



Washoe County Comprehensive Annual Financial Report for the Fiscal Year Ended June 30, 2011

Report to the Board of County Commissioners

Presented by
Sheri Mendez, Comptroller
November 8, 2011



PURPOSE

- Presentation of the FY 2011 CAFR and financial results
- Authorization of fiscal year 2011/2012 budget augmentation for prior year commitments and reserves
- Presentation of auditor's opinion and comments

FINANCIAL HIGHLIGHTS



- Auditor's report offers an unqualified opinion
 - ✓ No financial statement findings
 - ✓ One finding was identified during the Single Audit
- Two compliance issues were noted (page 39)
- One new accounting standard was implemented

GOVERNMENT-WIDE FINANCIAL RESULTS



- Cash ratio is 3.6
- Net capital assets decreased \$46 million
- Outstanding debt of \$248 million is \$1.1 billion below the legal debt limit
- The County's bond rating remained unchanged during the year

GOVERNMENT-WIDE STATEMENT OF NET ASSETS



(in \$ millions)

	Fiscal Year		Increase / (Decrease)	
	2010	2011	Amount	% Change
<u>Assets</u>				
Cash and investments	\$ 368	\$ 358	\$ (10)	-3%
Other assets	75	75	-	0%
Net capital	1,110	1,064	(46)	-4%
Total Assets	1,553	1,497	(56)	-4%
<u>Liabilities</u>				
Current	34	43	9	26%
Long-term	336	318	(18)	-5%
Total Liabilities	370	361	(9)	-2%
<u>Net Assets</u>				
Invested in capital, net of debt	884	850	(34)	-4%
Restricted	190	177	(13)	-7%
Unrestricted, Business	109	116	7	6%
Unrestricted, Governmental	-	(7)	(7)	-
Total Net Assets	\$ 1,183	\$ 1,136	\$ (47)	-4%

CHANGE IN GOVERNMENT-WIDE NET ASSETS



(\$ in millions)

Change in Government-wide Net Assets

	Fiscal Year		Increase/(Decrease)	
	2010	2011	Amount	% Change
REVENUE				
Governmental	\$ 464	\$ 448	\$ (16)	-3%
Business	41	41	-	0%
Total Revenues	505	489	(16)	-3%
EXPENSES				
Governmental:				
Public safety	156	149	(7)	-4%
General government	104	121	17	16%
Welfare	66	70	4	6%
All other	159	154	(5)	-3%
Subtotal Governmental	485	494	9	2%
Business:				
Utilities	32	31	(1)	-3%
Golf courses	2	2	-	0%
Building permits	1	1	-	0%
Subtotal Business	35	34	(1)	-3%
Total Expense	520	528	8	2%
EXTRAORDINARY/SPECIAL ITEMS				
Business (utilities)	(4)	(8)	(4)	100%
CHANGE IN NET ASSETS				
Governmental	(21)	(46)	(25)	119%
Business	2	(1)	(3)	-150%
Total Change in Net Assets	\$ (19)	\$ (47)	\$ (28)	147%

GENERAL FUND HIGHLIGHTS



<u>General Fund Balance</u>	
<u>(\$ in millions)</u>	<u>FY11</u>
Nonspendable	\$ 0.3
Restricted	0.8
Committed	5.3
Assigned	8.6
Unassigned	23.8
	\$ <u>38.8</u>

- New definitions of fund balance
- Closure of the Stabilization Fund approved
- Fund balance policy established
- Ending fund balance available to fund augmentations in FY11/12 is only \$900,000

GENERAL FUND HIGHLIGHTS (continued)



- Revenues of \$278.1 million decreased \$9.3 million or 3%
- Ad valorem tax revenues decreased by \$11.3 million
- Expenditures increased \$4.4 million or 2% over prior year
- Transfers were \$18.1 million lower than prior year

CONCLUSION



- The Single Audit can be found in the back of the CAFR under the “Compliance” tab
- Please refer to the Management Discussion & Analysis beginning on page 4 of the CAFR along with the transmittal letter, financial statements and notes for a more in-depth financial analysis
- By acknowledging the receipt of this Report, the Board is authorizing the augmentation to the current fiscal year budget for commitments existing at June 30 from encumbrances and reserves related to unperformed contracts
- Questions?