

Financial Statements

Clean Water State Revolving Fund & Drinking Water State Revolving Fund

(Unaudited)

**For the Period:
July 1, 2020 to June 30, 2021**



NEVADA DIVISION OF
**ENVIRONMENTAL
PROTECTION**



Nevada Department of
**CONSERVATION &
NATURAL RESOURCES**

This financial report is designed to provide a general overview of the finances of the Nevada Clean Water State Revolving Fund and the Nevada Drinking Water State Revolving Fund. It was created to comply with disclosure and accountability requirements of the U.S. Environmental Protection Agency.

Note: These Financial Statements are assembled from the audited State of Nevada Annual Comprehensive Financial Report ending June 30, 2021. These statements are not independently audited.

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List of Acronyms

CAFR	Nevada Comprehensive Annual Financial Report
CFDA	Catalog of Federal Domestic Assistance (grant number)
CWA	The Federal Clean Water Act of 1987, as amended
CWSRF	Clean Water State Revolving Fund
NVDCNR	Nevada Department of Conservation and Natural Resources
DWSRF	Drinking Water State Revolving Fund
EPA	Environmental Protection Agency
GASB	Government Accounting Standards Board
NDEP	Nevada Division of Environmental Protection
NRS	Nevada Revised Statutes
OFA	The Office of Financial Assistance
PEBP	Public Employee's Benefits Program
PERS	Public Employee's Retirement System
SDWA	The Federal Safe Drinking Water Act of 1997, as amended
SFY	State of Nevada Fiscal Year (July 1 to June 30)
SRF	State Revolving Fund

Management's Discussion and Analysis

Formation of the Nevada Clean Water Program

The Clean Water Program — short for the Nevada Clean Water State Revolving Fund Program (CWSRF) — was established pursuant to Title VI of the Federal Water Quality Act of 1987, the Clean Water Act (CWA), and Nevada Revised Statute 445A.060. The purpose of the Clean Water Program is to provide low interest loans to local governments for constructing wastewater treatment facilities and projects to reduce non-point source pollution.

Formation of the Nevada Drinking Water Program

The Drinking Water Program — short for Nevada Drinking Water State Revolving Fund Program (DWSRF) — was established in 1997 pursuant to the federal Safe Drinking Water Act (SDWA) and Nevada Revised Statutes 445A.200 - 445A.295. The Drinking Water Program was established to provide assistance to Nevada's public water systems for projects that meet the eligibility requirements of the SDWA.

Administration

The programs are administered by the State of Nevada's Department of Conservation and Natural Resources, Division of Environmental Protection (NDEP), which has developed policies and procedures to administer the programs' objectives and to comply with the CWA, the SDWA, and state statutes. NDEP determines funding levels of the programs' activities, approves loan applicants based upon financial capacity, and prepares lists that prioritize projects that are necessary to meet compliance-related requirements or otherwise significantly further the health protection objectives of the CWA or SDWA. NDEP staff also reviews project engineering reports and management functions to ensure the project can meet its technical, financial, and managerial requirements.

NDEP has a small professional staff — the Office of Financial Assistance — dedicated primarily to administering the Clean Water and Drinking Water programs. The allocated portion of salaries and benefits of employees for time spent working on each program, as well as indirect costs based on payroll costs, are charged to the respective program. Employees charging time to the programs are covered by the State of Nevada Public Employees' Benefit Program and the Public Employees' Retirement System (PERS).

Annual Financial Report

These financial statements for the programs reflect information from the Nevada Comprehensive Annual Financial Report (CAFR). All financial data is presented on one fiscal year — from July 1, 2020 to June 30, 2021. The programs are an integral component of the state governmental structure. Together with the Brownfields Revolving Fund programs, the Clean Water and Drinking Water programs are presented on the CAFR as a major enterprise fund called Water Projects Loans. The financial statements are intended to give the U.S. Environmental Protection Agency a financial picture of the programs' current positions and activities over the last fiscal year. This document includes the following three statements:

Statement of Net Assets: gives an overview of the programs' positions as of June 30, 2021. The statement includes assets held or expected to be received, liabilities due or

payable, and the net position of the programs.

Statement of Revenues, Expenses and Changes in Net Assets: shows the programs' activities for SFY 2021. It includes operating income and expenses, as well as non-operating changes to net position.

Statement of Cash Flows: expresses the programs' cash flows from operations, non-capital financing, capital related financing, and investing activities for SFY 2021.

Clean Water Program Highlights

- ◆ Nevada provided assistance to the following entities within SFY 2021:

Community Name/Project Sponsor	Population	Project Description	Total Assistance	Funding Commitment ^B
Humboldt Co (Grass Valley)	4,000	PER/ER for nitrate mitigation	98,381	3/29/2021
McGill Ruth Sewer & Water GID	1,588	Refinancing	1,149,451	9/11/2020
Total SFY2021 Commitments			1,247,832	

To date, Nevada has obligated:

Repayment Loans	72	\$606,045,621
Principal Forgiven Loans	29	\$21,866,245
Total Loans	101	\$627,911,866
Communities Supported	43	
Contract amount range	\$43,005 to \$49.99 million	
Interest rate range	0.00% to 4.00% (based on market conditions)	

Drinking Water Program Highlights

- ◆ Nevada provided assistance to the following entities in SFY 2021:

Topaz Ranch Estates GID	PER and ER for new secondary source	1501	D	79,662	7/29/2020
McGill Ruth GID	PER and ER for new secondary source	700		80,750	7/29/2020
Hawthorne Utilities	Storage	3020		1,000,000	7/29/2020
Lovelock Meadows Water District	Storage	5278	D	1,000,000	7/29/2020
Gold Country Water Company	PER and ER for nitrate compliance	950		37,400	1/20/2021
Cottonwood MHP	PER and ER for system rehabilitation	151		24,225	1/20/2021
Alamo Sewer and Water GID	Arsenic Treatment	900		1,000,000	1/20/2021
Las Vegas Valley Water District (Big Be)	Treatment, storage, transmission	9300	D	1,000,000	1/20/2021
Douglas County (Cave Rock)	Transmission, treatment	2800		250,000	1/20/2021
Douglas County (Cave Rock)	Transmission, treatment	2800		16,250,000	1/20/2021
Gerlach GID	transmission, electrical	120	D	128,000	1/20/2021
McGill Ruth GID	Storage	700		433,750	1/20/2021
Esmeralda County	Meters	486	D	366,118	1/20/2021
Beatty Sewer and Water GID	and ER (Add money) for arsenic treatment	1010	D	15,000	1/20/2021
Truckee Meadows Water Authority (Old	Consolidation (Add money)	32		16,000	1/20/2021
Mount Rose Bowl POWC	Treatment, Storage (Add money)	15		25,000	1/20/2021
Roark Estates HOA	Storage (Add money)	62	D	91,700	4/28/2021
Total SFY2021 Commitments				21,797,605	

- To date, Nevada has obligated:

Repayment Loans	70	\$314,479,293
Principal Forgiven Loans	67	\$35,735,246
Total Loans	137	\$350,214,539
Communities Supported	71	
Contract amount range	\$20,000 to \$23.7 million	
Interest rate range	0.00% to 4.03% (based on market conditions)	

Summary of Net Assets

The Clean Water Program decreased in cash as loans were funded in state fiscal year 2021. This is reflected in the increased loan principal outstanding. Borrowers repaid their loans timely, the program did not issue any additional debt, and operations were relatively smooth. The program had sufficient cash reserves to satisfy all draw requests from borrowers and still retains sufficient cash to satisfy all current and planned draws. Changes in payables are due to the timing of payments between fiscal years only and not due to any extenuating circumstances.

Clean Water Statement of Net Assets				
	SFY 2021	SFY 2020	Change	
Cash and pooled investments	\$ 83,533,770	\$ 94,991,482	-12.1%	
Loan interest	\$ 2,507,205	\$ 2,491,837	0.6%	
Loan Principal	\$ 246,040,170	\$ 225,427,576	9.1%	
Federal Government	\$ -	\$ -		
Other assets	\$ 216,931	\$ 545,156		
Deferred amounts	\$ 39,808	\$ 38,449	3.5%	
Total Assets and Deferred Amounts	\$ 332,337,885	\$ 323,494,500	2.7%	
Payroll, Pension and Benefits	\$ 311,779	\$ 303,054	2.9%	
Administration	\$ 10,442	\$ 5,860	78.2%	
Bond Interest	\$ 699,431	\$ 856,440	-18.3%	
Bonds Payable	\$ 42,795,659	\$ 51,960,036	-17.6%	
Other Payables	\$ -	\$ -		
Deferred Amounts	\$ 17,355	\$ 22,678	-23.5%	
Net Assets	\$ 288,503,220	\$ 270,346,431	6.7%	
Liabilities, net assets and deferred amounts	\$ 332,337,885	\$ 323,494,500	2.7%	

The Drinking Water Program increased cash and decreased on loans receivable in state fiscal year 2021. Borrowers repaid their loans timely, the program did not issue any additional debt, and operations were relatively smooth. Changes in payables are due to the timing of payments between fiscal years only and not due to any extenuating circumstances.

