

# STATISTICAL SECTION

(Not Covered by the Independent Auditor's Report)

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Breeza



Belleza



# Statistical Section

This part of the State of Nevada'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 government's overall financial health.

## **FINANCIAL TRENDS (TABLES 1 TO 4)**

These tables contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.

## **REVENUE CAPACITY (TABLES 5 TO 6)**

These tables contain information to help the reader assess the government's most significant revenue source, taxable sales.

## **DEBT CAPACITY (TABLES 7 TO 10)**

These tables present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.

## **DEMOGRAPHIC AND ECONOMIC INFORMATION (TABLES 11 TO 14)**

These tables offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.

## **OPERATING INFORMATION (TABLES 15 TO 16)**

These tables contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.

Sources: Unless otherwise noted, the information in these tables is derived from the comprehensive annual financial report of the relevant year.

## Table 1 - Net Position by Component

Last Ten Fiscal Years, (Accrual Basis of Accounting, Expressed in Thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Governmental Activities</b>										
Net investment in capital assets	\$ 3,492,205	\$ 3,622,787	\$ 3,875,141	\$ 4,017,147	\$ 4,357,735	\$ 4,672,738	\$ 4,895,213	\$ 5,588,027	\$ 5,623,373	\$ 5,694,397
Restricted	702,743	683,526	749,818	700,341	741,250	866,071	976,650	1,105,037	1,165,363	1,208,340
Unrestricted (deficit)	(236,912)	(224,799)	(276,924)	(59,069)	(3,135)	(124,344)	(2,223,609)	(1,888,144)	(1,580,030)	(2,448,744)
<b>Total governmental activities net position</b>	<b>\$ 3,958,036</b>	<b>\$ 4,081,514</b>	<b>\$ 4,348,035</b>	<b>\$ 4,658,419</b>	<b>\$ 5,095,850</b>	<b>\$ 5,414,465</b>	<b>\$ 3,648,254</b>	<b>\$ 4,804,920</b>	<b>\$ 5,208,706</b>	<b>\$ 4,453,993</b>
<b>Business-type Activities</b>										
Net investment in capital assets	\$ 3,286	\$ 3,615	\$ 3,120	\$ 3,076	\$ 3,422	\$ 3,434	\$ 3,791	\$ 4,310	\$ 6,446	\$ 6,121
Restricted	819,348	464,346	503,090	538,143	560,410	599,806	651,863	1,153,048	1,704,681	2,226,783
Unrestricted (deficit)	(5,466)	(303,705)	(558,265)	(544,418)	(360,488)	(223,987)	88,253	8,873	13,533	21,771
<b>Total business-type activities net position</b>	<b>\$ 817,168</b>	<b>\$ 164,256</b>	<b>\$ (52,055)</b>	<b>\$ (3,199)</b>	<b>\$ 203,344</b>	<b>\$ 379,253</b>	<b>\$ 743,907</b>	<b>\$ 1,166,231</b>	<b>\$ 1,724,660</b>	<b>\$ 2,254,675</b>
<b>Primary Government</b>										
Net investment in capital assets	\$ 3,495,491	\$ 3,626,402	\$ 3,878,261	\$ 4,020,223	\$ 4,361,157	\$ 4,676,172	\$ 4,899,004	\$ 5,592,337	\$ 5,629,819	\$ 5,700,518
Restricted	1,522,091	1,147,872	1,252,908	1,238,484	1,301,660	1,465,877	1,628,513	2,258,085	2,870,044	3,435,123
Unrestricted (deficit)	(242,378)	(528,504)	(835,189)	(603,487)	(363,623)	(348,331)	(2,135,356)	(1,879,271)	(1,566,497)	(2,426,973)
<b>Total primary government net position</b>	<b>\$ 4,775,204</b>	<b>\$ 4,245,770</b>	<b>\$ 4,295,980</b>	<b>\$ 4,655,220</b>	<b>\$ 5,299,194</b>	<b>\$ 5,793,718</b>	<b>\$ 4,392,161</b>	<b>\$ 5,971,151</b>	<b>\$ 6,933,366</b>	<b>\$ 6,708,668</b>

## Table 2 - Changes in Net Position

Last Ten Fiscal Years, (Accrual Basis of Accounting, Expressed in Thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Expenses</b>										
Governmental activities:										
General government	\$ 389,943	\$ 375,219	\$ 334,616	\$ 240,417	\$ 229,136	\$ 202,620	\$ 280,465	\$ 206,620	\$ 351,831	\$ 289,383
Health and social services	2,667,419	3,017,013	3,209,237	3,250,926	3,464,334	3,784,055	4,887,130	-	-	-
Health services (c)	-	-	-	-	-	-	-	3,509,058	3,957,042	4,142,999
Social services (c)	-	-	-	-	-	-	-	1,601,995	1,545,446	1,700,745
Education - K-12 state support (c)	-	-	-	-	-	-	-	1,460,123	1,478,773	1,612,584
Education - K-12 administrative (c)	-	-	-	-	-	-	-	524,397	580,719	563,634
Education - K-12 (b)	1,770,627	1,810,353	1,818,869	1,794,579	1,812,992	1,830,605	1,892,519	-	-	-
Education - higher education (b)	704,789	620,570	574,667	486,320	477,852	495,893	490,407	577,683	570,398	717,073
Law, justice and public safety	687,410	690,104	667,598	646,701	657,728	662,330	695,023	709,920	750,614	729,018
Regulation of business	118,086	100,380	122,679	101,687	85,688	303,020	259,106	299,093	295,766	315,038
Transportation	762,610	644,976	630,657	801,797	505,354	327,519	462,386	180,224	841,046	851,333
Recreation and resource development	165,741	161,048	153,404	138,599	134,578	139,188	145,000	144,940	161,621	178,524
Interest on long-term debt	138,304	132,238	128,606	122,080	106,126	121,224	94,987	79,527	73,785	74,499
Unallocated depreciation	976	1,448	1,402	1,755	2,023	2,150	2,137	2,680	2,673	2,766
<b>Total governmental activities: expenses</b>	<b>7,405,905</b>	<b>7,553,349</b>	<b>7,641,735</b>	<b>7,584,861</b>	<b>7,475,811</b>	<b>7,868,604</b>	<b>9,209,160</b>	<b>9,296,260</b>	<b>10,609,714</b>	<b>11,177,596</b>
Business-type activities:										
Unemployment insurance	1,336,043	2,233,382	1,767,632	1,286,839	867,600	552,246	380,166	342,279	313,306	297,532
Housing	44,382	57,342	83,467	50,979	34,247	31,954	23,442	27,099	19,316	23,582
Water loans	6,218	14,697	16,476	8,249	8,942	7,837	6,372	4,962	4,802	7,017
Workers' compensation and safety	26,801	26,084	29,642	27,706	28,685	26,715	27,644	31,024	30,011	39,276
Higher education tuition	13,103	14,051	18,959	26,067	25,081	21,325	25,768	25,108	23,383	11,293
Other	16,967	23,175	28,905	26,187	32,107	32,944	30,263	31,471	32,181	31,487
<b>Total business-type activities expenses</b>	<b>1,443,514</b>	<b>2,368,731</b>	<b>1,945,081</b>	<b>1,426,027</b>	<b>996,662</b>	<b>673,021</b>	<b>493,655</b>	<b>461,943</b>	<b>422,999</b>	<b>410,187</b>
<b>Total primary government expenses</b>	<b>\$ 8,849,419</b>	<b>\$ 9,922,080</b>	<b>\$ 9,586,816</b>	<b>\$ 9,010,888</b>	<b>\$ 8,472,473</b>	<b>\$ 8,541,625</b>	<b>\$ 9,702,815</b>	<b>\$ 9,758,203</b>	<b>\$ 11,032,713</b>	<b>\$ 11,587,783</b>

