

Basic Financial Statements



COMPREHENSIVE ANNUAL FINANCIAL REPORT

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CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2021

	Governmental Activities	Business-type Activities	Total
ASSETS			
Pooled cash and investments	\$ 1,328,318,208	\$ 100,840,490	\$ 1,429,158,698
Accounts receivable	625,229,418	5,298,750	630,528,168
Interest receivable	1,791,967	-	1,791,967
Inventories	2,585,514	8,408,341	10,993,855
Prepays	40,686,371	-	40,686,371
Prepaid bond insurance premium costs	2,581,715	-	2,581,715
Refundable deposits	145,177	-	145,177
Capital leases - net of accumulated amortization	273,779	-	273,779
Capital assets - not being depreciated	497,643,486	-	497,643,486
Capital assets - net of accumulated depreciation	4,628,908,648	17,665,491	4,646,574,139
Total assets	<u>7,128,164,283</u>	<u>132,213,072</u>	<u>7,260,377,355</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred loss on refundings	7,622,934	-	7,622,934
Deferred outflows of resources - pension related	444,096,678	6,583,301	450,679,979
Deferred outflows of resources - OPEB related	84,442,466	687,348	85,129,814
Total deferred outflows of resources	<u>536,162,078</u>	<u>7,270,649</u>	<u>543,432,727</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>7,664,326,361</u>	<u>139,483,721</u>	<u>7,803,810,082</u>
LIABILITIES			
Accounts payable	157,565,455	1,455,206	159,020,661
Accrued salaries and benefits	317,422,770	1,294,473	318,717,243
Unearned revenues	7,178,197	1,125,782	8,303,979
Interest payable	5,420,080	-	5,420,080
Construction contracts and retention payable	19,046,174	-	19,046,174
Liability insurance claims payable	6,228,825	-	6,228,825
Workers' compensation claims payable	6,125,526	-	6,125,526
Other current liabilities	525,492	-	525,492
Long term liabilities:			
Portion due or payable within one year:			
General obligation bonds payable	264,895,000	-	264,895,000
Lease obligations payable	33,690	-	33,690
Compensated absences payable	29,603,909	1,354,433	30,958,342
Portion due or payable after one year:			
General obligation bonds payable	2,909,649,443	-	2,909,649,443
Lease obligations payable	250,051	-	250,051
Compensated absences payable	44,093,382	346,840	44,440,222
Total OPEB liability	339,291,291	2,105,717	341,397,008
Net pension liability	3,199,239,511	47,425,337	3,246,664,848
Long term claims payable	36,010,069	-	36,010,069
Total liabilities	<u>7,342,578,865</u>	<u>55,107,788</u>	<u>7,397,686,653</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred gain on refundings	2,464,847	-	2,464,847
Deferred inflows of resources - pension related	265,792,355	3,940,090	269,732,445
Deferred inflows of resources - OPEB related	4,463,515	46,714	4,510,229
Total deferred inflows of resources	<u>272,720,717</u>	<u>3,986,804</u>	<u>276,707,521</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>7,615,299,582</u>	<u>59,094,592</u>	<u>7,674,394,174</u>
NET POSITION			
Net investment in capital assets	2,288,820,345	17,665,491	2,306,485,836
Restricted for:			
Debt service	614,385,056	-	614,385,056
Capital projects	36,293,335	-	36,293,335
School carryover (supplies)	93,402,517	-	93,402,517
School carryover (net vacancy)	84,554,693	-	84,554,693
Student groups	30,200,045	-	30,200,045
Certificate of deposit for self-insurance	10,245,000	-	10,245,000
School technology	7,665,997	-	7,665,997
School based project carryover	7,197,631	-	7,197,631
School bus appropriations	4,444,302	-	4,444,302
Other purposes	8,664,701	-	8,664,701
Unrestricted	(3,136,846,843)	62,723,638	(3,074,123,205)
TOTAL NET POSITION	<u>\$ 49,026,779</u>	<u>\$ 80,389,129</u>	<u>\$ 129,415,908</u>

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



CLARK COUNTY SCHOOL DISTRICT
 STATEMENT OF ACTIVITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Functions / Programs	Expenses	Program Revenues	
		Charges for Services	Operating Grants and Contributions
GOVERNMENTAL ACTIVITIES			
Instruction:			
Regular instruction	\$ (1,616,862,284)	\$ 2,275	\$ 424,567,966
Special instruction	(418,628,836)	-	203,126,131
Gifted and talented instruction	(14,699,593)	-	1,947,462
Vocational instruction	(32,914,392)	-	13,570,747
Other instruction	(115,332,943)	628,946	37,067,388
Adult instruction	(6,908,923)	-	8,881,729
Total instruction	(2,205,346,971)	631,221	689,161,423
Support services:			
Student support	(179,425,044)	-	17,265,736
Instructional staff support	(188,185,939)	12,145,570	45,993,152
General administration	(34,475,777)	-	-
School administration	(234,404,683)	-	-
Central services	(102,905,183)	1,330,581	57,593,778
Operation and maintenance of plant services	(280,323,232)	-	2,255,780
Student transportation	(136,382,555)	93,170	-
Other support services	(5,520,409)	-	-
Operation of non instructional services:			
Community services	(3,611,965)	-	-
Facilities acquisition and construction services ¹	(13,245,167)	-	-
Miscellaneous:			
Interdistrict payments-charter schools	(5,335,229)	-	-
Debt service:			
Interest on long-term debt	(105,070,903)	-	5,516,599
Total support services	(1,288,886,086)	13,569,321	128,625,045
TOTAL GOVERNMENTAL ACTIVITIES	(3,494,233,057)	14,200,542	817,786,468
BUSINESS-TYPE ACTIVITIES			
Food service	(92,792,154)	149,283	85,768,569
TOTAL SCHOOL DISTRICT	\$ (3,587,025,211)	\$ 14,349,825	\$ 903,555,037

General revenues:

- Property taxes, levied for general purposes
- Property taxes, levied for debt service
- Local school support taxes
- Governmental services tax
- Room tax
- Real estate transfer tax
- Two percent franchise tax
- Federal aid not restricted to specific purposes
- State aid not restricted to specific purposes
- Other local sources
- Unrestricted investment earnings
- Contributions to term endowment
- Transfers

Total general revenues, contributions to term endowment and transfers

Change in net position

Net position, July 1

Net position, June 30

¹ This amount represents expenses incurred in connection with activities related to capital projects that are not otherwise capitalized and included as part of capital assets.

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

Net (Expenses) Revenues and Changes in Net Position			
Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
\$ 25,000	\$ (1,192,267,043)	\$ -	\$ (1,192,267,043)
-	(215,502,705)	-	(215,502,705)
-	(12,752,131)	-	(12,752,131)
-	(19,343,645)	-	(19,343,645)
-	(77,636,609)	-	(77,636,609)
-	1,972,806	-	1,972,806
<u>25,000</u>	<u>(1,515,529,327)</u>	<u>-</u>	<u>(1,515,529,327)</u>
-	(162,159,308)	-	(162,159,308)
-	(130,047,217)	-	(130,047,217)
-	(34,475,777)	-	(34,475,777)
-	(234,404,683)	-	(234,404,683)
-	(43,980,824)	-	(43,980,824)
-	(278,067,452)	-	(278,067,452)
425,000	(135,864,385)	-	(135,864,385)
-	(5,520,409)	-	(5,520,409)
-	(3,611,965)	-	(3,611,965)
-	(13,245,167)	-	(13,245,167)
-	(5,335,229)	-	(5,335,229)
-	(99,554,304)	-	(99,554,304)
<u>425,000</u>	<u>(1,146,266,720)</u>	<u>-</u>	<u>(1,146,266,720)</u>
<u>450,000</u>	<u>(2,661,796,047)</u>	<u>-</u>	<u>(2,661,796,047)</u>
-	-	(6,874,302)	(6,874,302)
<u>\$ 450,000</u>	<u>(2,661,796,047)</u>	<u>(6,874,302)</u>	<u>(2,668,670,349)</u>
	569,309,185	-	569,309,185
	439,583,801	-	439,583,801
	1,032,896,029	-	1,032,896,029
	116,190,374	-	116,190,374
	38,008,144	-	38,008,144
	43,522,507	-	43,522,507
	2,715,272	-	2,715,272
	160,760	-	160,760
	601,781,849	-	601,781,849
	10,319,781	24,427	10,344,208
	393,963	(137,506)	256,457
	132,006	-	132,006
	(648,986)	648,986	-
	<u>2,854,364,685</u>	<u>535,907</u>	<u>2,854,900,592</u>
	192,568,638	(6,338,395)	186,230,243
	(143,541,859)	86,727,524	(56,814,335)
	<u>\$ 49,026,779</u>	<u>\$ 80,389,129</u>	<u>\$ 129,415,908</u>



CLARK COUNTY SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2021

	MAJOR	
	General Fund	Special Education Fund
ASSETS		
Pooled cash and investments	\$ 117,964,702	\$ 50,874,572
Accounts receivable	371,542,257	35,143
Interest receivable	1,481,632	-
Due from other funds	112,700,277	-
Inventories	2,585,514	-
Prepays	35,385,199	-
Deposits	-	-
TOTAL ASSETS	\$ 641,659,581	\$ 50,909,715
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES		
LIABILITIES		
Accounts payable	\$ 67,396,568	\$ 552,300
Accrued salaries and benefits	188,313,330	50,357,415
Unearned revenue	2,755	-
Construction contracts and retentions payable	375,687	-
Due to other funds	-	-
Other current liabilities	525,492	-
Total liabilities	256,613,832	50,909,715
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue - delinquent property taxes	-	-
Unavailable revenue - other	8,001,634	-
Total deferred inflows of resources	8,001,634	-
FUND BALANCES		
Nonspendable:		
Inventories	2,585,514	-
Prepays	35,385,199	-
Deposits	-	-
Restricted for:		
Donations	503,913	-
School technology	7,665,997	-
School bus appropriations	4,444,302	-
School carryover (service level agreements)	3,744,907	-
School carryover (supplies)	93,402,517	-
School carryover (net vacancy)	84,554,693	-
School carryover (supplies) - GATE proceeds	2,108,263	-
School based project carryover	7,197,631	-
Debt service reserve requirement per NRS 350.020	-	-
Debt service	-	-
Capital projects	-	-
Capital improvements	-	-
Term endowment	-	-
Student groups	-	-
Committed to:		
PBS programming fees	-	-
Medicaid programs	-	-
Assigned to:		
Categorical indirect costs	2,609,371	-
Instructional supply appropriations	1,331,581	-
Potential litigation	8,500,000	-
Potential shortfall	66,493,840	-
NV Energy Incentive	1,337,550	-
Unassigned	55,178,837	-
Total fund balances	377,044,115	-
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	\$ 641,659,581	\$ 50,909,715

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

FUNDS				
Debt Service Fund	Bond Fund	Federal Projects Fund	Other Governmental Funds	Total Governmental Funds
\$ 360,701,341	\$ 552,651,591	\$ -	\$ 162,143,452	\$ 1,244,335,658
7,150,232	20,393,341	185,975,416	40,133,029	625,229,418
160,084	132,351	-	-	1,774,067
-	-	-	-	112,700,277
-	-	-	-	2,585,514
-	-	-	-	35,385,199
-	145,177	-	-	145,177
\$ 368,011,657	\$ 573,322,460	\$ 185,975,416	\$ 202,276,481	\$ 2,022,155,310
\$ -	\$ 34,268,305	\$ 34,535,303	\$ 20,615,863	\$ 157,368,339
-	260,990	53,422,440	24,969,836	317,324,011
-	2,000,000	-	5,175,442	7,178,197
-	14,359,404	-	4,311,083	19,046,174
-	-	98,017,673	14,682,604	112,700,277
-	-	-	-	525,492
-	50,888,699	185,975,416	69,754,828	614,142,490
6,673,658	-	-	-	6,673,658
-	-	-	-	8,001,634
6,673,658	-	-	-	14,675,292
-	-	-	-	2,585,514
-	-	-	-	35,385,199
-	145,177	-	-	145,177
-	-	-	-	503,913
-	-	-	-	7,665,997
-	-	-	-	4,444,302
-	-	-	-	3,744,907
-	-	-	-	93,402,517
-	-	-	-	84,554,693
-	-	-	-	2,108,263
-	-	-	-	7,197,631
98,744,204	-	-	-	98,744,204
262,593,795	253,047,057	-	-	515,640,852
-	269,241,527	-	-	269,241,527
-	-	-	96,134,622	96,134,622
-	-	-	2,307,618	2,307,618
-	-	-	30,200,045	30,200,045
-	-	-	1,933,025	1,933,025
-	-	-	1,946,343	1,946,343
-	-	-	-	2,609,371
-	-	-	-	1,331,581
-	-	-	-	8,500,000
-	-	-	-	66,493,840
-	-	-	-	1,337,550
-	-	-	-	55,178,837
361,337,999	522,433,761	-	132,521,653	1,393,337,528
\$ 368,011,657	\$ 573,322,460	\$ 185,975,416	\$ 202,276,481	\$ 2,022,155,310

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CLARK COUNTY SCHOOL DISTRICT
 RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
 TO THE STATEMENT OF NET POSITION
 JUNE 30, 2021

Total fund balances - governmental funds **\$ 1,393,337,528**

Amounts reported for governmental activities in the statement of net position are different because:

Capital and leased capital assets net of the related depreciation are not reported in the Governmental Funds financial statements because they are not current financial resources, but they are reported in the statement of net position. 5,126,468,895

Other long-term assets are not available to pay for current period expenditures and, therefore are unavailable in the funds. 14,675,292

Certain liabilities, deferred inflows of resources, and deferred outflows of resources (such as bonds payable and capital leases payable) are not reported in the Governmental Funds financial statements because they are not due and payable in the current period, but they are presented as liabilities or deferred inflows of resources in the statement of net position. (3,584,878,092)

Assets, deferred outflows of resources, liabilities and deferred inflows of resources of the District's Insurance and Risk Management Internal Service Fund and the Graphic Arts Internal Service Fund are not reported in the Governmental Funds financial statements because they are presented on a different accounting basis, but they are presented as assets, deferred outflows of resources, liabilities and deferred inflows of resources in the statement of net position. 35,290,132

Some long-term liabilities that are not due and payable in the current period and, therefore, are not reported in the funds. Net pension liability obtained from the pension schedule. (3,193,768,977)

Deferred outflows and inflows of resources related to pensions and OPEB are applicable to future periods and, therefore, are not reported in the funds.

Deferred outflows of resources related to pensions and OPEB	527,701,064
Deferred inflows of resources related to pensions and OPEB	<u>(269,799,063)</u>

Total net position - governmental activities **\$ 49,026,779**

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



CLARK COUNTY SCHOOL DISTRICT
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	MAJOR	
	General Fund	Special Education Fund
REVENUES		
Local sources	\$ 1,707,416,911	\$ -
State sources	601,781,849	140,136,477
Federal sources	2,165,211	-
Other sources	892,302	-
TOTAL REVENUES	2,312,256,273	140,136,477
EXPENDITURES		
Current:		
Instruction:		
Regular instruction	1,072,666,267	-
Special instruction	4,767,949	386,412,058
Gifted and talented instruction	12,934,031	-
Vocational instruction	4,423,947	-
Other instruction	18,988,071	-
Adult instruction	36,500	-
Support services:		
Student support	103,153,776	34,457,889
Instructional staff support	107,585,193	4,890,977
General administration	31,974,936	888,668
School administration	219,525,397	1,965,378
Central services	58,545,821	590,857
Operation and maintenance of plant services	194,240,238	44,940
Student transportation	74,961,914	58,100,719
Other support services	1,394	-
Community services	-	-
Interdistrict payments	-	2,017,845
Capital outlay:		
Facilities acquisition and construction services	4,154,199	-
Debt service:		
Principal	-	-
Interest	-	-
Purchased services	-	-
TOTAL EXPENDITURES	1,907,959,633	489,369,331
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	404,296,640	(349,232,854)
OTHER FINANCING SOURCES (USES)		
Transfers in	-	349,232,854
Transfers out	(349,232,854)	-
General obligation bonds issued	29,070,000	-
Premiums on general obligation bonds	1,770,170	-
TOTAL OTHER FINANCING SOURCES (USES)	(318,392,684)	349,232,854
NET CHANGE IN FUND BALANCES	85,903,956	-
FUND BALANCES, JULY 1	291,140,159	-
FUND BALANCES, JUNE 30	\$ 377,044,115	\$ -

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

FUNDS				
Debt Service Fund	Bond Fund	Federal Projects Fund	Other Governmental Funds	Total Governmental Funds
\$ 440,757,014	\$ 81,376,521	\$ -	\$ 58,443,037	\$ 2,287,993,483
-	-	-	259,144,654	1,001,062,980
-	5,516,599	393,282,431	2,285,397	403,249,638
-	-	-	-	892,302
440,757,014	86,893,120	393,282,431	319,873,088	3,693,198,403
-	29,750,617	157,034,520	138,024,237	1,397,475,641
-	-	23,544,476	616,888	415,341,371
-	-	-	1,633,385	14,567,416
-	-	1,738,904	7,928,229	14,091,080
-	-	62,121,007	31,799,436	112,908,514
-	-	182,429	7,083,312	7,302,241
-	-	23,119,917	16,697,886	177,429,468
-	1,333,218	35,928,108	35,265,805	185,003,301
-	-	-	531,012	33,394,616
-	-	7,388,078	3,708,407	232,587,260
-	3,796,015	30,825,164	5,899,456	99,657,313
-	-	39,524,057	43,466,574	277,275,809
-	-	1,382,481	149,180	134,594,294
-	-	4,829,756	-	4,831,150
-	-	2,771,060	809,399	3,580,459
-	-	2,892,474	453,711	5,364,030
-	329,097,677	-	90,339,768	423,591,644
273,825,000	-	-	-	273,825,000
140,510,974	-	-	-	140,510,974
74,337	-	-	-	74,337
414,410,311	363,977,527	393,282,431	384,406,685	3,953,405,918
26,346,703	(277,084,407)	-	(64,533,597)	(260,207,515)
93,744,940	-	-	41,858,501	484,836,295
-	(135,603,441)	-	-	(484,836,295)
-	200,000,000	-	-	229,070,000
-	26,511,462	-	-	28,281,632
93,744,940	90,908,021	-	41,858,501	257,351,632
120,091,643	(186,176,386)	-	(22,675,096)	(2,855,883)
241,246,356	708,610,147	-	155,196,749	1,396,193,411
\$ 361,337,999	\$ 522,433,761	\$ -	\$ 132,521,653	\$ 1,393,337,528



RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
 FUND BALANCE OF THE GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021

Net change in fund balances - governmental funds	\$ (2,855,883)
Amounts reported for governmental activities in the statement of activities are different because:	
Capital outlays to purchase or build capital and leased capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities.	176,367,389
Revenues that are collected in time to pay obligations of the current period are reported as revenue in the fund statements. However, amounts that relate to prior periods that first become available in the current period should not be reported as revenue in the statement of activities.	(4,837,926)
The issuance of long-term debt (e.g. bonds, leases) 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 deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	17,413,390
The net revenues of the District's Insurance and Risk Management Internal Service Fund and the Graphic Arts Internal Service Fund are not reported in this fund financial statement because they are presented on a different accounting basis (in the proprietary fund financial statements), but they are presented in the statement of activities.	20,194,601
Generally, expenditures recognized in the fund financial statements are limited to only those that use current financial resources but expenses are recognized in the statement of activities when incurred.	(321,751)
Gains, losses, and capital donations are not presented in this financial statement because they do not provide or use current financial resources, but they are presented in the statement of activities.	(2,399,259)
Governmental funds report District pension contributions as expenditures. However in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.	<u>(10,991,923)</u>
Change in net position of governmental activities	<u>\$ 192,568,638</u>

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

CLARK COUNTY SCHOOL DISTRICT

MAJOR FUND - GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget	Actual	Original to Final Budget	Final Budget to Actual
REVENUES					
Local sources:					
Local school support tax	\$ 961,361,000	\$ 961,361,000	\$ 1,032,896,029	\$ -	\$ 71,535,029
Property taxes	571,511,000	571,511,000	577,784,025	-	6,273,025
Governmental services tax	74,194,000	74,194,000	79,134,712	-	4,940,712
Two percent franchise tax	4,680,000	2,715,000	2,715,272	(1,965,000)	272
E-rate reimbursements	3,230,000	3,090,000	3,325,753	(140,000)	235,753
Local government taxes	1,380,000	1,200,000	2,375,841	(180,000)	1,175,841
Tuition and summer school fees	3,120,000	2,730,000	1,131,061	(390,000)	(1,598,939)
Adult education	150,000	160,000	-	10,000	(160,000)
Athletic proceeds	1,120,000	-	-	(1,120,000)	-
Rental of facilities	1,660,000	300,000	83,854	(1,360,000)	(216,146)
Donations and grants	1,060,000	1,350,000	665,686	290,000	(684,314)
Other local sources	9,590,000	8,690,000	7,814,792	(900,000)	(875,208)
Investment income	3,660,000	7,210,000	(510,114)	3,550,000	(7,720,114)
Total local sources	1,636,716,000	1,634,511,000	1,707,416,911	(2,205,000)	72,905,911
State sources:					
State distributive fund	665,862,000	650,088,000	601,781,849	(15,774,000)	(48,306,151)
State special appropriations	55,333,200	10,000	-	(55,323,200)	(10,000)
Total state sources	721,195,200	650,098,000	601,781,849	(71,097,200)	(48,316,151)
Federal sources:					
Federal impact aid	140,000	110,000	76,237	(30,000)	(33,763)
Forest reserve	70,000	80,000	84,523	10,000	4,523
Administrative claiming	1,170,000	1,300,000	2,004,451	130,000	704,451
Total federal sources	1,380,000	1,490,000	2,165,211	110,000	675,211
Other sources:					
Sales of district property	950,000	860,000	892,302	(90,000)	32,302
TOTAL REVENUES	2,360,241,200	2,286,959,000	2,312,256,273	(73,282,200)	25,297,273
EXPENDITURES					
Current:					
REGULAR PROGRAMS					
Instruction:					
Salaries	800,287,313	770,998,964	704,381,200	(29,288,349)	66,617,764
Benefits	329,104,712	321,535,495	296,284,339	(7,569,217)	25,251,156
Purchased services	7,822,322	9,891,365	4,493,224	2,069,043	5,398,141
Supplies	116,467,362	146,810,356	63,014,057	30,342,994	83,796,299
Property	766,146	1,853,146	1,853,084	1,087,000	62
Other	519,603	2,799,459	2,640,363	2,279,856	159,096
Total instruction	1,254,967,458	1,253,888,785	1,072,666,267	(1,078,673)	181,222,518
Support services:					
Student transportation:					
Purchased services	364,668	1,268	1,181	(363,400)	87

(Continued)



CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - GENERAL FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original	Final	Actual	Original to	Final Budget
	Budget	Budget		Final Budget	to Actual
EXPENDITURES - Continued					
Other support services:					
Salaries	\$ 28,871,357	\$ 21,913,686	\$ 21,657,649	\$ (6,957,671)	\$ 256,037
Benefits	12,557,742	10,264,756	9,860,013	(2,292,986)	404,743
Purchased services	518,231	1,461,208	509,884	942,977	951,324
Supplies	3,576,436	2,004,394	1,037,432	(1,572,042)	966,962
Property	-	10,000	9,924	10,000	76
Other	41,388	61,388	54,525	20,000	6,863
Total other support services	45,565,154	35,715,432	33,129,427	(9,849,722)	2,586,005
Total support services	45,929,822	35,716,700	33,130,608	(10,213,122)	2,586,092
TOTAL REGULAR PROGRAMS	1,300,897,280	1,289,605,485	1,105,796,875	(11,291,795)	183,808,610
SPECIAL PROGRAMS					
Instruction:					
Salaries	1,979,209	3,272,308	3,253,180	1,293,099	19,128
Benefits	966,244	1,579,951	1,501,119	613,707	78,832
Purchased services	26,500	-	-	(26,500)	-
Supplies	50,000	85,880	13,650	35,880	72,230
Total instruction	3,021,953	4,938,139	4,767,949	1,916,186	170,190
Support services:					
Student transportation:					
Salaries	1,572	-	-	(1,572)	-
Benefits	6,645	-	-	(6,645)	-
Total student transportation	8,217	-	-	(8,217)	-
Other support services:					
Salaries	682,144	680,865	674,966	(1,279)	5,899
Benefits	238,966	287,941	279,314	48,975	8,627
Purchased services	131,450	95,517	80,483	(35,933)	15,034
Supplies	55,555	155,055	7,831	99,500	147,224
Other	-	1,000	490	1,000	510
Total other support services	1,108,115	1,220,378	1,043,084	112,263	177,294
Total support services	1,116,332	1,220,378	1,043,084	104,046	177,294
TOTAL SPECIAL PROGRAMS	4,138,285	6,158,517	5,811,033	2,020,232	347,484
GIFTED AND TALENTED PROGRAMS					
Instruction:					
Salaries	6,768,147	9,140,708	8,918,969	2,372,561	221,739
Benefits	2,826,154	3,862,564	3,770,087	1,036,410	92,477
Purchased services	-	1,000	471	1,000	529
Supplies	-	248,162	238,464	248,162	9,698
Other	-	10,050	6,040	10,050	4,010
Total instruction	9,594,301	13,262,484	12,934,031	3,668,183	328,453
Other support services:					
Salaries	-	1,000	629	1,000	371

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget	Actual	Original to Final Budget	Final Budget to Actual
	EXPENDITURES - Continued				
Benefits	\$ -	\$ 1,329	\$ 291	\$ 1,329	\$ 1,038
Supplies	-	59,173	1,601	59,173	57,572
Total support services	-	61,502	2,521	61,502	58,981
TOTAL GIFTED AND TALENTED PROGRAMS	9,594,301	13,323,986	12,936,552	3,729,685	387,434
VOCATIONAL PROGRAMS					
Instruction:					
Salaries	1,698,902	1,813,902	1,812,771	115,000	1,131
Benefits	705,339	765,279	756,803	59,940	8,476
Purchased services	101,565	463,818	403,810	362,253	60,008
Supplies	2,601,035	9,161,980	1,079,853	6,560,945	8,082,127
Property	143,307	143,307	56,723	-	86,584
Other	-	325,571	313,987	325,571	11,584
Total instruction	5,250,148	12,673,857	4,423,947	7,423,709	8,249,910
Support services:					
Student transportation:					
Purchased services	139,070	137,070	168	(2,000)	136,902
Supplies	-	2,000	1,067	2,000	933
Total student transportation	139,070	139,070	1,235	-	137,835
Other support services:					
Salaries	682,450	841,251	659,692	158,801	181,559
Benefits	287,215	294,882	215,668	7,667	79,214
Purchased services	163,317	157,817	154,445	(5,500)	3,372
Supplies	410,705	374,986	270,011	(35,719)	104,975
Property	-	25,000	12,750	25,000	12,250
Other	255,000	255,000	161,635	-	93,365
Total other support services	1,798,687	1,948,936	1,474,201	150,249	474,735
Total support services	1,937,757	2,088,006	1,475,436	150,249	612,570
TOTAL VOCATIONAL PROGRAMS	7,187,905	14,761,863	5,899,383	7,573,958	8,862,480
OTHER INSTRUCTIONAL PROGRAMS					
School co-curricular activities:					
Instruction:					
Salaries	2,866,502	1,962,464	1,182,412	(904,038)	780,052
Benefits	1,147,838	1,129,038	1,034,329	(18,800)	94,709
Purchased services	3,232,783	1,509,560	1,355,528	(1,723,223)	154,032
Supplies	3,498,130	4,420,730	1,031,166	922,600	3,389,564
Property	-	35,000	27,995	35,000	7,005
Other	159,585	235,235	282,094	75,650	(46,859)
Total instruction	10,904,838	9,292,027	4,913,524	(1,612,811)	4,378,503
Support services:					
Student transportation:					
Purchased services	1,980,770	148,930	148,895	(1,831,840)	35

(Continued)



CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - GENERAL FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original	Final	Actual	Original to	Final Budget
	Budget	Budget		Final Budget	to Actual
EXPENDITURES - Continued					
Other support services:					
Salaries	\$ 3,676,877	\$ 7,434,862	\$ 7,286,774	\$ 3,757,985	\$ 148,088
Benefits	1,082,700	1,221,199	1,184,914	138,499	36,285
Purchased services	144,679	182,679	28,421	38,000	154,258
Supplies	165,762	493,118	277,968	327,356	215,150
Other	75,200	82,200	12,198	7,000	70,002
Total other support services	5,145,218	9,414,058	8,790,275	4,268,840	623,783
Total support services	7,125,988	9,562,988	8,939,170	2,437,000	623,818
Total school co-curricular activities	18,030,826	18,855,015	13,852,694	824,189	5,002,321
Summer school:					
Instruction:					
Salaries	1,411,941	411,941	68,336	(1,000,000)	343,605
Benefits	37,010	40,976	17,042	3,966	23,934
Purchased services	10,000	-	-	(10,000)	-
Supplies	111,000	35,000	541	(76,000)	34,459
Other	5,000	6,000	884	1,000	5,116
Total instruction	1,574,951	493,917	86,803	(1,081,034)	407,114
Support services:					
Other support services:					
Salaries	293,343	-	-	(293,343)	-
Benefits	6,895	-	-	(6,895)	-
Purchased services	4,500	-	-	(4,500)	-
Other	50,000	-	-	(50,000)	-
Total support services	354,738	-	-	(354,738)	-
Total summer school	1,929,689	493,917	86,803	(1,435,772)	407,114
English language learners:					
Instruction:					
Salaries	450,625	674,725	537,543	224,100	137,182
Benefits	230,471	263,442	238,813	32,971	24,629
Purchased services	-	105,220	102,908	105,220	2,312
Supplies	36,680	229,511	153,449	192,831	76,062
Other	-	9,429	5,004	9,429	4,425
Total instruction	717,776	1,282,327	1,037,717	564,551	244,610
Support services:					
Student transportation:					
Purchased services	40,000	-	-	(40,000)	-
Other support services:					
Salaries	4,414,173	3,414,173	2,857,555	(1,000,000)	556,618
Benefits	1,803,587	1,315,694	1,154,015	(487,893)	161,679
Purchased services	1,748,110	767,110	637,783	(981,000)	129,327
Supplies	193,457	174,490	16,115	(18,967)	158,375
Other	10,589	55,845	599	45,256	55,246
Total other support services	8,169,916	5,727,312	4,666,067	(2,442,604)	1,061,245

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget	Actual	Original to Final Budget	Final Budget to Actual
EXPENDITURES - Continued					
Total support services	\$ 8,209,916	\$ 5,727,312	\$ 4,666,067	\$ (2,482,604)	\$ 1,061,245
Total english language learners	8,927,692	7,009,639	5,703,784	(1,918,053)	1,305,855
Alternative education:					
Instruction:					
Salaries	10,187,784	10,172,597	8,935,674	(15,187)	1,236,923
Benefits	3,892,898	3,877,718	3,402,526	(15,180)	475,192
Purchased services	18,500	1,193,355	82,618	1,174,855	1,110,737
Supplies	2,112,800	654,058	500,562	(1,458,742)	153,496
Other	3,000	111,355	28,647	108,355	82,708
Total instruction	16,214,982	16,009,083	12,950,027	(205,899)	3,059,056
Support services:					
Other support services:					
Salaries	5,556,624	8,845,005	6,017,285	3,288,381	2,827,720
Benefits	2,544,145	3,540,967	2,622,684	996,822	918,283
Purchased services	6,869	16,753	2,170	9,884	14,583
Total other support services	8,107,638	12,402,725	8,642,139	4,295,087	3,760,586
Total alternative education	24,322,620	28,411,808	21,592,166	4,089,188	6,819,642
TOTAL OTHER INSTRUCTIONAL PROGRAMS	53,210,827	54,770,380	41,235,447	1,559,553	13,534,933
ADULT EDUCATION PROGRAMS					
Instruction:					
Supplies	-	40,000	36,500	40,000	3,500
Support services:					
Other support services:					
Salaries	122,089	122,089	24,304	-	97,785
Benefits	40,062	40,281	9,511	219	30,770
Purchased services	-	35,000	10,455	35,000	24,545
Supplies	75,000	-	-	(75,000)	-
Total support services	237,151	197,370	44,270	(39,781)	153,100
TOTAL ADULT EDUCATION PROGRAMS	237,151	237,370	80,770	219	156,600
UNDISTRIBUTED EXPENDITURES					
Support services:					
Student support:					
Salaries	62,681,891	61,205,488	60,452,713	(1,476,403)	752,775
Benefits	28,471,138	27,491,933	26,753,224	(979,205)	738,709
Purchased services	1,959,385	3,753,373	3,729,237	1,793,988	24,136
Supplies	897,866	924,529	769,990	26,663	154,539
Property	10,000	30,000	24,862	20,000	5,138
Other	12,100	14,600	3,103	2,500	11,497
Total student support	94,032,380	93,419,923	91,733,129	(612,457)	1,686,794
Instructional staff support:					
Salaries	29,648,820	37,161,307	37,159,876	7,512,487	1,431

(Continued)



CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget	Actual	Original to Final Budget	Final Budget to Actual
	EXPENDITURES - Continued				
Benefits	\$ 12,118,540	\$ 15,608,769	\$ 15,604,004	\$ 3,490,229	\$ 4,765
Purchased services	7,541,201	8,457,488	7,846,967	916,287	610,521
Supplies	5,778,036	7,965,899	7,118,163	2,187,863	847,736
Property	-	15,000	14,407	15,000	593
Other	209,438	244,438	128,895	35,000	115,543
Total instructional staff support	55,296,035	69,452,901	67,872,312	14,156,866	1,580,589
General administration:					
Salaries	9,581,908	9,705,912	8,911,822	124,004	794,090
Benefits	3,870,607	3,963,151	3,467,217	92,544	495,934
Purchased services	21,972,835	19,548,876	19,172,450	(2,423,959)	376,426
Supplies	566,500	546,174	280,924	(20,326)	265,250
Other	138,100	146,100	135,124	8,000	10,976
Total general administration	36,129,950	33,910,213	31,967,537	(2,219,737)	1,942,676
School administration:					
Salaries	156,629,190	149,522,572	148,709,482	(7,106,618)	813,090
Benefits	68,185,646	66,000,940	63,914,423	(2,184,706)	2,086,517
Purchased services	1,275,113	1,254,113	800,471	(21,000)	453,642
Supplies	-	1,300,000	1,284,593	1,300,000	15,407
Property	-	31,000	30,512	31,000	488
Other	-	25,000	13,712	25,000	11,288
Total school administration	226,089,949	218,133,625	214,753,193	(7,956,324)	3,380,432
Central services:					
Salaries	23,972,664	32,169,338	28,741,029	8,196,674	3,428,309
Benefits	11,133,437	15,802,563	14,924,917	4,669,126	877,646
Purchased services	11,212,102	13,415,286	10,094,365	2,203,184	3,320,921
Supplies	4,929,217	3,904,831	3,145,864	(1,024,386)	758,967
Property	-	462,847	461,909	462,847	938
Other	138,225	199,971	191,795	61,746	8,176
Total central services	51,385,645	65,954,836	57,559,879	14,569,191	8,394,957
Operation and maintenance of plant services:					
Salaries	122,564,168	114,894,563	112,844,050	(7,669,605)	2,050,513
Benefits	61,217,149	57,469,901	56,213,019	(3,747,248)	1,256,882
Purchased services	40,240,986	9,268,206	8,253,564	(30,972,780)	1,014,642
Supplies	26,217,694	14,197,036	13,358,126	(12,020,658)	838,910
Property	498,750	6,807,308	2,550,257	6,308,558	4,257,051
Other	201,550	141,050	128,311	(60,500)	12,739
Total operation and maintenance of plant services	250,940,297	202,778,064	193,347,327	(48,162,233)	9,430,737
Student transportation:					
Salaries	32,567,867	28,425,840	28,045,868	(4,142,027)	379,972
Benefits	18,380,188	15,173,040	14,938,848	(3,207,148)	234,192
Purchased services	1,624,037	1,889,915	1,354,021	265,878	535,894
Supplies	2,633,501	4,995,761	4,555,315	2,362,260	440,446
Property	45,089,955	30,335,294	25,909,515	(14,754,661)	4,425,779
Other	26,300	25,300	7,036	(1,000)	18,264

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	BUDGETED AMOUNTS		Actual	VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget		Original to Final Budget	Final Budget to Actual
EXPENDITURES - Continued					
Total student transportation	\$ 100,321,848	\$ 80,845,150	\$ 74,810,603	\$ (19,476,698)	\$ 6,034,547
Other support:					
Supplies	-	2,000	1,394	2,000	606
Capital outlay:					
Facilities acquisition and construction services:					
Site improvements:					
Purchased services	-	856,233	856,043	856,233	190
Other	-	15,000	14,235	15,000	765
Total site improvements	-	871,233	870,278	871,233	955
Building improvements:					
Purchased services	-	3,126,448	3,126,134	3,126,448	314
Other	-	59,000	58,493	59,000	507
Total building improvements	-	3,185,448	3,184,627	3,185,448	821
Other facilities acquisition and construction:					
Salaries	266,980	1,668,320	70,014	1,401,340	1,598,306
Benefits	-	187,315	29,280	187,315	158,035
Total other facilities acquisition and construction	266,980	1,855,635	99,294	1,588,655	1,756,341
Total facilities acquisition and construction services	266,980	5,912,316	4,154,199	5,645,336	1,758,117
Interdistrict payments:					
Other	1,124,400	-	-	(1,124,400)	-
TOTAL UNDISTRIBUTED EXPENDITURES	815,587,484	770,409,028	736,199,573	(45,178,456)	34,209,455
TOTAL EXPENDITURES	2,190,853,233	2,149,266,629	1,907,959,633	(41,586,604)	241,306,996
EXCESS OF REVENUES OVER EXPENDITURES	169,387,967	137,692,371	404,296,640	(31,695,596)	266,604,269
OTHER FINANCING SOURCES (USES)					
Transfers out	(383,474,843)	(373,423,530)	(349,232,854)	10,051,313	24,190,676
General obligation bonds issued	35,000,000	29,070,000	29,070,000	(5,930,000)	-
Premiums on general obligation bonds	-	1,770,000	1,770,170	1,770,000	170
TOTAL OTHER FINANCING SOURCES (USES)	(348,474,843)	(342,583,530)	(318,392,684)	5,891,313	24,190,846
NET CHANGE IN FUND BALANCE	(179,086,876)	(204,891,159)	85,903,956	(25,804,283)	290,795,115
FUND BALANCE, JULY 1	240,401,876	291,140,159	291,140,159	50,738,283	-
FUND BALANCE, JUNE 30	\$ 61,315,000	\$ 86,249,000	\$ 377,044,115	\$ 24,934,000	\$ 290,795,115

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



CLARK COUNTY SCHOOL DISTRICT

MAJOR FUND - SPECIAL EDUCATION FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original	Final	Actual	Original to	Final Budget
	Budget	Budget		Final Budget	to Actual
REVENUES					
State sources:					
State distributive fund	\$ 140,200,000	\$ 140,200,000	\$ 140,136,477	\$ -	\$ (63,523)
EXPENDITURES					
Current:					
SPECIAL PROGRAMS					
Instruction:					
Salaries	268,259,082	260,413,800	256,246,494	(7,845,282)	4,167,306
Benefits	129,942,480	122,045,497	121,391,911	(7,896,983)	653,586
Purchased services	2,155,339	6,813,959	6,125,131	4,658,620	688,828
Supplies	3,448,167	3,080,138	2,417,937	(368,029)	662,201
Property	-	26,000	25,315	26,000	685
Other	1,500	207,102	205,270	205,602	1,832
Total instruction	403,806,568	392,586,496	386,412,058	(11,220,072)	6,174,438
Support services:					
Student transportation:					
Purchased services	2,510,300	2,463,280	-	(47,020)	2,463,280
Other support services:					
Salaries	26,888,614	23,630,920	23,126,259	(3,257,694)	504,661
Benefits	11,355,178	9,983,123	9,393,692	(1,372,055)	589,431
Purchased services	668,452	10,149,546	8,957,857	9,481,094	1,191,689
Supplies	477,212	877,618	839,732	400,406	37,886
Property	-	41,844	41,844	41,844	-
Other	6,832	41,904	31,351	35,072	10,553
Total other support services	39,396,288	44,724,955	42,390,735	5,328,667	2,334,220
Total support services	41,906,588	47,188,235	42,390,735	5,281,647	4,797,500
TOTAL SPECIAL PROGRAMS	445,713,156	439,774,731	428,802,793	(5,938,425)	10,971,938
OTHER INSTRUCTIONAL PROGRAMS					
School co-curricular activities:					
Other support services:					
Salaries	-	130,000	127,662	130,000	2,338
Benefits	-	10,000	2,192	10,000	7,808
Total school co-curricular activities	-	140,000	129,854	140,000	10,146
UNDISTRIBUTED EXPENDITURES					
Support services:					
Student support:					
Salaries	176,587	186,587	180,311	10,000	6,276
Benefits	100,711	101,417	96,588	706	4,829
Total student support	277,298	288,004	276,899	10,706	11,105
Operation and maintenance of plant services:					
Salaries	107,730	97,730	27,772	(10,000)	69,958
Benefits	15,835	16,265	13,449	430	2,816

(Continued)

CLARK COUNTY SCHOOL DISTRICT

MAJOR FUND - SPECIAL EDUCATION FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	BUDGETED AMOUNTS		Actual	VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget		Original to Final Budget	Final Budget to Actual
EXPENDITURES - Continued					
Total operation and maintenance of plant services	\$ 123,565	\$ 113,995	\$ 41,221	\$ (9,570)	\$ 72,774
Student transportation:					
Salaries	45,278,558	45,276,654	37,941,296	(1,904)	7,335,358
Benefits	23,584,785	23,762,665	18,853,567	177,880	4,909,098
Purchased services	83,014	183,014	76,748	100,000	106,266
Supplies	6,292,467	1,751,267	1,225,368	(4,541,200)	525,899
Other	-	11,200	3,740	11,200	7,460
Total student transportation	75,238,824	70,984,800	58,100,719	(4,254,024)	12,884,081
Interdistrict payments:					
Other	2,322,000	2,322,000	2,017,845	-	304,155
TOTAL UNDISTRIBUTED EXPENDITURES	77,961,687	73,708,799	60,436,684	(4,252,888)	13,272,115
TOTAL EXPENDITURES	523,674,843	513,623,530	489,369,331	(10,051,313)	24,254,199
DEFICIENCY OF REVENUES UNDER EXPENDITURES	(383,474,843)	(373,423,530)	(349,232,854)	(10,051,313)	24,190,676
OTHER FINANCING SOURCES					
Transfers in	383,474,843	373,423,530	349,232,854	10,051,313	(24,190,676)
NET CHANGE IN FUND BALANCE	-	-	-	-	-
FUND BALANCE, JULY 1	-	-	-	-	-
FUND BALANCE, JUNE 30	\$ -	\$ -	\$ -	\$ -	\$ -

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



CLARK COUNTY SCHOOL DISTRICT
 MAJOR FUND - FEDERAL PROJECTS FUND
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original Budget	Final Budget	Actual	Original to Final Budget	Final Budget to Actual
REVENUES					
Federal sources:					
Federal-direct grants	\$ -	\$ 5,120,102	\$ 4,018,710	\$ 5,120,102	\$ (1,101,392)
Federal-pass through	209,625,810	358,919,739	389,263,721	149,293,929	30,343,982
TOTAL REVENUES	209,625,810	364,039,841	393,282,431	154,414,031	29,242,590
EXPENDITURES					
Current:					
REGULAR PROGRAMS					
Instruction:					
Salaries	47,450,050	49,184,358	49,184,316	1,734,308	42
Benefits	18,295,290	20,999,609	20,998,963	2,704,319	646
Purchased services	1,523,850	4,234,323	4,234,229	2,710,473	94
Supplies	10,270,710	81,503,187	82,528,200	71,232,477	(1,025,013)
Property	74,620	28,727	23,055	(45,893)	5,672
Other	316,300	66,548	65,757	(249,752)	791
Total instruction	77,930,820	156,016,752	157,034,520	78,085,932	(1,017,768)
Other support services:					
Salaries	717,020	196,962	188,008	(520,058)	8,954
Benefits	144,930	81,538	71,620	(63,392)	9,918
Purchased services	1,105,620	232,741	232,015	(872,879)	726
Supplies	100,180	149,497	149,169	49,317	328
Total other support services	2,067,750	660,738	640,812	(1,407,012)	19,926
TOTAL REGULAR PROGRAMS	79,998,570	156,677,490	157,675,332	76,678,920	(997,842)
SPECIAL PROGRAMS					
Instruction:					
Salaries	10,080,850	12,515,383	12,515,324	2,434,533	59
Benefits	6,838,270	7,001,274	7,001,254	163,004	20
Purchased services	1,057,980	858,177	856,227	(199,803)	1,950
Supplies	4,843,750	3,041,680	3,033,302	(1,802,070)	8,378
Property	-	139,359	138,369	139,359	990
Other	500	-	-	(500)	-
Total instruction	22,821,350	23,555,873	23,544,476	734,523	11,397
Support services:					
Student transportation:					
Purchased services	710	-	-	(710)	-
Supplies	-	300	136	300	164
Property	34,030	-	-	(34,030)	-
Total student transportation	34,740	300	136	(34,440)	164
Other support services:					
Salaries	18,088,510	19,176,723	19,176,495	1,088,213	228
Benefits	7,683,530	7,803,006	7,802,009	119,476	997
Purchased services	4,972,750	3,814,231	3,811,296	(1,158,519)	2,935
Supplies	938,070	1,314,376	1,313,941	376,306	435

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - FEDERAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original	Final	Actual	Original to	Final Budget
	Budget	Budget		Final Budget	to Actual
EXPENDITURES - Continued					
Property	\$ 10,200	\$ 17,000	\$ 16,751	\$ 6,800	\$ 249
Other	24,620	985,444	980,114	960,824	5,330
Total other support services	31,717,680	33,110,780	33,100,606	1,393,100	10,174
Total support services	31,752,420	33,111,080	33,100,742	1,358,660	10,338
TOTAL SPECIAL PROGRAMS	54,573,770	56,666,953	56,645,218	2,093,183	21,735
VOCATIONAL PROGRAMS					
Instruction:					
Salaries	286,130	79,621	73,537	(206,509)	6,084
Benefits	88,660	49,048	49,039	(39,612)	9
Purchased services	1,000	-	-	(1,000)	-
Supplies	1,167,230	1,446,540	1,438,167	279,310	8,373
Property	114,340	178,898	178,161	64,558	737
Total instruction	1,657,360	1,754,107	1,738,904	96,747	15,203
Support services:					
Student transportation:					
Purchased services	1,140,680	106,040	104,635	(1,034,640)	1,405
Other support services:					
Salaries	1,559,840	1,203,063	1,195,184	(356,777)	7,879
Benefits	605,410	461,126	458,030	(144,284)	3,096
Purchased services	762,260	131,181	122,078	(631,079)	9,103
Supplies	92,250	31,814	27,990	(60,436)	3,824
Total other support services	3,019,760	1,827,184	1,803,282	(1,192,576)	23,902
Total support services	4,160,440	1,933,224	1,907,917	(2,227,216)	25,307
TOTAL VOCATIONAL PROGRAMS	5,817,800	3,687,331	3,646,821	(2,130,469)	40,510
OTHER INSTRUCTIONAL PROGRAMS					
Summer school:					
Instruction:					
Salaries	-	29,778,700	57,671,819	29,778,700	(27,893,119)
Benefits	-	710,000	1,355,625	710,000	(645,625)
Total instruction	-	30,488,700	59,027,444	30,488,700	(28,538,744)
Support services:					
Student transportation:					
Salaries	-	1,210,000	1,201,702	1,210,000	8,298
Benefits	-	30,000	28,566	30,000	1,434
Total student transportation	-	1,240,000	1,230,268	1,240,000	9,732
Other support services:					
Salaries	-	8,050,000	8,043,899	8,050,000	6,101
Benefits	-	210,000	202,879	210,000	7,121

