



Annual Comprehensive Financial Report



Reno-Sparks Convention & Visitors Authority
Fiscal Year Ended June 30, 2021

RENO-SPARKS CONVENTION & VISITORS AUTHORITY

STATE OF NEVADA

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Year Ended
June 30, 2021

Bob Lucey
Board Chair

Charles Harris
President/CEO

Courtney Jaeger, CPA
Vice President of
Finance

Prepared by the Reno-Sparks Convention & Visitors Authority
Finance Department

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**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

CONTENTS	PAGE
INTRODUCTORY SECTION	
Letter of Transmittal	i
Certificate of Achievement For Excellence In Financial Reporting	v
Organizational Structure	vi
Board of Directors	vii
Executive Staff	viii
FINANCIAL SECTION	
Report of Independent Auditors	1
Management's Discussion and Analysis	4
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	15
Statement of Activities	16
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet	17
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	18
Statement of Revenues, Expenditures and Changes in Fund Balances	19
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	20
Statement of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual General Fund	21
Proprietary Fund:	
Statement of Net Position	23
Statement of Revenues, Expenses and Changes in Net Position	24
Statement of Cash Flows	25
Notes to Financial Statements	27
Required Supplementary Information:	
Schedule of Changes in the Authority's Total OPEB Liability and Related Ratios	59
Schedule of the Authority's Share of the Net Pension Liability and Authority's Contributions	61
Individual Fund Schedules:	
Major Governmental Funds:	
Debt Service Fund:	
Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual	62
Capital Projects Fund:	
Schedule of Revenues, Expenditures and Changes in Fund Balance-Budget and Actual	63
Internal Service Fund:	
Schedule of Net Position	64
Schedule of Revenues, Expenses and Changes in Net Position-Budget and Actual	65
Schedule of Cash Flows-Budget and Actual	66



**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

CONTENTS	PAGE
STATISTICAL SECTION (Unaudited)	
Statistical Information	68
Financial Trends:	
Net Position by Component	69
Changes in Net Position	70
General Room Tax (6 5/8%) Collections, Last Ten Fiscal Years	71
Fund Balances of Governmental Funds	72
Change in Fund Balances of Governmental Funds and Revenues by Source	73
Revenue Capacity:	
Room Tax Rates by Location	74
Principal Room Taxpayers	75
Debt Capacity:	
Outstanding Debt by Type	76
General Bonded Debt Outstanding	77
Direct and Overlapping Governmental Activities Bonded Debt	78
Legal Debt Margin Information	79
Pledged Revenue Coverage	80
Demographic and Economic Information:	
Demographic and Economic Statistics	81
Principal Employers	82
Operating Information:	
General Room Tax (6 5/8%) Collections, Current Fiscal Year	83
Room Tax And Occupancy Statistics - Cash Occupied Rooms Nights	84
Room Tax And Occupancy Statistics - Occupied Rooms	85
Room Tax And Occupancy Statistics - Available Rooms	86
Room Tax And Occupancy Statistics - Percentage of Occupancy	87
Room Tax And Occupancy Statistics - Taxable Room Revenues	88
Room Tax And Occupancy Statistics - Average Cash Rates	89
Full-time Equivalent Employees by Function	90
Reno-Sparks Convention Center, Reno-Sparks Livestock Events Center, National Bowling Stadium and Reno Events Center Activity Summary	91
Capital Asset Statistics by Function	92
COMPLIANCE SECTION	
Report of Independent Auditors on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	94

INTRODUCTORY SECTION



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December 23, 2021

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

Subject: Annual Comprehensive Financial Report for the Fiscal Year
July 1, 2020 to June 30, 2021

The Annual Comprehensive Financial Report of the Reno-Sparks Convention & Visitors Authority ("the Authority") with accompanying independent auditor's report for the fiscal year ended June 30, 2021, is submitted herewith. Responsibility for the accuracy, completeness, and fairness of the presentation, including all disclosures, rests with the Authority. We believe that the data, as presented, is accurate and complete in all material aspects and fairly sets forth the net position, activities and cash flows of the Authority. We further believe that all disclosures necessary to enable the reader to gain the maximum understanding of the Authority's financial affairs have been included. This letter of transmittal is designed to complement the Management Discussion and Analysis (MD&A) and should be read in conjunction with the MD&A. The MD&A can be found immediately following the report of the independent auditors.

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

THE REPORTING ENTITY

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

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

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

ECONOMIC CONDITIONS AND OUTLOOK

Fiscal Year 2021: Throughout the period covered by this report, the fiscal year ended June 30, 2021, gaming and tourism continued to be the dominant local industries, making the economic vitality of Washoe County largely dependent on a constant influx of visitors.

For fiscal year 2021, cash occupied room nights were 2,636,933, which is a decrease of 74,256, 2.7%, from the fiscal year ended June 30, 2020 (fiscal year 2020). The overall occupancy percentage in Washoe County was 61.5%, which was a decrease from the overall occupancy percentage of 64.2% in the prior fiscal year. Average cash room rates in fiscal year 2021 were \$123.59, an increase from average cash room rates of \$117.28 in the prior year. Total taxable room revenues in fiscal year 2021 were \$325,895,696, an increase of \$7,925,246 from total taxable room revenues in the prior fiscal year. This increase was primarily driven by the increase in average cash rates, given that occupied rooms decreased.

Fiscal year 2021 will also be compared to the fiscal year ended June 30, 2019 (fiscal year 2019) as a recovery metric, given that this was the last full fiscal year prior to the COVID-19 pandemic. During fiscal year 2021, cash occupied rooms were 24% lower than fiscal year 2019. Average cash room rates were 7% higher during fiscal year 2021 than during fiscal year 2019. Overall taxable room revenues during fiscal year 2021 were 19% lower than during fiscal year 2019.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

Outlook For Fiscal Year 2022 and Future: The outbreak of COVID-19, a respiratory disease caused by a new strain of coronavirus, was declared a pandemic by the World Health Organization on March 11, 2020. The outbreak of the disease has affected travel, commerce, and financial markets globally and has widely impacted economic growth worldwide.

The COVID-19 pandemic continues to impact the economy. Management cannot predict or determine the recovery period or the long-term financial effect that the COVID-19 pandemic will have on the Authority's finances or operations due to the high degree of uncertainty regarding the future economy.

The Authority's main revenue sources are room license taxes, facilities revenue, and convention and visitors service revenue, which can be significantly impacted by pandemic related travel restrictions, business closures, and venue capacity restrictions. Management cannot predict or determine the recovery period or the long-term financial effect that the pandemic will have on the Authority's finances. The Authority has implemented proactive cost savings and long-term financial planning measures to mitigate these potential circumstances.

During fiscal year 2016, the Board of Directors adopted a Strategic Plan for the Authority. The plan outlined four main priorities: Visitation/Destination Awareness; Direct Room Night Growth; Facility Efficiency; Organizational Sustainability. During fiscal year 2022, Authority management will work to develop a new three-year strategic plan to be adopted by the Board of Directors.

Financial Policies: The financial policies of the Authority address the various activities of the Authority. Policies have remained consistent for the year ended June 30, 2021 in relation to the continuing revenue sources and the related expenditure/expense of such sources.

Facility Management: The agreement with ASM Global for the management and operation of the National Bowling Stadium, Reno Events Center, Reno-Sparks Convention Center and Reno-Sparks Livestock Events Center began on June 17, 2018 and terminates on June 1, 2022. During September 2021, the Board of Directors moved not to proceed with Request for Proposal process regarding professional management services for operation of the National Bowling Stadium, Reno Events Center, Reno-Sparks Convention Center, and the Reno-Sparks Livestock Events Center, thereby moving to bring operation of the facilities in-house at the termination of the current contract with ASM Global.

OTHER INFORMATION

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


Awards: The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the Authority for its Annual Comprehensive Financial Report for the fiscal year ended June 30, 2020. This was the thirty-fourth consecutive year the Authority has received this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both accounting principles generally accepted in the United States of America and applicable legal requirements.

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

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

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

Respectfully submitted,

A handwritten signature in cursive script that reads "Courtney Jaeger". The signature is written in dark ink and is positioned above a horizontal line.

Courtney Jaeger, CPA
Vice President of Finance



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

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

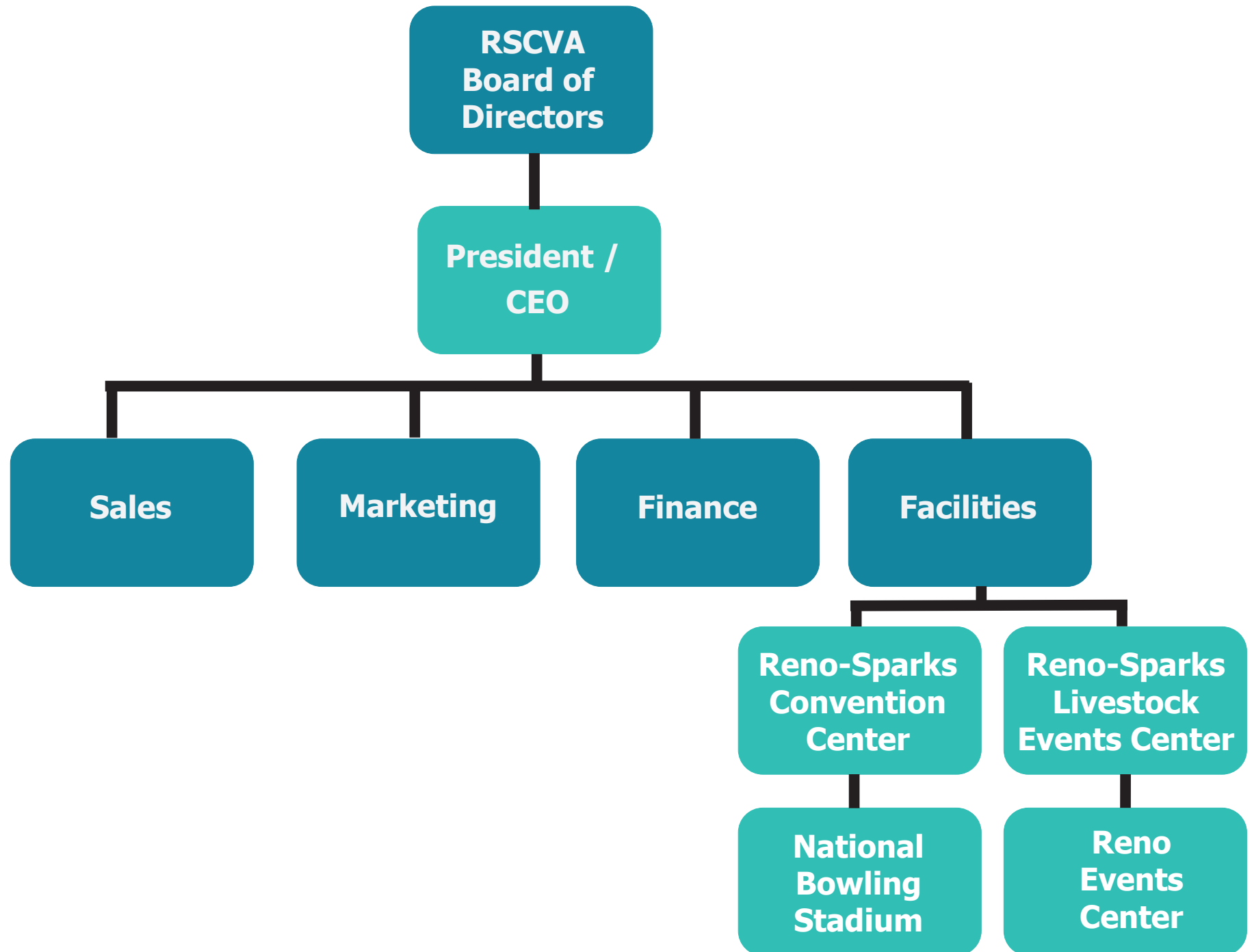
For its Comprehensive Annual
Financial Report
For the Fiscal Year Ended

