Services provided      |
|                                     | Health and Welfare Realignment      | 440,280          | Program funding        |
|                                     | Local Revenue Fund 2011 Realignment | 1,299,899        | Program funding        |
|                                     | Nonmajor Governmental Funds         | <u>758,559</u>   | Services provided      |
|                                     | <u>2,528,704</u>                    |                  |                        |
| Health and Welfare Realignment Fund | General Fund                        | 31,817           | Unused funding         |
|                                     | Human Services Agency               | <u>384,240</u>   | Unused funding         |
|                                     | <u>416,057</u>                      |                  |                        |

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 5: INTERFUND TRANSACTIONS (CONTINUED)**

**Due To/From Other Funds (continued)**

| Receivable Fund             | Payable Fund                        | Amount               | Purpose            |
|-----------------------------|-------------------------------------|----------------------|--------------------|
| Nonmajor Governmental Funds | General Fund                        | \$ 58,911            | Services provided  |
|                             | Local Revenue Fund 2011 Realignment | 282,509              | Program funding    |
|                             | Human Services Agency               | 16,602               | Services provided  |
|                             | Nonmajor Governmental Funds         | 103,566              | Services provided  |
|                             | Airport                             | 8                    |                    |
|                             | Western Nevada Co Solid Waste       | 19                   |                    |
|                             | Nonmajor Enterprise Funds           | 1                    | Services provided  |
|                             |                                     | <u>461,618</u>       |                    |
| Airport                     | General Fund                        | 54,448               | Services provided  |
|                             | Nonmajor Governmental Funds         | 2                    | Refund overpayment |
|                             |                                     | <u>54,451</u>        |                    |
| Solid Waste                 | General Fund                        | 14,083               | Services provided  |
|                             |                                     | <u>14,083</u>        |                    |
| Internal Service Funds      | General Fund                        | 112,674              | Services provided  |
|                             | Road Fund                           | 111,831              | Services provided  |
|                             | Community Development Agency        | 11,280               | Services provided  |
|                             | Human Services Agency               | 17,123               | Services provided  |
|                             | Nonmajor Governmental Funds         | 2,139                | Services provided  |
|                             | Airport                             | 491                  | Services provided  |
|                             | Western Nevada Co Solid Waste       | 545                  | Services provided  |
|                             | Sanitation District                 | 11,238               | Services provided  |
|                             | Nonmajor Enterprise Funds           | 42,347               | Services provided  |
|                             | Internal Service Funds              | 91,469               | Services provided  |
|                             |                                     | <u>401,136</u>       |                    |
| Nonmajor Enterprise Funds   | General Fund                        | 1,101                | Refund overpayment |
|                             | Road Fund                           | 2,924                | Services provided  |
|                             |                                     | <u>4,025</u>         |                    |
| Sanitation District         | Human Services Agency               | 390                  | Services provided  |
|                             |                                     | <u>\$ 11,116,990</u> |                    |

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 5: INTERFUND TRANSACTIONS (CONTINUED)**

**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, 2015:

| Transfer From                | Transfers To                        | Amount               | Purpose                          |
|------------------------------|-------------------------------------|----------------------|----------------------------------|
| General Fund                 | Human Services Agency               | \$ 859,122           | Budget support                   |
|                              | Health & Welfare Realignment        | 127,268              | Unused funding                   |
|                              | Community Development Agency        | 1,940,480            | Budget support                   |
|                              | Nonmajor Governmental Funds         | 4,993,049            | Services provided/Budget support |
|                              | Internal Service Funds - Fleet      | 89,611               | Services provided                |
|                              |                                     | <u>\$ 8,009,530</u>  |                                  |
| Community Development Agency | Internal Service Funds              | <u>6,377</u>         | Services provided                |
| Human Services Agency        | General Fund                        | 112,026              | Services provided                |
|                              | ISF - Fleet                         | 5,375                | Services provided                |
|                              |                                     | <u>117,400</u>       |                                  |
| Health & Welfare Realignment | General Fund                        | 227,801              | Program funding                  |
|                              | Human Services Agency               | 6,729,460            | Program funding                  |
|                              | Community Development Agency        | 33,890               | Program funding                  |
|                              |                                     | <u>6,991,151</u>     |                                  |
| Local Revenue Fund           | General Fund                        | 3,138,465            | Program funding                  |
|                              | Human Services Agency               | 5,955,695            | Program funding                  |
|                              | Nonmajor Governmental Funds (other) | 1,252,924            | Program funding                  |
|                              |                                     | <u>10,347,084</u>    |                                  |
| Nonmajor Governmental Funds  | General Fund                        | 7,073,647            | Services provided                |
|                              | Human Services Agency               | 23,229               | Services provided                |
|                              | Community Development Agency        | 48,722               | Services provided                |
|                              | Roads                               | 2,025,286            | Services provided                |
|                              | Nonmajor Governmental Funds (other) | 662,365              | Services provided                |
|                              |                                     | <u>9,833,249</u>     |                                  |
|                              |                                     | <u>\$ 35,304,791</u> |                                  |

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 6: LONG-TERM LIABILITIES**

The following is a summary of changes in long-term liabilities for the year ended June 30, 2015:

| Type of Indebtedness                  | Balance<br>July 1, 2014 | Additions<br>Adjustments | Retirements/<br>Adjustments | Balance<br>June 30, 2015 | Amounts<br>Due Within<br>One Year |
|---------------------------------------|-------------------------|--------------------------|-----------------------------|--------------------------|-----------------------------------|
| <b>Governmental Activities</b>        |                         |                          |                             |                          |                                   |
| Certificates of participation         | \$ 6,375,000            | \$ -                     | \$ (1,120,000)              | \$ 5,255,000             | \$ 1,097,095                      |
| Plus: premium                         | 407,433                 | -                        | (67,905)                    | 339,528                  | 67,905                            |
| Certificates of participation, net    | 6,782,433               | -                        | (1,187,905)                 | 5,594,528                | 1,165,000                         |
| Special assessment bonds with         |                         |                          |                             |                          |                                   |
| County commitment                     | 250,000                 | -                        | (14,000)                    | 236,000                  | 15,000                            |
| Loans                                 | 6,825,274               | -                        | (377,881)                   | 6,447,393                | 393,819                           |
| Enterprise agreements                 | -                       | -                        | -                           | -                        | -                                 |
| Accrued claims liability              | 1,184,550               | 155,500                  | -                           | 1,340,050                | 884,852                           |
| Capital lease                         | -                       | 17,900                   | -                           | 17,900                   | 2,933                             |
| Compensated absences                  | 5,071,710               | 5,660,757                | (5,630,968)                 | 5,101,499                | 3,563,099                         |
| Net OPEB obligation                   | 4,360,715               | 3,677,659                | (3,721,873)                 | 4,316,501                | -                                 |
| <b>Total Governmental Activities</b>  | <b>\$ 24,474,682</b>    | <b>\$ 9,511,816</b>      | <b>\$ (10,932,627)</b>      | <b>\$ 23,053,871</b>     | <b>\$ 6,024,703</b>               |
| <b>Business-Type Activities</b>       |                         |                          |                             |                          |                                   |
| Special assessment bonds              |                         |                          |                             |                          |                                   |
| with County commitment                | \$ 15,000               | \$ -                     | \$ (3,000)                  | \$ 12,000                | \$ 3,000                          |
| Loans                                 | 25,330,215              | -                        | (1,771,933)                 | 23,558,282               | 1,784,799                         |
| Less: unamortized discount            | (1,670,606)             | -                        | 214,169                     | (1,456,437)              | (200,603)                         |
| Loans, net                            | 23,659,609              | -                        | (1,557,764)                 | 22,101,845               | 1,584,196                         |
| Post closure                          | 10,812,767              | 102,825                  | (3,957,711)                 | 6,957,881                | 573,504                           |
| Compensated absences                  | 217,790                 | 247,357                  | (297,262)                   | 167,885                  | 134,206                           |
| Net OPEB obligation                   | 265,335                 | 146,341                  | (148,103)                   | 263,573                  | -                                 |
| <b>Total Business-Type Activities</b> | <b>\$ 34,970,501</b>    | <b>\$ 496,523</b>        | <b>\$ (5,963,840)</b>       | <b>\$ 29,503,184</b>     | <b>\$ 2,294,906</b>               |

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. The net other postemployment benefit obligation for the governmental activities is generally liquidated by the fund where the accrued liability occurred.

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.

COUNTY OF NEVADA

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 6: LONG-TERM LIABILITIES (CONTINUED)**

Individual issues of debt payable outstanding at June 30, 2015, are as follows:

**Governmental Activities**

Certificates of Participation:

Certificates of Participation (2012 Refunding), issued July 5, 2012, 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.

\$ 5,255,000

Total Certificates of Participation

5,255,000

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.

236,000

Total Special Assessment Bonds with County Commitment

236,000

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.

2,004,123

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.

567,165

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.

1,063,504

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 6: LONG-TERM LIABILITIES (CONTINUED)**

Individual issues of debt payable outstanding at June 30, 2015, are as follows (continued):

**Governmental Activities (continued)**

Loans (continued):

|  |                             |
|--|-----------------------------|
| 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. | <u>\$ 2,812,601</u>         |
| Total Loans  | <u>6,447,393</u>            |
| Total Governmental Activities  | <u><u>\$ 11,938,393</u></u> |

**Business-Type Activities**

Special Assessment Bonds with County Commitment:

|   |                  |
|---|------------------|
| USDA Rural Development Bond - North San Juan, issued July 19, 1988, in the amount of \$76,130 and payable in annual installments of \$1,000 to \$3,000 with an interest rate of 5.00% and maturity on September 2, 2018. Bond proceeds were used to construct improvements in the North San Juan Sewer Assessment District. | <u>\$ 12,000</u> |
| Total Special Assessment Bonds with County Commitment   | <u>12,000</u>    |

Loans:

|  |         |
|--|---------|
| California Airport Loan, issued November 13, 1998, in the amount of \$360,000 and payable in annual installments of \$17,215 to \$30,519 with an interest rate of 4.28% and maturity on July 26, 2017. Loan proceeds were used to finance the construction of an above ground aircraft fuel storage dispensing system.   | 46,956  |
| 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.  | 21,927  |
| 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. | 237,415 |

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 6: LONG-TERM LIABILITIES (CONTINUED)**

Individual issues of debt payable outstanding at June 30, 2015, are as follows (continued):

**Business-Type Activities (continued)**

Loans (continued):

SWRCB Revolving Loan, issued December 12, 2006, in the amount of \$170,367 and payable in annual installments of \$8,445 to \$11,116 with an interest rate of 3.10% and maturity on January 22, 2016. Loan proceeds were used to finance modifications to the existing lift station. The lift station was impaired and removed from the capital assets schedule. 11,116

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. 1,691,177

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 and construction of improvements to the Lake Wildwood Zone 1 wastewater system. 676,470

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. 8,536,769

State Water Resource Control Board loan, issued September 13, 2010, in the amount of \$18,964,071 and payable in annual installments of \$948,204, with an interest rate of 0.00% 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 includes a loan discount of \$3,160,742. 12,336,452

Total Loans 23,558,282

Total Business-Type Activities \$ 23,570,281



**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 6: LONG-TERM LIABILITIES (CONTINUED)**

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 8, landfill postclosure costs which are reported in Note 9, net OPEB obligation which is reported in Note 14 and accrued claims liability which is reported in Note 15.

**Governmental Activities**

| Year Ended<br>June 30 | Certificates of Participation |                   |                     |
|-----------------------|-------------------------------|-------------------|---------------------|
|                       | Principal                     | Interest          | Total               |
| 2016                  | \$ 1,165,000                  | \$ 230,825        | \$ 1,395,825        |
| 2017                  | 1,230,000                     | 170,950           | 1,400,950           |
| 2018                  | 1,290,000                     | 107,950           | 1,397,950           |
| 2019                  | 1,290,000                     | 43,450            | 1,333,450           |
| 2020                  | 280,000                       | 5,600             | 285,600             |
| <b>Total</b>          | <b>\$ 5,255,000</b>           | <b>\$ 558,775</b> | <b>\$ 5,813,775</b> |

| Year Ended<br>June 30 | Special Assessment Bonds<br>with County Commitment |                  |                   |
|-----------------------|--|------------------|-------------------|
|                       | Principal  | Interest         | Total             |
| 2016                  | \$ 15,000  | \$ 12,509        | \$ 27,509         |
| 2017                  | 16,000   | 11,695           | 27,695            |
| 2018                  | 16,000   | 10,835           | 26,835            |
| 2019                  | 17,000   | 9,928            | 26,928            |
| 2020                  | 18,000   | 8,965            | 26,965            |
| 2021-2025             | 105,000  | 28,462           | 133,462           |
| 2026-2030             | 49,000   | 2,722            | 51,722            |
| <b>Total</b>          | <b>\$ 236,000</b>                                  | <b>\$ 85,116</b> | <b>\$ 321,116</b> |

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 6: LONG-TERM LIABILITIES (CONTINUED)**

**Governmental Activities** (continued)

| Year Ended<br>June 30 | Loans               |                     |                     |
|-----------------------|---------------------|---------------------|---------------------|
|                       | Principal           | Interest            | Total               |
| 2016                  | \$ 393,819          | \$ 268,120          | \$ 661,939          |
| 2017                  | 410,622             | 251,317             | 661,939             |
| 2018                  | 428,076             | 233,863             | 661,939             |
| 2019                  | 446,293             | 215,643             | 661,936             |
| 2020                  | 465,257             | 196,681             | 661,938             |
| 2021-2025             | 2,642,294           | 667,402             | 3,309,696           |
| 2026-2030             | 1,037,045           | 237,091             | 1,274,136           |
| 2031-2035             | 623,987             | 46,091              | 670,078             |
| Total                 | <u>\$ 6,447,393</u> | <u>\$ 2,116,208</u> | <u>\$ 8,563,601</u> |

**Business-Type Activities**

| Year Ended<br>June 30 | Special Assessment Bonds with County Commitment |                 |                  |
|-----------------------|---|-----------------|------------------|
|                       | Principal                                       | Interest        | Total            |
| 2016                  | \$ 3,000  | \$ 525          | \$ 3,525         |
| 2017                  | 3,000   | 375             | 3,375            |
| 2018                  | 3,000   | 225             | 3,225            |
| 2019                  | 3,000   | 75              | 3,075            |
| Total                 | <u>\$ 12,000</u>                                | <u>\$ 1,200</u> | <u>\$ 13,200</u> |

| Year Ended<br>June 30 | Loans                |                     |                   |                      |
|-----------------------|----------------------|---------------------|-------------------|----------------------|
|                       | Principal            | Interest            | Service Charge    | Total                |
| 2016                  | \$ 1,784,799         | \$ 188,590          | \$ 85,368         | \$ 2,058,757         |
| 2017                  | 1,786,498            | 172,807             | 79,624            | 2,038,929            |
| 2018                  | 1,776,116            | 157,212             | 73,754            | 2,007,082            |
| 2019                  | 1,789,506            | 142,008             | 67,754            | 1,999,268            |
| 2020                  | 1,803,194            | 127,538             | 61,623            | 1,992,355            |
| 2021-2025             | 9,205,083            | 410,050             | 211,316           | 9,826,449            |
| 2026-2030             | 5,413,086            | 63,970              | 44,109            | 5,521,165            |
| Total                 | <u>\$ 23,558,282</u> | <u>\$ 1,262,175</u> | <u>\$ 623,548</u> | <u>\$ 25,444,005</u> |

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 7: LEASES**

**Operating Leases**

The County leases office buildings and equipment under non-cancellable operating leases. Total costs for these leases was \$394,387 for the year ended June 30, 2015. The future minimum lease payments are as follows:

| <u>Year Ended<br/>June 30</u> | <u>Lease<br/>Obligations</u>   |
|-------------------------------|--------------------------------|
| 2016                          | \$ 575,370                     |
| 2017                          | 432,136                        |
| 2018                          | 412,883                        |
| 2019                          | 411,448                        |
| 2020                          | 403,730                        |
| 2021-2024                     | <u>27,055</u>                  |
| <br>Total                     | <br><u><u>\$ 2,262,622</u></u> |

**Capital Leases**

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

|                               |                         |
|-------------------------------|-------------------------|
| Equipment                     | \$ 17,900               |
| Less accumulated depreciation | <u>-</u>                |
| Total                         | <u><u>\$ 17,900</u></u> |

Future minimum lease payments over the next several years are as follows:

| <u>December 31</u>                                  | <u>Amount</u> |
|---|---------------|
| 2016  | \$ 4,510      |
| 2017  | 4,511         |
| 2018  | 4,511         |
| 2019  | 4,511         |
| 2020  | <u>4,511</u>  |
| <br>Total minimum lease payments                    | <br>22,554    |
| Less amount representing interest                   | <u>4,654</u>  |
| Present value of net minimum lease payments         | 17,900        |
| <br>Current maturities of capital lease obligations | <br><u>-</u>  |

## COUNTY OF NEVADA

### Notes to Basic Financial Statements For the Year Ended June 30, 2015

#### **NOTE 8: CLOSURE/POSTCLOSURE**

The County is responsible for one closed and one inactive 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 position date. Since the landfills are no longer accepting waste, the entire estimated expense and related liability have been reported.

As of June 30, 2015 the County's estimated remaining liability for postclosure maintenance costs for the closed landfills was \$6,957,881. 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, 2015. An updated post closure plan for the McCourtney Road landfill was accepted by the California Department of Resources, Recycling and Recovery this period reducing the post closure liability by \$3,527,168. 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 the closed landfill through a pledge of annual parcel charges. A pledge of the remaining fund balance for the inactive landfill is pending approval by the California Integrated Waste Management Board.

#### **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 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 \$474,208 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.

## COUNTY OF NEVADA

### Notes to Basic Financial Statements For the Year Ended June 30, 2015

#### **NOTE 10: NET POSITION (CONTINUED)**

- 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 \$54,491,765 of restricted net position, of which \$4,878,083 is restricted by enabling legislation.

#### **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, 2015, 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.

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 11: FUND BALANCES (CONTINUED)**

- 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.

The fund balances for all major and nonmajor governmental funds as of June 30, 2015, were distributed as follows:

|   | General Fund     | Road             | Community Development Agency | Human Services Agency | Health & Welfare Realignment | Local Revenue Fund 2011 Realignment | Other Governmental Funds | Total             |
|---|------------------|------------------|------------------------------|-----------------------|------------------------------|-------------------------------------|--------------------------|-------------------|
| <b>Nonspendable:</b>                    |                  |                  |                              |                       |                              |                                     |                          |                   |
| Inventory                               | \$ -             | \$ 46,839        | \$ -                         | \$ -                  | \$ -                         | \$ -                                | \$ -                     | \$ 46,839         |
| Prepays                                 | 57,182           | -                | -                            | -                     | -                            | -                                   | -                        | 57,182            |
| Subtotal                                | 57,182           | 46,839           | -                            | -                     | -                            | -                                   | -                        | 104,021           |
| <b>Restricted for:</b>                  |                  |                  |                              |                       |                              |                                     |                          |                   |
| General Government                      | -                | -                | -                            | -                     | -                            | -                                   | 1                        | 1                 |
| INET & PEG                              | -                | -                | -                            | -                     | -                            | -                                   | 28,612                   | 28,612            |
| Worker's Compensation                   | -                | -                | -                            | -                     | -                            | -                                   | 300,845                  | 300,845           |
| Road Projects                           | -                | -                | -                            | -                     | -                            | -                                   | 799,030                  | 799,030           |
| Wilwood Estates restricted proceeds     | -                | -                | -                            | -                     | -                            | -                                   | 767,480                  | 767,480           |
| Wildwood Estates Mello Roos             | -                | -                | -                            | -                     | -                            | -                                   | 44,099                   | 44,099            |
| Criminal Justice Facilities Constructio | -                | -                | -                            | -                     | -                            | -                                   | 99,651                   | 99,651            |
| Dispute Resolution                      | -                | -                | -                            | -                     | -                            | -                                   | 3,321                    | 3,321             |
| Debt Service Obligations                | -                | -                | -                            | -                     | -                            | -                                   | 885,688                  | 885,688           |
| Public Protection                       | -                | -                | -                            | -                     | -                            | -                                   | -                        | -                 |
| Public Safety Facilities                | 600,000          | -                | -                            | -                     | -                            | -                                   | -                        | 600,000           |
| Unfair Competition                      | 184,297          | -                | -                            | -                     | -                            | -                                   | -                        | 184,297           |
| Fish & Game                             | -                | -                | -                            | -                     | -                            | -                                   | 31,277                   | 31,277            |
| Child Support Services                  | -                | -                | -                            | -                     | -                            | -                                   | 266,586                  | 266,586           |
| Public Safety - Prop 172                | -                | -                | -                            | -                     | -                            | -                                   | 107,953                  | 107,953           |
| Nuisance Abatement                      | -                | -                | -                            | -                     | -                            | -                                   | 217,554                  | 217,554           |
| Capital Facilities & Equipment          | -                | -                | -                            | -                     | -                            | -                                   | 84,927                   | 84,927            |
| Darkhorse Subdivision Improvements      | -                | -                | -                            | -                     | -                            | -                                   | 1,010,787                | 1,010,787         |
| District Attorney Programs              | -                | -                | -                            | -                     | -                            | -                                   | 32,626                   | 32,626            |
| Probation Programs                      | -                | -                | -                            | -                     | -                            | -                                   | 1,554,904                | 1,554,904         |
| Recorder Programs                       | -                | -                | -                            | -                     | -                            | -                                   | 398,794                  | 398,794           |
| Sheriff Programs                        | -                | -                | -                            | -                     | -                            | -                                   | 5,229,549                | 5,229,549         |
| Animal Control Programs                 | -                | -                | -                            | -                     | -                            | -                                   | 258,241                  | 258,241           |
| 2011 Realigned Programs                 | -                | -                | -                            | -                     | -                            | 1,218,895                           | -                        | 1,218,895         |
| Public Ways and Facilities              | -                | -                | -                            | -                     | -                            | -                                   | -                        | -                 |
| Road Program                            | -                | 6,710,641        | -                            | -                     | -                            | -                                   | -                        | 6,710,641         |
| CSA & PRD                               | -                | -                | -                            | -                     | -                            | -                                   | 1,899,973                | 1,899,973         |
| Mitigation                              | -                | -                | -                            | -                     | -                            | -                                   | 2,568,298                | 2,568,298         |
| Debt Service Obligations                | -                | -                | -                            | -                     | -                            | -                                   | 126,297                  | 126,297           |
| Health and Sanitation                   | -                | -                | -                            | -                     | -                            | -                                   | -                        | -                 |
| Recycled Oil Grants                     | -                | -                | -                            | -                     | -                            | -                                   | 2,427                    | 2,427             |
| Behavioral Health                       | -                | -                | -                            | 819,200               | -                            | 1,434,438                           | 467,506                  | 2,721,144         |
| Mental Health Services Act              | -                | -                | -                            | 959,142               | -                            | -                                   | 5,591,004                | 6,550,146         |
| Public Health                           | -                | -                | -                            | 215,290               | -                            | -                                   | 84,756                   | 300,046           |
| Social Services                         | -                | -                | -                            | -                     | -                            | -                                   | 16,568                   | 16,568            |
| Environmental Health                    | -                | -                | -                            | -                     | -                            | -                                   | 206,159                  | 206,159           |
| 1991 Realigned Programs                 | -                | -                | -                            | -                     | 9,125,712                    | -                                   | -                        | 9,125,712         |
| Public Assistance                       | -                | -                | -                            | 69,491                | -                            | -                                   | -                        | 69,491            |
| Social Services                         | -                | -                | -                            | 17,946                | -                            | -                                   | -                        | 17,946            |
| Housing & Community Services            | -                | -                | -                            | -                     | -                            | -                                   | 5,053,656                | 5,053,656         |
| Veterans Programs                       | -                | -                | -                            | 60,371                | -                            | -                                   | -                        | 60,371            |
| Education                               | -                | -                | -                            | -                     | -                            | -                                   | -                        | -                 |
| Grass Valley Library Improvements       | -                | -                | -                            | -                     | -                            | -                                   | 533,467                  | 533,467           |
| Forest Reserves                         | -                | -                | -                            | -                     | -                            | -                                   | 24,481                   | 24,481            |
| Recreation and Cultural Services        | -                | -                | -                            | -                     | -                            | -                                   | -                        | -                 |
| Recreation Mitigation                   | -                | -                | -                            | -                     | -                            | -                                   | 158,251                  | 158,251           |
| <b>Total Restricted Fund Balance</b>    | <b>784,297</b>   | <b>6,710,641</b> | <b>-</b>                     | <b>2,141,440</b>      | <b>9,125,712</b>             | <b>2,653,333</b>                    | <b>28,854,768</b>        | <b>50,270,191</b> |
| <b>Committed to:</b>                    |                  |                  |                              |                       |                              |                                     |                          |                   |
| General Government                      | -                | -                | -                            | -                     | -                            | -                                   | 47,947                   | 47,947            |
| General Reserve                         | 7,080,000        | -                | -                            | -                     | -                            | -                                   | -                        | 7,080,000         |
| Public Protection                       | -                | -                | 291,997                      | -                     | -                            | -                                   | -                        | 291,997           |
| Building Inspection                     | -                | -                | -                            | -                     | -                            | -                                   | -                        | -                 |
| Health and Sanitation                   | -                | -                | -                            | -                     | -                            | -                                   | -                        | -                 |
| Environmental Health                    | -                | -                | 762,169                      | -                     | -                            | -                                   | -                        | 762,169           |
| <b>Total Committed Fund Balance</b>     | <b>7,080,000</b> | <b>-</b>         | <b>1,054,166</b>             | <b>-</b>              | <b>-</b>                     | <b>-</b>                            | <b>47,947</b>            | <b>8,182,113</b>  |

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 11: FUND BALANCES (CONTINUED)**

|                                     | General Fund         | Road                | Community Development Agency | Human Services Agency | Health & Welfare Realignment | Local Revenue Fund 2011 Relignment | Other Governmental Funds | Total                |
|-------------------------------------|----------------------|---------------------|------------------------------|-----------------------|------------------------------|------------------------------------|--------------------------|----------------------|
| <b>Assigned to:</b>                 |                      |                     |                              |                       |                              |                                    |                          |                      |
| General Government:                 | 133,711              |                     |                              |                       |                              |                                    |                          | \$ 133,711           |
| 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  | 1,327,000            | -                   | -                            | -                     | -                            | -                                  | -                        | 1,327,000            |
| Facilities Planning                 | 5,071,000            | -                   | -                            | -                     | -                            | -                                  | -                        | 5,071,000            |
| PERS Liability                      | 3,587,000            | -                   | -                            | -                     | -                            | -                                  | -                        | 3,587,000            |
| Civil Litigation                    | 120,000              | -                   | -                            | -                     | -                            | -                                  | -                        | 120,000              |
| General Plan Update                 | 750,000              | -                   | -                            | -                     | -                            | -                                  | -                        | 750,000              |
| Economic Development Infrastructure | 395,000              | -                   | -                            | -                     | -                            | -                                  | -                        | 395,000              |
| Next Year's Budget                  | 273,000              | -                   | -                            | -                     | -                            | -                                  | -                        | 273,000              |
| Property Tax System Upgrade         | 676,000              | -                   | -                            | -                     | -                            | -                                  | -                        | 676,000              |
| Technology Upgrades                 | 88,580               | -                   | -                            | -                     | -                            | -                                  | -                        | 88,580               |
| Wayne Brown Facility Improvements   | 76,072               | -                   | -                            | -                     | -                            | -                                  | -                        | 76,072               |
| Crisis Stabilization Unit           | 354,410              | -                   | -                            | -                     | -                            | -                                  | -                        | 354,410              |
| Facilities Improvements             | 29,099               | -                   | -                            | -                     | -                            | -                                  | -                        | 29,099               |
| Public Protection                   | 27,585               | -                   | 1,802,403                    | -                     | -                            | -                                  | -                        | 1,829,988            |
| Legal Services                      | 134,031              | -                   | -                            | -                     | -                            | -                                  | -                        | 134,031              |
| Child Support Services              | -                    | -                   | -                            | -                     | -                            | -                                  | 319,051                  | 319,051              |
| Health and Sanitation               | -                    | -                   | 164,373                      | -                     | -                            | -                                  | 91,941                   | 256,314              |
| Public Assistance                   | -                    | -                   | -                            | 936                   | -                            | -                                  | 8,754                    | 9,690                |
| Education                           | -                    | -                   | -                            | -                     | -                            | -                                  | 904,515                  | 904,515              |
| <b>Total Assigned Fund Balance</b>  | <u>15,117,488</u>    | <u>-</u>            | <u>1,966,776</u>             | <u>936</u>            | <u>-</u>                     | <u>-</u>                           | <u>1,324,261</u>         | <u>18,409,465</u>    |
| <b>Unassigned</b>                   | <u>5,248,990</u>     | <u>-</u>            | <u>-</u>                     | <u>-</u>              | <u>-</u>                     | <u>-</u>                           | <u>-</u>                 | <u>5,248,990</u>     |
| <b>Total</b>                        | <u>\$ 28,287,957</u> | <u>\$ 6,757,480</u> | <u>\$ 3,020,942</u>          | <u>\$ 2,142,376</u>   | <u>\$ 9,125,712</u>          | <u>\$ 2,653,333</u>                | <u>\$ 30,226,976</u>     | <u>\$ 82,214,780</u> |

**Fund Balance Flow Assumption**

When a government 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 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.

**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.

## COUNTY OF NEVADA

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

### NOTE 12: EMPLOYEES' RETIREMENT PLAN (CONTINUED)

#### A. Pensions (continued)

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 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 (PERS), 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.



## COUNTY OF NEVADA

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

### NOTE 12: EMPLOYEES' RETIREMENT PLAN (CONTINUED)

#### B. General Information about the Pension Plans (continued)

##### ***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:

- *service* is CalPERS credited service, for members with less 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.

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 12: EMPLOYEES' RETIREMENT PLAN (CONTINUED)**

**B. General Information about the Pension Plans (continued)**

The Plans' provisions and benefits in effect at June 30, 2015, are summarized as follows:

|   | <b>Multi Agent<br/>Miscellaneous<br/>Tier 1</b> | <b>Multi Agent<br/>Miscellaneous<br/>Tier 2</b>    | <b>Multi Agent<br/>Miscellaneous<br/>PEPRA</b> |
|---|---|--|--|
| Hire date   | Hired before or on<br>December 13, 2012         | Hired December 14,<br>2012 to December 31,<br>2012 | Hired on or after<br>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%  | 6.50%  |
| Required employer contribution rates              | 26.792%   | 26.792%  | 26.792%  |
|   | <b>Cost Sharing<br/>Safety<br/>Tier 1</b>       | <b>Cost Sharing<br/>Safety<br/>Tier 2</b>          | <b>Cost Sharing<br/>Safety<br/>PEPRA</b>       |
| Hire date   | Hired before or on<br>December 13, 2012         | Hired December 14,<br>2012 to December 31,<br>2012 | Hired on or after<br>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%  | 9.00%  |
| Required employer contribution rates              | 42.775%   | 23.065%  | 15.500%  |

**Employees Covered**

At June 30, 2015, the following employees were covered by the benefit terms for the Miscellaneous Plan.

|  | <b><u>Miscellaneous</u></b> |
|--|-----------------------------|
| Inactive Employees or beneficiaries currently receiving benefits | 477                         |
| Inactive employees entitled to but not yet receiving benefits    | 1,500                       |
| Active Employee  | 660                         |
| <br>Total  | <br>2,637                   |

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

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 12: EMPLOYEES' RETIREMENT PLAN (CONTINUED)**

**B. General Information about the Pension Plans (continued)**

**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, 2014, using an annual actuarial valuation as of June 30, 2013 rolled forward to June 30, 2014 using standard update procedures. A summary of principal assumptions and methods used to determine the net pension liability is shown below.