## Table 2 - Changes in Net Position

Last Ten Fiscal Years, (Accrual Basis of Accounting, Expressed in Thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
General government	\$ 281,997	\$ 285,927	\$ 301,856	\$ 183,278	\$ 180,169	\$ 174,265	\$ 172,468	\$ 180,648	\$ 194,111	\$ 212,509
Health and social services	141,473	131,408	156,698	212,730	212,310	172,459	222,917	-	-	-
Health services (c)	-	-	-	-	-	-	-	98,107	106,150	183,740
Social services (c)	-	-	-	-	-	-	-	139,256	137,574	49,653
Law, justice and public safety	252,755	236,004	234,385	253,431	267,060	273,895	295,582	301,894	316,046	263,957
Other	118,668	143,689	177,342	145,116	128,126	146,567	138,010	165,741	148,229	190,811
Operating grants and contributions	2,544,032	3,141,986	3,050,092	3,091,556	3,116,377	3,416,382	4,337,546	4,791,688	5,076,398	5,274,341
Capital grants and contributions	19,608	56,719	164,711	73,749	56,003	9,349	10,385	12,503	31,458	21,998
<b>Total governmental activities: program revenues</b>	<b>3,358,533</b>	<b>3,995,733</b>	<b>4,085,084</b>	<b>3,959,860</b>	<b>3,960,045</b>	<b>4,192,917</b>	<b>5,176,908</b>	<b>5,689,837</b>	<b>6,009,966</b>	<b>6,197,009</b>
Business-type activities:										
Charges for services:										
Unemployment insurance	1,460	1,669	1,587	1,544	1,556	1,393	1,753	2,974	975	3,442
Housing	26,604	23,693	21,385	20,105	19,840	16,003	17,058	18,934	19,450	22,252
Water loans	8,648	8,409	8,370	8,371	8,873	8,924	8,233	8,755	8,679	9,581
Workers' compensation and safety	38,955	30,144	35,071	37,946	34,322	40,671	34,804	38,639	43,216	54,130
Higher education tuition (a)	6,222	8,222	9,284	14,065	20,074	22,063	18,643	19,369	17,933	13,934
Other	29,504	23,352	30,854	25,856	32,358	32,210	31,394	31,475	32,969	30,559
Operating grants and contributions (a)	519,401	1,327,044	1,242,754	848,585	503,960	196,653	75,716	58,795	83,365	82,657
<b>Total business-type activities: program revenues</b>	<b>630,794</b>	<b>1,422,533</b>	<b>1,349,305</b>	<b>956,472</b>	<b>620,983</b>	<b>317,917</b>	<b>187,601</b>	<b>178,941</b>	<b>206,587</b>	<b>216,555</b>
<b>Total primary government program revenues</b>	<b>\$ 3,989,327</b>	<b>\$ 5,418,266</b>	<b>\$ 5,434,389</b>	<b>\$ 4,916,332</b>	<b>\$ 4,581,028</b>	<b>\$ 4,510,834</b>	<b>\$ 5,364,509</b>	<b>\$ 5,868,778</b>	<b>\$ 6,216,553</b>	<b>\$ 6,413,564</b>
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (4,047,372)	\$ (3,557,616)	\$ (3,556,651)	\$ (3,625,001)	\$ (3,515,766)	\$ (3,675,687)	\$ (4,032,252)	\$ (3,606,423)	\$ (4,599,748)	\$ (4,980,587)
Business-type activities	(812,720)	(946,198)	(595,776)	(469,555)	(375,679)	(355,104)	(306,054)	(283,002)	(216,412)	(193,632)
<b>Total primary government net expense</b>	<b>\$ (4,860,092)</b>	<b>\$ (4,503,814)</b>	<b>\$ (4,152,427)</b>	<b>\$ (4,094,556)</b>	<b>\$ (3,891,445)</b>	<b>\$ (4,030,791)</b>	<b>\$ (4,338,306)</b>	<b>\$ (3,889,425)</b>	<b>\$ (4,816,160)</b>	<b>\$ (5,174,219)</b>

## Table 2 - Changes in Net Position

Last Ten Fiscal Years, (Accrual Basis of Accounting, Expressed in Thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Taxes:										
Sales and use taxes	\$ 943,787	\$ 870,474	\$ 931,911	\$ 967,374	\$ 1,027,124	\$ 1,085,656	\$ 1,160,968	\$ 1,219,151	\$ 1,285,247	\$ 1,340,985
Gaming taxes	883,054	844,470	850,021	884,928	901,085	922,999	906,382	910,684	896,571	868,923
Modified business taxes	281,605	381,300	378,971	373,156	386,928	382,976	413,749	562,867	572,873	584,212
Insurance premium taxes	241,252	233,280	233,334	238,083	252,195	256,587	301,226	301,368	358,499	394,543
Lodging taxes (d)	-	-	-	-	-	-	-	167,159	178,846	179,951
Cigarette taxes (d)	-	-	-	-	-	-	-	153,033	180,677	160,665
Commerce taxes (d)	-	-	-	-	-	-	-	143,508	198,322	205,013
Property and transfer taxes	278,881	266,878	231,758	215,649	215,211	209,784	219,188	238,192	247,939	277,987
Motor and special fuel taxes	272,614	268,554	267,649	267,181	269,232	269,544	277,305	289,909	299,426	316,780
Other taxes	407,469	642,979	688,752	696,431	685,650	688,399	833,960	582,331	680,738	635,151
Unrestricted investment earnings	9,026	(1,246)	(4,182)	(11,543)	2,892	5,462	14,780	10,352	2,646	10,864
Other taxes	148,321	146,879	214,277	300,430	229,733	160,298	231,042	267,350	207,338	203,347
Contributions to permanent funds	7,019	8,165	6,637	6,705	5,376	5,908	9,038	7,480	9,586	10,005
Special item - termination of project construction	-	-	-	-	-	-	-	-	-	(16,054)
Transfers	23,912	19,361	24,044	(3,009)	(22,229)	6,689	(147,100)	(127,364)	(146,901)	(137,005)
<b>Total governmental activities:</b>	<b>3,496,940</b>	<b>3,681,094</b>	<b>3,823,172</b>	<b>3,935,385</b>	<b>3,953,197</b>	<b>3,994,302</b>	<b>4,220,538</b>	<b>4,726,020</b>	<b>4,971,807</b>	<b>5,035,367</b>
Business-type activities:										
Other taxes	342,588	314,657	403,509	515,402	565,925	537,372	555,187	566,551	624,242	653,150
Other	-	-	-	-	212	-	-	-	-	-
Special item	-	-	-	-	-	330	5,000	-	-	-
Transfers	(23,912)	(19,361)	(24,044)	3,009	22,229	(6,689)	147,100	127,364	146,901	137,005
<b>Total business-type activities:</b>	<b>318,676</b>	<b>295,296</b>	<b>379,465</b>	<b>518,411</b>	<b>588,366</b>	<b>531,013</b>	<b>707,287</b>	<b>693,915</b>	<b>771,143</b>	<b>790,155</b>
<b>Total primary government</b>	<b>\$ 3,815,616</b>	<b>\$ 3,976,390</b>	<b>\$ 4,202,637</b>	<b>\$ 4,453,796</b>	<b>\$ 4,541,563</b>	<b>\$ 4,525,315</b>	<b>\$ 4,927,825</b>	<b>\$ 5,419,935</b>	<b>\$ 5,742,950</b>	<b>\$ 5,825,522</b>
<b>Change in Net Position</b>										
Governmental activities:	\$ (550,432)	\$ 123,478	\$ 266,521	\$ 310,384	\$ 437,431	\$ 318,615	\$ 188,286	\$ 1,119,597	\$ 372,059	\$ 54,780
Business-type activities:	(494,044)	(650,902)	(216,311)	48,856	212,687	175,909	401,233	410,913	554,731	596,523
<b>Total primary government</b>	<b>\$ (1,044,476)</b>	<b>\$ (527,424)</b>	<b>\$ 50,210</b>	<b>\$ 359,240</b>	<b>\$ 650,118</b>	<b>\$ 494,524</b>	<b>\$ 589,519</b>	<b>\$ 1,530,510</b>	<b>\$ 926,790</b>	<b>\$ 651,303</b>

(a) Revised figures for years 2009-2013.

(b) Beginning with fiscal year 2015, educational expenditures are reported separately for K-12 and higher education; accordingly, fiscal years 2009 through 2014 have been revised to report these separately.

(c) Beginning with fiscal year 2016, health and social services expenditures are reported separately, and educational K-12 expenditures are reported separately for state support and for administrative.

(d) Beginning with fiscal year 2016, lodging, cigarette and commerce taxes revenues are reported separately (previously included with other taxes).

### Table 3 - Fund Balances of Governmental Funds

Last Ten Fiscal Years, (Modified Accrual Basis of Accounting, Expressed in Thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>General Fund</b>										
Reserved	\$ 13,512	\$ 12,463	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved	179,310	222,095	-	-	-	-	-	-	-	-
Nonspendable	-	-	18,456	23,801	33,113	39,255	35,134	26,953	28,248	27,621
Restricted	-	-	73,687	61,049	59,359	65,342	62,114	78,094	83,172	77,803
Committed	-	-	270,568	281,751	345,248	306,050	315,131	419,532	542,892	682,810
Unassigned	-	-	(115,965)	(96,272)	(66,701)	(135,789)	(205,092)	(126,417)	(97,625)	(240,488)
<b>Total general fund</b>	<u>\$ 192,822</u>	<u>\$ 234,558</u>	<u>\$ 246,746</u>	<u>\$ 270,329</u>	<u>\$ 371,019</u>	<u>\$ 274,858</u>	<u>\$ 207,287</u>	<u>\$ 398,162</u>	<u>\$ 556,687</u>	<u>\$ 547,746</u>
<b>All Other Governmental Funds</b>										
Reserved	\$ 947,719	\$ 1,078,045	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in:										
Special revenue funds	396,520	203,466	-	-	-	-	-	-	-	-
Capital projects funds	73,892	59,944	-	-	-	-	-	-	-	-
Permanent funds	20	20	-	-	-	-	-	-	-	-
Nonspendable	-	-	607,134	614,697	604,111	599,746	578,695	450,349	451,933	466,408
Restricted	-	-	414,040	276,666	324,473	597,389	544,993	736,953	768,709	663,104
Committed	-	-	188,796	212,311	245,888	235,265	232,070	278,740	341,572	309,069
Unassigned	-	-	(191)	-	-	-	-	-	-	-
<b>Total all other governmental funds</b>	<u>\$ 1,418,151</u>	<u>\$ 1,341,475</u>	<u>\$ 1,209,779</u>	<u>\$ 1,103,674</u>	<u>\$ 1,174,472</u>	<u>\$ 1,432,400</u>	<u>\$ 1,355,758</u>	<u>\$ 1,466,042</u>	<u>\$ 1,562,214</u>	<u>\$ 1,438,581</u>

**Note:** GASB Statement 54 changed the presentation of fund balance categories and classifications beginning in fiscal year 2011.