(Continued)



CLARK COUNTY SCHOOL DISTRICT

MAJOR FUND - FEDERAL PROJECTS FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original	Final	Actual	Original to	Final Budget
	Budget	Budget		Final Budget	to Actual
EXPENDITURES - Continued					
Total other support services	\$ -	\$ 8,260,000	\$ 8,246,778	\$ 8,260,000	\$ 13,222
Total support services	-	9,500,000	9,477,046	9,500,000	22,954
Total summer school	-	39,988,700	68,504,490	39,988,700	(28,515,790)
English language learners:					
Instruction:					
Salaries	1,607,960	701,050	700,749	(906,910)	301
Benefits	70,440	35,598	35,376	(34,842)	222
Purchased services	2,000	-	-	(2,000)	-
Supplies	1,729,760	1,845,596	1,844,374	115,836	1,222
Other	5,000	-	-	(5,000)	-
Total instruction	3,415,160	2,582,244	2,580,499	(832,916)	1,745
Support services:					
Student transportation:					
Purchased services	24,500	-	-	(24,500)	-
Other support services:					
Salaries	2,130,880	1,662,367	1,655,848	(468,513)	6,519
Benefits	756,760	594,323	588,233	(162,437)	6,090
Purchased services	596,750	18,000	15,006	(578,750)	2,994
Supplies	61,750	22,000	16,766	(39,750)	5,234
Total other support services	3,546,140	2,296,690	2,275,853	(1,249,450)	20,837
Total support services	3,570,640	2,296,690	2,275,853	(1,273,950)	20,837
Total english language learners	6,985,800	4,878,934	4,856,352	(2,106,866)	22,582
Alternative education:					
Instruction:					
Salaries	-	229,000	227,126	229,000	1,874
Benefits	-	96,634	95,798	96,634	836
Supplies	-	190,564	190,140	190,564	424
Total instruction	-	516,198	513,064	516,198	3,134
Support services:					
Other support services:					
Salaries	-	27,000	26,542	27,000	458
Benefits	-	14,498	13,968	14,498	530
Purchased services	-	4,542	4,133	4,542	409
Total support services	-	46,040	44,643	46,040	1,397
Total alternative education	-	562,238	557,707	562,238	4,531
TOTAL OTHER INSTRUCTIONAL PROGRAMS	6,985,800	45,429,872	73,918,549	38,444,072	(28,488,677)
ADULT EDUCATION PROGRAMS					
Instruction:					
Salaries	118,890	150,000	125,872	31,110	24,128
Benefits	50,130	70,000	55,419	19,870	14,581

(Continued)

CLARK COUNTY SCHOOL DISTRICT
MAJOR FUND - FEDERAL PROJECTS FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original	Final	Actual	Original to	Final Budget
	Budget	Budget		Final Budget	to Actual
EXPENDITURES - Continued					
Purchased services	\$ 3,500	\$ -	\$ -	\$ (3,500)	\$ -
Supplies	88,800	1,146	1,138	(87,654)	8
Other	1,000	-	-	(1,000)	-
Total instruction	262,320	221,146	182,429	(41,174)	38,717
Support services:					
Other support services:					
Salaries	2,440	-	-	(2,440)	-
Benefits	60	-	-	(60)	-
Total support services	2,500	-	-	(2,500)	-
TOTAL ADULT EDUCATION PROGRAMS	264,820	221,146	182,429	(43,674)	38,717
COMMUNITY SERVICES PROGRAMS					
Other support services:					
Salaries	66,970	32,770	32,677	(34,200)	93
Benefits	30,060	1,530	931	(28,530)	599
Purchased services	5,000	-	-	(5,000)	-
Supplies	13,580	3,256	1,666	(10,324)	1,590
Property	20,470	-	-	(20,470)	-
Total support services	136,080	37,556	35,274	(98,524)	2,282
Community service operations:					
Salaries	1,843,550	1,369,747	1,369,532	(473,803)	215
Benefits	798,550	676,292	675,914	(122,258)	378
Purchased services	362,780	323,708	323,041	(39,072)	667
Supplies	700,740	407,390	400,723	(293,350)	6,667
Other	33,720	5,889	1,850	(27,831)	4,039
Total community service operations	3,739,340	2,783,026	2,771,060	(956,314)	11,966
TOTAL COMMUNITY SERVICES PROGRAMS	3,875,420	2,820,582	2,806,334	(1,054,838)	14,248
UNDISTRIBUTED EXPENDITURES					
Support services:					
Student support:					
Salaries	6,228,950	1,610,696	1,610,063	(4,618,254)	633
Benefits	2,785,340	690,209	690,091	(2,095,131)	118
Purchased services	2,118,800	4,834,567	4,828,094	2,715,767	6,473
Supplies	187,260	19,069	17,167	(168,191)	1,902
Property	27,000	-	-	(27,000)	-
Other	2,000	7,114	321	5,114	6,793
Total student support	11,349,350	7,161,655	7,145,736	(4,187,695)	15,919
Instructional staff support:					
Salaries	19,159,370	15,540,313	15,539,534	(3,619,057)	779
Benefits	6,298,390	5,415,427	5,413,410	(882,963)	2,017
Purchased services	6,344,400	3,301,536	3,298,092	(3,042,864)	3,444
Supplies	450,500	2,948,909	2,928,748	2,498,409	20,161
Other	93,860	1,973	1,044	(91,887)	929

(Continued)



CLARK COUNTY SCHOOL DISTRICT

MAJOR FUND - FEDERAL PROJECTS FUND

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL

FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	BUDGETED AMOUNTS			VARIANCES POSITIVE / (NEGATIVE)	
	Original	Final	Actual	Original to	Final Budget
	Budget	Budget		Final Budget	to Actual
EXPENDITURES - Continued					
Total instructional staff support	\$ 32,346,520	\$ 27,208,158	\$ 27,180,828	\$ (5,138,362)	\$ 27,330
School administration:					
Salaries	316,000	311,000	297,734	(5,000)	13,266
Benefits	95,030	102,325	93,707	7,295	8,618
Total school administration	411,030	413,325	391,441	2,295	21,884
Central services:					
Salaries	2,728,620	2,888,512	2,880,293	159,892	8,219
Benefits	1,292,470	1,263,695	1,253,134	(28,775)	10,561
Purchased services	343,740	8,873,012	8,867,338	8,529,272	5,674
Supplies	78,880	5,073,682	5,067,126	4,994,802	6,556
Other	250	250	60	-	190
Total central services	4,443,960	18,099,151	18,067,951	13,655,191	31,200
Operation and maintenance of plant services:					
Salaries	276,620	2,215,927	2,213,811	1,939,307	2,116
Benefits	117,710	66,084	59,559	(51,626)	6,525
Purchased services	16,390	32,581,612	32,573,789	32,565,222	7,823
Supplies	215,050	3,647,945	3,647,453	3,432,895	492
Property	-	335,000	330,255	335,000	4,745
Total operation and maintenance of plant services	625,770	38,846,568	38,824,867	38,220,798	21,701
Student transportation:					
Purchased services	608,090	51,662	47,442	(556,428)	4,220
Property	425,000	-	-	(425,000)	-
Total student transportation	1,033,090	51,662	47,442	(981,428)	4,220
Other support:					
Other	4,305,840	3,858,727	3,857,009	(447,113)	1,718
Interdistrict payments:					
Salaries	99,020	-	-	(99,020)	-
Benefits	47,950	-	-	(47,950)	-
Purchased services	1,350,890	-	-	(1,350,890)	-
Supplies	121,670	-	-	(121,670)	-
Other	1,974,540	2,897,221	2,892,474	922,681	4,747
Total interdistrict payments	3,594,070	2,897,221	2,892,474	(696,849)	4,747
TOTAL UNDISTRIBUTED EXPENDITURES	58,109,630	98,536,467	98,407,748	40,426,837	128,719
TOTAL EXPENDITURES	209,625,810	364,039,841	393,282,431	154,414,031	(29,242,590)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	-	-	-	-	-
FUND BALANCE, JULY 1	-	-	-	-	-
FUND BALANCE, JUNE 30	\$ -	\$ -	\$ -	\$ -	\$ -

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

CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
JUNE 30, 2021

	MAJOR FUND	
	Business-type Activities Food Service Enterprise Fund	Governmental Activities Internal Service Funds
ASSETS		
Current assets:		
Pooled cash and investments	\$ 100,840,490	\$ 73,737,550
Accounts receivable	5,298,750	-
Interest receivable	-	17,900
Inventories	8,408,341	-
Prepays	-	5,301,172
Total current assets	<u>114,547,581</u>	<u>79,056,622</u>
Noncurrent assets:		
Restricted pooled cash and investments:		
Certificate of deposit for self-insurance	-	10,245,000
Capital assets - net of accumulated depreciation	17,665,491	357,018
Total noncurrent assets	<u>17,665,491</u>	<u>10,602,018</u>
Total assets	<u>132,213,072</u>	<u>89,658,640</u>
DEFERRED OUTFLOWS OF RESOURCES		
Deferred outflows of resources - pension related	6,583,301	759,397
Deferred outflows of resources - OPEB related	687,348	78,683
Total deferred outflows of resources	<u>7,270,649</u>	<u>838,080</u>
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	<u>139,483,721</u>	<u>90,496,720</u>
LIABILITIES		
Current liabilities:		
Accounts payable	1,455,206	197,116
Accrued salaries and benefits	1,294,473	98,759
Unearned revenues	1,125,782	-
Liability insurance claims payable	-	6,228,825
Workers compensation claims payable	-	6,125,526
Compensated absences liability	1,354,433	157,178
Total current liabilities	<u>5,229,894</u>	<u>12,807,404</u>
Noncurrent liabilities:		
Compensated absences liability	346,840	214,550
Total OPEB liability	2,105,717	247,224
Net pension liability	47,425,337	5,470,534
Long term claims payable	-	36,010,069
Total noncurrent liabilities	<u>49,877,894</u>	<u>41,942,377</u>
Total liabilities	<u>55,107,788</u>	<u>54,749,781</u>
DEFERRED INFLOWS OF RESOURCES		
Deferred inflows of resources - pension related	3,940,090	454,492
Deferred inflows of resources - OPEB related	46,714	2,315
Total deferred inflow of resources	<u>3,986,804</u>	<u>456,807</u>
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	<u>59,094,592</u>	<u>55,206,588</u>
NET POSITION		
Investment in capital assets	17,665,491	357,018
Restricted for certificate of deposit for self-insurance	-	10,245,000
Unrestricted	62,723,638	24,688,114
TOTAL NET POSITION	<u>\$ 80,389,129</u>	<u>\$ 35,290,132</u>

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



CLARK COUNTY SCHOOL DISTRICT
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
 PROPRIETARY FUNDS
 FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	<u>MAJOR FUND</u>	
	<u>Business-type Activities Food Service Enterprise Fund</u>	<u>Governmental Activities Internal Service Funds</u>
OPERATING REVENUES		
Charges for sales and services:		
Daily food sales	\$ 11,414	\$ -
Catering sales	137,869	-
Graphic production sales	-	837,104
Insurance premiums	-	40,293,250
Subrogation claims	-	1,328,990
Other revenue	24,427	111,328
TOTAL OPERATING REVENUES	<u>173,710</u>	<u>42,570,672</u>
OPERATING EXPENSES		
Salaries	28,681,293	2,870,970
Benefits	14,055,888	1,193,909
Purchased services	3,698,023	7,403,291
Food and supplies	38,912,159	520,931
Insurance claims	-	10,552,889
Depreciation	2,369,993	40,782
Other expenses	1,847,163	6,139
TOTAL OPERATING EXPENSES	<u>89,564,519</u>	<u>22,588,911</u>
OPERATING INCOME (LOSS)	<u>(89,390,809)</u>	<u>19,981,761</u>
NON-OPERATING REVENUES (EXPENSES)		
Federal subsidies	74,107,271	-
Commodity revenue	11,652,244	-
State matching funds	9,054	-
OPEB expense	(67,290)	(15,672)
Pension income (expense)	(3,160,345)	169,404
Investment income (loss)	(137,506)	49,151
TOTAL NON-OPERATING REVENUES (EXPENSES)	<u>82,403,428</u>	<u>202,883</u>
CHANGE IN NET POSITION BEFORE CONTRIBUTIONS	(6,987,381)	20,184,644
Capital contributions	648,986	9,957
CHANGE IN NET POSITION	(6,338,395)	20,194,601
NET POSITION, JULY 1	<u>86,727,524</u>	<u>15,095,531</u>
NET POSITION, JUNE 30	<u>\$ 80,389,129</u>	<u>\$ 35,290,132</u>

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

CLARK COUNTY SCHOOL DISTRICT
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2021

	MAJOR FUND	
	Business-type Activities Food Service Enterprise Fund	Governmental Activities Internal Service Funds
Cash flows from operating activities:		
Cash (paid)/received (to)/from customers	\$ (115,958)	\$ 41,130,354
Cash received from other operating sources	137,869	1,328,990
Cash paid for services and supplies	(26,402,707)	(10,055,377)
Cash paid for other operating uses	(1,846,253)	(10,853,102)
Cash paid to employees	(43,112,766)	(4,193,852)
Cash received from other sources	24,427	111,328
Net cash provided by/(used in) operating activities	<u>(71,315,388)</u>	<u>17,468,341</u>
Cash flows from capital and related financing activities:		
Purchase of equipment	<u>(855,703)</u>	<u>-</u>
Cash flows from noncapital financing activities:		
Federal reimbursements	76,354,829	-
State matching funds	9,054	-
Net cash provided by noncapital financing activities	<u>76,363,883</u>	<u>-</u>
Cash flows from investing activities:		
Investment income(loss)	(137,506)	71,213
Sale of restricted investments	-	9,971,000
Purchase of restricted investments	-	(10,245,000)
Net cash used in investing activities	<u>(137,506)</u>	<u>(202,787)</u>
Net increase in cash and cash equivalents	4,055,286	17,265,554
Cash and cash equivalents, July 1	96,785,204	56,471,996
Cash and cash equivalents, June 30	100,840,490	73,737,550
Restricted investments	-	10,245,000
Cash, cash equivalents, and restricted investments	<u>\$ 100,840,490</u>	<u>\$ 83,982,550</u>
Reconciliation of operating loss to net cash provided by/(used in) operating activities:		
Operating income(loss)	\$ (89,390,809)	\$ 19,981,761
Adjustments to reconcile operating loss to net cash provided by/(used in) operating activities:		
Depreciation	2,369,993	40,782
Commodity inventory used	11,652,244	-
Change in assets and liabilities:		
Decrease in accounts receivable	2,389	-
Decrease in inventories	4,304,690	-
(Increase) in prepaids	-	(853,332)
Increase/(Decrease) in accounts payable	730,353	(1,277,823)
(Decrease) in unearned revenues	(129,761)	-
(Decrease) in workers compensation claims payable	-	(415,723)
(Decrease) in construction contracts payable	(478,902)	-
(Decrease) in liability insurance claims payable	-	(97,914)
Increase/(Decrease) in liability for compensated absences	92,629	(18,325)
(Decrease) in accrued salaries and benefits	(468,214)	(110,648)
Increase in long term claims payable	-	219,563
Total adjustments	<u>18,075,421</u>	<u>(2,513,420)</u>
Net cash provided by/(used in) operating activities	<u>\$ (71,315,388)</u>	<u>\$ 17,468,341</u>
Noncash capital and financing activities:		
Contribution of capital assets ¹	\$ 648,986	\$ 9,957
Commodity revenue ²	\$ 11,652,244	\$ -

¹ Contribution of capital assets represents an increase in capital assets contributed from governmental funds that did not affect cash.

² The District received the equivalent of \$11,652,244 in fair market value of commodity food inventory from the federal government. The net effect of this non-cash transaction increased the value of inventory. Consumption of commodity revenue throughout the year resulted in a reduction of inventory and a charge to operating expenses.

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

CLARK COUNTY SCHOOL DISTRICT**NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021****NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES****REPORTING ENTITY**

The accompanying financial statements include all of the activities that comprise the financial reporting entity of the Clark County School District (District). The District is governed by an elected, seven-member Board of School Trustees (Board). The Board is legally separate and fiscally independent from other governing bodies; therefore, the District is a primary government and the District is not reported as a component unit by any other governmental unit. The accounting policies of the District conform to generally accepted accounting principles (GAAP) as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles.

Blended Component Unit

The District is the licensee for the local Public Broadcasting System affiliate, Vegas PBS. The Board is substantively the same as the governing body for Vegas PBS; therefore, the District is required to finance deficits and has access to Vegas PBS resources. Also, there is sufficient representation of the District's governing body, with a financial benefit/burden relationship over Vegas PBS, to allow for complete control of Vegas PBS's activities. Therefore, the financial activities of Vegas PBS are included in these statements as a blended component unit. Blended component units, although legally separate, are, in substance, part of the government's operations. Separately issued financial statements for Vegas PBS can be obtained by accessing the website at: www.vegaspbs.org or contacting their financial department at the following address:

Vegas PBS
3050 East Flamingo Road
Las Vegas, NV 89121

A summary of the District's significant accounting policies follows:

BASIC FINANCIAL STATEMENTS

The District's basic financial statements consist of the government-wide statements, the fund financial statements, and the related notes to the financial statements. The government-wide statements include a statement of net position, a statement of activities, and the fund financial statements that include financial information for the two fund types: governmental and proprietary. Reconciliations between the fund statements, the statement of net position, and the statement of activities are also included along with the statements of revenues, expenditures, and changes in fund balances that show an original to final budget comparison for the District's General Fund and its major special revenue funds: the Special Education Fund, and the Federal Projects Fund.

Government-wide Financial Statements

The government-wide financial statements are made up of the statement of net position and the statement of activities. These statements include the aggregated financial information of the District as a whole. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely, to a significant extent, on fees and charges for support. As a general rule, the effect of interfund activity has been removed from these statements; however, any interfund services provided and used are not eliminated in the process of consolidation.

The statement of net position presents the consolidated financial position of the District at year-end, in separate columns, for both governmental and business-type activities.

The statement of activities demonstrates the degree to which the direct expenses of a given function or program are offset by program revenues. Direct expenses are those that are specifically associated with a program or service and are, therefore, clearly identifiable to a particular function. Program revenues include charges for services, operating and capital grants, contributions and investment earnings legally restricted to support a specific program. Taxes and other revenues,

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

properly not included among program revenues, are reported instead as general revenues. This statement provides a net cost or net revenue of specific programs and functions within the District. Those functions with a net cost are generally dependent on general-purpose tax revenues, such as property tax, to remain operational.

Fund Financial Statements

The financial accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts comprised of assets, liabilities, deferred outflows and inflows, fund equity, revenues, and expenditures or expenses, as appropriate. Separate financial statements are provided for governmental funds and proprietary funds.

For the year ended June 30, 2021, the District's Academic Support Fund, previously NV Education Plan Fund, is now being reported with the General Fund.

The presentation emphasis in the fund financial statements is on major funds, for both governmental and enterprise funds. The District's one enterprise fund, the Food Service Enterprise Fund, is considered a major fund. The District may also display other funds as major funds if it believes the presentation will provide useful information to the users of the financial statements.

MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND BASIS OF PRESENTATION

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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. Gross receipts and sales taxes are considered "measurable" when in the hands of intermediary collecting governments and are then recognized as revenue. The government considers property tax revenues to be "available" if they are collected within 60 days of the end of the current fiscal period. Anticipated refunds of taxes are recorded as liabilities and reductions of revenue when they are measurable and the payment seems certain. In general, expenditures are recorded when liabilities are incurred. The exception to this rule is that principal and interest on debt service, as well as, liabilities related to compensated absences, claims, and judgments are recorded when payment is due.

The major revenue sources of the District include local school support tax, property tax, state distributive fund revenue, governmental services tax, real estate transfer tax and room tax.

The District reports the following major governmental funds:

General Fund - The General Fund is the general operating fund of the District. It is used to account for all resources and cost of operations traditionally associated with governments, which are not required to be accounted for in other funds.

Special Revenue Funds - These funds are used to account for the proceeds of special revenue sources that are restricted or committed by law or administrative action to expenditures for specific purposes other than debt service or capital projects. The following special revenue funds are reported as major funds.

Special Education Fund - The Special Education Fund accounts for transactions of the District relating to educational services provided to children with special needs as supported by Distributive School Account (DSA) payments, donations, and grants.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Federal Projects Fund - The Federal Projects Fund accounts for costs and operations of programs funded by federal direct and pass through grants.

Debt Service Fund - The Debt Service Fund is used to account for the collection of revenues, payment of principal and interest, and the cost of operations associated with debt service for general obligation debt.

Bond Fund - The Bond Fund accounts for the costs of capital improvements and constructing major capital facilities paid for by bond proceeds, related investment earnings, and proceeds from real estate transfer tax and room tax.

Additionally the District reports the following fund types:

Proprietary Funds

Enterprise Fund - The enterprise fund is used to account for operations financed and operated in a manner similar to a private business enterprise where the intent of the governing body is for the cost (expenses, including depreciation) of providing goods and services to the schools and other locations on a continuing basis to be financed or recovered primarily through charges or fees to customers. Currently, the District has one enterprise fund, and this year it is reported as a major fund.

Food Service Enterprise Fund - The Food Service Enterprise Fund accounts for transactions relating to food services provided to schools and other locations. Support is provided by customer fees and federal subsidies.

Internal Service Funds - Internal service funds are used to account for the financing of goods or services provided by one department to other departments of the District on a cost reimbursement basis. Currently, there are two District Internal Service Funds.

Insurance and Risk Management Fund - The Insurance and Risk Management Fund accounts for transactions relating to insurance and risk management services provided to other District departments on a cost reimbursement basis.