Drinking Water Statement of Net Assets				
	SFY 2021	SFY 2020	Change	
Cash and pooled investments	\$ 68,938,390	\$ 54,738,620	25.9%	
Loan interest	\$ 1,923,470	\$ 1,974,235	-2.6%	
Loan Principal	\$ 168,360,871	\$ 173,294,401	-2.8%	
Federal Government	\$ 369,898	\$ 286,150	29.3%	
Other assets	\$ 186,906	\$ 352,954	-47.0%	
Deferred amounts	\$ 113,085	\$ 116,585	-3.0%	
Total Assets and Deferred Amounts	\$ 239,892,620	\$ 230,762,946	4.0%	
Payroll, Pension and Benefits	\$ 599,603	\$ 575,448	4.2%	
Administration	\$ 364,656	\$ 313,522	16.3%	
Bond Interest	\$ 275,102	\$ 317,329	-13.3%	
Bonds Payable	\$ 18,076,976	\$ 21,006,460	-13.9%	
Other Payables	\$ -	\$ -		
Deferred Amounts	\$ 36,605	\$ 46,491	-21.3%	
Net Assets	\$ 220,539,679	\$ 208,503,697	5.8%	
Liabilities, net assets and deferred amounts	\$ 239,892,620	\$ 230,762,946	4.0%	

Summary of Revenues, Expenses, and Changes in Net Assets

Income from loan interest for the Clean Water Program decreased slightly from SFY 2020 due to the overall decrease in interest rates as newer loans were issued. Only \$5,747.00 in service fee revenue was received as the most borrowers were principal forgiveness loan recipients. Non-operating revenues (expenses) increased primarily because the program received more federal grants for capitalization. Investment earnings significantly decreased as market conditions are producing significantly decreased returns from the State Treasurer's Office and the cash balance in the program has decreased.

Clean Water Statement of Revenues Expenses and Change in Net Assets				
	SFY 2021	SFY 2020	Change	
Operating Revenues	\$ 5,049,957	\$ 5,569,147	-9.3%	
Operating Expenses	\$ 929,527	\$ 1,595,979	-41.8%	
Operating Income	\$ 4,120,430	\$ 3,973,168	3.7%	
Non-operating revenues (expenses)	\$ 14,036,359	\$ 4,452,527	215.2%	
Change in Net Assets	\$ 18,156,789	\$ 8,425,695	115.5%	

Income from loan interest and federal grants for the Drinking Water Program did not change significantly from SFY 2020. Non-operating revenues (expenses) were consistent with Non-operating revenues (expenses) in SFY 2020.

Drinking Water Statement of Revenues Expenses and Change in Net Assets			
	SFY 2021	SFY 2020	Change
Operating Revenues	\$ 6,783,943	6,999,841	-3.1%
Operating Expenses	\$ 3,050,918	2,867,307	6.4%
Operating Income	\$ 3,733,025	4,132,534	-9.7%
Non-operating revenues (expenses)	\$ 8,302,957	8,574,440	-3.2%
Change in Net Assets	\$ 12,035,982	12,706,974	-5.3%

Summary of Cash Flows

Cash from operations in the Clean Water Program significantly decreased from SFY 2020 primarily due to new loans being issued in the fiscal year. This also affected the amount of federal grants requested for capitalization of the program. The change in investing activities for the Clean Water Program is a direct result of interest received from the State Treasurer's Office and the fair value of market security changes within the year.

Clean Water Statement of Cash Flows			
	SFY 2021	SFY 2020	Change
Operating Revenues	\$ 26,965,433	\$ 27,224,521	-1.0%
Operating Expenses	\$ (43,466,361)	\$ (11,625,644)	273.9%
Change in Cash from operations	\$ (16,500,928)	\$ 15,598,877	-205.8%
Non-capital related Financing Revenues	\$ 14,372,322	\$ 39,687,431	-63.8%
Non-capital related Financing Expenses	\$ (10,074,575)	\$ (9,136,264)	10.3%
Capital related Financing Revenues			
Capital related Financing Expenses			
Change in cash from financing activities	\$ 4,297,747	\$ 30,551,167	-85.9%
Investing Activities	\$ 745,469	1,736,989	-57.1%
Change in Cash	\$ (11,457,712)	\$ 47,887,033	-123.9%

Cash from operations in the Drinking Water Program increased from SFY 2020 primarily because the program received more loan principal from borrowers. The change in investing activities for the Drinking Water Program is a direct result of interest received from the State Treasurer's Office and the fair value of market security changes within the year.

Drinking Water Statement of Cash Flows			
	SFY 2021	SFY 2020	Change
Operating Revenues	\$ 20,177,595	\$ 19,274,578	4.7%
Operating Expenses	\$ (11,527,320)	\$ (26,454,985)	-56.4%
Change in Cash from operations	\$ 8,650,274	\$ (7,180,407)	-220.5%
Non-capital related Financing Revenues	\$ 10,276,488	\$ 15,814,405	-35.0%
Non-capital related Financing Expenses	\$ (5,197,901)	\$ (5,231,818)	-0.6%
Capital related Financing Revenues			
Capital related Financing Expenses			
Change in cash from financing activities	\$ 5,078,587	\$ 10,582,587	-52.0%
Investing Activities	\$ 470,908	1,361,341	-65.4%
Change in Cash	\$ 14,199,769	\$ 4,763,521	198.1%

Capital Assets Information

At the end of the fiscal year, the Drinking Water Program's sole asset, a Chevrolet Tahoe, remained in the program. Since this vehicle is fully depreciated, the Clean Water Program has no capital assets to depreciate.

Debt Information

The Clean Water Program remains current on all bond repayments and maintains a debt service coverage ratio of 9.61 for leverage bonds and 52.22 for match bonds. As of June 30, 2021, the total outstanding par balance on all debt issued by the Clean Water Program was \$38,405,000. The CWSRF subsequently issued the 2021F Bond to match federal funds as required by the grant. (See note 11, "Subsequent Events").

The Drinking Water Program also remains current on all bond repayments and maintains a debt service coverage ratio of 5.38 for match bonds. No leverage bonds have been issued in the program. As of June 30, 2021, the total outstanding par balance on all debt issued by the program was \$17,590,000,000. The Drinking Water Program issued the 2021E Bond to match federal funds as required by the grants. (See note 11, "Subsequent Events").

Clean Water Budget Information

The Clean Water Program is authorized to use up to 4% of the cumulative amount of capitalization grants for administrative purposes. EPA reviews and approves proposed budgets in the grant application for the respective grants. The Clean Water Program began using service fees to pay administration expenses in SFY 2018.

Administration	Grant Authorized	Nevada Requested	SFY 2021 Spending	SFY 2020 Spending
Amount of Cumulative Grant Funds	up to 4%	2.2%		
Amount of Cumulative Grant Funds	\$ 8,575,616	\$ 4,675,870	-	\$ -
Available for Administration	up to 4%	\$ 3,899,746	\$ -	\$ -

Grant Number and CFDA	Award Amount	For Loans in FY2021	For Administration in FY2021	Available for Future Draws
CS-32000119 66.458	\$ 7,779,000.00	\$ -	\$ -	\$ -
CS-32000120 66.458	7,780,000.00	6,246,487.91	-	1,533,512.09
			-	-
Total Grant Funds	\$ 15,559,000.00	\$ 6,246,487.91	\$ -	\$ 1,533,512.09

Drinking Water Budget Information

The Drinking Water Program is authorized to use a portion of capitalization grants for administrative and set-aside purposes. The program can use up to 31% of each federal award for administering the grants and managing SDWA-required activities that continue ongoing education, training, and assistance to small systems, operators, and local communities. Nevada has historically requested fewer funds in these programs to ensure more dollars go

directly to projects authorized under the SDWA.

Set-Aside Program	Grant Authorized	Nevada Requested	SFY 2021 Spending	SFY 2020 Spending
2% Small Systems Assistance				
Amount of Cumulative Grant Funds	up to 2%	1.83%		
Amount of Cumulative Grant Funds	5,102,410	4,193,285	92,580	198,822
Banked Authority		909,125		
4% Administration				
Amount of Cumulative Grant Funds	up to 4%	3.36%		
Amount of Cumulative Grant Funds	\$ 10,204,820	\$ 7,715,065	370,747	349,568
Banked Authority		\$ 2,489,755		
10% Public Water System Supervision				
Amount of Cumulative Grant Funds	up to 10%	8.3%		
Amount of Cumulative Grant Funds	25,512,050	18,998,912	1,049,886	1,362,721
Banked Authority		6,513,138		
15% Local Assistance and Wellhead Protection				
Amount of Cumulative Grant Funds	up to 15%	8.2%		
Amount of Cumulative Grant Funds	38,268,075	18,806,981	772,683	907,710
Not used for Local Assistance (Used for loans)		19,461,094		
Total administration and set-aside funding	up to 31%	21.7%	\$ 2,285,896	\$ 2,818,821

Grant Number and CFDA	Award Amount	For Loans in SFY 2021	For Set-Aside Activities in SFY2021	Available for Future Draws
FS 99996018 66.468	\$12,876,000.00	\$ 250,000.00	\$ 56,519.05	\$ -
FS 99996019 66.468	12,756,000.00	899,726.11	2,016,740.59	77,059.17
FS 99996020 66.468	12,764,000.00	9,126,761.85	306,672.76	926,677.79
Total Grant Funds	\$38,396,000.00	\$ 10,276,487.96	\$ 2,379,932.40	\$ 1,003,736.96

Nevada Information

A November 2021 report by the Nevada Department of Employment, Training, and Rehabilitation (prior to the release of this financial statement) indicated that total employment rose by 7.6% over the calendar year with unemployment in October 2021 at 7.3%. The full report is available for review at the following link: https://detr.nv.gov/Page/Press_Releases

The 81st session of the Nevada Legislature convened on February 1, 2021, resulting in no notable legislation that impacted the Clean Water or Drinking Water programs. Sessions of the Legislature are biennial, occurring during odd number years. The 82nd session of the Nevada Legislature will convene in SFY 2023.