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**Table 4 - Changes in Fund Balances of Governmental Funds**

Last Ten Fiscal Years, (Modified Accrual Basis of Accounting, Expressed in Thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Revenues</b>										
Gaming taxes, fees, licenses	\$ 880,573	\$ 842,359	\$ 849,733	\$ 884,331	\$ 896,685	\$ 927,824	\$ 908,491	\$ 910,308	\$ 897,965	\$ 863,297
Sales taxes	953,112	870,539	925,899	965,060	1,024,624	1,081,735	1,161,893	1,214,113	1,282,745	1,337,930
Modified business taxes	277,516	385,110	381,901	369,661	386,610	384,886	411,914	561,778	575,233	581,844
Insurance premium taxes	238,524	233,906	234,831	236,787	248,512	263,532	292,665	309,113	358,482	394,263
Lodging taxes (e)	-	-	-	-	-	-	-	167,159	178,846	179,951
Cigarette taxes (e)	-	-	-	-	-	-	-	153,033	180,677	160,665
Commerce taxes (e)	-	-	-	-	-	-	-	143,508	197,827	201,927
Property and transfer taxes	278,881	266,878	231,758	215,649	215,211	209,784	219,189	238,192	247,939	277,987
Motor and special fuel taxes	272,614	268,554	267,649	267,181	269,232	269,543	277,305	289,909	299,426	316,780
Other taxes	387,449	620,543	664,427	657,138	685,948	692,192	835,552	584,055	660,972	615,172
Intergovernmental	2,672,751	3,273,266	3,372,565	3,335,558	3,340,627	3,552,327	4,518,221	4,996,931	5,224,501	5,374,516
Licenses, fees and permits	419,514	452,838	497,847	490,240	487,123	508,401	536,486	599,450	609,908	634,365
Sales and charges for services	85,401	84,422	81,923	85,211	87,595	90,322	105,241	109,063	108,994	107,089
Interest and investment income	44,831	37,855	31,853	22,599	23,496	25,397	22,082	24,017	15,372	38,050
Settlement income	50,062	41,963	39,517	40,291	147,071	40,120	39,788	39,370	40,427	43,232
Land sales	663	965	560	397	632	1,933	4,922	3,564	5,823	5,993
Other	141,808	112,728	143,461	160,921	151,708	83,277	112,395	92,587	146,874	93,446
<b>Total revenues</b>	<b>6,703,699</b>	<b>7,491,926</b>	<b>7,723,924</b>	<b>7,731,024</b>	<b>7,965,074</b>	<b>8,131,273</b>	<b>9,446,144</b>	<b>10,436,150</b>	<b>11,032,011</b>	<b>11,226,507</b>
<b>Expenditures</b>										
General government	166,909	137,994	141,366	134,889	143,135	112,757	153,682	158,394	172,687	212,231
Health and social services(d)	2,510,530	2,833,205	3,009,386	3,096,457	3,264,884	3,593,828	4,862,598	-	-	-
Health services (d)	-	-	-	-	-	-	-	3,535,984	3,948,549	4,132,568
Social services (d)	-	-	-	-	-	-	-	1,603,233	1,633,745	1,680,854
Education and support services (c)	57,815	57,196	53,796	53,959	53,119	30,845	-	-	-	-
Education - K-12 (c)	-	-	-	-	-	-	1,891,259	-	-	-
Education - K-12 state support (d)	-	-	-	-	-	-	-	1,460,123	1,478,773	1,612,584
Education - K-12 administrative (d)	-	-	-	-	-	-	-	524,747	589,012	562,281
Education - higher education (c)	-	-	-	-	-	-	610,543	562,901	594,760	663,045
Law, justice and public safety	628,500	633,890	609,230	604,364	595,649	622,066	633,559	688,616	712,895	754,994
Regulation of business	105,631	107,145	109,928	91,792	80,594	293,438	253,132	298,624	295,719	312,993
Transportation	747,425	691,931	751,647	846,335	578,231	452,821	635,049	816,275	946,857	994,227
Recreation and resource development	135,272	130,800	129,770	125,809	121,330	132,682	141,177	144,003	161,992	179,095
Intergovernmental (b)	2,706,025	2,704,690	2,716,157	2,569,693	2,592,985	2,638,028	-	-	-	-
Capital outlay	176,599	59,520	41,105	34,222	61,330	29,741	39,564	43,534	49,295	69,037
<b>Debt service:</b>										
Principal	183,976	176,982	194,920	171,004	163,889	166,021	199,845	383,842	165,543	167,409
Interest, fiscal charges	145,169	140,495	135,842	125,978	116,183	106,871	103,998	90,953	99,510	97,788
Debt issuance costs	2,080	1,734	1,300	1,795	1,901	2,282	1,941	3,584	1,761	1,680
Arbitrage payment	-	-	-	22	180	730	24	-	-	-
<b>Total Expenditures</b>	<b>7,565,931</b>	<b>7,675,582</b>	<b>7,894,447</b>	<b>7,856,319</b>	<b>7,773,410</b>	<b>8,182,110</b>	<b>9,526,371</b>	<b>10,314,813</b>	<b>10,851,098</b>	<b>11,440,786</b>
Excess (deficiency) of revenues over (under) expenditures	(862,232)	(183,656)	(170,523)	(125,295)	191,664	(50,837)	(80,227)	121,337	180,913	(214,279)

**Table 4 - Changes in Fund Balances of Governmental Funds**

Last Ten Fiscal Years, (Modified Accrual Basis of Accounting, Expressed in Thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Other Financing Sources (Uses)</b>										
Capital leases	20	18,209	408	-	-	-	-	-	-	-
Sale of general obligation bonds	300,384	109,244	22,655	42,020	-	141,045	78,335	272,070	205,371	225,020
Sale of general obligation refunding bonds	-	33,746	117,415	243,080	353,470	4,125	213,270	347,253	12,107	3,490
Premium on general obligation bonds	18,494	3,928	13,172	40,530	52,780	21,012	54,686	114,212	24,749	17,573
Payment to refunded bond agent	-	(35,677)	(128,529)	(279,916)	(404,178)	(4,425)	(261,893)	(419,993)	(14,697)	(3,996)
Sale of certificates of participation	-	-	-	-	-	50,445	-	-	-	-
Sale of refunding certificates of participation	-	7,900	-	-	-	35,785	-	-	3,730	-
Premium (discount) on certificates of participation	-	743	-	-	-	2,794	-	-	-	-
Payment to refunded certificates of participation agent	-	(8,466)	-	-	-	(42,799)	-	-	(4,071)	-
Sale of capital assets	684	92	89	103	99	335	365	641	201	628
Transfers in	476,147	358,113	221,167	156,037	194,136	192,193	160,472	322,645	240,486	196,885
Transfers out	(454,439)	(339,116)	(195,362)	(159,081)	(216,483)	(187,907)	(309,220)	(457,006)	(389,318)	(335,087)
<b>Total other financing sources (uses)</b>	<b>341,290</b>	<b>148,716</b>	<b>51,015</b>	<b>42,773</b>	<b>(20,176)</b>	<b>212,603</b>	<b>(63,985)</b>	<b>179,822</b>	<b>78,558</b>	<b>104,513</b>
<b>Net change in fund balances</b>	<b>\$ (520,942)</b>	<b>\$ (34,940)</b>	<b>\$ (119,508)</b>	<b>\$ (82,522)</b>	<b>\$ 171,488</b>	<b>\$ 161,766</b>	<b>\$ (144,212)</b>	<b>\$ 301,159</b>	<b>\$ 259,471</b>	<b>\$ (109,766)</b>
Total expenditures	\$ 7,565,931	\$ 7,675,582	\$ 7,894,447	\$ 7,856,319	\$ 7,773,410	\$ 8,182,110	\$ 9,526,371	\$ 10,314,813	\$ 10,851,098	\$ 11,440,786
Less: Capitalized assets included in the functional categories	227,812	209,123	245,790	221,991	232,772	271,655	252,136	735,171	172,824	243,230
<b>Total noncapital expenditures</b>	<b>\$ 7,338,119</b>	<b>\$ 7,466,459</b>	<b>\$ 7,648,657</b>	<b>\$ 7,634,328</b>	<b>\$ 7,540,638</b>	<b>\$ 7,910,455</b>	<b>\$ 9,274,235</b>	<b>\$ 9,579,642</b>	<b>\$ 10,678,274</b>	<b>\$ 11,197,556</b>
<b>Debt service (principal and interest) as a percentage of noncapital expenditures (a)</b>	4.49 %	4.25 %	4.32 %	3.89 %	3.71 %	3.45 %	3.28 %	4.96 %	2.48 %	2.37 %

(a) The percentages have been revised for fiscal years 2009 through 2010 to only include debt service principal and interest in the calculation.

(b) Beginning with fiscal year 2015, intergovernmental expenditures are classified by functional expenditures.

(c) Beginning with fiscal year 2015, educational expenditures are reported separately for K-12 and higher education.

(d) Beginning with fiscal year 2016, health and social services expenditures are reported separately, and educational K-12 expenditures are reported separately for state support and for administrative.

(e) Beginning with fiscal year 2016, lodging, cigarette and commerce taxes revenues are reported separately (previously included with other taxes).