**Actuarial Assumptions**

The total pension liabilities in the June 30, 2013 actuarial valuations were determined using the following actuarial assumptions:

|                               | <u>Miscellaneous</u>         | <u>Safety</u> |
|-------------------------------|------------------------------|---------------|
| Valuation Date                | June 30, 2013                | June 30, 2013 |
| Measurement Date              | June 30, 2014                | June 30, 2014 |
| Actuarial Cost Method         | Entry-Age Normal Cost Method |               |
| Actuarial Assumptions:        |                              |               |
| Discount Rate                 | 7.50%                        | 7.50%         |
| Inflation                     | 2.75%                        | 2.75%         |
| Payroll Growth                | 3.00%                        | 3.00%         |
| Projected Salary Increase     | (1)                          | (1)           |
| Investment Rate of Return (2) | 7.50%                        | 7.50%         |
| 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, 2013 valuation were based on the results of a January 2014 actuarial experience study for the period 1997 to 2011.

Further details of the Experience Study can be found on the CalPERS website.

## COUNTY OF NEVADA

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

### NOTE 12: EMPLOYEES' RETIREMENT PLAN (CONTINUED)

#### C. Net Pension Liability (continued)

##### *Discount Rate*

The discount rate used to measure the total pension liability was 7.50% 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 7.50 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.5 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.

According to Paragraph 30 of Statement 68, the long-term discount rate should be determined net of pension plan administrative expense. Administrative expenses are assumed to be 15 basis points. An investment return excluding administrative expenses would have been 7.65 percent. Using this lower discount rate has resulted in a slightly higher Total Pension Liability and Net Pension Liability. CalPERS checked the materiality threshold for the difference in calculation and did not find it to be a material difference.

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.

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.

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 12: EMPLOYEES' RETIREMENT PLAN (CONTINUED)**

**C. Net Pension Liability (continued)**

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%                           | 5.25%                             | 5.71%                            |
| Global Fixed Income           | 19.0                            | 0.99                              | 2.43                             |
| Inflation Sensitive           | 6.0                             | 0.45                              | 3.36                             |
| Private Equity                | 12.0                            | 6.83                              | 6.95                             |
| Real Estate                   | 11.0                            | 4.50                              | 5.13                             |
| Infrastructure and Forestland | 3.0                             | 4.50                              | 5.09                             |
| Liquidity                     | 2.0                             | (0.55)                            | (1.05)                           |

(a) An expected inflation of 2.5% used for this period

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

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 12: EMPLOYEES' RETIREMENT PLAN (CONTINUED)**

**D. Changes in the Net Pension Liability**

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

|   | Increase (Decrease)        |                                |                                  |
|---|----------------------------|--------------------------------|----------------------------------|
|   | Total Pension<br>Liability | Plan Fiduciary<br>Net Position | Net Pension<br>Liability/(Asset) |
|   | [a]                        | [b]                            | [c] = [a] - [b]                  |
| <b>Balance at June 30, 2013</b>                               | <b>\$ 364,888,322</b>      | <b>\$ 230,815,190</b>          | <b>\$ 134,073,132</b>            |
| <b>Changes in the year:</b>                                   |                            |                                |                                  |
| Service Cost  | 8,496,046                  |                                | 8,496,046                        |
| Interest on the Total Pension Liability                       | 26,969,752                 |                                | 26,969,752                       |
| Changes in benefit terms                                      | 0                          |                                | 0                                |
| Differences between Expected and Actual Experience            | 0                          |                                | 0                                |
| Changes in Assumptions  | 0                          |                                | 0                                |
| Contribution from the Employer                                |                            | 9,508,354                      | (9,508,354)                      |
| Contribution from the Employees                               |                            | 3,106,234                      | (3,106,234)                      |
| Net investment income   |                            | 39,782,078                     | (39,782,078)                     |
| Benefit Payments, including Refunds of Employee Contributions | (19,079,317)               | (19,079,317)                   | 0                                |
| <b>Net Changes during 2013-14</b>                             | <b>\$ 16,386,481</b>       | <b>\$ 33,317,349</b>           | <b>\$ (16,930,868)</b>           |
| <b>Balance at: 6/30/2014</b>                                  | <b>\$ 381,274,803</b>      | <b>\$ 264,132,539</b>          | <b>\$ 117,142,264</b>            |

The County's net pension liability for the Safety Plan was based on a projection of the County's long-term share of contributions to the pension plan relative to the projected contributions of all plan participants, actuarially determined. The County's net pension liability and related Plan proportion for the Safety Plan is as follows:

| Plan         | Plan's Proportion to Total Pool<br>@ June 30, 2013 | Plan's Proportion to Total<br>Pool @ June 30, 2014 | Plan's Proportion Share<br>of Net Pension Liability |
|--------------|--|--|---|
| Safety       |  |  |   |
| Tier I       | 0.49446%   | 0.51421%   | \$ 19,287,745                                       |
| Tier II      | 0.00021%   | 0.00020%   | 7,638   |
| Tier III     | 0.00000%   | 0.00000%   | 145   |
| <b>Total</b> |  |  | <b>\$ 19,295,528</b>                                |

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 12: EMPLOYEES' RETIREMENT PLAN (CONTINUED)**

**D. Changes in the Net Pension Liability (continued)**

***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           | 6.50%                |    | 6.50%         |
| Net Pension Liability | \$ 177,252,784       | \$ | 30,220,907    |
| <br>                  |                      |    |               |
| Current Discount Rate | 7.50%                |    | 7.50%         |
| Net Pension Liability | \$ 127,014,896       | \$ | 19,295,528    |
| <br>                  |                      |    |               |
| 1% Increase           | 8.50%                |    | 8.50%         |
| Net Pension Liability | \$ 85,007,151        | \$ | 10,293,487    |

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**

For the year ended June 30, 2015, the County recognized pension expense of \$12,541,802.

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, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|   | <u>Deferred Outflows of<br/>Resources</u> | <u>Deferred Inflows of<br/>Resources</u> |
|---|---|--|
| Differences between actual and expected experience                        | \$ -                                      | \$ -                                     |
| Changes in assumptions  |   |  |
| Net differences between projected and actual earnings on plan investments |   | \$ (22,522,299)                          |
| <br>  |   |  |
| Changes in proportion and proportionate share of contributions            | \$ 3,417                                  | \$ (53,998)                              |
| County contributions subsequent to the measurement date                   | \$ 12,720,699                             |  |
| <br>  |   |  |
| <b>Total</b>  | <b>\$ 12,724,116</b>                      | <b>\$ (22,576,297)</b>                   |

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 12: EMPLOYEES' RETIREMENT PLAN (CONTINUED)**

**E. Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions (CONTINUED)**

\$12,720,699 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, 2016. 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<br/>June 30,</u> | <u>Deferred<br/>Outflows/(Inflows)<br/>of Resources</u> |
|---------------------------------|---|
| 2016                            | \$ (5,652,210)  |
| 2017                            | \$ (5,652,210)  |
| 2018                            | \$ (5,646,217)  |
| 2019                            | \$ (5,622,243)  |
| 2020                            |   |
| Thereafter                      |   |
| <b>Total</b>                    | <b>\$ (22,572,880)</b>                                  |

Prior Period Adjustment

A prior period adjustment of \$146,348,911 was made to decrease both governmental and business-type activities' beginning net position. The adjustment was made to reflect the prior period costs related to the implementation of the net pension liability. The restatement of beginning net position is summarized as follows:

|  | <u>Governmental<br/>Activities</u> | <u>Business - type<br/>Activities</u> | <u>Total</u>          |
|--|------------------------------------|---------------------------------------|-----------------------|
| Net position at July 1, 2014, as previously stated | 328,507,052                        | 40,129,978                            | \$ 368,637,030        |
| Net pension liability adjustment                   | (138,714,056)                      | (7,634,855)                           | (146,348,911)         |
| <b>Net position at July 1, 2014, as restated</b>   | <b>\$ 189,792,996</b>              | <b>\$ 32,495,123</b>                  | <b>\$ 222,288,119</b> |



## COUNTY OF NEVADA

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

### 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 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.

#### B. Funding Policy

The OPEB funding policy provides for periodic contributions by the County. The contribution rate is determined on an annual basis by an independent actuary and is authorized by the County Board of Supervisors. The contribution rate is based on the annual required contribution (ARC), an amount that is actuarially determined in accordance with the parameters of GASB Statement No. 45, Accounting and Financial Reporting By Employers for Postemployment Benefits Other Than Pensions.

The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover the normal cost each year and amortize any unfunded actuarial liabilities as a level percent of pay over a 30 year (closed) period beginning June 30, 2009 and to account for assumption changes and experience gain/losses over a 15 year fixed (closed) period.

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](http://www.calpers.ca.gov).

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)**

**C. Annual OPEB Cost and Net OPEB Obligation**

The following table shows the County's annual OPEB cost for the year, the amount actually contributed to the plan, and the resulting net OPEB obligation.

|  |                                |
|--|--------------------------------|
| Annual required contribution                   | \$ 3,920,000                   |
| Interest on prior year net OPEB obligation     | 283,000                        |
| Amortization of prior year net OPEB obligation | <u>(378,000)</u>               |
| <br>Annual OPEB Cost                           | <br>3,824,000                  |
| <br>Contributions Made:                        |                                |
| Pay as you go contribution                     | (2,077,976)                    |
| Additional funding contribution                | <u>(1,792,000)</u>             |
| <br>Increase in net OPEB obligation            | <br>(45,976)                   |
| Net OPEB Obligation - Beginning of Year        | <u>4,626,050</u>               |
| <br>Net OPEB Obligation - End of Year          | <br><u><u>\$ 4,580,074</u></u> |

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for the current and prior two years are as follows:

| <u>Fiscal Year<br/>Ended</u> | <u>Annual<br/>OPEB<br/>Cost</u> | <u>Percentage<br/>of Annual<br/>OPEB Cost<br/>Contributed</u> | <u>Net OPEB<br/>Obligation</u> |
|------------------------------|---------------------------------|---|--------------------------------|
| 6/30/2013                    | 4,080,000                       | 86.6%   | 3,921,967                      |
| 6/30/2014                    | 4,258,000                       | 83.5%   | 4,626,050                      |
| 6/30/2015                    | 3,824,000                       | 101.2%  | 4,580,074                      |

The quantifications of costs set forth above should not be interpreted in any way as vesting such benefits: rather the disclosures are made solely to comply with the County's reporting obligations under GASB 45, as the County understands these obligations.

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 13: OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)**

**D. Funded Status and Funding Progress**

The unfunded actuarial accrued liability is being amortized as a level percentage of payroll over a closed 30 year period beginning July 1, 2009. The funded status of the plan as of June 30, 2015 (the most recent actuarial valuation date), was as follows:

|   |                      |
|---|----------------------|
| Actuarial accrued liability (AAL)                 | \$ 52,927,000        |
| Actuarial value of plan assets                    | <u>16,907,000</u>    |
| Unfunded actuarial accrued liability (UAAL)       | <u>\$ 36,020,000</u> |
| Funded ratio (actuarial value of plan assets/AAL) | 31.9%                |
| Covered payroll (active plan members)             | <u>\$ 44,422,000</u> |
| UAAL as a percentage of covered payroll           | 81.1%                |

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

**E. Actuarial Methods and Assumptions**

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of the valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. In the June 30, 2015, actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 7.25% discount rate, and annual healthcare cost trends for HMO and PPO that start with 8.0% and 8.3%, respectively, and declines to 5.0% over seven years for both plan types. The actuarial assumptions included an annual 3.0% inflation rate and a 3.25% per annum aggregate payroll increases.

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**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 County is a member of the County Supervisors Association of California Excess Insurance Authority, a public entity risk pool currently operating as a common risk management and insurance program for Counties. 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, 2015, including any estimates for incurred but not reported (IBNR) amounts, constitute claims payable. The claims liability at June 30, 2015, was as follows:

|              |                         |
|--------------|-------------------------|
| Unemployment | \$ 521,050              |
| Liability    | <u>819,000</u>          |
| <br>Total    | <br><u>\$ 1,340,050</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, 2015, the Risk Management Fund's fund equity was \$461,107. The claims liability of \$1,340,050 reported in the funds at June 30, 2015, 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 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 2013, 2014, and 2015 were as follows:

|      | <u>Balance at<br/>Beginning of<br/>Fiscal Year</u> | <u>Current Year<br/>Claims and<br/>Changes in<br/>Estimates</u> | <u>Claims<br/>Payments</u> | <u>Balance at<br/>End of<br/>Fiscal Year</u> |
|------|--|---|----------------------------|--|
| 2013 | 967,506  | 1,376,048   | 1,098,798                  | \$1,244,756                                  |
| 2014 | 1,244,756  | 1,126,784   | 1,186,990                  | 1,184,550                                    |
| 2015 | 1,184,550  | \$ 1,407,076  | 1,251,576                  | 1,340,050                                    |

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.

**COUNTY OF NEVADA**

Notes to Basic Financial Statements  
For the Year Ended June 30, 2015

**NOTE 15: OTHER INFORMATION**

**A. Commitments and Contingencies**

The County had active construction projects as of June 30, 2015, 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<br/>Commitments</u> |
|-----------------------------|----------------------|----------------------------------|
| County facility improvement | \$ 83,391            | \$ 354,410                       |
| Road infrastructure         | 224,297              | 1,673,779                        |
| Bridge infrastructure       | 817,546              | 2,582,676                        |
| Airport fencing             | 54,806               | 70,194                           |
| Wastewater pipeline         | 322,526              | 716,538                          |
| Total                       | <u>\$ 1,502,566</u>  | <u>\$ 5,397,597</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, 2015:

|                                   |                     |
|-----------------------------------|---------------------|
| General Fund                      | \$ 3,303,167        |
| Road Fund                         | 781,063             |
| Community Development Agency Fund | 868,435             |
| Human Services Agency Fund        | 2,266,473           |
| Nonmajor Governmental Fund        | 417,198             |
|                                   | <u>\$ 7,636,336</u> |

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**Required Supplementary Information  
(Unaudited)**

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**COUNTY OF NEVADA**

Required Supplementary Information  
For the Year Ended June 30, 2014

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

**Miscellaneous Plan – Agent Multiple-Employer Defined Benefit Plan**

| <b>Measurement Period</b>   | <b>2013-14</b>        |
|---|-----------------------|
| <b>TOTAL PENSION LIABILITY</b>  |                       |
| Service Cost  | \$ 8,496,046          |
| Interest  | 26,969,752            |
| Changes of Benefit Terms  | 0                     |
| Difference Between Expected and Actual Experience   | 0                     |
| Changes of Assumptions  | 0                     |
| Benefit Payments, Including Refunds of Employee Contributions                                 | (19,079,317)          |
| <b>Net Change in Total Pension Liability</b>  | <b>16,386,481</b>     |
| <b>Total Pension Liability – Beginning</b>  | <b>364,888,322</b>    |
| <b>Total Pension Liability – Ending (a)</b>   | <b>\$ 381,274,803</b> |
| <b>PLAN FIDUCIARY NET POSITION</b>  |                       |
| Contributions – Employer  | \$ 9,508,354          |
| Contributions – Employee  | 3,106,234             |
| Net Investment Income   | 39,782,078            |
| Benefit Payments, Including Refunds of Employee Contributions                                 | (19,079,317)          |
| Other Changes in Fiduciary Net Position   | 0                     |
| <b>Net Change in Fiduciary Net Position</b>   | <b>33,317,349</b>     |
| <b>Plan Fiduciary Net Position – Beginning</b>  | <b>230,815,190</b>    |
| <b>Plan Fiduciary Net Position – Ending (b)</b>   | <b>\$ 264,132,539</b> |
| <b>Plan Net Pension Liability/(Asset) – Ending (a) - (b)</b>                                  | <b>\$ 117,142,264</b> |
| <b>Plan Fiduciary Net Position as a Percentage of the<br/>Total Pension Liability</b>         | <b>69.28%</b>         |
| <b>Covered-Employee Payroll</b>   | <b>\$ 41,626,878</b>  |
| <br><b>Plan Net Pension Liability/(Asset) as a Percentage of<br/>Covered-Employee Payroll</b> | <br><b>281.41%</b>    |

**COUNTY OF NEVADA**

Required Supplementary Information  
For the Year Ended June 30, 2014

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

**Safety Tier I – Cost-Sharing Multiple Employer Defined Benefit Pension Plan**

|   | <u><b>6/30/2014</b></u> |
|---|-------------------------|
| Plan's Proportion of the Net Pension Liability/(Asset)  | 0.30997%                |
| Plan's Proportionate Share of the Net Pension Liability/(Asset)   | \$19,287,745            |
| Plan's Covered-Employee Payroll <sup>2</sup>  | \$4,901,474             |
| Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered-Employee Payroll | 393.51%                 |
| Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability  | 76.34%                  |
| Plan's Proportionate Share of Aggregate Employer Contributions <sup>3, 4</sup>                                  | \$1,761,946             |

**Safety Tier II – Cost-Sharing Multiple Employer Defined Benefit Pension Plan**

|   | <u><b>6/30/2014</b></u> |
|---|-------------------------|
| Plan's Proportion of the Net Pension Liability/(Asset)  | 0.00012%                |
| Plan's Proportionate Share of the Net Pension Liability/(Asset)   | \$7,638                 |
| Plan's Covered-Employee Payroll <sup>2</sup>  | \$255,250               |
| Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered-Employee Payroll | 2.99%                   |
| Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability  | 81.42%                  |
| Plan's Proportionate Share of Aggregate Employer Contributions <sup>3, 4</sup>                                  | \$947                   |

**Safety Tier III PEPRA – Cost-Sharing Multiple Employer Defined Benefit Pension Plan**

|   | <u><b>6/30/2014</b></u> |
|---|-------------------------|
| Plan's Proportion of the Net Pension Liability/(Asset)  | 0.00000%                |
| Plan's Proportionate Share of the Net Pension Liability/(Asset)   | \$145                   |
| Plan's Covered-Employee Payroll <sup>2</sup>  | \$55,257                |
| Plan's Proportionate Share of the Net Pension Liability/(Asset) as a Percentage of its Covered-Employee Payroll | 0.26%                   |
| Plan's Proportionate Share of the Fiduciary Net Position as a Percentage of the Plan's Total Pension Liability  | 81.48%                  |
| Plan's Proportionate Share of Aggregate Employer Contributions <sup>3, 4</sup>                                  | \$18                    |

\*Amounts presented above were determined as of 6/30. Additional years will be presented as they become available.

**COUNTY OF NEVADA**

Required Supplementary Information  
For the Year Ended June 30, 2014

**Schedule of County's Contribution**

**Miscellaneous Plan - Agent Multiple-Employer Defined Benefit Pension Plan**

|  | <u>Fiscal Year 2013-14</u> |
|--|----------------------------|
| Actuarially Determined Contribution                                  | \$ 9,508,354               |
| Contributions in Relation to the Actuarially Determined Contribution | \$ (9,508,354)             |
| Contribution Deficiency (Excess)                                     | <u>\$ --</u>               |
| Covered-Employee Payroll   | \$ 41,626,878              |
| Contributions as a Percentage of Covered-Employee Payroll            | 22.84%                     |

**Safety Plan – Cost Sharing Multiple-Employer Defined Benefit Pension Plan**

|  | <u>Fiscal Year 2013-14</u> |
|--|----------------------------|
| Actuarially Determined Contribution                                  | \$ 1,911,851               |
| Contributions in Relation to the Actuarially Determined Contribution | \$ (1,911,851)             |
| Contribution Deficiency (Excess)                                     | <u>\$ -</u>                |
| Covered-Employee Payroll   | \$ 4,901,474               |
| Contributions as a Percentage of Covered-Employee Payroll            | 39.01%                     |

**Safety II - Cost Sharing Multiple-Employer Defined Benefit Pension Plan**

|  | <u>Fiscal Year 2013-14</u> |
|--|----------------------------|
| Actuarially Determined Contribution                                  | \$ 79,807                  |
| Contributions in Relation to the Actuarially Determined Contribution | \$ (79,807)                |
| Contribution Deficiency (Excess)                                     | <u>\$ -</u>                |
| Covered-Employee Payroll   | \$255,250                  |
| Contributions as a Percentage of Covered-Employee Payroll            | 31.27%                     |

**Safety III PEPRA - Cost Sharing Multiple-Employer Defined Benefit Pension Plan**

|  | <u>Fiscal Year 2013-14</u> |
|--|----------------------------|
| Actuarially Determined Contribution                                  | 18,876                     |
| Contributions in Relation to the Actuarially Determined Contribution | \$ (18,876)                |
| Contribution Deficiency (Excess)                                     | <u>\$ -</u>                |
| Covered-Employee Payroll   | \$55,257                   |
| Contributions as a Percentage of Covered-Employee Payroll            | 34.16%                     |

\*Amounts presented above were determined as of 6/30. Additional years will be presented as they become available.

**COUNTY OF NEVADA**

Required Supplementary Information  
For the Year Ended June 30, 2014

**2. SCHEDULE OF FUNDING PROGRESS – OTHER POSTEMPLOYMENT BENEFITS (OPEB)**

The Schedule of Funding Progress – Other Postemployment Benefits provides a consolidated snapshot of the County’s ability to meet current and future liabilities with the plan assets. Of particular interest to most is the funded status ratio. This ratio conveys a plan’s level of assets to liabilities, an important indicator to determine the financial health of the OPEB plan. The closer the plan is to a 100% funded status, the better position it will be in to meet all of its future liabilities.

The table below shows a three year analysis of the actuarial value of assets as a percentage of the actuarial accrued liability and the unfunded actuarial accrued liability as a percentage of the annual covered payroll for the County Other Post-Employment Benefit Plan.

| Valuation Date | Actuarial Value of Assets | Actuarial Accrued Liability (AAL) Entry Age | Unfunded AAL (UAAL) | Funded Ratio | Covered Payroll | UAAL as a % of Covered Payroll |
|----------------|---------------------------|---|---------------------|--------------|-----------------|--------------------------------|
| June 30, 2011  | 8,600,000                 | 46,896,000                                  | 38,296,000          | 18.30%       | 48,447,000      | 79.00%                         |
| June 30, 2013  | 11,010,000                | 49,638,000                                  | 38,628,000          | 22.20%       | 50,021,000      | 77.20%                         |
| June 30, 2015  | 16,907,000                | 52,927,000                                  | 36,020,000          | 31.94%       | 45,337,000      | 79.40%                         |

**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.

**COUNTY OF NEVADA**

Required Supplementary Information  
For the Year Ended June 30, 2014

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 2015 with an average PCI rating of 63.7. The overall condition of the County maintained roads decreased from the fiscal year 2012 average PCI rating of 65.3. The history of the condition assessments is provided below.

|      | <u>Year 1</u> | <u>Year 2</u> | <u>Year 3</u> | <u>Average</u> |
|------|---------------|---------------|---------------|----------------|
| 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, 2015, actual maintenance and preservation costs were \$4,731,883, which was \$1,991,717 or 29.6% 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 &amp; Preservation Cost</u> |                        |                     |                 |
|--|------------------------|---------------------|-----------------|
| <u>Fiscal Year</u>                         | <u>Estimated Costs</u> | <u>Actual Costs</u> | <u>Variance</u> |
| 2011                                       | 6,270,000              | 6,340,588           | (70,588)        |
| 2012                                       | 5,929,387              | 6,588,781           | (659,394)       |
| 2013                                       | 4,875,842              | 4,653,777           | 222,065         |
| 2014                                       | 5,739,400              | 5,575,058           | 164,342         |
| 2015                                       | 6,723,600              | 4,731,883           | 1,991,717       |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
General Fund  
For the Year Ended June 30, 2015

|  | Budgeted Amounts  |                   | Actual            | Variance with<br>Final Budget |
|--|-------------------|-------------------|-------------------|-------------------------------|
|  | Original          | Final             |                   |                               |
| <b>Revenues:</b>                       |                   |                   |                   |                               |
| Taxes                                  | \$ 36,669,396     | \$ 37,125,746     | \$ 37,349,227     | \$ 223,481                    |
| Licenses and permits                   | 2,451,202         | 2,451,202         | 2,636,472         | 185,270                       |
| Fines, forfeits and penalties          | 2,277,351         | 2,577,351         | 2,941,968         | 364,617                       |
| Revenue from use of money and property | 377,874           | 297,874           | 343,693           | 45,819                        |
| Aid from other governments             | 2,532,190         | 4,109,830         | 4,278,351         | 168,521                       |
| Charges for services                   | 7,336,401         | 7,505,658         | 8,011,244         | 505,586                       |
| Other revenue                          | 924,220           | 935,838           | 1,063,236         | 127,398                       |
| <b>Total Revenues</b>                  | <b>52,568,634</b> | <b>55,003,499</b> | <b>56,624,191</b> | <b>1,620,692</b>              |
| <b>Expenditures:</b>                   |                   |                   |                   |                               |
| <b>Current:</b>                        |                   |                   |                   |                               |
| <b>General Government:</b>             |                   |                   |                   |                               |
| Board of supervisors                   | 1,127,336         | 1,156,558         | 1,150,497         | 6,061                         |
| Annual audit                           | 37,153            | 36,236            | 30,750            | 5,486                         |
| County executive officer               | 1,186,807         | 1,200,170         | 1,199,620         | 550                           |
| Assessor                               | 2,460,997         | 2,497,789         | 2,295,380         | 202,409                       |
| Auditor-controller                     | 1,544,364         | 1,545,160         | 1,457,267         | 87,893                        |
| Treasurer-tax collector                | 1,083,144         | 1,072,128         | 1,072,048         | 80                            |
| Purchasing                             | 299,840           | 300,143           | 298,227           | 1,916                         |
| Collections                            | 263,808           | 262,664           | 242,371           | 20,293                        |
| Uses and sources                       | (5,557,950)       | (6,552,982)       | (6,658,598)       | 105,616                       |
| Trial court funding                    | 1,432,261         | 1,432,261         | 1,431,777         | 484                           |
| WWE Escrow Account                     | 3,060             | 290,860           | 280,247           | 10,613                        |
| Provision for contingencies            | 100,000           | 117,534           | --                | 117,534                       |
| Building debt financing                | 2,176             | 2,176             | 1,876             | 300                           |
| County counsel                         | 904,844           | 892,587           | 783,093           | 109,494                       |
| Personnel services                     | 906,411           | 1,065,549         | 1,064,133         | 1,416                         |
| Elections                              | 1,089,345         | 1,145,443         | 1,118,855         | 26,588                        |
| Facilities management                  | 2,308,707         | 2,376,673         | 2,304,692         | 71,981                        |
| Capital facilities projects            | (1,993)           | 13,007            | 13,361            | (354)                         |
| Economic development                   | 125,000           | 125,000           | 125,000           | --                            |
| Assessment appeals board               | 7,425             | 7,425             | 6,005             | 1,420                         |
| General Services Admin                 | 23,331            | 52,582            | 28,154            | 24,428                        |
| Insurance                              | 101,414           | 101,414           | 80,306            | 21,108                        |
| Risk Management Admn.                  | --                | (1,019)           | --                | (1,019)                       |
| Historical landmarks                   | 1,203             | 1,203             | 1,173             | 30                            |
| Information systems                    | 1,611,652         | 1,729,684         | 1,416,834         | 312,850                       |
| Geographic information                 | 427,794           | 428,067           | 405,303           | 22,764                        |
| Surveying                              | 106,425           | 109,925           | 105,798           | 4,127                         |
| Cable TV services                      | 71,306            | 71,306            | 50,306            | 21,000                        |
| <b>Total General Government</b>        | <b>11,665,860</b> | <b>11,479,543</b> | <b>10,304,475</b> | <b>1,175,068</b>              |

continued

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
General Fund  
For the Year Ended June 30, 2015

|   | Budgeted Amounts  |                   | Actual            | Variance with<br>Final Budget |
|---|-------------------|-------------------|-------------------|-------------------------------|
|   | Original          | Final             |                   |                               |
| Expenditures (continued):               |                   |                   |                   |                               |
| Public Protection:                      |                   |                   |                   |                               |
| Court security                          | \$ 1,250,301      | \$ 1,254,085      | \$ 1,156,813      | \$ 97,272                     |
| Grand Jury                              | 92,523            | 92,523            | 87,520            | 5,003                         |
| District attorney                       | 3,495,664         | 3,644,930         | 3,556,963         | 87,967                        |
| Public defender services                | 2,088,964         | 2,092,636         | 1,986,305         | 106,331                       |
| Conflict indigent defense               | 520,388           | 884,450           | 834,475           | 49,975                        |
| Sheriff administrative support services | 13,474,535        | 13,520,352        | 12,804,316        | 716,036                       |
| Dispatch Services                       | 1,727,157         | 1,697,394         | 1,432,046         | 265,348                       |
| Department of corrections               | 9,616,958         | 9,872,150         | 9,297,804         | 574,346                       |
| Inmate medical services                 | 2,119,715         | 2,125,565         | 2,124,693         | 872                           |
| Sheriff Truckee operations              | 1,813,430         | 1,820,415         | 1,754,331         | 66,084                        |
| Juvenile hall                           | 2,969,096         | 2,971,866         | 2,933,213         | 38,653                        |
| Probation department                    | 4,386,475         | 4,724,415         | 3,900,323         | 824,092                       |
| Ag services                             | 637,338           | 682,971           | 740,150           | (57,179)                      |
| Weights and measures                    | 153,321           | 153,446           | 130,414           | 23,032                        |
| Clerk recorder                          | 619,312           | 581,041           | 617,119           | (36,078)                      |
| Emergency services                      | 451,459           | 522,626           | 512,351           | 10,275                        |
| Animal control                          | 831,867           | 829,487           | 795,605           | 33,882                        |
| Total Public Protection                 | <u>46,248,503</u> | <u>47,470,352</u> | <u>44,664,441</u> | <u>2,805,911</u>              |
| Health and Sanitation:                  |                   |                   |                   |                               |
| Solid Waste Contract Admn               | 161,165           | 172,025           | 133,842           | 38,183                        |
| Total Health and Sanitation             | <u>161,165</u>    | <u>172,025</u>    | <u>133,842</u>    | <u>38,183</u>                 |
| Public Assistance:                      |                   |                   |                   |                               |
| Community services                      | 15,000            | 15,000            | 15,000            | --                            |
| Victim witness                          | 298,077           | 308,472           | 299,487           | 8,985                         |
| Total Public Assistance                 | <u>313,077</u>    | <u>323,472</u>    | <u>314,487</u>    | <u>8,985</u>                  |
| Education:                              |                   |                   |                   |                               |
| Farm Advisor                            | 43,471            | 43,471            | 42,690            | 781                           |
| Total Education                         | <u>43,471</u>     | <u>43,471</u>     | <u>42,690</u>     | <u>781</u>                    |
| Debt Service:                           |                   |                   |                   |                               |
| Information Systems                     |                   |                   |                   | --                            |
| Sheriff administrative support services |                   |                   |                   | --                            |
| Total Debt Service                      | <u>--</u>         | <u>--</u>         | <u>--</u>         | <u>--</u>                     |

continued

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
General Fund  
For the Year Ended June 30, 2015

|  | Budgeted Amounts     |                      | Actual               | Variance with<br>Final Budget |
|--|----------------------|----------------------|----------------------|-------------------------------|
|  | Original             | Final                |                      |                               |
| Expenditures (continued):              |                      |                      |                      |                               |
| Capital Outlay:                        |                      |                      |                      |                               |
| Facilities management                  | \$ --                | \$ 4,232             | \$ 4,197             | \$ 35                         |
| Capital facilities projects            | --                   | 821,229              | 500,959              | 320,270                       |
| Information systems                    | --                   | 929,983              | 212,618              | 717,365                       |
| Cable TV Services                      | --                   | --                   | --                   | --                            |
| Dispatch Services                      | 9,100                | 16,270               | 12,471               | 3,799                         |
| Corrections                            | 11,000               | 31,000               | --                   | 31,000                        |
| Probation                              | --                   | 121,800              | 16,820               | 104,980                       |
| Emergency management                   | --                   | --                   | --                   | --                            |
| Treasurer - Tax Collector              | --                   | 32,645               | 32,645               | --                            |
| District Attorney                      | --                   | 10,823               | 10,823               | --                            |
| Sheriff Admin                          | --                   | 115,705              | 104,651              | 11,054                        |
| Juvenile Hall                          | --                   | 12,000               | 11,171               | 829                           |
| Total Capital Outlay                   | <u>20,100</u>        | <u>2,095,687</u>     | <u>906,355</u>       | <u>1,189,332</u>              |
| <br>                                   |                      |                      |                      |                               |
| Total Expenditures                     | <u>58,452,176</u>    | <u>61,584,550</u>    | <u>56,366,290</u>    | <u>5,218,260</u>              |
| <br>                                   |                      |                      |                      |                               |
| Excess of Revenues Over (Under) Expenc | <u>(5,883,542)</u>   | <u>(6,581,051)</u>   | <u>257,901</u>       | <u>6,838,952</u>              |
| <br>                                   |                      |                      |                      |                               |
| Other Financing Sources (Uses):        |                      |                      |                      |                               |
| Transfers in                           | 11,323,392           | 12,537,083           | 10,551,939           | (1,985,144)                   |
| Transfers out                          | (6,998,068)          | (7,988,737)          | (8,009,530)          | (20,793)                      |
| Proceeds from sale of capital assets   | --                   | --                   | 3,286                | 3,286                         |
| Total Other Financing Sources (Uses)   | <u>4,325,324</u>     | <u>4,548,346</u>     | <u>2,545,695</u>     | <u>(2,002,651)</u>            |
| <br>                                   |                      |                      |                      |                               |
| Net Change in Fund Balances            | (1,558,218)          | (2,032,705)          | 2,803,596            | 4,836,301                     |
| <br>                                   |                      |                      |                      |                               |
| Fund Balances - Beginning              | <u>25,484,362</u>    | <u>25,484,362</u>    | <u>25,484,362</u>    | <u>--</u>                     |
| <br>                                   |                      |                      |                      |                               |
| Fund Balances - Ending                 | <u>\$ 23,926,144</u> | <u>\$ 23,451,657</u> | <u>\$ 28,287,958</u> | <u>\$ 4,836,301</u>           |