Statement of Net Assets

Statement of Net Assets	Clean Water Program		Drinking Water Program	
	as of June 30		as of June 30	
	2021	2020 Restated	2021	2020 Restated
Current Assets				
Cash and pooled investments	\$ 83,533,770	\$ 94,991,482	\$ 68,938,390	\$ 54,738,620
Federal grants receivable	-	-	369,898	286,150
Loan interest receivable	2,507,205	2,491,837	1,923,470	1,974,235
Investment interest receivable	216,703	544,892	178,848	312,642
Loans receivable	21,541,439	21,857,918	13,232,417	12,859,293
Net allowance for doubtful accounts	-	-	(196,913)	(196,913)
Due from other state funds	-	56	7,634	39,927
Prepaid Insurance	228	208	424	385
Total current assets	107,799,346	119,886,393	84,454,169	70,014,340
Non-current assets				
Loan principal ^A	224,498,731	203,569,658	155,325,367	160,632,021
Total non-current assets	224,498,731	203,569,658	155,325,367	160,632,021
Total Assets	332,298,077	323,456,051	239,779,536	230,646,361
Deferred amounts				
Deferred amount on bond refunding	-	-	30,115	36,138
Deferred OPEB Outflows	9,456	4,279	17,559	7,946
Deferred pension related outflows	30,352	34,170	65,411	72,501
Total deferred amounts	39,808	38,449	113,085	116,585
Total Assets and deferred amounts	\$ 332,337,885	\$ 323,494,500	\$ 239,892,620	\$ 230,762,946
Current Liabilities				
Payroll and benefits	19,697	24,764	32,278	29,726
Administration	8,105	2,551	87,754	84,156
Set-aside activities			272,342	226,049
Bond interest	699,431	856,440	275,102	317,329
Due to other state funds	2,337	3,309	4,560	3,317
Loans to sub-recipients ^A				
Bond principal ^A	6,351,983	9,164,377	2,617,717	2,929,483
Total current liabilities	7,081,552	10,051,441	3,289,753	3,590,059
Non-current Liabilities				
Bond principal ^A	36,443,676	42,795,659	15,459,259	18,076,977
Payroll and benefits	6,317	3,710	7,720	6,891
Pension Obligations	197,308	188,127	414,246	397,195
OPEB Obligations	88,457	86,453	145,359	141,636
Total non-current liabilities	36,735,758	43,073,949	16,026,583	18,622,698
Total Liabilities	43,817,310	53,125,390	19,316,336	22,212,757
Deferred amounts				
Deferred OPEB Inflows	5,812	4,850	10,794	9,007
Deferred pension related inflows	11,543	17,828	25,811	37,484
Total deferred amounts	17,355	22,678	36,605	46,491
Net Assets, restricted for revolving loans ^A	288,503,220	270,346,431	220,539,679	208,503,697
Total Liabilities and Net Assets	\$ 332,337,885	\$ 323,494,500	\$ 239,892,620	\$ 230,762,946

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

Data compiled from the Nevada CAFR. This report is not independently audited.

Statement of Revenues, Expenses and Changes in Net Assets

Statement of Revenues, Expenses and Changes in Net Assets	Clean Water Program		Drinking Water Program	
	For State Fiscal year ending June 30		For State Fiscal year ending June 30	
	2021	2020 Restated	2021	2020 Restated
Operating Activities				
Revenues				
Service fees	\$ 5,747	\$ 455,000	\$ -	
Federal grants for set-aside activities		-	2,655,794	2,818,821
Loan interest	5,044,210	5,114,147	4,128,149	4,181,020
Other				
Total operating revenue	5,049,957	5,569,147	6,783,943	6,999,841
Expenses				
Salaries and benefits	147,544	205,591	276,228	250,856
Administration	130,214	123,016	519,384	501,788
Principal forgiveness disbursements	651,769	992,200	2,255,306	2,042,829
Bond issuance costs	-	275,172	-	71,833
Total operating Expenses	929,527	1,595,979	3,050,918	2,867,307
Net Income (loss) from Operating Activities	4,120,430	3,973,168	3,733,025	4,132,534
Non-operating revenues (expenses)				
Federal Grants for Capitalization	14,372,322	3,374,386	10,276,498	9,929,771
Investment Income	417,226	2,093,572	337,163	990,338
Proceeds from the Sale of Assets	-	-	-	-
Interest payable on bonds	(753,189)	(1,015,430)	(440,002)	(279,610)
Transfers For State Funded/GPAD	-	-		(1)
Transfers For Set-Aside Activities	-	-	(1,870,703)	(2,066,058)
Escrow Refunds	-	-	-	-
Total non-operating revenues (expenses)	14,036,359	4,452,527	8,302,957	8,574,440
Change in net assets	18,156,789	8,425,695	12,035,982	12,706,974
Net assets, July 1^A	270,346,431	261,920,736	208,503,697	195,796,723
Net assets, June 30	\$ 288,503,220	\$ 270,346,431	\$ 220,539,679	\$ 208,503,697

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

Data compiled from the Nevada CAFR. This report is not independently audited.

Statement of Cash Flows

Statement of Cash Flows	Clean Water Program		Drinking Water Program	
	For State Fiscal year ending June 30		For State Fiscal year ending June 30	
	2021	2020 Restated	2021	2020 Restated
Cash flows from operating activities				
Receipt of service fees	\$ 5,747	\$ 455,000	\$ 160	\$ (160)
Receipts of principal on loans	21,930,844	21,496,468	13,426,665	12,417,833
Receipts of interest on loans	5,028,842	5,273,053	4,178,914	4,094,166
Receipts from federal government		-	2,571,856	2,762,739
Disbursements of forgiven principal	(651,769)	(992,200)	(2,255,306)	(2,042,829)
Disbursements for employees	(145,502)	(198,580)	(264,831)	(247,268)
Disbursements for operations	(125,652)	(120,737)	(514,048)	(450,205)
Disbursements for bond administration	-	(275,172)	-	(71,833)
Disbursements to loans ^A	(42,543,438)	(10,038,955)	(8,493,135)	(23,642,850)
Net cash provided by (used for) operating activities	(16,500,928)	15,598,877	8,650,274	(7,180,407)
Cash flows from noncapital financing activities				
Federal grants for capitalization	14,372,322	3,374,386	10,276,488	9,929,771
Proceeds from the sale of bonds		36,313,045		5,884,634
Refunds from escrow for refunding bonds		-		-
Disbursements on refunding bonds		-		-
Disbursements for bond principal	(8,195,000)	(8,065,000)	(2,690,000)	(2,655,000)
Disbursements for bond interest	(1,879,575)	(1,071,264)	(715,688)	(571,617)
Disbursements for financing assistance		-	(1,792,214)	(2,005,201)
Net cash provided by (used for) noncapital financing activities	4,297,747	30,551,167	5,078,587	10,582,587
Cash flows from capital and related financing activities				
Proceeds from the sale of assets	-	-	-	-
Disbursements for capital assets	-	-	-	-
Net cash provided by (used for) capital and related financing activities	-	-	-	-
Cash flows from investing activities				
Interest, dividends and gains (losses)	745,469	1,736,989	470,908	1,361,341
Net cash provided by (used for) investing activities	745,469	1,736,989	470,908	1,361,341
Net Increase (decrease in cash)	(11,457,712)	47,887,033	14,199,769	4,763,521
Cash and cash equivalents, July 1	94,991,482	47,104,450	54,738,621	49,975,100
Cash and cash equivalents, June 30	\$ 83,533,770	\$ 94,991,482	\$ 68,938,390	\$ 54,738,621

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

Data compiled from the Nevada CAFR. This report is not independently audited.

Reconciliation of Operating Income (loss) to net change in cash from operations	Clean Water Program		Drinking Water Program	
	For State Fiscal year ending June 30		For State Fiscal year ending June 30	
	2021	2020	2021	2020
Net income (loss) from operations	4,120,430	3,973,168	3,733,025	4,132,534
Change in loan principal ^A	(20,612,594)	11,457,514	4,933,530	(11,225,017)
Change in loan interest	(15,368)	158,906	50,765	(86,854)
Change in receivables from federal government	-	-	(83,748)	(56,062)
Change in other assets ^A	(20)	(33)	(39)	(99)
Change in deferred outflows	(1,359)	(2,985)	(2,523)	(6,134)
Change in payroll and related benefits	(2,461)	4,838	3,382	(1,128)
Change in pension payable	9,181	(1,065)	17,051	(1,978)
Change in OPEB	2,004	2,574	3,723	4,780
Change in payables for administration	5,554	1,916	3,752	52,501
Change in other liabilities	(972)	395	1,243	(997)
Change in deferred inflows	(5,323)	3,649	(9,886)	8,047
Cash provided by operating activities	(16,500,928)	15,598,877	8,650,274	(7,180,407)

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

Data compiled from the Nevada CAFR. This report is not independently audited.

Note 1: Summary of Significant Accounting Policies

Basis of Accounting

The programs compile their financial statements from the audited Nevada Comprehensive Annual Financial Report (CAFR). The CAFR presents the programs as a major enterprise fund, which follows the accrual method of accounting and economic resources measurement focus. Under this method, the program must record revenues (when earned) and expenses (when the liability is incurred).

In compiling the programs' financial statements, Nevada follows the accounting pronouncements generally accepted in the United States. The Governmental Accounting Standards Board (GASB) is recognized as the body authorized to provide such pronouncements for state and local governments. The programs have adopted GASB pronouncements, as well as statements issued by the Financial Accounting Standards Board that GASB has codified to apply to accounting for enterprise funds.

Capital Assets

Capital assets are assets with a unit cost greater than \$5,000 and an estimated useful life of greater than one year. Capital assets are depreciated over their useful life using the straight-line method. The Clean Water Program does not have any capital assets. The Drinking Water Program's sole capital asset, a Chevrolet Tahoe SUV, was fully depreciated prior to the start of the period.

Cash and Cash Equivalents

The Nevada state treasurer is an elected constitutional officer and part of the executive branch of the state government. The treasurer is responsible for handling all state cash as a fiscal agent for the fund. The treasurer manages a pool for investing all temporary surplus cash. The investment pool has the same general characteristics as demand deposit accounts, and invested funds are considered to be cash equivalents. In managing both programs, NDEP does not control the investment of excess cash. The statement of cash flows considers all funds deposited with the treasurer to be cash and cash equivalents regardless of actual maturities of the underlying investments. Deposits with the Nevada state treasurer are accounted for on the balance sheet as "cash with treasurer." Investment interest earnings on these deposits are received by the programs on a quarterly basis (See note 2 for more information on cash and cash equivalents).