## Table 5 - Taxable Sales by County

Last Ten Fiscal Years, (Expressed in Thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Taxable Sales by County</b>										
Carson City	\$ 761,379	\$ 678,626	\$ 735,161	\$ 756,079	\$ 779,297	\$ 804,368	\$ 892,530	\$ 961,717	\$ 1,055,090	\$ 1,144,377
Churchill	321,713	251,257	249,112	320,188	387,570	252,675	283,497	282,998	309,285	354,371
Clark	31,378,242	27,969,288	29,046,720	31,080,881	32,566,665	35,040,892	37,497,074	39,242,730	40,888,477	42,569,372
Douglas	584,679	537,187	532,984	557,660	592,823	599,623	653,187	663,490	709,590	780,079
Elko	1,101,164	1,093,158	1,477,347	1,545,691	1,595,351	1,426,133	1,437,625	1,483,842	1,450,175	1,495,116
Esmeralda	9,226	6,551	11,832	20,399	19,806	16,826	18,193	15,315	14,461	13,726
Eureka	285,942	266,356	304,276	367,340	370,492	315,756	260,130	235,117	292,067	314,095
Humboldt	498,791	533,667	748,153	740,656	921,112	780,774	577,537	486,077	449,981	507,810
Lander	264,109	220,348	249,321	443,458	440,677	302,691	308,198	274,632	283,334	309,919
Lincoln	25,257	25,871	33,116	50,417	30,055	29,501	28,955	28,159	30,639	31,002
Lyon	340,284	290,241	300,843	346,511	305,525	356,890	396,525	380,805	456,071	490,415
Mineral	37,247	36,280	42,181	57,696	66,463	62,661	74,178	83,582	73,195	48,853
Nye	427,505	397,570	466,836	498,130	832,077	624,761	497,920	547,020	583,443	672,275
Pershing	62,892	65,681	78,096	106,443	96,442	94,633	82,473	91,181	113,424	118,014
Storey	59,578	48,299	61,863	70,859	77,729	108,434	246,041	240,804	1,609,711	1,275,451
Washoe	5,707,791	5,176,982	5,282,935	5,522,605	5,824,726	6,370,685	6,817,589	7,550,466	7,989,009	8,531,253
White Pine	220,815	174,705	314,235	469,737	296,598	253,042	275,884	220,360	239,789	291,695
<b>Total</b>	<b>\$ 42,086,614</b>	<b>\$ 37,772,067</b>	<b>\$ 39,935,011</b>	<b>\$ 42,954,750</b>	<b>\$ 45,203,408</b>	<b>\$ 47,440,345</b>	<b>\$ 50,347,536</b>	<b>\$ 52,788,295</b>	<b>\$ 56,547,741</b>	<b>\$ 58,947,823</b>

The State receives a portion of sales taxes at a rate of 2% on taxable sales.

**Source:** Department of Taxation

**Table 6 - Principal Sales Tax Payers by Business Type**

Current Year and Nine Years Ago, (Expressed in Thousands)

	Fiscal Year 2009			Fiscal Year 2018		
	Taxable Sales	Percentage of Total Taxable Sales	Tax Liability	Taxable Sales	Percentage of Total Taxable Sales	Tax Liability
<b>Business Type</b>						
Food services and drinking places	\$ 6,536,724	15.5%	\$ 130,734	\$ 12,556,114	21.3%	\$ 251,122
Motor vehicle and parts dealers	3,647,027	8.7%	72,941	6,903,947	11.7%	138,079
General merchandise stores	4,040,207	9.6%	80,804	4,935,123	8.4%	98,702
Merchant wholesalers, durable goods	3,355,716	8.0%	67,114	4,571,002	7.8%	91,420
Clothing and clothing accessories stores	2,775,625	6.6%	55,513	3,762,701	6.4%	75,254
Building material, garden equipment, supplies	1,815,904	4.3%	36,318	2,706,155	4.6%	54,123
Rental and leasing services	1,655,590	3.9%	33,112	2,011,403	3.4%	40,228
Food and beverage stores	1,686,561	4.0%	33,731	1,909,477	3.2%	38,190
Professional scientific, and technical services	-	-	-	1,404,143	2.4%	28,083
Electronics and appliance stores	-	-	-	1,379,083	2.3%	27,582
Accommodation	1,770,277	4.2%	35,406	-	-	-
Health and personal care stores	1,745,862	4.1%	34,917	-	-	-
Total	<u>\$ 29,029,493</u>	<u>68.9%</u>	<u>\$ 580,590</u>	<u>\$ 42,139,148</u>	<u>71.5%</u>	<u>\$ 842,783</u>

**Source:** Department of Taxation**Note:** Due to confidentiality issues, the names of the ten largest revenue payers are not available. The categories presented are intended to provide alternative information regarding the source of the State's revenue.

**Table 7 - Ratios of Outstanding Debt by Type**

Last Ten Fiscal Years, (Expressed in Thousands, Except for Per Capita)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Governmental Activities</b>										
General obligation bonds	\$ 2,079,805	\$ 2,067,615	\$ 1,952,885	\$ 1,870,455	\$ 1,754,520	\$ 1,703,840	\$ 1,607,930	\$ 1,358,430	\$ 1,284,172	\$ 1,269,430
Special obligation bonds	722,880	668,840	612,045	557,735	497,650	527,450	486,140	587,095	706,165	785,085
Premiums (discounts)	109,407	103,270	104,921	118,509	143,968	146,792	176,725	221,726	210,383	191,869
<b>Total bonds payable</b>	<b>2,912,092</b>	<b>2,839,725</b>	<b>2,669,851</b>	<b>2,546,699</b>	<b>2,396,138</b>	<b>2,378,082</b>	<b>2,270,795</b>	<b>2,167,251</b>	<b>2,200,720</b>	<b>2,246,384</b>
Certificates of participation	58,030	56,080	55,475	53,815	52,000	94,455	91,935	89,225	84,994	80,829
Premiums (discounts)	-	690	591	492	339	2,956	2,720	1,491	1,048	646
<b>Total certificates of participation</b>	<b>58,030</b>	<b>56,770</b>	<b>56,066</b>	<b>54,307</b>	<b>52,339</b>	<b>97,411</b>	<b>94,655</b>	<b>90,716</b>	<b>86,042</b>	<b>81,475</b>
Obligations under capital leases	17,916	33,846	30,970	28,395	25,096	25,094	22,826	20,177	17,364	18,490
<b>Total governmental activities</b>	<b>2,988,038</b>	<b>2,930,341</b>	<b>2,756,887</b>	<b>2,629,401</b>	<b>2,473,573</b>	<b>2,500,587</b>	<b>2,388,276</b>	<b>2,278,144</b>	<b>2,304,126</b>	<b>2,346,349</b>
<b>Business-type Activities</b>										
General obligation bonds	113,055	105,060	108,975	101,680	90,720	83,025	73,370	69,480	60,103	60,430
Special obligation bonds	911,783	994,044	920,508	810,892	739,797	1,156,634	1,008,858	823,288	641,830	525,491
Premiums (discounts)	1,987	1,971	2,465	4,984	5,942	55,914	42,691	15,688	5,502	2,404
<b>Total business-type activities</b>	<b>1,026,825</b>	<b>1,101,075</b>	<b>1,031,948</b>	<b>917,556</b>	<b>836,459</b>	<b>1,295,573</b>	<b>1,124,919</b>	<b>908,456</b>	<b>707,435</b>	<b>588,325</b>
<b>Total primary government</b>	<b>\$ 4,014,863</b>	<b>\$ 4,031,416</b>	<b>\$ 3,788,835</b>	<b>\$ 3,546,957</b>	<b>\$ 3,310,032</b>	<b>\$ 3,796,160</b>	<b>\$ 3,513,195</b>	<b>\$ 3,186,600</b>	<b>\$ 3,011,561</b>	<b>\$ 2,934,674</b>
<b>Debt as a Percentage of Personal Income (a)</b>	<b>3.79 %</b>	<b>4.18 %</b>	<b>3.82 %</b>	<b>3.46 %</b>	<b>3.07 %</b>	<b>3.50 %</b>	<b>3.06 %</b>	<b>2.63 %</b>	<b>2.35 %</b>	<b>2.12 %</b>
<b>Amount of Debt per Capita (b)</b>	<b>\$ 1,513</b>	<b>\$ 1,501</b>	<b>\$ 1,402</b>	<b>\$ 1,305</b>	<b>\$ 1,201</b>	<b>\$ 1,361</b>	<b>\$ 1,238</b>	<b>\$ 1,102</b>	<b>\$ 1,024</b>	<b>\$ 979</b>

**Notes:** Details regarding the State's debt can be found in the notes to the financial statements.

See table 11 for personal income and population data.

Debt as a Percentage of Personal Income is based on prior year Personal Income.

Amount of Debt per Capita is based on prior year Population.

(a) Revised percentages for 2013 through 2015.

(b) Revised amounts for 2014 and 2015.