**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
Road Fund  
For the Year Ended June 30, 2015

|  | Budgeted Amounts    |                     | Actual              | Variance with<br>Final Budget |
|--|---------------------|---------------------|---------------------|-------------------------------|
|  | Original            | Final               |                     |                               |
| Revenues:  |                     |                     |                     |                               |
| Taxes  | \$ 35,000           | \$ 35,000           | \$ 32,944           | \$ (2,056)                    |
| Licenses and permits   | 45,000              | 45,000              | 40,988              | (4,012)                       |
| Fines, forfeits and penalties                                | --                  | --                  | 554                 | 554                           |
| Revenue from use of money and property                       | 25,000              | 25,000              | 29,349              | 4,349                         |
| Aid from other governments                                   | 9,823,195           | 10,073,195          | 7,074,629           | (2,998,566)                   |
| Charges for services   | 536,372             | 536,372             | 382,573             | (153,799)                     |
| Other revenues   | --                  | --                  | 105,628             | 105,628                       |
| Total Revenues   | <u>10,464,567</u>   | <u>10,714,567</u>   | <u>7,666,665</u>    | <u>(3,047,902)</u>            |
| Expenditures:  |                     |                     |                     |                               |
| Current:   |                     |                     |                     |                               |
| Public way and facilities                                    | 8,458,720           | 8,677,149           | 7,029,354           | 1,647,795                     |
| Capital outlay   | <u>6,095,900</u>    | <u>6,134,763</u>    | <u>2,210,368</u>    | <u>3,924,395</u>              |
| Total Expenditures   | <u>14,554,620</u>   | <u>14,811,912</u>   | <u>9,239,722</u>    | <u>5,572,190</u>              |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(4,090,053)</u>  | <u>(4,097,345)</u>  | <u>(1,573,057)</u>  | <u>2,524,288</u>              |
| Other Financing Sources (Uses):                              |                     |                     |                     |                               |
| Transfers in   | 2,663,949           | 2,841,300           | 2,025,286           | (816,014)                     |
| Sale of capital assets                                       | --                  | --                  | 8,372               | 8,372                         |
| Total Other Financing Sources (Uses)                         | <u>2,663,949</u>    | <u>2,841,300</u>    | <u>2,033,658</u>    | <u>(807,642)</u>              |
| Net Change in Fund Balances                                  | (1,426,104)         | (1,256,045)         | 460,601             | 1,716,646                     |
| Fund Balances - Beginning of Year                            | <u>6,296,879</u>    | <u>6,296,879</u>    | <u>6,296,879</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 4,870,775</u> | <u>\$ 5,040,834</u> | <u>\$ 6,757,480</u> | <u>\$ 1,716,646</u>           |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
 Community Development Agency - Major Special Revenue Fund  
 For the Year Ended June 30, 2015

|  | Budgeted Amounts    |                     | Actual              | Variance with<br>Final Budget |
|--|---------------------|---------------------|---------------------|-------------------------------|
|  | Original            | Final               |                     |                               |
| Revenues:  |                     |                     |                     |                               |
| Taxes  | \$ 15,000           | \$ 15,000           | \$ 21,140           | \$ 6,140                      |
| Licenses and permits   | 1,270,979           | 1,383,315           | 1,384,346           | 1,031                         |
| Fines, forfeits and penalties                                | 32,038              | 54,666              | 58,938              | 4,272                         |
| Revenue from use of money and property                       | 10,800              | 10,800              | 19,378              | 8,578                         |
| Aid from other governments                                   | 581,265             | 607,538             | 919,962             | 312,424                       |
| Charges for services   | 1,805,516           | 1,805,516           | 2,207,727           | 402,211                       |
| Other revenues   | 2,790               | 2,790               | 23,761              | 20,971                        |
| Total Revenues   | <u>3,718,388</u>    | <u>3,879,625</u>    | <u>4,635,252</u>    | <u>755,627</u>                |
| Expenditures:  |                     |                     |                     |                               |
| Current:   |                     |                     |                     |                               |
| Public protection  | 3,649,382           | 4,038,903           | 3,756,290           | 282,613                       |
| Health and sanitation  | 2,236,235           | 2,377,398           | 1,959,647           | 417,751                       |
| Capital outlay   | --                  | 409,297             | 120,949             | 288,348                       |
| Total Expenditures   | <u>5,885,617</u>    | <u>6,825,598</u>    | <u>5,836,886</u>    | <u>988,712</u>                |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(2,167,229)</u>  | <u>(2,945,973)</u>  | <u>(1,201,634)</u>  | <u>1,744,339</u>              |
| Other Financing Sources (Uses):                              |                     |                     |                     |                               |
| Transfers in   | 2,006,500           | 2,179,554           | 2,023,092           | (156,462)                     |
| Transfers out  | <u>(6,897)</u>      | <u>(11,397)</u>     | <u>(6,377)</u>      | <u>5,020</u>                  |
| Total Other Financing Sources (Uses)                         | <u>1,999,603</u>    | <u>2,168,157</u>    | <u>2,016,715</u>    | <u>(151,442)</u>              |
| Net Change in Fund Balances                                  | (167,626)           | (777,816)           | 815,081             | 1,592,897                     |
| Fund Balances - Beginning of Year, restated                  | <u>2,205,861</u>    | <u>2,205,861</u>    | <u>2,205,861</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 2,038,235</u> | <u>\$ 1,428,045</u> | <u>\$ 3,020,942</u> | <u>\$ 1,592,897</u>           |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
Human Services Agency - Major Special Revenue Fund  
For the Year Ended June 30, 2015

|  | Budgeted Amounts    |                     | Actual              | Variance with<br>Final Budget |
|--|---------------------|---------------------|---------------------|-------------------------------|
|  | Original            | Final               |                     |                               |
| <b>Revenues:</b>   |                     |                     |                     |                               |
| Fines, forfeits and penalties                                | \$ 672              | \$ 672              | \$ 1,373            | \$ 701                        |
| Revenue from use of money and property                       | (15,000)            | (15,000)            | 20,505              | 35,505                        |
| Aid from other governments                                   | 31,912,245          | 31,944,844          | 31,233,067          | (711,777)                     |
| Charges for services   | 1,260,683           | 1,312,763           | 1,449,153           | 136,390                       |
| Other revenues   | 59,990              | 61,990              | 280,418             | 218,428                       |
| Total Revenues   | <u>33,218,590</u>   | <u>33,305,269</u>   | <u>32,984,516</u>   | <u>(320,753)</u>              |
| <b>Expenditures:</b>   |                     |                     |                     |                               |
| Current:   |                     |                     |                     |                               |
| Health and sanitation  | 23,159,425          | 21,591,868          | 20,561,955          | 1,029,913                     |
| Public protection  | 27,489,993          | 29,187,446          | 25,472,242          | 3,715,204                     |
| Capital outlay   | 60,000              | 60,000              | 52,052              | 7,948                         |
| Total Expenditures   | <u>50,709,418</u>   | <u>50,839,314</u>   | <u>46,086,249</u>   | <u>4,753,065</u>              |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(17,490,828)</u> | <u>(17,534,045)</u> | <u>(13,101,733)</u> | <u>4,432,312</u>              |
| <b>Other Financing Sources (Uses):</b>                       |                     |                     |                     |                               |
| Transfers in   | 17,544,193          | 17,746,077          | 13,567,506          | (4,178,571)                   |
| Transfers out  | (7,986)             | (478,587)           | (117,400)           | 361,187                       |
| Proceeds from sale of capital assets                         | --                  | --                  | 15,880              | 15,880                        |
| Total Other Financing Sources (Uses)                         | <u>17,536,207</u>   | <u>17,267,490</u>   | <u>13,465,986</u>   | <u>(3,801,504)</u>            |
| Net Change in Fund Balances                                  | 45,379              | (266,555)           | 364,253             | 630,808                       |
| Fund Balances - Beginning of Year                            | <u>1,778,123</u>    | <u>1,778,123</u>    | <u>1,778,123</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 1,823,502</u> | <u>\$ 1,511,568</u> | <u>\$ 2,142,376</u> | <u>\$ 630,808</u>             |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
 Health and Welfare Realignment - Major Special Revenue Fund  
 For the Year Ended June 30, 2015

|  | Budgeted Amounts    |                     | Actual              | Variance with<br>Final Budget |
|--|---------------------|---------------------|---------------------|-------------------------------|
|  | Original            | Final               |                     |                               |
| Revenues:  |                     |                     |                     |                               |
| Revenue from use of money and property                       | \$ --               | \$ 70,000           | \$ 49,099           | \$ (20,901)                   |
| Aid from other governments                                   | 9,554,052           | 9,554,052           | 6,908,571           | (2,645,481)                   |
| Total Revenues   | <u>9,554,052</u>    | <u>9,624,052</u>    | <u>6,957,670</u>    | <u>(2,666,382)</u>            |
| Expenditures:  |                     |                     |                     |                               |
| Current:   |                     |                     |                     |                               |
| Health and sanitation  | <u>128</u>          | <u>128</u>          | <u>--</u>           | <u>128</u>                    |
| Total Expenditures   | <u>128</u>          | <u>128</u>          | <u>--</u>           | <u>128</u>                    |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>9,553,924</u>    | <u>9,623,924</u>    | <u>6,957,670</u>    | <u>(2,666,254)</u>            |
| Other Financing Sources (Uses):                              |                     |                     |                     |                               |
| Transfers in   | 127,268             | 127,268             | 127,268             | --                            |
| Transfers out  | <u>(10,595,589)</u> | <u>(10,808,888)</u> | <u>(6,991,151)</u>  | <u>3,817,737</u>              |
| Total Other Financing Sources (Uses)                         | <u>(10,468,321)</u> | <u>(10,681,620)</u> | <u>(6,863,883)</u>  | <u>3,817,737</u>              |
| Net Change in Fund Balances                                  | (914,397)           | (1,057,696)         | 93,787              | 1,151,483                     |
| Fund Balances - Beginning of Year                            | <u>9,031,925</u>    | <u>9,031,925</u>    | <u>9,031,925</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 8,117,528</u> | <u>\$ 7,974,229</u> | <u>\$ 9,125,712</u> | <u>\$ 1,151,483</u>           |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
Local Revenue Fund 2011 Realignment - Special Revenue Fund  
For the Year Ended June 30, 2015

|  | Budgeted Amounts    |                     | Actual              | Variance with<br>Final Budget |
|--|---------------------|---------------------|---------------------|-------------------------------|
|  | Original            | Final               |                     |                               |
| Revenues:  |                     |                     |                     |                               |
| Revenue from use of money and property                       | \$ --               | \$ 10,000           | \$ 20,204           | \$ 10,204                     |
| Aid from other governments                                   | 11,487,927          | 11,711,230          | 11,688,958          | (22,272)                      |
| Total Revenues   | <u>11,487,927</u>   | <u>11,721,230</u>   | <u>11,709,162</u>   | <u>(12,068)</u>               |
| Expenditures:  |                     |                     |                     |                               |
| Current:   |                     |                     |                     |                               |
| Public protection  | 300,000             | 300,000             | 300,000             | --                            |
| Total Expenditures   | <u>300,000</u>      | <u>300,000</u>      | <u>300,000</u>      | <u>--</u>                     |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>11,187,927</u>   | <u>11,421,230</u>   | <u>11,409,162</u>   | <u>(12,068)</u>               |
| Other Financing Sources (Uses):                              |                     |                     |                     |                               |
| Transfers out  | (11,326,519)        | (11,657,127)        | (10,347,084)        | 1,310,043                     |
| Total Other Financing Sources (Uses)                         | <u>(11,326,519)</u> | <u>(11,657,127)</u> | <u>(10,347,084)</u> | <u>1,310,043</u>              |
| Net Change in Fund Balances                                  | (138,592)           | (235,897)           | 1,062,078           | 1,297,975                     |
| Fund Balances - Beginning of Year                            | <u>1,591,255</u>    | <u>1,591,255</u>    | <u>1,591,255</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 1,452,663</u> | <u>\$ 1,355,358</u> | <u>\$ 2,653,333</u> | <u>\$ 1,297,975</u>           |

## COUNTY OF NEVADA

### Required Supplementary Information Note to Budgetary Comparison Schedules For the Year Ended June 30, 2015

#### **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.

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**Combining and Individual Fund  
Statement and Schedules**

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## **Nonmajor Governmental Funds**

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**COUNTY OF NEVADA**

Combining Balance Sheet  
Nonmajor Governmental Funds  
June 30, 2015

|   | Special<br>Revenue<br>Funds | Debt<br>Service<br>Funds   | Totals                      |
|---|-----------------------------|----------------------------|-----------------------------|
| <b>Assets</b>   |                             |                            |                             |
| Cash and investments  | \$ 27,725,425               | \$ 140,200                 | \$ 27,865,625               |
| Accounts receivable   | 23,248                      | --                         | 23,248                      |
| Taxes receivable  | 280,900                     | --                         | 280,900                     |
| Due from other governments  | 1,847,953                   | --                         | 1,847,953                   |
| Due from other funds  | 461,534                     | 84                         | 461,618                     |
| Restricted cash and investments   | --                          | 872,245                    | 872,245                     |
| Loans receivable  | 4,285,435                   | --                         | 4,285,435                   |
| <b>Total Assets</b>   | <b><u>\$ 34,624,495</u></b> | <b><u>\$ 1,012,529</u></b> | <b><u>\$ 35,637,024</u></b> |
| <b>Liabilities</b>  |                             |                            |                             |
| Accounts payable  | \$ 767,814                  | \$ 419                     | \$ 768,233                  |
| Salaries and benefits payable   | 73,590                      | --                         | 73,590                      |
| Due to other funds  | 3,470,743                   | 125                        | 3,470,868                   |
| Unearned revenue  | 1,010,415                   | --                         | 1,010,415                   |
| <b>Total Liabilities</b>  | <b><u>5,322,562</u></b>     | <b><u>544</u></b>          | <b><u>5,323,106</u></b>     |
| <b>Deferred Inflows of Resources</b>  |                             |                            |                             |
| Unavailable revenue   | 86,939                      | --                         | 86,939                      |
| <b>Fund Balances</b>  |                             |                            |                             |
| Restricted  | 27,842,783                  | 1,011,985                  | 28,854,768                  |
| Committed   | 47,947                      | --                         | 47,947                      |
| Assigned  | 1,324,264                   | --                         | 1,324,264                   |
| <b>Total Fund Balances</b>  | <b><u>29,214,994</u></b>    | <b><u>1,011,985</u></b>    | <b><u>30,226,979</u></b>    |
| <b>Total Liabilities, Deferred Inflows of Resources<br/>and Fund Balances</b> | <b><u>\$ 34,624,495</u></b> | <b><u>\$ 1,012,529</u></b> | <b><u>\$ 35,637,024</u></b> |

**COUNTY OF NEVADA**

Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Governmental Funds  
For the Year Ended June 30, 2015

|  | Special<br>Revenue<br>Funds | Debt<br>Service<br>Funds | Totals               |
|--|-----------------------------|--------------------------|----------------------|
|  | <u>          </u>           | <u>          </u>        | <u>          </u>    |
| Revenues:  |                             |                          |                      |
| Taxes  | \$ 1,757,175                | \$ --                    | \$ 1,757,175         |
| Licenses and permits   | 11,362                      | --                       | 11,362               |
| Fines, forfeitures and penalties                             | 551,696                     | --                       | 551,696              |
| Use of money and property                                    | 155,096                     | 23,355                   | 178,451              |
| Intergovernmental  | 14,729,849                  | --                       | 14,729,849           |
| Charges for services   | 1,397,510                   | 29,036                   | 1,426,546            |
| Other revenues   | 748,297                     | --                       | 748,297              |
| Total Revenues   | <u>19,350,985</u>           | <u>52,391</u>            | <u>19,403,376</u>    |
| Expenditures:  |                             |                          |                      |
| Current:   |                             |                          |                      |
| General government   | 196,795                     | 10,529                   | 207,324              |
| Public ways and facilities                                   | 632,065                     | 2,246                    | 634,311              |
| Public protection  | 3,627,316                   | --                       | 3,627,316            |
| Health and sanitation  | 4,734,445                   | --                       | 4,734,445            |
| Public assistance  | 879,342                     | --                       | 879,342              |
| Education  | 2,597,223                   | --                       | 2,597,223            |
| Recreation and culture                                       | 108                         | --                       | 108                  |
| Debt Service:  |                             |                          |                      |
| Principal  | --                          | 1,511,881                | 1,511,881            |
| Interest and other charges                                   | --                          | 579,678                  | 579,678              |
| Capital outlay   | 45,954                      | --                       | 45,954               |
| Total Expenditures   | <u>12,713,248</u>           | <u>2,104,334</u>         | <u>14,817,582</u>    |
| Excess (Deficiency) of Revenues Over<br>(Under) Expenditures | <u>6,637,737</u>            | <u>(2,051,943)</u>       | <u>4,585,794</u>     |
| Other Financing Sources (Uses):                              |                             |                          |                      |
| Transfers in   | 4,835,556                   | 2,072,781                | 6,908,337            |
| Transfers out  | <u>(9,805,743)</u>          | <u>(27,506)</u>          | <u>(9,833,249)</u>   |
| Total Other Financing Sources (Uses)                         | <u>(4,970,187)</u>          | <u>2,045,275</u>         | <u>(2,924,912)</u>   |
| Net Changes in Fund Balances                                 | 1,667,550                   | (6,668)                  | 1,660,882            |
| Fund Balances, Beginning of Year, restated                   | <u>27,547,444</u>           | <u>1,018,653</u>         | <u>28,566,097</u>    |
| Fund Balances, End of Year                                   | <u>\$ 29,214,994</u>        | <u>\$ 1,011,985</u>      | <u>\$ 30,226,979</u> |

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**Nonmajor Governmental Funds  
Special Revenue Funds**

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## COUNTY OF NEVADA

### Nonmajor Special Revenue Funds

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.

#### **RECYCLED OIL BLOCK GRANT**

The fund was established to record funds received from the State for the California Oil Recycling Enhancement Act to implement the collection of used oil at the County transfer station.

#### **PROBATION FIRE INSURANCE ADMIN GRANT**

The fund provides for the administration of the insurance claims relating to the Probation Department Fire on March 20, 2002.

#### **MOTOR VEHICLE LICENSE**

Fees imposed by State and distributed to Counties. Fund established to track general fund 50% contribution to Roads per Measure F passed by County voters to enhance road maintenance and repairs.

#### **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.

**COUNTY OF NEVADA**

**Nonmajor Special Revenue Funds**

**NONMAJOR HUMAN SERVICE AGENCY (CONTINUED)**

**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.

**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.

**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.

**COMMUNITY FACILITIES DISTRICT #1990-1 WILDWOOD ESTATES**

The fund accounts for the restricted proceeds of certain amounts related to the workout plan of Wildwood Estates and related infrastructure.

**WILDWOOD ESTATES MELLO-ROOS**

The fund accounts for special taxes and bonds used to finance development projects in Wildwood Estates.

**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**

**Nonmajor Special Revenue Funds**

**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.

**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.

**COUNTY OF NEVADA**

**Nonmajor Special Revenue Funds**

**PROBATION (CONTINUED)**

**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.

**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.

**COUNTY OF NEVADA**

**Nonmajor Special Revenue Funds**

**SHERIFF (CONTINUED)**

**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 used solely to fund programs designed to combat drug abuse and divert gang activity.

**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.

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**COUNTY OF NEVADA**

Combining Balance Sheet  
 Nonmajor Special Revenue Funds  
 June 30, 2015

|   | <u>Fish and<br/>Game</u> | <u>Child<br/>Support<br/>Services</u> | <u>Recycled<br/>Oil Block<br/>Grant</u> |
|---|--------------------------|---------------------------------------|---|
| <b>Assets</b>   |                          |                                       |   |
| Cash and investments  | \$ 31,641                | \$ 1,487,502                          | \$ 14,763                               |
| Accounts receivable   | --                       | --                                    | --                                      |
| Taxes receivable  | --                       | --                                    | --                                      |
| Due from other governments  | --                       | --                                    | --                                      |
| Due from other funds  | --                       | 29,030                                | --                                      |
| Loans receivable  | --                       | --                                    | --                                      |
| <b>Total Assets</b>   | <u><u>\$ 31,641</u></u>  | <u><u>\$ 1,516,532</u></u>            | <u><u>\$ 14,763</u></u>                 |
| <b>Liabilities</b>  |                          |                                       |   |
| Accounts payable  | \$ 364                   | \$ 8,106                              | \$ 12,336                               |
| Salaries and benefits payable   | --                       | 39,854                                | --                                      |
| Due to other funds  | --                       | 14,359                                | --                                      |
| Unearned revenue  | --                       | 868,575                               | --                                      |
| <b>Total Liabilities</b>  | <u><u>364</u></u>        | <u><u>930,894</u></u>                 | <u><u>12,336</u></u>                    |
| <b>Deferred Inflows of Resources</b>  |                          |                                       |   |
| Unavailable revenue   | <u><u>--</u></u>         | <u><u>--</u></u>                      | <u><u>--</u></u>                        |
| <b>Fund Balances</b>  |                          |                                       |   |
| Restricted  | 31,277                   | 266,586                               | 2,427                                   |
| Committed   | --                       | --                                    | --                                      |
| Assigned  | --                       | 319,052                               | --                                      |
| <b>Total Fund Balances</b>  | <u><u>31,277</u></u>     | <u><u>585,638</u></u>                 | <u><u>2,427</u></u>                     |
| <b>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances</b> | <u><u>\$ 31,641</u></u>  | <u><u>\$ 1,516,532</u></u>            | <u><u>\$ 14,763</u></u>                 |

**COUNTY OF NEVADA**

Combining Balance Sheet (continued)  
 Nonmajor Special Revenue Funds  
 June 30, 2015

|   | <u>Motor<br/>Vehicle<br/>License</u> | <u>Public<br/>Library</u>  | <u>Inet<br/>Maintenance</u> | <u>Workers'<br/>Compensation</u> |
|---|--------------------------------------|----------------------------|-----------------------------|----------------------------------|
| <b>Assets</b>   |                                      |                            |                             |                                  |
| Cash and investments  | \$ 1,277,204                         | \$ 1,262,651               | \$ 89,949                   | \$ 350,416                       |
| Accounts receivable   | --                                   | 1,449                      | 8,782                       | --                               |
| Taxes receivable  | --                                   | 280,900                    | --                          | --                               |
| Due from other governments  | --                                   | 9,190                      | --                          | --                               |
| Due from other funds  | 22,700                               | 11,329                     | 450                         | 1                                |
| Loans receivable  | --                                   | --                         | --                          | --                               |
| <b>Total Assets</b>   | <u><u>\$ 1,299,904</u></u>           | <u><u>\$ 1,565,519</u></u> | <u><u>\$ 99,181</u></u>     | <u><u>\$ 350,417</u></u>         |
| <b>Liabilities</b>  |                                      |                            |                             |                                  |
| Accounts payable  | \$ --                                | \$ 32,750                  | \$ 7,958                    | \$ 132                           |
| Salaries and benefits payable   | --                                   | 33,736                     | --                          | --                               |
| Due to other funds  | 500,873                              | 51,860                     | 14,664                      | 49,439                           |
| Unearned revenue  | --                                   | --                         | --                          | --                               |
| <b>Total Liabilities</b>  | <u><u>500,873</u></u>                | <u><u>118,346</u></u>      | <u><u>22,622</u></u>        | <u><u>49,571</u></u>             |
| <b>Deferred Inflows of Resources</b>  |                                      |                            |                             |                                  |
| Unavailable revenue   | <u><u>--</u></u>                     | <u><u>9,190</u></u>        | <u><u>--</u></u>            | <u><u>--</u></u>                 |
| <b>Fund Balances</b>  |                                      |                            |                             |                                  |
| Restricted  | 799,031                              | 533,467                    | 28,612                      | 300,846                          |
| Committed   | --                                   | --                         | 47,947                      | --                               |
| Assigned  | --                                   | 904,516                    | --                          | --                               |
| <b>Total Fund Balances</b>  | <u><u>799,031</u></u>                | <u><u>1,437,983</u></u>    | <u><u>76,559</u></u>        | <u><u>300,846</u></u>            |
| <b>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances</b> | <u><u>\$ 1,299,904</u></u>           | <u><u>\$ 1,565,519</u></u> | <u><u>\$ 99,181</u></u>     | <u><u>\$ 350,417</u></u>         |

continued

**COUNTY OF NEVADA**

Combining Balance Sheet (continued)  
 Nonmajor Special Revenue Funds  
 June 30, 2015

|   | Nonmajor<br>Human<br>Service<br>Agency | Administration             | Community<br>Development<br>Agency | District<br>Attorney    |
|---|--|----------------------------|------------------------------------|-------------------------|
| <b>Assets</b>   |  |                            |                                    |                         |
| Cash and investments  | \$ 6,828,999                           | \$ 1,144,477               | \$ 1,688,347                       | \$ 40,210               |
| Accounts receivable   | 7,800                                  | --                         | --                                 | --                      |
| Taxes receivable  | --                                     | --                         | --                                 | --                      |
| Due from other governments  | 581,897                                | 1,111,282                  | --                                 | --                      |
| Due from other funds  | --                                     | --                         | --                                 | --                      |
| Loans receivable  | --                                     | --                         | --                                 | --                      |
| <b>Total Assets</b>   | <b><u>\$ 7,418,696</u></b>             | <b><u>\$ 2,255,759</u></b> | <b><u>\$ 1,688,347</u></b>         | <b><u>\$ 40,210</u></b> |
| <b>Liabilities</b>  |  |                            |                                    |                         |
| Accounts payable  | \$ 394,436                             | \$ 126,340                 | \$ 9,989                           | \$ 6,530                |
| Salaries and benefits payable   | --                                     | --                         | --                                 | --                      |
| Due to other funds  | 673,655                                | 1,082,434                  | 680                                | 1,054                   |
| Unearned revenue  | 54,569                                 | --                         | --                                 | --                      |
| <b>Total Liabilities</b>  | <b><u>1,122,660</u></b>                | <b><u>1,208,774</u></b>    | <b><u>10,669</u></b>               | <b><u>7,584</u></b>     |
| <b>Deferred Inflows of Resources</b>  |  |                            |                                    |                         |
| Unavailable revenue   | 44,262                                 | --                         | --                                 | --                      |
| <b>Fund Balances</b>  |  |                            |                                    |                         |
| Restricted  | 6,159,832                              | 1,046,985                  | 1,677,678                          | 32,626                  |
| Committed   | --                                     | --                         | --                                 | --                      |
| Assigned  | 91,942                                 | --                         | --                                 | --                      |
| <b>Total Fund Balances</b>  | <b><u>6,251,774</u></b>                | <b><u>1,046,985</u></b>    | <b><u>1,677,678</u></b>            | <b><u>32,626</u></b>    |
| <b>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances</b> | <b><u>\$ 7,418,696</u></b>             | <b><u>\$ 2,255,759</u></b> | <b><u>\$ 1,688,347</u></b>         | <b><u>\$ 40,210</u></b> |

continued

**COUNTY OF NEVADA**

Combining Balance Sheet (continued)  
 Nonmajor Special Revenue Funds  
 June 30, 2015

|   | <u>Probation</u>           | <u>Recorder</u>          | <u>Sheriff</u>             | Special<br>Districts<br>Governed by<br>the Board of<br>Supervisors |
|---|----------------------------|--------------------------|----------------------------|--|
| <b>Assets</b>   |                            |                          |                            |  |
| Cash and investments  | \$ 1,926,407               | \$ 515,894               | \$ 5,414,479               | \$ 1,919,445   |
| Accounts receivable   | 152                        | 1,599                    | 3,466                      | --   |
| Taxes receivable  | --                         | --                       | --                         | --   |
| Due from other governments  | 69,375                     | --                       | --                         | --   |
| Due from other funds  | 85,712                     | 16,849                   | 200,108                    | --   |
| Loans receivable  | --                         | --                       | --                         | --   |
| <b>Total Assets</b>   | <b><u>\$ 2,081,646</u></b> | <b><u>\$ 534,342</u></b> | <b><u>\$ 5,618,053</u></b> | <b><u>\$ 1,919,445</u></b>   |
| <b>Liabilities</b>  |                            |                          |                            |  |
| Accounts payable  | \$ 142                     | \$ 3,317                 | \$ 19,647                  | \$ 10  |
| Salaries and benefits payable   | --                         | --                       | --                         | --   |
| Due to other funds  | 526,601                    | 132,231                  | 110,616                    | 19,462   |
| Unearned revenue  | --                         | --                       | --                         | --   |
| <b>Total Liabilities</b>  | <b><u>526,743</u></b>      | <b><u>135,548</u></b>    | <b><u>130,263</u></b>      | <b><u>19,472</u></b>   |
| <b>Deferred Inflows of Resources</b>  |                            |                          |                            |  |
| Unavailable revenue   | --                         | --                       | --                         | --   |
| <b>Fund Balances</b>  |                            |                          |                            |  |
| Restricted  | 1,554,903                  | 398,794                  | 5,487,790                  | 1,899,973  |
| Committed   | --                         | --                       | --                         | --   |
| Assigned  | --                         | --                       | --                         | --   |
| <b>Total Fund Balances</b>  | <b><u>1,554,903</u></b>    | <b><u>398,794</u></b>    | <b><u>5,487,790</u></b>    | <b><u>1,899,973</u></b>  |
| <b>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances</b> | <b><u>\$ 2,081,646</u></b> | <b><u>\$ 534,342</u></b> | <b><u>\$ 5,618,053</u></b> | <b><u>\$ 1,919,445</u></b>   |

continued



**COUNTY OF NEVADA**

Combining Balance Sheet (continued)  
 Nonmajor Special Revenue Funds  
 June 30, 2015

|   | Public<br>Works            | Housing and<br>Community<br>Services | Totals                      |
|---|----------------------------|--------------------------------------|-----------------------------|
| <b>Assets</b>   |                            |                                      |                             |
| Cash and investments  | \$ 2,779,363               | \$ 953,678                           | \$ 27,725,425               |
| Accounts receivable   | --                         | --                                   | 23,248                      |
| Taxes receivable  | --                         | --                                   | 280,900                     |
| Due from other governments  | --                         | 76,209                               | 1,847,953                   |
| Due from other funds  | 660                        | 94,695                               | 461,534                     |
| Loans receivable  | --                         | 4,285,435                            | 4,285,435                   |
| <b>Total Assets</b>   | <b><u>\$ 2,780,023</u></b> | <b><u>\$ 5,410,017</u></b>           | <b><u>\$ 34,624,495</u></b> |
| <b>Liabilities</b>  |                            |                                      |                             |
| Accounts payable  | \$ 98,376                  | \$ 47,381                            | \$ 767,814                  |
| Salaries and benefits payable   | --                         | --                                   | 73,590                      |
| Due to other funds  | 113,349                    | 179,466                              | 3,470,743                   |
| Unearned revenue  | --                         | 87,271                               | 1,010,415                   |
| <b>Total Liabilities</b>  | <b><u>211,725</u></b>      | <b><u>314,118</u></b>                | <b><u>5,322,562</u></b>     |
| <b>Deferred Inflows of Resources</b>  |                            |                                      |                             |
| Unavailable revenue   | --                         | 33,487                               | 86,939                      |
| <b>Fund Balances</b>  |                            |                                      |                             |
| Restricted  | 2,568,298                  | 5,053,658                            | 27,842,783                  |
| Committed   | --                         | --                                   | 47,947                      |
| Assigned  | --                         | 8,754                                | 1,324,264                   |
| <b>Total Fund Balances</b>  | <b><u>2,568,298</u></b>    | <b><u>5,062,412</u></b>              | <b><u>29,214,994</u></b>    |
| <b>Total Liabilities, Deferred Inflows of<br/>Resources and Fund Balances</b> | <b><u>\$ 2,780,023</u></b> | <b><u>\$ 5,410,017</u></b>           | <b><u>\$ 34,624,495</u></b> |

