

Reno Tahoe

Annual Comprehensive Financial Report



Reno-Sparks Convention & Visitors Authority

Fiscal Year Ended June 30, 2023

Washoe County, Nevada

RENO-SPARKS CONVENTION & VISITORS AUTHORITY

STATE OF NEVADA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Year Ended
June 30, 2023

Prepared by Courtney Jaeger, CPA, Vice President of Finance
and Reno-Sparks Convention & Visitors Authority Finance Department

Reno-Sparks Convention & Visitors Authority
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**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
ANNUAL COMPREHENSIVE FINANCIAL REPORT
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February 29, 2023

Board of Directors
Reno-Sparks Convention & Visitors Authority
and the Citizens of Washoe County, Nevada

Subject: Annual Comprehensive Financial Report for the Fiscal Year
July 1, 2022 to June 30, 2023

The Annual Comprehensive Financial Report of the Reno-Sparks Convention & Visitors Authority ("the Authority") with accompanying independent auditor's report for the fiscal year ended June 30, 2023, is submitted herewith. Responsibility for the accuracy, completeness, and fairness of the presentation, including all disclosures, rests with the Authority. We believe that the data, as presented, is accurate and complete in all material aspects and fairly sets forth the net position, activities and cash flows of the Authority. We further believe that all disclosures necessary to enable the reader to gain the maximum understanding of the Authority's financial affairs have been included. This letter of transmittal is designed to complement the Management's Discussion and Analysis (MD&A) and should be read in conjunction with the MD&A. The MD&A can be found immediately following the "Report of Independent Auditors."

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

THE REPORTING ENTITY

The Reno-Sparks Convention & Visitors Authority, an independent governmental entity, was established in February 1959 as the Washoe County Fair and Recreation Board. The Authority is the operating instrumentality in the Washoe County area for promoting conventions, tourism, and outdoor recreation. To provide revenue for such purposes, pursuant to the Fair and Recreation Board statutes and related provisions of the Nevada Revised Statutes, a tax on the income from room charges of transient rental facilities is imposed by the state, county, and the incorporated cities of Reno and Sparks. The tax rates as of July 1, 2009, are 13% in Reno, outside of downtown Reno; 13.5% in downtown Reno; 13.5% in Sparks; and 13% in the unincorporated areas of Washoe County.

The Authority collects these taxes and retains a total of 8 and 5/8% of collections. Distributions to other entities are as follows: 1% is remitted to the City of Reno for the National Bowling Stadium; 3/8% is remitted to the State of Nevada Department of Taxation; 1% of the tax collected in Reno is remitted to the City of Reno and 1% of the tax collected in the unincorporated areas of Washoe County is remitted to Washoe County; 1.5% collected in downtown Reno is distributed to the City of Reno for the operation of a multi-use facility in downtown Reno; 2.5% of the tax collected in Sparks is remitted to the City of Sparks for Victorian Square capital improvements; the remaining 1% is allocated between: the railroad tracks in downtown Reno; education purposes as imposed in 2009 through the Nevada Legislature; and a multi-use facility in downtown Reno owed by the City of Reno.

The Authority consists of a nine-member board comprised of one member of the Board of County Commissioners of Washoe County, Nevada; one member of the City Council of the City of Reno, Nevada; one member of the City Council of the City of Sparks, Nevada; and six members appointed by the aforementioned elected officials. The six members set forth are selected from nominations made by certain industry associations, the gaming industry, the Incline Village/Crystal Bay Visitors Bureau, or the Reno-Sparks Chamber of Commerce. Furthermore, these members must be actively engaged in the gaming industry (three members), airline industry (one member), Travel North Tahoe Nevada (Incline Village/Crystal Bay Visitors Bureau) (one member), and general business or commerce (one member). Private sector members serve two-year terms and are limited to a maximum of two consecutive terms. Representatives of the various governmental entities serve until the expiration of their respective terms of office.

ECONOMIC CONDITIONS AND OUTLOOK

Fiscal Year 2023: Throughout the period covered by this report, the fiscal year ended June 30, 2023, gaming and tourism continued to be the dominant local industries, making the economic vitality of Washoe County largely dependent on an influx of visitors.

Room Statistics

For fiscal year 2023, cash occupied room nights were 3,236,493, which is an increase of 15,631, 0.5%, from the fiscal year ended June 30, 2022 (fiscal year 2022). The overall occupancy percentage in Washoe County was 65.6%, which was an increase from the overall occupancy percentage of 65.5% in the prior fiscal year. Average cash room rates in fiscal year 2023 were \$147.86, an increase from average cash room rates of \$141.90 in the prior year. Total taxable room revenues in fiscal year 2023 were \$478,560,407, an increase of \$21,524,817 from total taxable room revenues in the prior fiscal year. This increase was primarily driven by the increase in average cash rates.

Outlook For Fiscal Year 2023 and Future: The Authority has implemented proactive cost savings and long-term financial planning measures to mitigate these circumstances and related economic conditions. The Authority also experienced record high room tax collections during fiscal

year 2023 driven by record-high average daily room rates and recovering visitor counts. However, the Authority continues to monitor the local and economic climate for signs of recession or decreases in tourism activity.

The Authority continues to be guided by a three-year strategic plan which was developed in 2022 by the management team and was adopted by the Board of Directors. The plan outlines three main pillars: Sales and Marketing, Destination Management, and Destination Alignment, with many strategic goals, initiatives, and tactics identified within each pillar. Throughout the strategic planning process, a diverse range of industry and community stakeholders were consulted to provide critical insight about opportunities and challenges related to the future of Washoe County's visitor economy. That input was used as a foundation to develop the Plan's strategic road map, which will guide the Authority's evolution as a vibrant destination for leisure, sports, convention and business visitors into the future.

Financial Policies: The financial policies of the Authority address the various activities of the Authority. Policies have remained consistent for the year ended June 30, 2023, in relation to the continuing revenue sources and the related expenditure/expense of such sources.

OTHER INFORMATION

Independent Audit: Nevada Revised Statutes 354.624 requires that an annual audit of all funds be performed by an independent certified public accountant. The Authority has complied with this requirement. A copy of the auditor's opinion has been included in this report.

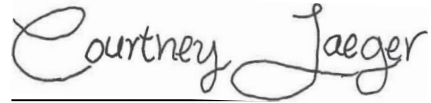
Awards: The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Authority for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2022. This was the thirty-fifth consecutive year the Authority has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that the current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program's requirements, and we are submitting the Annual Comprehensive Financial Report to the GFOA to determine eligibility for another certificate.

Acknowledgments: The preparation of this report could not have been accomplished without the efficient and dedicated service of the entire staff of the Finance Department. It is imperative to recognize their efforts and express appreciation for their assistance. Additionally, we would like to thank our independent external audit firm Moss Adams LLP for providing excellent service.

Lastly, we thank the Board of Directors, without whose leadership and support this report would not have been possible.

Respectfully submitted,

A handwritten signature in black ink that reads "Courtney Jaeger". The signature is written in a cursive style with a horizontal line underneath the name.

Courtney Jaeger, CPA
Vice President of Finance

INTRODUCTORY SECTION



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**Reno-Sparks Convention & Visitors Authority
Nevada**

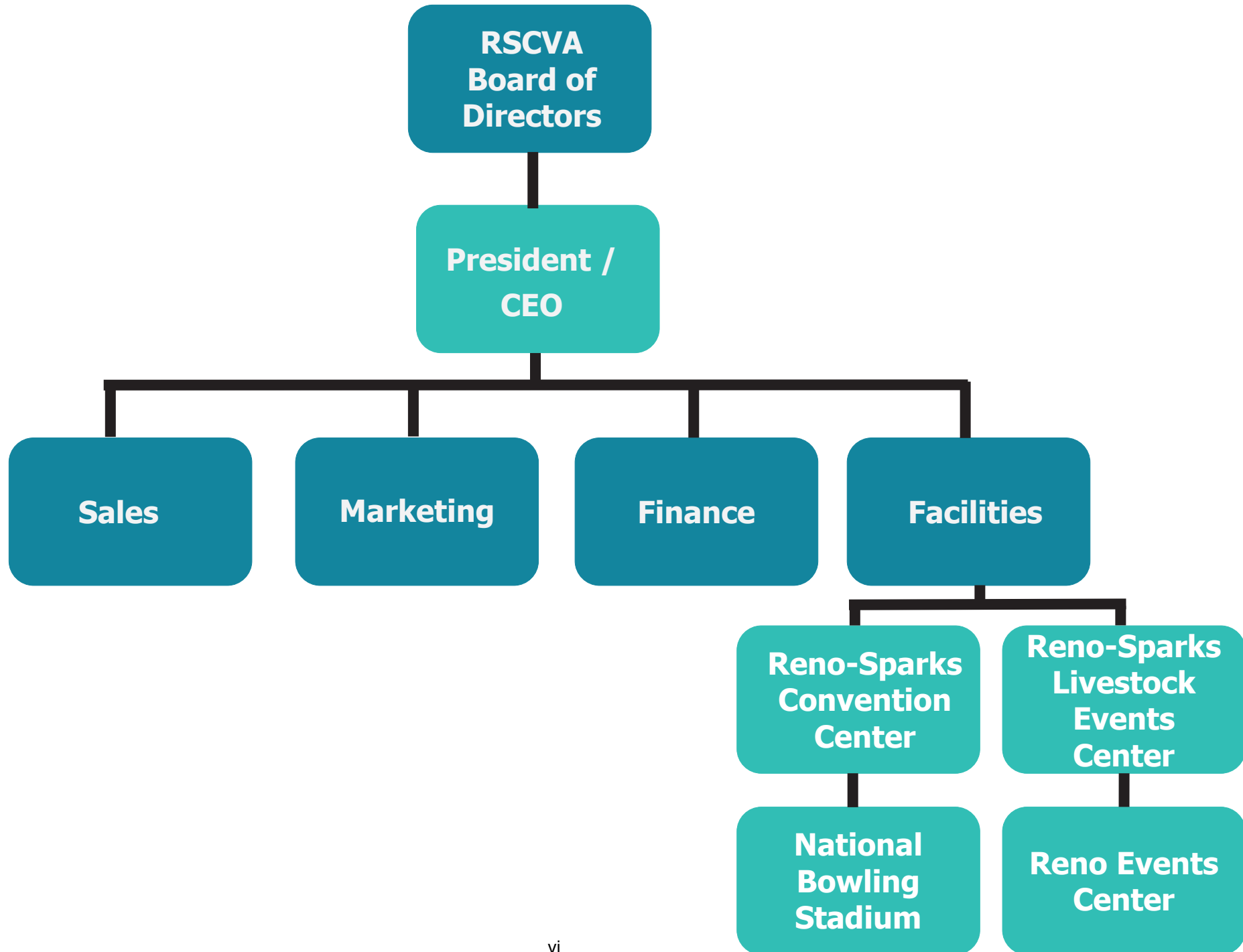
For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

June 30, 2022

Christopher P. Morill

Executive Director/CEO

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
ORGANIZATIONAL STRUCTURE
JUNE 30, 2023**



Reno-Sparks Convention & Visitors Authority
Board of Directors



Charlene Bybee, Chair
City of Sparks



Mayor Hillary Schieve, Vice Chair
City of Reno



Stephen Ascuaga, Secretary/Treasurer
Gaming Industry



Eddie Ableser
Reno+Sparks Chamber of
Commerce



John East
Gaming Industry



Alexis Hill
Washoe County Commission



Richard L. Jay
Reno-Tahoe International Airport



Rick Murdock
Gaming Industry



Greg Long
Travel North Tahoe Nevada
(Incline Village/Crystal Bay VB)

Reno-Sparks Convention & Visitors Authority
Executive Staff



Mike Larragueta
Vice President of Sales /Interim
President and CEO



Courtney Jaeger, CPA
Vice President of Finance



Trent LaFerriere
Vice President of Facilities



Christina Erny, CDME
Vice President of Marketing



Art Jimenez
Executive Director of Tourism



Jose Martinez
Executive Director of Facilities
Operations



Renee McGinnes
Executive Director of Venue Sales
and Events



Ben McDonald
Senior Director of Communications
and Public Affairs

Report of Independent Auditors

The Board of Directors
Reno-Sparks Convention & Visitors Authority

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, the budgetary statement for the general fund, and the aggregate remaining fund information of Reno-Sparks Convention & Visitors Authority (the Authority) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Reno-Sparks Convention & Visitors Authority as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards (Government Auditing Standards)*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Authority and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Authority's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Authority's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 12, the schedule of changes in the Authority's total OPEB liability and related ratios on pages 54 through 55, and the schedules of the Authority's share of the net pension liability and the Authority's contributions on page 56 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Reno-Sparks Convention & Visitors Authority's basic financial statements. The individual fund schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, individual fund schedules and budgetary schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report February 29, 2024, on our consideration of Reno-Sparks Convention & Visitors Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Reno-Sparks Convention & Visitors Authority's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Reno-Sparks Convention & Visitors Authority's internal control over financial reporting and compliance.



Portland, Oregon
February 29, 2024

FINANCIAL SECTION

RENO-SPARKS CONVENTION & VISITORS AUTHORITY MANAGEMENT'S DISCUSSION AND ANALYSIS FOR THE FISCAL YEARS ENDED JUNE 30, 2023 AND 2022

The following is Management's Discussion and Analysis (MD&A) of the financial performance and activity of the Reno-Sparks Convention & Visitors Authority ("the Authority"). The MD&A provides an introduction to and understanding of the financial statements of the Authority for the fiscal year (FYs) ended June 30, 2023 (FY 2023) with selected comparable data for the fiscal year ended June 30, 2022 (FY 2022). This section should be read in conjunction with the transmittal letter, financial statements, and notes to the financial statements to gain a better understanding of the information presented in MD&A.

Overview of the Financial Statements

The basic financial statements of the Authority are comprised of government-wide financial statements, fund financial statements, and notes to the financial statements. Additionally, supplemental information to the financial statements is contained in this report.

Government-wide financial statements – The government-wide financial statements are presented to provide readers with a broad overview of Authority's financial position in a manner similar to the private sector.

The Statement of Net Position presents information on all assets, liabilities, and deferred inflows/outflows of resources of the Authority. The difference between the total assets and deferred outflows and total liabilities and deferred inflows is reported as "net position." Over time, increases and decreases in net position may serve as an indicator of improvement or deterioration of financial condition.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future periods.

Governmental activities, which are supported primarily by room license taxes and facility usage fees, are presented in the government-wide financial statements. Governmental activities include general government and community support, which includes operational costs of the facilities as well as costs associated with selling and marketing the Reno-Tahoe region.

Fund financial statements – A fund is a legal and accounting entity which tracks specific sources of funding and spending. The Authority uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All funds of the Authority are divided into governmental and proprietary funds.

Governmental funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Unlike government-wide financial statements, governmental funds focus on the current inflows and outflows of resources. This information is useful in determining current financial requirements.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2023 AND 2022**

The Authority maintains three separate funds that make up the governmental fund category. Information is presented separately in the governmental balance sheet and the governmental statement of revenues, expenditures, and changes in fund balance for the General Fund, Debt Service Fund, and Capital Projects Fund, all of which are considered to be major funds.

A separate budget is prepared annually for each fund reflecting anticipated resources and uses of the collected resources. A budgetary comparison statement or schedule has been provided for the funds to demonstrate compliance with the budget.

Proprietary fund – The Authority maintains one internal service proprietary fund, the insurance internal service fund. The internal service fund is used to account for and allocate internal costs to the various departments of the Authority, and primarily benefit governmental activities. The internal service fund has been included within the governmental activities in the government-wide financial statements as appropriate.

Notes to the financial statements – Notes to the financial statements are included to provide information that is crucial to the full and complete understanding of the data provided in the government-wide and fund financial statements.

Other information – In addition to the basic financial statements, and accompanying notes, this report also represents certain required supplementary information concerning the changes in the Authority's total pension liability and other postemployment benefits (OPEB) liability.

This report also presents certain supplementary information, including individual fund statements and schedules, which are presented immediately following the required supplementary information within this report.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2023 AND 2022**

Government-wide Financial Analysis

Net Position

The following table summarizes assets, liabilities, deferred inflows and outflows of resources, and net position as of June 30:

	Governmental Activities		Change	
	2023	2022		
Assets				
Current and other assets	\$ 57,428,693	\$ 48,353,006	\$ 9,075,687	19%
Capital assets	47,189,586	47,216,347	(26,761)	(0%)
Total assets	<u>104,618,279</u>	<u>95,569,353</u>	<u>9,048,926</u>	9%
Deferred outflows of resources	<u>8,535,012</u>	<u>7,326,258</u>	<u>1,208,754</u>	16%
Liabilities				
Long-term liabilities	85,798,562	88,483,243	(2,684,681)	(3%)
Other liabilities	10,749,676	8,575,219	2,174,457	25%
Total liabilities	<u>96,548,238</u>	<u>97,058,462</u>	<u>(510,224)</u>	(1%)
Deferred inflows of resources	<u>4,445,721</u>	<u>8,150,616</u>	<u>(3,704,895)</u>	(45%)
Net Position				
Net investment in capital assets	\$ (10,197,997)	\$ (10,747,767)	\$ 549,770	5%
Restricted for:				
Debt service	14,485,558	14,201,101	284,457	2%
Strategic Plan Implementation	4,684,969	4,821,195	(136,226)	(3%)
Claims	479,052	226,601	252,451	111%
Unrestricted (deficit)	2,707,750	(10,812,597)	13,520,347	125%
Total net position	<u>\$ 12,159,332</u>	<u>\$ (2,311,467)</u>	<u>\$ 14,470,799</u>	626%

Total net position for the Authority as of June 30, 2023 was \$12,159,332, an increase of 626%, \$(14,470,799), from June 30, 2022. This can primarily be attributed to the following significant changes:

- Current Assets
 - o The increases in current assets were driven by increases in cash and investments and increases in accounts receivable. The increases noted in cash and investments and accounts receivable were primarily due to room tax revenues and facilities revenues. Room tax revenues were impacted by recovering visitation figures and higher average daily room rates charged for rooms. Facilities revenues were impacted by increases in numbers of meetings, conventions, and events that were held, as the economy continues to rebound from the impact of the restrictions on events which were previously in place due to the COVID-19 pandemic.
- Deferred outflows of resources
 - o The increases in deferred outflows of resources were primarily driven by differences between expected and actual experience, changes in assumptions and other inputs, and contributions subsequent to the measurement date as noted by the actuarial valuation for the defined benefit pension plan.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2023 AND 2022**

- Capital Assets
 - o See “Capital Assets” section for detail.

- Long-Term Liabilities
 - o The decreases in long-term liabilities were primarily driven by the principal payment made on long-term debt and decreases in the OPEB liability, offset by increases in the net pension liability as a result of higher employee counts, due to hiring of additional positions post COVID-19 pandemic during the actuarial valuation year. See Long-Term Debt Activity section for detail regarding long-term debt activity during the fiscal year.

- Deferred inflows of resources
 - o The decreases in deferred inflows of resources were primarily driven by changes in the net difference between projected and actual earnings on pension plan investments, as noted by the actuarial valuation for the defined benefit pension plan.

- Other
 - o The deficit in net investment in capital assets is primarily the result of 1) debt outstanding exceeding the net book value of capital assets (the funds were used to construct or acquire capital assets) and 2) the Authority being unable to possess the title to land.

 - o The portions of the Authority’s net position that are subject to restrictions are debt service, strategic plan implementation, and claims (insurance reserves).

Capital Assets

The following is a summary of capital assets at June 30, 2023:

	Governmental Activities
Water Rights	\$ 3,445,200
Construction in Progress	145,757
Buildings and Improvements	34,484,766
Improvements	4,483,866
Furniture and Equipment	3,287,508
Lease assets	1,342,489
Total	\$ 47,189,586

The Authority’s capital assets for governmental activities as of June 30, 2023, were \$47,189,586 (net of accumulated depreciation and amortization). Significant capital asset transactions during the fiscal year included: Reno-Sparks Convention Center – security camera

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2023 AND 2022**

replacement project, roof remodels, and staging upgrades; Reno-Sparks Livestock Events Center – purchases of equipment including a cylindrical rider, wireless access points, panel replacements, a laser grading system, and swamp cooler improvements.