**Table 8 - Ratios of General Bonded Debt Outstanding**

Last Ten Fiscal Years, (Expressed in Thousands, Except for Per Capita)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Governmental Activities</b>										
General obligation bonds	\$ 2,079,805	\$ 2,067,615	\$ 1,952,885	\$ 1,870,455	\$ 1,754,520	\$ 1,703,840	\$ 1,607,930	\$ 1,358,430	\$ 1,284,172	\$ 1,269,430
Premiums (discounts)	69,950	68,356	74,551	86,292	96,909	92,714	129,441	132,082	116,221	101,377
<b>Subtotal</b>	<b>2,149,755</b>	<b>2,135,971</b>	<b>2,027,436</b>	<b>1,956,747</b>	<b>1,851,429</b>	<b>1,796,554</b>	<b>1,737,371</b>	<b>1,490,512</b>	<b>1,400,393</b>	<b>1,370,807</b>
Certificates of participation	9,335	7,900	7,900	6,935	5,920	4,855	3,730	2,550	1,305	-
Premiums (discounts)	-	689	591	492	394	295	197	36	9	-
<b>Subtotal</b>	<b>9,335</b>	<b>8,589</b>	<b>8,491</b>	<b>7,427</b>	<b>6,314</b>	<b>5,150</b>	<b>3,927</b>	<b>2,586</b>	<b>1,314</b>	<b>-</b>
<b>Business-type Activities</b>										
General obligation bonds	113,055	105,060	108,975	101,680	90,720	83,025	73,370	69,480	60,103	60,430
Premiums (discounts)	1,987	1,822	2,338	4,870	5,853	5,091	4,209	2,671	1,837	2,012
<b>Subtotal</b>	<b>115,042</b>	<b>106,882</b>	<b>111,313</b>	<b>106,550</b>	<b>96,573</b>	<b>88,116</b>	<b>77,579</b>	<b>72,151</b>	<b>61,940</b>	<b>62,442</b>
<b>Total general bonded debt</b>	<b>\$ 2,274,132</b>	<b>\$ 2,251,442</b>	<b>\$ 2,147,240</b>	<b>\$ 2,070,724</b>	<b>\$ 1,954,316</b>	<b>\$ 1,889,820</b>	<b>\$ 1,818,877</b>	<b>\$ 1,565,249</b>	<b>\$ 1,463,647</b>	<b>\$ 1,433,249</b>
<b>Actual Taxable Property Value</b>	<b>\$ 410,130,698</b>	<b>\$ 341,886,423</b>	<b>\$ 264,840,276</b>	<b>\$ 264,391,220</b>	<b>\$ 234,900,598</b>	<b>\$ 239,048,328</b>	<b>\$ 260,130,702</b>	<b>\$ 283,624,300</b>	<b>\$ 302,376,818</b>	<b>\$ 342,368,616</b>
<b>Percentage of Actual Taxable Value of Property (b)</b>	<b>0.55 %</b>	<b>0.66 %</b>	<b>0.81 %</b>	<b>0.84 %</b>	<b>0.83 %</b>	<b>0.79 %</b>	<b>0.70 %</b>	<b>0.55 %</b>	<b>0.48 %</b>	<b>0.42 %</b>
<b>Debt per Capita (a)(b)</b>	<b>\$ 857</b>	<b>\$ 839</b>	<b>\$ 794</b>	<b>\$ 762</b>	<b>\$ 709</b>	<b>\$ 677</b>	<b>\$ 641</b>	<b>\$ 541</b>	<b>\$ 498</b>	<b>\$ 478</b>

**Note:** Details regarding the State's outstanding debt can be found in the notes to the financial statements.

Only the general obligation certificates of participation subject to the debt limitation are included above.

(a) See Table 11 for population data.

(b) Revised for fiscal years 2009 through 2014 to exclude special obligation bonds.

## Table 9 - Legal Debt Margin Information

Last Ten Fiscal Years, (Expressed in Thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Debt limit	\$ 2,482,138	\$ 1,900,366	\$ 1,756,111	\$ 1,671,513	\$ 1,701,164	\$ 1,854,550	\$ 2,028,293	\$ 2,166,631	\$ 2,294,555	\$ 2,467,971
Total debt applicable to limit	1,405,781	1,410,211	1,342,660	1,293,386	1,178,185	1,151,010	1,127,220	1,082,845	1,034,015	1,025,895
<b>Legal debt margin</b>	<u>\$ 1,076,357</u>	<u>\$ 490,155</u>	<u>\$ 413,451</u>	<u>\$ 378,127</u>	<u>\$ 522,979</u>	<u>\$ 703,540</u>	<u>\$ 901,073</u>	<u>\$ 1,083,786</u>	<u>\$ 1,260,540</u>	<u>\$ 1,442,076</u>
<b>Legal debt margin as a percentage of the debt limit</b>	43.36 %	25.79 %	23.54 %	22.62 %	30.74 %	37.94 %	44.43 %	50.02 %	54.94 %	58.43 %

### Computation of Legal Debt Margin at June 30, 2018:

<b>Assessed value of taxable property at June 30, 2018 (a)</b>		\$ 123,398,563
Debt limitation (2% of assessed value)		\$ 2,467,971
General Obligation Bonds subject to limit	\$ 1,025,895	
Certificates of participation	80,829	
<i>Less obligations exempt from debt margin:</i>		
Lease revenue certificates of participation	(80,829)	
Debt subject to debt limitation		(1,025,895)
<b>Legal debt margin at June 30, 2018</b>		<u>\$ 1,442,076</u>

#### Note:

- (a) On June 30 of each year, the most current assessed value available is the assessed value used for calculating and assessing taxes for the following fiscal year. Therefore, the debt limitation as of June 30 of each year is calculated using the assessed value for the following fiscal year. For purposes of this computation, assessed valuation includes 35% of actual taxable property value, plus statewide redevelopment agency assessed values.

## Table 10 - Pledged Revenue Coverage

Last Ten Fiscal Years, (Expressed in Thousands)

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Highway Improvement Revenue Bonds</b>										
Revenue - fuel taxes	\$ 269,479	\$ 265,487	\$ 264,699	\$ 264,369	\$ 266,564	\$ 266,872	\$ 274,838	\$ 287,571	\$ 294,091	\$ 305,781
<i>Debt Service</i>										
Principal	\$ 51,420	\$ 54,040	\$ 56,795	\$ 50,835	\$ 53,300	\$ 56,220	\$ 41,310	\$ 45,600	\$ 48,595	\$ 46,985
Interest (f)	37,157	33,876	31,136	28,450	25,011	22,422	24,345	20,252	31,325	31,495
<b>Total</b>	<b>\$ 88,577</b>	<b>\$ 87,916</b>	<b>\$ 87,931</b>	<b>\$ 79,285</b>	<b>\$ 78,311</b>	<b>\$ 78,642</b>	<b>\$ 65,655</b>	<b>\$ 65,852</b>	<b>\$ 79,920</b>	<b>\$ 78,480</b>
Coverage (c)	3.04	3.02	3.01	3.33	3.40	3.39	4.19	4.37	3.68	3.90
<b>Unemployment Compensation Bonds</b>										
Revenue - special bond contributions	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 58,003	\$ 191,548	\$ 152,837	\$ 197,230	\$ 35,285
<i>Debt service</i>										
Principal	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 138,590	\$ 131,165	\$ 151,100	\$ 128,045
Interest	-	-	-	-	-	13,644	23,360	18,881	12,381	3,201
<b>Total</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 13,644</b>	<b>\$ 161,950</b>	<b>\$ 150,046</b>	<b>\$ 163,481</b>	<b>\$ 131,246</b>
Coverage (c)	N/A	N/A	N/A	N/A	N/A	4.25	1.18	1.02	1.21	0.27
<b>Mortgage Revenue Bonds</b>										
Revenue (a)	\$ 70,051	\$ 42,123	\$ 126,957	\$ 109,194	\$ 83,366	\$ 100,729	\$ 58,737	\$ 78,571	\$ 72,727	\$ 138,354
Expenses (b)	5,277	6,548	7,610	15,751	8,867	9,481	4,043	9,674	3,471	3,434
<b>Net available revenues</b>	<b>\$ 64,774</b>	<b>\$ 35,575</b>	<b>\$ 119,347</b>	<b>\$ 93,443</b>	<b>\$ 74,499</b>	<b>\$ 91,248</b>	<b>\$ 54,694</b>	<b>\$ 68,897</b>	<b>\$ 69,256</b>	<b>\$ 134,920</b>
<i>Debt service</i>										
Principal (d)	\$ 33,592	\$ 67,079	\$ 132,536	\$ 157,962	\$ 71,095	\$ 151,432	\$ 80,745	\$ 71,337	\$ 101,485	\$ 124,888
Interest	36,354	33,236	29,111	26,444	23,226	17,882	15,149	13,298	13,258	15,619
<b>Total</b>	<b>\$ 69,946</b>	<b>\$ 100,315</b>	<b>\$ 161,647</b>	<b>\$ 184,406</b>	<b>\$ 94,321</b>	<b>\$ 169,314</b>	<b>\$ 95,894</b>	<b>\$ 84,635</b>	<b>\$ 114,743</b>	<b>\$ 140,507</b>
Coverage (c)	0.93	0.35	0.74	0.51	0.79	0.54	0.57	0.81	0.60	0.96
<b>Lease Revenue Certificates of Participation</b>										
Revenue - lease rent (net)	\$ 1,614	\$ 2,961	\$ 3,045	\$ 2,878	\$ 2,972	\$ 4,098	\$ 2,996	\$ 4,335	\$ 5,190	\$ 6,719
Assets - held by the trustee (e)	4,779	4,837	4,643	4,709	4,558	46,902	12,442	1,736	35	-
<b>Total</b>	<b>\$ 6,393</b>	<b>\$ 7,798</b>	<b>\$ 7,688</b>	<b>\$ 7,587</b>	<b>\$ 7,530</b>	<b>\$ 51,000</b>	<b>\$ 15,438</b>	<b>\$ 6,071</b>	<b>\$ 5,225</b>	<b>\$ 6,719</b>
<i>Debt Service</i>										
Principal	\$ 470	\$ 515	\$ 605	\$ 695	\$ 800	\$ 1,795	\$ 1,395	\$ 1,530	\$ 2,721	\$ 2,860
Interest	2,245	2,229	2,212	2,188	2,163	3,418	4,128	4,084	3,915	3,839
<b>Total</b>	<b>\$ 2,715</b>	<b>\$ 2,744</b>	<b>\$ 2,817</b>	<b>\$ 2,883</b>	<b>\$ 2,963</b>	<b>\$ 5,213</b>	<b>\$ 5,523</b>	<b>\$ 5,614</b>	<b>\$ 6,636</b>	<b>\$ 6,699</b>
Coverage (c)	2.35	2.84	2.73	2.63	2.54	9.78	2.80	1.08	0.79	1.00

**Notes:** Details regarding the State's outstanding debt can be found in the notes to the financial statements.

(a) Consists of interest and investment income and principal collections of the Housing Division Enterprise Fund.

(b) Consists of operating expenses less interest expense and depreciation.

(c) Coverage equals net available revenues divided by total debt service.

(d) Principal paid on mortgage revenue bonds is updated for years 2010 and 2011. There is no change to coverage ratio.

(e) Assets - held by the trustee are the combination of additional lease rent, investment income, and bond proceeds.