Loans Receivable

Loans made to systems are funded by the federal capitalization grant, state bond funds, revolving funds that have been repaid to the programs, and program earnings. The programs' loans are evidenced by a formal loan contract between NDEP and the borrower. Public borrowers must issue a bond as security for the loan. Private borrowers require additional security in the loan funds are disbursed to borrowers after they incur costs for the purposes of the loan. Federal grant funds are distributed to the State when the disbursement is made to the borrower (See note 4 and 5 for more information on loans receivable).

Bonds Payable

The State issues state match bonds to meet its state match obligation for both the Clean Water and Drinking Water programs. The Clean Water Program has also issued leveraged bonds to accelerate the financing of certain projects beyond amounts made available by other sources. Bond premiums are amortized using the effective interest method over the life of the bonds. Refunding losses are amortized using the straight-line method over the life of the bonds. The programs follow GASB 65 requirements to expense cost of issuances at the time of sale. All bonds are backed by the full faith and credit of the State of Nevada, with the programs primarily responsible for repayment (See note 6 and 7 for more information on bonds payable).

Compensated Absences

NDEP employees who manage the programs accrue vested annual leave at a variable rate based on years of service. Employees forfeit accumulated annual leave in excess of 240 hours at the end of a calendar year. Any employee who leaves state service is paid for all unused and un-forfeited annual leave at the employee's rate of pay at the time of separation.

Sick leave includes any approved period of paid absence granted an employee due to illness, injury, or disability. Employees accrue sick leave at the same rate of annual leave. If employees have vested more than 10 years of service with the State, they are entitled to payment for unused sick leave in excess of 30 days, which is capped based on years of service.

Operating activities defined

The programs distinguish *program* revenues and expenses from *non-program* items. Program revenues and expenses generally result from providing services in connection with financing and administering monies for the programs. The principal program revenues are program loan interest, EPA grants set-aside for administration, and service fees. Program expenses are administrative, amortization, program loan costs, and forgivable principal expenses. All revenues and expenses not meeting this definition are reported as non-program revenues and expenses.

The Nevada CAFR defines certain activities differently than the program. The below chart summarizes these differences:

Activity	Nevada CAFR	Program Statements
EPA Capitalization Grants	Operating Activities	Non-Operating Activities
EPA Set-Aside Grants Funds	Operating Activities	Operating Activities
Bond Interest Paid	Operating Activities	Non-Operating Activities
Other Income Received	Operating Activities	Non-Operating Activities
Loan Repayments (Principal and Interest)	Investing Activities	Operating Activities

Note 2: Cash and Cash Equivalents

All monies of the programs are deposited with the Nevada state treasurer and are considered cash and cash equivalents. The treasurer is responsible for maintaining and investing the pooled cash balances in accordance with Nevada Revised Statute (NRS) 355.140. The treasurer is required to maintain a mix of investments in order to allow funds to be withdrawn at any time to meet normal operating needs. Un-invested cash balances for operating needs remain in the State's main checking account and are either insured or collateralized to 102% in conformity with NRS 356.360. The programs' share of the investment income is based on the average daily balance for the period and is credited quarterly to the programs. The programs' historical earnings are listed below. Details about risk and investment allocations can be found in the Nevada CAFR:

<http://controller.nv.gov/uploadedFiles/controller.nv.gov/Content/FinRpts/CAFR/FY21All.pdf>

Clean Water Earnings History	Earnings	Yield (Annualized)
FY 2021	\$ 577,036.36	0.599%
FY 2020	\$ 1,445,155.99	1.854%
FY 2019	\$ 935,588.43	2.214%
FY 2018	\$ 570,287.89	1.358%
FY 2017	\$ 520,477.62	0.809%
5 Year Total Investments	\$ 4,048,546.29	1.254%
Drinking Water Earnings History	Earnings	Yield (Annualized)
FY 2021	\$ 368,276.47	0.580%
FY 2020	\$ 1,026,703.19	1.910%
FY 2019	\$ 2,072,646.64	2.207%
FY 2018	\$ 1,151,580.90	1.431%
FY 2017	\$ 698,185.60	0.801%
5 Year Total Investments	\$ 1,063,478.56	1.403%

All cash and investments are stated at fair market value. The State Controller's Office allocates fair value change across all holdings within the general portfolio. The clean water share for SFY 2021 was \$238,307. The drinking water share for SFY 2021 was \$196,663.

Note 3: Contributed Capital

Clean Water Program

The Clean Water Program is capitalized by EPA grants authorized by the Clean Water Act and state-issued general obligation bonds. Grant funds drawn and authorized for administration functions are recorded as operating revenue (See note 8). All EPA funds drawn for loans are recorded as non-operating revenues. As of June 30, 2021, the EPA has awarded the following in grants for capitalization since the program's inception:

Open Grants Available	Grant Amount	Draws within State FY20	Cumulative Draws thru State FY20	Draws within State FY21	Cumulative Draws thru State FY21	Available funds at the end of State FY21
Previous	\$ 201,855,531		\$ 201,855,531	-	\$ 201,855,530	
2018 Grant	7,859,000	\$ 3,374,386	7,512,167	\$ 346,834	7,859,000	\$ -
2019 Grant	7,779,000	-	-	7,779,000	7,779,000	\$ -
2020 Grant	7,780,000	-	-	6,246,488	6,246,488	\$ 1,533,512.00
Total	\$ 225,273,531	\$ 3,374,386	\$ 209,367,698	\$ 14,372,322	\$ 223,740,018	\$ 1,533,512.00
Remaining Federal Funds Available for Loans						0.68%

State general obligation bonds are issued to provide a required 20% grant match. As of June 30, 2021, \$218,489,300 of grant funds were subject to this 20% match requirement, necessitating issuance of at least \$43,697,860 in bonds. As of June 30, 2021, Nevada has issued and spent \$47,783,772 of bond proceeds to meet this requirement. This match requirement is detailed in the SFY 2021 State Revolving Fund Annual Report.

An application for the 2021 Clean Water Grant totaling \$7,779,000 was pending at June 30, 2021 and therefore excluded from the above values. The grant was awarded on September 2, 2021 (SFY 2022).

Drinking Water Program

The Drinking Water Program is capitalized by EPA grants authorized by the SDWA and state-issued general obligation bonds. Grant funds drawn and authorized for administration and other set-aside functions are recorded as operating revenue (See note 9). All EPA funds drawn for loans are recorded as non-operating revenues. As of June 30, 2021, the EPA has awarded the following in grants for loans since the program's inception:

Open Grants Available	Grant Amount	Draws within State FY20	Cumulative Draws thru State FY20	Draws within State FY21	Cumulative Draws thru State FY21	Available Funds at the end of State FY21
Previous	\$174,665,361	\$0	\$174,665,361	\$0	\$174,665,361	\$0
2018 Grant	\$10,559,246	\$982,617	\$10,309,246	\$250,000	\$10,559,246	\$0
2019 Grant	\$9,846,880	\$8,947,154	\$8,947,154	\$899,726	\$9,846,880	\$0
2020 Grant	\$10,334,770	\$0	\$0	\$9,126,762	\$9,126,762	\$1,208,008
Total	\$205,406,257	\$9,929,771	\$193,921,761	\$10,276,488	\$204,198,249	\$1,208,008
Remaining Federal Funds Available for Loans						0.59%

State general obligation bonds are issued to provide a required 20% total grant match. As of June 30, 2021, \$255,236,500 of grant funds were subject to this 20% match requirement, necessitating issuance of at least \$49,697,700 in bonds. As of June 30, 2021, Nevada has issued and spent \$52,324,809 of bond proceeds to meet this requirement. This match requirement is detailed in the SFY 2021 Nevada State Revolving Fund Annual Report.

An application for the 2021 Drinking Water Grant totaling \$12,752,000 was pending at June 30, 2021 and therefore excluded from the above values. The grant was awarded on August 30, 2021 (SFY 2022).

Note 4: Clean Water Loans Receivable

Loans Receivable	Principal Due	Interest Due
FY 2022	\$21,541,439	\$5,081,530
FY 2023	21,291,980	4,791,143
FY 2024	22,861,953	4,338,212
FY 2025	18,493,706	3,880,378
FY 2026	17,223,874	3,480,462
FY 2027 to FY 2030	63,542,569	10,141,823
FY 2031 to FY 2035	55,026,005	5,337,235
FY 2036 to FY 2040	20,475,373	1,196,826
FY 2041 to FY 2045	2,691,420	369,684
FY 2046 to FY 2050	2,891,851	136,095
Total	\$246,040,170	\$38,753,388

The Clean Water Program makes loans to qualified public entities for projects that meet the eligibility requirements of the Clean Water Act. Loans are financed by capitalization grants, state match, interest earnings on re-loan funds, re-loan funds, and leveraged bond funds. Recipients repay these loans using revenues from clean water services provided to residents, special tax assessments, and local bonds. In accordance with NRS 445A.290 and pursuant to the Office of the State Treasurer's policy, loan contracts require communities to

issue local bonds to secure the loan amount which the State has pledged as collateral for bonds payable. In lieu of general obligation bonds, the applicant may, with the permission of the state treasurer, exchange a revenue security instrument. This provides for a reserve fund which may be funded from bond or loan proceeds or other available monies in the minimum amount equal to 1.2 times annual debt service of the loan and must be deposited with the state treasurer in the Local Government Investment Pool, a fiduciary fund reported in the Nevada Comprehensive Annual Financial Report.