**COUNTY OF NEVADA**

Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2015

|  | Fish and<br>Game | Child<br>Support<br>Services | Recycled<br>Oil Block<br>Grant |
|--|------------------|------------------------------|--------------------------------|
| Revenues:  |                  |                              |                                |
| Taxes  | \$ --            | \$ --                        | \$ --                          |
| Licenses and permits   | --               | --                           | --                             |
| Fines, forfeitures and penalties                             | 1,152            | --                           | --                             |
| Use of money and property                                    | 179              | 8,889                        | 80                             |
| Intergovernmental  | --               | 1,744,713                    | --                             |
| Charges for services   | --               | --                           | --                             |
| Other revenues   | --               | 834                          | --                             |
| Total Revenues   | <u>1,331</u>     | <u>1,754,436</u>             | <u>80</u>                      |
| Expenditures:  |                  |                              |                                |
| Current:   |                  |                              |                                |
| General government   | --               | --                           | --                             |
| Public ways and facilities                                   | --               | --                           | --                             |
| Public protection  | 6,941            | 2,322,639                    | --                             |
| Health and sanitation  | --               | --                           | 12,465                         |
| Public assistance  | --               | --                           | --                             |
| Education  | --               | --                           | --                             |
| Recreation and culture                                       | --               | --                           | --                             |
| Capital outlay   | --               | --                           | --                             |
| Total Expenditures   | <u>6,941</u>     | <u>2,322,639</u>             | <u>12,465</u>                  |
| Excess (Deficiency) of Revenues Over<br>(Under) Expenditures | <u>(5,610)</u>   | <u>(568,203)</u>             | <u>(12,385)</u>                |
| Other Financing Sources (Uses):                              |                  |                              |                                |
| Transfers in   | --               | --                           | --                             |
| Transfers out  | --               | --                           | --                             |
| Total Other Financing Sources (Uses)                         | <u>--</u>        | <u>--</u>                    | <u>--</u>                      |
| Net Changes in Fund Balances                                 | (5,610)          | (568,203)                    | (12,385)                       |
| Fund Balances, Beginning of Year, restated                   | <u>36,887</u>    | <u>1,153,841</u>             | <u>14,812</u>                  |
| Fund Balances, End of Year                                   | <u>\$ 31,277</u> | <u>\$ 585,638</u>            | <u>\$ 2,427</u>                |

**COUNTY OF NEVADA**

Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances (continued)  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2015

|  | <u>Motor<br/>Vehicle<br/>License</u> | <u>Public<br/>Library</u> | <u>Inet<br/>Maintenance</u> | <u>Workers'<br/>Compensation</u> |
|--|--------------------------------------|---------------------------|-----------------------------|----------------------------------|
| Revenues:  |                                      |                           |                             |                                  |
| Taxes  | \$ --                                | \$ 1,721,462              | \$ --                       | \$ --                            |
| Licenses and permits   | --                                   | --                        | --                          | --                               |
| Fines, forfeitures and penalties                             | --                                   | --                        | --                          | --                               |
| Use of money and property                                    | 2,189                                | 16,377                    | 464                         | 2,177                            |
| Intergovernmental  | --                                   | 98,936                    | --                          | --                               |
| Charges for services   | --                                   | 78,782                    | 16,800                      | --                               |
| Other revenues   | --                                   | 72,462                    | 45,888                      | 273,370                          |
| Total Revenues   | <u>2,189</u>                         | <u>1,988,019</u>          | <u>63,152</u>               | <u>275,547</u>                   |
| Expenditures:  |                                      |                           |                             |                                  |
| Current:   |                                      |                           |                             |                                  |
| General government   | --                                   | --                        | 64,923                      | 134,389                          |
| Public ways and facilities                                   | --                                   | --                        | --                          | --                               |
| Public protection  | --                                   | --                        | --                          | --                               |
| Health and sanitation  | --                                   | --                        | --                          | --                               |
| Public assistance  | --                                   | --                        | --                          | --                               |
| Education  | --                                   | 2,573,327                 | --                          | --                               |
| Recreation and culture                                       | --                                   | --                        | --                          | --                               |
| Capital outlay   | --                                   | 45,954                    | --                          | --                               |
| Total Expenditures   | <u>--</u>                            | <u>2,619,281</u>          | <u>64,923</u>               | <u>134,389</u>                   |
| Excess (Deficiency) of Revenues Over<br>(Under) Expenditures | <u>2,189</u>                         | <u>(631,262)</u>          | <u>(1,771)</u>              | <u>141,158</u>                   |
| Other Financing Sources (Uses):                              |                                      |                           |                             |                                  |
| Transfers in   | 2,448,480                            | 577,220                   | --                          | --                               |
| Transfers out  | <u>(1,759,188)</u>                   | <u>--</u>                 | <u>(464)</u>                | <u>--</u>                        |
| Total Other Financing Sources (Uses)                         | <u>689,292</u>                       | <u>577,220</u>            | <u>(464)</u>                | <u>--</u>                        |
| Net Changes in Fund Balances                                 | 691,481                              | (54,042)                  | (2,235)                     | 141,158                          |
| Fund Balances, Beginning of Year, restated                   | <u>107,550</u>                       | <u>1,492,025</u>          | <u>78,794</u>               | <u>159,688</u>                   |
| Fund Balances, End of Year                                   | <u>\$ 799,031</u>                    | <u>\$ 1,437,983</u>       | <u>\$ 76,559</u>            | <u>\$ 300,846</u>                |

continued

**COUNTY OF NEVADA**

Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances (continued)  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2015

|  | Nonmajor<br>Human<br>Services<br>Agency | Administration      | Community<br>Development<br>Agency | District<br>Attorney |
|--|---|---------------------|------------------------------------|----------------------|
| Revenues:  |   |                     |                                    |                      |
| Taxes  | \$ --                                   | \$ --               | \$ --                              | \$ --                |
| Licenses and permits   | --                                      | --                  | --                                 | 11,362               |
| Fines, forfeitures and penalties                             | 209,399                                 | 160,942             | 118,051                            | 28,566               |
| Use of money and property                                    | 36,856                                  | 7,098               | 9,251                              | 246                  |
| Intergovernmental  | 5,100,594                               | 6,406,806           | --                                 | 9,315                |
| Charges for services   | 80,947                                  | --                  | --                                 | --                   |
| Other revenues   | 11,923                                  | 11,586              | 6,010                              | --                   |
| Total Revenues   | <u>5,439,719</u>                        | <u>6,586,432</u>    | <u>133,312</u>                     | <u>49,489</u>        |
| Expenditures:  |   |                     |                                    |                      |
| Current:   |   |                     |                                    |                      |
| General government   | --                                      | 1,271               | --                                 | --                   |
| Public ways and facilities                                   | --                                      | --                  | 1,284                              | --                   |
| Public protection  | --                                      | 731,566             | 115,760                            | 28,371               |
| Health and sanitation  | 4,702,424                               | --                  | 19,556                             | --                   |
| Public assistance  | --                                      | --                  | --                                 | 15,578               |
| Education  | --                                      | 23,896              | --                                 | --                   |
| Recreation and culture                                       | --                                      | --                  | 108                                | --                   |
| Capital outlay   | --                                      | --                  | --                                 | --                   |
| Total Expenditures   | <u>4,702,424</u>                        | <u>756,733</u>      | <u>136,708</u>                     | <u>43,949</u>        |
| Excess (Deficiency) of Revenues Over<br>(Under) Expenditures | <u>737,295</u>                          | <u>5,829,699</u>    | <u>(3,396)</u>                     | <u>5,540</u>         |
| Other Financing Sources (Uses):                              |   |                     |                                    |                      |
| Transfers in   | 33,650                                  | --                  | --                                 | --                   |
| Transfers out  | (24,618)                                | (6,013,609)         | (1,055)                            | (9,903)              |
| Total Other Financing Sources (Uses)                         | <u>9,032</u>                            | <u>(6,013,609)</u>  | <u>(1,055)</u>                     | <u>(9,903)</u>       |
| Net Changes in Fund Balances                                 | 746,327                                 | (183,910)           | (4,451)                            | (4,363)              |
| Fund Balances, Beginning of Year, restated                   | <u>5,505,447</u>                        | <u>1,230,895</u>    | <u>1,682,129</u>                   | <u>36,989</u>        |
| Fund Balances, End of Year                                   | <u>\$ 6,251,774</u>                     | <u>\$ 1,046,985</u> | <u>\$ 1,677,678</u>                | <u>\$ 32,626</u>     |

continued

**COUNTY OF NEVADA**

Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances (continued)  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2015

|  | <u>Probation</u>    | <u>Recorder</u>   | <u>Sheriff</u>      | Special<br>Districts<br>Governed by<br>the Board of<br>Supervisors |
|--|---------------------|-------------------|---------------------|--|
| Revenues:  |                     |                   |                     |  |
| Taxes  | \$ --               | \$ --             | \$ --               | \$ 35,713  |
| Licenses and permits   | --                  | --                | --                  | --   |
| Fines, forfeitures and penalties                             | --                  | --                | 33,586              | --   |
| Use of money and property                                    | 10,917              | 3,523             | 26,888              | 9,611  |
| Intergovernmental  | 399,810             | --                | 255,839             | 370  |
| Charges for services   | --                  | 206,499           | 35,631              | 449,527  |
| Other revenues   | 2,298               | --                | 170,062             | 17,775   |
| Total Revenues   | <u>413,025</u>      | <u>210,022</u>    | <u>522,006</u>      | <u>512,996</u>   |
| Expenditures:  |                     |                   |                     |  |
| Current:   |                     |                   |                     |  |
| General government   | --                  | --                | --                  | --   |
| Public ways and facilities                                   | --                  | --                | --                  | 260,478  |
| Public protection  | 2,812               | 256,711           | 162,516             | --   |
| Health and sanitation  | --                  | --                | --                  | --   |
| Public assistance  | --                  | --                | --                  | --   |
| Education  | --                  | --                | --                  | --   |
| Recreation and culture                                       | --                  | --                | --                  | --   |
| Capital outlay   | --                  | --                | --                  | --   |
| Total Expenditures   | <u>2,812</u>        | <u>256,711</u>    | <u>162,516</u>      | <u>260,478</u>   |
| Excess (Deficiency) of Revenues Over<br>(Under) Expenditures | <u>410,213</u>      | <u>(46,689)</u>   | <u>359,490</u>      | <u>252,518</u>   |
| Other Financing Sources (Uses):                              |                     |                   |                     |  |
| Transfers in   | 526,452             | --                | 726,473             | --   |
| Transfers out  | <u>(1,017,704)</u>  | <u>(3,282)</u>    | <u>(242,467)</u>    | <u>--</u>  |
| Total Other Financing Sources (Uses)                         | <u>(491,252)</u>    | <u>(3,282)</u>    | <u>484,006</u>      | <u>--</u>  |
| Net Changes in Fund Balances                                 | (81,039)            | (49,971)          | 843,496             | 252,518  |
| Fund Balances, Beginning of Year, restated                   | <u>1,635,942</u>    | <u>448,765</u>    | <u>4,644,294</u>    | <u>1,647,455</u>   |
| Fund Balances, End of Year                                   | <u>\$ 1,554,903</u> | <u>\$ 398,794</u> | <u>\$ 5,487,790</u> | <u>\$ 1,899,973</u>  |

continued

**COUNTY OF NEVADA**

Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances (continued)  
Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2015

|  | Public<br>Works     | Housing and<br>Community<br>Services | Totals               |
|--|---------------------|--------------------------------------|----------------------|
| Revenues:  |                     |                                      |                      |
| Taxes  | \$ --               | \$ --                                | \$ 1,757,175         |
| Licenses and permits   | --                  | --                                   | 11,362               |
| Fines, forfeitures and penalties                             | --                  | --                                   | 551,696              |
| Use of money and property                                    | 15,001              | 5,350                                | 155,096              |
| Intergovernmental  | --                  | 713,466                              | 14,729,849           |
| Charges for services   | 509,324             | 20,000                               | 1,397,510            |
| Other revenues   | 14,569              | 121,520                              | 748,297              |
| Total Revenues   | <u>538,894</u>      | <u>860,336</u>                       | <u>19,350,985</u>    |
| Expenditures:  |                     |                                      |                      |
| Current:   |                     |                                      |                      |
| General government   | --                  | (3,788)                              | 196,795              |
| Public ways and facilities                                   | 370,303             | --                                   | 632,065              |
| Public protection  | --                  | --                                   | 3,627,316            |
| Health and sanitation  | --                  | --                                   | 4,734,445            |
| Public assistance  | --                  | 863,764                              | 879,342              |
| Education  | --                  | --                                   | 2,597,223            |
| Recreation and culture                                       | --                  | --                                   | 108                  |
| Capital outlay   | --                  | --                                   | 45,954               |
| Total Expenditures   | <u>370,303</u>      | <u>859,976</u>                       | <u>12,713,248</u>    |
| Excess (Deficiency) of Revenues Over<br>(Under) Expenditures | <u>168,591</u>      | <u>360</u>                           | <u>6,637,737</u>     |
| Other Financing Sources (Uses):                              |                     |                                      |                      |
| Transfers in   | --                  | 523,281                              | 4,835,556            |
| Transfers out  | <u>(268,742)</u>    | <u>(464,711)</u>                     | <u>(9,805,743)</u>   |
| Total Other Financing Sources (Uses)                         | <u>(268,742)</u>    | <u>58,570</u>                        | <u>(4,970,187)</u>   |
| Net Changes in Fund Balances                                 | (100,151)           | 58,930                               | 1,667,550            |
| Fund Balances, Beginning of Year, restated                   | <u>2,668,449</u>    | <u>5,003,482</u>                     | <u>27,547,444</u>    |
| Fund Balances, End of Year                                   | <u>\$ 2,568,298</u> | <u>\$ 5,062,412</u>                  | <u>\$ 29,214,994</u> |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
 Fish and Game - Nonmajor Special Revenue Fund  
 For the Year Ended June 30, 2015

|  | Budgeted Amounts |                  | Actual           | Variance with<br>Final Budget |
|--|------------------|------------------|------------------|-------------------------------|
|  | Original         | Final            |                  |                               |
| Revenues:  |                  |                  |                  |                               |
| Fines, forfeits and penalties                                | \$ 2,100         | \$ 2,100         | \$ 1,152         | \$ (948)                      |
| Revenue from use of money and property                       | 180              | 180              | 179              | (1)                           |
| Total Revenues   | <u>2,280</u>     | <u>2,280</u>     | <u>1,331</u>     | <u>(949)</u>                  |
| Expenditures:  |                  |                  |                  |                               |
| Current:   |                  |                  |                  |                               |
| Public protection  | <u>6,593</u>     | <u>6,593</u>     | <u>6,941</u>     | <u>(348)</u>                  |
| Total Expenditures   | <u>6,593</u>     | <u>6,593</u>     | <u>6,941</u>     | <u>(348)</u>                  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(4,313)</u>   | <u>(4,313)</u>   | <u>(5,610)</u>   | <u>(1,297)</u>                |
| Fund Balances - Beginning of Year                            | <u>36,887</u>    | <u>36,887</u>    | <u>36,887</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 32,574</u> | <u>\$ 32,574</u> | <u>\$ 31,277</u> | <u>\$ (1,297)</u>             |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
 Child Support Services - Nonmajor Special Revenue Fund  
 For the Year Ended June 30, 2015

|  | Budgeted Amounts    |                     | Actual            | Variance with<br>Final Budget |
|--|---------------------|---------------------|-------------------|-------------------------------|
|  | Original            | Final               |                   |                               |
| Revenues:  |                     |                     |                   |                               |
| Revenue from use of money and property                       | \$ 9,000            | \$ 9,000            | \$ 8,889          | \$ (111)                      |
| Aid from other governments                                   | 4,342,883           | 4,342,883           | 1,744,713         | (2,598,170)                   |
| Other revenues   | --                  | --                  | 834               | 834                           |
| Total Revenues   | <u>4,351,883</u>    | <u>4,351,883</u>    | <u>1,754,436</u>  | <u>(2,597,447)</u>            |
| Expenditures:  |                     |                     |                   |                               |
| Current:   |                     |                     |                   |                               |
| Public protection  | <u>4,351,883</u>    | <u>4,344,908</u>    | <u>2,322,639</u>  | <u>2,022,269</u>              |
| Total Expenditures   | <u>4,351,883</u>    | <u>4,344,908</u>    | <u>2,322,639</u>  | <u>2,022,269</u>              |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>--</u>           | <u>6,975</u>        | <u>(568,203)</u>  | <u>(575,178)</u>              |
| Fund Balances - Beginning of Year                            | <u>1,153,841</u>    | <u>1,153,841</u>    | <u>1,153,841</u>  | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 1,153,841</u> | <u>\$ 1,160,816</u> | <u>\$ 585,638</u> | <u>\$ (575,178)</u>           |



**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
 Recycled Oil Block Grant - Nonmajor Special Revenue Fund  
 For the Year Ended June 30, 2015

|  | Budgeted Amounts  |                   | Actual          | Variance with<br>Final Budget |
|--|-------------------|-------------------|-----------------|-------------------------------|
|  | Original          | Final             |                 |                               |
| Revenues:  |                   |                   |                 |                               |
| Revenue from use of money and property                       | \$ 150            | \$ 150            | \$ 80           | \$ (70)                       |
| Total Revenues   | <u>150</u>        | <u>150</u>        | <u>80</u>       | <u>(70)</u>                   |
| Expenditures:  |                   |                   |                 |                               |
| Current:   |                   |                   |                 |                               |
| Health and sanitation  | <u>(77)</u>       | <u>14,723</u>     | <u>12,465</u>   | <u>2,258</u>                  |
| Total Expenditures   | <u>(77)</u>       | <u>14,723</u>     | <u>12,465</u>   | <u>2,258</u>                  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>227</u>        | <u>(14,573)</u>   | <u>(12,385)</u> | <u>2,188</u>                  |
| Other Financing Sources (Uses):                              |                   |                   |                 |                               |
| Transfers out  | <u>(17,500)</u>   | <u>(2,700)</u>    | <u>--</u>       | <u>2,700</u>                  |
| Total Other Financing Sources (Uses)                         | <u>(17,500)</u>   | <u>(2,700)</u>    | <u>--</u>       | <u>2,700</u>                  |
| Net Change in Fund Balance                                   | (17,273)          | (17,273)          | (12,385)        | 4,888                         |
| Fund Balances - Beginning of Year                            | <u>14,812</u>     | <u>14,812</u>     | <u>14,812</u>   | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ (2,461)</u> | <u>\$ (2,461)</u> | <u>\$ 2,427</u> | <u>\$ 4,888</u>               |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
 Motor Vehicle License - Nonmajor Special Revenue Fund  
 For the Year Ended June 30, 2015

|  | Budgeted Amounts  |                    | Actual             | Variance with<br>Final Budget |
|--|-------------------|--------------------|--------------------|-------------------------------|
|  | Original          | Final              |                    |                               |
| Revenues:                              |                   |                    |                    |                               |
| Revenue from use of money and property | \$ --             | \$ --              | \$ 2,189           | \$ 2,189                      |
| Total Revenues                         | <u>--</u>         | <u>--</u>          | <u>2,189</u>       | <u>2,189</u>                  |
| Other Financing Sources (Uses):        |                   |                    |                    |                               |
| Transfers in                           | --                | 2,383,652          | 2,448,480          | 64,828                        |
| Transfers out                          | --                | <u>(1,757,000)</u> | <u>(1,759,188)</u> | <u>(2,188)</u>                |
| Total Other Financing Sources (Uses)   | <u>--</u>         | <u>626,652</u>     | <u>689,292</u>     | <u>62,640</u>                 |
| Net Change in Fund Balances            | --                | 626,652            | 691,481            | 64,829                        |
| Fund Balances - Beginning of Year      | <u>107,550</u>    | <u>107,550</u>     | <u>107,550</u>     | <u>--</u>                     |
| Fund Balances - End of Year            | <u>\$ 107,550</u> | <u>\$ 734,202</u>  | <u>\$ 799,031</u>  | <u>\$ 64,829</u>              |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
Public Library - Nonmajor Special Revenue Fund  
For the Year Ended June 30, 2015

|  | Budgeted Amounts    |                     | Actual              | Variance with<br>Final Budget |
|--|---------------------|---------------------|---------------------|-------------------------------|
|  | Original            | Final               |                     |                               |
| Revenues:  |                     |                     |                     |                               |
| Taxes and assessments  | \$ 1,678,000        | \$ 1,678,000        | \$ 1,721,462        | \$ 43,462                     |
| Use of money and property                                    | 15,765              | 15,765              | 16,377              | 612                           |
| Intergovernmental  | 24,000              | 143,969             | 98,936              | (45,033)                      |
| Charges for services   | 71,640              | 71,640              | 78,782              | 7,142                         |
| Other revenues   | 94,260              | 107,910             | 72,462              | (35,448)                      |
| Total Revenues   | <u>1,883,665</u>    | <u>2,017,284</u>    | <u>1,988,019</u>    | <u>(29,265)</u>               |
| Expenditures:  |                     |                     |                     |                               |
| Current:   |                     |                     |                     |                               |
| Education  | 2,548,376           | 2,701,179           | 2,573,327           | 127,852                       |
| Capital outlay   | --                  | 81,569              | 45,954              | 35,615                        |
| Total Expenditures   | <u>2,548,376</u>    | <u>2,782,748</u>    | <u>2,619,281</u>    | <u>163,467</u>                |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(664,711)</u>    | <u>(765,464)</u>    | <u>(631,262)</u>    | <u>134,202</u>                |
| Other Financing Sources (Uses):                              |                     |                     |                     |                               |
| Transfers in   | <u>577,220</u>      | <u>577,220</u>      | <u>577,220</u>      | <u>--</u>                     |
| Total Other Financing Sources (Uses)                         | <u>577,220</u>      | <u>577,220</u>      | <u>577,220</u>      | <u>--</u>                     |
| Net Change in Fund Balances                                  | (87,491)            | (188,244)           | (54,042)            | 134,202                       |
| Fund Balances - Beginning of Year                            | <u>1,492,025</u>    | <u>1,492,025</u>    | <u>1,492,025</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 1,404,534</u> | <u>\$ 1,303,781</u> | <u>\$ 1,437,983</u> | <u>\$ 134,202</u>             |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
INET Maintenance - Nonmajor Special Revenue Funds  
For the Year Ended June 30, 2015

|  | Budgeted Amounts |                  | Actual           | Variance with<br>Final Budget |
|--|------------------|------------------|------------------|-------------------------------|
|  | Original         | Final            |                  |                               |
| Revenues:  |                  |                  |                  |                               |
| Use of money and property                                    | \$ --            | \$ --            | \$ 464           | \$ 464                        |
| Charges for services   | 15,300           | 15,300           | 16,800           | 1,500                         |
| Other revenues   | 46,000           | 46,000           | 45,888           | (112)                         |
| Total Revenues   | <u>61,300</u>    | <u>61,300</u>    | <u>63,152</u>    | <u>1,852</u>                  |
| Expenditures:  |                  |                  |                  |                               |
| Current:   |                  |                  |                  |                               |
| General government   | <u>58,050</u>    | <u>70,939</u>    | <u>64,923</u>    | <u>6,016</u>                  |
| Total Expenditures   | <u>58,050</u>    | <u>70,939</u>    | <u>64,923</u>    | <u>6,016</u>                  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>3,250</u>     | <u>(9,639)</u>   | <u>(1,771)</u>   | <u>7,868</u>                  |
| Other Financing Sources (Uses):                              |                  |                  |                  |                               |
| Transfers out  | <u>--</u>        | <u>--</u>        | <u>(464)</u>     | <u>(464)</u>                  |
| Total Other Financing Sources (Uses)                         | <u>--</u>        | <u>--</u>        | <u>(464)</u>     | <u>(464)</u>                  |
| Net Change in Fund Balances                                  | 3,250            | (9,639)          | (2,235)          | 7,404                         |
| Fund Balances - Beginning of Year                            | <u>78,794</u>    | <u>78,794</u>    | <u>78,794</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 82,044</u> | <u>\$ 69,155</u> | <u>\$ 76,559</u> | <u>\$ 7,404</u>               |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
 Workers' Compensation - Nonmajor Special Revenue Fund  
 For the Year Ended June 30, 2015

|  | Budgeted Amounts  |                   | Actual            | Variance with<br>Final Budget |
|--|-------------------|-------------------|-------------------|-------------------------------|
|  | Original          | Final             |                   |                               |
| Revenues:  |                   |                   |                   |                               |
| Use of money and property                                    | \$ 1,200          | \$ 1,200          | \$ 2,177          | \$ 977                        |
| Other revenues   | 154,453           | 154,453           | 273,370           | 118,917                       |
| Total Revenues   | <u>155,653</u>    | <u>155,653</u>    | <u>275,547</u>    | <u>119,894</u>                |
| Expenditures:  |                   |                   |                   |                               |
| Current:   |                   |                   |                   |                               |
| General government   | 155,653           | 161,395           | 134,389           | 27,006                        |
| Total Expenditures   | <u>155,653</u>    | <u>161,395</u>    | <u>134,389</u>    | <u>27,006</u>                 |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>--</u>         | <u>(5,742)</u>    | <u>141,158</u>    | <u>146,900</u>                |
| Fund Balances - Beginning of Year                            | <u>159,688</u>    | <u>159,688</u>    | <u>159,688</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 159,688</u> | <u>\$ 153,946</u> | <u>\$ 300,846</u> | <u>\$ 146,900</u>             |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
Human Services Agency - Nonmajor Special Revenue Fund  
For the Year Ended June 30, 2015

|  | Budgeted Amounts    |                     | Actual              | Variance with<br>Final Budget |
|--|---------------------|---------------------|---------------------|-------------------------------|
|  | Original            | Final               |                     |                               |
| Revenues:  |                     |                     |                     |                               |
| Fines and forfeitures  | \$ 239,476          | \$ 239,476          | \$ 209,399          | \$ (30,077)                   |
| Use of money and property                                    | 31,951              | 31,951              | 36,856              | 4,905                         |
| Intergovernmental  | 4,119,155           | 4,964,006           | 5,100,594           | 136,588                       |
| Charges for services   | 68,305              | 68,305              | 80,947              | 12,642                        |
| Other revenues   | 748                 | 748                 | 11,923              | 11,175                        |
| Total Revenues   | <u>4,459,635</u>    | <u>5,304,486</u>    | <u>5,439,719</u>    | <u>135,233</u>                |
| Expenditures:  |                     |                     |                     |                               |
| Current:   |                     |                     |                     |                               |
| Health and sanitation  | 5,170,080           | 5,263,016           | 4,702,424           | 560,592                       |
| Total Expenditures   | <u>5,170,080</u>    | <u>5,263,016</u>    | <u>4,702,424</u>    | <u>560,592</u>                |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(710,445)</u>    | <u>41,470</u>       | <u>737,295</u>      | <u>695,825</u>                |
| Other Financing Sources (Uses):                              |                     |                     |                     |                               |
| Transfers in   | 33,650              | 33,650              | 33,650              | --                            |
| Transfers out  | (79,950)            | (79,950)            | (24,618)            | 55,332                        |
| Total Other Financing Sources (Uses)                         | <u>(46,300)</u>     | <u>(46,300)</u>     | <u>9,032</u>        | <u>55,332</u>                 |
| Net Change in Fund Balances                                  | (756,745)           | (4,830)             | 746,327             | 751,157                       |
| Fund Balances - Beginning of Year                            | <u>5,505,447</u>    | <u>5,505,447</u>    | <u>5,505,447</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 4,748,702</u> | <u>\$ 5,500,617</u> | <u>\$ 6,251,774</u> | <u>\$ 751,157</u>             |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
Administration - Nonmajor Special Revenue Fund  
For the Year Ended June 30, 2015

|  | Budgeted Amounts    |                    | Actual              | Variance with<br>Final Budget |
|--|---------------------|--------------------|---------------------|-------------------------------|
|  | Original            | Final              |                     |                               |
| Revenues:  |                     |                    |                     |                               |
| Fines and forfeitures  | \$ 194,800          | \$ 194,800         | \$ 160,942          | \$ (33,858)                   |
| Use of money and property                                    | 5,400               | 5,400              | 7,098               | 1,698                         |
| Intergovernmental  | 6,222,274           | 6,246,604          | 6,406,806           | 160,202                       |
| Other revenues   | 15,800              | 15,800             | 11,586              | (4,214)                       |
| Total Revenues   | <u>6,438,274</u>    | <u>6,462,604</u>   | <u>6,586,432</u>    | <u>123,828</u>                |
| Expenditures:  |                     |                    |                     |                               |
| Current:   |                     |                    |                     |                               |
| General government   | 1,236               | 1,328              | 1,271               | 57                            |
| Public protection  | 743,926             | 743,926            | 731,566             | 12,360                        |
| Education  | 26,069              | 26,219             | 23,896              | 2,323                         |
| Total Expenditures   | <u>771,231</u>      | <u>771,473</u>     | <u>756,733</u>      | <u>14,740</u>                 |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>5,667,043</u>    | <u>5,691,131</u>   | <u>5,829,699</u>    | <u>138,568</u>                |
| Other Financing Sources (Uses):                              |                     |                    |                     |                               |
| Transfers out  | <u>(5,637,205)</u>  | <u>(5,957,005)</u> | <u>(6,013,609)</u>  | <u>(56,604)</u>               |
| Total Other Financing Sources (Uses)                         | <u>(5,637,205)</u>  | <u>(5,957,005)</u> | <u>(6,013,609)</u>  | <u>(56,604)</u>               |
| Net Change in Fund Balances                                  | 29,838              | (265,874)          | (183,910)           | 81,964                        |
| Fund Balances - Beginning of Year                            | <u>1,230,895</u>    | <u>1,230,895</u>   | <u>1,230,895</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 1,260,733</u> | <u>\$ 965,021</u>  | <u>\$ 1,046,985</u> | <u>\$ 81,964</u>              |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
 Community Development Agency - Nonmajor Special Revenue Fund  
 For the Year Ended June 30, 2015

|  | Budgeted Amounts    |                     | Actual              | Variance with<br>Final Budget |
|--|---------------------|---------------------|---------------------|-------------------------------|
|  | Original            | Final               |                     |                               |
| Revenues:  |                     |                     |                     |                               |
| Fines and forfeitures  | \$ 66,400           | \$ 66,400           | \$ 118,051          | \$ 51,651                     |
| Use of money and property                                    | 6,966               | 6,966               | 9,251               | 2,285                         |
| Charges for services   | 3,800               | 3,800               | --                  | (3,800)                       |
| Other revenues   | 1,200               | 1,200               | 6,010               | 4,810                         |
| Total Revenues   | <u>78,366</u>       | <u>78,366</u>       | <u>133,312</u>      | <u>54,946</u>                 |
| Expenditures:  |                     |                     |                     |                               |
| Current:   |                     |                     |                     |                               |
| Public ways  | --                  | --                  | 1,284               | (1,284)                       |
| Public protection  | 404,083             | 404,083             | 115,760             | 288,323                       |
| Health and sanitation  | 28,500              | 28,500              | 19,556              | 8,944                         |
| Recreation   | 195,906             | 195,906             | 108                 | 195,798                       |
| Total Expenditures   | <u>628,489</u>      | <u>628,489</u>      | <u>136,708</u>      | <u>491,781</u>                |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(550,123)</u>    | <u>(550,123)</u>    | <u>(3,396)</u>      | <u>546,727</u>                |
| Other Financing Sources (Uses):                              |                     |                     |                     |                               |
| Transfers out  | --                  | --                  | (1,055)             | (1,055)                       |
| Total Other Financing Sources (Uses)                         | <u>--</u>           | <u>--</u>           | <u>(1,055)</u>      | <u>(1,055)</u>                |
| Net Change in Fund Balances                                  | (550,123)           | (550,123)           | (4,451)             | 545,672                       |
| Fund Balances - Beginning of Year                            | <u>1,682,129</u>    | <u>1,682,129</u>    | <u>1,682,129</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 1,132,006</u> | <u>\$ 1,132,006</u> | <u>\$ 1,677,678</u> | <u>\$ 545,672</u>             |