(f) Principal paid on highway improvement revenue bonds is updated for years 2012 and 2013 to exclude the par amount of bonds refunded.

**Table 11 - Demographic and Economic Statistics**

Last Ten Calendar Years

	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017
<b>Population</b>										
Nevada (a)	2,653,630	2,684,665	2,703,230	2,718,586	2,754,874	2,790,366	2,838,281	2,890,845	2,940,058	2,998,039
Percentage change	3.4 %	1.2 %	0.7 %	0.6 %	1.3 %	1.3 %	1.7 %	1.9 %	1.7 %	2.0 %
United States (a)	304,093,966	306,771,529	309,326,295	311,721,632	314,102,623	316,427,395	318,907,401	321,418,820	323,127,513	325,719,178
Percentage change	0.8 %	0.9 %	0.8 %	0.8 %	0.8 %	0.7 %	0.8 %	0.8 %	0.5 %	0.8 %
<b>Total Personal Income</b>										
Nevada (in millions) (a)	\$ 105,824	\$ 96,430	\$ 99,092	\$ 102,612	\$ 107,930	\$ 108,504	\$ 114,923	\$ 121,096	\$ 128,090	\$ 138,386
Percentage change	1.9 %	(8.9)%	2.8 %	3.6 %	5.2 %	0.5 %	5.9 %	5.4 %	5.8 %	8.0 %
United States (in millions) (a)	\$ 12,451,660	\$ 11,852,715	\$ 12,417,659	\$ 13,233,436	\$ 13,904,485	\$ 14,068,960	\$ 14,801,624	\$ 15,463,981	\$ 15,912,777	\$ 16,820,250
Percentage change	6.9 %	(4.8)%	4.8 %	6.6 %	5.1 %	1.2 %	5.2 %	4.5 %	2.9 %	5.7 %
<b>Per Capita Personal Income</b>										
Nevada (a)	\$ 39,879	\$ 35,919	\$ 36,657	\$ 37,745	\$ 39,178	\$ 38,885	\$ 40,490	\$ 41,889	\$ 43,567	\$ 46,159
Percentage change	(1.5)%	(9.9)%	2.1 %	3.0 %	3.8 %	(0.7)%	4.1 %	3.5 %	4.0 %	5.9 %
United States (a)	\$ 40,947	\$ 38,637	\$ 40,144	\$ 42,453	\$ 44,267	\$ 44,462	\$ 46,414	\$ 48,112	\$ 49,246	\$ 51,640
Percentage change	6.1 %	(5.6)%	3.9 %	5.8 %	4.3 %	0.4 %	4.4 %	3.7 %	2.4 %	4.9 %
<b>Labor Force and Employment</b>										
Nevada Labor Force	1,373,462	1,369,891	1,350,309	1,385,872	1,378,876	1,372,862	1,393,639	1,425,711	1,427,114	1,462,955
Unemployed	91,450	161,270	200,772	187,732	152,468	135,071	107,856	96,159	81,106	73,583
Unemployment Rate (b)	6.7 %	11.8 %	14.9 %	13.5 %	11.1 %	9.8 %	7.7 %	6.7 %	5.7 %	5.0 %
United States Labor Force	154,287,000	154,142,000	153,889,000	153,617,000	154,975,000	155,389,000	155,922,000	157,130,000	159,187,000	160,320,000
Unemployed	8,924,000	14,265,000	14,825,000	13,747,000	12,506,000	11,460,000	9,617,000	8,296,000	7,751,000	6,982,000
Unemployment Rate (b)	5.8 %	9.3 %	9.6 %	8.9 %	8.1 %	7.4 %	6.2 %	5.3 %	4.9 %	4.4 %

**Sources:** U.S. Department of Commerce, Bureau of Economic Analysis; Nevada Department of Employment, Training, and Rehabilitation**Note:** Total personal income is composed of wages and salaries, proprietors' income, personal interest and dividend income, rental income, and personal current transfer receipts, less contributions for government social insurance. Per capita personal income is calculated by dividing total personal income by population.

(a) Revised estimates for 2012 through 2014.

(b) Revised percentage for 2015.

**Table 12 - Principal Industries**

Current Year and Nine Years Ago

	Calendar Year 2008		Calendar Year 2017	
	Employees	Percentage of Total State Employment	Employees	Percentage of Total State Employment
<b>Industry:</b>				
Farm employment	4,953	0.31%	6,102	0.34%
Forestry, fishing, and related activities	1,659	0.10%	1,702	0.10%
Mining, quarrying, and oil and gas extraction	16,489	1.02%	20,673	1.16%
Utilities	4,852	0.30%	4,961	0.28%
Construction	135,790	8.39%	101,219	5.70%
Manufacturing	52,050	3.21%	54,344	3.06%
Wholesale trade	43,589	2.69%	41,214	2.32%
Retail trade	165,464	10.22%	176,676	9.95%
Transportation and warehousing	57,329	3.54%	92,139	5.19%
Information	20,052	1.24%	20,367	1.15%
Finance and insurance	83,569	5.16%	92,442	5.21%
Real estate, rental and leasing	100,676	6.22%	103,487	5.83%
Professional, scientific, and technical services	87,958	5.43%	96,868	5.45%
Management of companies and enterprises	22,176	1.37%	32,486	1.83%
Administrative and waste management services	101,940	6.30%	127,911	7.20%
Educational services	12,574	0.78%	17,259	0.97%
Health care and social assistance	104,826	6.47%	140,702	7.92%
Arts, entertainment and recreation	50,006	3.09%	55,622	3.13%
Accommodation and food services	312,076	19.28%	328,629	18.51%
Other services	67,537	4.17%	85,664	4.82%
Federal government, civilian	17,499	1.08%	19,208	1.08%
Military	15,686	0.97%	18,220	1.03%
State government	35,318	2.18%	36,512	2.06%
Local government	104,946	6.48%	101,322	5.71%
<b>Total</b>	<b>1,619,014</b>	<b>100.00%</b>	<b>1,775,729</b>	<b>100.00%</b>

**Sources:** US Department of Commerce, Bureau of Economic Analysis**Note:** Due to confidentiality issues, the names of the ten principal employers are not available. The categories presented are intended to provide alternative information regarding the concentration of employment in various business sectors.

**Table 13 - School Enrollment**

Last Ten Fiscal Years

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Public School Enrollment (a)</b>										
Primary (Pre-K - 6)	240,453	235,295	273,724	240,851	244,559	249,015	253,267	258,617	261,450	269,370
Secondary (7 - 12) (b)	196,325	196,014	227,908	199,610	202,319	202,788	209,639	208,910	212,245	223,046
<b>Total</b>	<b>436,778</b>	<b>431,309</b>	<b>501,632</b>	<b>440,461</b>	<b>446,878</b>	<b>451,803</b>	<b>462,906</b>	<b>467,527</b>	<b>473,695</b>	<b>492,416</b>
<b>Public Higher Education Enrollment (c)</b>										
University of Nevada, Reno	12,583	12,770	13,289	13,583	13,721	14,468	15,762	16,916	16,745	17,291
University of Nevada, Las Vegas	19,545	20,086	19,719	18,580	18,499	19,269	20,301	21,352	21,963	22,514
Nevada State College	1,424	1,726	2,014	2,062	2,102	2,174	2,264	2,264	2,390	2,804
College of Southern Nevada	21,042	22,027	22,153	20,363	19,128	18,546	18,883	18,183	18,227	18,139
Great Basin College	1,786	1,994	1,939	1,742	1,659	1,717	1,728	1,835	1,881	1,824
Truckee Meadows Community College	6,796	7,307	7,125	6,351	6,339	6,166	6,098	6,196	5,851	5,740
Western Nevada College	2,489	2,889	2,930	2,358	2,240	2,157	2,229	2,213	2,047	2,138
<b>Total</b>	<b>65,665</b>	<b>68,799</b>	<b>69,169</b>	<b>65,039</b>	<b>63,688</b>	<b>64,497</b>	<b>67,265</b>	<b>68,959</b>	<b>69,104</b>	<b>70,450</b>

**Sources:** Nevada Department of Education and Nevada System of Higher Education**Note:**

(a) Prior to fiscal year 2018, the Fall enrollment figures representing the subsequent fiscal year were reported instead of the Fall enrollment figures representing the current fiscal year. Enrollment figures have been realigned to reflect the current fiscal year and restated for 2009 through 2017.

(b) Secondary also includes 5th year seniors, adult education, home schooled, and special education beyond 12th grade.

(c) Prior to fiscal year 2018, the Fall semester enrollment figures representing the subsequent fiscal year were reported instead of the enrollment figures representing the current fiscal year. Enrollment figures have been realigned to reflect the fiscal year and restated for 2009 through 2017 using the Annual Average Full-Time Equivalent Enrollment report which takes into account the Fall, Spring and Summer semester enrollments.

**Table 14 - Full-time Equivalent State Government Employees by Function**

Last Ten Fiscal Years

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Function</b>										
General government	1,539	1,487	1,443	1,445	1,548	1,539	1,633	1,624	1,753	1,739
Health and social services (a)	5,823	6,151	6,061	5,937	5,925	6,239	6,394	-	-	-
Health services	-	-	-	-	-	-	-	1,786	1,720	1,754
Social services	-	-	-	-	-	-	-	4,805	4,856	4,859
Education - K-12 administrative	8,930	8,670	8,383	8,015	7,663	8,380	8,647	9,096	10,593	10,968
Law, justice and public safety	5,815	5,812	5,707	5,760	5,838	5,831	5,846	5,993	6,030	6,546
Regulation of business	1,363	1,374	1,309	1,284	1,289	1,363	1,338	1,440	1,480	1,440
Transportation	1,810	1,776	1,769	1,797	1,776	1,770	1,793	1,759	1,795	1,805
Recreation and resource development	1,172	1,172	1,142	1,134	1,145	1,181	1,169	1,213	1,203	1,249
<b>Total</b>	<b>26,452</b>	<b>26,442</b>	<b>25,814</b>	<b>25,372</b>	<b>25,184</b>	<b>26,303</b>	<b>26,820</b>	<b>27,716</b>	<b>29,430</b>	<b>30,360</b>

**Sources:** Nevada Department of Administration, Nevada System of Higher Education and Legislative Counsel Bureau

(a) Beginning in 2016, health and social services are presented separately, as health services and social services.