Loans to public systems through the Clean Water Program range from \$43,005 to \$49,997,958. Loans will generally have a term of 20 years, in some cases 30-year terms are available. Qualifications for a 30 year-term are outlined in our Intended Use Plan. NDEP will calculate on July 1 of each the amount of funds that are available for the SFY 30-year term loans. Semi-annual principal and interest payments are due January 1 and July 1, beginning at the earlier of six months after the project is completed or three years after the first loan draw. Effective interest rates on loans vary from 0% to 4.00% based on one of two indices:

- The 20-year Bond Buyer Municipal Index for water systems that use a general obligation bond to secure the loan
- The 25-year Revenue Bond Buyer Municipal Index for all others
- The interest on a 30-year term loan will be calculated by adding an adjustment, calculated as the difference between the 20-year AAA MMD rate and the 30-year AAA MMD rate, to the otherwise applicable 20-year term rate

In determining the interest rate that is offered to a clean water loan recipient, NDEP staff multiplies the rate of interest (as published by the Bond Buyer Municipal Index) by a set percentage, which is currently 62.5%. If subsidization is available, qualified borrowers may be eligible to receive subsidization in the form of principal forgiveness, zero interest, or negative interest loans. Current subsidization amounts and qualifications are outlined in the program's current Intended Use Plan.

The Clean Water Program authorizes existing loans to be internally refinanced or restructured if certain conditions are met. To do this, entities must demonstrate the need for the refinancing by showing it would add fiscal sustainability, allow further financing for capital projects, or allow for

asset replacement reserves. Loan recipients can only refinance one time. The program evaluates refinancing requests on a first come, first served basis to carefully measure the impact that each refinancing would have on the overall sustainability of the Clean Water Program. Approval of a restructuring is purely at the discretion of the program. Should a loan be approved for restructuring, a special interest rate is available if the average useful life of the outstanding loan is less than 10 years. This special interest rate is the Municipal Market Data municipal yield curve for AAA bonds plus 25 basis points.

All clean water loan recipients are current and in good standing, and the program recorded no allowance for loan loss.

Count	Type	Principal Repaid	Principal Outstanding	Principal Forgiven	Remaining Obligations
Traditional Loans					
19	In repayment and good standing	\$110,705,190	\$188,816,227		
45	Fully repaid	\$191,142,446			
1	Open and in repayment	\$431,791	\$5,047,703		\$70,506
4	Open, not in repayment		\$48,094,801		\$52,905,199
19	Principal forgiven			\$10,853,337	\$622,112
88	Traditional Loans	\$302,279,427	\$241,958,731	\$10,853,337	\$53,597,817
ARRA Loans					
3	In repayment and good standing	\$4,750,319	\$4,081,439		
0	Fully repaid				
10	Principal forgiven			10,390,796	
13	ARRA Loans	\$4,750,319	\$4,081,439	\$10,390,796	\$0
101	Total Loans	\$307,029,746	\$246,040,170	\$21,244,133	\$53,597,817

Note 5: Drinking Water Loans Receivable

Loans Receivable	Principal Due	Interest Due
FY 2022	\$13,232,418	\$3,901,674
FY 2023	\$13,992,490	\$3,667,996
FY 2024	\$13,509,825	\$3,314,166
FY 2025	\$13,660,530	\$2,976,313
FY 2026	\$12,019,394	\$2,649,533
FY 2027 to FY 2030	\$45,086,131	\$7,837,818
FY 2031 to FY 2035	\$41,710,807	\$4,322,385
FY 2036 to FY 2040	\$14,843,039	\$701,641
FY 2041 to FY 2043	\$503,150	\$15,907
Total	\$168,557,784	\$29,387,433

The Drinking Water Program makes loans to qualified public and private water systems for projects that meet the eligibility requirements of the SDWA. Loans for the program are financed by federal capitalization grants, state match, interest earnings on re-loan funds, and re-loan funds. Recipients repay loans using revenues from drinking water services provided to residents, special tax assessments, and local bonds. In accordance with

NRS 445A.290 and pursuant to the Office of the State treasurer's policy, loan contracts for public systems require communities to issue local bonds to secure the loan amount which the State has pledged as collateral for bonds payable. In lieu of general obligation bonds, the applicant may, with the permission of the state treasurer, exchange a revenue security instrument, providing for a reserve fund which may be funded from bond or loan proceeds or other available monies in the minimum amount equal to 1.2 times annual debt service of the loan and must be deposited with the state treasurer in the Local Government Investment Pool, a

fiduciary fund reported in the Nevada Comprehensive Annual Financial Report (CAFR). Loan contracts for privately-held systems may require additional security. For example, a certificate of deposit at least equal to the annual debt service can be placed in an insured financial institution with the program named as beneficiary.

Drinking water loans to both public and privately-held recipients range from \$20,000 to \$21,900,000, with maturities over a 20 year period. Semi-annual interest payments are due January 1 and July 1, beginning after the first loan draw. Semi-annual principal payments are due January 1 and July 1, beginning after the completion of the project, the final request for funds, or three years after the date of the contract, whichever is earlier. Effective interest rates on loans vary from 0% to 4.03% based on one of two indices:

1. The 20-year Bond Buyer Municipal Index for water systems that use a general obligation bond to secure the loan
2. The 25-year Revenue Bond Buyer Municipal index for revenue bonds

In determining the interest rate that is offered to a drinking water loan recipient, the rate of interest as published by the Bond Buyer Municipal Index is multiplied by a set percentage, which is currently 62.5%. Also, the program may offer principal forgiveness loans with required grant subsidy money received to those water systems that qualify. Qualification for principal forgiveness is outlined in the program's current Intended Use Plan.

The Drinking Water Program authorizes existing loans to be internally refinanced or restructured if certain conditions are met. For example, the entity must demonstrate the need for the refinancing by showing it would add fiscal sustainability, allow further financing for capital projects, or allow for asset replacement reserves. Loan recipients can only refinance one time. NDEP staff evaluates the requests on a first come, first served basis to measure the impact the refinancing would have on the overall sustainability of the Drinking Water Program. Approving a request for restructuring is purely at the discretion of the program. Should the program approve a loan for restructuring, the recipient may receive a special interest rate if the average useful life of the outstanding loan is less than 10 years. This special interest rate is the Municipal Market Data municipal yield curve for AAA bonds plus 25 basis points.

As of June 30 2021, one drinking water loan recipient remained in default for outstanding principal, totaling \$196,913. Efforts to collect the balance are currently underway, but it is uncertain at this time whether any of the principal balance will be recovered. The program has established an allowance for this loan. The State Controller's Office will not deduct this balance from the program's loans receivable account until it is certain the loan will not be recovered and the collection process has been exhausted. This will create a difference between the program's Financial Statement in SFY 2021 and the audited CAFR for SFY 2021.

Loans to publicly owned systems					
43	In repayment and good standing	\$84,582,996	\$126,485,975		
5	Fully repaid	23,790,580			
1	Open and in repayment	1,024,134	13,830,034		145,831
3	Open, not in repayment		22,889,409		28,620,591
44	Principal Forgiven			19,074,391	2,900,914
96	Public Loans	\$109,397,710	\$163,205,418	\$19,074,391	\$31,667,336
Loans to privately owned systems					
5	In repayment and good standing	1,143,163	1,076,296		
7	Fully repaid	1,818,885			
1	In default (allowance established)	3,087	196,913		
0	Open and in repayment				
0	Open, not in repayment				
12	Principal Forgiven			2,882,781	709,508
25	Private Loans	\$2,965,135	\$1,273,209	\$2,882,781	\$709,508
ARRA Loans					
3	Public loans in repayment	4,326,637	3,688,940		
0	Public loans fully repaid				
8	Public principal forgiven			6,136,489	
2	Private loans in repayment	465,605	390,217		
0	Private loans fully repaid				
3	Private principal forgiven			4,031,163	
16	ARRA Loans	\$4,792,242	\$4,079,157	\$10,167,652	\$0
137	Loans	\$117,155,087	\$168,557,784	\$32,124,824	\$32,376,844
1	Less Allowance for Doubtful Accounts		(\$196,913)		
136	Total Loans	\$117,155,087	\$168,360,871	\$32,124,824	\$32,376,844

Note 6: Clean Water Bonds Payable

The State of Nevada issues bonds for the Clean Water Program to provide resources for the required match on federal grants. Clean water leverage bonds issued by the State of Nevada provide resources for clean water loan recipients that are beyond available cash in the program. All bonds are general obligation (GO) bonds backed by the full faith and credit of the State.

Bond Type	Issue	Maturity August 1,	Interest	Outstanding Par: June 30, 2020	Changes	Outstanding Par: June 30, 2021	Currently Due
GO Grant Match	2010G	2020	3.00%	540,000	(540,000)	-	-
GO Grant Match	2017F	2022	5.00%	1,880,000	(940,000)	940,000	-
GO Grant Match	2019D	2027	2.00% to 5.00%	5,375,000	-	5,375,000	480,000
GO Program Leverage	2011C	2020	2.00% to 5.00%	4,215,000	(4,215,000)	-	-
GO Program Leverage	2013B	2023	2.00% to 4.00%	9,145,000	(2,500,000)	6,645,000	3,240,000
GO Program Leverage	2019E	2034	3.00% to 5.00%	25,445,000	-	25,445,000	875,000
Total				46,600,000	(8,195,000)	38,405,000	4,595,000

Debt service for GO grant match bonds is paid for with returned loan interest and investment interest earnings. Debt service for GO program leverage bonds is paid from returned loan principal, returned loan interest, and investment interest earnings. Principal is due annually on August 1. Interest is due semi-annually on August 1 and February 1. The State has the right to redeem any principal outstanding early, with no call premiums.