Additional information on capital assets is presented in Note C in the Notes to Financial Statements section of this report.

Long-term Debt Activity

The following is a summary of outstanding general obligation debt at June 30, 2023:

Debt Series	Original Issue Amount	Amount Outstanding as of June 30, 2023
2021 Series Refunding	\$ 65,760,000	\$ 60,810,000

During fiscal year 2023, the Authority made principal payments of \$4,950,000 and interest payments of \$3,132,900 on the 2021 Series Refunding Bonds.

Additional information regarding the Authority's debt structure is presented in Note D in the Notes to Financial Statements section.

Change in Net Position

The following table summarizes changes in net position for the year ended June 30, 2023:

	Governmental Activities			
	2023	2022		
Revenue				
<i>Program revenues</i>				
Charges for services	\$ 10,930,203	\$ 9,270,921	\$ 1,659,282	18%
Operating grants and contributions	1,810,158	2,890,174	(1,080,017)	(37%)
<i>General revenues</i>				
Room taxes, penalties and interest	47,672,993	45,303,595	2,369,398	5%
Unrestricted investment and interest earnings	532,427	30,148	502,280	1,666%
Gain on sale of capital assets	-	1,900	(1,900)	(100%)
Miscellaneous	71,942	28,605	43,337	152%
Total revenues	<u>61,017,723</u>	<u>57,525,343</u>	<u>3,492,380</u>	6%
Expenses:				
General government	2,984,298	2,113,298	871,000	41%
Community support	42,550,722	33,760,697	8,790,024	26%
Debt service	1,011,904	863,485	148,419	17%
Total expenses	<u>46,546,923</u>	<u>36,737,480</u>	<u>9,809,443</u>	27%
Change in net position	<u>14,470,799</u>	<u>20,787,863</u>	<u>(6,317,063)</u>	(30%)
Net Position, July 1	<u>(2,311,467)</u>	<u>(23,099,330)</u>	<u>20,787,863</u>	(90%)
Net Position, June 30	<u>\$ 12,159,332</u>	<u>\$ (2,311,467)</u>	<u>\$ 14,470,799</u>	(626%)

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2023 AND 2022**

Revenues

The Authority's total revenues for fiscal year 2023 increased by \$3,492,380 compared to the prior fiscal year. The majority of the increase is related to room license taxes and facilities revenues. Room license taxes were largely impacted by higher average daily room rates charged for rooms by properties. Facilities revenues were impacted by recovering numbers of meetings, conventions, and events that were held, as a result the continued economic recovery post COVID-19 pandemic.

Expenses

The Authority's total expenses for fiscal year 2023 increased \$9,809,443 compared to the prior fiscal year. The majority of the increase in expenses were related to facilities operating expenses and convention and tourism promotion expenses. Increases in facilities operating expenses were noted in areas including staffing, professional services, supplies, and other expenses, driven by higher amounts of activity (such as meetings, conventions, and events) than the prior year. Increases in convention and tourism promotion expenses were largely driven by increased services expenses and supplies expenses in the marketing and sales departments, as a result of continued economic recovery and in an effort to drive tourism and events to Washoe County.

Fund Financial Analysis

At the end of the current fiscal year, the Authority's governmental funds reported combined ending fund balances of \$47,704,540. Approximately 14% of this total amount (\$6,870,627) constitutes unassigned fund balance, which is available for spending at the Authority's discretion. The remainder of the fund balance is non-spendable, restricted, or assigned to indicate that is not available for new spending because it has already been committed to other purposes (prepaid expenditures, debt, strategic plan implementation, claims, and the use of funds in the FY 24 budget).

General Fund

The General Fund is the chief operating fund of the Authority. At the end of the current fiscal year, the total fund balance in the General Fund was \$22,575,953. As a measure of the General Fund's liquidity, it is useful to compare fund balance with fund expenditures. The ratio of fund balance to expenditures is 51% for the year ended June 30, 2023, which is a decrease of 6% from the prior fiscal year.

Change in Fund Balance - General Fund

At June 30, 2023, total fund balance in the General Fund was \$22,575,953, which is an increase of \$3,487,204, from the prior year. This increase was largely driven by an increase in total revenues of 6% (\$3,199,903) and decreases in transfers to other funds, offset by increases in total expenditures. The largest increases were in revenues room tax license revenues and facilities revenues, which are primarily the result of continued economic recovery

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2023 AND 2022**

after the COVID-19 pandemic, leading to higher levels of tourism and more events. For the year ended June 30, 2023, total expenditures in the general fund were \$44,126,196, which is an increase of \$10,945,605 from the prior year. The majority of the increase in expenses were related to facilities operating expenses and convention and tourism promotion expenses. Increases in facilities operating expenses were noted areas including staffing, professional services expenses, and other expenses, driven by higher amounts of activity (such as meetings, conventions, and events) than the prior year. Increases in convention and tourism promotion expenses were driven by increased services and supplies expenses in the marketing and sales departments. A total of \$10,992,654 of the ending General Fund balance has been assigned towards expenditures in the fiscal year 2024 budget.

Budgetary Highlights – General Fund

General Fund revenues were above final budget by \$6,520,628 for the fiscal year, primarily due to a stronger than predicted leisure-travel, in addition to higher average daily room rates than anticipated. Events and conventions also continued to recover from the COVID-19 pandemic, and related facilities revenues were \$1,176,029 over final budget. Expenditures were below final budget by \$2,101,013, primarily due to unspent air service allocations, unspent booking incentives, and certain services and supplies costs that were less than originally anticipated.

Debt Service Fund

The Debt Service Fund has a total fund balance of \$15,990,113 an increase of \$160,707 from the prior year, all of which is restricted for the payment of debt service. The increase in fund balance is primarily due to the timing of principal and interest payments in conjunction with the issuance of the Series 2021 Refunding Bonds.

Capital Projects Fund

The Capital Projects Fund is used to track capital expenditures at the Authority's facilities. For the year ended June 30, 2023, total fund balance in the Capital Projects Fund was \$9,138,454. This is an increase of \$3,085,401 from the prior year. The ending fund balance is assigned towards ongoing approved projects and fluctuates based upon project status. The increase in fund balance for the year ended June 30, 2023, is due to transfers exceeding expenditures during the year. Additionally, the actual cost for certain projects during the fiscal year were less than the budgeted costs, due to changes in the scope of projects and other factors. The ending fund balance for the Capital Projects Fund also includes approximately \$6,100,000 that is budgeted to be spent on capital projects in future years.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2023 AND 2022**

Known Economic Factors

Casino lodging properties continue to invest capital into their current facilities, including:

- J Resort (Sands Regency) – During fiscal year 2023, the property completed a large renovation project on two towers. Work on the third and final tower renovation has been underway in fiscal 2023 and is scheduled to be completed in May 2024, bringing the total available rooms back up to over 700. Major renovation of the public areas of the hotel and casino continued throughout the last fiscal year and is continuing into the current year, including convention space.
- Atlantis Casino Resort – Renovation of two towers was completed in fiscal 2023. The third and final tower is under renovation and is scheduled to be completed by May 2024.
- The Element Hotel opened in the Reno Experience District in midtown during fiscal year 2023 featuring 170 rooms, lobby bar, rooftop pool and breakfast.
- Extended Stay Reno-Sparks opened in October 2023 featuring 144 rooms, which are designed for business travelers, longer stay guests, and as nightly guests. Rooms include fully equipped kitchens to accommodate longer stays.

Notable hotel developments are as follows:

- Construction is near completion for the Hyatt Place at Summit Sierra Mall with anticipated completion in May 2024. The property will have 132 rooms.
- The shuttered Best Bet Motor Lodge in midtown Reno is under major renovation and will reopen as a boutique motel in the spring of 2024.
- Courtyard Marriott Downtown Riverfront announced plans for renovation of hotel rooms and lobby, which is set to begin in 2024.
- Residence Inn has broken ground on a 128-room location adjacent to Tamarack Junction Casino. Completion is anticipated in the spring or early summer of 2025.
- Grand Sierra Resort – In September 2023, the property announced a \$1 billion private capital investment project including an arena for sporting and concert events including University of Nevada Reno Basketball. Additional improvements will also be made around the exterior of the property, including the Grand Bay and golf facilities. Included in the announcement is the addition of an 800-room tower, one or more parking garages, and 300 affordable riverfront units. This will be a long-term project.
- The Waldorf Astoria Lake Tahoe, located at the site of the closed Tahoe Biltmore, is scheduled to open in 2027.
- Future hotel developments include a hotel and conference center at the University of

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2023 AND 2022**

Nevada Reno at the University Gateway, which is scheduled to open in 2026 to coincide with the new College of Business. The hotel will have 50 rooms and include a conference center and retail.

- Planned new hotels and hotel renovations that have been put on hold or cancelled include the following: Kimpton Hotel in downtown Reno has not movement since the initial groundbreaking in May 2022; Firecreek Crossing Resort Casino been put on hold; the Embassy Suites which were planned to be developed at Plumb Lane and Kietzke Lane have been cancelled and the property is for sale.

Other Economic Developments:

- Jacobs Development previously announced plans for a \$1 billion mixed-use development in downtown Reno. The area encompasses 20 city blocks that will be known as Reno's Neon Line District. The Neon Line District included the \$300 million remodel of the Sands Regency and rebranding to the J Resort. Ongoing plans include a festival ground, a proposed amphitheater, several apartments, and a condominium development.
- The Washoe County median home price was \$575,000 as of June 30, 2023, a decrease of 4.2% compared to June 2022, although there has been an increase the last few months of fiscal 2023. The lack of inventory has been the primary driving factor for increasing prices. Increased job opportunities are projected to increase the population in the coming years, which could result in more home construction, additional jobs, and further growth in both the local population, as well as visitation.
- The Washoe County unemployment rate was 4.5% on June 30, 2023, an increase from the unemployment rate of 3.3% on June 30, 2022.

Requests for Information

This financial report is designed to provide a general overview of the financial activity and condition of the Reno-Sparks Convention & Visitors Authority. For questions about this report or for additional information, please contact Courtney Jaeger, CPA – Vice President of Finance, at PO Box 837, Reno, Nevada 89504.

BASIC FINANCIAL STATEMENTS

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
STATEMENT OF NET POSITION
JUNE 30, 2023

	Governmental Activities
ASSETS	
Cash and investments	\$ 47,394,232
Receivables	
Accounts receivable, net of allowance for doubtful accounts of \$36,861	1,052,735
Room license taxes receivable	7,245,646
Other receivables	1,708,377
Prepaid items	27,703
Capital assets	
Lease assets, net of amortization	1,342,489
Capital assets not being depreciated	3,590,957
Capital assets being depreciated (net of accumulated depreciation)	42,256,140
TOTAL ASSETS	104,618,279
 DEFERRED OUTFLOWS OF RESOURCES	
Pension	4,258,607
OPEB	1,243,477
Deferred charge on refunding	3,032,928
TOTAL DEFERRED OUTFLOWS OF RESOURCES	8,535,012
 LIABILITIES	
Accounts payable	2,111,052
Accrued liabilities	3,788,637
Accrued interest payable	1,504,575
Event deposits	3,345,412
Noncurrent liabilities:	
Due within one year	5,977,705
Due in more than one year	
Compensated absences	49,098
Bonds	65,025,456
Lease liabilities	1,134,784
Net pension liability	8,621,903
Total OPEB liability	4,989,616
TOTAL LIABILITIES	96,548,238
 DEFERRED INFLOWS OF RESOURCES	
Pension	3,363,763
OPEB	1,081,958
TOTAL DEFERRED INFLOWS OF RESOURCES	4,445,721
 NET POSITION	
Net investment in capital assets	(10,197,997)
Restricted for:	
Debt service	14,485,558
Strategic plan implementation (surcharge revenues)	4,684,969
Claims	479,052
Unrestricted	2,707,750
TOTAL NET POSITION	\$ 12,159,332

See accompanying notes to financial statements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Program Revenues			Net (Expense) Revenue and Changes in Net Position	
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
PRIMARY GOVERNMENT FUNCTIONS/PROGRAMS					
Governmental activities:					
General government	\$ 2,984,298	\$ 933,541	\$ 1,501,176	\$ -	\$ (549,581)
Community support	42,719,842	10,165,782	-	-	(32,554,060)
Interest and fiscal charges	1,011,904	-	308,982	-	(702,922)
Total governmental activities	<u>46,716,044</u>	<u>11,099,323</u>	<u>1,810,158</u>	<u>-</u>	<u>(33,806,563)</u>
GENERAL REVENUES					
Taxes					
Room taxes					47,672,993
Unrestricted investment and interest earnings					532,427
Miscellaneous					71,942
TOTAL GENERAL REVENUES					<u>48,277,362</u>
CHANGE IN NET POSITION					14,470,799
NET POSITION, JULY 1					<u>(2,311,467)</u>
NET POSITION, JUNE 30					<u>\$ 12,159,332</u>

See accompanying notes to financial statements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2023

	General Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
ASSETS				
Cash and investments	\$ 35,719,200	\$ 11,482,685	\$ -	\$ 47,201,885
Receivables				
Accounts receivable	1,052,735	-	-	1,052,735
Room license taxes receivable	7,245,646	-	-	7,245,646
Other receivables	1,708,374	-	-	1,708,374
Prepaid items	27,703	-	-	27,703
Due from other funds	-	4,507,448	9,224,837	13,732,285
TOTAL ASSETS	\$ 45,753,658	\$ 15,990,133	\$ 9,224,837	\$ 70,968,628
LIABILITIES				
Accounts payable	\$ 2,024,669	\$ -	\$ 86,383	\$ 2,111,052
Accrued liabilities	3,787,663	-	-	3,787,663
Event deposits	3,345,412	-	-	3,345,412
Due to other funds	14,019,961	-	-	14,019,961
TOTAL LIABILITIES	23,177,705	-	86,383	23,264,088
FUND BALANCES				
Nonspendable	27,703	-	-	27,703
Restricted	4,684,969	15,990,133	-	20,675,102
Assigned	10,992,654	-	9,138,454	20,131,108
Unassigned	6,870,627	-	-	6,870,627
TOTAL FUND BALANCES	22,575,953	15,990,133	9,138,454	47,704,540
TOTAL LIABILITIES AND FUND BALANCES	\$ 45,753,658	\$ 15,990,133	\$ 9,224,837	\$ 70,968,628

See accompanying notes to financial statements.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO
THE STATEMENT OF NET POSITION
JUNE 30, 2023**

TOTAL FUND BALANCES FOR THE GOVERNMENTAL FUNDS AS SHOWN ON THE BALANCE SHEET	\$	47,704,540
Capital assets used in Governmental Activities are not financial resources, and therefore are not reported in the Governmental Funds.		45,847,097
Lease assets used in Governmental Activities are not financial resources and therefore are not reported in the Governmental Funds.		1,342,489
Long-term liabilities are not due and payable in the current period and therefore are not reported in the Governmental Funds:		
Accrued interest payable		(1,504,575)
Bonds payable		(60,810,000)
Unamortized premium on bonds payable		(9,415,456)
Compensated absences		(619,098)
Total OPEB liability		(4,989,616)
Net pension liability		(8,621,903)
Lease liability		(1,342,489)
Deferred outflow of resources related to pensions		4,258,607
Deferred outflow of resources related to OPEB		1,243,477
Deferred charge on refunding		3,032,928
Deferred inflows of resources related to pensions		(3,363,763)
Deferred inflows of resources related to OPEB		(1,081,958)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in Governmental Activities in the Statement of Net Position.		479,052
TOTAL NET POSITION FOR GOVERNMENTAL ACTIVITIES AS SHOWN ON THE STATEMENT OF NET POSITION	\$	12,159,332

See accompanying notes to financial statements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
FOR THE FISCAL YEAR ENDED
JUNE 30, 2023

	General Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
REVENUES				
Taxes				
Room license taxes	\$ 47,672,993	\$ -	\$ -	\$ 47,672,993
Miscellaneous				
Facilities revenue	9,806,535	-	-	9,806,535
Convention and visitors service revenue	359,247	-	-	359,247
Interest on investments	805,444	308,982	-	1,114,426
Federal grants	1,228,159	-	-	1,228,159
Other	1,005,483	-	-	1,005,483
TOTAL REVENUES	60,877,861	308,982	-	61,186,843
EXPENDITURES				
Current				
General government	4,522,889	-	-	4,522,889
Community support	38,320,473	-	-	38,320,473
Debt Service				
Principal	156,394	4,950,000	-	5,106,394
Interest	6,962	3,132,900	-	3,139,862
Other bond costs	-	4,375	-	4,375
Capital outlay	1,288,599	-	3,359,538	4,648,137
TOTAL EXPENDITURES	44,295,317	8,087,275	3,359,538	55,742,130
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	16,582,544	(7,778,293)	(3,359,538)	5,444,713
OTHER FINANCING SOURCES (USES)				
Lease liability incurred	1,288,599	-	-	1,288,599
Transfers from other funds	-	7,939,000	6,444,939	14,383,939
Transfers to other funds	(14,383,939)	-	-	(14,383,939)
TOTAL OTHER FINANCING SOURCES (USES)	(13,095,340)	7,939,000	6,444,939	1,288,599
NET CHANGE IN FUND BALANCES	3,487,204	160,707	3,085,401	6,733,312
FUND BALANCES, JULY 1	19,088,749	15,829,426	6,053,053	40,971,228
FUND BALANCES, JUNE 30	\$ 22,575,953	\$ 15,990,133	\$ 9,138,454	\$ 47,704,540

See accompanying notes to financial statements.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

NET CHANGE IN FUND BALANCES FOR GOVERNMENTAL FUNDS AS SHOWN ON THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES \$ 6,733,312

Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation and amortization expense.

Capital outlay recorded in governmental funds	3,359,538	
Lease asset expenditures	1,288,599	
Amounts not capitalized	<u>(400,222)</u>	
Capitalized expenditures	4,247,915	
Depreciation Expense	(4,328,565)	
Lease asset amortization expense	<u>(156,393)</u>	(237,043)

The issuance of long-term debt provides current financial resources to Governmental Funds, while the repayment of the principal of long-term debt consumes the current financial resources of Governmental Funds. Neither transaction, however, has any effect on Net Position. Also, Governmental Funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are amortized in the Statement of Activities. This amount equals the differences in the treatment of long-term debt and related items.

Principal payments on long-term debt	4,950,000	
Lease asset principal payments	156,393	
Interest expense	123,749	
Amortized bond premium	2,372,359	

Some expenses reported in the Statement of Activities do not require the use of current financial resources, and therefore are not reported as expenditures in Governmental Funds.

Compensated absences	(213,141)	
Amortization of deferred charge on refunding	(356,814)	

The incurrence of lease liabilities provides current financial resources to governmental funds but does not have any effect on net position. (1,288,599)

Governmental Funds report pension and OPEB contributions as expenditures. In the Statement of Activities, however, the cost of pension and OPEB benefits earned is reported as pension and OPEB expense.

Authority pension contributions	1,235,816	
Authority pension expense	307,835	
Authority OPEB contributions	443,662	
Authority OPEB expense	(9,181)	

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net (expense) revenue of certain activities of the internal service fund is reported with Governmental Activities.