June 30, 2020

Christopher P. Morill

Executive Director/CEO

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
ORGANIZATIONAL STRUCTURE
JUNE 30, 2021**



Reno-Sparks Convention & Visitors Authority
Board of Directors



Bob Lucey, Chair
Washoe County



Ann Silver, Vice Chair
Reno + Sparks Chamber of Commerce



Andy Chapman
Incline Village/Crystal Bay CVB



Jessica Sferrazza
Reno-Tahoe International Airport



Shannon Keel
Gaming Industry



Rick Murdock
Gaming Industry



Charlene Bybee
City of Sparks



Mayor Hillary Schieve
City of Reno



Mark Sterbens
Gaming Industry

Reno-Sparks Convention & Visitors Authority
Executive Staff



Charles Harris, CDME
President and CEO



Mike Larragueta
Vice President of Sales



Courtney Jaeger, CPA
Vice President of Finance



Christina Erny, CDME
Vice President of Marketing



Art Jimenez
Executive Director of Tourism



Ben McDonald
Director of Communications

FINANCIAL SECTION

Report of Independent Auditors

The Board of Directors
Reno-Sparks Convention & Visitors Authority

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, each major fund, the budgetary statement for the general fund, and the aggregate remaining fund information of Reno-Sparks Convention & Visitors Authority (the "Authority") as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Reno-Sparks Convention & Visitors Authority as of June 30, 2021, and the respective changes in financial position and, where applicable, cash flows thereof and the budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Prior Year Financial Statements

The financial statements of the Authority as of and for the year ended June 30, 2020, were audited by other auditors whose reported dated November 24, 2020 expressed an unmodified opinion on those financial statements.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 14, the schedule of changes in the Authority's total OPEB liability and related ratios on pages 59 through 60, and the schedule of the Authority's share of the net pension liability and the Authority's contributions on page 61 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Authority's basic financial statements. The individual fund schedules, budgetary schedules and the introductory and statistical sections are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The individual fund schedules and budgetary schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the individual fund schedules and budgetary schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated December 23, 2021 on our consideration of the Authority's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Authority's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Authority's internal control over financial reporting and compliance.

Moss Adams LLP

Seattle, Washington
December 23, 2021

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

The following is Management's Discussion and Analysis (MD&A) of the financial performance and activity of the Reno-Sparks Convention & Visitors Authority ("the Authority"). The MD&A provides an introduction to and understanding of the financial statements of the Authority for the fiscal year (FYs) ended June 30, 2021 (FY 2021) with selected comparable data for the fiscal year ended June 30, 2020 (FY 2020). This section should be read in conjunction with the transmittal letter, financial statements, and notes to the financial statements to gain a better understanding of the information presented in MD&A.

Overview of the Financial Statements

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

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

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

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

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

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

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

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

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

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

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

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

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

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

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

Government-wide Financial Analysis

Net Position

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

	Governmental Activities			
	2021	2020	Change	
Assets				
Current and other assets	\$ 25,368,063	\$ 26,968,951	\$ (1,600,888)	(6%)
Capital assets	50,865,465	54,822,820	(3,957,355)	(7%)
Total assets	76,233,528	81,791,771	(5,558,243)	(7%)
Deferred outflows of resources	5,720,321	5,755,143	(34,822)	(1%)
Liabilities				
Long-term liabilities	94,305,356	106,437,629	(12,132,273)	(11%)
Other liabilities	6,013,084	5,561,409	451,675	8%
Total liabilities	100,318,440	111,999,038	(11,680,598)	(10%)
Deferred inflows of resources	4,734,739	5,709,086	(974,347)	(17%)
Net Position				
Net investment in capital assets	\$ (9,880,825)	\$ (13,924,547)	\$ 4,043,722	29%
Restricted for:				
Debt service	6,579,829	10,614,390	(4,034,561)	(38%)
Strategic Plan Implementation	4,953,325	3,856,638	1,096,687	28%
Claims	136,044	188,992	(52,948)	(28%)
Unrestricted (deficit)	(24,887,703)	(30,896,683)	6,008,980	19%
Total net position	\$ (23,099,330)	\$ (30,161,210)	\$ 7,061,880	23%

Total net position for the Authority as of June 30, 2021 was \$(23,099,330). This is an increase of 23%, \$7,061,880, from June 30, 2020. Significant changes contributing to the overall increase include increases in cash and investments and room tax receivables largely driven by increases in room tax revenues, and decreases in bonds payable due to the issuance of the Series 2021 Refunding Bonds, which refunded the 2011 Series Refunding Bonds, 2019A Series Refunding Bonds, and the 2019B Series Refunding Bonds.

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

The deficit in unrestricted net position is primarily the result of the accreted interest on the capital appreciation bonds, the net pension liability, and the total OPEB liability.

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

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

Capital Assets

The following is a summary of capital assets at June 30, 2021:

	Governmental Activities
Water Rights	\$ 3,445,200
Buildings and Improvements	40,114,002
Improvements	4,751,489
Furniture and Equipment	2,554,774
Total	<u>\$ 50,865,465</u>

The RSCVA's capital assets for its governmental activities as of June 30, 2021, were \$50,865,465 (net of accumulated depreciation). Significant capital asset transactions during the fiscal year included: Reno-Sparks Convention Center – restroom remodels, parking lot remodels, equipment purchases, and upgrades to meeting rooms; Reno-Sparks Livestock Events Center – purchase equipment including a water truck and arena drag and parking lot remodels.

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

Long-term Debt Activity

The following is a summary of outstanding general obligation debt at June 30, 2021:

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

During fiscal year 2021, the Authority made payments of \$12,139,987 in principal and \$3,071,196 in interest on its outstanding bonds. On April 6, 2021, the Authority issued the Series 2021 Refunding Bonds in the amount of \$65,760,000. The bonds were issued to refund \$85,984,000 of the 2011 Series Refunding Bonds, 2019A Series Refunding Bonds, and the 2019B Series Refunding Bonds. The Authority refunded such bonds to reduce debt service payments over the next 12 years by \$7,237,427 and to obtain an economic gain of \$6,755,066.

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

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

Change in Net Position

The following table summarizes changes in net position for the year ended June 30, 2021:

	Governmental Activities			
	2021	2020	Change	
Revenue				
<i>Program revenues</i>				
Charges for services	\$ 3,435,807	\$ 7,348,821	\$ (3,913,014)	(53%)
Operating grants and contributions	20,629	342,279	(321,650)	(94%)
<i>General revenues</i>				
Room taxes, penalties and interest	32,870,766	32,297,723	573,043	2%
Unrestricted investment and interest earnings	7,932	64,902	(56,970)	(88%)
Gain on sale of capital assets	5,016	31,422	(26,406)	(84%)
Miscellaneous	64,000	56,311	7,689	14%
Total revenues	<u>36,404,150</u>	<u>40,141,458</u>	<u>(3,737,308)</u>	(9%)
Expenses:				
General government	3,296,572	3,493,871	(197,299)	(6%)
Community support	23,775,796	31,480,262	(7,704,466)	(24%)
Debt service	2,269,902	3,771,174	(1,501,272)	(40%)
Total expenses	<u>29,342,270</u>	<u>38,745,307</u>	<u>(9,403,037)</u>	(24%)
Change in net position	<u>7,061,880</u>	<u>1,396,151</u>	<u>5,665,729</u>	406%
Net Position, July 1	<u>(30,161,210)</u>	<u>(31,557,361)</u>	<u>1,396,151</u>	(4%)
Net Position, June 30	<u>\$ (23,099,330)</u>	<u>\$ (30,161,210)</u>	<u>\$ 7,061,880</u>	(23%)

Revenues

The Authority's total revenues for fiscal year 2021 decreased by \$3,737,308 compared to the prior fiscal year. The majority of the decrease is related to facility revenues within the charges for services, with a smaller decrease also noted in operating grants and contributions. Meetings, conventions, and other events have not returned to pre-pandemic levels and have been generally slower to recover than leisure travel, largely due to travel restrictions and capacity limitations related to the COVID-19 pandemic, which has caused a significant reduction in facility revenues. The COVID-19 pandemic is discussed further in the "Other Economic Developments" section of MD&A.