GO Grant Match Bonds	Principal	Interest	Total Payments	Amortized Premium	Deferred Amounts on Bond Refunding	Revolving Debt Service Coverage Ratio
FY 2022	1,420,000	233,150	1,653,150	132,314	-	49.95
FY 2023	685,000	190,800	875,800	124,272	-	18.25
FY 2024	895,000	161,575	1,056,575	94,289	-	21.49
FY 2025	900,000	116,700	1,016,700	61,622	-	11.32
FY 2026	885,000	85,350	970,350	53,940	-	15.54
FY 2027 to FY 2028	1,530,000	71,000	1,601,000	27,233	-	18.06 to 20.52
Total GO Match Bonds	6,315,000	858,575	7,173,575	493,670	-	
GO Program Leverage Bonds	Principal	Interest	Total Payments	Amortized Premium	Deferred Amounts on Bond Refunding	Revolving Debt Service Coverage Ratio
FY 2022	4,115,000	1,334,575	5,449,575	787,349	-	9.61
FY 2023	4,285,000	1,157,800	5,442,800	684,614	-	10.51
FY 2024	885,000	1,045,575	1,930,575	585,850	-	34.02
FY 2025	1,700,000	980,950	2,680,950	555,315	-	15.15
FY 2026	2,315,000	880,575	3,195,575	503,214	-	14.02
FY 2027 to FY 2030	8,685,000	2,408,175	11,093,175	1,427,286	-	14.53 to 17.67
FY 2031 to FY 2035	10,105,000	812,175	10,917,175	139,263	-	18.65 to 29.52
Total GO Program Leverage Bonds	32,090,000	8,619,825	40,709,825	4,682,891	-	
All Clean Water Bonds	38,405,000	9,478,400	47,883,400	5,176,561	-	

There was no change to credit ratings in SFY 2021.

Standard and Poors	Moody's Investors Service	Fitch Ratings
AAA	Aa1	AA+
Outlook Stable	Outlook Stable	Outlook Stable
Affirmed November 7, 2019	Report on November 5, 2019	Affirmed November 7, 2019

Note 7: Drinking Water Bonds Payable

The State of Nevada issues drinking water bonds to provide resources for the required match on federal grants. All bonds are general obligation (GO) bonds backed by the full faith and credit of the State.

Bond Type	Issue	Maturity August 1,	Interest	Outstanding Par: June 30, 2020	Changes	Outstanding Par: June 30, 2021	Currently Due
GO Grant Match	2010I	2025	3.00% to 5.00%	2,610,000	(390,000)	2,220,000	405,000
GO Grant Match	2014D	2020	1.75% to 3.00%	275,000	(275,000)	-	-
GO Grant Match	2015H	2031	2.00% to 3.00%	6,440,000	(645,000)	5,795,000	640,000
GO Grant Match	2017E	2038	3.00% to 5.00%	5,595,000	(310,000)	5,285,000	310,000
GO Grant Match	2019C	2024	5.00%	5,360,000	(1,070,000)	4,290,000	1,075,000
Total				20,280,000	(2,690,000)	17,590,000	2,430,000

Debt service for GO grant match bonds is paid for with returned loan interest and investment interest earnings. The Drinking Water Program has not issued GO leverage bonds as of June 30, 2021, but it retains the authority to do so should the program need more funds to respond to increased demand. Principal is due annually on August 1. Interest is due semi-annually on August 1 and February 1. The State has the right to redeem any principal outstanding early, with no call premiums.

GO Grant Match Bonds	Principal	Interest	Total Payments	Amortized Premium	Deferred Amounts on Bond Refunding	Revolving Debt Service Coverage Ratio
FY 2022	2,430,000	614,538	3,044,538	186,260	6,025	5.38
FY 2023	2,445,000	513,938	2,958,938	137,692	6,025	6.31
FY 2024	2,460,000	412,600	2,872,600	87,114	6,025	7.08
FY 2025	2,480,000	308,825	2,788,825	37,381	6,025	7.87
FY 2026	1,435,000	229,263	1,664,263	22,986	6,027	14.26
FY 2027 to FY 2030	3,070,000	679,200	3,749,200	15,302		21.77 to 32.19
FY 2031 to FY 2035	2,325,000	281,175	2,606,175	(7,117)		33.40 to 77.26
FY 2036 to FY 2038	945,000	42,525	987,525	(1,802)		80.02 to 83.01
	17,590,000	3,082,064	20,672,064	477,816	30,127	

There was no change to credit ratings in SFY 2021.

Standard and Poors	Moody's Investors Service	Fitch Ratings
AAA	Aa1	AA+
Outlook Stable	Outlook Stable	Outlook Stable
Affirmed November 7, 2019	Report on November 5, 2019	Affirmed November 7, 2019

Note 8: Clean Water Administrative Expenses

The program is authorized to utilize up to \$8,575,616 of capitalization grants — or 4% of the cumulative grant amount — for administrative purposes. As of June 30, 2021, Nevada has only requested \$4,675,870 (or 2.2%) to provide more money to grant applicants. As of SFY 2018, Nevada began using the service fees to cover administrative expenses. By the end of SFY 2021, Nevada has received \$1,668,948 in service fees and used \$1,100,497 for administrative expenses. The amount of grant funds for administration, as well as the current outstanding balance, is as follows:

Open Grants Available	Grant Amount	Draws within State FY20	Cumulative Draws thru State FY20	Draws within State FY21	Cumulative Draws Thru State FY21	Available funds at the end of State SFY21
Previous	4,675,870	-	4,675,870		4,675,870	
2018 Grant	-	-	-			-
2019 Grant	-	-	-			-
2020 Grant	-	-	-			-
Total	4,675,870	-	4,675,870	-	4,675,870	-
Remaining Federal Funds Available for Administration						0.00%

An application for the 2021 Clean Water Grant for administration was pending at June 30, 2021. This pending grant includes \$311,160 that will be available for administrative costs. See Note 11: Subsequent Events.

Note 9: Drinking Water Administrative and Set-aside Expenses

Administration (not to exceed 4% of the net capitalization grant)

The Drinking Water Program is authorized to utilize up to \$10,204,820 — or 4% of the net capitalization grant — for administrative purposes. As of June 30, 2021, Nevada has only

requested \$7,715,064 (or 3.02%) so more grant money can be provided to loan recipients. The amount of grant funds for administration, as well as the current outstanding balance, is as follows:

Open Grants Available	Grant Amount	Draws within State FY20	Cumulative Draws thru State FY20	Draws within State FY21	Cumulative Draws thru State FY21	Available Funds at the end of State FY21
Previous	\$ 6,634,159	\$ 558	\$ 6,634,159	\$ -	\$ 6,634,159	\$ -
2018 Grant	249,276	249,276	249,276	-	249,276	-
2019 Grant	412,000	99,734	99,734	312,266	412,000	-
2020 Grant	419,630	-	-	58,481	58,481	361,149
Total	7,715,065	349,568	6,983,169	370,747	7,353,916	361,149
Remaining Federal Funds Available for Administration						4.68%

An application for the 2021 Drinking Water Grant administration was pending at June 30, 2021 and therefore excluded from the above values. See Note 11: Subsequent Events.

Small Systems Technical Assistance (not to exceed 2% of the net capitalization grant)

SDWA allows cash expenditures for additional programs to help small water systems that serve a population of 10,000 or less. The Drinking Water Program is authorized to utilize up to \$5,102,410 — or 2% of the net capitalization grant — for this purpose. As of June 30, 2021, Nevada has only requested and received \$4,193,285 (or 1.64%) so more grant money can be provided to loan recipients. The amount of grant funds for small systems technical assistance, as well as the current outstanding balance, is as follows:

Open Grants Available	Grant Amount	Draws within State FY20	Cumulative Draws thru State FY20	Draws within State FY21	Cumulative Draws thru State FY21	Available Funds at the end of State FY21
Previous	3,589,952	-	3,589,952	-	3,589,952	-
2018 Grant	175,663	168,419	175,663	-	175,663	-
2019 Grant	255,120	30,403	30,403	92,580	122,983	132,137
2020 Grant	172,550	-	-	-	-	172,550
Total	4,193,285	198,822	3,796,018	92,580	3,888,598	304,687
Remaining Federal Funds Available for Small Systems Technical Assistance						7.27%

An application for the 2021 Drinking Water Grant administration was pending at June 30, 2021 and therefore excluded from the above values. See Note 11: Subsequent Events

State Program Management (not to exceed 10% of net capitalization grant)

SDWA also allows cash expenditures for the costs to manage state programs. They are incurred for two functions:

1. Enhancement of Public Water System Supervision
2. Implementation of Nevada's capacity development strategy

Nevada is authorized to utilize up to \$25,512,050 — or 10% of the net capitalization grant — for this purpose. As of June 30, 2021, Nevada has only requested and received \$18,998,912 (or 7.4%) so more grant money can be provided to loan recipients. The amount of grant funds for state program management, as well as the current outstanding balance, is as follows:

Open Grants Available	Grant Amount	Draws within State FY20	Cumulative Draws thru State FY20	Draws within State FY21	Cumulative Draws thru State FY21	Available Funds at the end of State FY21
Previous	15,594,344	-	15,594,344	-	15,594,344	
2018 Grant	1,028,168	979,197	1,028,168	-	1,028,168	
2019 Grant	1,100,000	383,524	383,524	716,476	1,100,000	
2020 Grant	1,276,400	-	-	333,410	333,410	942,990
Total	18,998,912	1,362,721	17,006,036	1,049,886	18,055,922	942,990
Remaining Federal Funds Available for State Program Management						4.96%

An application for the 2021 Drinking Water Grant administration was pending at June 30, 2021 and therefore excluded from the above values. See Note 11: Subsequent Events

Local Assistance (not to exceed 15% of the net capitalization grant)

In addition to the other set-asides for small systems and state program management, SDWA allows cash expenditures for local assistance. This is to provide technical or financial assistance to public water systems for capacity development strategy and enhancement of the Wellhead Protection and Source Water Protection programs. The program is authorized to request up to 15% of each capitalization grant, or \$38,268,075 for this purpose. Nevada has only requested \$18,806,981 – or 7.4% so more grant money can be provided to loan recipients.