252,451

CHANGES IN NET POSITION OF GOVERNMENTAL ACTIVITIES AS SHOWN ON THE STATEMENT OF ACTIVITIES \$ 14,470,799

See accompanying notes to financial statements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(with comparative actual amounts for the year ended June 30, 2022)
Page 1 of 2

	2023 Budget		2023		2022
	Original	Final	Actual	Variance to Final Budget	Actual
REVENUES					
Taxes					
Room license taxes	\$ 34,504,304	\$ 42,825,415	\$ 47,672,993	\$ 4,847,578	\$ 45,303,595
Miscellaneous					
Facilities revenues	7,208,320	8,461,386	9,806,535	1,345,149	7,497,917
Convention and visitor service revenue	56,000	442,585	359,247	(83,338)	929,922
Interest on investments	34,500	161,407	805,444	644,037	57,347
Federal grants	-	1,250,000	1,228,159	(21,841)	2,848,370
Other	737,869	1,047,320	1,005,483	(41,837)	871,687
TOTAL REVENUES	42,540,993	54,188,113	60,877,861	6,689,748	57,508,838
EXPENDITURES					
Current:					
General government					
Salaries and wages	1,340,344	1,613,032	1,439,057	173,975	1,196,036
Employee benefits	877,408	1,179,305	879,009	300,296	780,557
Services and supplies	1,698,783	2,634,769	2,225,938	408,831	1,695,297
Capital outlay	66,952	107,702	1,423,878	(1,316,176)	63,595
Total general government	3,983,487	5,534,808	5,967,882	(433,074)	3,735,485
Community support					
Facility operations					
Salaries and wages	-	4,032,252	4,491,235	(458,983)	228,557
Employee benefits	-	2,141,963	2,151,454	(9,491)	177,174
Services and supplies	11,004,865	8,279,924	9,195,320	(915,396)	11,658,346
	11,004,865	14,454,139	15,838,009	(1,383,870)	12,064,077
Facilities Transition					
Salaries and wages	-	-	-	-	56,137
Employee benefits	-	-	-	-	182,258
Services and supplies	-	-	-	-	69,537
	-	-	-	-	307,932

See accompanying notes to financial statements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2023
(with comparative actual amounts for the year ended June 30, 2022)
Page 2 of 2

	2023 Budget		2023		2022
	Original	Final	Actual	Variance to Final Budget	Actual
EXPENDITURES - continued					
Convention and tourism promotion					
Salaries and wages	\$ 2,431,058	\$ 3,652,659	\$ 3,382,495	\$ 270,164	\$ 2,499,403
Employee benefits	1,499,807	2,268,923	2,138,470	130,453	1,572,227
Services and supplies	10,747,106	17,893,371	14,714,673	3,178,698	10,842,100
Capital outlay	8,500	8,500	-	8,500	4,263
	<u>14,686,471</u>	<u>23,823,453</u>	<u>20,235,638</u>	<u>3,587,815</u>	<u>14,917,993</u>
Community grants and miscellaneous	<u>1,907,299</u>	<u>2,414,809</u>	<u>2,253,788</u>	<u>161,021</u>	<u>2,155,104</u>
Total community support	<u>27,598,635</u>	<u>40,692,401</u>	<u>38,327,435</u>	<u>2,364,966</u>	<u>29,445,106</u>
TOTAL EXPENDITURES	<u>31,582,122</u>	<u>46,227,209</u>	<u>44,295,317</u>	<u>1,931,892</u>	<u>33,180,591</u>
Excess (deficiency) of revenues over expenditures	<u>10,958,871</u>	<u>7,960,904</u>	<u>16,582,544</u>	<u>8,621,640</u>	<u>24,328,247</u>
OTHER FINANCING SOURCES (USES)					
Lease liability incurred	-	-	1,288,599	(1,288,599)	-
Contingency	(200,000)	(200,000)	-	200,000	-
Proceeds from sale of capital assets	-	-	-	-	1,900
Transfers to other funds	(10,557,650)	(14,849,061)	(14,383,939)	465,122	(16,419,419)
TOTAL OTHER FINANCING SOURCES (USES)	<u>(10,757,650)</u>	<u>(15,049,061)</u>	<u>(13,095,340)</u>	<u>(623,477)</u>	<u>(16,417,519)</u>
Net change in fund balances	201,221	(7,088,157)	3,487,204	10,575,361	7,910,728
FUND BALANCE, JULY 1	<u>8,598,634</u>	<u>11,178,021</u>	<u>19,088,749</u>	<u>7,910,728</u>	<u>11,178,021</u>
FUND BALANCE, JUNE 30	<u>\$ 8,799,855</u>	<u>\$ 4,089,864</u>	<u>22,575,953</u>	<u>\$ 18,486,089</u>	<u>19,088,749</u>

See accompanying notes to financial statements.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
 PROPRIETARY FUND
 STATEMENT OF NET POSITION
 JUNE 30, 2023**

	Governmental Activities Internal Service Fund
ASSETS	
Current assets	
Cash and investments	\$ 192,347
Due from other funds	<u>287,676</u>
Total current assets	<u>480,023</u>
 TOTAL ASSETS	 <u>480,023</u>
LIABILITIES	
Current liabilities	
Accounts payable	759
Accrued liabilities	<u>212</u>
 TOTAL LIABILITIES	 <u>971</u>
 NET POSITION	
Restricted for claims	<u>\$ 479,052</u>

See accompanying notes to financial statements.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
 PROPRIETARY FUND
 STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

	Governmental Activities Internal Service Fund
OPERATING REVENUES	
Charges for benefits	\$ 2,391,357
OPERATING EXPENSES	
Services and supplies	<u>2,138,906</u>
CHANGE IN NET POSITION	252,451
NET POSITION, JULY 1	<u>226,601</u>
NET POSITION, JUNE 30	<u>\$ 479,052</u>

See accompanying notes to financial statements.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
 PROPRIETARY FUND
 STATEMENT OF CASH FLOWS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023
 Page 1 of 2**

	Governmental Activities Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers or users	\$ 376,591
Cash received from interfund services provided	2,014,769
Cash paid to vendors for services and supplies	<u>(2,172,732)</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>218,628</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Cash received from (paid to) other funds	<u>(199,824)</u>
Net increase (decrease) in cash and investments	18,804
CASH AND INVESTMENTS, JULY 1	<u>173,543</u>
CASH AND INVESTMENTS, JUNE 30	<u>\$ 192,347</u>

See accompanying notes to financial statements.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
 PROPRIETARY FUND
 STATEMENT OF CASH FLOWS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2023
 Page 2 of 2**

	Governmental Activities Internal Service Fund
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	
Operating income (loss)	\$ 252,451
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities	
Accrued liabilities	(34,585)
Total adjustments	(33,823)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 218,628

See accompanying notes to financial statements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Reno-Sparks Convention & Visitors Authority (the Authority) conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governments. Financial statements are prepared in accordance with GAAP in conformity with reporting guidelines established by the Governmental Accounting Standards Board (GASB). The following is a summary of consistently applied significant accounting policies.

Reporting Entity

The Authority was originally established in February 1959 as the Washoe County Fair and Recreation Board. The Authority is the operating instrumentality in Washoe County, Nevada for promoting conventions, tourism, and recreation, and is empowered to establish, acquire, and operate facilities appropriate related thereto.

The Authority owns and operates the Reno-Sparks Convention Center and the Reno-Sparks Livestock Events Center. Additionally, the Authority owns a building and various improvements at Incline Village (North Lake Tahoe), Nevada, which is operated by the Incline Village/Crystal Bay Visitors Convention Bureau (Travel North Tahoe Nevada).

The Authority also manages the National Bowling Stadium and Reno Events Center which are owned by the City of Reno.

Pursuant to Nevada Revised Statute 244A, the Authority is an instrumentality of Washoe County. Statutes provide for the independence of the Authority in specifying the powers and duties of the Board of Directors, including the Board's composition, selection, and terms of office. The Authority is subject to state laws governing local governments, including the Local Government Budget and Finance Act.

The Board of Directors is responsible for establishing policy and procedures for the Authority and is not significantly influenced in any way by Washoe County or the incorporated cities of Reno and Sparks, nor are any of these entities financially accountable for the Authority as defined by Statement No. 61, *The Financial Reporting Entity: Omnibus; an amendment of GASB Statements No. 14 and No. 34*, issued by the Governmental Accounting Standards Board. Accordingly, there is no basis for inclusion of the Authority as a component unit of any of these entities.

For financial reporting purposes, the Authority includes all funds, functions, and activities over which the Board of Directors has responsibility.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

Government-wide and Fund Financial Statements

The government-wide financial statements report information on all of the activities of the primary government. Eliminations have been made to minimize the effect of interfund activity. Interfund activity does not include amounts related to services provided and used between functions.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are associated with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants, contributions and interest income that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, if any, result from nonexchange transactions or ancillary activities.

The fund financial statements provide information about the Authority's funds. Separate statements for each fund category—governmental and proprietary are presented in the government-wide financial statements. The emphasis of fund financial statements is on major governmental funds.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when liabilities are incurred, regardless of the timing of related cash flows.

All governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Authority considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, with the exception of: intergovernmental revenues owed to Authority by the City of Reno for General Services, which are considered to be available if received within 300 days of year end and facilities revenues which are considered to be available if received within 120 days of year end. Expenditures are recorded when the liability is incurred, except for principal and interest on general long-term debt, compensated absences, the net pension liability and postemployment benefit obligations which are recorded as liabilities when due. The Authority first

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

utilizes restricted resources to finance qualifying activities, then unrestricted resources as they are needed.

Room license taxes, penalties and interest, facilities revenue, convention and visitors service revenue, and interest on investments associated with the fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Other revenues are normally not susceptible to accrual because they are generally not measurable until received in cash.

The Authority reports the following major governmental funds:

The General Fund is the primary operating fund of the Authority. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Debt Service Fund is used to account for the accumulation of resources required for, and the payment of, general long-term debt principal, interest and related costs.

The Capital Projects Fund is used to account for financial resources to be used for the acquisition or construction and significant repair of major facilities.

Additionally, the Authority reports the following fund type:

The Internal Service Fund accounts for the insurance activities provided to other departments of the Authority, on a cost reimbursement basis.

Deferred Outflows/Inflows of Resources

In addition to assets, the Authority also reports deferred outflows of resources. This separate financial statement element represents an acquisition of net assets that applies to future periods and will not be recognized as an outflow of resources (expense/expenditure) until then. Unamortized deferred refunding charges (the difference between the reacquisition price and the net carrying amount of the defeased debt) qualify for reporting in this category, as do certain deferred costs related to pensions and OPEB.

In addition to liabilities, the Authority also reports deferred inflows of resources. This separate financial statement element represents an acquisition of net assets that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. Revenues that are unavailable to satisfy current obligations qualify for reporting in this category, as do certain deferred amounts related to pensions and OPEB.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

Budgets and Budgetary Accounting

The Authority follows the procedures outlined below in establishing the budgetary data reflected in the financial statements:

1. Prior to April 15, the Vice President of Finance and the Chief Executive Officer submit to the Authority Board of Directors a proposed operating budget for the fiscal year commencing the following July 1.

The operating budget includes proposed expenditures and expenses and the means of financing them for all governmental and proprietary funds. Budgets for governmental funds are prepared on the modified accrual basis of accounting. Those for proprietary funds are prepared on the accrual basis of accounting.

2. Public hearings are conducted prior to adoption of the budget to obtain public comments.

3. On or before June 1, the budget is legally enacted through passage of a resolution by a majority vote of the Board of Directors.

4. Department heads are authorized to transfer appropriations between accounts within their respective departments subject to approval of the Chief Executive Officer. The Chief Executive Officer is authorized to transfer appropriations between departments within the various functional levels of the General Fund. Any revisions that alter or augment total appropriations or transfer appropriations between functional levels must be approved by the Board of Directors. Formal budgetary integration is employed as a management control device during the year for all funds of the Authority.

5. Budgeted appropriations may not be exceeded by actual expenditures of the various governmental functions in the General Fund. State statutes do not require that debt service payments (Debt Service Fund) or programs of insurance (Insurance Internal Service Fund) be limited by the budget. Also, state statutes generally do not require that capital payments (Capital Projects Fund) be limited by the budget. At year-end, any unencumbered appropriations lapse. Actual expenses may not exceed the sum of budgeted operating and nonoperating expenses in the proprietary fund.

Cash and Investments

Cash and investments include amounts in demand deposit accounts as well as all investments of the Authority. Investments are stated at fair value.

All interest earned on cash and investments is recognized in the General Fund in accordance with NRS 355.175, except for separate accounts established for the Debt Service Fund, (in accordance with bond resolutions) and the Capital Projects Fund.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

Pursuant to Nevada Revised Statutes, the Authority may invest in United States securities, bond and indentures, negotiable certificates of deposit, certain bankers' acceptances, commercial paper, and AAA rated money market mutual funds that invest in securities issued by, or agencies of, the U.S. government.

In addition, the Authority may invest in the Local Government Investment Pool administered by the State Treasurer with oversight by the Board of Finance of the State of Nevada. Investment in the Local Government Pool is carried at fair value, which is the same as the value of the pool shares.

Cash and investments held by the proprietary fund meet liquidity requirements for classification as cash equivalents (original maturities three months or less).

Receivables

Accounts receivable are reported net of an allowance for doubtful accounts. The allowance for doubtful accounts is based on management's assessment of the potential for losses, taking into account historical experience and currently available information.

Due To and Due From Other Funds

Interfund receivables and payables arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. All such balances are eliminated in the government-wide statements.

Capital Assets

Capital assets are reported in the government-wide financial statements. The Authority classifies those assets with a unit value of \$10,000 or more and a useful life of more than one year as capital assets. The Authority has no public domain (infrastructure) capital assets. Purchased capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated acquisition value on the date donated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

Depreciation is computed over the estimated useful lives of the assets using the straight-line method. The estimated useful lives are as follows:

Buildings and improvements	5 – 40 Years
Improvements	3 – 25 Years
Furniture and Equipment	3 – 10 Years

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

Long-Term Liabilities

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the governmental activities statement of net position. Bond premiums and discounts and prepaid bond insurance, if applicable, are amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issue costs are expensed during the current period.

In the governmental fund financial statements, bond proceeds and premiums/discounts, if any, are recognized during the current period as an other financing source or use, as applicable. Bond issue costs are reported as expenditures during the current period.

Compensated Absences

All vacation is accrued when earned in the government-wide statements and proprietary fund statements. Potential sick leave payout is accrued in the government-wide statements and proprietary fund, based upon the employee's date of employment, accrued at rate of one hour for every three unused hours up to a maximum of 300 hours of sick leave, as the specified maximum payout, for qualifying employees.

In the General Fund, the vacation and sick leave benefits costs are not accrued as earned, but are recorded as payroll costs only when the time is actually used or when accumulated benefits are paid as a result of employee resignations and retirements.

Fund Balance

In the government-wide financial statements, fund balance is classified as net position and displayed in three components:

Net Investment in Capital Assets – Consists of capital assets, net of accumulated depreciation and amortization and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted Net Position – Consists of net position with constraints placed on their use either by (1) external groups such as creditors, contributors, or laws or regulations; (2) law through constitutional provisions or enabling legislation.

Restricted Net Position consists of amounts restricted for debt service in accordance with bond indentures, amounts restricted for Strategic Plan Implementation and claims for insurance for the benefit of employees in accordance with state statutes.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

Unrestricted Net Position – All other net position that does meet the definition of restricted or net investment in capital assets.

In the governmental fund financial statements, fund balance is further classified in the following components, as applicable:

Nonspendable – Amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.

Restricted – Amounts that can be spent only for specific purposes because of constitutional provisions, enabling legislation, or because of constraints that are externally imposed by creditors, grantors, contributors, or laws or regulations of other governments.

Committed – Amounts that can only be used for specific purposes. Committed fund balance is established pursuant to action taken by the Board of Directors, which is the Authority's highest level of decision making authority. A similar action of the Board would be required to modify or rescind a fund balance commitment.

Assigned – Amounts the Authority intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. By action taken by the Board of Directors in adopting the Fund Balance Policy, amounts may be assigned by the Board of Directors or the Finance Department. Assigned fund balance is comprised of amounts assigned for use in the budget for the subsequent fiscal year.

Unassigned – Consist of all resource balances in the General Fund not contained in other classifications. For other governmental funds, the unassigned classification is used only to report a deficit balance resulting from specific purposes for which amounts had been restricted, committed or assigned.

In accordance with the Cooperative Agreement Regarding General Obligation Backing of Bonds with Washoe County, the Authority shall budget and maintain: Ending fund balance in relation to expenditures in the Authority's General Fund of 10%, positive ending fund balances in the Authority's Capital Projects Fund, and positive net position and cash and cash equivalents balances in the Authority's Insurance Internal Service Fund.

Proprietary fund net position is classified in the same manner as the government-wide statements.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the Authority considers restricted funds spent

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Authority considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board of Directors have provided otherwise through commitment or assignment actions.

Revenues

By statute and through interlocal agreement, the Authority is administrator and collection agent for all transient lodging license taxes imposed within Washoe County. Tax rates are 13.5% of gross transient lodging revenues within the City of Sparks, 13.5% of gross transient lodging revenues within the downtown of the City of Reno, and 13.0% of gross transient lodging revenues of properties not located in the downtown of the City of Reno and all unincorporated areas of Washoe County.

One percent of the effective tax rates in all jurisdictions represents a State of Nevada Lodging Tax, which is divided between the Authority and the State of Nevada on the basis of 5/8% and 3/8%, respectively. The 5/8% retained by the Authority is restricted by statute to be used for promotion and special events; the 3/8% retained by the State is designated for use in funding operations of the Nevada Department of Tourism.

One percent of the effective tax rate in all jurisdictions was imposed by the Nevada Legislature on July 1, 1991 as The National Bowling Stadium Lodging Tax. Proceeds of this tax are transferred to the City of Reno.

Effective June 1, 1999, transient lodging taxes increased 3%, except in the Railroad Improvement District where the increase was 2%. A 1% transient lodging tax was previously imposed on the Railroad Improvement District effective January 1, 1999. The Authority collects and remits the 1% transient lodging tax to the Railroad Improvement District. The increase in transient lodging taxes retained by the Authority is imposed by statute to be used for expansion of the Convention Center (2%). The increase in transient lodging taxes not retained by the Authority (1% collected outside of the Railroad Improvement District) is remitted to the City of Reno for the Reno Events Center/National Bowling Stadium. Amounts, determined by the Special Acts of the State of Nevada, may be distributed to the City of Sparks or retained by the Authority based on allocations mandated in the Special Act. In addition, the legislation requires one-half of the proceeds received from transient lodging taxes (previously imposed taxes) collected in Incline Village, Nevada and Crystal Bay, Nevada to be granted to the Incline Village/Crystal Bay Visitors Bureau.

Effective December 1, 2001 transient lodging taxes increased 1.5% within the Railroad Improvement District. This increase is remitted to the City of Reno Redevelopment Agency for the Reno Events Center/National Bowling Stadium.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

Effective July 1, 2003, transient lodging taxes increased 2.5% within the City of Sparks. This increase is remitted to the City of Sparks for construction/renovation of Downtown Sparks.

Effective July 1, 2009, transient lodging taxes increased 1% for properties not located in the downtown of the City of Reno and all unincorporated areas of Washoe County. This increase is remitted to the State of Nevada for educational purposes (Initiative Petition 1).

The remaining 7% tax revenues from within Washoe County and the City of Reno are divided between the Authority and these entities on the basis of 6% and 1%, respectively. The remaining 6% tax from within the City of Sparks is retained by the Authority.

The Authority's share of revenues detailed above is currently pledged to the Authority as part of existing bond resolutions. This will continue through repayment of outstanding bonds. All other revenues of the Authority result from fees imposed on users of Authority facilities, convention and visitors service revenue, and interest on investments.

Effective July 13, 2011, the City of Reno approved an ordinance to collect a surcharge of \$2 on the per night charge for the rental of a room in a hotel that holds a non-restricted gaming license located in downtown Reno. Amounts collected are remitted to the City of Reno.

During the fiscal year ended June 30, 2016, a surcharge of \$1 - \$2 on the per night charge for the rental of a room in a hotel within 20 miles from the boundaries of a district, created by NRS 268.798, was collected. Amounts collected are retained by the Authority to implement a strategic plan for the promotion of tourism in the region.

For the year ended June 30, 2023, principal and interest paid and total net pledged revenues were \$8,082,900 and \$19,569,777, respectively. Annual principal and interest payments were approximately 41% of net revenues. The total principal and interest remaining on the bonds is \$75,937,675.

Lease assets

The Authority records intangible right-to-use assets (lease assets) as required by *GASB Statement No. 87, Leases*.

Lease assets and lease liabilities are reported on the statement of net position.

Lease assets are initially measured at an amount equal to the initial measurement of the related lease liability at the present value of payments expected to be made during the lease term, plus any lease payments made prior to the lease term, less lease incentives (if any), plus ancillary charges necessary to place the lease into service (if

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

any). The lease assets are amortized on a straight-line basis over the shorter of the lease term or the useful life of the related leases.