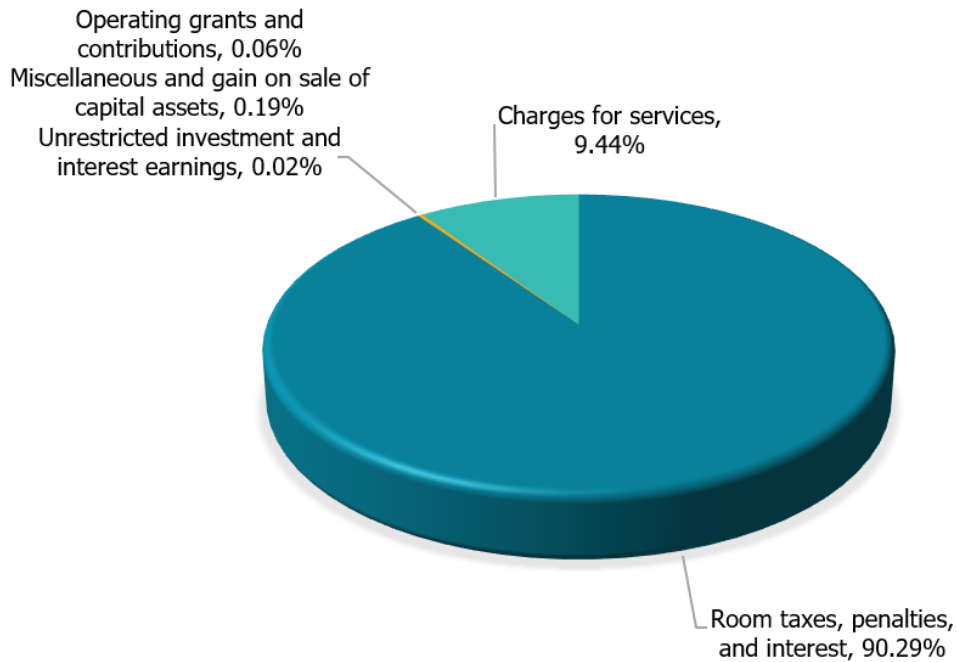
Expenses

The Authority's total expenses for fiscal year 2021 decreased \$9,403,037 compared to the prior fiscal year. This change is primarily attributable to decreases in spending related to community support, as a result of cost saving measures implemented in response to the impact of the COVID-19 pandemic. The majority of this decrease is the result of reductions in staffing in the sales and marketing departments and reductions in services and supplies in sales and marketing, due to the COVID-19 pandemic. Also contributing to the decrease were reductions in facility expenses due to the third-party operator of the facilities reducing staffing, professional services expenses, and other expenses due to lower amounts of activity than the prior year and prior to the pandemic.

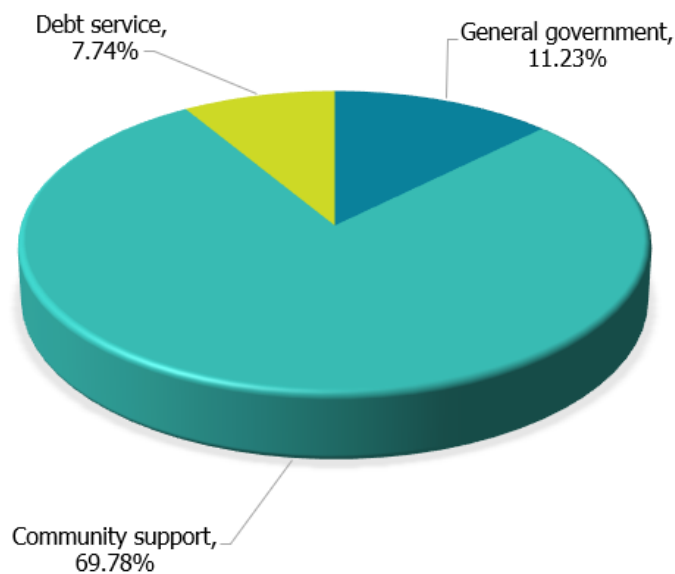
**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

Below is the composition of revenues and expenses within governmental activities for the year ended June 30, 2021:

Revenues – Governmental Activities



Expenses – Governmental Activities



**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

Fund Financial Analysis

At the end of the current fiscal year, the Authority's governmental funds reported combined ending fund balances of \$20,018,020. Approximately 24% of this total amount (\$4,903,139) constitutes unassigned fund balance, which is available for spending at the government's discretion. The remainder of the fund balance is non-spendable, restricted, or assigned to indicate that is not available for new spending because it has already been committed to other purposes (prepaid expenditures, inventory, debt, strategic plan implementation, claims, and the use of funds in the FY 22 budget).

General Fund

The General Fund is the chief operating fund of the Authority. At the end of the current fiscal year, the total fund balance in the General Fund was \$11,178,021. As a measure of the General Fund's liquidity, it is useful to compare fund balance with fund expenditures. The ratio of fund balance to expenditures is 48% for the year ended June 30, 2021, which is an increase of 18% from the prior fiscal year.

Change in Fund Balance - General Fund

At June 30, 2021, total fund balance in the General Fund was \$11,178,021, which is an increase of 17%, \$1,593,021, from the prior year. This increase was largely driven by a reduction in total expenditures of 26%, \$8,333,087, offset by increases in transfers to other funds and decreases in total revenues. The largest decreases in expenditures were in convention and tourism promotion and facility operations, which are primarily the result of cost saving measures implemented in response to the impact of the COVID-19 pandemic. For the year ended June 30, 2021, total convention and tourism promotion expenditures were \$10,020,519, which is a decrease of \$3,555,615 from the prior year. The majority of this decrease is the result of reductions in staffing in the sales and marketing departments and reductions in services and supplies in sales and marketing, due to the COVID-19 pandemic. For the year ended June 30, 2021, total facility operations expenses were \$7,835,317, a decrease of \$5,092,116 from the prior year. Meetings, conventions, and other events have not returned to pre-pandemic levels and have been generally slower to recover than leisure travel, largely due to travel restrictions and capacity limitations related to the COVID-19 pandemic. As a result, the third-party operator of the facilities has reduced reducing staffing, professional services expenses, and other expenses due to lower amounts of activity than the prior year and pre-pandemic. For the year ended June 30, 2021, total general fund revenues were \$36,396,460, which is a decrease of \$3,579,959 from the prior year. This decrease is primarily driven by the decrease in facilities revenues, due to fewer meetings, conventions, and other events.

Budgetary Highlights – General Fund

General Fund revenues were above final budget by \$7,490,466 for the fiscal year, primarily due to a stronger than predicted rebound in leisure-travel after certain COVID-19 pandemic restrictions were lifted, in addition to higher average daily room rates than anticipated. Events

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

and conventions, however, have been slower to recover and consequently, facilities revenues were \$2,288,275 under budget. The COVID-19 pandemic is discussed further in the "Other Economic Developments" section of MD&A. Expenditures were below final budget by \$2,321,770, primarily due to the continuation of cost saving measures in convention and tourism promotion and facility operations, in response to the COVID-19 pandemic.

Debt Service Fund

The Debt Service Fund has a total fund balance of \$7,378,914, a decrease of \$4,773,321 from the prior year, all of which is restricted for the payment of debt service. The decrease in fund balance is primarily due to the timing of principal payments in conjunction with the issuance of the Series 2021 Refunding Bonds, which refunded the 2011 Series Refunding Bonds, 2019A Series Refunding Bonds, and the 2019B Series Refunding Bonds.

Capital Projects Fund

The Capital Projects Fund is used to track capital expenditures at the Authority's facilities. The fund has assigned fund balance of \$1,461,085 at year end. The ending fund balance is assigned to ongoing approved projects and fluctuates based upon project status.

Change in Fund Balance – Capital Projects Fund

For the year ended June 30, 2021, total fund balance in the Capital Projects Fund was \$1,461,085. This is an increase of 43% (\$441,925) from the prior year. The increase in fund balance is due to transfers exceeding expenditures during the year. The actual cost for certain projects during the fiscal year were less than the budgeted costs, due to changes in the scope of projects and other factors. Additionally, due to timing, certain capital projects that have been funded but not yet completed or started.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

Known Economic Factors

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

- The Nugget – Major renovations were completed during fiscal year 2021, including a new restaurant, hotel room remodels, and an 8,500 seat Event Center for outdoor concerts.
- Sands Regency – Renovations were completed on the Aspen Tower (formerly the Empress tower) totaling 225 rooms. During fiscal year 2022, the Dynasty tower will be shut down, completely renovated, and will reopen as the Birch tower with 268 suites. During early calendar year, 2022 the casino may also be expanded east.
- The Row (Eldorado, Silver Legacy, Circus Circus) – The complete remodel of all rooms and suites at the Silver Legacy that began in 2019 was completed during July 2021. The Ichibon restaurant at the Eldorado was opened in December 2020.
- Atlantis Casino Resort – The first tower renovation will begin in January 2022 with an anticipated completion date of May 2022.
- Grand Sierra Resort – Room renovations took place between March and May 2021. Room renovations will resume in January 2022 and are anticipated to be completed in during spring of 2023.
- Peppermill Hotel Casino – Renovations to the Peppermill Tower began during mid-2021 with a scheduled completion of spring 2023.

Notable hotel developments were as follows:

- The Meadowood Courtyard Super 8/Days Inn was shut during mid-2021 for major renovation. The property is scheduled to reopen during December 2021 as the Best Western by Aiden.
- Various projects have been announced for development, including a Kimpton Hotel in downtown Reno, a Marriott Element Hotel for Park Lane Reno, a Hyatt Place at Summit Sierra Mall, and two additional hotels at the Sparks Marina. No official opening dates for any of these projects has announced.
- The Cal Neva Resort & Casino was purchased out of bankruptcy, though future plans for the property have not been announced.
- Harrah's closed in March 2020 and the property was sold to CAI Investments. Major renovation is scheduled with a planned re-opening as a mixed-use development known as the Reno City Center. The East Tower of Harrah's reopened in January 2021 as the Reno Suites Hotel.