Graphic Arts Production Fund - The Graphic Arts Production Fund accounts for transactions relating to printing services provided to other District departments on a cost reimbursement basis.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operation. The principal operating revenues of the District's food service enterprise fund and of the District's internal service funds are charges to customers for sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

BUDGETS AND BUDGETARY ACCOUNTING

Nevada Statutes and District policies and regulations require that school districts legally adopt budgets for all funds. The budgets are filed as a matter of public record with the County Auditor, and the State Departments of Taxation and Education. The District staff uses the following procedures to establish, modify, and control the budgetary data reflected in the financial statements:

1. The statutes provide for the following timetable in adoption of budgets:
 - (a) Before April 15, the Superintendent of Schools submits to the Board a tentative budget for the upcoming fiscal year. The tentative budget includes proposed expenditures/expenses and the means to finance them.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- (b) Not sooner than the third Monday in May and not later than the last day in May, a minimum seven-day notice of public hearing on the final budget is published in a local newspaper.
 - (c) Before June 8, the Board must adopt a final budget.
2. NRS 354.598005 states on or before January 1, the Board adopts an amended final budget reflecting any adjustments necessary as a result of the average daily enrollment of pupils reported for the preceding quarter.
 3. NRS 354.598005 provides that the Board may augment the budget at any time by a majority vote of the Board providing the Board publishes notice of its intention to act in a newspaper of general circulation in the county at least three days before the date set for adoption of the resolution.
 4. NRS 354.598005 also allows appropriations to be transferred within or among any functions or programs within a fund without an increase in total appropriations. If it becomes necessary during the course of the year to change any of the departmental budgets, transfers are initiated by department heads and approved by the appropriate administrator. Transfers within program or function classifications can be made with appropriate administrative approval. The Board is advised of transfers between funds, program, or function classifications and the transfers are recorded in the official Board minutes, on a monthly basis.
 5. Budgeted appropriations may not be exceeded by actual expenditures of the various programs and functions of the General Fund, Special Revenue Funds, and Capital Projects Funds, as described on pages 57-58, Expenditure Line Item Titles. The sum of operating and non-operating expenses in the Enterprise and Internal Service Funds may not exceed total appropriations.
 6. Generally, budgets for all funds are adopted in accordance with GAAP. Budgeted amounts reflected in the accompanying financial statements recognize amendments made during the year. Individual amendments were not material in relation to the original appropriation.
 7. Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year end are included in restricted, committed, or assigned fund balance, as appropriate and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the subsequent year. See **Note 14**.

POOLED CASH AND INVESTMENTS

Cash includes cash deposited in interestbearing accounts at banks and cash in custody of fiscal agents. Investments consist of United States Treasury bills and notes, government agency securities, commercial paper, negotiable certificates of deposit, and government money market funds. Investments are reported at fair value on the balance sheet. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties other than in a forced or liquidation sale. Changes in the fair value of District investments are part of investment income that is included in revenues from local sources. See **Note 3**.

Investments are 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.

The District has reviewed their investments and determined all investments are either Level 1 or 2 inputs and measured at their fair value levels as of June 30, 2021.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

CASH AND CASH EQUIVALENTS

The District's cash and cash equivalents are considered to be cash on hand, demand deposits, non-negotiable certificates of deposit, and short-term investments with original maturities of three months or less from the date of acquisition.

ACCOUNTS RECEIVABLE

The accounts receivable are shown net of any provision for doubtful accounts.

Property Taxes

Property taxes for Debt Service collected within 60 days of year-end are reported as accounts receivable as of June 30, 2021, as well as those taxes assessed but not yet received. The Clark County Treasurer, based on the assessed valuation on January 1 of each year, levies taxes on real property. A lien is placed on the property subject to the payment of taxes on July 1 of each year and the taxes are due on the third Monday in August. Taxes may be paid in quarterly installments on or before the third Monday in August, and the first Monday in October, January, and March. If not paid, the County Treasurer is authorized to hold the property for two years, subject to redemption upon payment of taxes, penalties, interest, and costs. If delinquent taxes are not paid within the redemption period, the County Treasurer obtains a property deed free of encumbrances. Upon receipt of a deed, the County Treasurer may sell the property to satisfy the tax lien. Article X, Section 2, of the Nevada Constitution limits the taxes levied by all units of Clark County to an amount not to exceed \$5 per \$100 of assessed valuation. The 1979 Nevada Legislature enacted provisions whereby starting July 1, 1979, the combined overlapping tax rate was limited to \$3.64 per \$100 of assessed value. The assessed value is annually adjusted. The Nevada legislature also passed a property tax abatement law in 2005 that generally caps increases in property taxes received from any owner-occupied residential property to three percent per year, and eight percent per year for all other property.

INVENTORIES

Instructional materials and general supplies inventories (recorded in the General Fund) are valued at the moving average inventory method. Transportation supplies (recorded in the General Fund) are valued using the first-in, first-out method. Food service inventories (recorded in the Enterprise Fund) are valued using the moving average Inventory method. In all funds, the District follows the consumption method, thus, materials and supplies to be used in operations are reported as financial resources when acquired and recognized as expenditures/expenses when used. In the fund financial statements, the inventory amount is equally offset by a fund balance classification indicating it is *nonspendable*.

PREPAID ITEMS

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased. Prepaid items are equally offset by a fund balance classification indicating they are *nonspendable*.

CAPITAL ASSETS

Capital assets, which include intangibles, property, plant, and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Intangible assets capitalization threshold is \$1 million and an estimated useful life in excess of one year. If purchased or constructed, all capital assets are recorded at historical cost or estimated historical cost and updated for additions and retirements during the year. Donated capital assets are valued at their acquisition value per GASB Statement No. 72, *Fair Value Measurement and Application* as of the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset life are not capitalized.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

<u>Capital Assets</u>	<u>Years</u>
Buildings	50
Building Improvements	20
Land Improvements	20
Vehicles	5
Heavy Trucks and Vans	7-10
Buses	10
Computer Hardware	5
Various Other Assets	3-25

Capital lease assets, which include property, plant, and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital lease assets are defined as contracts that convey control of the right to use another entity's nonfinancial asset (land, building, vehicle, and/or equipment) as specified in the contract for a period of time in an exchange-like transaction. In addition, they have annual cash payments greater than \$5,000 per year, and; non-cancellable terms of 12 months or greater; OR non-cancellable terms of 12 months or less with the option to extend (regardless of the probability of being exercised). Capital lease assets are recorded at the net present value of the future minimum lease payments plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. Lease assets are amortized over the shorter of the lease term or the useful life of the underlying asset.

DEFERRED OUTFLOWS AND DEFERRED INFLOWS OF RESOURCES

Deferred outflow of resources represents a consumption of net position that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred loss on refunding are unamortized balances resulting from advance bond refunding. The pension and OPEB related deferred outflows resulted from the District pension and OPEB related contributions made subsequent to the measurement date, but before the end of the fiscal year, and pension related changes in proportion since the prior measurement date.

Deferred inflow of resources represents an acquisition of net position that applies to a future period and will not be recognized as an inflow of resources (revenue) until that time. Deferred gain on refunding are unamortized balances resulting from advance bond refunding. The difference between projected and actual experience and investment earnings are related to the calculation of net pension liability. The changes of assumptions are related to the calculation of the total OPEB liability. The governmental funds report unavailable revenue from two sources: delinquent property taxes and E-rate discounts. Property tax revenues are considered "delinquent" when the due date of an assessment has passed and any statutory appeal rights have expired. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

ACCRUED SALARIES AND BENEFITS

District salaries earned but not paid by June 30, 2021, have been accrued as liabilities and shown as expenditures/expenses for the current year.

LONG-TERM OBLIGATIONS

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond premiums and discounts, as well as deferred losses and gains, are deferred and 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 issuance costs are immediately expensed in the government-wide financial statements. Deferred losses related to refunding of debt are reported as deferred outflows of resources and deferred gains related to refunding of debt are reported as deferred inflows of resources. They are amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

Employers are required per GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*, and GASB Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*, to recognize pension amounts for all benefits provided through the plan which include the net pension liability, deferred outflows of resources, deferred inflows of resources, and pension expense.

For the purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pension, pension expense, information about the net position of the State of Nevada Public Employees Retirement System (PERS), the fiduciary, and additions to/deductions from PERS's net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments, including refunds of employee contributions, are recognized when due and payable in accordance with the benefit terms.

In 2016, GASB issued Statement No. 82, *Pension Issues* with the objective of addressing some issues raised with previous GASB statements including Statement No. 68. More specifically, GASB Statement No. 82 addressed the following issues: (1) the presentation of payroll-related measures in required supplementary information, (2) the selection of assumptions and the treatment of deviations from the guidance in an Actuarial Standard of Practice for financial reporting purposes, and (3) the classification of payments made by employers to satisfy employee (plan member) contribution requirements.

Because PERS is a state-wide multi-employer plan that covers substantially all public employees of the State, its agencies and its political subdivisions, including the employees of the District, it is the responsibility of the State Controller's Office to perform the GASB calculations according to the applicable pension related statements and disseminate that information to the applicable agencies and political subdivisions for inclusion in their Comprehensive Annual Financial Reports.

Postemployment Benefits Other Than Pensions (OPEB). For the year ended June 30, 2018, the District adopted GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*. This statement replaces the requirements of GASB Statement No. 45, *Accounting and Financial Reporting by Employers for Postemployment Benefits Other Than Pensions*, as amended, and No. 57, *OPEB Measurements by Agent Employers and Agent Multiple-Employer Plans*. The implementation of this standard requires governments calculate and report the costs and obligations associated with other postemployment benefits in their basic financial statements. Employers are required to recognize OPEB amounts for all benefits provided through the plans, which include the total OPEB liability, deferred outflows of resources, deferred inflows of resources, and OPEB expense.

For the purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB and OPEB expense have been determined on the same basis as they are reported by Public Employees' Benefit Program (PEBP). For this purpose, benefit payments are recognized by the District when due and payable in accordance with the benefit terms.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

CAPITAL LEASES

For the year ended June 30, 2021, the District adopted GASB Statement No. 87, *Leases*. The early implementation of this standard established accounting and financial reporting for all capital leases.

A lessee should recognize a lease liability and a lease asset at the commencement of the lease term, unless the lease is a short-term lease, or it transfers ownership of the underlying asset. The lease liability should be measured at the present value of payments expected to be made during the lease term (less any lease incentives). The lease asset should be measured at the amount of the initial measurement of the lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs.

A lessor should recognize a lease receivable and a deferred inflow of resources at the commencement of the lease term, with certain exceptions for leases of assets held as investments, certain regulated leases, short-term leases, and leases that transfer ownership of the underlying asset. A lessor should not derecognize the asset underlying the lease. The lease receivable should be measured at the present value of lease payments expected to be received during the lease term. The deferred inflow of resources should be measured at the value of the lease receivable plus any payments received at or before the commencement of the lease term that relate to future periods.

COMPENSATED ABSENCES AND ACCUMULATED SICK LEAVE

Except for teachers and certain hourly employees, it is the District's policy to permit employees to accumulate earned but unused vacation leave. All employee groups are allowed to accumulate earned but unused sick leave; however, the District only pays limited accumulated sick leave to certain employees upon retirement.

A sick leave liability is recorded to accrue for the upcoming fiscal year payout. All vacation pay is accrued when incurred in the government-wide and proprietary financial statements. A liability for these amounts is reported in governmental funds only if they have matured as a result of employee resignations and retirements.

FUND BALANCES

In the fund financial statements, the classifications of fund balance are based on limitations on their use, and the source and strength of those limitations. Assignments of fund balance represent tentative management plans that are subject to change. The following classifications have been implemented by the District's Regulation 3110:

- a. *Nonspendable* fund balance: These items are legally or contractually required to be maintained intact and are not in a spendable form, such as inventories and prepaids.
- b. *Restricted* fund balance: These amounts are constrained to being used for specific purposes by external parties, constitutional provisions or enabling legislation, such as debt service.
- c. *Committed* fund balance: These amounts can only be used for specific purposes as set forth by the Board. The Board must take formal action, by adoption of a resolution prior to the end of the reporting period, in order to establish an ending fund balance commitment for any specific purpose. A resolution by the Board is also required to modify or rescind an established commitment. Only the highest level action that constitutes the most binding constraint can be considered a commitment for fund balance classification purposes.
- d. *Assigned* fund balance: Assignments are neither restrictions nor commitments and represent the District's intent to use funds for a specific purpose. These assignments, however, are not legally binding and are meant to reflect intended future use of the District's ending fund balance. The Chief Financial Officer of the District has the responsibility of assigning amounts of ending fund balance per District Regulation 3110.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

- e. *Unassigned* fund balance: The residual classification for the General Fund that is available to spend. The District's Regulation 3110 requires that an unassigned ending fund balance of not less than 2% of total General Operating Fund revenues be included in the budget. A Board waiver is required to adopt a budget that does not meet this requirement.

When an expenditure/expense is incurred, and both restricted and unrestricted resources are available, the portion of the fund balance that was restricted for those purposes shall be reduced first. If no restricted resources exist, then the unrestricted fund balance shall be reduced. Furthermore, when an expenditure/expense is incurred for purposes which amounts of committed, assigned, or unassigned are considered to have been spent, and any of these unrestricted fund balance classifications could be used, they are considered to be spent in the above order.

NET POSITION

In the government-wide statements, Net Position on the Statement of Net Position includes the following:

Net Investment in Capital Assets

The calculation of net investment in capital assets is similar to the prior calculation of investment in capital assets, net of related debt which reported the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unexpended bond proceeds, that is directly attributable to the acquisition, construction, or improvement of those assets.

The deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt will also be included in this component of net position.

However, if there are no capital-related borrowings outstanding, then the appropriate title for classifying this portion of net position would be *investment in capital assets*.

Restricted Net Position

The component of net position that reports the constraints placed on the use of assets by either external parties and/or enabling legislation. Currently, the District has restricted assets related to its Debt Service Fund, assets related to its Capital Projects Funds, and restricted assets in the General Fund for donations, school technology appropriations, school bus appropriations, school carryover (service level agreements), school carryover (supplies), school carryover (net vacancy), school carryover (supplies) – GATE proceeds and school based project carryover. Reserve to self-insurance deposits related to the District's worker's compensation program accounted for in the Insurance and Risk Management Fund, term endowments to Vegas PBS, and student groups to the Student Activity Fund are also restricted.

Unrestricted Net Position

The component of net position that is the difference between the assets, deferred outflows, liabilities, and deferred inflows not reported in Net Investment in Capital Assets and Restricted Net Position.

It is the District's policy to expend restricted resources first and use unrestricted resources when the restricted resources have been depleted.

COMPARATIVE TOTAL DATA AND RECLASSIFICATIONS

The District follows the data classification guidelines provided in the Financial Accounting Handbook from the Nevada Department of Education, in conjunction with the U. S. Department of Education publication *Financial Accounting for Local and State School Systems*. Comparative total data for the prior year has been presented in the accompanying fund financial statements and schedules to provide an understanding of changes in the District's financial position and results of operations. Certain prior year amounts may have been reclassified to conform to the current year presentation.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

USE OF ESTIMATES

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from these estimates.

REVENUE LINE ITEM TITLES

Local sources are monies generated from local school support (sales tax), ad valorem (property taxes), real estate transfer taxes, room tax, governmental services tax, franchise tax, investment income, and athletic proceeds.

State sources are revenues paid by the State of Nevada (through the Distributive School Account) to the District and state grants.

Federal sources are mostly grants received from the federal government for specific educational programs and interest subsidized on the Qualified School Construction Bond Program.

Other sources are monies including proceeds from the sale of capital assets and other miscellaneous income.

EXPENDITURE LINE ITEM TITLES

The statements of revenues, expenditures, and changes in fund balances characterize expenditure data by major program classifications pursuant to the provisions of the Handbook II (Revised) Accounting System established by the Nevada Department of Education. Programs are further segregated by functional services provided within each program. Below is a brief description of these program and function classifications.

Programs:

Regular programs are activities designed to provide elementary and secondary students with learning experiences to prepare them for further education or training and for responsibilities as citizens, family members, and workers.

Special programs are activities designed primarily to serve students having special needs. Special programs include services for the mentally challenged, physically handicapped, emotionally disturbed, culturally different, learning disabled, bilingual, and special programs for other types of students at all levels.

Gifted and talented programs are activities available to students that show above average general and/or specific abilities, high levels of task commitment, and high levels of creativity. Gifted and Talented Education (GATE) services are available to students in third, fourth, and fifth grades. Students have the opportunity to develop their potential through curriculum that emphasizes complexity and higher-level thinking.

Vocational programs are learning experiences that will prepare students to meet challenging academic standards as well as industry skill standards for board-based careers.

Other instructional programs are activities that provide elementary and secondary students with learning experiences in school-sponsored activities, athletics, and summer school. This program also includes English for speakers of other languages (English Language Learners/Limited English Proficient/English-as-a-Second- Language) and alternative and at risk education programs.

Adult education programs are learning experiences designed to develop knowledge and skills to meet intermediate and long-range educational objectives for adults who, having completed or interrupted formal schooling, have accepted adult roles and responsibilities.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Community services programs are activities not directly related to the provision of educational services in a school district. These include such services as community recreation programs, civic activities, public libraries, programs of custody and care of children, and community welfare activities. This also includes parental training or related programs.

Undistributed expenditures are charges not readily assignable to a specific program. Student and instructional staff support and overall general and administrative costs are classified as undistributed expenditures. Also included are costs of operating, maintaining, and constructing the physical facilities of the District.

Functions:

Instruction includes all activities dealing directly with the interaction between teachers and students, including the activities of aides or classroom assistants who assist in the instructional process.

Student support includes activities designed to assess and improve the well-being of students and to supplement the teaching process.

Instructional staff support includes activities associated with assisting the instructional staff with the content and process of providing learning experiences for students.

General administration includes activities concerned with establishing and administering policy in connection with operating the District.

School administration includes activities concerned with overall administrative responsibility for a school. This includes principals, assistants, and clerical staff involved in the supervision of operations at a school.

Central services include activities that support other administrative and instructional functions. In addition, this covers activities concerned with paying, transporting, exchanging, and maintaining goods and services for the District. Also included are the fiscal and internal services necessary for operating the District.

Operation and maintenance of plant services includes activities concerned with keeping the physical schools and associated administrative buildings open, comfortable, and safe for use. This also includes keeping the grounds, buildings, and equipment in effective working condition and state of repair. Additional activities include maintaining safety in buildings, on the grounds, and in the vicinity of schools.

Student transportation includes activities concerned with the conveyance of students to and from school, as provided by state and federal law. It includes trips between home and school as well as trips to school activities.

Other support services are all other support services not otherwise properly classified elsewhere.

Community services include activities concerned with providing community services to students, staff, or other community participants. This includes programs offering parental training.

Facilities acquisition and construction services are all activities concerned with the acquisition of land and buildings; the construction and/or remodeling of buildings and additions to buildings; initial installation or extension of service systems and other built-in equipment; and improvements to sites.

Interdistrict payments are funds transferred to another school district, charter school, or other educational entities such as private schools.

Food service includes activities concerned with providing food to students and staff within the District. This includes the preparation and serving of regular and incidental meals, lunches, or snacks.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 2 - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

1. Explanation of certain differences between the governmental funds balance sheet and the government-wide statement of net position

The governmental funds balance sheet includes a reconciliation between fund balances – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that “Certain liabilities, deferred inflows of resources, and deferred outflows of resources (such as bonds payable and capital leases payable) are not reported in the Governmental Funds financial statement because they are not due and payable in the current period, but they are presented as liabilities or deferred inflows of resources in the statement of net position.” The details of this \$3,584,878,092 difference are as follows:

Bonds payable	\$ (2,826,400,000)
Bond discounts (net of amortization)	1,874,326
Prepaid bond insurance premium costs (net of amortization)	2,581,715
Deferred loss on refundings (net of amortization)	7,622,934
Deferred gain on refundings (net of amortization)	(2,464,847)
Bond premiums (net of amortization)	(350,018,769)
Capital Leases Payable	(283,741)
Interest payable	(5,420,080)
Compensated absences	(73,325,563)
Total OPEB liability	(339,044,067)
Net adjustment to decrease fund balance - total governmental funds to arrive at net position - governmental activities	\$ (3,584,878,092)

Capital and leased capital assets net of the related depreciation are not reported in the Governmental Funds financial statements because they are not current financial resources, but they are reported in the statement of net position. The details of this difference are as follows:

Capital and Leased Capital Assets - Governmental Activities	\$ 5,126,825,913
Less: Capital Assets - Internal Service Funds	(357,018)
Net adjustment to increase fund balance - total governmental funds to arrive at net position - governmental activities	\$ 5,126,468,895

2. Explanation of certain differences between the governmental funds statement of revenues, expenditures, and changes in fund balances, and the government-wide statement of activities

The governmental funds statement of revenues, expenditures, and changes in fund balances includes reconciliation between net changes in fund balances – total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. One element of that reconciliation explains that “Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation expenses in the statement of activities.” The details of this \$176,367,389 difference are as follows:

Capital outlay	\$ 447,768,680
Depreciation expense	(271,401,291)
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	\$ 176,367,389

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 2 - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (continued)

Another element of that reconciliation states that “The issuance of long-term debt (e.g. bonds, leases) 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 deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.” The details of this \$17,413,390 difference are as follows:

Debt issued or incurred:	
Issuance of general obligation debt	\$ (229,070,000)
Plus: Bond premiums	(28,281,632)
Less: Bond insurance costs	903,600
General obligation debt principal payments	273,825,000
Less: Capital lease principal	36,422
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ 17,413,390</u>

Another element of that reconciliation states that “Generally, expenditures recognized in the fund financial statements are limited to only those that use current financial resources, but expenses are recognized in the statement of activities when incurred.” The details of this \$321,751 difference are as follows:

Change in accrued interest	\$ 184,929
Amortization of deferred gain/loss on refunding	(1,087,482)
Amortization of issuance costs	(125,070)
Amortization of bond discounts	(624,775)
Amortization of bond premiums	37,041,734
Change in compensated absences	(5,592,506)
OPEB expense	(29,459,638)
Capital assets transfer/contributions	(658,943)
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities	<u>\$ (321,751)</u>

NOTE 3 - DEPOSITS AND INVESTMENTS

The District maintains a cash and investment pool that is available for use by all funds. At June 30, 2021, this pool is displayed in the statement of net position and major and other governmental funds on the governmental funds balance sheet as “Pooled Cash and Investments”. The District accounts for its debt issuance proceeds portfolio separately in the capital projects funds to aid in compliance with bond covenants and federal arbitrage regulations. See **Note 8**. As of June 30, 2021, the District had the total amounts reported as pooled cash and investments (see following page):

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 3 - DEPOSITS AND INVESTMENTS (continued)

Combined Pooled Cash and Investments

Pooled Cash	\$ (582,585)
Non-negotiable Certificate of Deposit	10,245,000
Pooled Investments	1,237,640,084
Student Activity Fund	30,200,045
Money Market Mutual Fund	148,101,995
Vegas PBS Endowment	3,554,159
Total Pooled Cash and Investments	\$ 1,429,158,698

Except for financial reporting purposes, the cash balances in the Student Activity Fund are not normally considered part of the District's pooled cash and investments. These amounts represent cash held in a fund by the District for student groups and organizations and cannot be used in the District's normal operations. The balance listed above for this fund is a consolidation of individual bank account balances held at schools across the District as of June 30, 2021.

As of June 30, 2021, the District had the following investments (*numbers stated in thousands*):

	Fair Value	Investment Maturities (In Years)			
		Less Than 1	1-5	6-10	More Than 10
General Pooled Investments:					
U.S. Treasury Bills/Notes	\$ 26,049	\$ -	\$ 26,049	\$ -	\$ -
U.S. Agencies	673,893	111,765	562,128	-	-
Commercial Paper	109,927	109,927	-	-	-
Asset Backed Securities	86,367	-	76,141	10,226	-
Mortgage Backed Securities	56,427	3,161	7,177	46,089	-
Subtotal General Pooled Investments	952,663	224,853	671,495	56,315	-
Bond Proceed Investments:					
U.S. Treasury Bills/Notes	139,990	139,990	-	-	-
U.S. Agencies	69,996	69,996	-	-	-
Commercial Paper	74,991	74,991	-	-	-
Subtotal Bond Proceed Investments	284,977	284,977	-	-	-
Total Securities Held	\$ 1,237,640	\$ 509,830	\$ 671,495	\$ 56,315	\$ -

Interest Rate Risk

While the District does not have an overall investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from interest rate risk, Nevada statutes and District policy do impose certain restrictions by investment instrument. These include limiting maturities on U.S. Treasuries and Agencies to less than 10 years, limiting bankers' acceptances to 180 days maturity, limiting commercial paper to 270 days maturity and repurchase agreements to 90 days. The District's approximate weighted average maturity is 2.18 years, including ABS/MBS portfolio.