The Authority uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the Authority uses its estimated incremental borrowing rate as the discount rate for leases. The Authority monitors changes in circumstances that would require a remeasurement of its leases and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Comparability

Comparative data shown for the year ended June 30, 2022 has been extracted from fiscal year 2022 financial statements. It has been provided to add comparability, but is not full disclosure of transactions for fiscal year 2022. Such information can only be obtained by referring to the financial statements for that year.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual result could differ from some of these estimates.

New Accounting Pronouncements and Accounting Standards

During the fiscal year ended June 30, 2023, the Authority implemented the following Governmental Accounting Standards Board (GASB) pronouncements:

GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, which addresses issues related to public-private and public-public partnership arrangements (PPPs); GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, which provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs); GASB Statement No. 99, *Omnibus 2022*, which addresses a variety of topics and includes specific provisions related to certain areas; these statements did not have a significant impact on the Authority's financial statements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE B - CASH AND INVESTMENTS

As of June 30, 2023, the Authority had the following cash balances and investments:

	Fair Value	Investment Maturities in Years	
		Less than 1	1-4
Investments			
Money Market Mutual Funds	\$ 11,482,680	\$ 11,482,680	\$ -
Certificates of Deposit	162,220	162,220	-
State of Nevada			
Local Government Investment Pool	28,014,232	28,014,232	-
	<u>39,659,133</u>	<u>\$ 39,659,133</u>	<u>\$ -</u>
Total Cash	7,735,099		
Total Cash and Investments	<u>\$ 47,394,232</u>		

The Authority categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

As of June 30, 2023, the Authority had the following recurring fair value measurements:

	Fair Value	Fair Value Measurements Using	
		Level 1	Level 2
Investments			
Money Market Mutual Funds	\$ 11,482,680	\$ 11,482,680	\$ -
Certificates of Deposit	162,220	-	162,220
	11,644,901	<u>\$ 11,482,680</u>	<u>\$ 162,220</u>
State of Nevada			
Local Government Investment Pool *	28,014,232		
	<u>\$ 39,659,133</u>		

* The Local Government Investment Pool is an external investment pool and therefore is not is not valued according to the hierarchy.

The Authority's Level 2 investments consist of Certificates of Deposit and are valued based upon directly observable inputs.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

At June 30, 2023, the Authority's investments are rated as follows:

	Fair Value	Rating	
		Unrated	AAA
Investments			
Money Market Mutual Funds	\$ 11,482,685	\$ -	\$ 11,482,685
Certificates of Deposit	162,220	162,220	-
State of Nevada Local Government			-
Investment Pool	28,014,232	28,014,232	

Nevada Revised Statutes (NRS 355.170) set forth acceptable investments for Nevada governments. The Authority has a formal investment policy that further limits its investment choices and exposure to certain risks as set forth below:

Interest Rate Risk - Interest rate risk is the risk of possible reduction in the value of a security, especially a bond, resulting from a rise in interest rates. This risk can be reduced by diversifying the durations of fixed income investments that are held at a given time. The Authority does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates beyond those specified in statute.

Credit Risk - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation and is a function of the credit quality ratings of investments. As noted above, the Authority does not have a formal investment policy that specifies minimum acceptable credit ratings beyond those specified in statute.

Concentration of Credit Risk - Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer.

Custodial Credit Risk on Deposits - Custodial credit risk is the risk that in the event of a bank failure, the Authority's deposits may not be returned. The Authority's bank deposits are covered by Federal Deposit Insurance Corporation (FDIC) insurance and collateralized by the Office of the State Treasurer/Nevada Collateral Pool.

A certificate of deposit is carried for performance of the Authority's obligation for self-insured workers' compensation; security deposit for the Nevada Division of Insurance.

An account has been established, in accordance with bond covenants, to be used if there are insufficient monies to pay the principal and interest on the Convention Center bond issue. The account is maintained in the Debt Service Fund and is restricted for Convention Center debt service.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE C – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2023 was as follows:

	Balance July 1, 2022	Additions and Transfers In	Deletions and Transfers Out	Balance June 30, 2023
Governmental Activities				
Capital assets, not being depreciated				
Water rights	\$ 3,445,200	\$ -	\$ -	\$ 3,445,200
Construction in progress	43,300	145,757	(43,300)	145,757
Total capital assets, not being depreciated	<u>3,488,500</u>	<u>145,757</u>	<u>(43,300)</u>	<u>3,590,957</u>
Capital assets, being depreciated				
Buildings and improvements	149,659,073	-	(132,251)	149,526,822
Improvements	7,456,997	956,108	-	8,413,105
Furniture and equipment	7,138,092	1,900,750	(584,514)	8,454,328
Total capital assets, being depreciated	<u>164,254,162</u>	<u>2,856,858</u>	<u>(716,765)</u>	<u>166,394,255</u>
Less accumulated depreciation for				
Buildings and improvements	(112,318,791)	(2,855,516)	132,251	(115,042,056)
Improvements	(3,019,841)	(909,398)	-	(3,929,239)
Furniture and equipment	(5,187,683)	(563,651)	584,514	(5,166,820)
Total accumulated depreciation	<u>(120,526,315)</u>	<u>(4,328,565)</u>	<u>716,765</u>	<u>(124,138,115)</u>
Total capital assets, being depreciated, net	<u>43,727,847</u>	<u>(1,471,707)</u>	<u>-</u>	<u>42,256,140</u>
Governmental Activities Capital Assets, net	<u>\$ 47,216,347</u>	<u>\$ (1,325,950)</u>	<u>\$ (43,300)</u>	<u>\$ 45,847,097</u>

Depreciation expense was charged to functions/programs of the Authority as follows:

Governmental Activities	
General government	\$ 38,547
Community support	<u>4,290,018</u>
Total depreciation expense-governmental activities	<u>\$ 4,328,565</u>

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

NOTE D – AUTHORITY OBLIGATIONS

General Obligation Bonds

The Authority issues general obligation bonds to finance the purchase of major capital items and the acquisition or construction of major capital facilities.

There are limitations and restrictions contained in the various general obligation bond indentures. The Authority is in compliance with all significant limitations and restrictions at June 30, 2023.

The Authority was, in accordance with Nevada Revised Statutes, within the legal debt limit at June 30, 2023.

Governmental activities debt is serviced through the Debt Service Fund, except for compensated absences which are funded by the General Fund.

Changes in long term debt obligations for the year ended June 30, 2023, are summarized as follows:

Description	Interest Rate	Maturity Date	Original Issue	Balance July 1, 2022	Additions	Deletions	Balance June 30, 2023	Due within one year
<u>Governmental Activities</u>								
General Obligation Bonds, (Limited Tax) and Refunding Bonds:								
2021A Series Refunding	5.00%	2033	\$ 65,760,000	\$ 65,760,000	\$ -	\$ 4,950,000	\$ 60,810,000	\$ 5,200,000
Unamortized premium				11,787,815	-	2,372,359	9,415,456	-
				<u>77,547,815</u>	<u>-</u>	<u>7,322,359</u>	<u>70,225,456</u>	<u>5,200,000</u>
Compensated Absences	N/A	N/A	N/A	405,957	686,754	473,613	619,098	570,000
Total Debt				<u>\$ 77,953,772</u>	<u>\$ 686,754</u>	<u>\$ 7,795,972</u>	<u>\$ 70,844,554</u>	<u>\$ 5,770,000</u>

During the year ended June 30, 2023, interest expense has been recorded in the Debt Service Fund in the amount of \$3,132,900.

Presented below is a summary of debt service requirements to maturity of the Authority's obligations, excluding bond premiums and compensated absences:

Year Ending	Governmental Activities	
	Bonds	
June 30,	Principal	Interest
2024	5,200,000	2,879,150
2025	5,470,000	2,612,400
2026	5,750,000	2,331,900
2027	6,045,000	2,037,025
2028	7,765,000	319,525
2029-2033	30,580,000	4,947,675
	<u>\$ 60,810,000</u>	<u>\$ 15,127,675</u>

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NOTE E – FUND BALANCES – GOVERNMENTAL FUNDS

As of June 30, 2023, fund balances are composed of the following:

	General Fund	Debt Service Fund	Capital Projects Fund	Balance June 30, 2023
Nonspendable				
Prepaid Items	\$ 27,703	\$ -	\$ -	\$ 27,703
	<u>27,703</u>	<u>-</u>	<u>-</u>	<u>27,703</u>
Restricted				
Strategic Plan Implementation	4,684,969	-	-	4,684,969
Debt Service	-	15,990,133	-	15,990,133
	<u>4,684,969</u>	<u>15,990,133</u>	<u>-</u>	<u>20,675,102</u>
Assigned				
For Subsequent Fiscal Year Budget	10,992,654	-	-	10,992,654
Capital Projects Fund	-	-	9,138,454	9,138,454
	<u>10,992,654</u>	<u>-</u>	<u>9,138,454</u>	<u>20,131,108</u>
Unassigned	<u>6,870,627</u>	<u>-</u>	<u>-</u>	<u>6,870,627</u>
Total fund balance	<u>\$ 22,575,953</u>	<u>\$ 15,990,133</u>	<u>\$ 9,138,454</u>	<u>\$ 47,704,540</u>

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NOTE F – INTERFUND TRANSACTIONS

The following schedule details the amounts due from/to other funds at June 30, 2023:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Debt Service Fund	General Fund	\$ 9,224,837
Capital Projects Fund	General Fund	4,507,448
Insurance Internal Service Fund	General Fund	287,676
		<u>\$ 14,019,961</u>

Balances result from the time between the dates that (1) interfund goods and services are provided or reimbursable expenditures/expenses occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers for the year ended June 30, 2023 consisted of the following:

	<u>Transfers In</u>		<u>Total</u>
	<u>Debt Service Fund</u>	<u>Capital Projects Fund</u>	
<u>Transfers Out</u>			
General Fund	<u>\$ 7,939,000</u>	<u>\$ 6,444,939</u>	<u>\$ 14,383,939</u>

Transfers are used to 1) move revenues from the fund that the budget requires to collect them to the fund that the budget requires to expend them, (2) move receipts restricted to debt service from funds collecting the receipts to the Debt Service Fund as debt service payments become due, and (3) use revenues collected or resources in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

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NOTE G – DEFINED BENEFIT PENSION PLAN

Plan Description

The Authority contributes to the Public Employees' Retirement System of the State of Nevada (PERS). PERS administers a cost sharing, multiple employer, defined benefit public employees' retirement system. PERS was established by the Nevada Legislature in 1947, effective July 1, 1948. PERS is administered to provide a reasonable base income to qualified employees who have been employed by a public employer and whose earnings capacities have been removed or substantially impaired by age or disability.

Benefits Provided

Benefits, as required by Nevada Revised Statutes (NRS or statute), are determined by the number years of accredited service at time of retirement and the member's highest average compensation in any 36 consecutive months with special provisions for members entering PERS on or after January 1, 2010. Benefit payments to which participants or their beneficiaries may be entitled under the plan include pension benefits, disability benefits, and survivor benefits.

Monthly benefit allowances for members are computed at 2.50% of average compensation for each accredited year of service prior to July 1, 2001. For service earned on or after July 1, 2001, this multiplier is 2.67% of average compensation. For members entering PERS on or after January 1, 2010, there is a 2.50% service factor. Regular members entering PERS on or after July 1, 2015, have a 2.25% multiplier for all years of service. PERS offers several alternatives to the unmodified service retirement allowance which, in general, allow the retired employee to accept a reduced service retirement allowance payable monthly during his or her lifetime and various optional monthly payments to a named beneficiary after his or her death. Post-retirement increases are provided by authority of NRS 286.575 – 286.579.

Vesting

Regular members entering PERS prior to January 1, 2010, are eligible for retirement at age 65 with five years of service, at age 60 with 10 years of service, or at any age with thirty years of service. Regular members entering PERS on or after January 1, 2010, are eligible for retirement at age 65 with five years of service, or age 62 with ten years of service, or age 50 with twenty years of service, or any age with thirty years of service. Regular members entering PERS on or after July 1, 2015 are eligible for retirement at age 65 with five years of service, or age 62 with ten years of service, or at age 55 with thirty years of service, or at any age with thirty-three and one-third years of service.

The normal ceiling limitation on monthly benefits allowances is 75% of average compensation. However, a member who has an effective date of membership before

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July 1, 1985, is entitled to a benefit of up to 90% of average compensation. Members become fully vested as to benefits upon completion of five years of service.

Contributions

The authority for establishing and amending the obligation to make contributions and member contribution rates is set by statute. New hires, in agencies which did not elect the Employer-Pay Contribution (EPC) plan prior to July 1, 1983, have the option of selecting one of two contribution plans. One plan provides for matching employee and employer contributions, while the other plan provides for employer-pay contributions only. Under the matching Employee/Employer Contribution plan a member may, upon termination of service for which contribution is required, withdraw employee contributions which have been credited to their account. All membership rights and active service credit in the System are cancelled upon withdrawal of the contributions from the member's account. If EPC was elected, the member cannot convert to the Employee/Employer Contribution plan.

PERS basic funding policy provides for periodic contributions at a level pattern of cost as a percentage of salary throughout an employee's working lifetime in order to accumulate sufficient assets to pay benefits when due.

PERS receives an actuarial valuation on an annual basis indicating the contribution rates required to fund PERS on an actuarial reserve basis. Contributions actually made are in accordance with the required rates established by the Nevada Legislature. These statutory rates are increased/decreased pursuant to NRS 286.421 and 286.450.

The actuarial funding method used is the Entry Age Normal Cost Method. It is intended to meet the funding objective and results in a relatively level long-term contribution requirement as a percentage of salary.

For the fiscal year ended June 30, 2023, the statutory Employer/Employee matching rate was 15.50% and the EPC rate was 29.75%. For fiscal year ended June 30, 2022, the statutory employer/employee matching rate was 15.50% and the EPC rate was 29.25%. The Authority's contributions were \$1,235,816 for the year ended June 30, 2023 and \$525,335 for the year ended June 30, 2022, and were made from the General Fund.

Summary of Significant Accounting and Reporting Policies

For the purposes of measuring the net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense, information about the fiduciary net position of PERS and additions to or deductions from the PERS fiduciary net position have been determined on the same basis as they are reported by PERS. Accordingly, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

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PERS Investment Policy

PERS' policies which determine the investment portfolio target asset allocation are established by the PERS Board. The asset allocation is reviewed annually and is designed to meet the future risk and return needs of the System.

The following was the PERS Board adopted policy target asset allocation as of June 30, 2023:

<u>Asset Class</u>	<u>Target Allocation</u>	Long-Term <u>Geometric Expected Real Rate of Return</u>
U.S. Stocks	42%	5.50%
International Stocks	18%	5.50%
U.S. Bonds	28%	0.75%
Private Markets	12%	6.65%

As of June 30, 2023, PERS' long-term inflation assumption was 2.50%.

Net Pension Liability

At June 30, 2023, the Authority reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Authority's proportion of the net pension liability \$8,621,903 was based on the Authority's share of contributions to the PERS pension plan relative to the total contributions of all participating PERS employers and members. At June 30, 2022, the Authority's proportion was .04775%, which was an increase of .00525% from Authority's proportion measured as of June 30, 2021.

Pension Liability Discount Rate Sensitivity

The following presents the net pension liability of the Authority as of June 30, 2023, calculated using the discount rate of 7.25%, as well as what the Authority's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current discount rate:

	1% Decrease in Discount Rate (6.25%)	Discount Rate (7.25%)	1% Increase in Discount Rate (8.25%)
Authority's proportionate share of net pension liability	\$ 13,237,442	\$ 8,621,903	\$ 4,813,391

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Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the PERS Annual Comprehensive Financial Report, available on the PERS website.

Actuarial Assumptions

The Authority's net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation rate	2.50%
Productivity pay increase	0.50%
Payroll growth	3.50%, including inflation.
Projected salary increases	4.20% to 9.10%, depending on service; Rates include inflation and productivity increases.
Investment rate of return	7.25%
Other Assumptions	Same as those used in the June 30, 2022 funding actuarial valuation.

Mortality rates for healthy annuitants were based on the Headcount-Weighted RP-2014 Healthy Annuitant Table projected to 2020 with Scale MP-2016, set forward one year for spouses and beneficiaries. For ages less than 50, mortality rates are based on the Headcount-Weighted RP-2014 Employee Mortality Tables. Those mortality rates are adjusted by the ratio of the mortality rate for healthy annuitants at age 50 to the mortality rate for employees at age 50. The mortality rates are then projected to 2020 with Scale MP-2016. Mortality rates for disabled were based on the Headcount-Weighted RP-2014 Disabled Retiree Table, set forward four years. Mortality rates for pre-retirement were based on the Headcount-Weighted RP-2014 Employee Table, projected to 2020 with Scale MP-2016. The additional projection of 6 years is a provision made for future mortality improvement.

Actuarial assumptions used in the June 30, 2022 valuation were based on the results of the experience study for the period July 1, 2016 through June 30, 2020.

The discount rate used to measure the total pension liability was 7.25% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified in statute. Based on that assumption, the pension plan's fiduciary net position at June 30, 2022, was projected to be available to make all projected future benefit payments of current

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active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2022.

Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended June 30, 2023, the Authority recognized pension income of \$(307,884). At June 30, 2023, the Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 1,116,394	\$ 6,159
Net difference between projected and actual earnings on pension plan investments	105,192	-
Changes in the Authority's proportionate share	693,661	3,357,604
Changes of assumptions and other inputs	1,107,544	-
Authority contributions subsequent to the measurement date	1,235,816	-
	<u>\$ 4,258,607</u>	<u>\$ 3,363,763</u>

The \$1,235,816 reported as deferred outflows of resources related to pensions resulting from Authority contributions subsequent to the measurement date, made from the General Fund, will be recognized as a reduction of the net pension liability in the subsequent fiscal year ending June 30, 2024.

The average of the expected remaining service lives of all employees that are provided with pensions through PERS (active and inactive employees) is 5.70 years.

Other estimated amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ending June 30:	
2024	(628,047)
2025	(665,006)
2026	(151,861)
2027	914,750
2028	189,191

Additional Information – Additional information supporting the Schedule of Employer Allocations and the Schedule of Pension Amounts by Employer is located in the PERS Annual Comprehensive Financial Report (ACFR) available on the PERS website at www.nvpers.org under Quick Links – Publications.

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NOTE H - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Plan Descriptions

The Authority's defined benefit OPEB plan, RSCVA Retiree Health Benefit Program (RRHBP), provides OPEB for all eligible employees on retirement from the Authority. Additionally, the Authority contributes to the defined benefit OPEB plan, the Public Employees' Benefits Plan (PEBP). Both plans provide medical, vision, dental, prescription, and life insurance benefits to eligible Authority retirees and beneficiaries.

RRHBP

RRHBP is a single employer defined benefit OPEB plan administered by the Authority. In accordance with Nevada Revised Statute 287.010, the RRHBP was adopted to provide postemployment benefits to full-time employees on retirement. Eligibility requirements, benefit levels, employee contributions, and employer contributions are governed by the Authority and can only be amended by the Authority. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75; no separate financial reports are issued.

PEBP

PEBP is a single employer defined benefit OPEB plan administered by a nine member governing board. Nevada Revised Statute 287.023 allows certain retired employees of governmental entities with the State of Nevada to join the State's Public Employee Benefits Program. Eligibility and subsidy requirements are governed by statutes of the State of Nevada and can only be amended through legislation. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75; no separate financial reports are issued.

Benefits Provided

RRHBP

RRHBP provides healthcare and life insurance benefits for retirees and their dependents. Employees retiring from the Authority under PERS with a minimum of five years of service are allowed continued participation in the Authority's group health insurance program (medical, vision, dental and life insurance). Employees retiring from the Authority under PERS with a minimum of ten years of service receive subsidized premiums from the Authority based on the years of service, as noted below. Retirees are responsible for payment of unsubsidized premiums, as well as premiums for eligible dependents. During the year ended June 30, 2012, the plan was modified for those employees hired after January 1, 2012, and consequently, no employees hired after January 1, 2012 will be eligible to receive subsidized premium payments. In addition, effective for retirees retiring after November 15, 2017, subsidized premium payments are no longer paid after age 65.