Other Economic Developments:

- Jacobs Development has previously announced plans for a \$1 billion mixed-use development in downtown Reno. The area encompasses 20 city blocks that will be known as Reno's Neon Line District. Jacobs Entertainment has already invested more than \$100 million in the acquisition of over 50 separate properties. The District stretches from downtown Reno's West Street to Keystone Avenue, and from Interstate 80 South to West Second Street. The centerpiece of the District is the creation of a \$25 million, half-mile-long installation of public art along West Fourth Street, that will

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

be known as Reno's Neon Line. Currently under construction, Reno's Neon Line will host rotating artwork, with the initial artwork of the series to include sculptures formerly exhibited at Burning Man. The vision is a cultural epicenter for the arts, entertainment, hospitality and lodging. According to Jacobs Development, the Reno Neon Line will be a half-mile long ribbon of color, light, sound, art, entertainment and experiences that will focus national attention on a revitalized urban environment.

- Developer Foothill Partners is looking to transform the former Lowe's building in Sparks into a \$30 million development known as The Oddie District. The intention is to bring vibrant, creative, and community-minded energy to reinvigorate the area in Sparks, with amenities such as flex-tech offices, a brewery and distillery, restaurants, and retail stores. Construction started during June 2021, and the entire district is scheduled to be completed by the fall of 2022.
- The Washoe County median home price was \$510,000 at June 30, 2021, a 26% increase compared to June 2020. The lack of inventory has been the primary driving factor for increasing prices. Increased job opportunities are projected to increase the population in the coming years, which could result in more home construction, additional jobs, and further growth in both the local population, as well as visitation.
- The outbreak of COVID-19, a respiratory disease caused by a new strain of coronavirus, was declared a pandemic by the World Health Organization on March 11, 2020. The outbreak of the disease has affected travel, commerce, and financial markets globally and has widely impacted economic growth worldwide.

On March 17, 2020, the Governor of the State of Nevada (Governor) declared that all non-essential businesses would be closed to help mitigate the spread of COVID-19. During early May 2020, certain non-essential businesses began reopening within the State of Nevada. During late May 2020, the Governor announced that casinos within the State of Nevada could reopen on June 4, 2020.

Several COVID-19 related declarations have been made since. Notably, on September 2, 2021, the Governor signed Emergency Directive 050, which expanded the mask exception for large indoor events to now include conventions within counties that have "substantial" or "high" COVID-19 transmission if all attendees are vaccinated, and superseded previously issued related Emergency Directives. This policy expansion gave an option for convention organizers to choose between requiring masks indoors for all attendees, regardless of vaccination status, or ensuring that all attendees are vaccinated, in which case fully-vaccinated attendees can remove their mask. Per the Emergency Directive, masks are not required for fully vaccinated persons at conferences in counties with "substantial" or "high" transmission rates if certain following conditions are met.

The COVID-19 pandemic continues to impact the economy. Management cannot predict or determine the recovery period or the long-term financial effect that the COVID-19 pandemic will have on the Authority's finances or operations due to the high degree of uncertainty regarding the future economy.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEARS ENDED JUNE 30, 2021 AND 2020**

Requests for Information

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

BASIC FINANCIAL STATEMENTS

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
STATEMENT OF NET POSITION
JUNE 30, 2021

	Governmental Activities
ASSETS	
Cash and investments	\$ 17,919,801
Receivables	
Accounts receivable	239,545
Room license taxes receivable	6,551,323
Other receivables	363,293
Prepaid items	209,423
Inventories	84,678
Capital assets not being depreciated	3,445,200
Capital assets being depreciated (net of accumulated depreciation)	47,420,265
TOTAL ASSETS	<u>76,233,528</u>
DEFERRED OUTFLOWS OF RESOURCES	
Pension	1,318,711
OPEB	655,054
Deferred charge on refunding	3,746,556
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>5,720,321</u>
LIABILITIES	
Accounts payable	1,324,301
Accrued liabilities	2,633,572
Accrued interest payable	799,085
Event deposits	1,256,126
Noncurrent liabilities:	
Due within one year	340,000
Due in more than one year	
Compensated absences	14,713
Bonds	80,296,788
Net pension liability	8,139,463
Total OPEB liability	5,514,392
TOTAL LIABILITIES	<u>100,318,440</u>
DEFERRED INFLOWS OF RESOURCES	
Pension	4,351,677
OPEB	383,062
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>4,734,739</u>
NET POSITION	
Net investment in capital assets	(9,880,825)
Restricted for:	
Debt service	6,579,829
Strategic plan implementation (surcharge revenues)	4,953,325
Claims	136,044
Unrestricted (deficit)	(24,887,703)
TOTAL NET POSITION	<u>\$ (23,099,330)</u>

See accompanying notes to financial statements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021

		Program Revenues			Net (Expense) Revenue and Changes in Net Position
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
PRIMARY GOVERNMENT FUNCTIONS/PROGRAMS					
Governmental activities:					
General government	\$ 3,296,572	\$ 771,970	\$ 17,955	\$ -	\$ (2,506,647)
Community support	23,775,796	2,663,837	-	-	(21,111,959)
Interest and fiscal charges	<u>2,269,902</u>	<u>-</u>	<u>2,674</u>	<u>-</u>	<u>(2,267,228)</u>
Total governmental activities	<u>29,342,270</u>	<u>3,435,807</u>	<u>20,629</u>	<u>-</u>	<u>(25,885,834)</u>
GENERAL REVENUES					
Taxes					
Room taxes					32,870,766
Unrestricted investment and interest earnings					7,932
Gain on sale of capital assets					5,016
Miscellaneous					<u>64,000</u>
TOTAL GENERAL REVENUES					<u>32,947,714</u>
CHANGE IN NET POSITION					7,061,880
NET POSITION, JULY 1					<u>(30,161,210)</u>
NET POSITION, JUNE 30					<u>\$ (23,099,330)</u>

See accompanying notes to financial statements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2021

	General Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
ASSETS				
Cash and investments	\$ 12,106,132	\$ 5,637,240	\$ -	\$ 17,743,372
Receivables				
Accounts receivable	239,545	-	-	239,545
Room license taxes receivable	6,551,323	-	-	6,551,323
Other receivables	363,293	-	-	363,293
Prepaid items	195,658	-	13,765	209,423
Inventory	84,678	-	-	84,678
Due from other funds	-	1,741,674	1,495,775	3,237,449
TOTAL ASSETS	\$ 19,540,629	\$ 7,378,914	\$ 1,509,540	\$ 28,429,083
LIABILITIES				
Accounts payable	\$ 1,275,846	\$ -	\$ 48,455	\$ 1,324,301
Accrued liabilities	2,572,849	-	-	2,572,849
Event deposits	1,256,126	-	-	1,256,126
Due to other funds	3,257,787	-	-	3,257,787
TOTAL LIABILITIES	8,362,608	-	48,455	8,411,063
FUND BALANCES				
Nonspendable	280,336	-	13,765	294,101
Restricted	4,953,325	7,378,914	-	12,332,239
Assigned	1,041,221	-	1,447,320	2,488,541
Unassigned	4,903,139	-	-	4,903,139
TOTAL FUND BALANCES	11,178,021	7,378,914	1,461,085	20,018,020
TOTAL LIABILITIES AND FUND BALANCES	\$ 19,540,629	\$ 7,378,914	\$ 1,509,540	\$ 28,429,083

See accompanying notes to financial statements.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO
THE STATEMENT OF NET POSITION
FOR THE YEAR ENDED JUNE 30, 2021**

TOTAL FUND BALANCES FOR THE GOVERNMENTAL FUNDS AS SHOWN ON THE BALANCE SHEET	\$ 20,018,020
Capital assets used in Governmental Activities are not financial resources, and therefore are not reported in the Governmental Funds.	50,865,465
Long-term liabilities are not due and payable in the current period and therefore are not reported in the Governmental Funds:	
Accrued interest payable	(799,085)
Bonds payable	(65,760,000)
Unamortized premium on bonds payable	(14,536,788)
Compensated absences	(354,713)
Total OPEB liability	(5,514,392)
Net pension liability	(8,139,463)
Deferred outflow of resources related to pensions	1,318,711
Deferred outflow of resources related to OPEB	655,054
Deferred charge on refunding	3,746,556
Deferred inflows of resources related to pensions	(4,351,677)
Deferred inflows of resources related to OPEB	(383,062)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in Governmental Activities in the Statement of Net Position.	<u>136,044</u>
TOTAL NET ASSETS FOR GOVERNMENTAL ACTIVITIES AS SHOWN ON THE STATEMENT OF NET POSITION	<u>\$ (23,099,330)</u>

See accompanying notes to financial statements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
JUNE 30, 2021

	General Fund	Debt Service Fund	Capital Projects Fund	Total Governmental Funds
REVENUES				
Taxes				
Room license taxes	\$ 32,870,766	\$ -	\$ -	\$ 32,870,766
Miscellaneous				
Facilities revenue	2,653,737	-	-	2,653,737
Convention and visitors service revenue	10,100	-	-	10,100
Interest on investments	25,887	2,674	-	28,561
Other	835,970	-	-	835,970
TOTAL REVENUES	36,396,460	2,674	-	36,399,134
EXPENDITURES				
Current				
General government	3,528,668	-	-	3,528,668
Community support	19,867,431	-	-	19,867,431
Debt Service				
Principal	-	12,139,987	-	12,139,987
Interest	-	3,071,196	-	3,071,196
Other bond costs	-	426,628	-	426,628
Capital outlay	-	-	548,075	548,075
TOTAL EXPENDITURES	23,396,099	15,637,811	548,075	39,581,985
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	13,000,361	(15,635,137)	(548,075)	(3,182,851)
OTHER FINANCING SOURCES (USES)				
Transfers from other funds	-	10,430,250	990,000	11,420,250
Transfers to other funds	(11,420,250)	-	-	(11,420,250)
Sale of capital assets	12,910	-	-	12,910
Issuance of refunding bonds	-	81,011,606	-	81,011,606
Payment to refunded debt escrow agent	-	(80,580,040)	-	(80,580,040)
TOTAL OTHER FINANCING SOURCES (USES)	(11,407,340)	10,861,816	990,000	444,476
NET CHANGE IN FUND BALANCES	1,593,021	(4,773,321)	441,925	(2,738,375)
FUND BALANCES, JULY 1	9,585,000	12,152,235	1,019,160	22,756,395
FUND BALANCES, JUNE 30	\$ 11,178,021	\$ 7,378,914	\$ 1,461,085	\$ 20,018,020

See accompanying notes to financial statements.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES
OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2021**

NET CHANGE IN FUND BALANCES FOR GOVERNMENTAL FUNDS AS SHOWN ON THE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES \$ (2,738,375)

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

Capital outlay recorded in governmental funds	548,075	
Amounts not capitalized	(59,524)	
Capitalized expenditures	488,551	
Depreciation Expense	(4,438,012)	
	(3,949,461)	(3,949,461)

The net effect of various transactions involving capital assets
(such as sales, trade-ins, and donations) is to increase net position.