U.S. Agencies as reported above consist of securities issued by the Federal National Mortgage Association, Federal Home Loan Mortgage Corporation, Federal Farm Credit Bank, and Federal Home Loan Bank. Since investments in these agencies are in several cases backed by assets, such as mortgages, they are subject to prepayment risk.

Interest Rate Sensitivity

Interest rate sensitive securities include floating rate, callable, asset-backed, and mortgage-backed securities. As interest rates change, these types of securities may be redeemed early or the coupon rate change.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 3 - DEPOSITS AND INVESTMENTS (continued)

At June 30, 2021, the District invested in the following types of securities that have a higher sensitivity to interest rates:

Investments	Value	% of General Pool
U.S. Agency Mortgage Backed Securities and Collateralized Mortgage Obligations	\$ 56,427	5.92%
Asset Backed Securities	86,367	9.07%
Callable Agency Obligations	431,050	45.25%
Total	\$ 573,844	60.24%

Credit Risk

State statute and the District's own investment policy limit investment instruments to the top rating issued by one of the nationally recognized statistical rating organizations (NRSROs). The District's investment in commercial paper is limited to that rated P-1 by Moody's Investors Service, Standard and Poor's as A-1, and Fitch Investors Service as F-1. The District's money market investments are only with those funds rated by a nationally recognized rating service as AAA or its equivalent and invest only in securities issued by the Federal Government, U.S. Agencies, or repurchase agreements fully collateralized by such securities. Credit ratings for obligations of U.S. government agencies only implicitly guaranteed by the U.S. Government, such as, the Federal National Mortgage Association, the Federal Farm Credit Bank, the Federal Home Loan Bank, and the Federal Home Loan Mortgage Corporation, short- and long-term instruments are limited to those rated A-1 / AA, P-1 / Aaa or F1 / AAA, by Standard and Poor's, Moody's Investors Service, and Fitch Investors Service, respectively. Credit ratings for asset-backed securities are limited to those rated AAA by Standard and Poor's and Fitch Investors Service, and Aaa by Moody's Investors Service.

Vegas PBS received an initial term endowment in fiscal year 2003-2004 and has received additional contributions in each subsequent fiscal year, including the current year. The endowment is invested in various equity mutual funds with the Nevada Community Foundation. While the District's investment policy does not allow it to directly invest in equities, endowment principal is restricted from use for a period of time. See **Note 17**.

Concentrations of Credit Risk

To limit exposure to concentrations of credit risk, the District's investment policy limits investment in bankers' acceptance notes to 15%, repurchase agreements to 25%, commercial paper to 25%, and money market mutual funds to 25%, of the entire portfolio on the day of purchase. As of June 30, 2021, more than 5% of the District's investments are in Federal Home Loan Bank, Federal Home Loan Mortgage Corporation, Federal Farm Credit Bank, U.S. Treasury, JP Morgan Money Market Fund, and Sumitomo Mitsui Banking. These investments are 20%, 20%, 12%, 12%, 11%, and 6%, respectively, of the District's total investments.

The District has the following recurring fair value measurements as of June 30, 2021:

- U.S. Treasury securities of \$166 million are valued using quoted market prices (Level 1)
- Agency securities of \$744 million are valued using matrix pricing model (Level 2)
- Commercial paper of \$185 million are valued using matrix pricing model (Level 2)
- Asset-backed securities of \$86 million are valued using matrix pricing model (Level 2)
- Mortgage-backed securities of \$56 million are valued using matrix pricing model (Level 2)

The District does not have recurring fair value measurement as of June 30, 2021, that is valued using significant unobservable inputs (Level 3).

Investment Income

The District records investment income net of unrealized gains and losses as required by GASB 31, which represents a loss or gain in the value of investments, however a gain or loss is typically not realized until a security is sold. The table below shows investment income, unrealized gains/losses on current held securities, and net of both as displayed in the financial statements (see following page).

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 3 - DEPOSITS AND INVESTMENTS (continued)

Fund	Investment Income	Unrealized Gain/(Loss)	Investment Income Net of Unrealized Gain/(Loss)
General Fund	\$ 5,243,472	\$ (5,753,586)	\$ (510,114)
Bond Fund	6,118,457	(6,376,822)	(258,365)
Debt Fund	7,147,588	(5,813,057)	1,334,531
Other Funds	4,009,714	(3,501,778)	507,936
Total	\$ 22,519,231	\$ (21,445,243)	\$ 1,073,988

Investment income includes realized gains and losses from the current year and unrealized gains and losses on those same investments that were recognized in previous periods as part of the change in the fair value of investments.

The District's investments generated lower investment income for fiscal year 2021 than fiscal year 2020, primarily due to the impact of unrealized losses on the District's longer-dated securities. As intermediate and long term market interest rates increased during fiscal year 2021 (due to Federal stimulus and an improving U.S. economy), the value of the longer-dated securities in District's portfolio declined. However, no losses were actually realized because those securities will be held to maturity, earning the full investment return expected when those securities were purchased.

NOTE 4 - INTERFUND BALANCES AND TRANSFERS

Interfund Balances:

The "due to/due from other funds" balance in the General Fund of \$112,700,277 was offset against the amounts reported in the Federal Projects Fund of \$98,017,673 and the State Grants Fund of \$14,682,604. These interfund balances represent funds that were transferred from the General Fund to the Federal Projects Fund and the State Grants Fund to cover the negative cash balances, which are caused by timing issues of grant draws. Interfund balances are expected to be paid within one year.

Interfund Transfers:

In the fund financial statements, interfund transfers are shown as other financing sources or uses. Transfers between funds during the year ended June 30, 2021, are as follows:

	Transfers In:			
	Special Education Fund	Debt Service	Nonmajor Governmental Funds	Totals
Transfers Out:				
General Fund	\$ 349,232,854	\$ -	\$ -	\$ 349,232,854
Bond Fund	-	93,744,940	41,858,501	135,603,441
Total	\$ 349,232,854	\$ 93,744,940	\$ 41,858,501	\$ 484,836,295

Following are explanations of certain interfund transfers of significance to the District:

\$349,232,854 was transferred from the General Fund to the Special Education Fund for costs related to programs for special needs students. Separate accounting is required for revenues and expenditures associated with special education. The majority of the revenues are collected in the General Fund and transferred to the Special Education Fund to offset special education expenditures.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 4 - INTERFUND BALANCES AND TRANSFERS (continued)

The Bond Fund transferred a total of \$93,744,940 during fiscal year 2021 to the Debt Service Fund to service the current principal and interest on the District's revenue bonds. Pledged revenues for these bonds, which include a portion of the real estate transfer tax and room tax collected within the county are deposited within the Bond Fund and transferred on a monthly basis to the Debt Service Fund. See **Note 8**.

In the nonmajor governmental funds, the Bond Fund transferred \$41,858,501 to the Capital Replacement Fund for costs associated with various capital projects, such as carpet and flooring replacements, asphalt replacements, rooftop heating, ventilation, and air conditioning (HVAC) unit replacements.

NOTE 5 - CAPITAL ASSETS

A summary of changes in capital and leased capital assets for the year ended June 30, 2021, are as follows:

Governmental Activities:

	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021
Capital assets, not being depreciated:				
Land	\$ 265,746,547	\$ -	\$ -	\$ 265,746,547
Construction in Progress	293,289,539	423,784,417	(485,177,017)	231,896,939
Total capital assets, not being depreciated	<u>559,036,086</u>	<u>423,784,417</u>	<u>(485,177,017)</u>	<u>497,643,486</u>
Capital assets, being depreciated:				
Buildings	5,324,151,172	291,625,122	(6,491,989)	5,609,284,305
Buildings Improvements	966,405,521	33,291,537	(24,196,587)	975,500,471
Land Improvements	1,493,781,637	142,032,058	(480,225)	1,635,333,470
Leased Land	-	122,716	-	122,716
Leased Buildings	-	11,559	-	11,559
Leased Equipment & Fixtures	-	185,888	-	185,888
Equipment	592,067,871	45,739,742	(50,658,763)	587,148,850
Total capital assets being depreciated	<u>8,376,406,201</u>	<u>513,008,622</u>	<u>(81,827,564)</u>	<u>8,807,587,259</u>
Less accumulated depreciation for:				
Buildings	(1,822,011,092)	(138,346,750)	4,395,799	(1,955,962,043)
Buildings Improvements	(777,644,602)	(26,975,012)	20,778,261	(783,841,353)
Land Improvements	(1,011,070,187)	(63,104,130)	223,661	(1,073,950,656)
Leased Assets	-	(46,384)	-	(46,384)
Equipment	(371,489,020)	(42,969,794)	49,854,418	(364,604,396)
Total accumulated depreciation	<u>(3,982,214,901)</u>	<u>(271,442,070)</u>	<u>75,252,139</u>	<u>(4,178,404,832)</u>
Total capital assets being depreciated, net	<u>4,394,191,300</u>	<u>241,566,552</u>	<u>(6,575,425)</u>	<u>4,629,182,427</u>
Governmental activities capital assets, net	<u>\$ 4,953,227,386</u>	<u>\$ 665,350,969</u>	<u>\$ (491,752,442)</u>	<u>\$ 5,126,825,913</u>

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 5 - CAPITAL ASSETS (continued)

Business-type Activities:

	Balance June 30, 2020	Additions	Deletions	Balance June 30, 2021
Capital assets, being depreciated:				
Buildings	\$ 1,737,413	\$ -	\$ -	\$ 1,737,413
Buildings Improvements	10,079,510	(424,336)	-	9,655,174
Land Improvements	968,279	-	-	968,279
Equipment	25,082,359	1,504,688	(91,528)	26,495,519
Total capital assets being depreciated	<u>37,867,561</u>	<u>1,080,352</u>	<u>(91,528)</u>	<u>38,856,385</u>
Less accumulated depreciation for:				
Buildings	(398,321)	(57,913)	-	(456,234)
Buildings Improvements	(264,892)	(483,620)	-	(748,512)
Land Improvements	(284,510)	(48,421)	-	(332,931)
Equipment	(18,389,043)	(1,355,702)	91,528	(19,653,217)
Total accumulated depreciation	<u>(19,336,766)</u>	<u>(1,945,656)</u>	<u>91,528</u>	<u>(21,190,894)</u>
Business-type activities capital assets, net	<u>\$ 18,530,795</u>	<u>\$ (865,304)</u>	<u>\$ -</u>	<u>\$ 17,665,491</u>

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

Governmental Activities:

Function	Governmental Funds Capital Assets
Instruction:	
Regular instruction	\$ 212,085,593
Special instruction	178,644
Gifted and talented instruction	16,826
Vocational instruction	16,512,653
Adult instruction	114,251
Other instruction	49,928
Total instruction	<u>228,957,895</u>
Support services:	
Student support	634,404
Instructional staff support	1,891,118
General administration	830,466
School administration	64,119
Central services	4,783,872
Operation and maintenance of plant services	4,061,608
Student transportation	26,608,995
Other support services	429,360
Facilities acquisition and construction services	3,180,233
Total support services	<u>42,484,175</u>
Total governmental funds capital assets	<u>\$ 271,442,070</u>

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 6 - ACCOUNTS RECEIVABLE

Receivables as of June 30, 2021, for the government’s individual major funds and nonmajor funds in the aggregate are as follows:

	General Fund	Special Education Fund	Debt Service Fund	Bond Fund	Federal Projects Fund	Nonmajor and Other Funds	TOTAL
<u>Local sources:</u>							
Property and Transfer Taxes	\$ 1,587,160	\$ -	\$ 7,150,232	\$ 9,398,923	\$ -	\$ -	\$ 18,136,315
Room Taxes	-	-	-	10,987,905	-	-	10,987,905
Motor Vehicle Privilege Tax	6,885,474	-	-	-	-	3,224,182	10,109,656
Local School Support Tax	207,615,448	-	-	-	-	-	207,615,448
Other Local sources	768,896	-	-	-	-	-	768,896
<u>State sources:</u>							
Grants and Allotments	-	-	-	-	-	36,236,342	36,236,342
Distributive School Account	145,976,729	-	-	-	-	-	145,976,729
<u>Federal sources:</u>							
Grants and Allotments	-	-	-	-	185,975,416	-	185,975,416
Medicaid	-	-	-	-	-	182,653	182,653
<u>Other sources:</u>							
E-Rate	8,001,634	-	-	-	-	-	8,001,634
Miscellaneous	706,916	35,143	-	6,513	-	489,852	1,238,424
Total Receivables	\$ 371,542,257	\$ 35,143	\$ 7,150,232	\$ 20,393,341	\$ 185,975,416	\$ 40,133,029	\$ 625,229,418

Receivable balances are expected to be collected within one year.

NOTE 7 - UNEARNED REVENUES

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period and also in connection with resources that have been received but not yet earned. A summary of unearned revenues for the individual major governmental funds and nonmajor governmental funds in the aggregate at June 30, 2021 are as follows:

	General Fund	Bond Fund	Nonmajor and Other Funds	Total
State Grants and Allotments	\$ -	\$ -	\$ 5,107,809	\$ 5,107,809
Good Faith Bond Proceeds	-	2,000,000	-	2,000,000
Miscellaneous Revenue	2,755	-	67,633	70,388
Total	\$ 2,755	\$ 2,000,000	\$ 5,175,442	\$ 7,178,197

In the General Fund, the \$2,755 represents fees collected for facility rental.

In the Bond Fund the \$2,000,000 represents a Good Faith deposit related to the Series 2021A bond that had a closing date of July 13, 2021.

Nonmajor and other funds include state grants in the amount of \$5,107,809, which is state grant revenue received in advance of expenditures, and the miscellaneous revenue of \$67,633 represents state grants for the Vegas PBS program.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 8 - GENERAL OBLIGATION BONDS PAYABLE

General Obligation Bonds:

The District issues general obligation bonds to provide proceeds for the District's construction and modernization program and for other major capital acquisitions. These bonds are direct obligations and pledge the full faith and credit of the District. Bonds are often sold at a premium or a discount. These premiums and discounts are reported in the fund statements in the year incurred but are deferred and amortized over the life of the debt in the government-wide financial statements. Similarly, any gain or loss derived from an advance refunding is amortized in the government-wide financial statements. The Debt Service Fund services all of the bonds payable. The remaining principal and interest payment requirements for the general obligation debt as of June 30, 2021, are as follows:

General Obligation Bonds Schedule:

Series	Purpose	Date Issued	Date of Final Maturity	Interest	Original Issue	Balance June 30, 2021	Principal Due Within One Year	Interest Due Within One Year
2015C	Building/Refunding	11/23/15	06/15/35	4.00%-5.00%	\$ 338,445,000	\$ 312,810,000	\$ 5,910,000	\$ 15,061,250
2016A	Refunding	06/16/16	06/15/25	5.00%	186,035,000	162,685,000	20,045,000	8,134,250
2016C	Vehicles & Equip	06/16/16	06/15/26	4.00%-5.00%	33,470,000	18,705,000	3,385,000	935,250
2016D	Refunding	12/15/16	06/15/24	5.00%	257,215,000	85,450,000	28,600,000	4,272,500
2016F	Various Purpose	12/15/16	06/15/26	3.00%-5.00%	50,435,000	29,075,000	5,305,000	1,148,350
2017A	Building/Refunding	06/28/17	06/15/37	4.00%-5.00%	407,900,000	321,180,000	46,960,000	15,578,650
2017C	Building/Refunding	12/07/17	06/15/37	3.00%-5.00%	291,785,000	241,255,000	26,630,000	11,667,600
2017D	Various Purpose	12/07/17	06/15/27	5.00%	23,945,000	17,100,000	2,515,000	855,000
2018A	Building	06/26/18	06/15/38	4.00%-5.00%	200,000,000	186,520,000	7,250,000	8,745,350
2018B	Building	11/01/18	06/15/38	4.00%-5.00%	200,000,000	192,890,000	7,465,000	9,326,350
2018C	Various Purpose	11/01/18	06/15/28	3.50%-5.00%	35,750,000	26,250,000	3,285,000	1,058,650
2019A	Building	06/26/19	06/15/39	3.00%-5.00%	200,000,000	193,225,000	7,110,000	7,851,800
2019B	Building	10/31/19	06/15/39	3.00%-5.00%	200,000,000	193,300,000	7,040,000	8,056,100
2019C	Various Purpose	10/31/19	06/15/29	2.00%-5.00%	42,230,000	34,860,000	5,630,000	1,235,513
2020A	Building	06/16/20	06/15/40	3.00%-5.00%	200,000,000	200,000,000	7,075,000	8,705,550
2020B	Building	11/03/20	06/15/40	2.50%-5.00%	200,000,000	200,000,000	6,830,000	7,758,925
2020C	Various Purpose	11/03/20	06/15/30	1.25%-5.00%	29,070,000	26,870,000	2,520,000	870,487
						<u>\$ 2,442,175,000</u>	<u>\$ 193,555,000</u>	<u>\$ 111,261,575</u>

General Obligation Revenue Bonds:

The District also issues general obligation debt that is additionally secured by a pledge of proceeds of taxes deposited in the District's Bond Fund. The District receives the proceeds of a 1 5/8% room tax collected within Clark County and this revenue is reflected in total in the Bond Fund. The proceeds of a tax equivalent to 60 cents for each \$500 of value on transferred real property are also deposited by the county. The District pledges the room tax and the real estate transfer tax revenues to pay debt service on certain general obligation debt. In 2021, the District received \$81,530,651 and pledged 100% of these revenues to pay the principal and interest requirement. The remaining principal and interest payment requirements for the general obligation debt additionally secured by these pledged revenues as of June 30, 2021 are as follows:

General Obligation Revenue Bonds Schedule:

Series	Purpose	Date Issued	Date of Final Maturity	Interest	Original Issue	Balance June 30, 2021	Principal Due Within One Year	Interest Due Within One Year
2010A	Building (QSCB)	07/08/10	06/15/24	5.51%	\$ 104,000,000	\$ 79,145,000	\$ 22,000,000	\$ 4,360,890
2015B	Refunding	03/18/15	06/15/22	5.00%	129,080,000	21,330,000	21,330,000	1,066,500
2015D	Building	11/23/15	06/15/35	4.00% - 5.00%	200,000,000	154,970,000	7,905,000	6,953,850
2016B	Refunding	06/16/16	06/15/27	5.00%	90,775,000	90,675,000	5,900,000	4,533,750
2016E	Refunding	12/15/16	06/15/26	5.00%	59,510,000	38,105,000	14,205,000	1,905,250
						<u>\$ 384,225,000</u>	<u>\$ 71,340,000</u>	<u>\$ 18,820,240</u>

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 8 - GENERAL OBLIGATION BONDS PAYABLE (continued)

At year-end, pledged future revenues totaled \$471,614,012, which was the amount of the remaining principal and interest on these bonds. General obligation bonds payable is reported net of premiums and discounts on the statement of net position.

Summary of Debt Service:

Following are the annual requirements to amortize all general obligation bonds outstanding at year-end:

Fiscal Year	Principal	Interest	Total Requirements
2022	\$ 264,895,000	\$ 130,081,815	\$ 394,976,815
2023	262,520,000	116,866,364	379,386,364
2024	271,155,000	103,742,907	374,897,907
2025	255,245,000	90,281,725	345,526,725
2026	232,710,000	77,908,425	310,618,425
2027 - 31	655,905,000	260,566,950	916,471,950
2032 - 36	596,310,000	125,250,975	721,560,975
2037 - 40	287,660,000	19,756,750	307,416,750
Totals	\$ 2,826,400,000	\$ 924,455,911	\$ 3,750,855,911

A statutory limit of bonded indebtedness for school districts is set forth in Chapter 387.400 of the Nevada Revised Statutes. The limitation is based on 15% of the assessed valuation of property within the District, excluding motor vehicles. Based on the 2021 assessed valuation of \$103,649,042,138 the applicable debt limit is \$15,547,356,321 leaving the legal debt margin at \$12,720,956,321, notwithstanding the statutory tax rate limitation explained in **Note 1**. The District is in compliance with Chapter 387.400 as of June 30, 2021.

Authorized Unissued Debt:

In 1998, the District received both legislative and voter approval to issue a projected \$3.2 billion in long-term debt for school construction and modernization. The election authorized the District to issue general obligation bonds for school construction until June 30, 2008. In fiscal year 2018, the 1998 bond program was fully expended. In the 2015 legislative session, Senate Bill 207 was passed which allows an extension of bond rollover funds from property taxes for districts to keep pace with the need for new schools and major repairs on existing schools. The bill gives school boards the authority to continue issuing construction bonds for 10 years beyond the time period approved by voters, although districts would not be allowed to raise property tax rates to pay debt service on the bonds. On May 30, 2021, the Nevada Legislature adopted SB 450, which was signed by the Governor on June 7, 2021, extending the District's authority to issue general obligation bonds secured by the tax rate for debt service of \$0.5534 for another 10 years ending March 3, 2035. Pursuant to SB 450, the District may use revenues generated from the tax rate for debt service to pay debt service on general obligation bonds, pay costs of capital improvements and maintain the District's Statutory Reserve. The District intends to continue funding a portion of the District's Facilities and Capital Improvement Plan pursuant to the authority under SB 450. As of June 30, 2021, there is \$400 million in authorized unissued debt.

Defeasement of Debt:

The District has defeased certain general obligation bonds by placing the proceeds of new bonds into irrevocable trust accounts to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for the defeased bonds are not included in the District's financial statements. There is no outstanding defeased debt as of June 30, 2021.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 8 - GENERAL OBLIGATION BONDS PAYABLE (continued)

Obligation for Arbitrage Payable:

The Tax Reform Act of 1986 established arbitrage guidelines that require a rebate of interest earned on bond funds in excess of interest paid. At June 30, 2021, the District is currently reporting negative arbitrage and thus no rebate of interest is required.

Unspent Bond Proceeds Related to Capital:

As of June 30, 2021, the District's unspent bond proceeds for capital related purposes is \$329,082,814. The capital related unspent bond proceeds is an increase in the calculation of net investment in capital assets and a decrease to restricted capital projects for a portion of net position in the government-wide financial statements.

Debt Service Fund:

Nevada Revised Statute 350.020 requires that the Board establish a restricted account within its debt service fund for payment of the outstanding bonds of the District. In 2012, Assembly Bill 376 changed the amount of the reserves required to 10% of the outstanding principal or 25% (changed from 100%) of the principal and interest payments due on all outstanding bonds of the District in the next fiscal year, whichever is less. The amounts on deposit in this restricted account are not directly pledged to pay debt service on the debt, and if permitted, may be used for other purposes. As of June 30, 2021, the amount required to fund this account was \$98,744,204; which was fully funded by the District.

NOTE 9 - CAPITAL LEASES

In fiscal year 2021, the District early implemented GASB Statement No. 87, *Leases*, see **Note 1**.

This statement required leases to be recognized and measured using the facts and circumstances that existed at the beginning of the period of implementation. Accordingly, lease liabilities for fiscal year 2021 were measured using the remaining lease terms as of July 1, 2020. Lease right-to-use assets were measured based on the lease liabilities at the same date. Therefore, no restatement of beginning net position is required as both the liabilities and right-to-use assets were valued the same on July 1, 2020.