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<u>Length of Service</u>	<u>Retiree Premium Subsidy Percentage</u>
10 years	50%
15 years	75%
20 years	100%

PEBP

PEBP provides medical, prescription, vision, life and accident insurance, and dental benefits for retirees. Retirees can choose between a self-funded preferred provider organization (PPO) and a health maintenance organization (HMO) plan. Retirees are responsible for payment of unsubsidized premiums. The Authority is required to provide a subsidy for their retirees who have elected to join PEBP. Contribution requirements for plan members and the participating employers are assessed by the PEBP Board annually. The contributions required for PEBP subsidies depends on the date of retirement and years of PERS service former employees earned in total and while working for the Authority. The subsidy ranges from a minimum of \$1 to a maximum of \$260 per month. Subsidies for retiree premiums participating in the PEBP are paid directly to the State when due. The Authority's obligation for subsidies is limited to payment of the statutorily required contribution. The statutes were revised with an effective date of November 30, 2008, to create new participation limitations so that only active members of PEBP can elect coverage after retirement. Based on the statute revision, former Authority employees and retirees must have retired and joined PEBP by September 1, 2008 to elect PEBP membership. Consequently, no employees retiring from the Authority on or after September 1, 2008 will be eligible to participate in the PEBP plan as a retiree at the Authority's expense.

Employees covered by benefit terms

At June 30, 2021, the following employees were covered by the benefit terms:

	<u>RRHBP</u>	<u>PEBP</u>	<u>Total</u>
Inactive employees or beneficiaries currently receiving benefit payments	49	17	66
Inactive employees entitled to but not yet receiving benefit payments	3	-	3
Active employees	31	-	31
	<u>83</u>	<u>17</u>	<u>100</u>

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Total OPEB Liability

The Authority's total OPEB liability of \$4,989,616 was measured as of June 30, 2022, and was determined by actuarial valuations as of June 30, 2021.

	RRHBP	PEBP	Total
Total OPEB Liability	\$ 4,804,063	\$ 185,553	\$ 4,989,616

Actuarial Assumptions and Other Inputs: The total OPEB liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs for RRHBP and PEBP, applied to all periods included in the measurement, unless otherwise specified:

	RRHBP	PEBP
General Inflation	2.50%	2.50%
Salary Increases	3.00%, per year	N/A
Discount Rate *	4.09%	4.09%
Healthcare Cost Trend Rates	5.8% for 2021, decreasing to an ultimate rate of 3.9% for 2076 and later years	5.8% for 2021, decreasing to an ultimate rate of 3.9% for 2076 and later years
Retirees' Share of Benefit-related costs	0% to 100% of premium amounts based on years of service	0% to 100% of premium amounts based on years of service

* The discount rate for RRHBP and PEBP was based on the S&P General Obligation Municipal Bond 20 Year High Grade Index.

For the RRHBP and PEBP Plans, mortality rates for healthy were based on the NV PERS 2021 Study. Mortality rates for disabled were based on the NV PERS 2021 Study. Mortality rates for pre-retirement were based on the NV PERS 2021 Study. Adjustments for mortality improvements were based by applying the MacLeod Watts Scale 2022 on a generational basis from 2010 forward, based on data from the Society of Actuaries Mortality Improvement Scale MP-2022 Report and the demographic assumptions used in the 2021 Annual Report of the Federal Old-Age and Survivors Insurance and Federal Disability Insurance Trust Funds.

Changes in the Total OPEB Liability

The following table presents the changes in the Authority's OPEB liability during the fiscal year ended June 30, 2023:

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	RRHBP	PEBP	Total
Balance at June 30, 2022	\$ 6,211,812	\$ 231,452	\$ 6,443,264
Changes for the Year:			
Service Cost	8,536	-	8,536
Interest	131,629	4,912	136,541
Changes in Benefit Terms	-	-	-
Differences Between Expected and Actual Experience	-	-	-
Changes in Assumptions or Other Inputs	(1,183,311)	(38,588)	(1,221,899)
Benefit Payments	(364,603)	(12,223)	(376,826)
Net Change in OPEB Liability	(1,407,749)	(45,899)	(1,453,648)
Balance at June 30, 2023	\$ 4,804,063	\$ 185,553	\$ 4,989,616

Changes in Assumptions

The RRHBP and PEBP Plans reflect the following changes in assumptions:

- The discount rate was changed from 2.18% as of June 30, 2021, to 4.09% as of June 30, 2022, based on the published change in return for the applicable municipal bond index.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following presents the total OPEB liability of the Authority, as well as what the Authority's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.09%) or 1-percentage-point higher (5.09%) than the current discount rate:

	1% Decrease in Discount Rate (3.09%)	Discount Rate (4.09%)	1% Increase in Discount Rate (5.09%)
RRHBP OPEB Liability	\$ 5,368,389	\$ 4,804,063	\$ 4,339,001
PEBP OPEB Liability	204,255	185,553	169,632
Total OPEB Liability	\$ 5,572,644	\$ 4,989,616	\$ 4,508,633

Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates

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

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	1% Decrease in Healthcare Cost Trend Rate *	Healthcare Cost Trend Rate **	1% Increase in Healthcare Cost Trend Rate ***
RRHBP OPEB Liability	\$ 4,377,412	\$ 4,804,063	\$ 5,307,751
PEBP OPEB Liability	167,968	185,553	205,898
Total OPEB Liability	<u>\$ 4,545,380</u>	<u>\$ 4,989,616</u>	<u>\$ 5,513,649</u>

RRHBP	*4.8% decreasing to 2.9%	**5.8% decreasing to 3.9%	***6.8% decreasing to 4.9%
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PEBP	*4.8% decreasing to 2.9%	**5.8% decreasing to 3.9%
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OPEB Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2023, the Authority recognized OPEB expense as follows:

RRHBP	\$ 42,857
PEBP	<u>(33,676)</u>
	<u>\$ 9,181</u>

At June 30, 2023, the Authority reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	RRHBP		PEBP		Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions and other inputs	\$ 180,434	\$ 951,743	\$ -	\$ -	\$ 180,434	\$ 951,743
Differences between expected and actual experience	619,381	130,215	-	-	619,381	130,215
Contributions subsequent to the measurement date	432,375	-	11,287	-	443,662	-
	<u>\$ 1,232,190</u>	<u>\$ 1,081,958</u>	<u>\$ 11,287</u>	<u>\$ -</u>	<u>\$ 1,243,477</u>	<u>\$ 1,081,958</u>

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ending June 30:</u>	RRHBP	PEBP	Total
2024	\$ (7,311)	\$ -	\$ (7,311)
2025	(23,966)	-	(23,966)
2026	(17,605)	-	(17,605)
2027	(207,790)	-	(207,790)
2028	(25,471)	-	(25,471)
Thereafter	-	-	-

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NOTE I – INSURANCE

The Authority is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters, as are all entities.

The Authority is self-insured for workers' compensation (industrial injury) claims prior to July 1, 2018, to a maximum of:

- Each accident: \$350,000
- Each employee for disease or cumulative injury: \$350,000

Commercial insurance is carried for claims in excess of these amounts and performance of the Authority's financial obligation is guaranteed by a certificate of deposit issued by Meadows Bank in favor of the Nevada Insurance Commission. Accrued liabilities include an amount for claims (excluding incremental costs) that have been incurred but not reported (IBNR). Changes in the balances of claims liability during the past two years are as follows:

	Workers' Compensation Claims
Claims liability, June 30, 2021	\$ 60,723
Claims and changes in estimates	(3,457)
Claims payments	(22,469)
Claims liability, June 30, 2022	\$ 34,797
Claims liability, June 30, 2022	\$ 34,797
Claims and changes in estimates	(6,656)
Claims payments	(27,929)
Claims liability, June 30, 2023	\$ 212

The Authority carries workers' compensation (industrial injury) insurance commencing July 1, 2018.

The Authority is also self-insured for unemployment claims. Risk for unemployment claims incurred are assumed by the Authority without limitation.

The Authority continues to carry commercial insurance for other risks of loss including liability and employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

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NOTE J – COMPLIANCE WITH NEVADA REVISED STATUTES AND NEVADA ADMINISTRATIVE CODE

The Authority conformed to all significant statutory constraints on its financial administration during the year.

NOTE K – LEASE ASSETS AND LEASE LIABILITIES

In January 2018, the Authority entered into a second amendment to an existing lease agreement with Roter Investments, L.P. for commercial real estate. The second amendment extended the term of the original lease from November 1, 2018 to October 31, 2023, and requires monthly payments of \$13,613. During the fiscal year ended June 30, 2023, the decision was made to renew the lease for five additional years, and the fourth amendment was executed during November 2023. The fourth amendment extended the term of the original lease from November 1, 2023 through October 31, 2028, and calls for payments as follows: monthly payments of \$22,176 from November 1, 2023 through October 31, 2024; monthly payments of \$23,706 from November 1, 2024 through October 31, 2025; monthly payments of \$25,235 from November 1, 2025 through October 31, 2031.

This lease agreement qualifies as an other than short-term lease under GASB Statement No. 87 and therefore has been recorded at the present value of the future minimum lease payments at the beginning of the lease term and will be amortized over the term of the lease.

The lease liability was measured at a discount rate of 5.0%, which represents an estimate of the Authority's incremental borrowing rate during the year the Authority implemented GASB Statement No. 87, as no rate was stated in the lease.

Lease asset activity for the fiscal year ended June 30, 2023, was as follows:

	Balance July 1, 2022	Additions	Reductions	Balance June 30, 2023
<u>Governmental Activities</u>				
Lease assets				
Commercial Real Estate	\$ 359,065	\$ 1,288,599	\$ -	\$ 1,647,664
Less accumulated amortization				
Commercial Real Estate	(148,782)	(156,393)	-	(305,175)
Accumulated amortization				
Lease asset, net	\$ 210,283	\$ 1,132,206	\$ -	\$ 1,342,489

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NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2023

The future minimum lease obligation and the net present value of these minimum lease payments as of June 30, 2023 were as follows:

Year Ending June 30,	Principal Payments	Interest Payments	Total
2024	\$ 207,705	\$ 41,287	\$ 248,992
2025	240,533	51,277	291,810
2026	252,839	38,971	291,810
2027	265,775	26,035	291,810
2028	279,372	12,437	291,809
2029	96,265	1,005	97,270
	<u>\$ 1,342,489</u>	<u>\$ 171,012</u>	<u>\$ 1,513,501</u>

The following table illustrates the change in lease liabilities during the year ended June 30, 2023:

<u>Governmental Activities</u>	Balance July 1, 2022	Additions	Reductions	Balance June 30, 2023	Due Within One Year
Lease liabilities	\$ 210,283	\$ 1,132,206	-	\$ 1,342,489	\$ 207,705

NOTE L – COMMITMENTS

Construction in Progress

As of June 30, 2023, the Authority’s management estimates that construction in progress will require additional outlay of approximately \$950,000 to bring related projects to completion.

NOTE M – SUBSEQUENT EVENTS

On November 9, 2023, the Board of Directors approved “Amendment Four” to the lease between the Authority and Roter Investments of Nevada, to extend the lease for a period of five years (from November 1, 2023, through October 31, 2028). See further discussion of this lease in Note K, Lease assets.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023**

Schedule of Changes in the Authority's Total OPEB Liability and Related Ratios
RSCVA Retiree Health Benefit Program (RRHBP)
Last Ten Fiscal Years *

	2023	2022	2021	2020	2019	2018
Changes in the OPEB Liability - RRHBP						
Service Cost	8,536	\$ 21,145	\$ 20,028	\$ 37,033	\$ 97,112	\$ 104,654
Interest	131,629	138,075	144,988	157,836	194,351	176,732
Changes in Benefit Terms				-	(1,074,956)	-
Difference between Expected and Actual Experience		1,017,697	-	(375,899)	-	-
Changes of Assumptions or Other Inputs	(1,183,311)	4,143	90,985	331,622	140,965	(441,397)
Benefit Payments	(364,603)	(277,799)	(248,246)	(218,572)	(201,745)	(233,531)
Net Change in OPEB Liability - RRHBP	(1,407,749)	903,261	7,755	(67,980)	(844,273)	(393,542)
Total OPEB Liability, July 1	\$ 6,211,812	5,308,551	5,300,796	5,368,776	6,213,049	6,606,591
Total OPEB Liability, June 30	\$ 4,804,063	\$ 6,211,812	\$ 5,308,551	\$ 5,300,796	\$ 5,368,776	\$ 6,213,049
Covered-employee Payroll	8,615,337	\$ 3,995,759	\$ 3,387,825	\$ 4,883,962	\$ 4,922,982	\$ 6,295,011
OPEB Liability - RRHBP as a Percentage of Covered-employee Payroll	55.76%	155.46%	156.69%	108.53%	109.06%	98.70%

The following table presents significant assumption changes for the last ten fiscal years*:

	2023	2022	2021	2020	2019	2018
Discount rate	4.09%	2.18%	2.66%	2.79%	2.98%	3.13%
Mortality assumptions	MacLeod Watts Scale 2020	MacLeod Watts Scale 2020	MacLeod Watts Scale 2020	MacLeod Watts Scale 2020	MacLeod Watts Scale 2017	MacLeod Watts Scale 2018
Salary increase rate	3.00%	3.00%	3.00%	3.00%	4.00%	4.00%
General inflation rate	2.50%	2.50%	2.50%	2.50%	2.75%	2.75%
Healthcare cost trends	5.80% declining to 3.90%	5.80% declining to 3.90%	5.30% declining to 4.00%	5.30% declining to 4.00%	6.00% declining to 5.00%	6.25% declining to 5.00%
Excise tax	Excluded	Excluded	Excluded	Excluded	Included	Included

* Fiscal year 2018 was the first year of implementation for GASB 75. This schedule is intended to show information over a period of ten years. Information for additional years will be presented as it becomes available.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023**

Schedule of Changes in the Authority's Total OPEB Liability and Related Ratios
State of Nevada's Public Employees' Benefit Plan (PEBP)
Last Ten Fiscal Years *

	2023	2022	2021	2020	2019	2018
Changes in the OPEB Liability - PEBP						
Service Cost		\$ -	\$ -	\$ -	\$ -	\$ -
Interest	4,912	5,322	5,658	4,321	4,614	4,290
Changes in Benefit Terms			-	-	-	-
Difference between Expected and Actual Experience		31,924	-	35,306	-	-
Changes of Assumptions or Other Inputs	(38,588)	(125)	2,981	28,437	2,337	(7,644)
Benefit Payments	(12,223)	(11,510)	(11,156)	(9,407)	(9,349)	(9,259)
Net Change in OPEB Liability - PEBP	(45,899)	25,611	(2,517)	58,657	(2,398)	(12,613)
Total OPEB Liability, July 1	231,452	205,841	208,358	149,701	152,099	164,712
Total OPEB Liability, June 30	\$ 185,553	\$ 231,452	\$ 205,841	\$ 208,358	\$ 149,701	\$ 152,099
Covered-employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A
OPEB Liability - PEBP as a Percentage of Covered-employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A

The following table presents significant assumption changes for the last ten fiscal years*:

	2023	2022	2021	2020	2019	2018
Discount rate	4.09%	2.18%	2.66%	2.79%	2.98%	3.13%
Mortality assumptions	MacLeod Watts Scale 2020	MacLeod Watts Scale 2020	MacLeod Watts Scale 2020	MacLeod Watts Scale 2020	MacLeod Watts Scale 2017	MacLeod Watts Scale 2017
General inflation rate	2.50%	2.50%	2.50%	2.50%	2.75%	2.75%
Healthcare cost trends	5.8% declining to 3.9%	5.8% declining to 3.9%	5.30% declining to 4.00%	5.30% declining to 4.00%	5.75% declining to 5.00%	6.00% declining to 5.00%

* Fiscal year 2018 was the first year of implementation for GASB 75. This schedule is intended to show information over a period of ten years. Information for additional years will be presented as it becomes available.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2023**

Fiscal Year Ended	Authority's Proportion of the Net Pension Liability	Authority's Proportionate Share of the Net Pension Liability	Authority's Covered Payroll	Authority's Proportionate Share of the Net Pension Liability as a Percentage of its Covered- Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension Liability
2014	0.10485%	\$ 10,927,636	\$ 6,170,966	177.08%	76.3%
2015	0.10083%	11,554,489	6,044,073	191.17%	75.1%
2016	0.09896%	13,317,765	6,032,160	220.78%	72.2%
2017	0.08944%	11,894,750	5,761,493	206.45%	74.4%
2018	0.09517%	12,979,720	6,319,358	205.40%	75.2%
2019	0.06225%	8,488,629	4,282,211	198.23%	76.5%
2020	0.00584%	8,139,463	4,175,397	194.94%	77.0%
2021	0.00425%	3,875,924	3,045,746	127.26%	86.5%
2022	0.00478%	8,621,903	3,542,370	243.39%	75.1%

Schedule of the Authority's Contributions
State of Nevada's Public Employees' Retirement System (PERS)
Last Ten Fiscal Years *

Fiscal Year Ended	Statutorily Required Contribution **	Contributions in Relation to the Statutorily Required Contribution **	Contribution Deficiency (Excess)	Authority's Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	\$ 1,562,041	\$ 1,562,041	\$ -	\$ 6,044,073	25.8%
2016	839,072	839,072	-	6,032,160	13.9%
2017	802,299	802,299	-	5,761,493	13.9%
2018	883,137	883,137	-	6,319,358	14.0%
2019	599,634	599,634	-	4,282,211	14.0%
2020	609,422	609,422	-	4,175,397	14.6%
2021	444,858	444,858	-	3,045,746	14.6%
2022	525,335	525,335	-	3,542,370	14.8%
2023	1,235,816	1,235,816	-	8,313,418	14.9%

* GASB 68 requires ten years of information to be presented in this table. However, until a full ten year trend is compiled the Authority will present information for those years for which information is available.

** All contributions for fiscal years 2016-2023 reflect employer-paid contributions only.

DEBT SERVICE FUND

The Debt Service Fund is used to account for the accumulation of resources required for the repayment of debt principal and interest. The primary resources are transfers of room license tax revenue from the General Fund and interest earned on investments.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
(with comparative amounts for the year ended June 30, 2022)**

	2023 Budget		2023		2022
	Original	Final	Actual	Variance to Final Budget	Actual
REVENUES					
Miscellaneous					
Interest on investments	\$ 12,000	\$ 27,000	\$ 308,982	\$ 281,982	\$ 18,855
EXPENDITURES					
Debt service					
Principal	4,950,000	4,950,000	4,950,000	-	-
Interest	3,132,900	3,132,900	3,132,900	-	2,397,256
	8,082,900	8,082,900	8,082,900	-	2,397,256
Other bond costs					
Administrative fees	57,650	57,650	4,375	53,275	4,250
	57,650	57,650	4,375	53,275	4,250
Total expenditures	8,140,550	8,140,550	8,087,275	53,275	2,401,506
Excess (deficiency) of revenues over expenditures	(8,128,550)	(8,113,550)	(7,778,293)	335,257	(2,382,651)
OTHER FINANCING SOURCES (USES)					
Transfers from other funds	8,190,150	8,190,150	7,939,000	(251,150)	10,833,163
TOTAL OTHER FINANCING SOURCES (USES)	8,190,150	8,190,150	7,939,000	(251,150)	10,833,163
Net change in fund balances	61,600	76,600	160,707	84,107	8,450,512
FUND BALANCE, JULY 1	13,041,683	13,041,683	15,829,426	2,787,743	7,378,914
FUND BALANCE, JUNE 30	\$ 13,103,283	\$ 13,118,283	\$ 15,990,133	\$ 2,871,850	\$ 15,829,426

CAPITAL PROJECTS FUND

To account for the acquisition and construction of major capital facilities.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
(with comparative amounts for the year ended June 30, 2022)**

	2023 Budget		2023		2022
	Original	Final	Actual	Variance to Final Budget	Actual
EXPENDITURES					
Capital outlay	\$ 5,848,370	\$ 11,012,992	\$ 3,359,538	\$ 7,653,454	\$ 994,288
Excess (deficiency) of revenues over expenditures	(5,848,370)	(11,012,992)	(3,359,538)	7,653,454	(994,288)
OTHER FINANCING SOURCES (USES)					
Transfers from other funds	3,000,000	6,223,400	6,444,939	221,539	5,586,256
Net change in fund balances	(2,848,370)	(4,789,592)	3,085,401	7,874,993	4,591,968
FUND BALANCE, JULY 1	4,261,085	6,053,053	6,053,053	-	1,461,085
FUND BALANCE, JUNE 30	\$ 1,412,715	\$ 1,263,461	\$ 9,138,454	\$ 7,874,993	\$ 6,053,053

INTERNAL SERVICE FUND

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments of the government on a cost reimbursement basis.