**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
 District Attorney - Nonmajor Special Revenue Fund  
 For the Year Ended June 30, 2015

|  | Budgeted Amounts |                  | Actual           | Variance with<br>Final Budget |
|--|------------------|------------------|------------------|-------------------------------|
|  | Original         | Final            |                  |                               |
| Revenues:  |                  |                  |                  |                               |
| Licenses, permits and franchise fees                         | \$ 14,000        | \$ 14,000        | \$ 11,362        | \$ (2,638)                    |
| Fines and forfeitures  | 37,000           | 37,000           | 28,566           | (8,434)                       |
| Use of money and property                                    | 150              | 150              | 246              | 96                            |
| Intergovernmental  | --               | --               | 9,315            | 9,315                         |
| Total Revenues   | <u>51,150</u>    | <u>51,150</u>    | <u>49,489</u>    | <u>(1,661)</u>                |
| Expenditures:  |                  |                  |                  |                               |
| Current:   |                  |                  |                  |                               |
| Public protection  | 33,000           | 36,228           | 28,371           | 7,857                         |
| Public assistance  | 18,000           | 18,000           | 15,578           | 2,422                         |
| Total Expenditures   | <u>51,000</u>    | <u>54,228</u>    | <u>43,949</u>    | <u>10,279</u>                 |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>150</u>       | <u>(3,078)</u>   | <u>5,540</u>     | <u>8,618</u>                  |
| Other Financing Sources (Uses):                              |                  |                  |                  |                               |
| Transfers out  | --               | (9,845)          | (9,903)          | (58)                          |
| Total Other Financing Sources (Uses)                         | <u>--</u>        | <u>(9,845)</u>   | <u>(9,903)</u>   | <u>(58)</u>                   |
| Net Change in Fund Balances                                  | 150              | (12,923)         | (4,363)          | 8,560                         |
| Fund Balances - Beginning of Year                            | <u>36,989</u>    | <u>36,989</u>    | <u>36,989</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 37,139</u> | <u>\$ 24,066</u> | <u>\$ 32,626</u> | <u>\$ 8,560</u>               |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
 Probation - Nonmajor Special Revenue Fund  
 For the Year Ended June 30, 2015

|  | Budgeted Amounts    |                     | Actual              | Variance with<br>Final Budget |
|--|---------------------|---------------------|---------------------|-------------------------------|
|  | Original            | Final               |                     |                               |
| Revenues:  |                     |                     |                     |                               |
| Use of money and property                                    | \$ 7,080            | \$ 7,080            | \$ 10,917           | \$ 3,837                      |
| Intergovernmental  | 385,917             | 385,917             | 399,810             | 13,893                        |
| Other revenues   | 3,420               | 3,420               | 2,298               | (1,122)                       |
| Total Revenues   | <u>396,417</u>      | <u>396,417</u>      | <u>413,025</u>      | <u>16,608</u>                 |
| Expenditures:  |                     |                     |                     |                               |
| Current:   |                     |                     |                     |                               |
| Public protection  | <u>3,500</u>        | <u>3,500</u>        | <u>2,812</u>        | <u>688</u>                    |
| Total Expenditures   | <u>3,500</u>        | <u>3,500</u>        | <u>2,812</u>        | <u>688</u>                    |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>392,917</u>      | <u>392,917</u>      | <u>410,213</u>      | <u>17,296</u>                 |
| Other Financing Sources (Uses):                              |                     |                     |                     |                               |
| Transfers in   | 459,039             | 459,039             | 526,452             | 67,413                        |
| Transfers out  | <u>(748,917)</u>    | <u>(1,068,275)</u>  | <u>(1,017,704)</u>  | <u>50,571</u>                 |
| Total Other Financing Sources (Uses)                         | <u>(289,878)</u>    | <u>(609,236)</u>    | <u>(491,252)</u>    | <u>117,984</u>                |
| Net Change in Fund Balances                                  | 103,039             | (216,319)           | (81,039)            | 135,280                       |
| Fund Balances - Beginning of Year                            | <u>1,635,942</u>    | <u>1,635,942</u>    | <u>1,635,942</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 1,738,981</u> | <u>\$ 1,419,623</u> | <u>\$ 1,554,903</u> | <u>\$ 135,280</u>             |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
Recorder - Nonmajor Special Revenue Fund  
For the Year Ended June 30, 2015

|  | Budgeted Amounts  |                   | Actual            | Variance with<br>Final Budget |
|--|-------------------|-------------------|-------------------|-------------------------------|
|  | Original          | Final             |                   |                               |
| Revenues:  |                   |                   |                   |                               |
| Use of money and property                                    | \$ --             | \$ --             | \$ 3,523          | \$ 3,523                      |
| Charges for services   | 208,763           | 208,763           | 206,499           | (2,264)                       |
| Total Revenues   | <u>208,763</u>    | <u>208,763</u>    | <u>210,022</u>    | <u>1,259</u>                  |
| Expenditures:  |                   |                   |                   |                               |
| Current:   |                   |                   |                   |                               |
| Public protection  | 326,619           | 326,619           | 256,711           | 69,908                        |
| Total Expenditures   | <u>326,619</u>    | <u>326,619</u>    | <u>256,711</u>    | <u>69,908</u>                 |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(117,856)</u>  | <u>(117,856)</u>  | <u>(46,689)</u>   | <u>71,167</u>                 |
| Other Financing Sources (Uses):                              |                   |                   |                   |                               |
| Transfers out  | --                | --                | (3,282)           | (3,282)                       |
| Total Other Financing Sources (Uses)                         | <u>--</u>         | <u>--</u>         | <u>(3,282)</u>    | <u>(3,282)</u>                |
| Net Change in Fund Balances                                  | (117,856)         | (117,856)         | (49,971)          | 67,885                        |
| Fund Balances - Beginning of Year                            | <u>448,765</u>    | <u>448,765</u>    | <u>448,765</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 330,909</u> | <u>\$ 330,909</u> | <u>\$ 398,794</u> | <u>\$ 67,885</u>              |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
 Sheriff - Nonmajor Special Revenue Fund  
 For the Year Ended June 30, 2015

|  | Budgeted Amounts    |                     | Actual              | Variance with<br>Final Budget |
|--|---------------------|---------------------|---------------------|-------------------------------|
|  | Original            | Final               |                     |                               |
| Revenues:  |                     |                     |                     |                               |
| Fines and forfeitures  | \$ 30,250           | \$ 30,250           | \$ 33,586           | \$ 3,336                      |
| Use of money and property                                    | 12,500              | 12,500              | 26,888              | 14,388                        |
| Intergovernmental  | 89,000              | 234,909             | 255,839             | 20,930                        |
| Charges for services   | 45,500              | 45,500              | 35,631              | (9,869)                       |
| Other revenues   | 164,250             | 164,250             | 170,062             | 5,812                         |
| Total Revenues   | <u>341,500</u>      | <u>487,409</u>      | <u>522,006</u>      | <u>34,597</u>                 |
| Expenditures:  |                     |                     |                     |                               |
| Current:   |                     |                     |                     |                               |
| Public protection  | 97,921              | 174,185             | 162,516             | 11,669                        |
| Total Expenditures   | <u>97,921</u>       | <u>174,185</u>      | <u>162,516</u>      | <u>11,669</u>                 |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>243,579</u>      | <u>313,224</u>      | <u>359,490</u>      | <u>46,266</u>                 |
| Other Financing Sources (Uses):                              |                     |                     |                     |                               |
| Transfers in   | 670,000             | 670,000             | 726,473             | 56,473                        |
| Transfers out  | (1,121,174)         | (1,131,215)         | (242,467)           | 888,748                       |
| Total Other Financing Sources (Uses)                         | <u>(451,174)</u>    | <u>(461,215)</u>    | <u>484,006</u>      | <u>945,221</u>                |
| Net Change in Fund Balances                                  | (207,595)           | (147,991)           | 843,496             | 991,487                       |
| Fund Balances - Beginning of Year                            | <u>4,644,294</u>    | <u>4,644,294</u>    | <u>4,644,294</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 4,436,699</u> | <u>\$ 4,496,303</u> | <u>\$ 5,487,790</u> | <u>\$ 991,487</u>             |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
 Special Districts Governed by the Board of Supervisors  
 Nonmajor Special Revenue Fund  
 For the Year Ended June 30, 2015

|  | Budgeted Amounts    |                     | Actual              | Variance with<br>Final Budget |
|--|---------------------|---------------------|---------------------|-------------------------------|
|  | Original            | Final               |                     |                               |
| Revenues:  |                     |                     |                     |                               |
| Taxes and assessments  | 38,700              | 38,700              | \$ 35,713           | \$ (2,987)                    |
| Use of money and property                                    | 8,445               | 8,445               | 9,611               | 1,166                         |
| Intergovernmental  | 127                 | 127                 | 370                 | 243                           |
| Charges for services   | 430,929             | 452,905             | 449,527             | (3,378)                       |
| Other revenues   | 0                   | 17,775              | 17,775              | --                            |
| Total Revenues   | <u>478,201</u>      | <u>517,952</u>      | <u>512,996</u>      | <u>(4,956)</u>                |
| Expenditures:  |                     |                     |                     |                               |
| Current:   |                     |                     |                     |                               |
| Public ways and facilities                                   | 490,801             | 544,552             | 260,478             | 284,074                       |
| Total Expenditures   | <u>490,801</u>      | <u>544,552</u>      | <u>260,478</u>      | <u>284,074</u>                |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(12,600)</u>     | <u>(26,600)</u>     | <u>252,518</u>      | <u>279,118</u>                |
| Fund Balances - Beginning of Year                            | <u>1,647,455</u>    | <u>1,647,455</u>    | <u>1,647,455</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 1,634,855</u> | <u>\$ 1,620,855</u> | <u>\$ 1,899,973</u> | <u>\$ 279,118</u>             |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
Public Works - Nonmajor Special Revenue Fund  
For the Year Ended June 30, 2015

|  | Budgeted Amounts    |                     | Actual              | Variance with<br>Final Budget |
|--|---------------------|---------------------|---------------------|-------------------------------|
|  | Original            | Final               |                     |                               |
| Revenues:  |                     |                     |                     |                               |
| Use of money and property                                    | \$ 11,550           | \$ 11,550           | \$ 15,001           | \$ 3,451                      |
| Charges for services   | 610,000             | 610,000             | 509,324             | (100,676)                     |
| Other revenues   | 23,000              | 23,000              | 14,569              | (8,431)                       |
| Total Revenues   | <u>644,550</u>      | <u>644,550</u>      | <u>538,894</u>      | <u>(105,656)</u>              |
| Expenditures:  |                     |                     |                     |                               |
| Current:   |                     |                     |                     |                               |
| Public ways and facilities                                   | <u>463,808</u>      | <u>463,808</u>      | <u>370,303</u>      | <u>93,505</u>                 |
| Total Expenditures   | <u>463,808</u>      | <u>463,808</u>      | <u>370,303</u>      | <u>93,505</u>                 |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>180,742</u>      | <u>180,742</u>      | <u>168,591</u>      | <u>(12,151)</u>               |
| Other Financing Sources (Uses):                              |                     |                     |                     |                               |
| Transfers out  | <u>(1,084,300)</u>  | <u>(1,084,300)</u>  | <u>(268,742)</u>    | <u>815,558</u>                |
| Total Other Financing Sources (Uses)                         | <u>(1,084,300)</u>  | <u>(1,084,300)</u>  | <u>(268,742)</u>    | <u>815,558</u>                |
| Net Change in Fund Balances                                  | (903,558)           | (903,558)           | (100,151)           | 803,407                       |
| Fund Balances - Beginning of Year                            | <u>2,668,449</u>    | <u>2,668,449</u>    | <u>2,668,449</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 1,764,891</u> | <u>\$ 1,764,891</u> | <u>\$ 2,568,298</u> | <u>\$ 803,407</u>             |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
Housing and Community Services - Nonmajor Special Revenue Fund  
For the Year Ended June 30, 2015

|  | Budgeted Amounts    |                     | Actual              | Variance with<br>Final Budget |
|--|---------------------|---------------------|---------------------|-------------------------------|
|  | Original            | Final               |                     |                               |
| <b>Revenues:</b>   |                     |                     |                     |                               |
| Use of money and property  | \$ 1,780            | \$ 1,980            | \$ 5,350            | \$ 3,370                      |
| Intergovernmental  | 2,491,071           | 1,936,655           | 713,466             | (1,223,189)                   |
| Charges for services   | --                  | --                  | 20,000              | 20,000                        |
| Other revenues   | 122,160             | 172,160             | 121,520             | (50,640)                      |
| <b>Total Revenues</b>  | <b>2,615,011</b>    | <b>2,110,795</b>    | <b>860,336</b>      | <b>(1,250,459)</b>            |
| <b>Expenditures:</b>   |                     |                     |                     |                               |
| <b>Current:</b>  |                     |                     |                     |                               |
| General government   | 115,212             | 115,212             | (3,788)             | 119,000                       |
| Public assistance  | 2,864,412           | 3,239,063           | 863,764             | 2,375,299                     |
| <b>Total Expenditures</b>  | <b>2,979,624</b>    | <b>3,354,275</b>    | <b>859,976</b>      | <b>2,494,299</b>              |
| <b>Excess (Deficiency) of Revenues<br/>    Over (Under) Expenditures</b> | <b>(364,613)</b>    | <b>(1,243,480)</b>  | <b>360</b>          | <b>1,243,840</b>              |
| <b>Other Financing Sources (Uses):</b>                                   |                     |                     |                     |                               |
| Transfers in   | 58,570              | 688,010             | 523,281             | (164,729)                     |
| Transfers out  | --                  | (419,440)           | (464,711)           | (45,271)                      |
| <b>Total Other Financing Sources (Uses)</b>                              | <b>58,570</b>       | <b>268,570</b>      | <b>58,570</b>       | <b>(210,000)</b>              |
| <b>Net Change in Fund Balances</b>                                       | <b>(306,043)</b>    | <b>(974,910)</b>    | <b>58,930</b>       | <b>1,033,840</b>              |
| <b>Fund Balances - Beginning of Year</b>                                 | <b>5,003,482</b>    | <b>5,003,482</b>    | <b>5,003,482</b>    | <b>--</b>                     |
| <b>Fund Balances - End of Year</b>                                       | <b>\$ 4,697,439</b> | <b>\$ 4,028,572</b> | <b>\$ 5,062,412</b> | <b>\$ 1,033,840</b>           |

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**Nonmajor Governmental Funds  
Debt Service Funds**

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## COUNTY OF NEVADA

### Nonmajor Debt Service Funds

Debt Service Funds are used to account for and report financial resources that are restricted, committed or 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, 2015

|                                     | Government<br>Debt Service | Special<br>Assessment<br>Debt with<br>County<br>Commitment | Finance<br>Authority | Totals              |
|-------------------------------------|----------------------------|--|----------------------|---------------------|
| <b>Assets</b>                       |                            |  |                      |                     |
| Cash and investments                | \$ 41                      | \$ 126,716   | \$ 13,443            | \$ 140,200          |
| Due from other funds                | --                         | 84   | --                   | 84                  |
| Restricted cash and investments     | --                         | --   | 872,245              | 872,245             |
| Total Assets                        | <u>\$ 41</u>               | <u>\$ 126,800</u>  | <u>\$ 885,688</u>    | <u>\$ 1,012,529</u> |
| <b>Liabilities</b>                  |                            |  |                      |                     |
| Accounts payable                    | \$ --                      | \$ 419   | \$ --                | \$ 419              |
| Due to other funds                  | 41                         | 84   | --                   | 125                 |
| Total Liabilities                   | <u>41</u>                  | <u>503</u>   | <u>--</u>            | <u>544</u>          |
| <b>Fund Balances</b>                |                            |  |                      |                     |
| Restricted                          | --                         | 126,297  | 885,688              | 1,011,985           |
| Total Fund Balances                 | <u>--</u>                  | <u>126,297</u>   | <u>885,688</u>       | <u>1,011,985</u>    |
| Total Liabilities and Fund Balances | <u>\$ 41</u>               | <u>\$ 126,800</u>  | <u>\$ 885,688</u>    | <u>\$ 1,012,529</u> |

**COUNTY OF NEVADA**

Combining Statement of Revenues, Expenditures  
and Changes in Fund Balances  
Nonmajor Debt Service Funds  
For the Year Ended June 30, 2015

|  | Government<br>Debt Service | Special<br>Assessment<br>Debt with<br>County<br>Commitment | Finance<br>Authority     | Totals                     |
|--|----------------------------|--|--------------------------|----------------------------|
| Revenues:  |                            |  |                          |                            |
| Use of money and property                                    | \$ 64                      | \$ 633   | \$ 22,658                | \$ 23,355                  |
| Charges for services   | --                         | 29,036   | --                       | 29,036                     |
| Total Revenues   | <u>64</u>                  | <u>29,669</u>  | <u>22,658</u>            | <u>52,391</u>              |
| Expenditures:  |                            |  |                          |                            |
| Current:   |                            |  |                          |                            |
| General government   | 1,290                      | 915  | 8,324                    | 10,529                     |
| Public ways and facilities                                   | --                         | 2,246  | --                       | 2,246                      |
| Debt Service:  |                            |  |                          |                            |
| Principal  | 233,617                    | 14,000   | 1,264,264                | 1,511,881                  |
| Interest and other charges                                   | 183,703                    | 13,270   | 382,705                  | 579,678                    |
| Total Expenditures   | <u>418,610</u>             | <u>30,431</u>  | <u>1,655,293</u>         | <u>2,104,334</u>           |
| Excess (Deficiency) of Revenues Over<br>(Under) Expenditures | <u>(418,546)</u>           | <u>(762)</u>   | <u>(1,632,635)</u>       | <u>(2,051,943)</u>         |
| Other Financing Sources (Uses):                              |                            |  |                          |                            |
| Transfers in   | 418,610                    | 27,442   | 1,626,729                | 2,072,781                  |
| Transfers out  | (64)                       | (27,442)   | --                       | (27,506)                   |
| Total Other Financing Sources (Uses)                         | <u>418,546</u>             | <u>--</u>  | <u>1,626,729</u>         | <u>2,045,275</u>           |
| Net Changes in Fund Balances                                 | --                         | (762)  | (5,906)                  | (6,668)                    |
| Fund Balances, Beginning of Year                             | <u>--</u>                  | <u>127,059</u>   | <u>891,594</u>           | <u>1,018,653</u>           |
| Fund Balances, End of Year                                   | <u><u>\$ --</u></u>        | <u><u>\$ 126,297</u></u>                                   | <u><u>\$ 885,688</u></u> | <u><u>\$ 1,011,985</u></u> |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
 Government Debt Service - Nonmajor Special Service Fund  
 For the Year Ended June 30, 2015

|  | Budgeted Amounts |                  | Actual           | Variance with<br>Final Budget |
|--|------------------|------------------|------------------|-------------------------------|
|  | Original         | Final            |                  |                               |
| Revenues:  |                  |                  |                  |                               |
| Use of money and property                                    | \$ --            | \$ --            | \$ 64            | \$ 64                         |
| Total Revenues   | <u>    --</u>    | <u>    --</u>    | <u>    64</u>    | <u>    64</u>                 |
| Expenditures:  |                  |                  |                  |                               |
| Current:   |                  |                  |                  |                               |
| General government   | 1,290            | 1,290            | 1,290            | --                            |
| Debt Service:  |                  |                  |                  |                               |
| Principal  | 223,475          | 223,475          | 233,617          | (10,142)                      |
| Interest and other charges                                   | 194,456          | 194,456          | 183,703          | 10,753                        |
| Total Expenditures   | <u>419,221</u>   | <u>419,221</u>   | <u>418,610</u>   | <u>    611</u>                |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(419,221)</u> | <u>(419,221)</u> | <u>(418,546)</u> | <u>    675</u>                |
| Other Financing Sources (Uses):                              |                  |                  |                  |                               |
| Transfers in   | 419,221          | 419,221          | 418,610          | (611)                         |
| Transfers out  | --               | --               | (64)             | (64)                          |
| Total Other Financing Sources (Uses)                         | <u>419,221</u>   | <u>419,221</u>   | <u>418,546</u>   | <u>(675)</u>                  |
| Net Change in Fund Balances                                  | --               | --               | --               | --                            |
| Fund Balances - Beginning of Year                            | <u>    --</u>    | <u>    --</u>    | <u>    --</u>    | <u>    --</u>                 |
| Fund Balances - End of Year                                  | <u>\$    --</u>  | <u>\$    --</u>  | <u>\$    --</u>  | <u>\$    --</u>               |

**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
 Special Assessment Debt with County Commitment  
 For the Year Ended June 30, 2015

|  | Budgeted Amounts  |                   | Actual            | Variance with<br>Final Budget |
|--|-------------------|-------------------|-------------------|-------------------------------|
|  | Original          | Final             |                   |                               |
| Revenues:  |                   |                   |                   |                               |
| Use of money and property                                    | 400               | 400               | \$ 633            | \$ 233                        |
| Charges for services   | 29,194            | 29,194            | 29,036            | (158)                         |
| Total Revenues   | <u>29,594</u>     | <u>29,594</u>     | <u>29,669</u>     | <u>75</u>                     |
| Expenditures:  |                   |                   |                   |                               |
| Current:   |                   |                   |                   |                               |
| General government   | 915               | 915               | 915               | --                            |
| Public ways and facilities                                   | 2,200             | 2,200             | 2,246             | (46)                          |
| Debt Service:  |                   |                   |                   |                               |
| Principal  | 14,000            | 14,000            | 14,000            | --                            |
| Interest and other charges                                   | 13,270            | 13,270            | 13,270            | --                            |
| Total Expenditures   | <u>30,385</u>     | <u>30,385</u>     | <u>30,431</u>     | <u>(46)</u>                   |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(791)</u>      | <u>(791)</u>      | <u>(762)</u>      | <u>29</u>                     |
| Other Financing Sources (Uses):                              |                   |                   |                   |                               |
| Transfers in   | 29,775            | 29,775            | 27,442            | (2,333)                       |
| Transfers out  | (29,775)          | (29,775)          | (27,442)          | 2,333                         |
| Total Other Financing Sources (Uses)                         | <u>--</u>         | <u>--</u>         | <u>--</u>         | <u>--</u>                     |
| Net Change in Fund Balances                                  | (791)             | (791)             | (762)             | 29                            |
| Fund Balances - Beginning of Year                            | <u>127,059</u>    | <u>127,059</u>    | <u>127,059</u>    | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 126,268</u> | <u>\$ 126,268</u> | <u>\$ 126,297</u> | <u>\$ 29</u>                  |



**COUNTY OF NEVADA**

Budgetary Comparison Schedule  
 Finance Authority - Nonmajor Debt Service Fund  
 For the Year Ended June 30, 2015

|  | Budgeted Amounts   |                    | Actual             | Variance with<br>Final Budget |
|--|--------------------|--------------------|--------------------|-------------------------------|
|  | Original           | Final              |                    |                               |
| Revenues:  |                    |                    |                    |                               |
| Use of money and property                                    | \$ 23,152          | \$ 23,152          | \$ 22,658          | \$ (494)                      |
| Total Revenues   | <u>23,152</u>      | <u>23,152</u>      | <u>22,658</u>      | <u>(494)</u>                  |
| Expenditures:  |                    |                    |                    |                               |
| Current:   |                    |                    |                    |                               |
| General government   | 9,369              | 9,369              | 8,324              | 1,045                         |
| Debt Service:  |                    |                    |                    |                               |
| Principal  | 1,257,648          | 1,257,648          | 1,264,264          | (6,616)                       |
| Interest and other charges                                   | <u>389,321</u>     | <u>389,321</u>     | <u>382,705</u>     | <u>6,616</u>                  |
| Total Expenditures   | <u>1,656,338</u>   | <u>1,656,338</u>   | <u>1,655,293</u>   | <u>1,045</u>                  |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>(1,633,186)</u> | <u>(1,633,186)</u> | <u>(1,632,635)</u> | <u>551</u>                    |
| Other Financing Sources (Uses):                              |                    |                    |                    |                               |
| Transfers in   | <u>1,633,186</u>   | <u>1,633,186</u>   | <u>1,626,729</u>   | <u>(6,457)</u>                |
| Total Other Financing Sources (Uses)                         | <u>1,633,186</u>   | <u>1,633,186</u>   | <u>1,626,729</u>   | <u>(6,457)</u>                |
| Net Change in Fund Balances                                  | --                 | --                 | (5,906)            | (5,906)                       |
| Fund Balances - Beginning of Year                            | <u>891,594</u>     | <u>891,594</u>     | <u>891,594</u>     | <u>--</u>                     |
| Fund Balances - End of Year                                  | <u>\$ 891,594</u>  | <u>\$ 891,594</u>  | <u>\$ 885,688</u>  | <u>\$ (5,906)</u>             |

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**Nonmajor Proprietary Funds  
Enterprise Funds**

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## **COUNTY OF NEVADA**

### **Nonmajor Enterprise Funds**

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.

#### **TRANSIT SERVICES**

Fund accounts for administration and delivery of public transit and paratransit services, primarily in Western Nevada County. Includes the Gold Country Stage, a fixed-route system serving Western Nevada County, and administers a contract for provision of specialized paratransit services for disabled persons. Also used to account for participation in the Truckee-North Tahoe Transportation management Association, a public-private partnership working to improve transportation in the Truckee-Tahoe area.

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**COUNTY OF NEVADA**

Combining Statement of Fund Net Position  
Nonmajor Enterprise Funds  
June 30, 2015

|                                  | Eastern<br>Nevada County<br>Solid Waste | Transit<br>Services | Total               |
|----------------------------------|---|---------------------|---------------------|
| <b>ASSETS</b>                    |   |                     |                     |
| Current Assets:                  |   |                     |                     |
| Cash and investments             | \$ 248,315                              | \$ 1,909,561        | \$ 2,157,876        |
| Accounts receivable              | --                                      | 51,220              | 51,220              |
| Due from other governments       | --                                      | 83,277              | 83,277              |
| Due from other funds             | --                                      | 4,025               | 4,025               |
| Total Current Assets             | <u>248,315</u>                          | <u>2,048,083</u>    | <u>2,296,398</u>    |
| Noncurrent Assets:               |   |                     |                     |
| Capital assets:                  |   |                     |                     |
| Non-depreciable                  | 26,409                                  | 38,802              | 65,211              |
| Depreciable, net                 | --                                      | 1,828,120           | 1,828,120           |
| Total Noncurrent Assets          | <u>26,409</u>                           | <u>1,866,922</u>    | <u>1,893,331</u>    |
| Total Assets                     | <u>274,724</u>                          | <u>3,915,005</u>    | <u>4,189,729</u>    |
| Deferred Outflows:               |   |                     |                     |
| Deferred outflows - pensions     | --                                      | 226,204             | 226,204             |
| <b>LIABILITIES</b>               |   |                     |                     |
| Current Liabilities:             |   |                     |                     |
| Accounts payable                 | --                                      | 114,541             | 114,541             |
| Salaries and benefits payable    | --                                      | 23,860              | 23,860              |
| Due to other funds               | --                                      | 120,953             | 120,953             |
| Unearned revenue                 | --                                      | 1,836,577           | 1,836,577           |
| Compensated absences             | --                                      | 32,882              | 32,882              |
| Postclosure costs                | 3,913                                   | --                  | 3,913               |
| Total Current Liabilities        | <u>3,913</u>                            | <u>2,128,813</u>    | <u>2,132,726</u>    |
| Noncurrent Liabilities:          |   |                     |                     |
| Compensated absences             | --                                      | 22,232              | 22,232              |
| Postclosure costs                | 118,869                                 | --                  | 118,869             |
| Net OPEB obligation              | --                                      | 70,743              | 70,743              |
| Net pension liability            | --                                      | 2,083,063           | 2,083,063           |
| Total Noncurrent Liabilities     | <u>118,869</u>                          | <u>2,176,038</u>    | <u>2,294,907</u>    |
| Total Liabilities                | <u>122,782</u>                          | <u>4,304,851</u>    | <u>4,427,633</u>    |
| Deferred Inflows:                |   |                     |                     |
| Deferred inflows - pensions      | --                                      | 324,199             | 324,199             |
| <b>NET POSITION</b>              |   |                     |                     |
| Net investment in capital assets | 26,409                                  | 1,866,922           | 1,893,331           |
| Unrestricted                     | 125,533                                 | (2,354,763)         | (2,229,230)         |
| Total Net Position               | <u>\$ 151,942</u>                       | <u>\$ (487,841)</u> | <u>\$ (335,899)</u> |

**COUNTY OF NEVADA**

Combining Statement of Revenues, Expenses and  
Changes in Net Position  
Nonmajor Enterprise Funds  
For the Year Ended June 30, 2015

|  | Eastern<br>Nevada County<br>Solid Waste | Transit<br>Services | Totals              |
|--|---|---------------------|---------------------|
| Operating Revenues:                        |   |                     |                     |
| Charges for services                       | \$ 196,994                              | \$ 413,630          | \$ 610,624          |
| Total Operating Revenues                   | <u>196,994</u>                          | <u>413,630</u>      | <u>610,624</u>      |
| Operating Expenses:                        |   |                     |                     |
| Salaries and benefits                      | --                                      | 1,163,486           | 1,163,486           |
| Services and supplies                      | 197,101                                 | 1,926,090           | 2,123,191           |
| Other charges                              | 419                                     | 103,981             | 104,400             |
| Benefit and claims expense                 | --                                      | 3,979               | 3,979               |
| Expense transfers                          | --                                      | 228,073             | 228,073             |
| Closure and postclosure costs              | 1,813                                   | --                  | 1,813               |
| Depreciation and amortization              | --                                      | 138,139             | 138,139             |
| Total Operating Expenses                   | <u>199,333</u>                          | <u>3,563,748</u>    | <u>3,763,081</u>    |
| Operating Income (Loss)                    | <u>(2,339)</u>                          | <u>(3,150,118)</u>  | <u>(3,152,457)</u>  |
| Non-Operating Revenue (Expenses):          |   |                     |                     |
| Taxes and assessments                      | --                                      | 2,443,780           | 2,443,780           |
| Intergovernmental revenues                 | --                                      | 458,105             | 458,105             |
| Interest income                            | 1,329                                   | 6,442               | 7,771               |
| Gain (loss) on sale of assets              | --                                      | --                  | --                  |
| Other revenues                             | --                                      | --                  | --                  |
| Other non-operating revenues               | --                                      | 8,495               | 8,495               |
| Total Non-Operating Revenue (Expenses)     | <u>1,329</u>                            | <u>2,916,822</u>    | <u>2,918,151</u>    |
| Income (Loss) Before Contributions         | (1,010)                                 | (233,296)           | (234,306)           |
| Capital contributions                      | --                                      | 165,283             | 165,283             |
| Change in Net Position                     | (1,010)                                 | (68,013)            | (69,023)            |
| Net Position - Beginning of Year, restated | <u>152,952</u>                          | <u>(419,828)</u>    | <u>(266,876)</u>    |
| Net Position - End of Year                 | <u>\$ 151,942</u>                       | <u>\$ (487,841)</u> | <u>\$ (335,899)</u> |



**COUNTY OF NEVADA**

Combining Statement of Cash Flows  
Nonmajor Enterprise Funds  
For the Year Ended June 30, 2015

|  | Eastern<br>Nevada County<br>Solid Waste | Transit<br>Services | Total               |
|--|---|---------------------|---------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES</b>                          |   |                     |                     |
| Receipts from customers  | \$ 196,994                              | \$ 1,459,680        | \$ 1,656,674        |
| Payments to suppliers  | (198,518)                               | (2,248,494)         | (2,447,012)         |
| Payments to employees  | --                                      | (1,205,406)         | (1,205,406)         |
|  | <u>(1,524)</u>                          | <u>(1,994,220)</u>  | <u>(1,995,744)</u>  |
| Net Cash Provided (Used) by Operating Activities                     |   |                     |                     |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>               |   |                     |                     |
| Grants and other receipts  | --                                      | 2,910,380           | 2,910,380           |
| Transfer to other funds  | --                                      | 47,688              | 47,688              |
| Interfund loans received   | --                                      | 65,477              | 65,477              |
| Interfund loans made   | --                                      | (1,710)             | (1,710)             |
|  | <u>--</u>                               | <u>3,021,835</u>    | <u>3,021,835</u>    |
| Net Cash Provided (Used) for Noncapital Financing Activities         |   |                     |                     |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>      |   |                     |                     |
| Acquisition of capital assets  | --                                      | (38,802)            | (38,802)            |
| Capital grants   | --                                      | 448,039             | 448,039             |
|  | <u>--</u>                               | <u>409,237</u>      | <u>409,237</u>      |
| Net Cash Provided (Used) by Capital and Related Financing Activities |   |                     |                     |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                          |   |                     |                     |
| Interest and dividends (expense)                                     | 1,329                                   | 6,442               | 7,771               |
|  | <u>1,329</u>                            | <u>6,442</u>        | <u>7,771</u>        |
| Net Cash Provided (Used) by Investing Activities                     |   |                     |                     |
| <b>Net Increase (Decrease) in Cash and Cash Equivalents</b>          | (195)                                   | 1,443,294           | 1,443,099           |
| <b>Cash and Cash Equivalents, Beginning of Year</b>                  | <u>248,510</u>                          | <u>466,267</u>      | <u>714,777</u>      |
| <b>Cash and Cash Equivalents, End of Year</b>                        | <u>\$ 248,315</u>                       | <u>\$ 1,909,561</u> | <u>\$ 2,157,876</u> |

**COUNTY OF NEVADA**

Combining Statement of Cash Flows  
Nonmajor Enterprise Funds  
For the Year Ended June 30, 2015

|   | Eastern<br>Nevada County<br>Solid Waste | Transit<br>Services   | Total                 |
|---|---|-----------------------|-----------------------|
|   | <u>          </u>                       | <u>          </u>     | <u>          </u>     |
| <b>Reconciliation of Operating Income (Loss) to Net<br/>Cash Provided (Used) by Operating Activities:</b> |   |                       |                       |
| Operating income (loss)   | \$ (2,339)                              | \$ (3,150,118)        | \$ (3,152,457)        |
| Adjustments to reconcile operating income (loss) to net<br>cash provided (used) by operating activities:  |   |                       |                       |
| Depreciation  | --                                      | 138,139               | 138,139               |
| <br>(Increase) decrease in:   |   |                       |                       |
| Accounts receivable   | --                                      | (49,562)              | (49,562)              |
| Deferred outflows of resources  |   | (226,204)             | (226,204)             |
| Increase (decrease) in:   |   |                       |                       |
| Accounts payable  | --                                      | 13,629                | 13,629                |
| Accrued salaries and benefits   | --                                      | 2,953                 | 2,953                 |
| Unearned revenue  | --                                      | 1,095,612             | 1,095,612             |
| Deferred inflows of resources   |   | 324,199               | 324,199               |
| Net pension liability   |   | (134,217)             | (134,217)             |
| Compensated absences payable  | --                                      | (8,078)               | (8,078)               |
| Post closure costs  | 815                                     | --                    | 815                   |
| Net OPEB obligation   | --                                      | (573)                 | (573)                 |
|   | <u>          </u>                       | <u>          </u>     | <u>          </u>     |
| <b>Net Cash Provided (Used) by Operating Activities</b>   | <b>\$ (1,524)</b>                       | <b>\$ (1,994,220)</b> | <b>\$ (1,995,744)</b> |

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## **Internal Service Funds**

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## COUNTY OF NEVADA

### Internal Service Funds

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.