Lessee:

Cox

On January 15, 2002 the District entered into an eleven-year lease with one successive term of eleven years. The successive term was exercised, the total lease term is twenty-two years. The leased right-to-use asset is a fiber optical wide-area network. For fiscal year 2021, variable monthly payments were dependent on the District's usage of the capital equipment at \$620 per month per site. There are no fixed payments as the District only expenses the payments each period and for reporting purposes does not report a capital asset or liability. Total cost for this lease for the year ending June 30, 2021 is \$2,545,121.

American Tower

On July 1, 2007, the District entered into a ten-year lease with two successive terms of five years each. The first successive term was exercised and the second is deemed reasonably certain to exercise, the total lease term is twenty years. The leased right-to-use asset is land used to maintain and operate a broadcast tower and transmitter building for over-the-air transmission. For fiscal year 2021, monthly payments of \$833 were paid (\$1,601 was paid in fiscal year 2020) and the total principal and interest costs were \$8,395. Monthly payments increase by 4% on each anniversary of the commencement date. The annual interest rate charged on the lease is 2.19%. The remaining principal and interest payment requirements for the lease obligation debt as of June 30, 2021 are as follows (see following page):

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 9 - CAPITAL LEASES (continued)

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2022	\$ 9,071	\$ 1,319	\$ 10,390
2023	9,691	1,115	10,806
2024	10,342	896	11,238
2025	11,025	662	11,687
2026	11,742	413	12,155
2027	12,492	149	12,641
Totals	\$ 64,363	\$ 4,554	\$ 68,917

Global Tower Partners

On July 1, 2017, the District entered into a five-year lease with three successive terms of five years each. The three successive terms are deemed reasonably certain to exercise, the total lease term is twenty years. The leased right-to-use asset is a portion of a tower used to maintain and operate telecommunications equipment for transmission. For fiscal year 2021, quarterly payments of \$2,249 were paid and the total principal and interest costs were \$8,996. Quarterly payments increase by 3% on each anniversary of the commencement date. The annual interest rate charged on the lease is 2.19%. The remaining principal and interest payment requirements for the lease obligation debt as of June 30, 2021 are as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2022	\$ 5,919	\$ 3,347	\$ 9,266
2023	6,328	3,215	9,543
2024	6,757	3,072	9,829
2025	7,203	2,921	10,124
2026	7,670	2,759	10,429
2027 - 31	46,032	10,993	57,025
2032 - 36	60,901	5,206	66,107
2037	14,240	195	14,435
Totals	\$ 155,050	\$ 31,708	\$ 186,758

Vision Investments

On September 15, 2016 the District entered into a thirty-nine month lease with two successive terms of two years each. The first successive term was exercised and the second successive term is deemed reasonably certain not to exercise, the total lease term is five years three months. The leased right-to-use asset is an office used during legislative session. For fiscal year 2021, monthly payments of \$775 were paid and the total principal and interest costs were \$9,300. The annual interest rate charged on the lease is 0.86%. The remaining principal and interest payment requirements for the lease obligation debt as of June 30, 2021 are as follows:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2022	\$ 2,321	\$ 4	\$ 2,325

Wells Fargo

In May 2018, the District entered into a five-year lease with one successive term of one year. The one successive term is deemed reasonably certain not to exercise, the total lease term is five years. The leased right-to-use asset is copiers for office operations. For fiscal year 2021, monthly payments of \$812 were paid and the total principal and interest costs were \$9,744. The annual interest rate charged on the lease is 6%. The remaining principal and interest payment requirements for the lease obligation debt as of June 30, 2021 are as follows (see following page):

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 9 - CAPITAL LEASES (continued)

Fiscal Year	Principal	Interest	Total Requirements
2022	\$ 8,970	\$ 768	\$ 9,738
2023	7,895	220	8,115
Totals	\$ 16,865	\$ 988	\$ 17,853

Pre Mine & Black Raven

On October 1, 2019, the District entered into a five-year lease with one successive term of two years. The one successive term is deemed reasonably certain to exercise, the total lease term is seven years. The leased right-to-use asset is land for operating a leach field. For fiscal year 2021, one annual payment of \$7,000 was made and the total principal and interest costs were \$7,000. Annual payments contain non-percentage incremental increases as shown in the table below. The annual interest rate charged on the lease is 1.31%. The remaining principal and interest payment requirements for the lease obligation debt as of June 30, 2021 are as follows:

Fiscal Year	Principal	Interest	Total Requirements
2022	\$ 7,409	\$ 591	\$ 8,000
2023	8,505	495	9,000
2024	9,616	384	10,000
2025	9,742	258	10,000
2026	9,870	130	10,000
Totals	\$ 45,142	\$ 1,858	\$ 47,000

NOTE 10 - CHANGES IN LONG-TERM LIABILITIES

Long-term liability activity for the year-ended June 30, 2021 was as follows:

	Beginning Balance June 30, 2020	Additions	Reductions	Ending Balance June 30, 2021	Due Within One Year
Governmental Activities:					
Bonds payable:					
General obligation bonds	\$ 2,415,680,000	\$ 229,070,000	\$ (202,575,000)	\$ 2,442,175,000	\$ 193,555,000
General obligation revenue bonds	455,475,000	-	(71,250,000)	384,225,000	71,340,000
Less: issuance discounts	(2,499,101)	-	624,775	(1,874,326)	-
Plus: issuance premiums	358,778,871	28,281,632	(37,041,734)	350,018,769	-
Total bonds payable	3,227,434,770	257,351,632	(310,241,959)	3,174,544,443	264,895,000
Compensated absences	68,123,110	35,134,300	(29,560,119)	73,697,291	29,603,909
Capital Leases	-	283,741	-	283,741	33,690
Other long term liabilities	35,790,506	219,563	-	36,010,069	-
Governmental activity long-term liabilities	\$ 3,331,348,386	\$ 292,989,236	\$ (339,802,078)	\$ 3,284,535,544	\$ 294,532,599
Business-type Activities:					
Compensated absences	\$ 1,608,644	\$ 1,447,062	\$ (1,354,433)	\$ 1,701,273	\$ 1,354,433

CLARK COUNTY SCHOOL DISTRICT**NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021****NOTE 10 - CHANGES IN LONG-TERM LIABILITIES (continued)**

Internal service funds predominantly serve the governmental funds. Accordingly, their long-term liabilities are included as part of the above totals for governmental activities. At year end, \$371,728 of internal service funds compensated absences are included in the above amounts. In governmental activities, compensated absences are generally liquidated by a combination of the major and nonmajor governmental funds with the majority liquidated from the General Fund.

NOTE 11 - COMPLIANCE AND ACCOUNTABILITY

Per NRS 354.626, the District is required to report and explain expenditures that exceeded budgeted appropriations at the function level for the General Fund, Special Revenue, and Capital Project Funds. The sum of operating and non-operating expenses in the Enterprise and Internal Service Funds may not exceed total appropriations. As of June 30, 2021, the District reported the following expenditures over appropriations:

The District's major Special Revenue Fund – Federal Grants Fund reflects a budgeted expenditure overage of \$29,242,590 due to additional funds for Elementary and Secondary School Emergency Relief II grant award. The grant award enabled the District to provide a new summer acceleration program to support students' learning and social-emotional wellbeing, which was in excess of what was submitted in the Amended Final Budget.

The District's non-major Special Revenue Fund – Class Size Reduction Fund reflects a budgeted expenditure overage of \$213,686 due to the increase in the funds received from the State which enabled additional teachers to be placed in positions to reduce class sizes in grades 1 through 3. The funds were received after the submission of the Amended Final Budget.

NRS 355.170 (m) states investments may not, in aggregate value, exceed 25 percent of the total par value of the portfolio as determined at the time of purchase, and not more than 5 percent of the total par value of the portfolio may be invested in commercial paper issued by any one corporation or depository institution. In fiscal year 2021, the actual total par value invested in commercial paper for one corporation was 6.1 percent, exceeding the 5 percent by any one corporation.

NOTE 12 - DEFINED BENEFIT PENSION PLAN

All half-time or greater District employees are covered by the State of Nevada Public Employees Retirement System (the Plan), a cost sharing multipleemployer defined benefit plan of the public employee retirement system.

The covered payroll for employees participating in the Plan for the year ended June 30, 2021 was \$1,695,079,110 and the District's total payroll was \$1,875,735,671. All fulltime District employees are mandated by state law to participate in the Plan. Vested members are entitled to a life-time monthly retirement benefit equal to the service time multiplier (STM) percentages listed below times the member's years of service to a maximum of 30 years.

The schedule of Eligibility for Monthly Unreduced Retirement Benefits for regular members and police/fire members are as follows (see following page):

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 12 - DEFINED BENEFIT PENSION PLAN (continued)

Eligibility for Regular Members:

Years of Service	Hired Prior to 7/01/01		Hired Between 7/01/01-12/31/09		Hired After 1/01/2010		Hired After 7/01/2015	
	Age	STM %	Age	STM %	Age	STM %	Age	STM %
5 Years	65	2.5	65	2.67	65	2.5	65	2.25
10 Years	60	2.5	60	2.67	62	2.5	62	2.25
30 Years	Any age	2.5	Any age	2.67	Any age	2.5	55	2.25
33 1/3 Years	-	-	-	-	-	-	Any age	2.25

Eligibility for Police/Fire Members:

Years of Service	Hired Prior to 7/01/01		Hired Between 7/01/01-12/31/09		Hired After 1/01/2010		Hired After 7/01/2015	
	Age	STM %	Age	STM %	Age	STM %	Age	STM %
5 Years	65	2.5	65	2.67	65	2.5	65	2.5
10 Years	55	2.5	55	2.67	60	2.5	60	2.5
20 Years	50	2.5	50	2.67	50	2.5	50	2.5
25 Years	Any age	2.5	Any age	2.67	-	-	-	-

The member's beginning retirement compensation is the average of their highest working compensation for 36 consecutive months. Benefits fully vest with 5 years of service. The Plan also provides death and disability benefits. Benefits are established by state statute and provisions may only be amended through legislation.

All District employees in the plan are enrolled under a non-contributory plan. District payment of what were formerly employee contributions, was made in lieu of equivalent salary increases. Per Chapter 286 of the Nevada Revised Statutes, the District's contribution was based on the actuarially determined statutory rate of 29.25% in 2020-2021 for unified, licensed, and support employees and 42.50% for police employees of gross compensation and amounted to \$497,730,912, 23.66% of the \$2,103,876,070 total paid by all employees and employers into the Plan for the year ended June 30, 2021.

At June 30, 2021, the District reported a liability of \$3,246,664,848 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020 and was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the level percentage-of-payroll contribution rates required to fund the Retirement System on an actuarial reserve basis. In governmental activities, net pension liability are generally liquidated by a combination of the major and non-major governmental funds with the majority liquidated from the General fund.

At June 30, 2021 and 2020, the District's proportionate share of the net pension liability was 23.30978% and 23.36853% respectively.

For the year ended June 30, 2021, the District recognized pension expense of \$13,982,864. At June 30, 2021 the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources (see following page):

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 12 - DEFINED BENEFIT PENSION PLAN (continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 100,871,625	\$ 41,922,326
Changes of assumptions	91,195,311	-
Net difference between projected and actual earnings on pension plan investments	-	122,645,279
Changes in proportion and differences between District contributions and proportionate share of contributions	9,771,348	105,164,840
District contributions subsequent to the measurement date	248,841,695	-
Total	<u>\$ 450,679,979</u>	<u>\$ 269,732,445</u>

The amount of \$248,841,695 was reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the pension liability in the year ended June 30, 2022. Other amounts reported as deferred outflows/(inflows) of resources related to pensions will be recognized in pension expense as follows:

<u>Reporting period ended June 30:</u>	
2022	\$ (72,830,928)
2023	(970,844)
2024	3,379,970
2025	2,766,625
2026	(392,729)
Thereafter	153,745

Actuarial assumptions. The total pension liability in the June 30, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods in the measurement:

Inflation rate	2.75%
Productivity pay increase	0.50%
Projected salary increases	Regular: 4.25% to 9.15%, depending on service Police/Fire: 4.55% to 13.90%, depending on service Rates include inflation and productivity increases
Investment rate of return	7.50%
Other assumptions	Same as those used in the June 30, 2020 funding actuarial valuation

Mortality Rates (Regular and Police/Fire) – For healthy members it is 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.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 12 - DEFINED BENEFIT PENSION PLAN (continued)

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.

For disabled members it is the Headcount-Weighted RP-2014 Disabled Retiree Table, set forward four years.

For pre-retirement members it is the Headcount-Weighted RP-2014 Employee Table, projected to 2020 with Scale MP-2016.

The RP-2014 Headcount-Weighted Mortality Tables, set forward one year for spouses and beneficiaries, reasonably reflect the projected mortality experience of the Plan as of the measurement date. The additional projection of 6 years is a provision made for future mortality improvement.

The actuarial assumptions and methods used in the June 30, 2020 actuarial valuation were adopted by the Public Employees' Retirement Board and were based on the results of the experience review completed in 2017.

The PERS Board evaluates and establishes expected real rates of return (expected returns, net of pension plan investment expenses and inflation) for each asset class. The PERS Board reviews these capital market expectations annually. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Allocation	Long-Term Geometric Expected Real Rate of Return*
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, 2020, PERS' long-term inflation assumption was 2.75%.

Discount rate. The discount rate used to measure the total pension liability was 7.50% as of June 30, 2020. 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, 2020, was projected to be available to make all projected future benefit payments of current 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, 2020.

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.50%, as well as what it would be using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current rate:

	1% Decrease in Discount Rate (6.50%)	Discount Rate (7.50%)	1% Increase in Discount Rate (8.50%)
Net Pension Liability	\$ 5,063,542,805	\$ 3,246,664,848	\$ 1,736,065,871

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued PERS financial report.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 12 - DEFINED BENEFIT PENSION PLAN (continued)

Financial statements for the Plan are available on the PERS website at www.nvpers.org or by calling (775) 687-4200 or writing to:

Public Employees' Retirement System of Nevada
693 W. Nye Lane
Carson City, NV 89703-1599

NOTE 13 - RISK MANAGEMENT

Risk Management The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and injuries to employees. The District accounts for such losses through its Insurance and Risk Management Internal Service Fund. The District retains the risk of financial loss per occurrence as follows:

1. Worker's compensation up to \$1,250,000.
2. General liability, with retention of \$3,500,000.
3. Motor vehicle liability, with retention of \$3,000,000.
4. Errors and omissions and employment practices liability, with retention of \$3,000,000.
5. Property, including boiler and machinery and terrorism, with retention of \$250,000 for everything except flood which is \$500,000.
6. Media professional liability, with retention of \$5,000.
7. Crime/employee dishonesty, with retention of \$50,000.
8. National Flood Insurance Program, with retention of \$50,000 for specific schools.
9. Pollution Liability – Environmental, with retention of \$100,000.
10. Cyber Liability, with retention of \$100,000 per claim.
11. Non-Owned Aircraft Liability and Premises Liability with retention of \$1,000.
12. Primary Excess Underlying Liability, with retention of \$3,000,000.
13. Secondary Excess Underlying Liability, with retention of \$5,000,000.
14. Law Enforcement Liability, with retention of \$3,000,000.

The District purchases commercial insurance for occurrences in excess of the foregoing retention levels. The District's insurance program is evaluated annually, utilizing industry and claims data to ensure the coverage limits remain adequate. New policies are purchased as new loss exposures are identified. Retention levels are also reviewed annually to ensure that self-funded claim payments remain at a reasonable amount. In the past three years, the District had settlements that exceeded insurance coverage. As of June 30, 2021, the District has 4 pending liability claims over \$1,000,000 that have already been reported to the excess insurance carrier.

The Insurance and Risk Management Internal Service Fund insures all operational activities of the District by charging premiums to other funds of the District. Premiums charged are based on estimates of the amounts needed to pay actual

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 13 - RISK MANAGEMENT (continued)

and projected claims, to support self-insurance operational costs, and to establish a self-insured reserve for incurred losses. The estimates of the liability insurance claims payable of \$25,425,171 and the worker's compensation claims payable of \$22,939,249 at June 30, 2021, were determined by the District with the assistance of an independent actuarial study as of that date and are reflected in the financial statements of the Insurance and Risk Management Internal Service Fund as claims payables and other long term liabilities.

The actuarial study, which is prepared annually, calculates the estimated future losses for the District. The current amount reflected represents the amount due in fiscal year 2021-2022.

The District relies upon a statistical measure known as a confidence level to determine its estimated outstanding losses as calculated by the study. Estimated losses are recorded at their expected values, which correspond to an approximate 50%-55% confidence level. Information regarding actual claims expenses incurred and paid can be seen in the table below.

A summary of changes in the aggregate claims liabilities for the past two years follows:

	Fiscal 2021	Fiscal 2020
Beginning Balance - July 1, 2020 and 2019	\$ 48,658,494	\$ 48,797,105
Claims Incurred	12,200,973	16,639,460
Changes in Estimates for Claims of the Prior Periods	(294,074)	(138,611)
Claims Paid	(12,200,973)	(16,639,460)
Ending Balance - June 30, 2021 and 2020	<u>\$ 48,364,420</u>	<u>\$ 48,658,494</u>
Short term portion	\$ 12,354,351	\$ 12,867,988
Long term portion	\$ 36,010,069	\$ 35,790,506

In December 2020, the District renewed its interest-bearing time certificate of deposit used for the self-insured workers' compensation program as a security deposit with the Nevada Division of Insurance. The amount of the deposit, \$10,245,000, is based on the total incurred cost of current and future claims as estimated by the office of the State Insurance Commissioner. See **Note 3**.

NOTE 14 - ENCUMBRANCES AND COMMITMENTS

Construction Commitments and Encumbrances

The District utilizes encumbrance accounting in its governmental funds. Encumbrances are recognized as a valid and proper charge against a budget appropriation in the year in which a purchase order, contract, or other commitment is issued. In general, unencumbered appropriations lapse at year-end. Open encumbrances at fiscal year-end are included in restricted, committed, or assigned fund balance, as appropriate. The following schedule outlines significant encumbrances included in governmental fund balances:

<u>Major Funds</u>	Restricted Fund Balance	Assigned Fund Balance
General Fund	\$ 12,110,299	\$ 1,331,581
Bond Fund	133,805,401	-
<u>Nonmajor Funds</u>		
Aggregate nonmajor funds	24,188,483	-
	<u>\$ 170,104,183</u>	<u>\$ 1,331,581</u>

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 14 - ENCUMBRANCES AND COMMITMENTS (continued)

Total encumbrances for general fund and capital projects as of June 30, 2021 were \$171,435,764. In the General Fund, the total encumbrance balance of \$12,110,299 was restricted for the purchase of new buses and technology equipment, and \$1,331,581 was assigned for the purchase of instructional supplies.

As of June 30, 2021, funds remain from 2015 bond program for the construction of new and replacement schools. The following schedule outlines the programmed construction commitments as of June 30, 2021. The total restricted amount of \$269,241,527 is construction contracts from the 2015 bond program which is shown as a restriction for capital projects in the Bond Fund.

2015 CAPITAL IMPROVEMENT PLAN PROGRAM		
SCHOOL	CAPITAL PROJECT	PROJECT VALUE IN PROGRESS
NEW SCHOOLS FOR CAPACITY		
Land Acquisition	Purchase Required Sites for New Schools to Provide New Capacity	\$ 74,297,571
ALTERNATIVE & SPECIAL SCHOOLS		
Global Community HS	Construct New Global Community Alternative School (use as temporary school for replacement schools strategy) Global Community AS opens 08/01/2022	\$ 1,476,281
ELEMENTARY SCHOOLS		
Kenneth Divich ES	Construct New Elementary School @ Farm Road & N. Jensen, Apply Seal Coat	\$ 175,225
Shirley A. Barber ES	Construct New Elementary School @ S. Spencer & E. Pyle	77,471
Earl N. Jenkins ES	Construct New Elementary School @ Vegas Valley & Hollywood	19,508
Tyrone Thompson ES (South El Capitan Way & Mountains Edge Parkway)	Construct New Elementary School	292,134
Hannah Marie Brown ES (Chapata Drive and Casady Hollow Avenue)	Construct New Elementary School	1,683,352
MIDDLE SCHOOLS		
Barry & June Gunderson, MS (Mountains Edge Parkway & South Buffalo Drive)	Construct New Middle School	\$ 7,188,718
HIGH SCHOOLS		
Northeast Career and Technical Academy	Construct New High School (CTA)	\$ 6,684,777
ADDITIONS FOR CAPACITY		
Crestwood ES	Construct 22 Classroom Addition for Capacity Relief, Playground & Parking Modifications	\$ 54,092
Mary & Zel Lowman ES	Construct 22 Classroom Addition for Capacity Relief, Playground & Parking Modifications	50,000
Vegas Verdes ES	Construct 18 Classroom Addition for Capacity Relief, Playground & Parking Modifications	50,000
John W. Bonner ES	Construct 22 Classroom Addition for Capacity Relief, Playground & Parking Modifications	86,429
Daniel Goldfarb ES	Construct 18 Classroom Addition for Capacity Relief, Playground & Parking Modifications	1,776
John F. Mendoza ES	Construct 18 Classroom Addition for Capacity Relief, Playground & Parking Modifications	6,986

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 14 - ENCUMBRANCES AND COMMITMENTS (continued)

2015 CAPITAL IMPROVEMENT PLAN PROGRAM		
SCHOOL	CAPITAL PROJECT	PROJECT VALUE IN PROGRESS
ADDITIONS FOR CAPACITY, CONT.		
Tony Alamo ES	Construct 18 Classroom Addition for Capacity Relief, Playground & Parking Modifications	\$ 34,931
Roger M. Bryan ES	Construct 14 Classroom Addition for Capacity Relief, Playground & Parking Modifications	16,056
Manuel Cortez ES	Construct 22 Classroom Addition for Capacity Relief, Playground & Parking Modifications	363,741
C. H. Decker ES	Construct 18 Classroom Addition for Capacity Relief, Playground & Parking Modifications	344,876
Frank Lamping ES	Construct 18 Classroom Addition for Capacity Relief, Playground & Parking Modifications	33,322
J. T. McWilliams ES	Construct 18 Classroom Addition for Capacity Relief, Playground & Parking Modifications, Field Replacement	928,527
William K. Moore ES	Construct 14 Classroom Addition for Capacity Relief, Playground & Parking Modifications	286,651
Dean L. Petersen ES	Construct 22 Classroom Addition for Capacity Relief, Playground & Parking Modifications	936,850
Gragson, Oran K. ES	Construct 18 Classroom Addition for Capacity Relief, Playground & Parking Modifications, HVAC Controls, Fire Alarm, Security Cameras, Clock/Intercom, Instructional Walls	881,103
REPLACEMENT SCHOOLS		
J. M Ullom ES	Replacement School. Resite of Bell ES Design.	\$ 558,981
J. D. Smith MS	Replacement School	3,554,654
Temporary ES Campus at Heard Campus to House Students during Replacement & Phased Replacement	School to House Students During Replacement Schools Construction Phases. Located at Lomie Heard ES.	11,608
Elbert Edwards ES	Replacement School	5,106,337
Jo Mackey ES	Replace Elementary School with K-8 School	4,731,986
Howard Wasden ES	Replacement School	450,201
John C. Fremont K - 8	Replace Middle School with K - 8 School	3,252,969
William Ferron ES	Replacement School	9,925,891
Myrtle Tate ES	Replacement School	4,980,507
George E. Harris ES	Replacement School	7,204,694
Ruby S. Thomas ES	Replacement School	6,429,229
Harley Harmon ES	Replacement School	5,918,297
Gene Ward ES	Replacement School	30,566,130
Ira. J. Earl ES	Replacement School	32,063,875
Ruth Fyfe ES	Close Current School	120,184
St Louis & Atlantic Swing Campus	School to House Students During Replacement Schools Construction Phases	595,262
PHASED REPLACEMENT SCHOOLS		
Sandy Valley M/HS	Phase II of Phased Replacement (ES Classrooms, Admin)	\$ 1,553,223
Sandy Valley M/HS	Phase III (Previously Phase II) of Phased Replacement (HS and Ball Fields)	1,779,862
Southeast Career & Technical Academy	Phase 2A of Phased Replacement (Classrooms & Administration)	14,400,337
Mabel Hoggard ES	Phase 2 of Phased Replacement (includes Zoo)	7,461,949
MODERNIZATION/LIFE CYCLE/EQUITY		
ELEMENTARY SCHOOLS		
Nate Mack ES	Replace HVAC System (2000 Building Addition) - Components (\$250,000), Roof (\$745,000)	\$ 1,680
Ruthe Deskin ES	Replace HVAC System - Chiller (\$580,000), Tower (\$330,000), Controls (\$540,000), Add HVAC Scope (\$410,000), Roof (\$140,000)	138,076