Open Grants Available	Grant Amount	Draws within State FY20	Cumulative Draws thru State FY20	Draws within State FY21	Cumulative Draws thru State FY21	Available Funds at the end of State FY21
Previous	16,240,684	100,582	16,240,684		16,240,684	
2018 Grant	863,647	807,128	807,128	56,519	863,647	
2019 Grant	1,142,000	-	-	716,164	716,164	425,836
2020 Grant	560,650	-	-	-	-	560,650
Total	18,806,981	907,710	17,047,812	772,683	17,820,495	986,486
Remaining Federal Funds Available for Local Assistance						5.25%

An application for the 2021 Drinking Water Grant administration was pending at June 30, 2021 and therefore excluded from the above values. See Note 11: Subsequent Events

Note 10: Pensions and Other Post-Employment Benefits

The Nevada Legislature created various plans to provide benefits to qualified employees of the programs. The Public Employees' Retirement Board administers these plans under the Public Employees' Retirement System of Nevada (PERS). PERS is responsible for preparing an audited allocation report and disclosing relevant information pertaining to Government Accounting Standards Board (GASB) 68 and GASB 75 requirements, including actuarial valuations and calculations. The Nevada Clean Water Financial Statements and Drinking Water Financial Statements presented here discloses the allocated share of pension expense and net pension liability related to the time and effort of NDEP staff who administer each program. PERS's audited allocation report is available online: <http://nvpers.org>. Additional disclosure information on pension liability for the state can be obtained from the ACFR at: <http://controller.nv.gov/>

Note 11: Subsequent Events

Clean Water Program

NDEP staff submitted an application to the EPA for federal fiscal year 2021 clean water grant funding, but the request was still pending as of June 30. The award was approved and delivered to the State on September 02, 2021. Funding consisted of \$7,467,840 for capitalization and \$311,160 for administration.

On October 26, 2021, the State Board of Finance approved a Resolution designated the "2021F Revolving Fund Matching Approval Resolution" allowing the Clean Water program to issue a State general obligation bond for the purposes of matching federal grants in the amount of \$5,000,000. The bond sale occurred on November 16, 2021, with proceeds distributed to the State on December 7, 2021. The new bond will carry a coupon of 2-5% with a maturity of August 1, 2027. The weighted average maturity is 2.805 years with a net interest cost of .68%.

The program has executed two formal agreements since July 1, 2021.

2	Project Loans	\$43,000,000
0	Principal Forgiveness Loan	\$0
2	Total Loans	\$43,000,000

The program has two loans pending:

0	Project Loans	\$0
2	Principal Forgiveness Loan	\$1,482,000
2	Total Loans	\$1,482,000

Drinking Water Program

NDEP submitted an application to the EPA for federal fiscal year 2021 drinking water grant funding, but the request was still pending as of June 30, 2021. The award was approved and delivered to the State on August 30, 2021. Funding consisted of \$10,070,545 for capitalization, \$85,077 for 2% set-aside activities, \$320,430 for 4% set-aside activities, \$1,266,538 for 10% set-aside activities, and \$1,009,410 for 15% set-aside activities.

On October 26, 2021, the State Board of Finance approved a Resolution designated the “2021E Revolving Fund Matching Approval Resolution” allowing the Drinking Water program to issue a State general obligation bond for the purposes of matching federal grants in the amount of \$7,000,000. The bond sale occurred on November 21, 2019, with proceeds distributed to the State on December 7, 2021. The new bond will carry a coupon of 5% with a maturity of August 1, 2034. The weighted average maturity is 5.56 years with a net interest cost of 1.1166%.

The program has executed formal agreements since July 1, 2021:

0	Project Loans	\$0
4	Principal Forgiveness Loan	\$1,927,868
4	Total Loans	\$1,927,868

The program has twelve loans pending:

0	Project Loans	\$0
12	Principal Forgiveness Loan	\$4,882,655
12	Total Loans	\$4,882,655

Note 12: Changes and Restatements

Governmental Accounting Standards Board (GASB) Statements

Statement 88 (April 2018): *Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*

The purpose of this statement is to address disclosures on certain debt issuances, including lines of credit, assets pledged as collateral for the debt, and terms specified in debt agreements related to significant events of default. NDEP will work closely with the Nevada Controller's Office to address any required changes in presentation. There are no known impacts to the financial reports presented by the program at this time.

Statement 89 (June 2018): *Accounting for Interest Cost Incurred Before the End of a Construction Period*

This Statement establishes accounting requirements for interest cost incurred before the end of a construction period. Such interest cost includes all interest that previously was accounted for in accordance with the requirements of paragraphs 5–22 of Statement No. 62,

Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements, which are superseded by this Statement. There are no known impacts to the financial reports presented by the program at this time.

Statement 90 (August 2018): *Majority Equity Interests—An Amendment of GASB Statements No. 14 and No. 61*

The primary objectives of this Statement are to improve the consistency and comparability of reporting a government's majority equity interest in a legally separate organization and to improve the relevance of financial statement information for certain component units. It defines a majority equity interest and specifies that a majority equity interest in a legally separate organization should be reported as an investment if a government's holding of the equity interest meets the definition of an investment. There are no known impacts to the financial reports presented by the program at this time.

Statement 91 (May 2019): *Conduit Debt Obligations*

The primary objectives of this Statement are to provide a single method of reporting conduit debt obligations by issuers and eliminate diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. This Statement achieves those objectives by clarifying the existing definition of a conduit debt obligation; establishing that a conduit debt obligation is not a liability of the issuer; establishing standards for accounting and financial reporting of additional commitments and voluntary commitments extended by issuers and arrangements associated with conduit debt obligations; and improving required note disclosures. NDEP will work closely with the Nevada Controller's Office to address any required changes in presentation. There are no known impacts to the financial reports presented by the program at this time.

Note 13: Other Matters

Contingencies

The programs are exposed to various risks of loss related to torts, thefts of assets, errors or omissions, injuries to state employees while performing administrative business, or acts of God. The State maintains insurance for all risks of loss that is included in the indirect costs allocated to each program. There have not been any claims against the programs since their inception.

Related Parties

There are no related party transactions with or related to amounts receivable from management of the Nevada Clean Water Program and/or the Nevada Drinking Water Program.

Audit Compliance Section

SFY 2021 Financial Statement Audit for the State of Nevada

The 2021 Nevada Comprehensive Annual Financial Report (CAFR) was independently audited by Eide Bailly, LLP. The financial statements of the State, including the business-type activities of the Clean Water Program and Drinking Water Program have not been published as of March 31, 2022.

SFY 2021 Audit over Internal Controls for the State of Nevada

Eide Bailly, LLP also conducted an independent audit of Nevada's Internal Controls over Financial Reporting. The audit has not been published as of March 31m 2022:

SFY 2021 Single Audit for the State of Nevada

The State of Nevada was subject to the single audit requirements for SFY 2021. The audit is currently being conducted by an independent accounting firm. In approximately April 2022, the audit will be published for public review online: <http://leg.state.nv.us/Division/Audit/>

Single Audit for Loan Recipients

The following charts outline the loan recipients that received more than \$750,000 from both programs combined and therefore would be subject to the Single Audit Act requirements:

State Fiscal Year 2020 Single Audit Findings

Entity	Churchill County	CW 66.458	634,628.10
Auditor	HintonBurdick	DW 66.468	
	Total		634,628.10
Findings	No single audit requirement		
Follow-up	None		
Entity	Douglas County	CW 66.458	2,198,632.24
Auditor	Eide Bailly	DW 66.468	
	Total		2,198,632.24
Findings	Unqualified opinion. No EPA grant findings.		
Follow-up	None		
Entity	Hawthorne Utilities	CW 66.458	64,835.97
Auditor	Arrighi, Blake & Associates, LLC	DW 66.468	4,310.00
	Total		69,145.97
Findings	Unqualified opinion. No EPA grant findings.		
Follow-up	None		
Entity	North Las Vegas, City of	CW 66.458	252,929.98
Auditor	BDO USA LLP	DW 66.468	7,251,175.50
	Total		7,504,105.48
Findings	M(1) Debarment checks were not done in timely manner		
Follow-up	NDEP to follow up		
Entity	Douglas County Lake Tahoe Sewer Authority	CW 66.458	2,198,632.24
Auditor	Eide Bailly	DW 66.468	
	Total		2,198,632.24
Findings	Unqualified opinion. No EPA grant findings.		
Follow-up			
Entity	Trout Canyon Land and Water Users Association	CW 66.458	10,961.50
Auditor	None	DW 66.468	
	Total		10,961.50
Findings	No single audit requirement		
Follow-up			
Entity	Tonopah, Town of	CW 66.458	61,382.16
Auditor	Daniel McArthur	DW 66.468	
	Total		61,382.16
Findings	No single audit requirement		
Follow-up			

Entity	Riverbelle MHP	CW 66.458	
Auditor	None	DW 66.468	296,874.00
		Total	296,874.00
Findings	No single audit requirement		
Follow-up			
Entity	Mount Rose Bowl POWC	CW 66.458	
Auditor	None	DW 66.468	100,971.00
		Total	100,971.00
Findings	No single audit requirement		
Follow-up			
Entity	West Wendover, City of	CW 66.458	
Auditor	Hinton Burdick	DW 66.468	2,173,728.87
		Total	2,173,728.87
Findings	Unqualified opinion. No EPA grant findings.		
Follow-up			
Entity	Silver Springs	CW 66.458	
Auditor		DW 66.468	20,161.41
		Total	20,161.41
Findings	No single audit requirement		
Follow-up			
Entity	Roark Estates HOA	CW 66.458	
Auditor	None	DW 66.468	3,588.25
		Total	3,588.25
Findings	No single audit requirement		
Follow-up			
Entity	Esmeralda County-Silver Peak	CW 66.458	
Auditor	Daniel McArthur	DW 66.468	442,790.00
		Total	442,790.00
Findings	No single audit requirement		
Follow-up			

State Fiscal Year 2021 Single Audit Findings

Entity	Beatty	CW 66.458	
Auditor		DW 66.468	10,136.25
		Total	10,136.25
Findings	No single audit requirement		
Follow-up	None		
Entity	City of Carlin	CW 66.458	
Auditor		DW 66.468	17,262.54
		Total	17,262.54
Findings	No single audit requirement		
Follow-up	None		