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**COUNTY OF NEVADA**

Combining Statement of Net Position  
Internal Service Funds  
June 30, 2015

|                                  | <u>Fleet<br/>Management</u> | <u>Vision<br/>Insurance</u> | <u>Unemployment<br/>Insurance</u> | <u>Liability<br/>Insurance</u> |
|----------------------------------|-----------------------------|-----------------------------|-----------------------------------|--------------------------------|
| <b>ASSETS</b>                    |                             |                             |                                   |                                |
| Current Assets:                  |                             |                             |                                   |                                |
| Cash and investments             | \$ 2,330,096                | \$ 100,233                  | \$ 1,409,155                      | \$ 1,320,295                   |
| Accounts receivable              | --                          | 5,342                       | --                                | --                             |
| Due from other funds             | 387,442                     | --                          | --                                | 3,993                          |
| Prepaid costs                    | --                          | --                          | --                                | --                             |
| Inventory                        | 34,121                      | --                          | --                                | --                             |
| Deposits                         | --                          | --                          | --                                | --                             |
| Total Current Assets             | <u>2,751,659</u>            | <u>105,575</u>              | <u>1,409,155</u>                  | <u>1,324,288</u>               |
| Noncurrent Assets:               |                             |                             |                                   |                                |
| Capital assets:                  |                             |                             |                                   |                                |
| Depreciable, net                 | 896,774                     | --                          | --                                | --                             |
| Total Noncurrent Assets          | <u>896,774</u>              | <u>--</u>                   | <u>--</u>                         | <u>--</u>                      |
| Total Assets                     | <u>3,648,433</u>            | <u>105,575</u>              | <u>1,409,155</u>                  | <u>1,324,288</u>               |
| Deferred Outflows:               |                             |                             |                                   |                                |
| Deferred outflows - pension      | <u>170,077</u>              | <u>--</u>                   | <u>--</u>                         | <u>--</u>                      |
| <b>LIABILITIES</b>               |                             |                             |                                   |                                |
| Current Liabilities:             |                             |                             |                                   |                                |
| Accounts payable                 | 139,381                     | 17,815                      | --                                | 8,617                          |
| Salaries and benefits payable    | 16,841                      | --                          | --                                | --                             |
| Due to other funds               | 154,423                     | 337                         | 116                               | 35,564                         |
| Compensated absences             | 29,171                      | --                          | --                                | --                             |
| Capital leases payable           | --                          | --                          | --                                | --                             |
| Accrued claims payable           | --                          | --                          | 521,050                           | 363,802                        |
| Total Current Liabilities        | <u>339,816</u>              | <u>18,152</u>               | <u>521,166</u>                    | <u>407,983</u>                 |
| Noncurrent Liabilities:          |                             |                             |                                   |                                |
| Compensated absences             | 10,057                      | --                          | --                                | --                             |
| Capital leases payable           | --                          | --                          | --                                | --                             |
| Accrued claims payable           | --                          | --                          | --                                | 455,198                        |
| Net OPEB obligation              | 50,327                      | --                          | --                                | --                             |
| Net pension liability            | 1,566,207                   | --                          | --                                | --                             |
| Total Noncurrent Liabilities     | <u>1,626,591</u>            | <u>--</u>                   | <u>--</u>                         | <u>455,198</u>                 |
| Total Liabilities                | <u>1,966,407</u>            | <u>18,152</u>               | <u>521,166</u>                    | <u>863,181</u>                 |
| Deferred Inflows:                |                             |                             |                                   |                                |
| Deferred inflows - pension       | <u>243,758</u>              | <u>--</u>                   | <u>--</u>                         | <u>--</u>                      |
| <b>NET POSITION</b>              |                             |                             |                                   |                                |
| Net investment in capital assets | 896,774                     | --                          | --                                | --                             |
| Unrestricted                     | 711,571                     | 87,423                      | 887,989                           | 461,107                        |
| Total Net Position               | <u>\$ 1,608,345</u>         | <u>\$ 87,423</u>            | <u>\$ 887,989</u>                 | <u>\$ 461,107</u>              |

continued

**COUNTY OF NEVADA**

Combining Statement of Net Position  
Internal Service Funds  
June 30, 2015

|                                  | <u>Central<br/>Services</u> | <u>Dental<br/>Insurance</u> | <u>Total</u>        |
|----------------------------------|-----------------------------|-----------------------------|---------------------|
| <b>ASSETS</b>                    |                             |                             |                     |
| Current Assets:                  |                             |                             |                     |
| Cash and investments             | \$ 39,478                   | \$ 470,585                  | \$ 5,669,842        |
| Accounts receivable              | 223                         | 19,747                      | 25,312              |
| Due from other funds             | 9,701                       | --                          | 401,136             |
| Prepaid costs                    | 7,281                       | --                          | 7,281               |
| Inventory                        | --                          | --                          | 34,121              |
| Deposits                         | --                          | 95,775                      | 95,775              |
| Total Current Assets             | <u>56,683</u>               | <u>586,107</u>              | <u>6,233,467</u>    |
| Noncurrent Assets:               |                             |                             |                     |
| Capital assets:                  |                             |                             |                     |
| Depreciable, net                 | 17,602                      | --                          | 914,376             |
| Total Noncurrent Assets          | <u>17,602</u>               | <u>--</u>                   | <u>914,376</u>      |
| Total Assets                     | <u>74,285</u>               | <u>586,107</u>              | <u>7,147,843</u>    |
| Deferred Outflows:               |                             |                             |                     |
| Deferred outflows - pension      | <u>21,638</u>               | <u>--</u>                   | <u>191,715</u>      |
| <b>LIABILITIES</b>               |                             |                             |                     |
| Current Liabilities:             |                             |                             |                     |
| Accounts payable                 | 10,986                      | 71,270                      | 248,069             |
| Salaries and benefits payable    | 1,843                       | --                          | 18,684              |
| Due to other funds               | 8,470                       | 403                         | 199,313             |
| Compensated absences             | 6,727                       | --                          | 35,898              |
| Capital leases payable           | 2,933                       | --                          | 2,933               |
| Accrued claims payable           | --                          | --                          | 884,852             |
| Total Current Liabilities        | <u>30,959</u>               | <u>71,673</u>               | <u>1,389,749</u>    |
| Noncurrent Liabilities:          |                             |                             |                     |
| Compensated absences             | 5,680                       | --                          | 15,737              |
| Capital leases payable           | 14,967                      | --                          | 14,967              |
| Accrued claims payable           | --                          | --                          | 455,198             |
| Net OPEB obligation              | 3,803                       | --                          | 54,130              |
| Net pension liability            | 199,263                     | --                          | 1,765,470           |
| Total Noncurrent Liabilities     | <u>223,713</u>              | <u>--</u>                   | <u>2,305,502</u>    |
| Total Liabilities                | <u>254,672</u>              | <u>71,673</u>               | <u>3,695,251</u>    |
| Deferred Inflows:                |                             |                             |                     |
| Deferred inflows - pension       | <u>31,013</u>               | <u>--</u>                   | <u>274,771</u>      |
| <b>NET POSITION</b>              |                             |                             |                     |
| Net investment in capital assets | (298)                       | --                          | 896,476             |
| Unrestricted                     | (189,464)                   | 514,434                     | 2,473,060           |
| Total Net Position               | <u>\$ (189,762)</u>         | <u>\$ 514,434</u>           | <u>\$ 3,369,536</u> |



**COUNTY OF NEVADA**

Combining Statement of Revenues, Expenses and  
Changes in Net Position  
Internal Service Funds  
For the Year Ended June 30, 2015

|  | <u>Fleet<br/>Management</u> | <u>Vision<br/>Insurance</u> | <u>Unemployment<br/>Insurance</u> | <u>Liability<br/>Insurance</u> |
|--|-----------------------------|-----------------------------|-----------------------------------|--------------------------------|
| Operating Revenues:                        |                             |                             |                                   |                                |
| Charges for services                       | \$ 3,771,334                | \$ 181,986                  | \$ 74,088                         | \$ 796,591                     |
| Other revenues                             | 12,344                      | --                          | --                                | 2,100                          |
| Total Operating Revenues                   | <u>3,783,678</u>            | <u>181,986</u>              | <u>74,088</u>                     | <u>798,691</u>                 |
| Operating Expenses:                        |                             |                             |                                   |                                |
| Salaries and benefits                      | 715,482                     | --                          | --                                | --                             |
| Services and supplies                      | 2,310,720                   | 24,676                      | --                                | 568,657                        |
| Benefit and claim expenses                 | --                          | 146,763                     | 298,452                           | 278,499                        |
| Other charges                              | 89,904                      | 6,265                       | 6,692                             | 62,543                         |
| Expense transfers                          | 215,351                     | --                          | --                                | 166,018                        |
| Depreciation and amortization              | 352,070                     | --                          | --                                | --                             |
| Total Operating Expenses                   | <u>3,683,527</u>            | <u>177,704</u>              | <u>305,144</u>                    | <u>1,075,717</u>               |
| Operating Income (Loss)                    | <u>100,151</u>              | <u>4,282</u>                | <u>(231,056)</u>                  | <u>(277,026)</u>               |
| Non-Operating Revenue (Expenses):          |                             |                             |                                   |                                |
| Forfeitures and penalties                  | 1,315                       | --                          | --                                | --                             |
| Gain (loss) on sale of capital assets      | 71,547                      | --                          | --                                | --                             |
| Interest income                            | 11,126                      | 506                         | 8,752                             | 8,917                          |
| Total Non-Operating Revenue (Expenses)     | <u>83,988</u>               | <u>506</u>                  | <u>8,752</u>                      | <u>8,917</u>                   |
| Income (Loss) Before Transfers             | 184,139                     | 4,788                       | (222,304)                         | (268,109)                      |
| Transfers in                               | <u>101,363</u>              | <u>--</u>                   | <u>--</u>                         | <u>--</u>                      |
| Change in Net Position                     | 285,502                     | 4,788                       | (222,304)                         | (268,109)                      |
| Net Position - Beginning of Year, restated | <u>1,322,843</u>            | <u>82,635</u>               | <u>1,110,293</u>                  | <u>729,216</u>                 |
| Net Position - End of Year                 | <u>\$ 1,608,345</u>         | <u>\$ 87,423</u>            | <u>\$ 887,989</u>                 | <u>\$ 461,107</u>              |

continued

**COUNTY OF NEVADA**

Combining Statement of Revenues, Expenses and  
Changes in Net Position  
Internal Service Funds  
For the Year Ended June 30, 2015

|  | Central<br>Services | Dental<br>Insurance | Total               |
|--|---------------------|---------------------|---------------------|
| Operating Revenues:                              |                     |                     |                     |
| Charges for services                             | \$ 517,424          | \$ 845,931          | \$ 6,187,354        |
| Other revenues                                   | 150                 | --                  | 14,594              |
| Total Operating Revenues                         | <u>517,574</u>      | <u>845,931</u>      | <u>6,201,948</u>    |
| Operating Expenses:                              |                     |                     |                     |
| Salaries and benefits                            | 78,070              | --                  | 793,552             |
| Services and supplies                            | 395,647             | 79,442              | 3,379,142           |
| Benefit and claim expenses                       | --                  | 684,532             | 1,408,246           |
| Other charges                                    | 7,120               | 8,208               | 180,732             |
| Expense transfers                                | 40,891              | --                  | 422,260             |
| Depreciation and amortization                    | 298                 | --                  | 352,368             |
| Total Operating Expenses                         | <u>522,026</u>      | <u>772,182</u>      | <u>6,536,300</u>    |
| Operating Income (Loss)                          | <u>(4,452)</u>      | <u>73,749</u>       | <u>(334,352)</u>    |
| Non-Operating Revenue (Expenses):                |                     |                     |                     |
| Forfeitures and penalties                        | --                  | --                  | 1,315               |
| Gain (loss) on sale of capital assets            | (1,277)             | --                  | 70,270              |
| Interest income                                  | 216                 | 2,437               | 31,954              |
| Total Non-Operating Revenue (Expenses)           | <u>(1,061)</u>      | <u>2,437</u>        | <u>103,539</u>      |
| Income (Loss) Before Transfers and Contributions | (5,513)             | 76,186              | (230,813)           |
| Transfers in                                     | <u>--</u>           | <u>--</u>           | <u>101,363</u>      |
| Change in Net Position                           | (5,513)             | 76,186              | (129,450)           |
| Net Position - Beginning of Year, restated       | <u>(184,249)</u>    | <u>438,248</u>      | <u>3,498,986</u>    |
| Net Position - End of Year                       | <u>\$ (189,762)</u> | <u>\$ 514,434</u>   | <u>\$ 3,369,536</u> |

**COUNTY OF NEVADA**

Combining Statement of Cash Flows  
Internal Service Funds  
For the Year Ended June 30, 2015

|   | <u>Fleet<br/>Management</u> | <u>Vision<br/>Insurance</u> | <u>Unemployment<br/>Insurance</u> | <u>Liability<br/>Insurance</u> |
|---|-----------------------------|-----------------------------|-----------------------------------|--------------------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                            |                             |                             |                                   |                                |
| Receipts from customers   | \$ 3,783,678                | \$ 181,845                  | \$ 74,088                         | \$ 798,691                     |
| Payments to suppliers   | (2,543,182)                 | (174,554)                   | (205,644)                         | (1,005,541)                    |
| Payments to employees   | <u>(737,074)</u>            | <u>--</u>                   | <u>--</u>                         | <u>--</u>                      |
| Net Cash Provided (Used) by Operating Activities                        | <u>503,422</u>              | <u>7,291</u>                | <u>(131,556)</u>                  | <u>(206,850)</u>               |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>                  |                             |                             |                                   |                                |
| Grants and other receipts   | 1,315                       | --                          | --                                | --                             |
| Transfers from other funds  | 101,363                     | --                          | --                                | --                             |
| Interfund loans received  | 54,458                      | --                          | --                                | (11,444)                       |
| Interfund loans repaid  | <u>(30,121)</u>             | <u>337</u>                  | <u>116</u>                        | <u>--</u>                      |
| Net Cash Provided (Used) by Noncapital Financing Activities             | <u>127,015</u>              | <u>337</u>                  | <u>116</u>                        | <u>(11,444)</u>                |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING<br/>ACTIVITIES</b>     |                             |                             |                                   |                                |
| Acquisition of capital assets   | (509,449)                   | --                          | --                                | --                             |
| Proceeds from sale of capital assets                                    | <u>78,103</u>               | <u>--</u>                   | <u>--</u>                         | <u>--</u>                      |
| Net Cash Provided (Used) by Capital and Related<br>Financing Activities | <u>(431,346)</u>            | <u>--</u>                   | <u>--</u>                         | <u>--</u>                      |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                             |                             |                             |                                   |                                |
| Interest received (paid)  | <u>11,126</u>               | <u>506</u>                  | <u>8,752</u>                      | <u>8,917</u>                   |
| Net Cash Provided (Used) by Investing Activities                        | <u>11,126</u>               | <u>506</u>                  | <u>8,752</u>                      | <u>8,917</u>                   |
| <b>Net Increase (Decrease) in Cash<br/>and Cash Equivalents</b>         | 210,217                     | 8,134                       | (122,688)                         | (209,377)                      |
| <b>Cash and Cash Equivalents, Beginning of Year</b>                     | <u>2,119,879</u>            | <u>92,099</u>               | <u>1,531,843</u>                  | <u>1,529,672</u>               |
| <b>Cash and Cash Equivalents, End of Year</b>                           | <u>\$ 2,330,096</u>         | <u>\$ 100,233</u>           | <u>\$ 1,409,155</u>               | <u>\$ 1,320,295</u>            |

continued

**COUNTY OF NEVADA**

Combining Statement of Cash Flows (continued)  
Internal Service Funds  
For the Year Ended June 30, 2015

|   | <u>Central<br/>Services</u> | <u>Dental<br/>Insurance</u> | <u>Total</u>        |
|---|-----------------------------|-----------------------------|---------------------|
| <b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>                            |                             |                             |                     |
| Receipts from customers   | \$ 517,351                  | \$ 845,339                  | \$ 6,200,992        |
| Payments to suppliers   | (433,797)                   | (753,834)                   | (5,116,552)         |
| Payments to employees   | (81,131)                    | --                          | (818,205)           |
|   | <u>2,423</u>                | <u>91,505</u>               | <u>266,235</u>      |
| Net Cash Provided (Used) by Operating Activities                        |                             |                             |                     |
| <b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>                  |                             |                             |                     |
| Grants and other receipts   | --                          | --                          | 1,315               |
| Transfers from other funds  | --                          | --                          | 101,363             |
| Interfund loans received  | (15,445)                    | --                          | 27,569              |
| Interfund loans repaid  | (3,604)                     | 403                         | (32,869)            |
|   | <u>(19,049)</u>             | <u>403</u>                  | <u>97,378</u>       |
| Net Cash Provided (Used) by Noncapital Financing Activities             |                             |                             |                     |
| <b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING<br/>ACTIVITIES</b>     |                             |                             |                     |
| Acquisition of capital assets   | --                          | --                          | (509,449)           |
| Proceeds from sale of capital assets                                    | --                          | --                          | 78,103              |
|   | <u>--</u>                   | <u>--</u>                   | <u>78,103</u>       |
| Net Cash Provided (Used) by Capital and Related<br>Financing Activities |                             |                             |                     |
|   | <u>--</u>                   | <u>--</u>                   | <u>(431,346)</u>    |
| <b>CASH FLOWS FROM INVESTING ACTIVITIES</b>                             |                             |                             |                     |
| Interest received (paid)  | 216                         | 2,437                       | 31,954              |
|   | <u>216</u>                  | <u>2,437</u>                | <u>31,954</u>       |
| Net Cash Provided (Used) by Investing Activities                        |                             |                             |                     |
| <b>Net Increase (Decrease) in Cash<br/>and Cash Equivalents</b>         | (16,410)                    | 94,345                      | (35,779)            |
| <b>Cash and Cash Equivalents, Beginning of Year</b>                     | 55,888                      | 376,240                     | 5,705,621           |
| <b>Cash and Cash Equivalents, End of Year</b>                           | <u>\$ 39,478</u>            | <u>\$ 470,585</u>           | <u>\$ 5,669,842</u> |

continued

**COUNTY OF NEVADA**

Combining Statement of Cash Flows  
Internal Service Funds  
For the Year Ended June 30, 2015

|   | <u>Fleet<br/>Management</u> | <u>Vision<br/>Insurance</u> | <u>Unemployment<br/>Insurance</u> | <u>Liability<br/>Insurance</u> |
|---|-----------------------------|-----------------------------|-----------------------------------|--------------------------------|
| <b>Reconciliation of Operating Income (Loss)<br/>to Net Cash Provided (Used) by<br/>Operating Activities:</b> |                             |                             |                                   |                                |
| Operating income (loss)   | \$ 100,151                  | \$ 4,282                    | \$ (231,056)                      | \$ (277,026)                   |
| Adjustments to reconcile operating income<br>(loss) to net cash provided (used) by<br>operating activities:   |                             |                             |                                   |                                |
| Depreciation  | 352,070                     | --                          | --                                | --                             |
| Changes in assets and liabilities:  |                             |                             |                                   |                                |
| Decrease (increase) in:   |                             |                             |                                   |                                |
| Accounts receivable   | --                          | (141)                       | --                                | --                             |
| Prepaid expense   | --                          | --                          | --                                | 5,722                          |
| Deferred outflows of resources  | (170,077)                   | --                          | --                                | --                             |
| Inventory   | 35,138                      | --                          | --                                | --                             |
| Increase (decrease) in:   |                             |                             |                                   |                                |
| Payables  | 37,655                      | 3,150                       | --                                | 8,454                          |
| Salaries and benefits payable   | 5,159                       | --                          | --                                | --                             |
| Deferred inflows of resources   | 243,758                     | --                          | --                                | --                             |
| Net pension liability   | (100,916)                   | --                          | --                                | --                             |
| Compensated absences payable  | 953                         | --                          | --                                | --                             |
| Claims payable  | --                          | --                          | 99,500                            | 56,000                         |
| Net OPEB obligation   | (469)                       | --                          | --                                | --                             |
| <b>Net Cash Provided (Used) by Operating Activities</b>   | <u>\$ 503,422</u>           | <u>\$ 7,291</u>             | <u>\$ (131,556)</u>               | <u>\$ (206,850)</u>            |
| <b>Noncash Investing, Capital and Financing Activities:</b>   |                             |                             |                                   |                                |
| Inception of capital lease  | <u>\$ --</u>                | <u>\$ --</u>                | <u>\$ --</u>                      | <u>\$ --</u>                   |

continued

**COUNTY OF NEVADA**

Combining Statement of Cash Flows (continued)  
Internal Service Funds  
For the Year Ended June 30, 2015

|   | <u>Central<br/>Services</u> | <u>Dental<br/>Insurance</u> | <u>Total</u>      |
|---|-----------------------------|-----------------------------|-------------------|
| <b>Reconciliation of Operating Income (Loss)<br/>to Net Cash Provided (Used) by</b>                         |                             |                             |                   |
| <b>Operating Activities:</b>  |                             |                             |                   |
| Operating income (loss)   | \$ (4,452)                  | \$ 73,749                   | \$ (334,352)      |
| Adjustments to reconcile operating income<br>(loss) to net cash provided (used) by<br>operating activities: |                             |                             |                   |
| Depreciation  | 298                         | --                          | 352,368           |
| Changes in assets and liabilities:  |                             |                             |                   |
| Decrease (increase) in:   |                             |                             |                   |
| Accounts receivable   | (223)                       | (592)                       | (956)             |
| Prepaid expense   | 8,401                       | --                          | 14,123            |
| Deferred outflows of resources  | (21,638)                    | --                          | (191,715)         |
| Inventory   | --                          | --                          | 35,138            |
| Increase (decrease) in:   |                             |                             |                   |
| Payables  | 1,460                       | 18,348                      | 69,067            |
| Salaries and benefits payable   | 329                         | --                          | 5,488             |
| Deferred inflows of resources   | 31,013                      | --                          | 274,771           |
| Net pension liability   | (12,840)                    | --                          | (113,756)         |
| Compensated absences payable  | 129                         | --                          | 1,082             |
| Claims payable  | --                          | --                          | 155,500           |
| Net OPEB obligation   | (54)                        | --                          | (523)             |
| <b>Net Cash Provided (Used) by Operating Activities</b>   | <u>\$ 2,423</u>             | <u>\$ 91,505</u>            | <u>\$ 266,235</u> |
| <b>Noncash Investing, Capital and Financing Activities:</b>   |                             |                             |                   |
| Inception of capital lease  | <u>\$ 17,900</u>            | <u>\$ --</u>                | <u>\$ 17,900</u>  |

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## **Fiduciary Funds**

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## COUNTY OF NEVADA

### Fiduciary Funds

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, 2015

|  | Independent<br>Districts    | School<br>Districts         | School<br>Districts<br>Debt<br>Service |
|--|-----------------------------|-----------------------------|--|
|  | <u>                    </u> | <u>                    </u> | <u>                    </u>            |
| <b>ASSETS</b>  |                             |                             |  |
| Cash and investments   | \$ 23,458,472               | \$ 42,676,668               | \$ 1,074,590                           |
| Accounts receivables   | 128,545                     | --                          | --                                     |
| Taxes receivables  | 1,346                       | --                          | --                                     |
|  | <u>                    </u> | <u>                    </u> | <u>                    </u>            |
| Total Assets   | <u><u>\$ 23,588,363</u></u> | <u><u>\$ 42,676,668</u></u> | <u><u>\$ 1,074,590</u></u>             |
| <br><b>LIABILITIES</b>   |                             |                             |  |
| Accounts payable   | <u>\$ 30,536</u>            | <u>\$ --</u>                | <u>\$ --</u>                           |
|  | <u>                    </u> | <u>                    </u> | <u>                    </u>            |
| Total Liabilities  | <u>30,536</u>               | <u>--</u>                   | <u>--</u>                              |
| <br><b>NET POSITION</b>  |                             |                             |  |
| Net position held in trust for investment<br>pool participants | <u><u>\$ 23,557,827</u></u> | <u><u>\$ 42,676,668</u></u> | <u><u>\$ 1,074,590</u></u>             |

continued

**COUNTY OF NEVADA**

Combining Statement of Fiduciary Net Position (continued)  
 Investment Trust Fund  
 June 30, 2015

|  | <u>Courts and<br/>Jury/Witness</u> | <u>Local<br/>Transportation<br/>Agency</u> | <u>Total<br/>Investment<br/>Trust Funds</u> |
|--|------------------------------------|--|---|
| <b>ASSETS</b>  |                                    |  |   |
| Cash and investments   | \$ 1,014,148                       | \$ 9,952,293                               | \$ 78,176,171                               |
| Accounts receivables   | --                                 | 218,778                                    | 347,323                                     |
| Taxes receivables  | --                                 | 489,600                                    | 490,946                                     |
|  | <u>                    </u>        | <u>                    </u>                | <u>                    </u>                 |
| Total Assets   | <u>\$ 1,014,148</u>                | <u>\$ 10,660,671</u>                       | <u>\$ 79,014,440</u>                        |
| <b>LIABILITIES</b>   |                                    |  |   |
| Accounts payable   | <u>\$ --</u>                       | <u>\$ 249,752</u>                          | <u>\$ 280,288</u>                           |
|  | <u>                    </u>        | <u>                    </u>                | <u>                    </u>                 |
| Total Liabilities  | <u>                    </u>        | <u>249,752</u>                             | <u>280,288</u>                              |
| <b>NET POSITION</b>  |                                    |  |   |
| Net position held in trust for investment<br>pool participants | <u>\$ 1,014,148</u>                | <u>\$ 10,410,919</u>                       | <u>\$ 78,734,152</u>                        |

**COUNTY OF NEVADA**

Combining Statement of Changes in Fiduciary Net Position  
Investment Trust Fund  
For the Year Ended June 30, 2015

|                                    | <u>Independent<br/>Districts</u> | <u>School<br/>Districts</u> | <u>Debt<br/>Service</u>    |
|------------------------------------|----------------------------------|-----------------------------|----------------------------|
| <b>ADDITIONS</b>                   |                                  |                             |                            |
| Contributions:                     |                                  |                             |                            |
| Contributions to investment pool   | \$ 82,519,232                    | \$ 273,341,360              | \$ 6,695,537               |
| Net investment income:             |                                  |                             |                            |
| Interest income                    | <u>122,866</u>                   | <u>242,064</u>              | <u>4,520</u>               |
| Total Additions                    | <u>82,642,098</u>                | <u>273,583,424</u>          | <u>6,700,057</u>           |
| <b>DEDUCTIONS</b>                  |                                  |                             |                            |
| Distributions from investment pool | <u>81,961,407</u>                | <u>269,658,241</u>          | <u>6,513,109</u>           |
| Total Deductions                   | <u>81,961,407</u>                | <u>269,658,241</u>          | <u>6,513,109</u>           |
| Change in net position             | 680,691                          | 3,925,183                   | 186,948                    |
| Net Position - Beginning           | <u>22,877,136</u>                | <u>38,751,485</u>           | <u>887,642</u>             |
| Net Position - Ending              | <u><u>\$ 23,557,827</u></u>      | <u><u>\$ 42,676,668</u></u> | <u><u>\$ 1,074,590</u></u> |

continued

**COUNTY OF NEVADA**

Combining Statement of Changes in Fiduciary Net Position (continued)  
Investment Trust Fund  
For the Year Ended June 30, 2015

|                                     | <u>Courts and<br/>Jury/Witness</u> | <u>Local<br/>Transportation<br/>Agency</u> | <u>Total<br/>Investment<br/>Trust Funds</u> |
|-------------------------------------|------------------------------------|--|---|
| <b>ADDITIONS</b>                    |                                    |  |   |
| Contributions:                      |                                    |  |   |
| Contributions to investment pool    | \$ 4,315,410                       | \$ 5,695,346                               | \$ 372,566,885                              |
| Net investment income:              |                                    |  |   |
| Interest income                     | <u>7,059</u>                       | <u>53,178</u>                              | <u>429,687</u>                              |
| Total Additions                     | <u>4,322,469</u>                   | <u>5,748,524</u>                           | <u>372,996,572</u>                          |
| <b>DEDUCTIONS</b>                   |                                    |  |   |
| Distribution from pooled investment | <u>4,437,053</u>                   | <u>7,513,014</u>                           | <u>370,082,824</u>                          |
| Total Deductions                    | <u>4,437,053</u>                   | <u>7,513,014</u>                           | <u>370,082,824</u>                          |
| Change in net position              | (114,584)                          | (1,764,490)                                | 2,913,748                                   |
| Net Position - Beginning            | <u>1,128,732</u>                   | <u>12,175,409</u>                          | <u>75,820,404</u>                           |
| Net Position - Ending               | <u>\$ 1,014,148</u>                | <u>\$ 10,410,919</u>                       | <u>\$ 78,734,152</u>                        |