**Table 15 - Operating Indicators by Function**

Last Ten Fiscal Years

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>General Government</b>										
<i>Department of Taxation</i>										
Number of sales and use tax audits	1,397	1,254	1,066	950	1,461	1,198	1,176	1,279	1,491	N/A
<i>Public Employees Benefits Program</i>										
Number of plan participants	44,232	43,943	42,830	40,615	40,176	40,635	41,449	42,259	43,158	43,711
Generic drug utilization (b)	72 %	72 %	78 %	78 %	80 %	81 %	82 %	81 %	81 %	82 %
<i>Department of Administration</i>										
Square feet of non-state owned space leased (major urban areas) (h)	1,393,872	1,393,872	1,466,102	1,408,617	1,511,207	1,526,579	1,606,012	1,614,381	1,713,599	1,754,521
Job applications processed	68,552	76,129	77,428	88,394	101,062	81,916	85,578	98,104	73,001	76,789
<i>Nevada State Library and Archives</i>										
Volumes (excludes documents and microfilm)	81,368	82,848	84,460	86,231	87,942	89,785	91,497	93,429	95,611	96,132
Government publications (U.S., Nevada and California)	833,705	849,112	851,855	854,727	862,764	864,898	869,670	871,764	877,330	877,823
<b>Health and Social Services</b>										
<i>Aging and Disability Services Division</i>										
Average monthly number of Developmental Services clients	4,876	5,086	5,346	5,550	5,694	5,865	6,184	6,433	6,643	6,881
<i>Health Care Financing &amp; Policy</i>										
Nevada Medicaid - average monthly eligibles	197,313	240,528	279,840	303,214	315,434	392,315	558,787	608,246	637,780	654,936
NV Check-Up Program - average monthly enrollment (h)	21,713	21,713	21,193	21,296	21,132	21,771	22,606	22,630	25,699	27,300
<i>Division of Public and Behavioral Health</i>										
Women, Infants and Children Program participants (FFY)	793,166	870,398	887,796	896,465	884,946	874,462	860,468	839,845	793,782	749,365
Average monthly number of Mental Health clients	15,575	15,160	15,138	14,058	14,414	14,238	13,585	11,281	9,866	9,142
Average monthly number of Mental Health inpatients	253	225	211	209	221	277	301	498	517	509
<i>Division of Welfare and Supportive Services</i>										
Average monthly number of TANF recipients	22,556	29,084	30,854	29,331	28,837	32,239	31,928	26,717	24,537	25,744
Average monthly number of SNAP (Food Stamp) recipients	179,790	260,417	323,290	352,156	358,611	375,506	411,447	438,330	440,485	440,694
Percent of current child support owed that is collected (FFY) (e)	48 %	49 %	51 %	56 %	58 %	60 %	62 %	64 %	66 %	N/A
TANF recipient children receiving child care	19,119	17,407	20,269	19,883	18,742	20,122	23,346	19,434	25,408	30,000
Non-TANF children receiving child care	84,517	69,541	83,399	67,955	43,215	39,309	44,725	59,739	67,825	75,846
Applications for energy assistance received	38,674	38,674	42,611	38,643	36,764	41,190	40,726	41,448	36,186	35,452
Households served with energy assistance	25,458	25,458	32,544	20,484	26,008	24,348	27,370	26,936	26,452	24,704

**Table 15 - Operating Indicators by Function**

Last Ten Fiscal Years

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Education and Support Services</b>										
<i>Nevada Department of Education (a)</i>										
Percent of occupational education students receiving a diploma	95 %	88 %	85 %	75 %	70 %	85 %	74 %	84 %	85 %	91 %
Number of special education students receiving a high school diploma	703	560	747	725	677	745	799	884	1,849	1,949
<b>Law, Justice, and Public Safety</b>										
<i>The Supreme Court of Nevada</i>										
Cases filed (c)	2,169	2,267	2,514	2,406	2,362	2,426	2,351	2,533	2,718	N/A
Cases disposed (c)	2,238	2,468	2,217	2,248	2,392	2,582	2,663	2,387	1,594	N/A
Number of opinions written (c)	63	57	87	71	104	99	105	97	109	N/A
<i>Nevada Department of Corrections</i>										
Total admissions	5,781	5,801	5,971	5,818	5,666	5,749	5,937	6,286	6,413	6,432
Total releases	6,120	6,056	6,098	5,678	5,614	5,672	5,750	5,576	6,285	6,764
In-house population at year-end	12,742	12,591	12,458	12,564	12,665	12,824	12,999	13,685	13,768	13,426
<i>Department of Public Safety, Highway Patrol Division</i>										
Total number of DUI arrests (f)	4,676	3,981	3,846	3,286	3,177	2,977	3,156	3,095	2,825	2,932
Total number of safety inspections (f)	26,478	26,056	25,491	27,492	28,737	25,923	33,570	31,752	31,473	34,140
<i>Department of Motor Vehicles</i>										
Motor vehicle registrations	2,335,778	2,284,437	2,153,918	2,119,167	2,190,660	2,259,552	2,326,319	23,985,762	2,469,307	2,534,636
<b>Regulation of Business</b>										
<i>Nevada Department of Agriculture</i>										
Number of meals served in the Children & Adult Food Care Program (h)	4,330,289	4,330,289	4,063,461	4,592,266	4,724,529	4,800,386	4,527,435	4,600,171	5,864,600	6,473,857
Percent of K-12 students participating in the Nat'l School Lunch Program (b) (i) (o)	42 %	42 %	47 %	52 %	54 %	54 %	54 %	58 %	56 %	56 %
<i>Nevada Gaming Commission</i>										
Licenses issued & active at fiscal year-end	2,882	2,827	2,875	2,859	2,933	2,981	2,961	2,929	2,921	2,895
Licensed devices at fiscal year-end:										
Table and counter games (l)	6,019	5,985	5,948	5,887	5,676	5,731	5,818	5,700	5,643	5,494
Card games (l)	1,063	1,132	1,070	1,016	902	848	871	799	772	739
Slots (k)	194,180	190,135	190,217	184,150	179,776	176,073	174,548	169,723	165,880	164,413
<i>Department of Business and Industry</i>										
Units of affordable housing produced (b) (h)	792	792	773	592	727	1,117	848	1,019	946	811
Taxicab Authority notices of violation issued(m)	4,292	3,474	3,453	3,128	4,419	3,306	3,672	4,385	3,124	1,673
Taxicab Authority vehicle inspections made(m)	7,507	7,471	7,165	7,693	6,849	7,374	9,210	9,589	6,343	2,275
Number of worksite safety & health inspections	2,835	2,040	1,223	1,322	1,272	1,659	1,131	1,424	1,211	956
Number of boiler and elevator inspections	21,200	16,382	19,701	14,890	14,564	13,061	12,306	15,884	18,049	22,779
Insurance license and renewal applications processed (b) (h) (n)	39,065	39,065	42,506	42,748	41,382	47,995	51,006	53,652	55,024	60,424
<i>Governor's Office of Economic Development (j)</i>										
Number of projects requesting Community Development Block Grants (j)	21	46	28	42	35	40	36	32	40	37
Number of projects funded (j)	20	38	24	31	27	24	20	14	19	14

**Table 15 - Operating Indicators by Function**

Last Ten Fiscal Years

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>Transportation</b>										
<i>Nevada Department of Transportation</i>										
Miles of highways - rural	4,802	4,782	4,782	4,750	4,726	4,726	4,735	4,735	4,419	4,428
Miles of highways - urban	618	618	618	633	654	667	662	663	715	718
<b>Recreation and Resource Development</b>										
<i>Commission on Tourism</i>										
Inquiries from advertising campaign (d)	363,677	196,058	199,471	222,197	162,117	31,998	23,542	42,913	39,804	39,547
Tourism web site visitors (d)	1,685,237	2,056,349	2,424,567	2,422,893	1,249,030	1,226,380	708,795	864,412	1,001,634	1,357,559
<i>Department of Conservation and Natural Resources</i>										
Percent of human caused wildland fires in NDF's jurisdiction investigated	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %	100 %
Number of State Park users (g) (k)	3,150,693	3,008,942	3,030,364	3,093,257	3,046,049	2,999,315	3,028,859	3,408,821	3,533,396	3,415,630

N/A = not available

**Sources:** Nevada Departments of Taxation, Administration, Health and Human Services, Education, Agriculture, Corrections, Motor Vehicles, Public Safety, Transportation, Business and Industry, Conservation and Natural Resources; Supreme Court of Nevada; Nevada Gaming Commission and Control Board; Public Employees Benefit Program; State of Nevada Executive Budgets.