Financial activities of insurance programs are accounted for in the Internal Service Fund. The Authority was self-insured to specific stop-loss limits for workers' compensation (industrial) claims up until June 30, 2018. The Authority is self-insured without limitation for unemployment claims. Employee health (medical, dental and vision) insurance is provided through several purchased coverage (fixed premium) plans at no financial risk to the Authority.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
INSURANCE INTERNAL SERVICE FUND
SCHEDULE OF NET POSITION
JUNE 30, 2023
(with comparative totals at June 30, 2022)**

	2023	2022
ASSETS		
Current assets		
Cash and investments	\$ 192,347	\$ 173,543
Due from other funds	287,676	87,855
TOTAL ASSETS	480,023	261,398
LIABILITIES		
Current liabilities		
Accounts payable	762	-
Accrued liabilities	212	34,797
TOTAL LIABILITIES	974	34,797
NET POSITION		
Restricted for claims	\$ 479,052	\$ 226,601

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
INSURANCE INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
(with comparative actual amounts for the year ended June 30, 2022)**

	2023 Budget		2023		2022
	Original	Final	Actual	Variance to Final Budget	Actual
OPERATING REVENUES					
Charges for benefits	<u>\$ 2,013,714</u>	<u>\$ 2,013,714</u>	<u>\$ 2,391,357</u>	<u>\$ 377,643</u>	<u>\$ 1,045,841</u>
OPERATING EXPENSES					
Insurance and claims	2,153,190	2,153,190	2,096,906	56,284	913,284
Administrative expenses	<u>53,760</u>	<u>53,760</u>	<u>42,000</u>	<u>11,760</u>	<u>42,000</u>
TOTAL OPERATING EXPENSES	<u>2,206,950</u>	<u>2,206,950</u>	<u>2,138,906</u>	<u>68,044</u>	<u>955,284</u>
OPERATING INCOME (LOSS)	(193,236)	(193,236)	252,451	445,687	90,557
CHANGE IN NET POSITION	<u>\$ (193,236)</u>	<u>\$ (193,236)</u>	252,451	<u>\$ 445,687</u>	90,557
NET POSITION, JULY 1			<u>226,601</u>		<u>136,044</u>
NET POSITION, JUNE 30			<u>\$ 479,052</u>		<u>\$ 226,601</u>

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
INSURANCE INTERNAL SERVICE FUND
SCHEDULE OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND INVESTMENTS
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
(with comparative actual amounts for the year ended June 30, 2022)
Page 1 of 2**

	2023 Budget		2023		2022
	Original	Final	Actual	Variance to Budget	Actual
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from users	\$ 388,459	\$ 388,459	\$ 376,591	\$ (11,868)	\$ 225,494
Cash received from internal services provided	1,625,256	1,625,256	2,014,766	389,510	820,347
Cash paid to vendors for services and supplies	(2,206,950)	(2,206,950)	(2,172,729)	34,221	(981,210)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	(193,235)	(193,235)	218,628	411,863	64,631
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Cash received from (paid to) other funds	-	-	(199,824)	(199,824)	(67,517)
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	-	-	(199,824)	(199,824)	(67,517)
NET INCREASE (DECREASE) IN CASH AND INVESTMENTS	(193,235)	(193,235)	18,804	212,039	(2,886)
CASH AND INVESTMENTS, JULY 1	286,781	286,781	173,543	(113,238)	176,429
CASH AND INVESTMENTS, JUNE 30	\$ 93,546	\$ 93,546	\$ 192,347	\$ 98,801	\$ 173,543

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
INSURANCE INTERNAL SERVICE FUND
SCHEDULE OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND INVESTMENTS
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2023
(with comparative actual amounts for the year ended June 30, 2022)
Page 2 of 2**

	2023 Budget		2023		2022
	Original	Final	Actual	Variance to Final Budget	Actual
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating income (loss)	\$ (193,236)	\$ (193,236)	\$ 252,451	\$ 445,687	\$ 90,557
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities					
(Increase) decrease					
Prepaid expenses	-	-	-	-	3,983
Increase (decrease)					
Accounts payable	-	-	762	762	-
Accrued liabilities	-	-	(34,585)	(34,585)	(19,678)
Total adjustments	-	-	(33,823)	(33,823)	(15,695)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ (193,236)	\$ (193,236)	\$ 218,628	\$ 411,864	\$ 74,862

STATISTICAL SECTION

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
STATISTICAL SECTION
JUNE 30, 2023
(UNAUDITED)

The information provided in the statistical section has not been audited. It is intended to provide financial statement users with additional historical perspective, context, and detail to assist in using the information in the financial statements, the notes to the financial statements, and the required supplementary information in order to understand and assess the Authority's economic condition. Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial report for the relevant year.

The statistical section contains information in the following categories:

Financial Trends

Financial trend information has been provided to assist users in understanding and assessing how the Authority's financial position has changed over time.

Revenue Capacity

Revenue capacity information has been provided to assist users in assessing and understanding the Authority's major revenue source, room tax collections.

Debt Capacity

Debt capacity information has been provided to assist users in understanding and assessing the Authority's ability to service existing debt and ability issue additional debt in the future.

Demographic and Economic Information

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

Operating Information

Operating information has been provided to provide users with contextual information about the Authority's operations and resources and to assist the reader in using financial statement information to understand and assess the Authority's economic condition.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NET POSITION BY COMPONENT
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

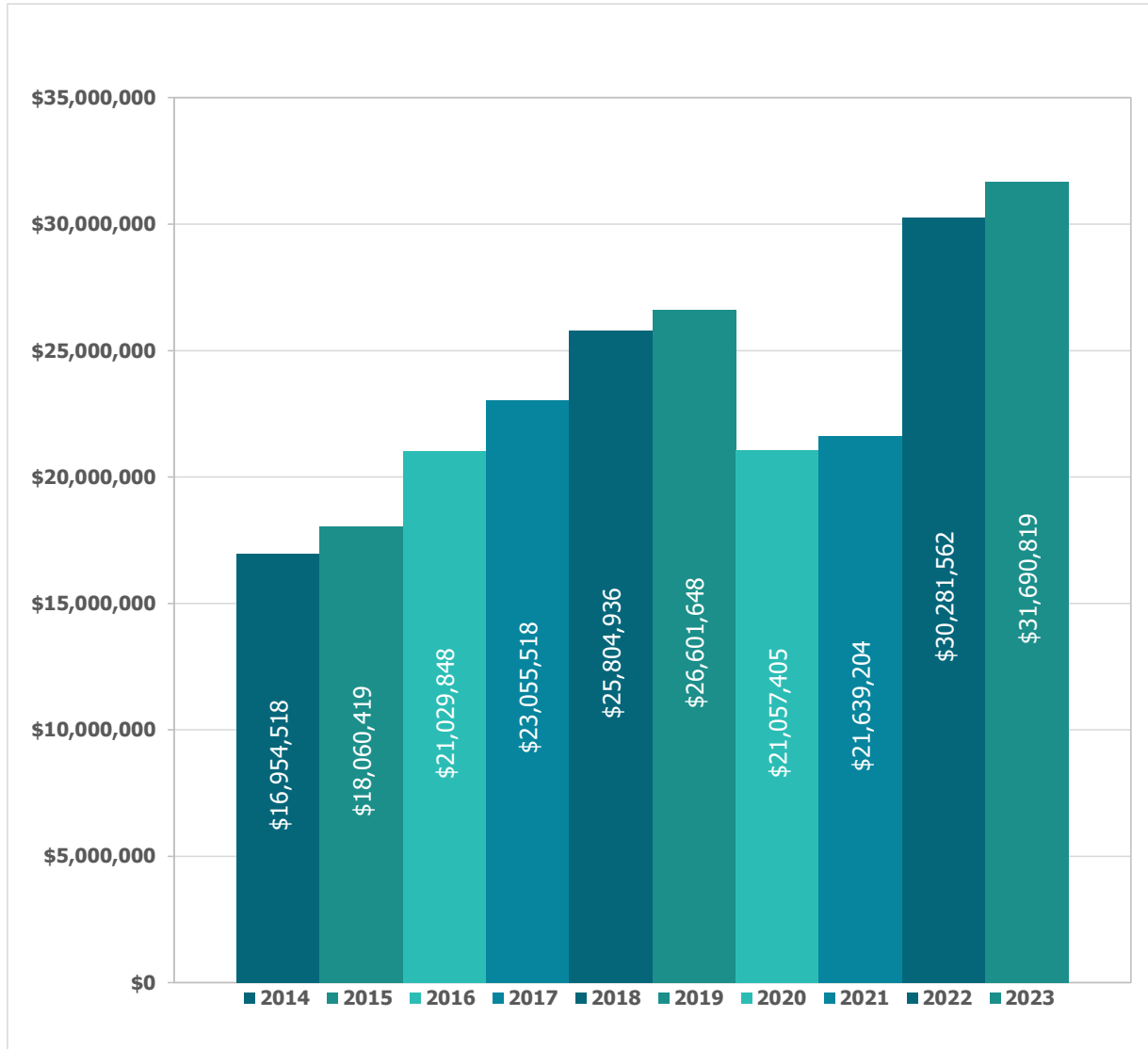
	June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Governmental activities										
Net Investment in capital assets	\$ (25,281,463)	\$ (26,008,544)	\$ (26,239,415)	\$ (23,997,554)	\$ (20,329,530)	\$ (16,687,714)	\$ (13,924,548)	\$ (9,880,825)	\$ (10,747,767)	\$ (10,197,997)
Restricted	10,790,791	10,777,150	14,921,411	17,239,393	17,168,961	16,027,724	14,660,020	11,669,198	19,662,055	19,649,579
Unrestricted (deficit)	(33,957,609)	(44,929,237)	(40,975,184)	(38,039,503)	(37,752,848)	(31,972,327)	(30,896,683)	(24,887,703)	(11,225,755)	2,707,750
Total governmental activities net position	(48,448,281)	(60,160,631)	(52,293,188)	(44,797,664)	(40,913,417)	(32,632,317)	(30,161,211)	(23,099,330)	(2,311,467)	12,159,332
Adjustments *	(12,199,123)	-	-	-	-	1,074,956	-	-	-	-
Total governmental activities net position	<u>\$ (60,647,404)</u>	<u>\$ (60,160,631)</u>	<u>\$ (52,293,188)</u>	<u>\$ (44,797,664)</u>	<u>\$ (40,913,417)</u>	<u>\$ (31,557,361)</u>	<u>\$ (30,161,211)</u>	<u>\$ (23,099,330)</u>	<u>\$ (2,311,467)</u>	<u>\$ 12,159,332</u>
Primary government										
Net Investment in capital assets	\$ (25,281,463)	\$ (26,008,544)	\$ (26,239,415)	\$ (23,997,554)	\$ (20,329,530)	\$ (16,687,714)	\$ (13,924,548)	\$ (9,880,825)	\$ (10,747,767)	\$ (10,197,997)
Restricted	10,790,791	10,777,150	14,921,411	17,239,393	17,168,961	16,027,724	14,660,020	11,669,198	19,662,055	19,649,579
Unrestricted (deficit)	(46,156,732)	(44,929,237)	(40,975,184)	(38,039,503)	(37,752,848)	(30,897,371)	(30,896,683)	(24,887,703)	(11,225,755)	2,707,750
Total primary government net position	<u>\$ (60,647,404)</u>	<u>\$ (60,160,631)</u>	<u>\$ (52,293,188)</u>	<u>\$ (44,797,664)</u>	<u>\$ (40,913,417)</u>	<u>\$ (31,557,361)</u>	<u>\$ (30,161,211)</u>	<u>\$ (23,099,330)</u>	<u>\$ (2,311,467)</u>	<u>\$ 12,159,332</u>

* Adjustments arise from items that impact prior periods, such as the implementation of certain Governmental Accounting Standards Board pronouncements that are required to be implemented retroactively or prior period restatements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
CHANGES IN NET POSITION
LAST TEN FISCAL YEARS
(ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Expenses										
Governmental activities:										
General government	\$ 2,335,097	\$ 2,557,066	\$ 2,730,099	\$ 2,879,569	\$ 3,203,353	\$ 3,632,579	\$ 3,493,871	\$ 3,296,572	\$ 2,113,298	\$ 2,984,298
Community support	24,767,252	23,429,612	25,755,263	28,561,398	34,293,703	35,974,848	31,480,262	23,775,796	33,760,697	42,550,722
Debt service - interest and fiscal charges	5,751,022	5,585,687	5,361,882	5,131,245	4,990,692	3,202,113	3,771,174	2,269,902	863,485	1,011,904
Loss on defeasance	-	-	-	-	120,852	59,517	-	-	-	-
Total governmental activities expenses	<u>32,853,371</u>	<u>31,572,365</u>	<u>33,847,244</u>	<u>36,572,212</u>	<u>42,608,600</u>	<u>42,869,057</u>	<u>38,745,307</u>	<u>29,342,270</u>	<u>36,737,480</u>	<u>46,546,923</u>
Total primary government expenses	<u>\$ 32,853,371</u>	<u>\$ 31,572,365</u>	<u>\$ 33,847,244</u>	<u>\$ 36,572,212</u>	<u>\$ 42,608,600</u>	<u>\$ 42,869,057</u>	<u>\$ 38,745,307</u>	<u>\$ 29,342,270</u>	<u>\$ 36,737,480</u>	<u>\$ 46,546,923</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 611,253	\$ 614,229	\$ 640,390	\$ 673,437	\$ 725,707	\$ 758,593	\$ 694,478	\$ 771,970	\$ 843,082	\$ 933,541
Community support	8,830,284	7,714,933	9,026,115	7,606,732	8,524,124	8,268,653	6,654,343	2,663,837	8,427,839	9,996,662
Operating grants and contributions	1,147	1,139	4,305	31,907	178,754	425,452	342,279	20,629	2,890,174	1,810,158
Capital grants and contributions	599,265	-	-	69,333	-	-	-	-	-	-
Total governmental activities program revenues	<u>10,041,949</u>	<u>8,330,301</u>	<u>9,670,810</u>	<u>8,381,409</u>	<u>9,428,585</u>	<u>9,452,698</u>	<u>7,691,100</u>	<u>3,456,436</u>	<u>12,161,095</u>	<u>12,740,360</u>
Total primary government program revenues	<u>\$ 10,041,949</u>	<u>\$ 8,330,301</u>	<u>\$ 9,670,810</u>	<u>\$ 8,381,409</u>	<u>\$ 9,428,585</u>	<u>\$ 9,452,698</u>	<u>\$ 7,691,100</u>	<u>\$ 3,456,436</u>	<u>\$ 12,161,095</u>	<u>\$ 12,740,360</u>
Net (expense)/revenue										
Governmental activities	<u>\$ (22,811,422)</u>	<u>\$ (23,242,064)</u>	<u>\$ (24,176,434)</u>	<u>\$ (28,190,803)</u>	<u>\$ (33,180,015)</u>	<u>\$ (33,416,358)</u>	<u>\$ (31,054,207)</u>	<u>\$ (25,885,834)</u>	<u>\$ (24,576,385)</u>	<u>\$ (33,806,563)</u>
Total primary government net expense	<u>\$ (22,811,422)</u>	<u>\$ (23,242,064)</u>	<u>\$ (24,176,434)</u>	<u>\$ (28,190,803)</u>	<u>\$ (33,180,015)</u>	<u>\$ (33,416,358)</u>	<u>\$ (31,054,207)</u>	<u>\$ (25,885,834)</u>	<u>\$ (24,576,385)</u>	<u>\$ (33,806,563)</u>
General Revenues and Other Changes in Net Position										
Governmental activities:										
Room taxes	\$ 22,149,713	\$ 23,675,331	\$ 31,981,321	\$ 35,628,072	\$ 39,821,722	\$ 40,884,774	\$ 32,297,723	\$ 32,870,766	\$ 45,303,595	\$ 47,672,993
Unrestricted investment and interest earnings	30	60	1,336	799	1,764	6,370	64,902	7,932	30,148	532,427
Miscellaneous	53,628	53,446	61,220	77,456	71,567	100,414	56,311	64,000	28,605	71,942
Gain on sale of capital assets	-	-	-	-	-	705,901	31,422	5,016	1,900	-
Total governmental activities	<u>22,203,371</u>	<u>23,728,837</u>	<u>32,043,877</u>	<u>35,706,327</u>	<u>39,895,053</u>	<u>41,697,459</u>	<u>32,450,358</u>	<u>32,947,714</u>	<u>45,364,248</u>	<u>48,277,362</u>
Total primary government	<u>\$ 22,203,371</u>	<u>\$ 23,728,837</u>	<u>\$ 32,043,877</u>	<u>\$ 35,706,327</u>	<u>\$ 39,895,053</u>	<u>\$ 41,697,459</u>	<u>\$ 32,450,358</u>	<u>\$ 32,947,714</u>	<u>\$ 45,364,248</u>	<u>\$ 48,277,362</u>
Change in Net Position										
Governmental activities	<u>\$ (608,051)</u>	<u>\$ 486,773</u>	<u>\$ 7,867,443</u>	<u>\$ 7,515,524</u>	<u>\$ 6,715,038</u>	<u>\$ 8,281,101</u>	<u>\$ 1,396,151</u>	<u>\$ 7,061,880</u>	<u>\$ 20,787,863</u>	<u>\$ 14,470,799</u>
Total primary government	<u>\$ (608,051)</u>	<u>\$ 486,773</u>	<u>\$ 7,867,443</u>	<u>\$ 7,515,524</u>	<u>\$ 6,715,038</u>	<u>\$ 8,281,101</u>	<u>\$ 1,396,151</u>	<u>\$ 7,061,880</u>	<u>\$ 20,787,863</u>	<u>\$ 14,470,799</u>

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
 GOVERNMENTAL ACTIVITIES TAX REVENUES
 GENERAL ROOM TAX (6 5/8%) COLLECTIONS
 LAST TEN FISCAL YEARS
 (ACCRUAL BASIS OF ACCOUNTING)
 (UNAUDITED)**



General Room Tax is the Authority's largest source of revenues and consists of:

- 6% tax imposed by the local political subdivisions of Washoe County, Reno, and Sparks
- 5/8% imposed by the State of Nevada Department of Taxation that is retained by the Authority.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
FUND BALANCES OF GOVERNMENTAL FUNDS
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

	June 30,									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
General Fund										
Nonspendable	\$ 210,101	\$ 237,104	\$ 227,356	\$ 104,766	\$ 16,595	\$ 260,430	\$ 339,069	\$ 280,336	\$ 12,795	\$ 27,703
Restricted	-	-	4,288,207	6,174,888	6,341,914	5,109,234	3,856,638	4,953,325	4,821,195	4,684,969
Assigned	-	-	-	-	2,544,788	2,599,450	2,982,802	1,041,221	8,547,124	10,992,654
Unassigned	3,655,320	4,284,169	4,967,564	6,749,960	2,867,371	3,992,778	2,406,491	4,903,139	5,707,635	6,870,627
Total general fund	<u>\$ 3,865,421</u>	<u>\$ 4,521,273</u>	<u>\$ 9,483,127</u>	<u>\$ 13,029,614</u>	<u>\$ 11,770,668</u>	<u>\$ 11,961,892</u>	<u>\$ 9,585,000</u>	<u>\$ 11,178,021</u>	<u>\$ 19,088,749</u>	<u>\$ 22,575,953</u>
All other governmental funds										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,765	\$ -	\$ -
Restricted	13,921,930	13,721,849	13,522,047	12,839,785	12,726,101	11,156,606	12,152,235	7,378,914	15,829,426	15,990,133
Assigned	-	87,760	1,553,549	1,174,276	2,710,901	4,136,455	1,019,160	1,447,320	6,053,053	9,138,454
Unassigned	75,941	-	-	-	-	-	-	-	-	-
Total all other governmental funds	<u>\$ 13,997,871</u>	<u>\$ 13,809,609</u>	<u>\$ 15,075,596</u>	<u>\$ 14,014,061</u>	<u>\$ 15,437,002</u>	<u>\$ 15,293,061</u>	<u>\$ 13,171,395</u>	<u>\$ 8,839,999</u>	<u>\$ 21,882,479</u>	<u>\$ 25,128,587</u>