**COUNTY OF NEVADA**

Combining Statement of Assets and Liabilities  
Agency Funds  
June 30, 2015

|                                 | <u>Accrued<br/>Trust Funds</u> | <u>County<br/>Departmental<br/>Agency Funds</u> | <u>Total</u>             |
|---------------------------------|--------------------------------|---|--------------------------|
| <b>Assets</b>                   |                                |   |                          |
| Cash and investments            | 1,039,331                      | 1,231,970                                       | \$ 2,271,301             |
| Restricted cash and investments | 59,197                         | 301,493   | 360,690                  |
| Accounts receivable             | 25,367                         | 1,718   | 27,085                   |
| Taxes receivable                | <u>8,823,906</u>               | <u>--</u>                                       | <u>8,823,906</u>         |
| <br>Total Assets                | <br><u>\$ 9,947,801</u>        | <br><u>\$ 1,535,181</u>                         | <br><u>\$ 11,482,982</u> |
| <b>Liabilities</b>              |                                |   |                          |
| Due to other funds              | \$ 2,737,573                   | \$ --   | \$ 2,737,573             |
| Agency obligations              | <u>7,210,228</u>               | <u>1,535,181</u>                                | <u>8,745,409</u>         |
| <br>Total Liabilities           | <br><u>\$ 9,947,801</u>        | <br><u>\$ 1,535,181</u>                         | <br><u>\$ 11,482,982</u> |

**COUNTY OF NEVADA**

Combining Statement of Changes in Assets and Liabilities  
Agency Funds  
For the Year Ended June 30, 2015

|   | Balance<br>June 30, 2014 | Additions           | Deductions            | Balance<br>June 30, 2015 |
|---|--------------------------|---------------------|-----------------------|--------------------------|
| <u>Accrued Trust Funds</u>              |                          |                     |                       |                          |
| Assets                                  |                          |                     |                       |                          |
| Cash and investments                    | \$ 970,819               | \$ 3,053,989        | \$ (2,985,477)        | \$ 1,039,331             |
| Restricted cash and investments         | 59,191                   | 6                   | --                    | 59,197                   |
| Accounts receivable                     | 15,488                   | 9,879               | --                    | 25,367                   |
| Taxes receivable                        | 10,135,564               | --                  | (1,311,658)           | 8,823,906                |
|   | <u>\$ 11,181,062</u>     | <u>\$ 3,063,874</u> | <u>\$ (4,297,135)</u> | <u>\$ 9,947,801</u>      |
| Liabilities                             |                          |                     |                       |                          |
| Due to other agencies                   | 4,528,984                | 2,737,573           | (4,528,984)           | 2,737,573                |
| Agency obligations                      | 6,652,078                | 558,150             | --                    | 7,210,228                |
|   | <u>\$ 11,181,062</u>     | <u>\$ 3,295,723</u> | <u>\$ (4,528,984)</u> | <u>\$ 9,947,801</u>      |
| <u>County Departmental Agency Funds</u> |                          |                     |                       |                          |
| Assets                                  |                          |                     |                       |                          |
| Cash and investments                    | \$ 1,010,411             | \$ 221,559          | \$ --                 | \$ 1,231,970             |
| Restricted cash and investments         | 262,232                  | 39,261              | --                    | 301,493                  |
| Accounts receivable                     | 1,462                    | 256                 | --                    | 1,718                    |
|   | <u>\$ 1,274,105</u>      | <u>\$ 261,076</u>   | <u>\$ --</u>          | <u>\$ 1,535,181</u>      |
| Liabilities                             |                          |                     |                       |                          |
| Agency obligations                      | \$ 1,274,105             | \$ 261,076          | \$ --                 | \$ 1,535,181             |
|   | <u>\$ 1,274,105</u>      | <u>\$ 261,076</u>   | <u>\$ --</u>          | <u>\$ 1,535,181</u>      |
| <u>Total Agency Funds</u>               |                          |                     |                       |                          |
| Assets                                  |                          |                     |                       |                          |
| Cash and investments                    | \$ 1,981,230             | \$ 3,275,548        | \$ (2,985,477)        | \$ 2,271,301             |
| Restricted cash and investments         | 321,423                  | 39,267              | --                    | 360,690                  |
| Accounts receivable                     | 16,950                   | 10,135              | --                    | 27,085                   |
| Taxes receivable                        | 10,135,564               | --                  | (1,311,658)           | 8,823,906                |
|   | <u>\$ 12,455,167</u>     | <u>\$ 3,324,950</u> | <u>\$ (4,297,135)</u> | <u>\$ 11,482,982</u>     |
| Liabilities                             |                          |                     |                       |                          |
| Due to other agencies                   | \$ 4,528,984             | \$ 2,737,573        | \$ (4,528,984)        | \$ 2,737,573             |
| Agency obligations                      | 7,926,183                | 819,226             | --                    | 8,745,409                |
|   | <u>\$ 12,455,167</u>     | <u>\$ 3,556,799</u> | <u>\$ (4,528,984)</u> | <u>\$ 11,482,982</u>     |



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**STATISTICAL SECTION**

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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.

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|---|-------------|
| <u>Financial Trends</u><br>These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time   | 178-187     |
| <u>Revenue Capacity</u><br>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><br>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.   | 192-195     |
| <u>Economic and Demographic Information</u><br>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. | 196-197     |
| <u>Operating Information</u><br>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.                    | 198-203     |

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  
Last Ten Fiscal Years**

|   | 2014/2015             | 2013/2014             | 2012/2013             | 2011/2012             |
|---|-----------------------|-----------------------|-----------------------|-----------------------|
| Governmental activities                         |                       |                       |                       |                       |
| Invested in capital assets, net of related debt | \$ 255,582,020        | \$ 253,155,793        | \$ 251,396,810        | \$ 253,037,695        |
| Restricted                                      | 54,491,765            | 46,554,104            | 44,099,225            | 43,247,919            |
| Unrestricted                                    | (111,931,245)         | 28,797,155            | 25,737,371            | 21,160,019            |
| Total governmental activities net assets        | <u>\$ 198,142,540</u> | <u>\$ 328,507,052</u> | <u>\$ 317,445,633</u> | <u>\$ 317,445,633</u> |
| Business-type activities                        |                       |                       |                       |                       |
| Invested in capital assets, net of related debt | \$ 34,589,583         | \$ 34,976,980         | \$ 35,605,071         | \$ 32,630,175         |
| Unrestricted                                    | 2,935,644             | 5,152,998             | 2,886,658             | 3,877,136             |
| Total business-type activities net assets       | <u>\$ 37,525,227</u>  | <u>\$ 40,129,978</u>  | <u>\$ 36,507,311</u>  | <u>\$ 36,507,311</u>  |
| Primary government                              |                       |                       |                       |                       |
| Invested in capital assets, net of related debt | \$ 290,171,603        | \$ 288,132,773        | \$ 287,001,881        | \$ 285,667,870        |
| Restricted                                      | 54,491,765            | 46,554,104            | 44,099,225            | 43,247,919            |
| Unrestricted                                    | (108,995,601)         | 33,950,153            | 28,624,029            | 25,037,155            |
| Total primary government net assets             | <u>\$ 235,667,767</u> | <u>\$ 368,637,030</u> | <u>\$ 353,952,944</u> | <u>\$ 353,952,944</u> |

Source: Nevada County Audited Financial Statements - Statement of Net Assets

**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

| 2010/2011             | 2009/2010             | 2008/2009             | 2007/2008             | 2006/2007             | 2005/2006             |
|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| \$ 250,376,233        | \$ 248,400,614        | \$ 245,044,668        | \$ 240,377,169        | \$ 238,955,459        | \$ 237,770,629        |
| 40,759,140            | 40,542,205            | 36,273,724            | 38,274,175            | 40,643,025            | 39,102,881            |
| 24,054,736            | 19,001,129            | 18,517,776            | 15,395,845            | 14,297,129            | 9,932,618             |
| <u>\$ 315,190,109</u> | <u>\$ 307,943,948</u> | <u>\$ 299,836,168</u> | <u>\$ 294,047,189</u> | <u>\$ 293,895,613</u> | <u>\$ 286,806,128</u> |
| <br>                  |                       |                       |                       |                       |                       |
| \$ 31,980,481         | \$ 29,861,732         | \$ 30,433,338         | \$ 25,611,733         | \$ 17,773,325         | \$ 10,949,954         |
| 2,270,557             | 108,052               | (1,337,369)           | (654,360)             | 650,031               | 142,603               |
| <u>\$ 34,251,038</u>  | <u>\$ 29,969,784</u>  | <u>\$ 29,095,969</u>  | <u>\$ 24,957,373</u>  | <u>\$ 18,423,356</u>  | <u>\$ 11,092,557</u>  |
| <br>                  |                       |                       |                       |                       |                       |
| \$ 282,356,714        | \$ 278,262,346        | \$ 275,478,006        | \$ 265,988,902        | \$ 256,728,784        | \$ 248,720,583        |
| 40,759,140            | 40,542,205            | 36,273,724            | 38,274,175            | 40,643,025            | 39,102,881            |
| 26,325,293            | 19,109,181            | 17,180,407            | 14,741,485            | 14,947,160            | 10,075,221            |
| <u>\$ 349,441,147</u> | <u>\$ 337,913,732</u> | <u>\$ 328,932,137</u> | <u>\$ 319,004,562</u> | <u>\$ 312,318,969</u> | <u>\$ 297,898,685</u> |

**COUNTY OF NEVADA**

**Changes in Net Position  
Last Ten Fiscal Years**

|   | 2014/2015              | 2013/2014              | 2012/2013              | 2011/2012              |
|---|------------------------|------------------------|------------------------|------------------------|
| <b>Expenses</b>                                 |                        |                        |                        |                        |
| Governmental activities:                        |                        |                        |                        |                        |
| General government                              | \$ 11,061,515          | \$ 10,989,811          | \$ 10,970,028          | \$ 9,210,602           |
| Public ways and facilities                      | 8,066,196              | 50,042,384             | 49,512,886             | 52,805,726             |
| Public protection                               | 54,646,696             | 11,611,245             | 8,851,411              | 10,232,294             |
| Health and sanitation                           | 27,309,965             | 27,546,994             | 27,826,134             | 26,621,726             |
| Public assistance                               | 26,389,112             | 25,866,638             | 26,928,270             | 25,183,015             |
| Education                                       | 2,686,855              | 2,593,778              | 2,492,903              | 2,307,992              |
| Recreation                                      | 108                    | 76,301                 | 179,793                | 176,920                |
| Interest on long-term debt                      | 496,861                | 570,236                | 470,363                | 643,998                |
| Total governmental activities expenses          | <u>130,657,308</u>     | <u>129,297,387</u>     | <u>127,231,788</u>     | <u>127,182,273</u>     |
| Business type activities:                       |                        |                        |                        |                        |
| Eastern Nevada County Solid Waste               | 199,333                | 192,008                | 185,901                | 179,936                |
| Western Nevada County Solid Waste               | 336,130                | 464,090                | 743,678                | 7,213,400              |
| Transit Services                                | 3,562,401              | 3,177,824              | 2,594,522              | 2,548,163              |
| Airport   | 1,515,411              | 1,392,447              | 1,332,796              | 1,217,276              |
| Sanitation Districts                            | 6,372,953              | 6,564,629              | 6,652,745              | 6,683,592              |
| Total business-type activities expenses         | <u>11,986,228</u>      | <u>11,790,998</u>      | <u>11,509,642</u>      | <u>17,842,367</u>      |
| Total Primary Government expenses               | <u>\$ 142,643,536</u>  | <u>\$ 141,088,385</u>  | <u>\$ 138,741,430</u>  | <u>\$ 145,024,640</u>  |
| <b>Program Revenues</b>                         |                        |                        |                        |                        |
| Governmental activities:                        |                        |                        |                        |                        |
| Charges for services:                           |                        |                        |                        |                        |
| General Government                              | \$ 6,703,471           | \$ 6,229,398           | \$ 5,927,769           | \$ 5,718,009           |
| Public Ways and Facilities                      | 1,410,493              | 6,579,163              | 6,246,802              | 6,503,600              |
| Public Protection                               | 7,263,134              | 1,668,874              | 1,391,104              | 1,181,180              |
| Health and Sanitation                           | 3,315,924              | 2,925,865              | 3,102,185              | 2,772,581              |
| Public Assistance                               | 101,910                | 67,824                 | 45,482                 | 57,596                 |
| Education                                       | 88,112                 | 88,573                 | 81,945                 | 84,532                 |
| Recreation                                      | -                      | -                      | -                      | -                      |
| Operating grants and contributions              | 69,692,984             | 69,039,845             | 70,201,674             | 68,545,772             |
| Capital grants and contributions                | 957,081                | 3,202,034              | 293,760                | 1,207,605              |
| Total governmental activities revenues          | <u>89,533,109</u>      | <u>89,801,576</u>      | <u>87,290,721</u>      | <u>86,070,875</u>      |
| Business type activities:                       |                        |                        |                        |                        |
| Charges for services:                           |                        |                        |                        |                        |
| Eastern Nevada County Solid Waste               | 196,994                | 187,522                | 178,813                | 170,393                |
| Western Nevada County Solid Waste               | 1,552,962              | 1,553,637              | 1,544,170              | 7,235,081              |
| Transit Services                                | 413,630                | 358,189                | 323,201                | 325,517                |
| Airport   | 1,103,587              | 1,078,617              | 804,774                | 604,105                |
| Sanitation Districts                            | 6,583,375              | 6,978,013              | 6,579,111              | 6,709,836              |
| Operating grants and contributions              | 468,105                | 447,120                | 330,921                | 350,893                |
| Capital grants and contributions                | 539,278                | 435,908                | 1,609,145              | 2,384,581              |
| Total business-type activities program revenues | <u>10,857,931</u>      | <u>11,039,006</u>      | <u>11,370,135</u>      | <u>17,780,406</u>      |
| Total Primary government program revenues       | <u>\$ 100,391,040</u>  | <u>\$ 100,840,582</u>  | <u>\$ 98,660,856</u>   | <u>\$ 103,851,281</u>  |
| <b>Net (Expense)/Revenue (1)</b>                |                        |                        |                        |                        |
| Governmental activities                         | \$ (41,124,199)        | \$ (39,495,811)        | \$ (39,941,067)        | \$ (41,111,398)        |
| Business-type activities                        | <u>(1,128,297)</u>     | <u>(751,992)</u>       | <u>(139,507)</u>       | <u>(61,961)</u>        |
| Total Primary Government Net Expense            | <u>\$ (42,252,496)</u> | <u>\$ (40,247,803)</u> | <u>\$ (40,080,574)</u> | <u>\$ (41,173,359)</u> |

| 2010/2011       | 2009/2010       | 2008/2009       | 2007/2008       | 2006/2007       | 2005/2006       |
|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| \$ 8,709,767    | \$ 10,244,690   | \$ 11,873,042   | \$ 13,734,811   | \$ 12,221,901   | \$ 11,249,361   |
| 53,744,616      | 53,962,729      | 54,426,072      | 52,982,684      | 46,998,768      | 45,190,677      |
| 11,125,921      | 10,401,753      | 13,050,854      | 10,455,997      | 10,077,775      | 8,513,880       |
| 27,399,803      | 24,897,645      | 23,587,615      | 21,056,211      | 17,680,812      | 18,470,443      |
| 29,493,151      | 29,362,237      | 28,112,397      | 25,413,676      | 23,173,587      | 22,393,216      |
| 2,236,503       | 2,386,595       | 2,810,750       | 3,015,545       | 2,541,343       | 2,865,584       |
| 130,174         | 72,454          | 98,885          | 245,653         | 237,357         | 51,729          |
| 729,736         | 768,465         | 814,289         | 917,161         | 832,300         | 855,225         |
| 132,096,568     | 132,096,568     | 134,773,904     | 127,821,738     | 113,763,843     | 109,590,115     |
| 164,274         | 147,527         | 132,499         | 127,515         | 135,640         | 111,396         |
| 6,105,160       | 6,114,100       | 6,781,889       | 7,369,951       | 6,935,822       | 6,538,648       |
| 2,801,101       | 3,229,143       | 4,294,101       | 3,858,023       | 3,253,773       | 3,088,462       |
| 1,362,731       | 1,167,371       | 1,279,836       | 1,441,091       | 1,282,831       | 1,137,542       |
| 6,627,209       | 7,083,467       | 5,335,583       | 5,191,420       | 4,502,075       | 4,037,253       |
| 17,741,608      | 17,741,608      | 17,823,908      | 17,988,000      | 16,110,141      | 14,913,301      |
| \$ 149,838,176  | \$ 149,838,176  | \$ 152,597,812  | \$ 145,809,738  | \$ 129,873,984  | \$ 124,503,416  |
| \$ 6,881,565    | \$ 6,910,899    | \$ 6,838,658    | \$ 5,999,606    | \$ 5,497,348    | \$ 6,232,111    |
| 7,195,596       | 7,362,448       | 7,253,963       | 5,240,057       | 4,814,608       | 6,364,587       |
| 1,517,645       | 1,155,673       | 1,329,674       | 2,730,449       | 3,089,154       | 1,440,008       |
| 2,345,892       | 2,089,343       | 1,878,192       | 1,759,838       | 1,836,658       | 2,267,470       |
| 53,261          | 57,250          | 62,241          | 59,647          | 37,445          | 47,007          |
| 98,850          | 95,275          | 88,588          | 99,526          | 100,167         | 94,848          |
| -               | -               | -               | 1,914           | 476             | -               |
| 75,229,137      | 72,351,303      | 72,853,677      | 63,672,782      | 56,087,452      | 58,599,661      |
| 335,142         | 628,556         | -               | -               | 54,876          | 2,296,519       |
| 90,650,747      | 90,650,747      | 90,304,993      | 79,563,819      | 71,518,184      | 77,342,211      |
| 161,867         | 125,700         | 116,398         | 112,302         | 108,592         | 102,312         |
| 7,258,011       | 6,930,479       | 7,259,068       | 7,711,070       | 7,978,217       | 7,753,931       |
| 331,846         | 389,444         | 568,657         | 519,658         | 476,213         | 480,601         |
| 520,937         | 574,064         | 683,797         | 773,809         | 807,131         | 618,549         |
| 6,943,169       | 6,622,180       | 6,462,994       | 5,969,966       | 6,551,985       | 3,509,905       |
| 1,126,440       | 1,127,304       | 1,846,635       | 1,039,974       | 475,587         | 2,633,921       |
| 1,775,682       | 258,381         | 1,464,457       | 75,636          | 1,380,188       | 2,179,464       |
| 16,027,552      | 16,027,552      | 18,402,006      | 16,202,415      | 17,777,913      | 17,278,683      |
| \$ 106,678,299  | \$ 106,678,299  | \$ 108,706,999  | \$ 95,766,234   | \$ 89,296,097   | \$ 94,620,894   |
| \$ (41,445,821) | \$ (41,445,821) | \$ (44,468,911) | \$ (48,257,919) | \$ (42,245,659) | \$ (32,247,904) |
| (1,714,056)     | (1,714,056)     | 578,098         | (1,785,585)     | 1,667,772       | 2,365,382       |
| \$ (43,159,877) | \$ (43,159,877) | \$ (43,890,813) | \$ (50,043,504) | \$ (40,577,887) | \$ (29,882,522) |

**COUNTY OF NEVADA**

**Changes in Net Position  
Last Ten Fiscal Years**

|   | 2014/2015            | 2013/2014           | 2012/2013           | 2011/2012           |
|---|----------------------|---------------------|---------------------|---------------------|
| <b>General Revenues and Other Changes in Net Position</b> |                      |                     |                     |                     |
| Governmental activities:                                  |                      |                     |                     |                     |
| Taxes:  |                      |                     |                     |                     |
| Property Taxes  | 32,967,429           | 31,361,800          | 31,310,243          | 30,870,233          |
| Sales and use taxes                                       | 5,020,513            | 4,887,511           | 4,534,294           | 4,415,124           |
| Property transfer taxes                                   | 889,433              | 793,836             | 710,251             | 581,333             |
| Transient occupancy taxes                                 | 363,212              | 235,836             | 276,664             | 232,734             |
| Timber yield taxes  | -                    | -                   | 21,819              | 24,977              |
| Aircraft taxes  | -                    | -                   | 47,750              | 73,894              |
| Franchise taxes   | 2,524,976            | 2,572,284           | 2,415,479           | 1,043,464           |
| Transportation taxes                                      | -                    | -                   | 9,440               | 25,362              |
| Other taxes   | 154,493              | 178,264             | 18,437              | 23,426              |
| Grants and contributions - unrestricted                   | 4,934,772            | 3,248,099           | 2,876,984           | 2,906,113           |
| Tobacco settlement  | 860,945              | 869,676             | 1,322,875           | 877,748             |
| Motor vehicle in-lieu taxes                               | -                    | -                   | -                   | -                   |
| Interest and investment earnings                          | 397,556              | 655,749             | 335,554             | 826,145             |
| Miscellaneous   | 1,360,414            | 1,860,215           | 2,149,012           | 1,529,315           |
| Insurance Recoveries                                      | -                    | -                   | -                   | -                   |
| Gain (loss) on disposal/sale of capital assets            | -                    | -                   | -                   | -                   |
| Transfers   | -                    | -                   | -                   | -                   |
| <b>Total governmental activities</b>                      | <b>49,473,743</b>    | <b>46,663,270</b>   | <b>46,028,802</b>   | <b>43,429,868</b>   |
| Business-Type Activities:                                 |                      |                     |                     |                     |
| Taxes:  |                      |                     |                     |                     |
| Property taxes  | 8,558                | 8,196               | 6,990               | 7,068               |
| Transient occupancy taxes                                 | 21,140               | 14,922              | 17,398              | 14,718              |
| Timber yield taxes  | -                    | -                   | 880                 | 1,007               |
| Aircraft taxes  | -                    | -                   | 33,806              | 38,499              |
| Transportation taxes                                      | -                    | -                   | 1,730,785           | 1,738,449           |
| Other taxes   | 2,473,382            | 2,181,520           | -                   | -                   |
| Interest and investment earnings                          | 120,466              | 178,564             | 32,412              | 206,582             |
| Miscellaneous   | 7,687                | 7,990               | 301,654             | 311,911             |
| Gain (loss) on disposal/sale of capital assets            | -                    | -                   | -                   | -                   |
| Transfers   | -                    | -                   | -                   | -                   |
| Special item  | 3,527,168            | -                   | -                   | -                   |
| <b>Total business-type activities</b>                     | <b>6,158,401</b>     | <b>2,391,192</b>    | <b>2,123,925</b>    | <b>2,318,234</b>    |
| <b>Total primary government</b>                           | <b>55,632,144</b>    | <b>49,054,462</b>   | <b>48,152,727</b>   | <b>45,748,102</b>   |
| <b>Change in Net Position</b>                             |                      |                     |                     |                     |
| Governmental activities                                   | \$ 8,349,544         | \$ 7,167,459        | \$ 6,087,735        | \$ 2,318,470        |
| Business-type activities                                  | 5,030,104            | 1,639,200           | 1,984,418           | 2,256,273           |
| <b>Total primary government</b>                           | <b>\$ 13,379,648</b> | <b>\$ 8,806,659</b> | <b>\$ 8,072,153</b> | <b>\$ 4,574,743</b> |

(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.

**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



| 2010/2011    | 2009/2010    | 2008/2009     | 2007/2008    | 2006/2007     | 2005/2006     |
|--------------|--------------|---------------|--------------|---------------|---------------|
| 31,655,023   | 34,186,337   | 34,221,104    | 33,565,001   | 31,516,285    | 27,749,937    |
| 4,175,230    | 4,008,830    | 4,250,561     | 5,065,713    | 5,532,663     | 5,174,027     |
| 558,138      | 581,367      | 521,261       | 673,351      | 974,171       | 1,391,798     |
| 257,137      | 277,712      | 184,889       | 285,205      | 275,728       | 209,216       |
| 10,704       | 12,434       | 45,658        | 52,232       | 61,133        | 79,308        |
| 71,793       | 75,404       | 82,535        | 82,318       | 46,546        | 39,497        |
| 1,041,684    | 1,032,693    | 1,049,170     | 1,013,065    | 969,903       | -             |
| 77,878       | 8,742        | 125,683       | 62,727       | 69,309        | -             |
| 29,195       | 29,730       | 25,162        | 41,288       | 33,718        | 47,251        |
| 3,830,282    | 3,684,748    | 3,886,412     | 4,396,990    | 4,402,323     | -             |
| 860,744      | 932,217      | 1,117,967     | 1,017,403    | 955,670       | -             |
| -            | -            | -             | -            | -             | -             |
| 737,446      | 449,987      | 1,403,881     | 2,441,133    | 2,412,223     | 1,133,058     |
| 2,816,711    | 2,233,034    | 2,125,895     | 1,032,807    | 2,724,014     | 2,822,437     |
| 2,707,218    | 1,962,614    | 1,331,391     | -            | -             | -             |
| -            | -            | (38,760)      | 800,986      | -             | -             |
| (1,670,439)  | (252,205)    | -             | (660,365)    | (381,600)     | (51,765)      |
| 49,223,644   | 49,223,644   | 50,332,809    | 49,869,854   | 49,592,086    | 38,594,764    |
| 6,960        | 6,804        | 6,864         | 6,723        | 7,009         | 4,746         |
| 16,306       | 17,140       | 11,455        | 17,920       | 16,796        | 13,013        |
| 432          | 501          | 1,841         | -            | -             | -             |
| 42,202       | 47,008       | 53,661        | 48,611       | 40,871        | 32,060        |
| 984,634      | 1,622,511    | 2,318,377     | 2,631,864    | 2,442,000     | -             |
| -            | -            | -             | -            | -             | -             |
| 179,490      | 125,785      | 480,931       | 1,251,801    | 1,167,496     | 391,775       |
| 384,583      | 515,918      | 797,649       | 1,712,677    | 1,172,322     | 813,121       |
| -            | -            | 19,072        | -            | -             | -             |
| 1,670,439    | 252,205      | -             | 660,365      | 381,600       | 51,765        |
| -            | -            | -             | -            | -             | -             |
| 3,285,046    | 2,587,872    | 3,689,850     | 6,329,961    | 5,228,094     | 1,306,480     |
| 51,811,516   | 51,811,516   | 54,022,659    | 56,199,815   | 54,820,180    | 39,901,244    |
| \$ 7,777,823 | \$ 7,777,823 | \$ 5,863,898  | \$ 1,611,935 | \$ 7,346,427  | \$ 6,346,860  |
| 873,816      | 873,816      | 4,267,948     | 4,544,376    | 6,895,866     | 3,671,862     |
| \$ 8,651,639 | \$ 8,651,639 | \$ 10,131,846 | \$ 6,156,311 | \$ 14,242,293 | \$ 10,018,722 |

**County of Nevada**  
**Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**

|                                    | 2009/2010         | 2008/2009         | 2007/2008         | 2006/2007         | 2005/2006         |
|------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| General fund                       |                   |                   |                   |                   |                   |
| Reserved                           | \$ 294,709        | \$ 557,619        | \$ 367,172        | \$ 685,415        | \$ 1,150,883      |
| Unreserved                         | 19,240,144        | 19,085,430        | 18,363,975        | 15,271,699        | 11,373,937        |
| Total General Fund                 | <u>19,534,852</u> | <u>19,643,049</u> | <u>18,731,147</u> | <u>15,957,114</u> | <u>12,524,820</u> |
| All Other Governmental Funds       |                   |                   |                   |                   |                   |
| Reserved                           | \$ 9,849,189      | \$ 8,796,969      | \$ 7,319,385      | \$ 6,529,825      | \$ 6,175,208      |
| Unreserved, Reported in:           |                   |                   |                   |                   |                   |
| Special revenue funds              | 30,693,012        | 27,476,755        | 30,954,790        | 34,113,200        | 32,927,673        |
| Capital projects funds             | -                 | -                 | -                 | -                 | -                 |
| Total all other governmental funds | <u>40,542,201</u> | <u>36,273,724</u> | <u>38,274,175</u> | <u>40,643,025</u> | <u>39,102,881</u> |

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

|                                    | 2014/2015         | 2013/2014         | 2012/2013         | 2011/2012         | 2010/2011         |
|------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| General Fund                       |                   |                   |                   |                   |                   |
| Nonspendable                       | \$ 57,182         | 57,182            | 177,182           | 57,182            | 82,288            |
| Restricted                         | 784,297           | 761,423           | 969,999           | 182,083           | 11,308            |
| Committed                          | 7,080,000         | 3,967,000         | 3,967,000         | 3,967,000         | 3,967,000         |
| Assigned                           | 15,117,489        | 20,698,696        | 16,934,910        | 15,205,934        | 17,471,504        |
| Unassigned                         | 5,248,990         | -                 | -                 | -                 | -                 |
| Total General Fund                 | <u>28,287,958</u> | <u>25,484,301</u> | <u>22,049,091</u> | <u>19,412,199</u> | <u>21,532,100</u> |
| All Other Governmental Funds       |                   |                   |                   |                   |                   |
| Nonspendable                       | \$ 46,839         | 81,035            | 70,123            | 79,626            | 111,923           |
| Restricted                         | 49,485,894        | 45,792,679        | 41,337,836        | 40,154,597        | 40,359,584        |
| Committed                          | 1,102,113         | 265,487           | 56,764            | 111,433           | 178,545           |
| Assigned                           | 3,291,976         | 3,331,000         | 2,476,095         | 2,720,180         | 1,677,485         |
| Unassigned                         | -                 | -                 | (1,977)           | (53,019)          | (592,387)         |
| Total All Other Governmental Funds | <u>53,926,822</u> | <u>49,470,201</u> | <u>43,938,841</u> | <u>43,012,817</u> | <u>41,735,150</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**