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 14 - ENCUMBRANCES AND COMMITMENTS (continued)

2015 CAPITAL IMPROVEMENT PLAN PROGRAM		
SCHOOL	CAPITAL PROJECT	PROJECT VALUE IN PROGRESS
ELEMENTARY SCHOOLS, CONT.		
Martha P. King ES	Replace HVAC System - Chiller (\$610,000), Tower (\$350,000), HVAC Controls (\$566,000), Additional HVAC Scope Required (\$255,000), Roof (\$1,220,000)	\$ 181,108
William Bennett ES	Replace HVAC System - Boiler (\$105,000), Tower (\$115,000), Components (\$1,525,000), Controls (\$240,000), Roof (\$1,535,000)	36,819
Joseph Bowler ES	Replace HVAC System - Boiler (\$335,000), Chiller (\$575,000), Tower (\$325,000), Components (\$230,000), Controls (\$530,000)	1,104,874
John C. Vanderburg ES	Replace HVAC System - Boiler (\$335,000), Chiller (\$575,000), Tower (\$325,000), Components (\$230,000), Controls (\$530,000), Added Fire Alarm System (\$75,000)	121,167
Sue Morrow ES	Replace HVAC System - Boiler (\$335,000), Chiller (\$575,000), Tower (\$325,000), Components (\$230,000), Controls (\$530,000)	306,975
John R. Beatty ES	Replace HVAC/Roof System (Early Failure) - Cooling Tower (\$190,000), Components (\$285,000), Roof (\$2,330,000)	99,098
Marion B. Earl ES	Replace HVAC System - Chiller (\$750,000), Components (\$245,000), Roof (\$2,290,000)	141,524
Dean Lamar Allen ES	Replace HVAC System - Boiler (\$345,000), Tower (\$340,000), Components (\$240,000), Controls (\$1,310,000)	154,143
Jay W. Jeffers ES	Replace HVAC System (Early Failure) - Tower (\$195,000), Roof (\$1,320,000), Controls (\$365,000 Added)	84,194
John R. Hummel ES	Replace HVAC System (Early Failure) - Tower (\$195,000), Roof (\$1,315,000)	3,740
Lillian Lujan Hickey ES	Replace HVAC System (Early Failure) - Tower (\$195,000), Roof (\$1,310,000)	128,133
Theron and Naomi Goynes ES	Replace HVAC System (Early Failure) - Tower (\$195,000), Roof (\$1,370,000)	69,377
Elizabeth Wilhelm ES	Replace HVAC System - Boiler (\$345,000), Chiller (\$595,000), Tower (\$335,000), Components (\$240,000), Controls (\$561,000), Roof (\$1,315,000)	150,555
Betsy A. Rhodes ES	Replace HVAC System - Boiler (\$345,000), Chiller (\$595,000), Tower (\$335,000), Components (\$240,000), Controls (\$561,000), Roof (\$1,315,000)	137,438
Fredric Watson ES	Replace HVAC System - Boiler (\$345,000), Chiller (\$595,000), Components (\$240,000), Controls (\$561,000), Roof (\$1,425,000)	88,840
Joseph Neal ES	Replace HVAC System - Boiler (\$325,000), Chiller (\$561,000), Tower (\$315,000), Components (\$225,000), Controls (\$510,000), Roof (\$1,475,000)	908,789
Lundy ES	Emergency - Replace Roof & Ceiling	104,918
Bass ES	Install Aranet4 CO2 Sensors	26,800
MIDDLE SCHOOLS		
W. Mack Lyon MS	Replace HVAC System - Boilers (\$280,000), Chillers (\$700,000), Towers (\$195,000), Rooftop Units (\$2,800,000), Controls (\$1,770,000), AHU's (\$1,000,000), Exhaust Fans (\$155,000), Roof (\$3,400,000)	\$ 351,036
Irwin & Susan Molasky MS	Replace HVAC System - Boilers (\$520,000), Chillers (\$1,425,000), Towers (\$1,035,000), Controls (\$1,770,000), AHU's (\$1,000,000), Exhaust Fans (\$155,000), Roof (\$3,400,000)	779,051
Ernest Becker MS	Replace HVAC System - Boiler (\$561,000), Exhaust Fans (\$165,000), AHU's (\$1,050,000), Controls (\$1,860,000), Roof (\$3,175,000)	2,982,364

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 14 - ENCUMBRANCES AND COMMITMENTS (continued)

2015 CAPITAL IMPROVEMENT PLAN PROGRAM		
SCHOOL	CAPITAL PROJECT	PROJECT VALUE IN PROGRESS
MIDDLE SCHOOLS, CONT.		
Sig Rogich MS	Replace HVAC System - Boilers (\$500,000), Chillers (\$1,375,000), Towers (\$1,000,000), Controls (\$1,710,000), AHU's (\$965,000), Exhaust Fans (\$155,000), Roof (\$3,715,000)	\$ 2,422,609
Lied MS	Replace HVAC System - Boilers (\$520,000), Chillers (\$1,425,000), Towers (\$1,035,000), Controls (\$1,770,000), AHU's (\$1,000,000), Exhaust Fans (\$155,000), Roof (\$3,400,000)	1,123,638
Barbara and Hank Greenspun MS	Replace HVAC System - Boilers (\$510,000), Exhaust Fans (\$155,000), AHU's (\$980,000), HVAC Controls (\$1,735,000), Roof (\$3,540,000)	5,189,772
Roy Martin MS	Replace Chiller and Controls (Early Failure)	42,592
Francis H. Cortney MS	Replace HVAC System - Boilers (\$510,000), Chiller (\$1,395,000), Tower (\$1,015,000), HVAC Controls (\$1,735,000), AHU's (\$980,000), Exhaust Fans (\$155,000), Roof (\$2,980,000)	855,010
Walter Johnson MS	Replace HVAC System - Exhaust Fans (\$155,000), AHU's (\$980,000), Controls (\$1,735,000), Roof (\$3,570,000)	198,502
HIGH SCHOOLS		
Chaparral HS	Replace HVAC System - Replace Air Handling Units (AHU) with Water Source Heat Pumps (\$10,430,000), Remove Chillers, UV's & AHU's (\$155,000), Towers (\$2,155,000), Replace Ceiling Tiles (\$395,000), Replace RTU's in Aux Gym (\$1,220,000), Provide New Electrical Service (\$1,655,000), Controls (\$2,050,000)	\$ 24,947
Lawrence, Clifford J. JHS	Replace HVAC System - Boilers (\$440,000), Towers (\$875,000), Components (\$1363,000), Controls (\$1,500,000), Roof (\$3,010,000)	2,577,608
Laughlin JHS/HS	Replace Roof	293,039
Burk Alternative Junior/Senior High School	Replace HVAC System - Boilers (\$240,000), Package Units (\$285,000), Controls (\$540,000), Exhaust Fans (\$125,000), Roof (\$820,000)	129,987
Cowan Alternative Junior/Senior HS	Replace HVAC System - Boilers (\$240,000), Package Units (\$285,000), Controls (\$540,000), Exhaust Fans (\$125,000), Roof (\$820,000)	558,231
Eldorado HS	Replace Running Track	693,263
Virgin Valley HS	Replace Running Track	636,466
TECHNOLOGY & EQUIPMENT		
Computer and Technology Equipment Replacements @ Various Schools	Major/Minor Capital Equipment	\$ 6,742,274
BOND ISSUANCE & ADMINISTRATION		
Bond Issuance and Administration Fees	Bond Issuance and Admin Fees	\$ 2,249,593
Assessments	Assessments	478,255
2015 CIP Administrative Overhead	Administrative Overhead	288,489
FUNDED PROJECTS IN PROGRESS TOTALS		\$ 269,241,527

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 14 - ENCUMBRANCES AND COMMITMENTS - (continued)

Legal Contingencies

There are various outstanding claims against the District arising out of the normal course of operation. An estimated liability for potential losses has been recorded in the Insurance and Risk Management Fund. In the opinion of management, the District's estimated aggregate liability, with respect to probable losses, has been provided for in the estimated claim liability accrual in the accompanying financial statement, after giving consideration to the District's related insurance coverage. Management is not aware of any probable claims or losses that are material in relation to our financial statements that are not properly accrued.

NOTE 15 - CLASSIFICATIONS OF GENERAL FUND FUND BALANCE

The District reports classifications of nonspendable, restricted, committed, assigned and unassigned fund balance which represent management's intended use of resources available to the District.

Unassigned ending fund balance is that fund balance exclusive of nonspendable amounts such as inventories and amounts restricted, committed, or assigned for preexisting obligations. A portion of the larger fund balance at June 30, 2021 is being restricted to carry over into 2022 for school carryover for net vacancy and school carryover for supplies. The following are explanations of the reported classifications of fund balance in the General Fund:

Restricted for:

- *Donations* – to restrict donations as required by donor for various purposes.
- *School technology* – to restrict funds for the acquisition of technology equipment.
- *School bus appropriations* – to classify funds to cover commitments related to unfilled contracts for new buses.
- *School carryover (service level agreements)* – to carry forward school SLA funds into the next fiscal year for central services such as utilities, transportation, athletics, etc. as required by Nevada Revised Statutes (NRS) 388G.
- *School carryover (supplies)* – to carry forward school supply balances into the next fiscal year as required by NRS.388G.
- *School carryover (net vacancy)* – to carry forward school based salary and benefit balances, net of vacancy related substitute costs, into the next fiscal year as required by NRS.388G.
- *School carryover (supplies) GATE proceeds* – to carry forward school supply balances into the next fiscal year for GATE services as required by NRS.388G.
- *School based project carryover* – to carry forward school project balances into the next fiscal year as required by NRS.388G.

Assigned to:

- *Categorical indirect costs* – to classify funds associated with indirect costs, including vacation accruals, from federal programs.
- *Instructional supply appropriations* – to classify funds to cover commitments related to unfilled contracts for goods and services including purchases orders.
- *Potential litigation* – to classify funds for potential legal or arbitration decisions against the District.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 15 - CLASSIFICATIONS OF GENERAL FUND FUND BALANCE - (continued)

- *Potential shortfall* – to classify funds to cover potential loss of revenue resulting from lower than anticipated enrollment.
- *NV Energy incentive* – to classify funds from an optional pricing program tariff received in exchange for CCSD's agreement to remain a full service electric customer of NV Energy for a five year term.

NOTE 16 - POST EMPLOYMENT HEALTHCARE PLANS

General Information about the Other Post Employment Benefit (OPEB) Plans

Plan Description. The District subsidizes eligible retirees' contributions to the Public Employees' Benefits Plan (PEBP), treated as a non-trust, single employer defined benefit postemployment healthcare plan administered by The State of Nevada. NRS 287.041 assigns the authority to establish and amend benefit provisions to the PEBP nine-member board of trustees. The plan is now closed to current CCSD retirees; however, district employees who previously met the eligibility requirement for retirement within the Nevada Public Employee Retirement System had the option upon retirement to enroll in coverage under the PEBP with a subsidy provided by the District as determined by their number of years of service. The PEBP issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Public Employee's Benefits Program, 901 S. Stewart Street, Suite 1001, Carson City, NV, 89701, by calling (775) 684-7000, or by accessing the website at www.pebp.state.nv.us/resources/fiscal-utilization-reports/.

Plan description. The Support Staff and Police Plan is a non-trust, single-employer defined benefit postemployment healthcare plan administered by the District. Currently, no financial report has been made publicly available.

Plan description. The Administrative Employee Plan is a non-trust, single-employer defined benefit postemployment healthcare plan administered by the Clark County Association of School Administrators and Professional-Technical Employees (CCASAPE) Health Trust. Currently, no financial report has been made publicly available by CCASAPE.

Plan description. The Licensed Employee Plan is a non-trust, single-employer defined benefit postemployment healthcare plan administered by the Teachers Health Trust (THT). The THT and the Clark County Education association (CCEA) currently determine their health insurance plan designs. Currently, no financial report has been made publicly available by THT.

Provided Benefits

PEBP plan provides medical, dental, prescription drug, Medicare Part B, and life insurance coverage to eligible retirees and their spouses. Benefits are provided through a third-party insurer. NRS 287.041 assigns the authority to establish and amend benefit provisions to the PEBP nine-member board of trustees.

Support Staff and Police Plan provides medical, dental, vision, and life for retirees and their dependents. The District negotiates insurance plans with the insurance carriers, and has authority to establish and amend benefit provisions. Employees have the option at retirement to pay the retiree (full monthly premium) rate premium. Benefits are provided through United Healthcare/ Health Plan of Nevada.

Administrative Employee Plan provides medical, dental, vision, and life and long-term care and disability for retirees and their dependents. CCASAPE Health Trust negotiates insurance plans with the insurance carriers. CCASAPE has authority to establish and amend benefit provisions. Employees have the option at retirement to pay the retiree rate premium. Benefits are provided through United Healthcare / Health Plan of Nevada.

Licensed Employee Plan provides medical, dental, vision, and life insurance for retirees and their dependents. The THT and CCEA currently determine their health insurance plan designs. CCEA has the authority to establish and amend benefit provisions. Employees have the option at retirement to pay the retiree rate premium. Benefits are provided through a third-party insurer.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 16 - POST EMPLOYMENT HEALTHCARE PLANS (continued)

Employees covered by benefit terms

As of the last valuation date of July 1, 2019, the following aggregated employees were covered by the benefit terms:

	PEBP Plan	Support Staff / Police Plan	Administrative Plan	Licensed Plan	Total all plans
Inactive employees or beneficiaries					
currently receiving benefit payments	2,372	291	240	301	3,204
Active employees	-	11,907	1,289	17,292	30,488
Covered spouses	301	85	82	4	472
Total	2,673	12,283	1,611	17,597	34,164

As of November 1, 2008, PEBP was closed to any new participants.

Contributions

PEBP plan: NRS 287.046 establishes the subsidies to be contributed toward the premium costs of the eligible retired district employees. Plan members receiving benefits have their monthly contributions deducted from their pension checks based on the health plan chosen by the retiree as reduced by the amount of the subsidy. Participants who retired on or after January 1, 1994, add or subtract the appropriate subsidy to the premium rate based on the years of service, ranging from \$354 to (\$177). The contribution requirements of plan members and the District are established and amended by the PEBP board of trustees. As a participating employer, the District is billed for the subsidy on a monthly basis and is legally required under NRS 287.023 to provide for it. For fiscal year 2021, the District contributed \$7,586,207 to the plan for current premiums. The District did not prefund any future benefits. Since the population is entirely inactive, there is no covered-employee payroll.

Support Staff and Police plan: The ESEA and the District negotiate contributions to the plan and together, have authority to establish and amend those contributions. Rates are established based on a contractual basis. The District does not pay a subsidy for current Support Staff and Police employees and retirees must pay their monthly premium to maintain coverage. Employees have the option at retirement to pay the active rate premium. For fiscal year 2021, the District did not directly contribute to the plan but an implied subsidy of \$1,327,788 was recognized. The Districts average contribution rate was 0.33 percent of covered-employee payroll.

Administrative Employee plan: CCASAPE and the District negotiate contributions to the plan and together, have authority to establish and amend those contributions. The CCASAPE Health Trust negotiates its insurance contracts with the carriers. Rates are established based on a contractual basis. Employees have the option to pay the active rate premium. The District (via Article 21-5 of the CCSD/CCASAPE negotiated agreement) contributes \$7.50 per administrative employee per month, in addition to an implied subsidy, for a total of \$986,578 in fiscal year 2021. The District's average contribution rate was 0.74 percent of covered-employee payroll.

Licensed Employee plan: The CCEA and the District negotiate contributions to the plan and together, have authority to establish and amend those contributions. Rates are established based on a contractual basis. Per Article 28-10 of CCSD/CCEA negotiated agreement, the District does not make any contributions to the plan. Employees have the option at retirement to pay the active rate premium. For fiscal year 2021, the District contributed an implied subsidy of \$2,152,616. The District's average contribution rate was 0.19 percent of covered-employee payroll. The Teachers Health Trust offers a subsidy to retirees based upon years of service and unused sick leave balances.

Total OPEB Liability

The District's total OPEB liability was measured as of July 1, 2020, and was determined by an actuarial valuation as of July 1, 2019.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 16 - POST EMPLOYMENT HEALTHCARE PLANS (continued)

Actuarial assumptions. The total OPEB liability for all plans as of June 30, 2021 was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Assumptions

Actuarial Cost Method	Entry Age Normal -- Level % of Salary Method	
Measurement Date	July 1, 2020	
Census Date	July 1, 2019 rolled forward to July 1, 2020 to determine July 1, 2020 liabilities.	
Service Cost	The Actuarial Present Value of benefits is allocated as a level percentage over the earnings of an individual between entry age (i.e. - age at hire) and assumed retirement age(s).	
Discount Rates	For the Fiscal Year Ending June 30, 2021: 2.21% For the Fiscal Year Ending June 30, 2020: 3.50% For the Fiscal Year Ending June 30, 2019: 3.87%	
Municipal Bond Rate Basis	Bond Buyer General Obligation 20-Bond Municipal Bond Index	
CPI	2.50%	
Salary Scale	Inflation: 2.75% Productivity Pay Increases: 0.50% Promotional and Merit Salary Increases:	
	Years of	%
	<u>Service</u>	<u>Regular</u>
	< 1	5.90
	1	4.80
	2	4.00
	3	3.60
	4	3.30
	5	3.00
	6	2.80
	7	2.70
	8	2.50
	9	2.35
	10	2.15
	11	1.75
	12	1.50
	13	1.25
	14	1.10
	15+	1.00
Mortality:	PUB-2010 "General" classification headcount-weighted mortality table with fully generational mortality improvement projections from the central year using Scale MP-2020	

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 16 - POST EMPLOYMENT HEALTHCARE PLANS (continued)

Retirement Rates:

<u>Age</u>	<u>Years of Service (%)</u>				
	<u>5 - 9</u>	<u>10 - 19</u>	<u>20 - 24</u>	<u>25 - 29</u>	<u>30+</u>
45 - 49	0.00	0.00	0.75	6.50	16.00
50 - 54	0.50	1.50	1.50	8.50	18.00
55 - 59	1.50	3.50	5.00	12.00	20.00
60 - 61	6.50	11.00	17.00	22.00	22.00
62 - 64	9.00	13.00	17.00	22.00	22.00
65 - 69	20.00	20.00	22.00	25.00	25.00
70 - 74	30.00	30.00	40.00	40.00	40.00
75+	100.00	100.00	100.00	100.00	100.00

Withdrawal Rates:

<u>Years of Service</u>	<u>% Regular</u>
0 - 1	16.00
1 - 2	12.50
2 - 3	10.25
3 - 4	8.00
4 - 5	7.50
5 - 6	6.00
6 - 7	5.25
7 - 8	4.25
8 - 9	4.00
9 - 10	3.75
10 - 11	3.25
11 - 12	3.00
12 - 13	2.75
13 - 14	2.50
14 - 15	2.25
15 - 16	2.00
16 - 17	2.00
17 - 18	1.75
18 - 19	1.75
19 - 20	1.75
20+	1.75

Disability Rates:

<u>Age</u>	<u>% Regular</u>
20 - 24	0.01
25 - 29	0.03
30 - 34	0.06
35 - 39	0.10
40 - 44	0.21
45 - 49	0.35
50 - 54	0.60
55 - 59	0.75
60 - 64	0.40
65+	0.00

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 16 - POST EMPLOYMENT HEALTHCARE PLANS (continued)

Claims Cost Trend	<u>Year</u>	<u>Blended Rates</u>
	2019 - 2020	6.25%
	2020 - 2021	6.00%
	2021 - 2022	5.75%
	2022 - 2023	5.50%
	2023 - 2024	5.30%
	2024 - 2025	5.10%
	2025 - 2026	4.90%
	2026 - 2027	4.70%
	2027 and after	4.50%

Spouse Age Male participants are assumed to be four years older than spouses and female participants are assumed to be two years younger than spouses.

Married Percentage 30% of active males and 15% of active females will elect retiree spouse coverage.

PEBP Plan difference in actuarial assumptions and methods:

Expected Rate of Return	For the Fiscal Year Ending June 30, 2021: 2.21% For the Fiscal Year Ending June 30, 2020: 3.50% For the Fiscal Year Ending June 30, 2019: 3.87%
Life Insurance Administrative Load	10.0%
Salary Scale	N/A - Since the population is entirely inactive, a salary scale assumption is not necessary as the Total OPEB Liability (TOL) is equal to the Present Value of Benefits (PVB).
Life Insurance Participation	All current retirees that elected healthcare coverage. Reinstated retirees and survivors are not eligible to receive the life insurance benefit.
Medicare Exchange Participation	For pre-Medicare retirees with younger spouses, it is assumed the retiree and spouse will both move to the Medicare Exchange once the spouse becomes Medicare eligible (age 65). For retirees with older spouses, it is assumed the retiree and spouse will both move to the Medicare Exchange when the retiree becomes eligible.
Medicare Eligibility	Certain retirees over age 65 are not eligible for Medicare Part A as indicated on the data. For these participants, we have assumed they will not become eligible for Medicare Part A and/or B at any time in the future. For retirees with no spouses, over age 65 and participating in the CDHP, HTH, or HPN Plans, it is assumed they will not participate in the Medicare exchange.