Sale of capital assets		(12,910)
Gain on sale of capital assets		5,016

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

Issuance of refunding bonds	(65,760,000)	
Bond premiums	(15,251,607)	
	(81,011,607)	(81,011,607)

Principal payments on debt		12,139,987
Payment to escrow agent		80,580,040
Accrued interest expense decrease		738,760
Amortized bond premium		787,096

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

Compensated absences		(2,378)
Amortization of deferred charge on refunding		(297,933)

Governmental Funds report pension and OPEB contributions as expenditures.

In the Statement of Activities, however, the cost of pension and OPEB benefits
earned is reported as pension and OPEB expense.

Authority pension contributions		444,858
Authority pension expense		270,728
Authority OPEB contributions		289,309
Authority OPEB expense		(128,302)

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

(52,948)

CHANGES IN NET POSITION OF GOVERNMENTAL ACTIVITIES AS SHOWN ON THE
STATEMENT OF ACTIVITIES

\$ 7,061,880

See accompanying notes to financial statements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021
(with comparative actual amounts for the year ended June 30, 2020)
Page 1 of 2

	2021 Budget Amount		2021		2020
	Original	Final	Actual	Variance to Final Budget	Actual
REVENUES					
Taxes					
Room license taxes	\$ 19,672,629	\$ 23,520,704	\$ 32,870,766	\$ 9,350,062	\$ 32,297,723
Miscellaneous					
Facilities revenue	5,369,164	4,942,012	2,653,737	(2,288,275)	6,344,497
Convention and visitor service revenue	105,500	25,344	10,100	(15,244)	309,846
Interest on investments	34,500	30,000	25,887	(4,113)	273,564
Other	400,801	387,934	835,970	448,036	750,789
TOTAL REVENUES	<u>25,582,594</u>	<u>28,905,994</u>	<u>36,396,460</u>	<u>7,490,466</u>	<u>39,976,419</u>
EXPENDITURES					
Current:					
General government					
Salaries and wages	1,010,088	1,380,901	1,274,653	106,248	1,501,705
Employee benefits	657,299	776,690	689,749	86,941	744,109
Services and supplies	1,403,060	1,751,668	1,550,661	201,007	1,416,738
Capital outlay	18,300	18,300	13,605	4,695	31,659
Total general government	<u>3,088,747</u>	<u>3,927,559</u>	<u>3,528,668</u>	<u>398,891</u>	<u>3,694,211</u>
Community support					
Facility operations					
Services and supplies	<u>8,909,552</u>	<u>8,909,552</u>	<u>7,835,317</u>	<u>1,074,235</u>	<u>12,927,433</u>
	<u>8,909,552</u>	<u>8,909,552</u>	<u>7,835,317</u>	<u>1,074,235</u>	<u>12,927,433</u>

See accompanying notes to financial statements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021
(with comparative actual amounts for the year ended June 30, 2020)
Page 2 of 2

	2021 Budget Amount		2021		2020
	Original	Final	Actual	Variance to Final Budget	Actual
EXPENDITURES - continued					
Convention and tourism promotion					
Salaries and wages	\$ 1,566,804	\$ 2,290,759	\$ 2,120,862	\$ 169,897	\$ 3,030,522
Employee benefits	936,957	1,286,039	1,282,677	3,362	1,648,061
Services and supplies	4,527,844	7,292,365	6,616,980	675,385	8,897,551
	<u>7,031,605</u>	<u>10,869,163</u>	<u>10,020,519</u>	<u>848,644</u>	<u>13,576,134</u>
Community grants and miscellaneous	<u>732,618</u>	<u>2,011,595</u>	<u>2,011,595</u>	<u>-</u>	<u>1,531,408</u>
Total community support	<u>16,673,775</u>	<u>21,790,310</u>	<u>19,867,431</u>	<u>1,922,879</u>	<u>28,034,975</u>
TOTAL EXPENDITURES	<u>19,762,522</u>	<u>25,717,869</u>	<u>23,396,099</u>	<u>2,321,770</u>	<u>31,729,186</u>
Excess (deficiency) of revenues over expenditures	<u>5,820,072</u>	<u>3,188,125</u>	<u>13,000,361</u>	<u>9,812,236</u>	<u>8,247,233</u>
OTHER FINANCING SOURCES (USES)					
Contingency	(200,000)	(200,000)	-	200,000	-
Sale of capital assets	-	-	12,910	12,910	31,422
Transfers to other funds	<u>(8,802,873)</u>	<u>(9,810,516)</u>	<u>(11,420,250)</u>	<u>(1,609,734)</u>	<u>(10,655,547)</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(9,002,873)</u>	<u>(10,010,516)</u>	<u>(11,407,340)</u>	<u>(1,396,824)</u>	<u>(10,624,125)</u>
Net change in fund balances	<u>(3,182,801)</u>	<u>(6,822,391)</u>	<u>1,593,021</u>	<u>8,415,412</u>	<u>(2,376,892)</u>
FUND BALANCE, JULY 1	<u>4,735,676</u>	<u>9,585,000</u>	<u>9,585,000</u>	<u>-</u>	<u>11,961,892</u>
FUND BALANCE, JUNE 30	<u>\$ 1,552,875</u>	<u>\$ 2,762,609</u>	<u>11,178,021</u>	<u>\$ 8,415,412</u>	<u>\$ 9,585,000</u>

See accompanying notes to financial statements.

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
 PROPRIETARY FUND
 STATEMENT OF NET POSITION
 JUNE 30, 2021**

	Governmental Activities Internal Service Fund
ASSETS	
Current assets	
Cash and investments	\$ 176,429
Due from other funds	<u>20,338</u>
Total current assets	<u>196,767</u>
 TOTAL ASSETS	 <u>196,767</u>
LIABILITIES	
Current liabilities	
Accrued liabilities	<u>60,723</u>
 TOTAL LIABILITIES	 <u>60,723</u>
NET POSITION	
Restricted for claims	<u><u>\$ 136,044</u></u>

See accompanying notes to financial statements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
PROPRIETARY FUND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2021

	Governmental Activities Internal Service Fund
OPERATING REVENUES	
Charges for benefits	\$ 765,116
OPERATING EXPENSES	
Services and supplies	<u>818,064</u>
CHANGE IN NET POSITION	(52,948)
NET POSITION, JULY 1	<u>188,992</u>
NET POSITION, JUNE 30	<u><u>\$ 136,044</u></u>

See accompanying notes to financial statements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
PROPRIETARY FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2021
Page 1 of 2

	Governmental Activities Internal Service Fund
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers or users	\$ 172,336
Cash received from interfund services provided	592,780
Cash paid to vendors for services and supplies	<u>(833,759)</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>(68,643)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Cash received from (paid to) other funds	<u>64,941</u>
Net increase (decrease) in cash and investments	(3,702)
CASH AND INVESTMENTS, JULY 1	<u>180,131</u>
CASH AND INVESTMENTS, JUNE 30	<u><u>\$ 176,429</u></u>

See accompanying notes to financial statements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
PROPRIETARY FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2021
Page 2 of 2

	Governmental Activities Internal Service Fund
<hr/>	
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	
Operating income (loss)	\$ (52,948)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities	
Prepaid expenses	3,983
Accrued liabilities	(19,678)
	<hr/>
Total adjustments	(15,695)
	<hr/>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ (68,643)
	<hr/>

See accompanying notes to financial statements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Reporting Entity

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

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

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

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

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

For financial reporting purposes, the Reno-Sparks Convention & Visitors Authority includes all funds, functions, and activities over which the Board of Directors has responsibility.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

Government-wide and Fund Financial Statements

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

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

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

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

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

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

All governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Authority considers revenues to be available if they are collected within 60 days of the end of the current fiscal period, with the exception of intergovernmental revenues owed to Authority by the City of Reno for General Services, which are considered to be available if received within 250 days of year end. Expenditures are recorded when the liability is incurred, except for principal and interest on general long-term debt, compensated absences, the net pension liability and postemployment benefit obligations which are recorded as liabilities when due. The Authority first utilizes

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

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

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

The Authority reports the following major governmental funds:

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

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

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

Additionally, the Authority reports the following fund type:

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

Deferred Outflows/Inflows of Resources

In addition to assets, the Authority also reports deferred outflows of resources. This separate financial statement element represents 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. Unamortized deferred refunding charges (the difference between the reacquisition price and the net carrying amount of the defeased debt) qualify for reporting in this category, as do certain deferred costs related to pensions and OPEB.

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

Budgets and Budgetary Accounting

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

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

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

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

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

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

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

Cash and Investments

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

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

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

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

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

Receivables

The Authority considers receivables to be fully collectible. Accordingly, no allowance for doubtful accounts is required.

Inventory

Inventory consists of food, beverage, and other operating supplies and are stated at cost.

Due To and Due From Other Funds

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

Capital Assets

Capital assets are reported in the government-wide financial statements. The Authority classifies those assets with a unit value of \$5,000 or more and a useful life of more than one year as capital assets. The Authority has no public domain (infrastructure) capital assets. Purchased capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated acquisition value on the date donated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

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

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

Long-Term Liabilities

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

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

Compensated Absences

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

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

Fund Equity

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

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

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

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

Unrestricted Net Position – All other net positions that do not meet the definition of restricted or net investment in capital assets.