**Changes in Fund Balances, Governmental Funds  
Last Ten Fiscal Years**

|   | 2014/2015           | 2013/2014           | 2012/2013           | 2011/2012           |
|---|---------------------|---------------------|---------------------|---------------------|
| <b>Revenues</b>   |                     |                     |                     |                     |
| Taxes and assessments                                   | \$ 39,160,486       | \$ 37,226,840       | \$ 36,696,656       | \$ 36,006,248       |
| Licenses and Permits                                    | 4,073,168           | 4,077,068           | 3,645,049           | 2,352,797           |
| Fines, Forfeitures and Penalties                        | 3,554,529           | 3,358,110           | 3,087,358           | 3,566,846           |
| Revenue from Use of Money or Property                   | 660,679             | 897,953             | 336,949             | 696,810             |
| Intergovernmental                                       | 76,833,387          | 78,021,146          | 71,295,266          | 73,303,842          |
| Charges for Current Services                            | 13,477,243          | 12,449,016          | 12,473,351          | 11,472,871          |
| Other Revenue   | 2,221,340           | 2,724,486           | 3,621,047           | 2,843,546           |
| <b>Total Revenues</b>                                   | <b>139,980,832</b>  | <b>138,754,619</b>  | <b>131,155,676</b>  | <b>130,242,960</b>  |
| <b>Expenditures</b>                                     |                     |                     |                     |                     |
| General Government                                      | 10,511,799          | 10,361,368          | 10,462,708          | 8,353,064           |
| Public Ways and Facilities                              | 7,663,665           | 49,145,226          | 7,680,513           | 9,312,369           |
| Public Protection                                       | 52,348,047          | 9,382,372           | 49,056,681          | 52,402,237          |
| Health & Sanitation                                     | 27,389,889          | 27,394,928          | 27,736,395          | 26,510,578          |
| Public Assistance                                       | 26,666,071          | 25,827,411          | 26,903,851          | 25,214,808          |
| Education   | 2,639,913           | 2,509,266           | 2,426,085           | 2,277,557           |
| Recreation & Cultural                                   | 108                 | 76,301              | 179,793             | 176,920             |
| Debt Service  |                     |                     |                     |                     |
| Principal   | 1,511,881           | 1,419,390           | 1,435,181           | 464,898             |
| Interest  | 579,678             | 608,001             | 548,856             | 759,504             |
| Issuance Cost   | -                   |                     |                     | 242,091             |
| Capital Outlay  | 3,335,678           | 3,154,281           | 4,051,170           | 3,524,708           |
| <b>Total Expenditures</b>                               | <b>132,646,729</b>  | <b>129,878,544</b>  | <b>130,481,233</b>  | <b>129,238,734</b>  |
| Excess of revenues over (under) expenditures            | 7,334,103           | 8,876,075           | 674,443             | 1,004,226           |
| <b>Other Financing Sources (Uses)</b>                   |                     |                     |                     |                     |
| Transfers In  | 35,203,428          | 34,681,252          | 33,155,337          | 29,749,506          |
| Transfers Out   | (35,304,791)        | (34,721,344)        | (33,196,864)        | (29,797,114)        |
| Issuance of Debt  | -                   |                     | 2,930,000           | 8,610,000           |
| Insurance Recovery                                      | -                   |                     |                     | -                   |
| Premium on COP  | -                   |                     |                     | 611,148             |
| Refunded certificates of participation redeemed         | -                   |                     |                     | (11,020,000)        |
| Sale of capital assets                                  | 27,538              | 2,338               |                     | -                   |
| <b>Total Other Financing Sources (Uses)</b>             | <b>(73,825)</b>     | <b>(37,754)</b>     | <b>2,888,473</b>    | <b>(1,846,460)</b>  |
| <b>Net Change in Fund Balances</b>                      | <b>\$ 7,260,278</b> | <b>\$ 8,838,321</b> | <b>\$ 3,562,916</b> | <b>\$ (842,234)</b> |
| Debt service as a percentage of noncapital expenditures | 1.62%               | 1.60%               | 1.57%               | 0.97%               |

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

|    | 2010/2011    | 2009/2010     | 2008/2009      | 2007/2008     | 2006/2007     | 2005/2006     |
|----|--------------|---------------|----------------|---------------|---------------|---------------|
| \$ | 36,596,536   | \$ 38,932,966 | \$ 39,411,193  | \$ 39,775,603 | \$ 38,448,420 | \$ 34,611,724 |
|    | 2,504,673    | 2,289,461     | 2,470,330      | 2,820,297     | 2,679,837     | 3,022,441     |
|    | 3,555,911    | 3,662,504     | 3,178,606      | 3,082,100     | 2,608,195     | 2,413,690     |
|    | 719,633      | 542,009       | 1,328,532      | 2,299,709     | 2,270,340     | 1,069,389     |
|    | 77,459,741   | 76,952,882    | 72,146,019     | 67,333,232    | 59,710,966    | 58,565,763    |
|    | 13,194,382   | 12,463,056    | 12,851,550     | 11,011,305    | 11,413,424    | 10,660,695    |
|    | 3,690,062    | 3,151,720     | 3,243,855      | 2,749,331     | 4,535,271     | 2,932,392     |
|    | 137,720,938  | 137,994,598   | 134,630,085    | 129,071,577   | 121,666,453   | 113,276,094   |
|    | 7,933,521    | 9,813,116     | 11,287,807     | 12,661,374    | 11,762,482    | 10,282,276    |
|    | 9,330,778    | 9,118,838     | 11,624,090     | 9,157,960     | 9,314,841     | 7,866,131     |
|    | 51,912,158   | 53,417,366    | 53,021,722     | 51,447,097    | 46,847,156    | 44,681,028    |
|    | 27,041,986   | 24,883,675    | 23,364,784     | 20,727,217    | 17,636,022    | 18,385,159    |
|    | 29,250,149   | 29,375,562    | 27,836,926     | 25,151,091    | 23,178,066    | 22,377,705    |
|    | 2,135,629    | 2,334,443     | 2,708,731      | 2,888,369     | 2,516,991     | 2,810,092     |
|    | 130,174      | 72,454        | 98,885         | 245,653       | 237,357       | 51,729        |
|    | 1,177,465    | 1,120,531     | 1,084,036      | 1,044,532     | 1,049,571     | 1,743,241     |
|    | 732,286      | 779,445       | 824,567        | 866,739       | 894,794       | 826,604       |
|    | 4,605,229    | 4,904,362     | 5,195,159      | 4,621,251     | 3,514,952     | 5,915,357     |
|    | 134,249,375  | 135,819,793   | 137,046,707    | 128,811,283   | 116,952,232   | 114,939,322   |
|    | 3,471,563    | 2,174,806     | (2,416,622)    | 260,294       | 4,714,221     | (1,663,228)   |
|    | 24,833,551   | 22,533,042    | 28,648,057     | 29,394,303    | 26,169,015    | 28,485,767    |
|    | (26,507,147) | (22,539,440)  | (28,672,801)   | (30,083,150)  | (26,240,706)  | (28,554,016)  |
|    | 1,392,226    | 29,262        |                | 32,750        | 329,908       | 4,090,000     |
|    | -            | 1,962,614     | 1,331,391      |               |               |               |
|    | -            | -             |                |               |               |               |
|    | -            | -             | 21,426         | 800,986       |               |               |
|    | (281,370)    | 1,985,478     | 1,328,073      | 144,889       | 258,217       | 4,021,751     |
| \$ | 3,190,193    | \$ 4,160,284  | \$ (1,088,549) | \$ 405,183    | \$ 4,972,438  | \$ 2,358,523  |
|    | 1.47%        | 1.45%         | 1.45%          | 1.54%         | 1.71%         | 2.36%         |

ramental Funds

**COUNTY OF NEVADA**

**Assessed Value and Actual Value of Taxable Property  
Last Ten Fiscal Years  
(Unaudited)**

| <b>Fiscal Year</b> | <b>Total Secured Real Property</b> | <b>Personal Property</b> | <b>Total (1)<br/>Secured and Unsecured</b> | <b>Less:<br/>Exemptions</b> | <b>Net Assessed Value</b> | <b>Total Direct Tax Rate</b> |
|--------------------|------------------------------------|--------------------------|--|-----------------------------|---------------------------|------------------------------|
| 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%                        |
| 2008               | 14,435,619,000                     | 335,221,841              | 14,770,840,841                             | 421,389,982                 | 14,349,450,859            | 1.00%                        |
| 2007               | 12,798,167,869                     | 310,443,412              | 13,108,611,281                             | 407,602,510                 | 12,701,008,771            | 1.00%                        |
| 2006               | 11,378,385,878                     | 255,638,057              | 11,634,023,935                             | 359,974,676                 | 11,274,049,259            | 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 annually. Reassessment normally occurs when ownership changes.

(1) Includes aircrafts

\* Revised on 10/20/08

**Source:**

Auditor-Controller's office

**COUNTY OF NEVADA**

**Direct and Overlapping Property Tax Rates<sup>1</sup>  
Last Ten Fiscal Years**

| <b>Fiscal Year<br/>End June 30</b> | <b>Basic County-<br/>wide Rate</b> | <b>Schools</b> | <b>Special Districts</b> | <b>Total</b> |
|------------------------------------|------------------------------------|----------------|--------------------------|--------------|
| 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       |
| 2008                               | 1.0000                             | 0.0741         | 0.0248                   | 1.0989       |
| * 2007                             | 1.0000                             | 0.0814         | 0.0267                   | 1.1081       |
| 2006                               | 1.0000                             | 0.0877         | 0.0328                   | 1.1205       |

- (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.

\* Revised on 10/20/08

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

**COUNTY OF NEVADA**

**Principal Property Tax Payers  
Current Year and Nine Years Ago**

| <b>Fiscal Year 2015</b>                  |                     |                         | <b>Fiscal Year 2006</b>                  |                     |                         |
|--|---------------------|-------------------------|--|---------------------|-------------------------|
| <b>Secured Taxes</b>                     |                     |                         | <b>Secured Taxes</b>                     |                     |                         |
| <b>Taxpayer</b>                          | <b>Amount</b>       | <b>Percent of Total</b> | <b>Taxpayer</b>                          | <b>Amount</b>       | <b>Percent of Total</b> |
| LDK GC 81 LLC                            | \$370,864           | 0.19%                   | Gray's Station, LLC                      | \$1,062,950         | 0.64%                   |
| Tahoe Club Company LLC                   | \$323,767           | 0.17%                   | Old Greenwood, LLC, et al                | \$545,220           | 0.33%                   |
| PK II Pinecreek LP Etal                  | \$312,127           | 0.16%                   | Tahoe Club Company, LLC                  | \$387,060           | 0.23%                   |
| Village at Gray's Crossing LP            | \$244,674           | 0.13%                   | Old Greenwood, LLC                       | \$326,098           | 0.20%                   |
| Gray's Station LLC                       | \$220,373           | 0.12%                   | Western/Kienow LP, et all                | \$260,314           | 0.16%                   |
| Hidden Lake Properties Inc               | \$212,777           | 0.11%                   | Hidden Lake Properties, Inc.             | \$187,742           | 0.11%                   |
| Longs Drug Stores California Inc         | \$207,541           | 0.11%                   | GVSC, LLC                                | \$144,703           | 0.09%                   |
| Kenwawr-Nevada City LLC                  | \$183,494           | 0.10%                   | Wildwood Resolution, LLC                 | \$142,664           | 0.09%                   |
| GVSC LLC                                 | \$173,760           | 0.09%                   | Martis Creek, Inc.                       | \$142,218           | 0.09%                   |
| RI-Grass Valley LLC                      | \$172,632           | 0.09%                   | Coyote Moon, LLC                         | \$133,489           | 0.08%                   |
| <b>TOTAL</b>                             | <b>\$2,422,010</b>  | <b>1.27%</b>            | <b>TOTAL</b>                             | <b>\$3,332,457</b>  | <b>2.00%</b>            |
| <b>Total Secured Taxes Levied</b>        |                     | <b>\$190,518,997</b>    | <b>Total Secured Taxes Levied</b>        |                     | <b>\$166,744,752</b>    |
| <b>Unsecured Taxes</b>                   |                     |                         | <b>Unsecured Taxes</b>                   |                     |                         |
| <b>Taxpayers</b>                         | <b>Amount</b>       | <b>Percent of Total</b> | <b>Taxpayers</b>                         | <b>Amount</b>       | <b>Percent of Total</b> |
| Boreal Ridge Corp % Accounting D         | \$179,948           | 4.90%                   | Cequel III Communications, LLC           | \$118,593           | 3.46%                   |
| Cequel III Communications I LLC          | \$131,299           | 3.58%                   | Comcast of California IX, Inc.           | \$1,043,780         | 30.48%                  |
| Comcast of California IX Inc             | \$125,591           | 3.42%                   | Boreal Ridge Corp.                       | \$87,515            | 2.56%                   |
| Tahoe Express LLC                        | \$82,711            | 2.25%                   | Truckee Meadows Water Auth.              | \$64,406            | 1.88%                   |
| Tahoe Donner Prop Owners Assoc           | \$75,188            | 2.05%                   | Thomas Broadcast & Media Solutions       | \$62,000            | 1.81%                   |
| Truckee Meadows Water Authority          | \$73,183            | 1.99%                   | Teichert & Sons                          | \$59,305            | 1.73%                   |
| AJA Video Systems Inc                    | \$45,266            | 1.23%                   | Manuel Brothers, Inc.                    | \$41,182            | 1.20%                   |
| Raley's Supermarket Inc                  | \$41,709            | 1.14%                   | Tahoe Club Co., LLC                      | \$40,412            | 1.18%                   |
| Grass Valley USA LLC                     | \$41,113            | 1.12%                   | Tahoe Donner Property Owners Assoc.      | \$35,865            | 1.05%                   |
| Safeway Inc c/o CPTS                     | \$40,918            | 1.11%                   | Suburban Propane, LP                     | \$31,065            | 0.91%                   |
| <b>TOTAL</b>                             | <b>\$836,926</b>    | <b>22.79%</b>           | <b>TOTAL</b>                             | <b>\$1,584,123</b>  | <b>46.26%</b>           |
| <b>Total Unsecured Taxes Levied</b>      |                     | <b>\$3,672,132</b>      | <b>Total Unsecured Taxes Levied</b>      |                     | <b>\$3,424,737</b>      |
| <b>Public Utility Taxes</b>              |                     |                         | <b>Public Utility Taxes</b>              |                     |                         |
| <b>Taxpayers</b>                         | <b>Amount</b>       | <b>Percent of Total</b> | <b>Taxpayers</b>                         | <b>Amount</b>       | <b>Percent of Total</b> |
| Pacific Gas & Electric Co                | \$1,857,685         | 61.42%                  | Pacific Gas & Electric                   | \$1,411,109         | 58.99%                  |
| Pacific Bell Telephone Co                | \$322,417           | 10.66%                  | AT&T California                          | \$279,723           | 11.69%                  |
| Southwest Gas Corp                       | \$202,538           | 6.70%                   | Southwest Gas                            | \$217,746           | 9.10%                   |
| Liberty Utilities (Calpeco Electric)     | \$116,638           | 3.86%                   | Sierra Pacific Power                     | \$189,665           | 7.93%                   |
| AT&T Mobility LLC                        | \$85,443            | 2.82%                   | Union Pacific Railroad Co.               | \$58,390            | 2.44%                   |
| Union Pacific Railroad Company           | \$77,148            | 2.55%                   | Sacramento Valley LTD Partnership        | \$54,227            | 2.27%                   |
| Verizon Wireless                         | \$73,030            | 2.41%                   | Cingular Wireless                        | \$36,391            | 1.52%                   |
| Sierra Pacific Power Company             | \$69,612            | 2.30%                   | Nextel of California, Inc.               | \$25,529            | 1.07%                   |
| CVIN LLC                                 | \$69,386            | 2.29%                   | T-Mobile                                 | \$21,763            | 0.91%                   |
| SFPP, L.P.                               | \$21,169            | 0.70%                   | SFPP LP                                  | \$20,591            | 0.86%                   |
| <b>TOTALS</b>                            | <b>\$ 2,895,066</b> | <b>95.71%</b>           | <b>TOTALS</b>                            | <b>\$ 2,315,134</b> | <b>96.77%</b>           |
| <b>Total Public Utility Taxes Levied</b> |                     | <b>\$3,024,726</b>      | <b>Total Public Utility Taxes Levied</b> |                     | <b>\$ 2,392,294</b>     |

Source: County of Nevada Treasurer Tax Collector



**COUNTY OF NEVADA**

**Property Tax Levies and Collections  
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 |   |                    |
| 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%              |
| 2008                       | 182,095,672    | 3,764,991     | 185,860,663          | 175,340,918                                    | 3,709,730     | 179,050,648             | 96.34%    | 6,810,016                                   | 3.66%              |
| 2007                       | 167,956,273    | 3,514,488     | 171,470,761          | 163,093,078                                    | 3,423,451     | 166,516,529             | 97.11%    | 4,954,232                                   | 2.89%              |
| 2006                       | 148,443,185    | 3,403,715     | 151,846,900          | 145,581,283                                    | 3,331,743     | 148,913,026             | 98.07%    | 2,933,874                                   | 1.93%              |

**Notes:**

(1) The levy & 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 Net Obligation Bonded Debt  
to Assessed Value and Net General Obligation  
Bonded Debt per Capita  
Last Ten Fiscal Years**

| Fiscal Year | Governmental Activities |                               |              |                          |               | Business-Type Activities |   |               |               |  |
|-------------|-------------------------|-------------------------------|--------------|--------------------------|---------------|--------------------------|---|---------------|---------------|--|
|             | Capital Leases          | Certificates of Participation | Loans        | Special Assessment Bonds | Total         | Participation            | Special Assessment Debt & Bonds Payable | Loans         | Total         |  |
| 2015        | \$ 17,900               | \$ 5,255,000                  | \$ 6,683,393 | -                        | \$ 11,956,293 | -                        | \$ 12,000                               | \$ 23,558,283 | \$ 23,570,283 |  |
| 2014        | -                       | 6,375,000                     | 7,075,337    | -                        | 13,450,337    | -                        | 15,000                                  | 25,330,213    | 25,345,213    |  |
| 2013        | 7,342                   | 7,920,338                     | 7,102,548    | 263,000                  | 15,293,228    | -                        | 17,000                                  | 25,167,988    | 25,184,988    |  |
| 2012        | 14,875                  | 9,048,243                     | 4,425,114    | 276,000                  | 13,764,232    | -                        | 19,000                                  | 26,697,926    | 26,716,926    |  |
| 2011        | 23,478                  | 11,020,000                    | 4,662,331    | 288,000                  | 15,993,809    | 7,095,000                | 21,000                                  | 28,143,111    | 35,259,111    |  |
| 2010        | 44,218                  | 12,000,000                    | 3,441,053    | 299,000                  | 15,784,271    | 7,640,000                | 23,000                                  | 29,597,852    | 37,260,852    |  |
| 2009        | 29,762                  | 12,940,000                    | 3,601,554    | 310,000                  | 16,881,316    | 8,170,000                | 100,000                                 | 30,460,967    | 38,730,967    |  |
| 2008        | 48,378                  | 13,850,000                    | 3,752,254    | 320,000                  | 17,970,632    | 8,675,000                | 172,000                                 | 31,623,342    | 40,470,342    |  |
| 2007        | 33,577                  | 14,730,000                    | 3,893,757    | 329,908                  | 18,987,242    | 9,165,000                | 234,000                                 | 23,373,698    | 32,772,698    |  |
| 2006        | 50,259                  | 15,630,000                    | 4,026,634    | -                        | 19,706,893    | 9,640,000                | 306,000                                 | 1,072,182     | 11,018,182    |  |

(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.

(4) Amount available for repayment of debt - deposits with agents.

n/a - information is not available

**Source:** County of Nevada Audited Financial Statements

Source: Nevada County Audited Financial Statements - Notes to the Financial Statements

| Business-Type Activities |  |               |          |   |                              |                   |                               |  |                            |
|--------------------------|--|---------------|----------|---|------------------------------|-------------------|-------------------------------|--|----------------------------|
| Total Primary Government | Less: Amounts Restricted to Repaying Principal (4) |               | Total    | Population per official U.S. Census (1) | Total Assessed Valuation (2) | Income per Capita | Percentage of Personal Income | Percentage of Actual Value of Taxable Property | Net Bonded Debt per Capita |
|                          |  |               |          |   |                              |                   |                               |  |                            |
| \$ 35,526,577            | \$ (872,245)                                       | \$ 34,654,332 | 98,193   | \$ 15,720,956,747                       | N/A                          | N/A               | 0.22%                         | \$352.92                                       |                            |
| 38,795,550               | (872,245)  | 37,923,305    | 97,225   | 14,956,429,828                          | N/A                          | N/A               | 0.25%                         | \$390.06                                       |                            |
| 40,478,216               | (897,387)  | 39,580,829    | 97,019   | 14,819,054,851                          | \$50,148                     | 0.13%             | 0.27%                         | \$407.97                                       |                            |
| 40,481,158               | (874,960)  | 39,606,198    | 97,182   | 15,006,833,884                          | \$48,980                     | 0.12%             | 0.26%                         | \$407.55                                       |                            |
| 51,252,920               | (3,225,435)  | 48,027,485    | 99,111   | 15,435,148,119                          | \$44,313                     | 0.09%             | 0.31%                         | \$486.28                                       |                            |
| 53,045,123               | (3,175,985)  | 49,869,138    | 98,764** | 16,654,471,228                          | \$43,119                     | 0.09%             | 0.30%                         | \$505.15                                       |                            |
| 55,612,283               | (3,160,548)  | 52,451,735    | 98,721   | 15,717,993,467                          | \$44,092                     | 0.08%             | 0.33%                         | \$531.31                                       |                            |
| 58,440,974               | (3,111,909)  | 55,329,065    | 98,959   | 14,349,450,859                          | \$45,618                     | 0.08%             | 0.39%                         | \$559.11                                       |                            |
| 51,759,940               | (3,117,296)  | 48,642,644    | 99,026   | 12,701,008,771                          | \$42,671                     | 0.09%             | 0.38%                         | \$491.21                                       |                            |
| 30,725,075               | (3,108,472)  | 27,616,603    | 99,392   | 11,274,049,259                          | \$37,020                     | 0.13%             | 0.24%                         | \$277.86                                       |                            |

**COUNTY OF NEVADA**

**Comparison of Computation of Legal Debt Margin  
Last Ten Fiscal Years**

|   | 2015              | 2014              | 2013              | 2012              |
|---|-------------------|-------------------|-------------------|-------------------|
| Assessed Value of Property (1)  | \$ 15,720,956,747 | \$ 14,956,429,828 | \$ 14,819,054,851 | \$ 15,006,833,884 |
| Debt limit percentage (2)   | 1.25%             | 1.25%             | 1.25%             | 1.25%             |
| Total debt limit  | 196,511,959       | 186,955,373       | 185,238,186       | 187,585,424       |
| Amount applicable to debt limit   |                   |                   |                   |                   |
| General Bonded Debt (3)   | 35,526,577        | 38,795,550        | 40,478,216        | 40,481,158        |
| Less: Resources Restricted to Paying Principal                          | (872,245)         | (872,245)         | (897,387)         | (874,960)         |
| Total Net Debt Applicable to Limit                                      | 34,654,332        | 37,923,305        | 39,580,829        | 39,606,198        |
| Legal Debt Margin (4)   | \$ 161,857,627    | \$ 149,032,068    | \$ 145,657,357    | \$ 147,979,226    |
| Total Net Debt Applicable to the Limit as a Percentage<br>of Debt Limit | 17.63%            | 20.28%            | 21.37%            | 21.11%            |

(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

| 2011              | 2010              | 2009              | 2008              | 2007              | 2006              |
|-------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| \$ 15,435,148,119 | \$ 16,654,471,228 | \$ 15,717,993,467 | \$ 14,349,450,859 | \$ 12,701,008,771 | \$ 11,274,049,259 |
| 1.25%             | 1.25%             | 1.25%             | 1.25%             | 1.25%             | 1.25%             |
| 192,939,351       | 208,180,890       | 196,474,918       | 179,368,136       | 158,762,610       | 140,925,616       |
| 51,252,920        | 53,045,123        | 55,612,283        | 58,440,974        | 51,759,940        | 30,725,075        |
| (3,225,435)       | (3,175,985)       | (3,160,548)       | (3,111,909)       | (3,117,296)       | (3,108,472)       |
| 48,027,485        | 49,869,138        | 52,451,735        | 55,329,065        | 48,642,644        | 27,616,603        |
| \$ 144,911,866    | \$ 158,311,752    | \$ 144,023,183    | \$ 124,039,071    | \$ 110,119,966    | \$ 113,309,013    |
| 24.89%            | 23.95%            | 26.70%            | 30.85%            | 30.64%            | 19.60%            |

**COUNTY OF NEVADA**

**Demographic and Economic Indicators  
Last Ten Fiscal Years**

| <b>Fiscal Year</b> | <b>Population</b> | <b>Income per Capita</b> | <b>Total Personal Income</b> | <b>Civilian Labor Force June 2013</b> | <b>Unemployment Percentage Rate June 2013</b> | <b>Percent of Population over 65</b> |
|--------------------|-------------------|--------------------------|------------------------------|---------------------------------------|---|--------------------------------------|
| 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%                                |
| 2008               | 98,959            | \$45,618                 | \$4,381,367,000              | 51,570                                | 6.7%  | 18.6%                                |
| 2007               | 99,026            | \$42,671                 | \$4,132,773,000              | 51,200                                | 4.7%  | 18.1%                                |
| 2006               | 99,392            | \$40,736                 | \$3,939,777,000              | 50,560                                | 4.3%  | 17.7%                                |

**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](http://www.labormarketinfo.edd.ca.gov)

County of Nevada Annual Budget Book

U.S. Census Bureau

**County of Nevada  
Labor Force and Employment  
Current Year and Nine Years Ago**

**Fiscal Year 2015**

**Fiscal Year 2006**

| Fiscal Year 2015                         |                |                 | Fiscal Year 2006                         |                |                 |
|--|----------------|-----------------|--|----------------|-----------------|
| Industry Title                           | Percentage     | No. of Employed | Industry Title                           | Percentage     | No. of Employed |
| Government                               | 22.14%         | 6,940           | Government                               | 17.50%         | 5,360           |
| Education and Health Services            | 16.46%         | 5,160           | Education and Health Services            | 12.34%         | 3,780           |
| Retail Trade                             | 12.13%         | 3,800           | Retail Trade                             | 13.29%         | 4,070           |
| Leisure and Hospitality                  | 15.09%         | 4,730           | Leisure and Hospitality                  | 16.23%         | 4,970           |
| Natural Resources, Mining & Construction | 9.13%          | 2,860           | Natural Resources, Mining & Construction | 12.34%         | 3,780           |
| Professional and Business Services       | 6.86%          | 2,150           | Professional and Business Services       | 8.88%          | 2,720           |
| Manufacturing                            | 4.56%          | 1,430           | Manufacturing                            | 6.17%          | 1,890           |
| Financial Activities                     | 4.28%          | 1,340           | Financial Activities                     | 5.09%          | 1,560           |
| Other Services                           | 5.52%          | 1,730           | Other Services                           | 3.72%          | 1,140           |
| Transportation, Warehousing & Utilities  | 1.47%          | 460             | Transportation, Warehousing & Utilities  | 1.57%          | 480             |
| Wholesale Trade                          | 1.18%          | 370             | Wholesale Trade                          | 1.34%          | 410             |
| Information                              | 0.93%          | 290             | Information                              | 1.31%          | 400             |
| Farming                                  | 0.26%          | 80              | Farming                                  | 0.20%          | 60              |
| <b>Total, All Industries</b>             | <b>100.00%</b> | <b>31,340</b>   | <b>Total, All Industries</b>             | <b>100.00%</b> | <b>30,620</b>   |

Source: <http://www.labormarketinfo.edd.ca.gov>

**COUNTY OF NEVADA**

**Full-time Equivalent County Government Employees by Function  
Last Ten Fiscal Years**

**Full-time Equivalent Employees**

| <b>Function/Program</b>    | <b>2015</b>   | <b>2014</b>   | <b>2013</b>   | <b>2012</b>   |
|----------------------------|---------------|---------------|---------------|---------------|
| Public Protection          | 342.95        | 343.55        | 347.30        | 352.85        |
| Health and Sanitation      | 109.60        | 109.00        | 106.50        | 84.00         |
| Public Assistance          | 120.50        | 112.00        | 112.50        | 112.50        |
| Education                  | 21.13         | 20.38         | 19.53         | 19.28         |
| Public Ways and Facilities | 61.00         | 62.00         | 62.00         | 84.00         |
| General government         | 127.35        | 126.00        | 124.88        | 123.88        |
| <b>Total</b>               | <b>782.53</b> | <b>772.93</b> | <b>772.70</b> | <b>776.50</b> |
|                            | 14-227        | 13-213        | 12-213        | 11-274        |

**Source:** Fiscal Year Beginning Authorized Personnel Staffing Resolution (unamended)



| 2011   | 2010   | 2009   | 2008   | 2007   | 2006   |
|--------|--------|--------|--------|--------|--------|
| 368.80 | 396.15 | 414.15 | 430.25 | 416.50 | 421.00 |
| 85.05  | 95.95  | 105.35 | 101.15 | 102.65 | 108.65 |
| 125.70 | 126.70 | 129.50 | 129.00 | 127.50 | 125.50 |
| 20.63  | 26.35  | 29.60  | 29.60  | 30.10  | 29.85  |
| 100.00 | 121.40 | 122.10 | 123.10 | 121.10 | 116.60 |
| 136.08 | 146.25 | 175.30 | 173.30 | 172.80 | 171.10 |
| 836.26 | 912.80 | 976.00 | 986.40 | 970.65 | 972.70 |

10-257      09-235      08-253      07-262      06-281      05-274

**COUNTY OF NEVADA**

**Operating Indicators by Function  
Last Ten Fiscal Years**

|   | 2015          | 2014          | 2013          | 2012          |
|---|---------------|---------------|---------------|---------------|
| <b><u>Function/Program</u></b>  |               |               |               |               |
| <b>Public Protection</b>  |               |               |               |               |
| Jail Bookings   | 4,576         | 4,549         | 4,464         | 4,945         |
| Average daily population  | 228           | 228           | 215           | 195           |
| <b>Health and Sanitation</b>  |               |               |               |               |
| Economic services/support   |               |               |               |               |
| Program - unduplicated new cases mental health<br>(Adults in Nevada County) | 433           | 596           | 605           | 631           |
| <b>Public Ways and Facilities</b>   |               |               |               |               |
| Centerline miles of road maintained   |               |               |               |               |
| County  | 562           | 562           | 565           | 562           |
| State   | 173           | 173           | 129           | 133           |
| <b>Airport</b>  |               |               |               |               |
| Based aircraft  | 125           | 134           | 136           | 121           |
| Takeoffs and landings   | 5,500         | 5,475         | 27,740        | 10,000        |
| <b>Total</b>  | <b>11,597</b> | <b>11,717</b> | <b>33,854</b> | <b>16,587</b> |

**Sources:** Sheriff  
Human Services Agency  
Department of Transportation and Sanitation  
Nevada County Airport

| 2011   | 2010   | 2009   | 2008   | 2007   | 2006   |
|--------|--------|--------|--------|--------|--------|
| 4,673  | 4,802  | 5,048  | 5,391  | 5,775  | 5,620  |
| 186    | 194    | 199    | 167    | 167    | 179    |
| 670    | 556    | 713    | 465    | 249    | 253    |
| 563    | 562    | 562    | 562    | 562    | 562    |
| 133    | 133    | 133    | 133    | 133    | 129    |
| 135    | 150    | 150    | 150    | 150    | 150    |
| 15,000 | 20,000 | 20,000 | 20,000 | 20,000 | 20,000 |
| 21,360 | 26,397 | 26,805 | 26,868 | 27,036 | 26,893 |

**COUNTY OF NEVADA**

**Capital Asset Statistics by Function  
Last Ten Fiscal Years**

| <b>Function/Program</b>                     | <b>2015</b> | <b>2014</b> | <b>2013</b> | <b>2012</b> |
|---|-------------|-------------|-------------|-------------|
| <b>Public Protection</b>                    |             |             |             |             |
| Correction facility capacities              | 283         | 283         | 283         | 274         |
| <b>Public Ways and Facilities</b>           |             |             |             |             |
| Traffic signals                             | 2           | 2           | 2           | 2           |
| Bridges                                     | 92          | 92          | 80          | 71          |
| Active Vehicles in vehicle replacement plan | 142         | 146         | 146         | 134         |
| <b>Airport</b>                              |             |             |             |             |
| Number of runways                           | 1           | 1           | 1           | 1           |
| <b>Total</b>                                | <b>520</b>  | <b>524</b>  | <b>512</b>  | <b>482</b>  |

**Note:** n/a - Information is not available

**Source:** Sheriff

Department of Transportation and Sanitation

Nevada County Airport

| 2011 | 2010 | 2009 | 2008 | 2007 | 2006 |
|------|------|------|------|------|------|
| 274  | 274  | 280  | 250  | 250  | 250  |
| 2    | 2    | 2    | 2    | 2    | 2    |
| 71   | 71   | 71   | 71   | 71   | 71   |
| 135  | 140  | 148  | 143  | 143  | 149  |
| 1    | 1    | 1    | 1    | 1    | 1    |
| 483  | 488  | 502  | 467  | 467  | 473  |