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 16 - POST EMPLOYMENT HEALTHCARE PLANS (continued)

Support Staff and Police Plan difference in actuarial assumptions and methods:

Salary Scale	Years of	%	%
	<u>Service</u>	<u>Regular</u>	<u>Police/Fire</u>
	< 1	5.90	10.65
	1	4.80	7.15
	2	4.00	5.20
	3	3.60	4.60
	4	3.30	4.30
	5	3.00	4.15
	6	2.80	3.90
	7	2.70	3.50
	8	2.50	3.15
	9	2.35	2.90
	10	2.15	2.50
	11	1.75	1.90
	12	1.50	1.50
	13	1.25	1.30
	14	1.10	1.30
	15+	1.00	1.30

Retirement Rates:

Age	Years of Service (%)				
	<u>5 - 9</u>	<u>10 - 19</u>	<u>20 - 24</u>	<u>25 - 29</u>	<u>30+</u>
Under 40	0.00	0.00	0.00	0.00	0.00
40 - 44	0.00	0.00	3.50	0.00	0.00
45 - 49	0.00	1.00	6.50	18.00	18.00
50 - 54	1.50	4.50	13.00	20.00	24.00
55 - 59	3.50	10.00	20.00	25.00	28.00
60 - 64	9.00	18.00	25.00	35.00	35.00
65 - 69	50.00	50.00	60.00	60.00	60.00
70+	100.00	100.00	100.00	100.00	100.00

Withdrawal Rates:

Years of	%
<u>Service</u>	<u>Police/Fire</u>
0 - 1	15.00
1 - 2	8.00
2 - 3	7.50
3 - 4	6.00
4 - 5	5.00
5 - 6	3.75
6 - 7	3.50
7 - 8	2.50
8 - 9	2.25
9 - 10	1.90
10 - 11	1.50
11 - 12	1.30
12 - 13	1.00
13 - 14	0.90
14 - 15	0.80
15 - 16	0.70
16 - 17	0.60
17 - 18	0.50
18 - 19	0.50
19 - 20	0.50
20+	0.45

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 16 - POST EMPLOYMENT HEALTHCARE PLANS (continued)

Disability Rates:

Age	Police/Fire
20 - 24	0.00
25 - 29	0.06
30 - 34	0.12
35 - 39	0.30
40 - 44	0.45
45 - 49	0.65
50 - 54	0.80
55 - 59	0.65
60 - 64	0.50
65+	0.00

2019 Claims Cost
per Capita:

Sample rates are as follows

Age	PPO	HMO
25	\$ 4,047	\$ 2,727
30	\$ 4,613	\$ 3,115
35	\$ 5,279	\$ 3,572
40	\$ 6,061	\$ 4,110
45	\$ 6,981	\$ 4,743
50	\$ 8,238	\$ 5,608
55	\$ 9,972	\$ 6,800
60	\$ 12,164	\$ 8,308
64	\$ 13,984	\$ 9,562

2019 Retiree
Contributions:

	PPO	HMO
Retiree	\$ 8,139	\$ 5,242
Retiree & Spouse	\$ 15,499	\$ 9,994

Participation

Assumed 15.9% of current eligible actives will elect retiree plan coverage when they retire. This assumption was provided by CCSD. Future retiree election percentage is based on the current retiree plan enrollment distribution (30% PPO and 70% HMO).

Spouse Age

For future retirees, male participants are assumed to be four years older than spouses and female participants are assumed to be two years younger than spouses.

Administrative Plan differences in actuarial assumptions and methods:

2019 Claims Cost
per Capita:

Sample rates are as follows

Age	PPO	HMO
40	\$ 6,302	\$ 4,760
45	\$ 7,291	\$ 5,477
50	\$ 8,644	\$ 6,459
55	\$ 10,508	\$ 7,810
60	\$ 12,868	\$ 9,521
64	\$ 14,828	\$ 10,942

2019 Monthly Retiree
Contributions Net of
Dental, Vision, and Life:

	PPO	HMO
Retiree	\$ 743	\$ 523
Retiree & Spouse	\$ 1,434	\$ 1,004

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 16 - POST EMPLOYMENT HEALTHCARE PLANS (continued)

Participation Assumed 58.4% of current eligible actives will elect retiree plan coverage when they retire. This assumption was provided by CCSD. Future retiree election percentage is based on the current retiree plan enrollment distribution (30% PPO and 70% HMO).

Licensed Plan differences in actuarial assumptions and methods:

Pre-Retirement Mortality: PUB-2010 "Teachers" Classification headcount-weighted mortality table with fully generational mortality improvement projections from central year using Scale MP-2020.

2019 Claims Cost per Capita: Sample rates are as follows

Age	Medical, Rx & Admin
40	\$ 6,042
45	\$ 7,003
50	\$ 8,319
55	\$ 10,130
60	\$ 12,424
64	\$ 14,329

2019 Monthly Retiree Contributions

	Years of Service at Retirement				
	5-9	10-19	20 - 25	26 - 29	30 or more
Net of Dental, Vision, and Life: Retiree Only	\$ 1,122	\$ 771	\$ 596	\$ 479	\$ 327
Retiree + 1 Dependent	\$ 2,291	\$ 1,940	\$ 1,765	\$ 1,648	\$ 1,496

Participation Assumed 21.4% of current eligible actives will elect retiree plan coverage when they retire. This assumption was provided by CCSD.

Spouse Participation Assumption 2.5% of active males and females will elect retiree spouse coverage. This assumption was based upon the current percentage of retirees under plan who elected to have retiree medical coverage for their spouses.

Changes in the Total OPEB Liability

	PEBP Plan	Support Staff / Police Plan	Administrative Plan	Licensed Plan	Total OPEB Liability
Balance recognized at June 30, 2020	\$ 151,647,700	\$ 27,501,100	\$ 26,565,500	\$ 75,891,700	\$ 281,606,000
Changes Recognized for the Fiscal Year					
Service Cost	-	2,107,123	801,133	4,284,714	7,192,970
Interest on the Total OPEB Liability	5,155,826	1,013,253	940,716	2,768,827	9,878,622
Differences Between Expected and Actual Experience	(2,565,984)	-	-	-	(2,565,984)
Change of Assumptions	17,982,909	7,973,073	(615,457)	33,163,833	58,504,358
Benefit Payments	(8,751,976)	(1,327,788)	(986,578)	(2,152,616)	(13,218,958)
Net Changes	11,820,775	9,765,661	139,814	38,064,758	59,791,008
Balance recognized at June 30, 2021	\$ 163,468,475	\$ 37,266,761	\$ 26,705,314	\$ 113,956,458	\$ 341,397,008

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 16 - POST EMPLOYMENT HEALTHCARE PLANS (continued)

Benefit Changes: None

Difference Between Expected and Actual Experience: For the PEBP plan, the \$2,565,983 decrease in the liability from June 30, 2020 to June 30, 2021 is due to lower than actual benefit payments in the measurement year than projected.

Changes in Assumptions: The increase in the liability from June 30, 2020 to June 30, 2021 is due to the net impact of a decrease in the assumed discount rates from 3.50% as of June 30, 2020 to 2.21% as of June 30, 2021. A change in the mortality Improvement scale from MP-2019 to MP-2020, and a change to the participation rate assumption.

Sensitivity of the total OPEB liability to changes in the discount rate: The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (1.21 percent) or 1-percentage point higher (3.21 percent) than the current discount rate:

	1% Decrease	Current Rate	1% Increase
	1.21%	2.21%	3.21%
PEBP Plan	\$ 181,632,934	\$ 163,468,475	\$ 148,083,108
Support Staff/Police Plan	41,580,602	37,266,761	33,577,639
Administrative Plan	29,153,094	26,705,314	24,462,667
Licensed Plan	126,498,221	113,956,458	102,585,192
Total OPEB Liability (Ending)	\$ 378,864,851	\$ 341,397,008	\$ 308,708,606

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (5.25 percent decreasing to 3.5 percent) or 1-percentage-point higher (7.25 percent decreasing to 5.5 percent) than the current healthcare cost trend rates:

	1% Decrease	Trend Rate	1% Increase
	5.25% decreasing to 3.50%	6.25% decreasing to 4.50%	7.25% decreasing to 5.50%
PEBP Plan	\$ 155,710,795	\$ 163,468,475	\$ 172,478,912
Support Staff/Police Plan	32,339,729	37,266,761	43,290,423
Administrative Plan	23,689,757	26,705,314	30,208,363
Licensed Plan	93,988,976	113,956,458	137,861,509
Total OPEB Liability (Ending)	\$ 305,729,257	\$ 341,397,008	\$ 383,839,207

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended June 30, 2021, the District recognized an OPEB expense of \$29,542,600. The breakdown of the \$29,542,600 by plan are as follows:

	PEBP Plan	Support Staff / Police Plan	Administrative Plan	Licensed Plan	Total all plans
OPEB expense	\$ 12,986,545	\$ 3,255,353	\$ 1,874,465	\$ 11,426,237	\$ 29,542,600

For the year ended June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources (see following page):

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 16 - POST EMPLOYMENT HEALTHCARE PLANS (continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
PEBP Plan		
Contributions made in Fiscal Year Ending 2021 after July 1, 2020 Measurement Date	\$ 7,586,207	\$ -
Total PEBP Plan	<u>\$ 7,586,207</u>	<u>\$ -</u>
Support Staff/Police Plan		
Difference between expected and actual experience	\$ 1,622,500	\$ -
Changes of assumptions	9,270,720	891,900
Contributions made in Fiscal Year Ending 2021 after July 1, 2020 Measurement Date	1,327,788	-
Total Support Staff/Police Plan	<u>\$ 12,221,008</u>	<u>\$ 891,900</u>
Administrative Plan		
Difference between expected and actual experience	\$ 79,400	\$ -
Changes of assumptions	7,083,200	1,286,029
Contributions made in Fiscal Year Ending 2021 after July 1, 2020 Measurement Date	986,578	-
Total Administrative Plan	<u>\$ 8,149,178</u>	<u>\$ 1,286,029</u>
Licensed Plan		
Difference between expected and actual experience	\$ 499,700	\$ -
Changes of assumptions	54,521,105	2,332,300
Contributions made in Fiscal Year Ending 2021 after July 1, 2020 Measurement Date	2,152,616	-
Total Licensed Plan	<u>\$ 57,173,421</u>	<u>\$ 2,332,300</u>
Total All Plans		
Difference between expected and actual experience	\$ 2,201,600	\$ -
Changes of assumptions	70,875,025	4,510,229
Contributions made in Fiscal Year Ending 2021 after July 1, 2020 Measurement Date	12,053,189	-
TOTAL ALL PLANS	<u>\$ 85,129,814</u>	<u>\$ 4,510,229</u>

The amounts of \$12,053,189 was reported as deferred outflows of resources related to OPEB from District contributions subsequent to the measurement date will be recognized as a reduction of the OPEB liability in the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows (see following page):

CLARK COUNTY SCHOOL DISTRICT

NOTES TO THE BASIC FINANCIAL STATEMENTS FOR THE FISCAL YEAR ENDED JUNE 30, 2021

NOTE 16 - POST EMPLOYMENT HEALTHCARE PLANS (continued)

Fiscal Year Ending June 30,	Support Staff / Police Plan	Administrative Plan	Licensed Plan	Total all plans
2022	\$ 1,285,753	\$ 962,372	\$ 6,187,628	\$ 8,435,753
2023	1,285,753	962,372	6,187,628	8,435,753
2024	1,285,753	962,372	6,187,628	8,435,753
2025	1,285,753	962,372	6,187,628	8,435,753
2026	1,317,453	1,018,072	6,187,628	8,523,153
Total Thereafter	3,540,855	1,009,011	21,750,365	26,300,231

NOTE 17 - DONOR RESTRICTED ENDOWMENTS

In 2021, Vegas PBS received an additional \$132,006 in donations to their term endowment bringing the total restricted balance to \$2,307,618. The corpus (principal) of the endowment is restricted from use for a set period of time while the corresponding appreciation may be spent as Vegas PBS sees fit for their various programs. Currently, the District does not have a policy restricting the authorization and spending of endowment investment income. State statute, NRS 164, allows a local government to authorize expenditures of net appreciation as is prudent for the government. As of June 30, 2021, there was \$1,989,922 of net appreciation recognized on these investments.

NOTE 18 - TAX ABATEMENT

For the year ended June 30, 2021, the aggregate amount of tax abatements disclosed is \$12,374,988. The tax revenues abated were local school support tax (sales tax) revenues under agreements entered into by the State of Nevada. The report is available on the State of Nevada Controller's Office website at www.controller.nv.gov.

NOTE 19 - SUBSEQUENT EVENTS

On July 13, 2021, the District issued \$200,000,000 of Series 2021A General Obligation (Limited Tax) Building Bonds. Proceeds of the 2021A Bonds will be used to acquire, construct, improve and equip school facilities of the District and pay the costs of issuing the 2021A Bonds.

In 2019, the Nevada Legislature adopted the Pupil Centered Funding Plan (PCFP), which becomes effective July 1, 2021. The PCFP replaces the 54-year old Nevada Plan for School Finance and establishes the State Education Fund to fund public education. In 2021, the Nevada Legislature approved Senate Bill 439 and 458. These two bills lay out the framework to implement the Pupil Centered Funding Plan and fund Nevada's K-12 programs for fiscal years 2022 and 2023.



**REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS**

Public Employees' Retirement System of Nevada

Last 10 Fiscal Years
(Dollar amounts in thousands)

	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
Contractually required contribution	\$ 165,633	\$ 163,775	\$ 182,285	\$ 188,171
Contributions in relation to the contractually required contribution	<u>(165,633)</u>	<u>(163,775)</u>	<u>(182,285)</u>	<u>(188,171)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's covered payroll	\$ 1,390,158	\$ 1,373,315	\$ 1,411,281	\$ 1,455,765
Contributions as a percentage of covered payroll	11.91%	11.93%	12.92%	12.93%

Note: Pursuant to GASB Statement No. 82, portions of contractually required contributions made by an employer to satisfy member contributions are no longer recognized as employer contributions.

For comparability, prior year values have been restated.

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS

Public Employees' Retirement System of Nevada

Last 10 Fiscal Years
(Dollar amounts in thousands)

<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
\$ 208,973	\$ 218,824	\$ 223,988	\$ 224,979	\$ 242,911	\$ 248,865
<u>(208,973)</u>	<u>(218,824)</u>	<u>(223,988)</u>	<u>(224,979)</u>	<u>(242,911)</u>	<u>(248,865)</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
\$ 1,489,055	\$ 1,558,618	\$ 1,594,834	\$ 1,602,299	\$ 1,656,457	\$ 1,695,079
14.03%	14.04%	14.04%	14.04%	14.66%	14.68%

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Public Employees' Retirement System of Nevada

Last 10 Fiscal Years*
(Dollar amounts in thousands)

	<u>2015**</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
District's proportion of the net pension liability (asset)	24.20%	24.38%	24.65%	24.39%	24.14%	23.37%	23.31%
District's proportionate share of the net pension liability (asset)	\$ 2,522,385	\$ 2,794,014	\$ 3,316,591	\$ 3,243,380	\$ 3,292,672	\$ 3,186,525	\$ 3,246,665
District's covered payroll	\$ 1,411,281	\$ 1,455,765	\$ 1,489,055	\$ 1,558,618	\$ 1,594,834	\$ 1,602,299	\$ 1,656,457
District's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	178.73%	191.93%	222.73%	208.09%	206.46%	198.87%	196.00%
Plan fiduciary net position as a percentage of the total pension liability	76.3%	75.1%	72.2%	74.4%	75.2%	76.5%	77.0%

* The amounts presented for each fiscal year were determined as of 6/30.

** Fiscal year 2015 was the first year of implementation, therefore only seven years are shown.

**Notes to Required Supplementary Information
for the Year Ended June 30, 2021**

Public Employees' Retirement System of Nevada

Changes of benefit terms. There have been no changes in benefit terms since the last valuation.

Changes of assumptions. There have been no changes in actuarial assumptions or methods since the last valuation.

**CLARK COUNTY SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OPEB LIABILITY AND RELATED RATIOS**

Last 10 Fiscal Years*

PEBP PLAN	2017	2018	2019	2020	2021
Total OPEB Liability					
Service cost	\$ -	\$ -	\$ -	\$ -	\$ -
Interest	5,463,000	4,387,100	4,971,400	5,088,700	5,155,826
Differences between expected and actual experience	-	-	-	14,559,200	(2,565,983)
Changes of assumptions	14,125,400	(10,320,200)	(3,517,600)	4,875,600	17,982,909
Benefit payments	(9,532,800)	(9,277,300)	(9,007,500)	(8,652,000)	(8,751,976)
Net change in total OPEB liability	10,055,600	(15,210,400)	(7,553,700)	15,871,500	11,820,776
Total OPEB liability - beginning	148,484,700	158,540,300	143,329,900	135,776,200	151,647,700
Total OPEB liability - ending	<u>\$ 158,540,300</u>	<u>\$ 143,329,900</u>	<u>\$ 135,776,200</u>	<u>\$ 151,647,700</u>	<u>\$ 163,468,476</u>
Covered-employee payroll	N/A	N/A	N/A	N/A	N/A
CCSD's Total OPEB liability as a percentage of covered-employee payroll	N/A	N/A	N/A	N/A	N/A

Notes to Required Supplementary Information for the Year Ended June 30, 2021

There are no assets accumulated in a trust to pay related benefits.

Changes of benefit terms

None

Differences between expected and actual experience

The \$2,565,983 decrease in the liability from June 30, 2020 to June 30, 2021 is due to lower actual benefit payments in the measurement year than projected.

The \$14,559,200 increase in the liability from June 30, 2019 to June 30, 2020 is due to changes in census, claims and premium data.

Changes of assumptions.

The \$17,982,909 increase in the liability from June 30, 2020 to June 30, 2021 is due to the changes in the discount rate, participation rate and mortality assumptions.

The \$4,875,600 increase in the liability from June 30, 2019 to June 30, 2020 is due to the changes in the discount rate, trends and mortality assumptions.

All Total OPEB Liability numbers reflect the plan provisions that are currently in effect. The Total OPEB Liabilities prior to June 30, 2021 are shown for illustrative purposes and differ solely due to the discount rate in effect at each date.

SUPPORT STAFF / POLICE PLAN	2017	2018	2019	2020	2021
Total OPEB Liability					
Service cost	\$ 1,647,500	\$ 1,916,500	\$ 1,767,100	\$ 1,757,900	\$ 2,107,123
Interest	730,000	619,700	776,500	863,800	1,013,253
Differences between expected and actual experience	-	-	-	2,097,700	-
Changes of assumptions	1,232,500	(1,099,600)	(449,000)	2,845,000	7,973,073
Benefit payments	(1,343,500)	(1,343,500)	(1,419,000)	(1,327,800)	(1,327,788)
Net change in total OPEB liability	2,266,500	93,100	675,600	6,236,600	9,765,661
Total OPEB liability - beginning	18,229,400	20,495,900	20,589,000	21,264,500	27,501,100
Total OPEB liability - ending	<u>\$ 20,495,900</u>	<u>\$ 20,589,000</u>	<u>\$ 21,264,600</u>	<u>\$ 27,501,100</u>	<u>\$ 37,266,761</u>
Covered-employee payroll	-	376,532,900	387,346,300	388,081,200	396,507,605
CCSD's Total OPEB liability as a percentage of covered-employee payroll	0.00%	5.47%	5.51%	7.09%	9.40%

Notes to Required Supplementary Information for the Year Ended June 30, 2021

There are no assets accumulated in a trust to pay related benefits.

Changes of benefit terms.

None

Differences between expected and actual experience

None

The \$2,097,700 increase in the liability from June 30, 2019 to June 30, 2020 is due to changes in census, claims and premium data.

Changes of assumptions.

The \$7,973,073 increase in the liability from June 30, 2020 to June 30, 2021 is due to the decrease in the assumed discount rate from 3.50% as of June 30, 2020 to 2.21% as of June 30, 2021.

The \$2,845,000 increase in the liability from June 30, 2019 to June 30, 2020 is due to the decrease in the assumed discount rate from 3.87% as of June 30, 2019 to 3.50% as of June 30, 2020.

All Total OPEB Liability numbers reflect the plan provisions that are currently in effect. The Total OPEB Liabilities prior to June 30, 2021 are shown for illustrative purposes and differ solely due to the discount rate in effect at each date.

*Fiscal Year 2018 was the first year of implementation, retroactively applied, therefore only five years are shown.

CLARK COUNTY SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OPEB LIABILITY AND RELATED RATIOS

Last 10 Fiscal Years*

ADMINISTRATIVE PLAN	2017	2018	2019	2020	2021
Total OPEB Liability					
Service cost	\$ 515,000	\$ 616,200	\$ 555,000	\$ 547,100	\$ 801,133
Interest	632,200	514,600	611,900	652,400	940,716
Differences between expected and actual experience	-	-	-	106,000	-
Changes of assumptions	1,230,600	(973,900)	(357,300)	9,448,200	(615,457)
Benefit payments	(1,059,400)	(1,059,400)	(1,073,000)	(987,000)	(986,578)
Net change in total OPEB liability	1,318,400	(902,500)	(263,400)	9,766,700	139,814
Total OPEB liability - beginning	16,646,300	17,964,700	17,062,200	16,798,800	26,565,500
Total OPEB liability - ending	<u>\$ 17,964,700</u>	<u>\$ 17,062,200</u>	<u>\$ 16,798,800</u>	<u>\$ 26,565,500</u>	<u>\$ 26,705,314</u>
Covered-employee payroll	-	123,995,800	150,645,100	131,457,300	133,685,548
CCSD's Total OPEB liability as a percentage of covered-employee payroll	0.00%	13.76%	11.16%	20.21%	19.98%

Notes to Required Supplementary Information for the Year Ended June 30, 2021

There are no assets accumulated in a trust to pay related benefits.

Changes of benefit terms.

None

Differences between expected and actual experience

None

The \$106,000 increase in the liability from June 30, 2019 to June 30, 2020 is due to changes in census, claims and premium data.

Changes of assumptions.

The \$615,457 decrease in the liability from June 30, 2020 to June 30, 2021 is due to the decrease in the assumed discount rate from 3.50% as of June 30, 2020 to 2.21% as of June 30, 2021

The \$9,448,200 increase in the liability from June 30, 2019 to June 30, 2020 is due to the decrease in the assumed discount rate from 3.87% as of June 30, 2019 to 3.50% as of June 30, 2020.

All Total OPEB Liability numbers reflect the plan provisions that are currently in effect. The Total OPEB Liabilities prior to June 30, 2021 are shown for illustrative purposes and differ solely due to the discount rate in effect at each date.

LICENSED PLAN	2017	2018	2019	2020	2021
Total OPEB Liability					
Service cost	\$ 2,349,900	\$ 2,805,400	\$ 2,536,700	\$ 2,502,100	\$ 4,284,714
Interest	1,474,900	1,250,900	1,535,200	1,692,100	2,768,827
Differences between expected and actual experience	-	-	-	625,900	-
Changes of assumptions	3,040,700	(2,559,700)	(1,025,300)	30,937,800	33,163,833
Benefit payments	(2,239,300)	(2,239,300)	(2,215,000)	(2,153,000)	(2,152,616)
Net change in total OPEB liability	4,626,200	(742,700)	831,600	33,604,900	38,064,758
Total OPEB liability - beginning	37,571,700	42,197,900	41,455,200	42,286,800	75,891,700
Total OPEB liability - ending	<u>\$ 42,197,900</u>	<u>\$ 41,455,200</u>	<u>\$ 42,286,800</u>	<u>\$ 75,891,700</u>	<u>\$ 113,956,458</u>
Covered-employee payroll	-	1,058,747,800	1,056,842,330	1,082,759,900	1,126,263,454
CCSD's Total OPEB liability as a percentage of covered-employee payroll	0.00%	3.92%	4.00%	7.01%	10.12%

Notes to Required Supplementary Information for the Year Ended June 30, 2021

There are no assets accumulated in a trust to pay related benefits.

Changes of benefit terms.

None

Differences between expected and actual experience

None

The \$625,900 increase in the liability from June 30, 2019 to June 30, 2020 is due to changes in census, claims and premium data.

Changes of assumptions.

The \$33,163,833 increase in the liability from June 30, 2020 to June 30, 2021 is due to the decrease in the assumed discount rate from 3.50% as of June 30, 2020 to 2.21% as of June 30, 2021.

The \$30,937,800 increase in the liability from June 30, 2019 to June 30, 2020 is due to the decrease in the assumed discount rate from 3.87% as of June 30, 2019 to 3.50% as of June 30, 2020.

All Total OPEB Liability numbers reflect the plan provisions that are currently in effect. The Total OPEB Liabilities prior to June 30, 2021 are shown for illustrative purposes and differ solely due to the discount rate in effect at each date.

*Fiscal Year 2018 was the first year of implementation, retroactively applied, therefore only five years are shown.

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