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

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

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

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

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

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

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

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

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the Authority considers restricted funds spent first. When an expenditure is incurred for which committed, assigned, or unassigned

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

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

Revenues

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

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

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

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

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

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

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

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

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

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

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

For the year ended June 30, 2021, principal and interest paid and total net pledged revenues were \$15,211,183 and \$18,315,228 respectively. Annual principal and interest payments are expected to require approximately 52% of net revenues. The total principal and interest remaining on the bonds is \$86,417,831.

Comparability

Comparative data shown for the year ended June 30, 2020 has been extracted from fiscal year 2020 financial statements. It has been provided to add comparability, but is not full disclosure of transactions for fiscal year 2020. Such information can only be obtained by referring to the financial statements for that year.

Use of Estimates

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

New Accounting Pronouncements and Accounting Standards

During the fiscal year ended June 30, 2021, the Authority implemented the following Governmental Accounting Standards Board (GASB) pronouncements: *GASB Statement No. 84, Fiduciary Activities*, which establishes criteria for identifying fiduciary activities of all state and local governments; *GASB Statement No. 90, Majority Equity Interests*, which revises and establishes criteria for reporting and recording a government's majority equity interest in a legally separate organization. These statements did not have a significant impact on the Authority's financial statements.

During the fiscal year ended June 30, 2021, the Authority early implemented *GASB Statement No. 98, The Annual Comprehensive Financial Report*, which establishes the term annual comprehensive financial report and its acronym ACFR.

NOTE B - CASH AND INVESTMENTS

As of June 30, 2021, the Authority had the following cash balances and investments:

	Fair Value	Investment Maturities in Years Less than 1	1-4
Investments			
Money Market Mutual Funds	\$ 4,656,536	\$ 4,656,536	\$ -
Certificates of Deposit	159,118	159,118	-
State of Nevada			
Local Government Investment Pool	9,141,940	9,141,940	-
	<u>13,957,594</u>	<u>\$ 13,957,594</u>	<u>\$ -</u>
Total Cash	3,962,207		
Total Cash and Investments	<u>\$ 17,919,801</u>		

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

As of June 30, 2021, the Authority had the following recurring fair value measurements:

	Fair Value	Fair Value Measurements Using	
		Level 1	Level 2
Investments			
Money Market Mutual Funds	\$ 4,656,536	\$ 4,656,536	\$ -
Certificates of Deposit	159,118	-	159,118
	<u>4,815,654</u>	<u>\$ 4,656,536</u>	<u>\$ 159,118</u>
State of Nevada			
Local Government Investment Pool *	<u>9,141,940</u>		
	<u>\$ 13,957,594</u>		

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

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

At June 30, 2021 The Authority's investments are rated as follows:

	Fair Value	Rating	
		Unrated	AAA
Investments			
Money Market Mutual Funds	\$ 4,656,536	\$ -	\$ 4,656,536
Certificates of Deposit	159,118	159,118	-
State of Nevada Local Government Investment Pool	9,141,940	9,141,940	-

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

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

Credit Risk - Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation and is a function of the credit quality ratings of investments.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

As noted above, the Authority does not have a formal investment policy that specifies minimum acceptable credit ratings beyond those specifies in statute.

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

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

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

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE C – CAPITAL ASSETS

Capital asset activity for the year ended June 30, 2021 was as follows:

	Balance July 1, 2020	Additions and Transfers In	Deletions and Transfers Out	Balance June 30, 2021
Governmental Activities				
Capital assets, not being depreciated				
Water rights	\$ 3,445,200	-	\$ -	3,445,200
Construction in progress	62,799	-	(62,799)	-
Total capital assets, not being depreciated	<u>3,507,999</u>	<u>-</u>	<u>(62,799)</u>	<u>3,445,200</u>
Capital assets, being depreciated				
Buildings and improvements	151,543,225	42,136	(1,760,042)	149,825,319
Improvements	6,668,017	281,361	(16,782)	6,932,596
Furniture and equipment	6,895,918	227,853	(40,841)	7,082,930
Total capital assets, being depreciated	<u>165,107,160</u>	<u>551,350</u>	<u>(1,817,665)</u>	<u>163,840,845</u>
Less accumulated depreciation for				
Buildings and improvements	(108,618,436)	(2,852,923)	1,760,042	(109,711,317)
Improvements	(1,355,213)	(842,676)	16,782	(2,181,107)
Furniture and equipment	(3,818,690)	(742,413)	32,947	(4,528,156)
Total accumulated depreciation	<u>(113,792,339)</u>	<u>(4,438,012)</u>	<u>1,809,771</u>	<u>(116,420,580)</u>
Total capital assets, being depreciated, net	<u>51,314,821</u>	<u>(3,886,662)</u>	<u>(7,894)</u>	<u>47,420,265</u>
Governmental Activities Capital Assets, net	<u>\$ 54,822,820</u>	<u>(3,886,662)</u>	<u>\$ (70,693)</u>	<u>50,865,465</u>

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

Governmental Activities	
General government	\$ 46,665
Community support	<u>4,391,347</u>
Total depreciation expense-governmental activities	<u>\$ 4,438,012</u>

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE D – AUTHORITY OBLIGATIONS

General Obligation Bonds

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

There are limitations and restrictions contained in the various general obligation bond indentures. The Authority is in compliance with all significant limitations and restrictions at June 30, 2021.

The Authority was, in accordance with Nevada Revised Statutes, within the legal debt limit at June 30, 2021.

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

2021 Series Refunding Bonds

On April 6, 2021, the Authority issued the Series 2021 Refunding Bonds in the amount of \$65,760,000. The bonds were issued to refund \$85,984,000 of the 2011 Series Refunding Bonds, 2019A Series Refunding Bonds, and the 2019B Series Refunding Bonds. As a result, the refunded bonds are considered to be defeased in substance, and the liability for those bonds has been removed from the financial statements. The Authority refunded such bonds to reduce debt service payments over the next 12 years by \$7,237,427 and to obtain an economic gain of \$6,755,066. The Series 2021 bonds were issued with an interest rate of 5.0%. Semiannual interest payments are required on July 1 and December 1 of each year. An annual principal payment is required on July 1 each year, beginning July 1, 2022 until maturity on July 1, 2032. As of June 30, 2021, \$85,984,000 of bonds outstanding are considered defeased. As of June 30, 2021, the unamortized balance of the deferred charge on refunding is \$3,746,556.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

Changes in long term debt obligations for the year ended June 30, 2021, are summarized as follows:

Description	Interest Rate	Maturity Date	Original Issue	Balance July 1, 2020	Additions	Deletions	Balance June 30, 2021	Due in within one year
Governmental Activities								
General Obligation Bonds, (Limited Tax)								
Capital Appreciation Bonds, and Refunding Bonds:								
January 2000 Series								
Capital Appreciation	-	2021	\$ 19,384,075	\$ 5,430,000	\$ -	5,430,000	\$ -	\$ -
2011 Series Refunding	2.0 - 5.0%	2032	88,680,000	19,270,000	-	19,270,000	-	-
Unamortized premium				393,511	-	393,511	-	-
2019A Series Refunding	3.09%	2032	20,000,000	19,452,000	-	19,452,000	-	-
2019B Series Refunding	3.27%	2032	48,897,000	47,542,000	-	47,542,000	-	-
2021A Series Refunding	5.00%	2033	65,760,000	-	65,760,000	-	65,760,000	-
Unamortized premium				-	15,251,607	714,819	14,536,788	-
				92,087,511	81,011,607	92,802,330	80,296,788	-
Compensated Absences	N/A	N/A	N/A	352,335	344,459	342,082	354,713	340,000
Total Debt				\$ 92,439,846	\$ 81,356,066	\$ 93,144,412	\$ 80,651,501	\$ 340,000

During the year ended June 30, 2021, interest expense has been recorded in the Debt Service Fund in the amount of \$3,071,196.

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

Governmental Activities		
Bonds		
Year Ending June 30,	Principal	Interest
2022	-	2,397,256
2023	4,950,000	3,132,900
2024	5,200,000	2,879,150
2025	5,470,000	2,612,400
2026	5,750,000	2,331,900
2027-2031	33,490,000	6,922,000
2032-2033	10,900,000	382,225
	<u>\$ 65,760,000</u>	<u>\$ 20,657,831</u>

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

Leases

The Authority has a lease for its office facilities. The lease provides for fixed monthly rent plus additional rent for increases in expenses occurring during the lease term. The term of the lease was extended as of October 31, 2018 for a period of five years, with monthly rent payments of \$13,613 expiring in 2023. The lease may be extended for one additional period of five years. During the year ended June 30, 2021, expenditures under the agreement were \$163,356 and are recorded in the General Fund.

The Authority has a lease for one equipment item. The lease provides for annual payments. The term of the lease is through October 22, 2022. During the year ended June 30, 2021 expenditures under the agreement were \$36,499 and are recorded in the Capital Projects Fund.