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
CHANGE IN FUND BALANCES OF GOVERNMENTAL FUNDS AND REVENUES BY SOURCE
LAST TEN FISCAL YEARS
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)
(UNAUDITED)

Revenues	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Room tax (Net 6%)	\$ 15,355,035	\$ 16,356,606	\$ 19,045,900	\$ 20,880,469	\$ 23,370,508	\$ 24,092,059	\$ 19,070,858	\$ 19,597,770	\$ 27,424,811	\$ 28,701,119
Room tax (State 5/8%)	1,599,483	1,703,813	1,983,948	2,175,049	2,434,428	2,509,589	1,986,548	2,041,434	2,856,751	2,989,700
Room tax (RSCC 2%)	5,118,345	5,452,202	6,348,633	6,960,157	7,790,170	8,030,686	6,356,953	6,532,590	9,141,604	9,567,040
Room tax (City Ctr)	76,850	162,710	315,918	579,855	849,158	1,057,615	776,544	735,343	1,092,908	1,690,046
Room surcharge	-	-	4,286,922	5,032,542	5,377,458	5,194,825	4,106,820	3,963,629	4,787,521	4,725,088
Facilities fees	6,700,658	5,660,710	7,023,966	5,736,177	7,175,249	7,907,188	6,344,497	2,653,737	7,497,917	9,637,415
Golf course operations	1,947,910	1,881,123	1,777,997	1,573,382	1,056,005	1,340	-	-	-	-
Federal grants	-	-	-	-	-	-	-	-	2,848,370	1,228,159
Investment earnings	1,177	1,219	5,641	32,706	180,518	431,822	407,181	28,561	76,202	1,114,426
Miscellaneous	1,445,862	840,755	925,762	1,117,399	1,090,144	1,219,132	1,060,635	846,070	1,801,609	1,364,730
Total revenues	32,245,320	32,059,138	41,714,687	44,087,736	49,323,638	50,444,256	40,110,036	36,399,134	57,527,693	61,017,723
Expenditures										
General government	2,193,678	2,460,121	2,631,798	2,729,718	3,236,411	3,648,825	3,694,211	3,528,668	3,735,485	4,522,889
Community support										
Facility operation	10,688,591	9,637,793	10,267,511	9,316,908	10,752,777	12,391,617	12,927,433	7,835,317	12,372,009	15,668,888
Golf course operations	2,087,126	2,068,060	1,999,683	1,910,240	1,506,900	386,853	-	-	-	-
Convention and tourism promotion	6,183,581	6,451,993	8,149,215	12,481,504	17,391,490	17,809,920	13,576,134	10,020,519	14,917,993	20,228,676
Community grants and miscellaneous	1,034,822	1,159,160	1,365,321	1,528,438	1,527,865	1,686,778	1,531,408	2,011,595	2,155,104	2,253,788
Debt service										
Principal	5,345,000	5,360,000	5,445,000	5,440,000	5,440,000	5,435,000	5,435,000	12,139,987	-	5,106,394
Interest	4,247,094	4,231,794	4,224,044	4,224,044	4,192,919	4,161,794	2,053,099	3,071,196	2,397,256	3,139,862
Other bond costs	9,025	9,426	9,727	882,286	1,438,779	3,513,876	1,915,618	426,628	4,250	4,375
Capital outlay	830,787	213,201	1,394,547	3,089,646	3,672,502	2,480,818	3,507,113	548,075	994,288	4,648,137
Total expenditures	32,619,704	31,591,548	35,486,846	41,602,784	49,159,643	51,515,481	44,640,016	39,581,985	36,576,385	55,573,009
Excess (deficiency) of revenues over expenditures	(374,384)	467,590	6,227,841	2,484,952	163,995	(1,071,225)	(4,529,980)	(3,182,851)	20,951,308	5,444,713
Other financing sources (uses)										
Transfers in	9,630,000	9,625,000	12,335,000	12,485,174	16,075,000	15,117,002	10,655,547	11,420,250	-	14,383,939
Transfers out	(9,630,000)	(9,625,000)	(12,335,000)	(12,485,174)	(16,075,000)	(15,117,002)	(10,655,547)	(11,420,250)	16,419,419	(14,383,939)
Lease liability incurred	-	-	-	-	-	-	-	-	-	1,288,599
Sale of capital assets	-	-	-	-	-	984,673	31,422	12,910	(16,419,419)	-
Issuance of refunding bonds	-	-	-	-	-	68,897,000	-	81,011,606	1,900	-
Premium on general obligation bonds	-	-	-	-	-	-	-	-	-	-
Payment to refunded debt escrow agent	-	-	-	-	-	(68,763,165)	-	(80,580,040)	-	-
Total other financing sources (uses)	-	-	-	-	-	1,118,508	31,422	444,476	1,900	1,288,599
Net change in fund balance	\$ (374,384)	\$ 467,590	\$ 6,227,841	\$ 2,484,952	\$ 163,995	\$ 47,283	\$ (4,498,558)	\$ (2,738,375)	\$ 20,953,207	\$ 6,733,312
Debt Service (principal and interest)	\$ 9,592,094	\$ 9,591,794	\$ 9,669,044	\$ 9,664,044	\$ 9,632,919	\$ 9,596,794	\$ 7,488,099	\$ 15,211,183	\$ 2,397,256	\$ 8,082,900
Noncapital expenditures	\$ 32,129,217	\$ 31,348,218	\$ 34,173,746	\$ 38,513,138	\$ 45,437,275	\$ 48,956,192	\$ 41,122,460	\$ 39,023,467	\$ 35,571,654	\$ 52,213,471
Debt service as a percentage of noncapital expenditures	29.85%	30.60%	28.29%	25.09%	21.20%	19.60%	18.21%	38.98%	6.74%	15.48%

RENO-SPARKS CONVENTION & VISITORS AUTHORITY

ROOM TAX RATES BY LOCATION

LAST TEN FISCAL YEARS

(UNAUDITED)

Rates for properties within the City of Sparks and related allocation of those taxes:

Fiscal Year	RSCVA	City of Sparks	City of Reno					Washoe County	State of Nevada		Total
			National Bowling	Events Center	City Center	Railroad	Park and Recreation		Commission on Tourism	Education (IP1)	
2023	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2022	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2021	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2020	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2019	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2018	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2017	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2016	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2015	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2014	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %

Rates for properties within the Downtown Reno and related allocation of those taxes:

Fiscal Year	RSCVA	City of Sparks	City of Reno					Washoe County	State of Nevada		Total
			National Bowling	Events Center	City Center	Railroad	Park and Recreation		Commission on Tourism	Education (IP1)	
2023	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2022	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2021	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2020	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2019	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2018	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2017	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2016	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2015	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2014	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %

Rates for properties within the City of Reno (properties not located in the Downtown Center) and related allocation of those taxes:

Fiscal Year	RSCVA	City of Sparks	City of Reno					Washoe County	State of Nevada		Total
			National Bowling	Events Center	City Center	Railroad	Park and Recreation		Commission on Tourism	Education (IP1)	
2023	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2022	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2021	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2020	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2019	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2018	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2017	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2016	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2015	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2014	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %

Rates for properties within unincorporated Washoe County and related allocation of those taxes:

Fiscal Year	RSCVA	City of Sparks	City of Reno					Washoe County	State of Nevada		Total
			National Bowling	Events Center	City Center	Railroad	Park and Recreation		Commission on Tourism	Education (IP1)	
2023	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2022	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2021	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2020	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2019	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2018	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2017	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2016	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2015	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2014	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
PRINCIPAL ROOM TAXPAYERS
JUNE 30, 2023 AND 2014
(UNAUDITED)**

<u>Taxpayer</u>	<u>2023</u>			<u>2014</u>		
	<u>Number of Rooms</u>	<u>Rank</u>	<u>Percentage of Total Rooms</u>	<u>Number of Rooms</u>	<u>Rank</u>	<u>Percentage of Total Rooms</u>
Grand Sierra Resort	1,990	1	9.30%	1,990	1	8.35%
Silver Legacy Resort Casino	1,685	2	7.87%	1,711	2	7.18%
Peppermill Hotel Casino - Reno	1,623	3	7.58%	1,623	3	6.81%
Circus Circus	1,571	4	7.34%	1,572	4	6.59%
Sparks Nugget, Inc.	1,382	5	6.46%	1,382	5	5.80%
Harrah's	-		0.00%	928	6	3.89%
J Resort (Sands Regency)	351	9	1.64%	833	7	3.49%
Atlantis Hotel Casino Resort	818	6	3.82%	824	8	3.46%
Eldorado Hotel & Casino	814	7	3.80%	814	9	3.41%
Hyatt - Lake Tahoe	422	9	1.97%	422	10	1.77%
Boomtown	330	10	1.54%	-		0.00%
All Other Hotels	4,204		19.65%	3,161		13.26%
Total All Hotels	<u>15,190</u>		<u>70.97%</u>	<u>15,260</u>		<u>64.01%</u>
Motels	1,153		5.39%	2,114		8.87%
Other Rental Properties	5,056		23.63%	6,467		27.14%
Total Room Inventory	<u>21,399</u>		<u>100.00%</u>	<u>23,841</u>		<u>100.00%</u>

Notes:

- (1) The top revenue source of the Authority is from room license taxes imposed on transient rental facilities located in Washoe County. The properties above represent the largest properties in Washoe County, and accordingly represent the group which generates the largest volume of room license tax revenues.
- (2) Rental properties in Fiscal Year 2021-2022 declined due to continued demolition of properties and conversion of motels to affordable housing.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year	Governmental Activities		Total Primary Government	Per Cash Occupied Room Night	Per Room Tax Revenue (8%)
	General Obligation Bonds	Medium Term Obligations			
2023	\$ 70,225,456	\$ -	\$ 70,225,456	\$ 21.80	\$ 1.84
2022	77,547,815	-	77,547,815	24.08	2.12
2021	80,296,788	-	80,296,788	30.45	3.07
2020	92,087,511	-	92,087,511	33.97	3.62
2019	99,178,976	-	99,178,976	28.56	3.09
2018	103,552,511	-	103,552,511	27.78	3.32
2017	109,481,540	-	109,481,540	30.34	3.93
2016	113,853,953	-	113,853,953	32.27	4.48
2015	117,972,842	-	117,972,842	35.27	5.41
2014	121,765,749	-	121,765,749	36.34	5.95

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

Note: Payment of general obligation bonds and medium term obligations is provided by transient lodging taxes (governmental activities).

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS
(UNAUDITED)**

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund (1)	Total	Per Cash Occupied Room Night	Per Room Tax Revenue (8%)
2023	\$ 70,225,456	\$ 14,485,558	\$ 55,739,898	\$ 17.31	\$ 1.46
2022	77,547,815	14,201,101	63,346,714	19.67	1.73
2021	80,296,788	6,579,829	73,716,959	27.96	2.82
2020	92,087,511	10,614,390	81,473,121	30.05	3.20
2019	99,178,976	10,696,606	88,482,370	25.48	2.75
2018	103,552,511	10,647,804	92,904,707	24.93	2.98
2017	109,481,540	10,727,763	98,753,777	27.37	3.55
2016	113,853,953	10,367,353	103,486,600	29.33	4.08
2015	117,972,842	10,369,155	107,603,687	32.17	4.93
2014	121,765,749	10,346,610	111,419,139	34.41	5.44
2013	125,373,965	10,304,712	115,069,253	35.17	5.70

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

Note: Payment of general obligation bonds is provided by transient lodging taxes.

(1) This is the amount restricted for debt service principal payments.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES
BONDED DEBT
JUNE 30, 2023
UNAUDITED**

Name of Government Unit	General Obligation Debt Outstanding (Thousands)	Present Self-Supporting General Obligation Debt (Thousands)	Percent Applicable to Washoe County	Applicable Net Debt (Thousands)
Debt repaid with taxes:				
Washoe County - Governmental Funds	\$ 108,860	\$ 32,568	100%	\$ 76,292
Washoe County School District	1,121,165	-	100%	1,121,165
City of Reno	387,752	345,288	100%	42,464
City of Sparks	1,923,344	1,910,080	100%	13,264
Incline Village General Improvement District	3,442	3,442	100%	-
State of Nevada	1,258,860	267,040	14%	139,747
Washoe County (RSCVA)	77,548	77,548	100%	-
Overlapping Bonded Debt				1,392,932
Direct debt:				
Washoe County (RSCVA)				77,548
Direct and Overlapping Bonded Debt				\$ 1,470,480

Note: The Authority's schedule of overlapping bonded debt is the same as Washoe County, Nevada's. Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. The outstanding debt of those overlapping governments is borne by the residents and businesses of Washoe County. When considering the ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, every taxpayer is not responsible for repaying the debt of each overlapping government.

Note: Payment of general obligation bonds (direct debt) is provided by transient lodging taxes collected by the Authority.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS
(AMOUNTS EXPRESSED IN THOUSANDS)
(UNAUDITED)**

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Debt limit	\$ 374,908	\$ 404,628	\$ 430,281	\$ 471,270	\$ 484,100	\$ 506,598	\$ 551,963	\$ 580,391	\$ 616,508	\$ 644,635
Total net debt applicable to limit	111,419	107,604	103,487	98,754	92,905	88,482	75,316	63,347	63,347	55,740
Legal debt margin	<u>\$ 263,489</u>	<u>\$ 297,024</u>	<u>\$ 326,794</u>	<u>\$ 372,516</u>	<u>\$ 391,195</u>	<u>\$ 418,116</u>	<u>\$ 476,647</u>	<u>\$ 517,044</u>	<u>\$ 553,161</u>	<u>\$ 588,895</u>
Total net debt applicable to the limit as a percentage of debt limit	29.72%	26.59%	24.05%	20.95%	19.19%	17.46%	13.65%	10.91%	10.28%	8.65%
										<u>\$ 21,487,837</u>
										<u>644,635</u>
										70,225
										<u>(14,485)</u>
										<u>55,740</u>
										<u>\$ 588,895</u>

Note: The general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligations bonds.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
PLEGGED REVENUE COVERAGE
LAST TEN FISCAL YEARS
AND JUNE 30, 2024 (BUDGETED)
(UNAUDITED)

	Fiscal Year										
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024 (Budgeted)
Net General Room License Taxes (1)	\$ 15,355,035	\$ 16,356,606	\$ 19,045,900	\$ 20,880,469	\$ 23,370,508	\$ 24,092,059	\$ 19,070,858	\$ 19,597,770	\$ 27,424,811	\$ 28,701,119	\$ 27,390,925
Convention Center Room Taxes (2)	5,118,345	5,452,202	6,348,633	6,960,157	7,790,169	8,030,686	6,356,953	6,532,590	9,141,604	9,567,040	9,130,308
Other Income (3)	6,946,306	6,406,639	6,569,101	6,361,506	6,848,948	7,926,528	5,654,677	3,115,347	6,936,132	7,766,753	4,778,710
Subtotal	27,419,686	28,215,447	31,963,634	34,202,132	38,009,625	40,049,274	31,082,488	29,245,707	43,502,547	46,034,912	41,299,943
Less: Operating and Maintenance Expenses (4)	11,498,233	11,476,156	12,002,634	12,562,649	13,922,439	15,072,913	15,061,126	10,930,479	14,608,086	19,569,777	16,010,527
Net Pledged Revenues	<u>\$ 15,921,453</u>	<u>\$ 16,739,291</u>	<u>\$ 19,961,000</u>	<u>\$ 21,639,483</u>	<u>\$ 24,087,186</u>	<u>\$ 24,976,361</u>	<u>\$ 16,021,362</u>	<u>\$ 18,315,228</u>	<u>\$ 28,894,461</u>	<u>\$ 26,465,135</u>	<u>\$ 25,289,416</u>
Combined Maximum Annual Debt Service on Pledged Revenue Bonds (5)	<u>\$ 9,669,044</u>	<u>\$ 9,669,044</u>	<u>\$ 9,669,044</u>	<u>\$ 9,669,044</u>	<u>\$ 9,596,793</u>	<u>\$ 9,240,024</u>	<u>\$ 9,178,782</u>	<u>\$ 8,084,525</u>	<u>\$ 8,084,525</u>	<u>\$ 8,084,525</u>	<u>\$ 8,084,525</u>
Coverage Factor (6)	1.65	1.73	2.06	2.24	2.51	2.70	1.75	1.75	2.27	3.27	3.13

(1) Pledged Room License Taxes levied at a rate of 6%, Net of Collection Allowance.

(2) Proceeds of 2% Convention Center Tax.

(3) Includes RSCC, RSLEC, Special Events, Golf Course and Interest Revenues (excluding termination of investment contract in 2013).

(4) Includes General Government Expenditures (excluding capital expenditures), Community Support - Facility Operations Expenditures (excluding National Bowling Stadium/Reno Events Center), Certain Community Support - Convention and Tourism Promotion Expenditures, and Golf Course Expenditures. Community Support - Convention and Tourism Promotion Expenditures relating to promotion and advertising have been excluded.

(5) Total of Maximum Annual Debt Service Requirements on the General License Tax Bonds per the bond requirements.

(6) Pledged revenues divided by combined maximum annual debt service on pledged revenue bonds.

(7) Golf course revenues and expenditures are not recurring after 2019 due to the sale of the Golf Course operations.

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

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
 DEMOGRAPHIC AND ECONOMIC STATISTICS
 LAST TEN FISCAL YEARS
 (UNAUDITED)**

Fiscal Year	Population	Per Capita Income	Median Age	School Enrollment	Unemployment Rate	Taxable Sales	Gross Gaming Win	Total Passenger Air Traffic
2023	436,647	\$ 74,292	39.5	64,322	4.50%	\$ 12,383,862	\$ 971,243	4,460,048
2022	486,492	66,076	38.5	64,820	3.30%	12,267,766	970,727	4,155,405
2021	478,355	63,360	38.6	65,121	4.90%	11,049,067	837,334	2,472,843
2020	472,069	59,639	38.1	66,913	3.20%	9,250,416	630,862	3,378,405
2019	475,596	55,487	38.0	66,960	3.60%	8,829,864	785,532	4,298,555
2018	467,417	48,996	37.9	66,989	4.20%	8,531,253	779,347	4,128,476
2017	459,142	46,315	37.5	63,919	4.00%	7,989,009	738,373	3,819,896
2016	451,248	44,687	37.5	63,670	5.90%	7,550,467	789,359	3,563,818
2015	444,008	42,967	37.4	63,108	6.40%	6,817,589	765,248	3,297,642
2014	436,647	43,130	37.6	62,986	7.20%	6,370,685	744,962	3,312,839

Source: Washoe County ACFR, FY 2023, Schedule 4.1.