**Notes:**

- (a) See table 13 for public school enrollment.
- (b) The Executive Budget is prepared biennially, and actual figures are only available for the base year (even numbered years). Base year figures have been used for odd numbered years in this table.
- (c) Data based on calendar year.
- (d) Revised figures provided by Commission on Tourism for 2009.
- (e) Revised figures for 2010, 2011.
- (f) Revised figures for 2011, 2012.
- (g) Data for 2009 through 2011 based on calendar year. Data for 2012 and thereafter based on fiscal year.
- (h) Data from Executive Budget prior to 2011.
- (i) Data from Executive Budget prior to 2012.
- (j) Governor's Office Of Economic Development moved under Regulation of Business in 2017.
- (k) Revised figure for 2016.
- (l) Revised description beginning in 2017.
- (m) Beginning June 2017 inspections were reduced from 4 to 1 annually.
- (n) Revised figures for 2014, 2017
- (o) Figure includes Pre-K beginning FY14

**Table 16 - Capital Asset Statistics by Function**

Last Ten Fiscal Years

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
<b>General Government</b>										
State owned office space (square feet)	201,688	202,229	214,611	219,927	215,416	213,896	213,896	213,896	216,731	231,884
Vehicles (motor pool)	851	828	798	775	777	865	909	1,046	1,059	1,162
<b>Health and Social Services</b>										
State owned office space (square feet)	33,344	70,939	70,770	64,506	68,648	68,648	68,648	68,648	65,880	57,492
Mental health centers	5	5	5	5	5	5	5	5	4	4
Veterans' home	1	1	1	1	1	1	1	1	2	2
Youth correctional centers	3	2	2	2	2	3	3	3	3	3
Vehicles	232	219	193	183	167	155	147	145	133	123
<b>Education and Support Services</b>										
State owned office space (square feet)	27,949	28,031	28,200	28,200	28,200	28,200	28,200	28,200	28,200	26,937
Number of State museums	7	7	7	7	7	7	7	7	7	7
State library	1	1	1	1	1	1	1	1	1	1
<b>Law, Justice and Public Safety</b>										
State owned office space (square feet)	596,564	646,446	646,223	645,775	645,322	645,322	645,322	645,322	643,134	649,409
Supreme Court building	1	1	1	1	1	1	1	1	1	1
Department of Corrections facilities	20	20	20	19	19	19	19	19	19	19
Vehicles	1,217	1,199	1,161	1,191	1,118	1,128	1,088	1,066	931	964
<b>Regulation of Business</b>										
State owned office space (square feet)	107,547	106,027	102,038	102,478	102,245	103,765	103,765	103,765	109,710	71,369
Vehicles	293	323	263	253	242	259	249	262	251	253
<b>Transportation</b>										
State owned office space (square feet)	251,658	258,056	280,728	273,327	308,532	308,532	337,094	337,094	339,190	339,190
NDOT lane miles	13,055	13,055	13,055	13,368	13,613	13,622	13,628	13,708	13,083	14,083
NDOT bridges	1,092	1,092	1,109	1,116	1,101	1,154	1,164	1,164	1,165	1,208
NDOT vehicles	826	625	538	628	633	631	639	639	674	673
NDOT heavy equipment	1,886	2,033	2,058	1,943	1,931	1,918	1,926	1,926	1,926	1,932
NDOT maintenance stations (staffed)	45	45	42	42	42	44	44	44	44	44
<b>Recreation and Resource Development</b>										
State owned office space (square feet)	139,874	140,998	142,638	142,140	143,150	143,150	143,150	143,150	139,326	123,022
Number of State Parks	24	24	24	24	24	23	23	23	23	24
Acres of State Parks	145,750	145,750	145,750	145,745	145,760	146,225	146,225	148,625	148,625	158,440
Number of Fish Hatcheries	4	4	4	4	4	4	4	4	4	4
Wildlife Management Areas	11	11	11	11	11	11	11	11	11	11
Acres of Wildlife Management Areas	116,888	118,993	118,993	120,254	121,086	119,212	119,212	119,212	119,212	125,414
Vehicles	854	919	805	797	790	826	850	810	779	785

**Sources:** Nevada Attorney General's Office; Nevada Departments of Administration, Conservation and Natural Resources, Tourism and Cultural Affairs, Health & Human Services, Transportation and Wildlife



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# COMPLIANCE SECTION



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**Independent Auditor's Report on Internal Control over Financial Reporting and on  
Compliance and Other Matters Based on an Audit of Financial Statements  
Performed in Accordance with *Government Auditing Standards***

The Honorable Ronald Knecht, MS, JD & PE  
State Controller  
Carson City, Nevada

We have audited, in accordance with the 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, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of Nevada, as of and for the year ended June 30, 2018, and the related notes to the financial statements, which collectively comprise the State of Nevada's basic financial statements, and have issued our report thereon dated January 7, 2019. Our report includes a reference to other auditors who audited the financial statements of the Nevada System of Higher Education, a discretely presented component unit; the Housing Division Enterprise Fund, the Self Insurance and Insurance Premiums Internal Service Funds, the Pension Trust Funds and the Other Employee Benefit Trust Fund – State Retirees' Fund, the Nevada College Savings Plan – Private Purpose Trust Fund, the Retirement Benefits Investment Fund – Investment Trust Fund, and the Division of Museums and History Dedicated Trust Fund – Special Revenue Fund, as described in our report on the State of Nevada's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by some of those auditors. The financial statements of the Division of Museums and History Dedicated Trust Fund, the Pension Trust Funds, the Insurance Premiums Internal Service Fund and the Retirement Benefits Investment Fund were not audited in accordance with *Government Auditing Standards*.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the State of Nevada's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the State of Nevada's internal control. Accordingly, we do not express an opinion on the effectiveness of the State of Nevada's internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant

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deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and responses, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiencies described in the accompanying schedule of findings and responses as findings 2018-A and 2018-B to be material weaknesses.

*A significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We considered the deficiency described in the accompanying schedule of findings and responses as finding 2018-C to be a significant deficiency.

#### **Compliance and Other Matters**

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

#### **The State of Nevada's Response to Findings**

The State of Nevada's response to the findings identified in our audit is described in the accompanying schedule of findings and responses. The State of Nevada's responses were not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

#### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the State of Nevada's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the State of Nevada's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Reno, Nevada  
January 7, 2019

**STATE OF NEVADA  
SCHEDULE OF FINDINGS AND RESPONSES  
FOR THE YEAR ENDED JUNE 30, 2018**

***Findings Relating to the Financial Statements Reported in Accordance with GAGAS:***

**2018-A          Prior Period Adjustment of Unemployment Revenues  
Material Weakness**

<i>Criteria:</i>	Management is responsible for establishing and maintaining an effective system of internal control over financial reporting. Properly reporting revenues is a key component of effective internal control over financial reporting.
<i>Condition:</i>	A prior period adjustment of \$50,966,376 was required to correct certain 2017 revenues, which were inadvertently recorded twice in 2017.
<i>Cause:</i>	Internal controls in place in 2017, did not ensure that revenues were reported accurately.
<i>Effect:</i>	In 2017, revenues in the Unemployment Compensation Fund were overstated by \$50,966,376.
<i>Recommendation:</i>	We recommend the State of Nevada enhance internal controls to ensure revenues are reported accurately.
<i>Views of Responsible Officials:</i>	Management agrees with this finding.

**STATE OF NEVADA  
SCHEDULE OF FINDINGS AND RESPONSES  
FOR THE YEAR ENDED JUNE 30, 2018**

***Findings Relating to the Financial Statements Reported in Accordance with GAGAS:***

**2018-B          Prior Period Adjustment of Medicaid Federal Reimbursements and Expenditures  
Material Weakness**

<i>Criteria:</i>	Management is responsible for establishing and maintaining an effective system of internal control over financial reporting. Properly reporting Medicaid expenditures and the related Medicaid federal reimbursements is a key component of effective internal control over financial reporting.
<i>Condition:</i>	A prior period adjustment of \$22,807,889 was required to correct 2017 Medicaid expenditures in the amount of \$65,268,331 and Medicaid federal reimbursements in the amount of \$42,460,442, both of which were miscalculated and therefore understated in the 2017 financial statements.
<i>Cause:</i>	Internal controls in place in 2017 did not ensure that Medicaid expenditures and the related Medicaid Federal reimbursements were properly calculated and reported.
<i>Effect:</i>	At June 30, 2017, fund balance in the General Fund was overstated by \$22,807,889.
<i>Recommendation:</i>	We recommend the State of Nevada enhance internal controls to ensure Medicaid expenditures and the related Medicaid federal reimbursements are calculated and reported accurately.
<i>Views of Responsible Officials:</i>	Management agrees with this finding.

**STATE OF NEVADA  
SCHEDULE OF FINDINGS AND RESPONSES  
FOR THE YEAR ENDED JUNE 30, 2018**

***Findings Relating to the Financial Statements Reported in Accordance with GAGAS:***

**2018-C            Highway Fund – Revenue and Unavailable Revenue  
Significant Deficiency**

<i>Criteria:</i>	Management is responsible for establishing and maintaining an effective system of internal control over financial reporting. Properly recording revenue and unavailable revenue (deferred inflows of resources) is a key component of effective internal control over financial reporting.
<i>Condition:</i>	During our testing over revenue and unavailable revenue, we noted that a portion of a year-end journal entry was duplicated. An adjusting journal entry was required to correct the duplicated journal entry in the Highway Fund.
<i>Cause:</i>	The internal controls in place over revenue recognition did not ensure the post-June 30 <sup>th</sup> amounts recorded for revenue and unavailable revenue were correct.
<i>Effect:</i>	Prior to the adjusting journal entry, revenue was understated by \$1,835,468 and unavailable revenue was overstated by \$1,835,468.
<i>Recommendation:</i>	We recommend the State of Nevada enhance internal controls over revenue recognition to ensure post-June 30 <sup>th</sup> amounts recorded for revenue and unavailable revenue are correct.
<i>Views of Responsible Officials:</i>	Management agrees with this finding.