The following is a schedule of minimum payments currently required under the lease agreements:

Year Ending June 30,	Office Facilities	Equipment	Total
2022	\$ 163,356	\$ 36,499	\$ 199,855
2023	54,452	-	54,452
	<u>\$ 217,808</u>	<u>\$ 36,499</u>	<u>\$ 254,307</u>

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE E – FUND BALANCES – GOVERNMENTAL FUNDS

As of June 30, 2021, fund balances are composed of the following:

	General Fund	Debt Service Fund	Capital Projects Fund	Balance June 30, 2021
Nonspendable				
Prepaid Items	\$ 195,659	\$ -	\$ 13,765	\$ 209,423
Inventory	84,678	-	-	84,678
	<u>280,337</u>	<u>-</u>	<u>13,765</u>	<u>294,102</u>
Restricted				
Strategic Plan Implementation	4,953,325	-	-	4,953,325
Debt Service	-	7,378,914	-	7,378,914
	<u>4,953,325</u>	<u>7,378,914</u>	<u>-</u>	<u>12,332,239</u>
Assigned				
General Fund	1,041,221	-	-	1,041,221
Capital Projects Fund	-	-	1,447,320	1,447,320
	<u>1,041,221</u>	<u>-</u>	<u>1,447,320</u>	<u>2,488,541</u>
Unassigned	<u>4,903,138</u>	<u>-</u>	<u>-</u>	<u>4,903,139</u>
Total fund balance	<u>\$ 11,178,021</u>	<u>\$ 7,378,914</u>	<u>\$ 1,461,085</u>	<u>\$ 20,018,020</u>

NOTE F – INTERFUND TRANSACTIONS

The following schedule details the amounts due from/to other funds at June 30, 2021:

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
Debt Service Fund	General Fund	\$ 1,495,775
Capital Projects Fund	General Fund	1,741,674
Insurance Internal Service Fund	General Fund	20,338
		<u>\$ 3,257,787</u>

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

Interfund transfers for the year ended June 30, 2021 consisted of the following:

	Transfers In		Total
	Debt Service Fund	Capital Projects Fund	
<u>Transfers Out</u>			
General Fund	<u>\$ 10,430,250</u>	<u>\$ 990,000</u>	<u>\$ 11,420,250</u>

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE G – DEFINED BENEFIT PENSION PLAN

Plan Description

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

Benefits Provided

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

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

Vesting

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

Police/Fire members entering PERS prior to January 1, 2010, are eligible for retirement at age 65 with five years of service, at age 55 with ten years of service, at age 50 with twenty years of service, or at any age with twenty-five years of service. Police/Fire

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

members entering PERS on or after January 1, 2010, are eligible for retirement at 65 with five years of service, or age 60 with ten years of service, or age 50 with twenty years of service, or at any age with thirty years of service. Police/Fire employees entering PERS on or after July 1, 2015, are eligible for retirement at age 65 with five years of service, at age 60 with ten years of service, at age 50 with twenty years of service and at any age with thirty-three and one-third years of service. Only service performed in a position as a police officer or firefighter may be counted towards eligibility for retirement as Police/Fire accredited service.

The normal ceiling limitation on monthly benefits allowances is 75% of average compensation. However, a member who has an effective date of membership before July 1, 1985, is entitled to a benefit of up to 90% of average compensation. Both Regular and Police/Fire members become fully vested as to benefits upon completion of five years of service.

Contributions

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

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

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

The actuary funding method used is the Entry Age Actuarial Cost Method. It is intended to meet the funding objective and result in a relatively level long-term contributions requirement as a percentage of salary.

For the fiscal years ended June 30, 2021 and 2020, the Statutory Employer/employee matching rates for Regular members were 15.25% and 15.25%, respectively, and the rates were 22.00% and 22.00% for Police/Fire, respectively. The Employer-Pay Contribution (EPC) rates for the fiscal years ended June 30, 2021 and 2020 for Regular

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

members were 29.25% and 29.25%, respectively, and the EPC rates were 42.50% and 42.50% for Police/Fire, respectively.

The Authority's contributions were \$444,858 for the year ended June 30, 2021 and \$609,422 for the year ended June 30, 2020.

Summary of Significant Accounting and Reporting Policies

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

PERS Investment Policy

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

The following was the PERS Board adopted policy target asset allocation as of June 30, 2020:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Geometric Expected Real Rate of Return</u>
Domestic 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%.

Net Pension Liability

At June 30, 2021, the Authority reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Authority's proportion of the net pension liability \$8,139,463 was based on the Authority's share of contributions to the PERS pension plan relative to the total contributions of all participating PERS employers and members. At June 30, 2020, the Authority's proportion was .05844%, which was a decrease of .00381% from Authority's proportion measured as of June 30, 2019.

Pension Liability Discount Rate Sensitivity

The following presents the net pension liability of the Authority as of June 30, 2021, calculated using the discount rate of 7.50%, as well as what the Authority's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current discount rate:

	<u>1% Decrease in Discount Rate (6.50%)</u>	<u>Discount Rate (7.50%)</u>	<u>1% Increase in Discount Rate (8.50%)</u>
Authority's proportionate share of net pension liability	\$ 12,694,418	\$ 8,139,463	\$ 4,352,357

Pension Plan Fiduciary Net Position

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

Actuarial Assumptions

The Authority's net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation rate	2.75%
Payroll growth	Regular: 5.50%, including inflation. Police/Fire: 6.50%, including inflation.
Investment rate of return	7.50%, including inflation.
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 inflationary and productivity increases.
Other Assumptions	Same as those used in the June 30, 2020 funding actuarial valuation.

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

Actuarial assumptions used in the June 30, 2020 valuation were based on the results of the experience review completed in 2017.

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.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

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

For the year ended June 30, 2021, the Authority recognized pension expense/(income) of \$(270,728). At June 30, 2021, the Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 252,887	\$ 105,100
Net difference between projected and actual earnings on pension plan investments	-	307,475
Changes in the Authority's proportionate share	392,337	3,939,102
Changes of assumptions and other inputs	228,629	-
Authority contributions subsequent to the measurement date	444,858	-
	<u>\$ 1,318,711</u>	<u>\$ 4,351,677</u>

The \$444,858 reported as deferred outflows of resources related to pensions resulting from Authority contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the subsequent fiscal year ended June 30, 2022.

The average of the expected remaining service lives of all employees that are provided with pensions through PERS (active and inactive employees) is 6.13 years.

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

<u>Year Ending June 30:</u>	
2022	\$ (1,071,398)
2023	(814,997)
2024	(667,969)
2025	(708,990)
2026	(203,960)
Thereafter	(10,510)

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

NOTE H - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Plan Descriptions

RRHBP

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

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

PEBP

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

Benefits Provided

RRHBP

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

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

PEBP

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

Employees covered by benefit terms

At June 30, 2020, the following employees were covered by the benefit terms:

	<u>RRHBP</u>	<u>PEBP</u>	<u>Total</u>
Inactive employees or beneficiaries currently receiving benefit payments	44	14	58
Inactive employees entitled to but not yet receiving benefit payments	3	-	3
Active employees	<u>52</u>	<u>-</u>	<u>52</u>
	<u>99</u>	<u>14</u>	<u>113</u>

Total OPEB Liability

The Authority's total OPEB liability of \$5,514,392 was measured as of June 30, 2020, and was determined by actuarial valuations as of June 30, 2019.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

	<u>RRHBP</u>	<u>PEBP</u>	<u>Total</u>
Total OPEB Liability	\$ 5,308,551	\$ 205,841	\$ 5,514,392

Actuarial Assumptions and Other Inputs: The total OPEB liability in the June 30, 2019 actuarial valuation was determined using the following actuarial assumptions and other inputs for RRHBP and PEBP, applied to all periods included in the measurement, unless otherwise specified:

	<u>RRHBP</u>	<u>PEBP</u>
General Inflation	2.50%	2.50%
Salary Increases	3.00%, per year	N/A
Discount Rate *	2.66%	2.66%
Healthcare Cost Trend Rates	5.30% for 2021, decreasing to an ultimate rate of 4.00% for 2075 and later years	5.30% for 2021, decreasing to an ultimate rate of 4.00% for 2075 and later years
Retirees' Share of Benefit-related costs	0% to 100% of premium amounts based on years of service	0% to 100% of premium amounts based on years of service

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

For the RRHBP and PEBP Plans, mortality rates for healthy were based on the Headcount-Weighted RP-2014 Healthy Annuitant Table, set forward 1 year. Mortality rates for disabled were based on the Headcount-Weighted RP-2014 Disabled Retiree Table, set forward 4 years. Mortality rates for pre-retirement were based on Headcount-Weighted RP-2014 Employee Table. Adjustments for mortality improvements were based by applying the MacLeod Watts Scale 2020 on a generational basis from 2019 forward, based on data from the Society of Actuaries Mortality Improvement Scale MP-2019 Report and the demographic assumptions used in the 2019 Annual Report of the Federal Old-Age and Survivors Insurance and Federal Disability Insurance Trust Funds.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

Changes in the Total OPEB Liability

The following table presents the changes in the Authority's OPEB liability during the fiscal year ended June 30, 2021:

	RRHBP	PEBP	Total
Balance at June 30, 2020	\$ 5,300,796	\$ 208,358	\$ 5,509,154
Changes for the Year:			
Service Cost	20,028	-	20,028
Interest	144,988	5,658	150,646
Changes in Benefit Terms	-	-	-
Differences Between Expected and Actual Experience	-	-	-
Changes in Assumptions or Other Inputs	90,985	2,981	93,966
Benefit Payments	(248,246)	(11,156)	(259,402)
Net Change in OPEB Liability	7,755	(2,517)	5,238
Balance at June 30, 2021	<u>\$ 5,308,551</u>	<u>\$ 205,841</u>	<u>\$ 5,514,392</u>

Changes in Assumptions

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

- The discount rate decreased from 2.79% to 2.66% based on the published change in return for the applicable municipal bond index.