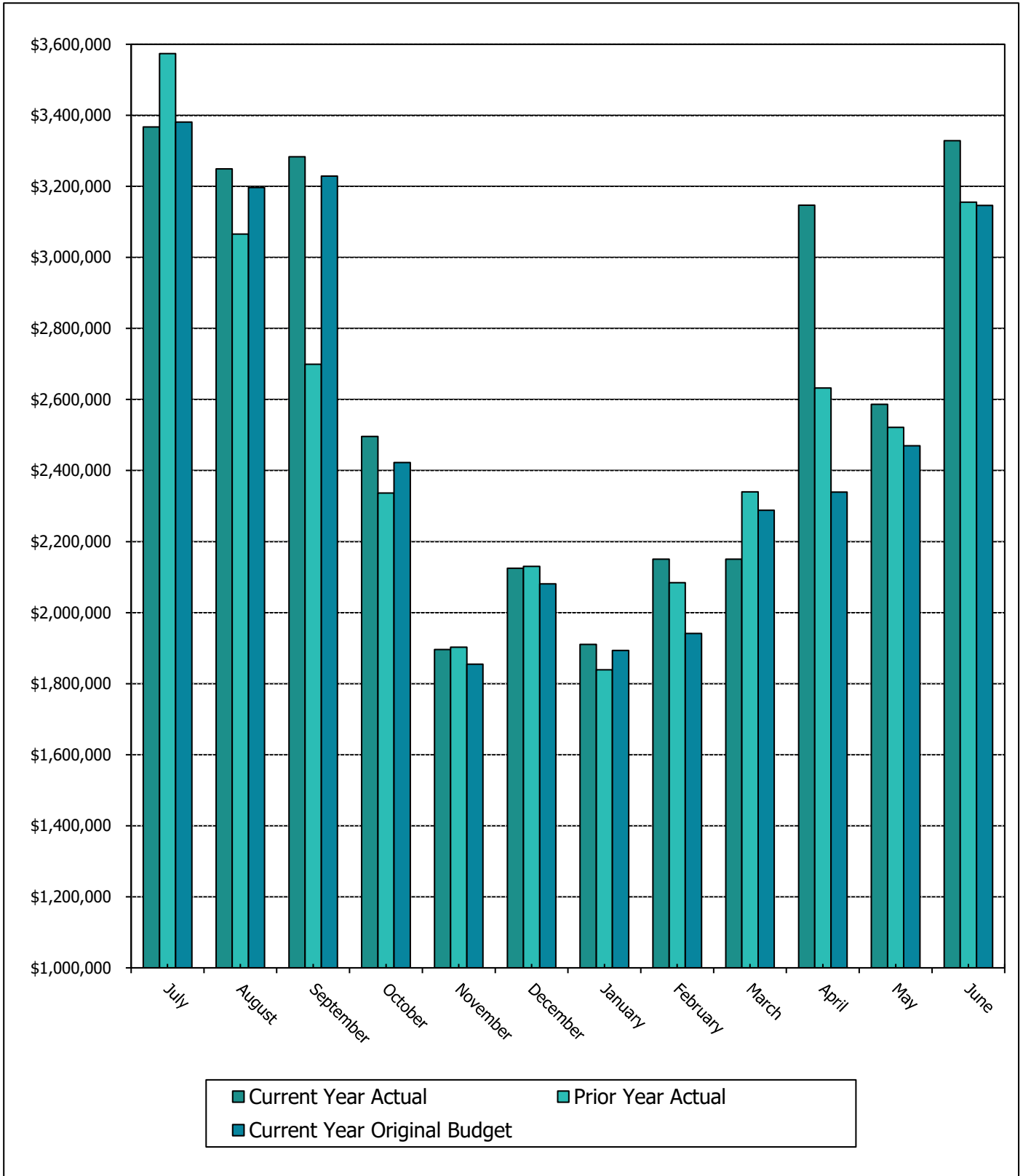
**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
PRINCIPAL EMPLOYERS
CURRENT YEAR AND NINE YEARS AGO
(UNAUDITED)**

Employer	December 2022			December 2013		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Washoe County School District	8,750	1	3.72%	8,250	1	4.38%
University of Nevada - Reno	4,750	2	2.02%	4,250	2	2.26%
Renown Medical Center	3,250	3	1.38%	2,750	3	1.46%
Washoe County	2,750	4	1.25%	2,250	4	1.19%
Peppermill Hotel Casino - Reno	2,500	5	1.06%	2,250	5	1.19%
Nugget Casino	2,500	6	1.06%			
Grand Sierra Resort	2,500	7	1.06%			
Harrah's	2,500	8	1.06%			
St. Mary's	2,500	9	1.06%			
Silver Legacy Resort Casino	2,500	10	1.06%	1,750	8	0.93%
International Game Technology PLC2				2,250	6	1.19%
Integrity Staffing Solutions				1,750	7	0.93%
Atlantis Casino Resort		-	-	1,750	9	0.93%
Eldorado Hotel & Casino		-	-	1,250	10	0.93%
Total Washoe County Covered Employment	December 2022 235,428			December 2013 188,324		

Note: Nevada Revised Statutes, Chapter 612, states that actual employment for individual employers may not be published. The number of employees are estimated using the midpoint.

Source: Washoe County ACFR, FY 2023, Schedule 4.2.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
GENERAL ROOM TAX
(6 5/8%) COLLECTIONS
FISCAL YEAR ENDED JUNE 30, 2023
(UNAUDITED)**



**RENO-SPARKS CONVENTION AND VISITORS AUTHORITY
OCCUPIED ROOMS
LAST TEN FISCAL YEARS**

Month	Actual									
	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18	FY 18-19	FY 19-20	FY 20-21	FY 21-22	FY 22-23
July	529,220	532,560	533,061	558,932	598,303	559,625	531,028	380,839	513,043	485,227
August	532,551	530,095	531,622	548,907	591,815	551,515	539,449	400,986	478,204	467,148
September	490,994	498,961	538,200	555,329	571,095	536,269	509,046	400,010	461,041	476,027
October	440,343	461,911	499,815	491,289	511,826	483,734	480,021	393,306	435,195	441,130
November	390,984	400,324	405,085	438,248	451,999	436,662	426,923	324,452	389,531	375,874
December	411,024	434,190	461,879	475,810	489,652	461,499	439,175	319,958	392,521	388,813
January	376,196	420,430	402,010	429,629	428,069	440,561	415,410	340,659	362,721	357,162
February	382,620	402,632	437,603	435,728	441,422	404,774	436,826	342,993	381,249	374,915
March	436,577	449,343	491,853	520,869	508,940	471,663	289,802	413,186	460,188	411,290
April	441,992	437,895	476,563	499,243	479,824	464,116	150,199	421,073	421,111	442,282
May	481,152	479,544	476,722	507,723	510,342	487,166	184,576	440,679	429,152	431,731
June	507,148	496,475	544,683	568,328	563,983	516,516	329,228	497,058	470,602	498,983
Totals	5,420,801	5,544,360	5,799,096	6,030,035	6,147,270	5,814,100	4,731,683	4,675,199	5,194,558	5,150,582

**RENO-SPARKS CONVENTION AND VISITORS AUTHORITY
AVAILABLE ROOMS
LAST TEN FISCAL YEARS**

Month	Actual									
	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18	FY 18-19	FY 19-20	FY 20-21	FY 21-22	FY 22-23
July	744,241	729,570	721,835	731,702	731,201	718,901	712,349	615,426	667,314	661,191
August	744,264	726,198	719,719	732,118	729,381	717,933	694,199	647,210	663,342	651,881
September	739,470	736,938	740,540	744,788	734,903	721,601	701,251	661,319	670,758	665,963
October	734,229	721,834	720,713	730,300	718,089	715,635	681,532	624,319	664,440	650,930
November	705,433	693,243	699,173	703,727	696,359	693,249	663,051	599,591	642,769	636,207
December	738,961	743,518	762,491	755,047	743,272	743,974	719,297	651,506	690,230	687,710
January	720,369	720,095	722,837	724,611	717,408	723,307	685,580	618,699	662,072	655,399
February	656,764	653,041	680,113	660,509	652,882	651,781	643,246	570,771	604,108	598,032
March	734,466	741,067	749,754	749,479	743,181	749,932	653,497	653,238	694,459	686,897
April	705,176	695,316	701,381	702,683	691,245	704,232	300,007	626,840	643,373	636,316
May	736,949	717,597	725,039	729,877	715,560	721,578	314,996	646,180	660,705	656,203
June	724,331	721,209	737,442	737,904	725,572	728,588	605,567	682,087	670,546	670,049
Totals	8,684,653	8,599,626	8,681,037	8,702,745	8,599,053	8,590,711	7,374,572	7,597,186	7,934,116	7,856,778

**RENO-SPARKS CONVENTION AND VISITORS AUTHORITY
PERCENTAGE OF OCCUPANCY
LAST TEN FISCAL YEARS**

Month	Actual										
	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18	FY 18-19	FY 19-20	FY 20-21	FY 21-22	FY 22-23
July	67.2%	71.1%	73.0%	73.8%	76.4%	81.8%	77.8%	74.5%	61.9%	76.9%	73.4%
August	69.6%	71.6%	73.0%	73.9%	75.0%	81.1%	76.8%	77.7%	62.0%	72.1%	71.7%
September	67.8%	66.4%	67.7%	72.7%	74.6%	77.7%	74.3%	72.6%	60.5%	68.7%	71.5%
October	58.5%	60.0%	64.0%	69.4%	67.3%	71.3%	67.6%	70.4%	63.0%	65.5%	67.8%
November	50.0%	55.4%	57.7%	57.9%	62.3%	64.9%	63.0%	64.4%	54.1%	60.6%	59.1%
December	52.2%	55.6%	58.4%	60.6%	63.0%	65.9%	62.0%	61.1%	49.1%	56.9%	56.5%
January	52.5%	52.2%	58.4%	55.6%	59.3%	59.7%	60.9%	60.6%	55.1%	54.8%	54.5%
February	56.2%	58.3%	61.7%	64.3%	66.0%	67.6%	62.1%	67.9%	60.1%	63.1%	62.7%
March	58.9%	59.4%	60.6%	65.6%	69.5%	68.5%	62.9%	44.3%	63.3%	66.3%	59.9%
April	61.1%	62.7%	63.0%	67.9%	71.0%	69.4%	65.9%	50.1%	67.2%	65.5%	69.5%
May	64.6%	65.3%	66.8%	65.8%	69.6%	71.3%	67.5%	58.6%	68.2%	65.0%	65.8%
June	71.3%	70.0%	68.8%	73.9%	77.0%	77.7%	70.9%	54.4%	72.9%	70.2%	74.5%
Totals	60.9%	62.4%	64.5%	66.8%	69.3%	71.5%	67.7%	64.2%	61.5%	65.5%	65.6%

**RENO-SPARKS CONVENTION AND VISITORS AUTHORITY
TAXABLE ROOM REVENUES
LAST TEN FISCAL YEARS**

Month	Actual									
	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18	FY 18-19	FY 19-20	FY 20-21	FY 21-22	FY 22-23
July	\$ 30,224,159	\$ 30,292,027	\$ 31,230,612	\$ 35,677,262	\$ 41,265,679	\$ 41,424,217	\$ 41,432,593	\$ 26,616,089	\$ 53,830,709	\$ 50,830,556
August	32,130,756	32,403,508	34,091,992	36,868,031	44,034,254	44,483,946	46,663,912	28,260,963	46,261,278	49,044,007
September	25,870,198	27,164,225	34,288,906	37,851,442	41,663,504	42,554,492	40,136,140	27,898,272	40,952,127	49,751,325
October	18,292,143	20,025,803	26,673,296	25,496,440	29,124,783	30,171,237	31,825,308	24,413,214	35,235,666	37,486,639
November	14,560,736	14,727,649	16,304,190	20,342,704	23,533,775	24,707,237	26,001,367	16,911,777	28,705,559	28,637,389
December	16,879,494	19,246,588	24,164,711	25,936,180	28,595,173	29,774,489	29,450,353	18,339,246	32,088,533	32,190,186
January	13,970,116	18,425,487	19,286,992	20,242,930	22,378,105	28,502,864	26,480,876	20,859,637	27,867,470	29,109,550
February	16,313,115	18,040,839	22,422,874	22,714,040	25,079,380	25,140,512	31,144,994	22,706,268	31,286,558	31,993,453
March	18,069,943	19,662,419	24,386,491	27,985,952	29,897,187	30,258,098	14,351,584	28,026,348	35,427,078	33,927,040
April	21,706,493	22,032,831	27,186,846	29,934,593	31,304,806	32,226,425	3,492,216	32,406,826	39,677,765	46,212,285
May	23,219,292	24,957,366	26,084,433	28,917,716	33,145,852	34,884,475	6,314,893	34,139,503	38,117,814	39,215,191
June	24,191,921	25,062,328	30,892,727	35,458,717	39,122,428	37,029,240	20,676,214	45,317,551	47,585,033	50,162,786
Totals	\$ 255,428,365	\$ 272,041,067	\$ 317,014,070	\$ 347,426,006	\$ 389,144,926	\$ 401,157,234	\$ 317,970,451	\$ 325,895,696	\$ 457,035,590	\$ 478,560,407

**RENO-SPARKS CONVENTION AND VISITORS AUTHORITY
AVERAGE CASH RATES
LAST TEN FISCAL YEARS**

Month	Actual									
	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18	FY 18-19	FY 19-20	FY 20-21	FY 21-22	FY 22-23
July	\$ 89.43	\$ 89.75	\$ 91.97	\$ 102.05	\$ 109.51	\$ 119.24	\$ 125.64	\$ 121.00	\$ 161.94	\$ 163.07
August	\$ 95.61	\$ 96.42	\$ 99.59	\$ 107.98	\$ 116.38	\$ 129.42	\$ 138.98	\$ 121.77	\$ 152.27	\$ 164.33
September	\$ 85.98	\$ 85.68	\$ 99.60	\$ 107.72	\$ 114.13	\$ 126.90	\$ 129.98	\$ 124.47	\$ 139.27	\$ 164.08
October	\$ 71.25	\$ 72.04	\$ 86.04	\$ 88.09	\$ 95.37	\$ 105.41	\$ 111.40	\$ 113.46	\$ 130.83	\$ 139.39
November	\$ 66.69	\$ 66.31	\$ 71.86	\$ 82.70	\$ 90.28	\$ 101.82	\$ 105.13	\$ 104.21	\$ 123.24	\$ 128.87
December	\$ 71.77	\$ 75.65	\$ 86.68	\$ 94.63	\$ 99.22	\$ 109.61	\$ 111.38	\$ 112.94	\$ 134.40	\$ 136.28
January	\$ 69.85	\$ 77.37	\$ 85.73	\$ 85.48	\$ 94.59	\$ 113.19	\$ 113.51	\$ 116.50	\$ 133.00	\$ 135.78
February	\$ 73.52	\$ 77.41	\$ 87.90	\$ 90.93	\$ 98.36	\$ 110.54	\$ 120.36	\$ 123.93	\$ 138.66	\$ 138.62
March	\$ 69.96	\$ 74.12	\$ 81.71	\$ 90.35	\$ 96.14	\$ 108.90	\$ 100.51	\$ 120.82	\$ 128.21	\$ 129.94
April	\$ 79.41	\$ 83.37	\$ 94.41	\$ 99.45	\$ 109.06	\$ 116.97	\$ 69.95	\$ 132.73	\$ 149.87	\$ 159.72
May	\$ 81.17	\$ 85.93	\$ 92.98	\$ 96.54	\$ 108.47	\$ 118.50	\$ 82.41	\$ 129.77	\$ 143.88	\$ 143.48
June	\$ 77.20	\$ 81.31	\$ 90.93	\$ 98.65	\$ 109.40	\$ 116.35	\$ 116.13	\$ 141.86	\$ 154.27	\$ 153.48
Totals	\$ 78.88	\$ 81.34	\$ 89.84	\$ 96.29	\$ 104.41	\$ 115.53	\$ 117.28	\$ 123.59	\$ 141.90	\$ 147.86

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
 FULL-TIME EQUIVALENT EMPLOYEES BY FUNCTION
 LAST TEN FISCAL YEARS
 (UNAUDITED)**

	Fiscal Year									
	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
Function										
General Government	11.5	11.5	11.5	11.5	14.5	15.25	10.00	12.50	14.00	17.50
Community Support	181.0	173.0	165.0	106.5	40.0	35.50	27.00	25.00	81.50	110.50
Total	<u>192.5</u>	<u>184.5</u>	<u>176.5</u>	<u>118.0</u>	<u>54.5</u>	<u>50.75</u>	<u>37.00</u>	<u>37.50</u>	<u>95.50</u>	<u>128.00</u>

Notes:

- (1) The information provided is on budgeted positions.
- (2) During fiscal year 2018, the RSCVA transitioned facility operations to a third-party operator. This contract ended during June 2022, and the operation of the facilities was transitioned back internally.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
CAPITAL ASSET STATISTICS BY FUNCTION
JUNE 30, 2023
(UNAUDITED)

Community Support

As of June 1, 2022, with the exception of concessions and catering services, which are outsourced to a provider, the Authority is responsible for the day-to-day management and operations of the National Bowling Stadium, Reno Events Center, Reno-Sparks Convention Center, and the Reno-Sparks Livestock Events Center.

Reno-Sparks Convention Center

The Reno-Sparks Convention Center (RSCC) complex hosts national and regional conventions and trade shows. The RSCC, located south of the downtown area, offers more than 600,000 square feet of single-level exhibition and meeting space. The space features 381,000 square feet of contiguous exhibit space in five adjoining halls. More than 105,000 square feet of meeting room space in 53 meeting rooms, with seating capacities ranging from 50 to 3,000 persons. On-site parking capacity totals 1,800 stalls.

The Convention Center also features a 30,000 square foot ballroom – sub divisible into seven smaller rooms. A full range of food service capabilities are available ranging from concession stands, portable food stations and cocktail lounges to catered banquet arrangements for more formal dining. A central Food Court offers attendees the ability to select from three themed cafes. In addition, the RSCC features 106,000 square feet of public concourse/registration space and improved show load-in/out capabilities, enabling concurrent major events. The Convention Center is connected via sky bridge to an adjacent hotel.

Reno-Sparks Livestock Events Center

The Reno-Sparks Livestock Events Center is a large multi-purpose public assembly facility located on the northern edge of downtown Reno. The Center is a 43-acre complex that includes two indoor and two outdoor arenas, 660 animal stalls, 19 barns, a 20,000 square foot exhibition hall and 3,100 paved and lighted parking spaces.

Home of the world-famous Reno Rodeo, the facility hosts a myriad of special events ranging from annual USA BMX bicycle races to premier equine competitions.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
CAPITAL ASSET STATISTICS BY FUNCTION
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Reno Events Center

The Reno Events Center is owned by the City of Reno and operated by the RSCVA. The 118,000 square foot facility opened in January 2005. The Center consists of 56,000 square feet of free span exhibit space (which is utilized for both convention and meeting space, as well as concerts, boxing, indoor football and basketball), 4,954 square feet of dedicated meeting space with nine rooms varying in size from 400 to 850 square feet, two loading docks, six dressing rooms and two event and promoter offices. When utilized for concerts, the Facility can accommodate up to 7,500 patrons.

National Bowling Stadium

The Authority transferred ownership of the Stadium to the City of Reno in May 2002, but continues to operate the facility through a management agreement.

The National Bowling Stadium is an 88-lane tournament bowling facility situated within the central business/gaming/entertainment district of downtown Reno.

The National Bowling Stadium facility provides a wealth of visitor amenities including 300 covered parking spaces, a 10,000 square foot bowling pro shop which includes an instructional bowling lane, and a visitor information center. Located on the first floor is the Satellite International Bowling Hall of Fame/Museum showcasing ABC, WIBC and PBA Hall of Fame members and bowling memorabilia from all over the world. Also, on the first level is the Kingpin Club, a ten lane VIP bowling center that can be used for tournaments and rented for corporate/convention parties for up to 125 people.

Report of Independent Auditors 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 Board of Directors
Reno-Sparks Convention & Visitors Authority

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, each major fund, the budgetary statement for the general fund, and the aggregate remaining fund information of Reno-Sparks Convention & Visitors Authority (the Authority) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise Reno-Sparks Convention & Visitors Authority's basic financial statements, and have issued our report thereon dated February 29, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Reno-Sparks Convention & Visitors Authority's internal control over financial reporting (internal control) as a basis for designing 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 Reno-Sparks Convention & Visitors Authority's internal control. Accordingly, we do not express an opinion on the effectiveness of Reno-Sparks Convention & Visitors Authority's internal control.

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 a 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. 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.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Reno-Sparks Convention & Visitors Authority's financial statements are free from 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 financial statements. 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*.

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 entity'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 entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

A handwritten signature in cursive script that reads "Moss Adams LLP".

Portland, Oregon
February 29, 2024