Entity	Churchill County	CW 66.458	
Auditor		DW 66.468	2,204.41
		Total	2,204.41
Findings	No single audit requirement		
Follow-up	None		
Entity	Douglas County	CW 66.458	1,333,705.54
Auditor		DW 66.468	
		Total	1,333,705.54
Findings	Not published as of 3/11/22		
Follow-up	NDEP to follow up		
Entity	Gold Country	CW 66.458	
Auditor		DW 66.468	15,342.50
		Total	15,342.50
Findings	No single audit requirement		
Follow-up	None		
Entity	Humboldt County	CW 66.458	
Auditor		DW 66.468	575,000.00
		Total	575,000.00
Findings	No single audit requirement		
Follow-up	None		
Entity	Kingsbury GID	CW 66.458	
Auditor		DW 66.468	100,000.00
		Total	100,000.00
Findings	No single audit requirement		
Follow-up	None		
Entity	Lovelock Meadows	CW 66.458	
Auditor		DW 66.468	476,458.72
		Total	476,458.72
Findings	No single audit requirement		
Follow-up	None		
Entity	Las Vegas Valley Water District	CW 66.458	
Auditor		DW 66.468	410,458.41
		Total	410,458.41
Findings	No single audit requirement		
Follow-up	None		
Entity	McDermitt	CW 66.458	6,088.46
Auditor		DW 66.468	364,773.79
		Total	370,862.25
Findings	No single audit requirement		
Follow-up	None		
Entity	McGill Ruth	CW 66.458	
Auditor		DW 66.468	2,337.50
		Total	2,337.50
Findings	No single audit requirement		

Follow-up	None		
Entity	Mount Rose Bowl	CW 66.458	
Auditor		DW 66.468	24,139.42
		Total	24,139.42
Findings	No single audit requirement		
Follow-up	None		
Entity	North Las Vegas	CW 66.458	
Auditor	BDO USA LLP	DW 66.468	7,858,297.34
		Total	7,858,297.34
Findings	None - 2020 Finding have been corrected in current year		
Follow-up			
Entity	Reno	CW 66.458	7,930,014.42
Auditor	Moss Adams LLP	DW 66.468	
		Total	7,930,014.42
Findings	Unmodified opinion, No grant findings		
Follow-up			
Entity	Roark Estates HOA	CW 66.458	
Auditor	None	DW 66.468	19,871.20
		Total	19,871.20
Findings	No single audit requirement		
Follow-up	None		
Entity	Silver Knolls	CW 66.458	
Auditor	None	DW 66.468	25,856.25
		Total	25,856.25
Findings	No single audit requirement		
Follow-up	None		
Entity	Silver Springs	CW 66.458	
Auditor		DW 66.468	259,108.59
		Total	259,108.59
Findings	No single audit requirement		
Follow-up			
Entity	Storey County	CW 66.458	106,472.77
Auditor	None	DW 66.468	
		Total	106,472.77
Findings	No single audit requirement		
Follow-up			
Entity	Washoe County	CW 66.458	4,996,040.50
Auditor	BDO USA LLP	DW 66.468	
		Total	4,996,040.50
Findings	MW(2) SD(3) none related to EPA grants		
Follow-up			
Entity	Truckee Meadows	CW 66.458	
Auditor		DW 66.468	115,249.60
		Total	115,249.60
Findings	No single audit requirement		
Follow-up	None		

Reconciliation to the Nevada CAFR

These financial statements, footnotes, and related schedules are presented for the U.S. Environmental Protection Agency to show program financial performance for the time presented. They are structured to provide comparability and ease of understanding between other Nevada SRF programs. However, the Nevada Clean Water SRF Program and Drinking Water SRF Program are fully integrated into the State of Nevada's government structure and therefore not separate from its reporting requirements.

- ◆ All cash in the program is held by the Nevada Treasury and invested according to the appointed Nevada Board of Finance Investment policies.
- ◆ All accounting transactions are processed in the state accounting system according to the State Controller's Office policies.
- ◆ Administrative accounts are subject to budget approval by the Nevada Legislature.
- ◆ Match and leverage bonds are state-issued general obligation, revenue supported, and negotiated by the Treasurer's Office on behalf of the program.
- ◆ Public loan recipients are required to issue a bond as collateral that the State Treasurer's Office purchases.
- ◆ Pension liabilities are allocated to the program by the State Controller's Office based upon data provided to them from the Public Employees Retirement System (PERS).
- ◆ Employees of the program are state employees subject to the Department of Administration Human Resource Management policies. The program does not have authority to hire employees separately from state service.

The program, along with the Nevada Drinking Water SRF Program and the Brownfields Revolving Fund Program, is presented as a major enterprise fund on the state CAFR as Water Projects Loans. The CAFR is independently audited by Eide Bailly, LLP, certified public accountants. A reconciliation of the audited 2020 CAFR and the program financial statements are presented here as required by Nevada's Operating Agreement with EPA. The independent auditor's opinion and the financial section to the CAFR are located online:

<http://controller.nv.gov/>

SFY 21 Reconciliation to the Nevada CAFR

2021		CWSRF	DWSRF	State Grants	Brownfields	All Programs	Nevada CAFR	Variance
Cash	Current	83,533,770	68,938,390		882,039	153,354,200	153,354,200	-
Federal Grants Receivable	Current		369,898		-	369,898	369,898	-
Loan Interest Receivable	Current	2,507,205	1,923,470		-	4,430,675	4,430,675	-
Loans Receivable	Current	21,541,439	13,232,417		-	34,773,857	34,773,857	-
Allowance for Loans	Current	-	(196,913)		-	(196,913)	-	(196,913)
Due from Other Fund	Current	216,703	186,482		2,290	405,475	405,475	-
Loans Receivable	Noncurrent	224,498,731	155,325,367		-	379,824,098	379,824,098	-
Prepaid Items	Noncurrent	228	424		-	652	652	-
Refunding Bonds	Deferred	-	30,115		-	30,115	30,115	-
Pension Contributions	Deferred	30,352	65,411		-	95,763	95,763	-
OPEB Contributions	Deferred	9,456	17,559		-	27,015	27,015	-
Administration Payable	Current	(8,105)	(87,754)		-	(95,859)	(95,859)	-
Payroll and Benefits	Current	(19,697)	(32,278)		-	(51,975)	(51,975)	-
Bond Interest Payable	Current	(699,431)	(275,102)		-	(974,532)	(974,532)	-
Due to other Fund	Current	(2,337)	(276,902)		-	(279,239)	(279,239)	-
Intergovernmental Payables	Current	-			-	-	-	-
Bonds Payable	Current	(6,351,983)	(2,617,717)		-	(8,969,700)	(8,969,700)	-
Bonds Payable	Noncurrent	(36,443,676)	(15,459,259)		-	(51,902,935)	(51,902,935)	-
Compensated Absences	Noncurrent	(6,317)	(7,720)		-	(14,037)	(14,037)	-
Pension Obligations	Noncurrent	(197,308)	(414,246)		-	(611,554)	(611,554)	-
OPEB Obligations	Noncurrent	(88,457)	(145,359)		-	(233,816)	(233,816)	-
Pension Related	Deferred	(11,543)	(25,811)		-	(37,354)	(37,354)	-
OPEB Inflows	Deferred	(5,812)	(10,794)		-	(16,606)	(16,606)	-
Net Assets	Restricted	288,503,220	220,539,679		884,329	509,927,228	510,124,14	(196,913)
TOTAL NET ASSETS	The CAFR does not account for allowances of doubtful accounts until all collection attempts have been exhausted.							
	In FY 2014, the Program provided an allowance for doubtful accounts.							
Net Asset variance		(196,914)						
Allowance for doubtful accounts		196,913						
Remaining variance		(1) De minimus variance remaining						

2021		CWSRF	DWSRF	State Grants	Brownfields	All Programs	Nevada CAFR	Variance
Charges for Services	Revenue	(5,747)				(5,747)	(5,747)	-
Federal Grants	Revenue	(14,372,322)	(12,932,292)			(27,304,613)	(27,304,613)	-
Investment Interest	Revenue	(417,226)	(337,161)		(3,071)	(757,459)	(757,459)	-
Loan Interest	Revenue	(5,044,210)	(4,128,149)			(9,172,359)	(9,172,359)	-
Other Sources / PF Loans	Revenue					-		-
Salaries and Benefits	Expense	147,544	276,228	343	-	424,115	424,115	-
Administration	Expense	781,983	2,774,690	78	-	3,556,751	3,556,751	-
Set-Aside Activities	Expense					-		-
Internal Transfers	Expense		1,870,703			1,870,703	1,870,703	-
Bond Interest	Expense	753,189	440,002			1,193,190	1,193,190	-
Bond Issuance Costs	Expense	-	-			-	-	-
Other Uses	Expense					-		-
Net Income	Net Income	(18,156,789)	(12,035,980)	421	(3,071)	(30,195,419)	(30,195,419)	-
Cash Inflows	Cash Flows					65,070,276	65,070,276	-
Cash Outflows	Cash Flows					(41,604,632)	(41,604,632)	-
Change in Cash	Cash Flows					23,465,644	23,465,644	-
CASH FLOW		The Cash Flow statement contains various presentation differences between the Program reports and the Nevada CAFR.						
PRESENTATION		The CAFR presents EPA Capitalization Grants, Bond Interest Payable, and Escrow Refunds as operating activities.						
		The Program presents EPA Capitalaztion Grants, Bond Interest Payable, and Escrow Refunds as non-operating activities.						
		The CAFR presents receipts of loan principal and interest as investment activities.						
		The Program presents receipts of loan principal and interest as operating activities.						
		Cash inflows	0					
		Cash outflows	0					
		Change in cash	0	De minimus variance				