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

The following presents the total OPEB liability of the Authority, as well as what the Authority's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage lower (1.66%) or 1-percentage-point higher (3.66%) than the current discount rate:

	1% Decrease in Discount Rate (1.66%)	Discount Rate (2.66%)	1% Increase in Discount Rate (3.66%)
RRHBP OPEB Liability	\$ 6,100,413	\$ 5,308,551	\$ 4,669,135
PEBP OPEB Liability	231,213	205,841	184,550
Total OPEB Liability	<u>\$ 6,331,626</u>	<u>\$ 5,514,392</u>	<u>\$ 4,853,685</u>

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

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

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

	1% Decrease in Healthcare Cost Trend Rate *	Healthcare Cost Trend Rate **	1% Increase in Healthcare Cost Trend Rate ***
RRHBP OPEB Liability	\$ 4,754,921	\$ 5,308,551	\$ 5,977,973
PEBP OPEB Liability	185,121	205,841	230,044
Total OPEB Liability	<u>\$ 4,940,042</u>	<u>\$ 5,514,392</u>	<u>\$ 6,208,017</u>
RHBP	*4.30% decreasing to 3.00%	**5.30% decreasing to 4.00%	***6.30% decreasing to 5.00%
PEBP	*4.30% decreasing to 3.00%	**5.30% decreasing to 4.00%	***6.30% decreasing to 5.00%

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

For the year ended June 30, 2021, the Authority recognized OPEB expense as follows:

RRHBP	\$ 119,663
PEBP	<u>8,639</u>
	<u>\$ 128,302</u>

At June 30, 2021, the Authority reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	RRHBP		PEBP		Total	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions and other inputs	\$ 365,745	\$ 130,005	\$ -	\$ -	\$ 365,745	\$ 130,005
Differences between expected and actual experience	-	253,057	-	-	-	253,057
Contributions subsequent to the measurement date	277,799	-	11,510	-	289,309	-
	<u>\$ 643,544</u>	<u>\$ 383,062</u>	<u>\$ 11,510</u>	<u>\$ -</u>	<u>\$ 655,054</u>	<u>\$ 383,062</u>

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

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

<u>Year Ending June 30:</u>	<u>RRHBP</u>	<u>PEBP</u>	<u>Total</u>
2022	\$ 45,353	\$ -	\$ 45,353
2023	19,662	-	19,662
2024	(24,288)	-	(24,288)
2025	(7,633)	-	(7,633)
2026	(13,994)	-	(13,994)
Thereafter	(1,783)	-	(1,783)

NOTE I – INSURANCE

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

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

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

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

	<u>Workers' Compensation Claims</u>
Claims liability, June 30, 2019	\$ 116,652
Claims and changes in estimates	7,986
Claims payments	(44,237)
Claims liability, June 30, 2020	<u>\$ 80,401</u>
Claims liability, June 30, 2020	\$ 80,401
Claims and changes in estimates	4,053
Claims payments	(23,731)
Claims liability, June 30, 2021	<u>\$ 60,723</u>

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

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

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

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

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

NOTE K – OTHER AGREEMENTS

The Authority has an agreement for the management and operation of the National Bowling Stadium, Reno Events Center, Reno-Sparks Convention Center and Reno-Sparks Livestock Events Center. All day to day operations of the Authority facilities is by agreement, including, but not limited to, Customer Event contracts (license contracts and service contracts with shows/associations/corporations), Event Service contracts (audio-visual, event security, housekeeping and set-up) and Building Service contracts (landscaping, building utilities, maintenance, and building security).

NOTE L – SUBSEQUENT EVENTS

Subsequent to June 30, 2021, the following significant events occurred:

1. The COVID-19 pandemic continues to impact the economy. Management cannot predict or determine the recovery period or the long-term financial effect that the COVID-19 pandemic will have on the Authority's finances or operations due to the high degree of uncertainty regarding the future economy.

On September 2, 2021, Nevada Governor Steve Sisolak signed Emergency Directive 050, which expanded the mask exception for large indoor events to now include conventions within counties that have "substantial" or "high" COVID-19 transmission if all attendees are vaccinated, and superseded previously issued related Emergency Directives. This policy expansion gave an option for convention organizers to choose between requiring masks indoors for all attendees, regardless of vaccination status, or ensuring that all attendees are vaccinated, in which case fully-vaccinated attendees can remove their mask. Per the Emergency Directive, masks are not required for fully vaccinated persons at conferences in counties with "substantial" or "high" transmission rates if certain following conditions are met.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2021

2. The Authority was conditionally awarded approximately \$2.84 million from Small Business Administration via the Shuttered Venue Operators Grant.
3. During September 2021, The Board of Directors moved not to proceed with Request for Proposal process regarding professional management services for operation of the National Bowling Stadium, Reno Events Center, Reno-Sparks Convention Center, and the Reno-Sparks Livestock Events Center, thereby moving to bring operation of the facilities in-house at the termination of the current contract with the operator. The current contract terminates on June 1, 2022.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2021

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

	2021	2020	2019	2018
Changes in the OPEB Liability - RRHBP				
Service Cost	\$ 20,028	\$ 37,033	\$ 97,112	\$ 104,654
Interest	144,988	157,836	194,351	176,732
Changes in Benefit Terms		-	(1,074,956)	-
Difference between Expected and Actual Experience	-	(375,899)	-	-
Changes of Assumptions or Other Inputs	90,985	331,622	140,965	(441,397)
Benefit Payments	(248,246)	(218,572)	(201,745)	(233,531)
Net Change in OPEB Liability - RRHBP	7,755	(67,980)	(844,273)	(393,542)
Total OPEB Liability, July 1	5,300,796	5,368,776	6,213,049	6,606,591
Total OPEB Liability, June 30	\$ 5,308,551	\$ 5,300,796	\$ 5,368,776	\$ 6,213,049
Covered-employee Payroll	\$ 3,387,825	\$ 4,883,962	\$ 4,922,982	\$ 6,295,011
OPEB Liability - RRHBP as a Percentage of Covered-employee Payroll	156.69%	108.53%	109.06%	98.70%

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

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

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2021

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

	2021	2020	2019	2018
Changes in the OPEB Liability - PEBP				
Service Cost	\$ -	\$ -	\$ -	\$ -
Interest	5,658	4,321	4,614	4,290
Changes in Benefit Terms	-	-	-	-
Difference between Expected and Actual Experience	-	35,306	-	-
Changes of Assumptions or Other Inputs	2,981	28,437	2,337	(7,644)
Benefit Payments	<u>(11,156)</u>	<u>(9,407)</u>	<u>(9,349)</u>	<u>(9,259)</u>
Net Change in OPEB Liability - PEBP	(2,517)	58,657	(2,398)	(12,613)
Total OPEB Liability, July 1	<u>208,358</u>	<u>149,701</u>	<u>152,099</u>	<u>164,712</u>
Total OPEB Liability, June 30	<u><u>\$ 205,841</u></u>	<u><u>\$ 208,358</u></u>	<u><u>\$ 149,701</u></u>	<u><u>\$ 152,099</u></u>
Covered-employee Payroll	N/A	N/A	N/A	N/A
OPEB Liability - PEBP as a Percentage of Covered-employee Payroll	N/A	N/A	N/A	N/A

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

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

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
REQUIRED SUPPLEMENTARY INFORMATION
JUNE 30, 2021

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

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

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

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

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

** All contributions for fiscal years 2016-2021 reflect employee-paid contributions only; member contributions are excluded.

DEBT SERVICE FUND

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021
(with comparative amounts for the year ended June 30, 2020)

	2021 Budget Amount		2021		2020
	Original	Final	Actual	Variance to Final Budget	Actual
REVENUES					
Miscellaneous					
Interest on investments	\$ 261,473	\$ 261,473	\$ 2,674	\$ (258,799)	\$ 95,040
EXPENDITURES					
Debt service					
Principal	5,710,000	5,710,000	12,139,987	(6,429,987)	5,435,000
Interest	3,071,196	3,071,196	3,071,196	-	2,053,099
	8,781,196	8,781,196	15,211,183	(6,429,987)	7,488,099
Other bond costs					
Payment to escrow agent	-	-	-	-	1,903,000
Refunding issuance cost	-	-	417,069	(417,069)	-
Administrative fees	43,150	300,793	9,559	291,234	12,618
	43,150	300,793	426,628	(125,835)	1,915,618
Total expenditures	8,824,346	9,081,989	15,637,811	(6,555,822)	9,403,717
Excess (deficiency) of revenues over expenditures	(8,562,873)	(8,820,516)	(15,635,137)	(6,814,621)	(9,308,677)
OTHER FINANCING SOURCES (USES)					
Transfers from other funds	8,562,873	8,820,516	10,430,250	1,609,734	10,304,306
Issuance of refunding bonds	-	-	81,011,606	81,011,606	-
Payment to refunded debt escrow agent	-	-	(80,580,040)	(80,580,040)	-
TOTAL OTHER FINANCING SOURCES (USES)	8,562,873	8,820,516	10,861,816	2,041,300	10,304,306
Net change in fund balances	-	-	(4,773,321)	(4,773,321)	995,629
FUND BALANCE, JULY 1	13,258,203	13,258,203	12,152,235	(1,105,968)	11,156,606
FUND BALANCE, JUNE 30	\$ 13,258,203	\$ 13,258,203	\$ 7,378,914	\$ (5,879,289)	\$ 12,152,235

CAPITAL PROJECTS FUND

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021
(with comparative amounts for the year ended June 30, 2020)

	2021 Budget Amount		2021		2020
	Original	Final	Actual	Variance to Final Budget	Actual
REVENUES					
Miscellaneous					
Interest on investments	\$ -	\$ -	\$ -	\$ -	\$ 38,577
EXPENDITURES					
Capital outlay	240,000	990,000	548,075	441,925	3,507,113
Excess (deficiency) of revenues over expenditures	(240,000)	(990,000)	(548,075)	441,925	(3,468,536)
OTHER FINANCING SOURCES (USES)					
Transfers from other funds	240,000	990,000	990,000	-	351,241
Net change in fund balances	-	-	441,925	441,925	(3,117,295)
FUND BALANCE, JULY 1	677,878	1,019,160	1,019,160	-	4,136,455
FUND BALANCE, JUNE 30	\$ 677,878	\$ 1,019,160	\$ 1,461,085	\$ 441,925	\$ 1,019,160

INTERNAL SERVICE FUND

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

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
INSURANCE INTERNAL SERVICE FUND
SCHEDULE OF NET POSITION
JUNE 30, 2021
(with comparative totals at June 30, 2020)

	<u>2021</u>	<u>2020</u>
ASSETS		
Current assets		
Cash and investments	\$ 176,429	\$ 180,131
Prepaid expenses	-	3,832
Due from other funds	<u>20,338</u>	<u>85,430</u>
TOTAL ASSETS	<u>196,767</u>	<u>269,393</u>
LIABILITIES		
Current liabilities		
Accrued liabilities	<u>60,723</u>	<u>80,401</u>
TOTAL LIABILITIES	<u>60,723</u>	<u>80,401</u>
NET POSITION		
Restricted for claims	<u>\$ 136,044</u>	<u>\$ 188,992</u>

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
INSURANCE INTERNAL SERVICE FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021
(with comparative actual amounts for the year ended June 30, 2020)

	2021 Budget Amount		2021		2020
	Original	Final	Actual	Variance to Final Budget	Actual
OPERATING REVENUES					
Charges for benefits	\$ 863,469	\$ 875,765	\$ 765,116	\$ (110,649)	\$ 882,935
OPERATING EXPENSES					
Insurance and claims	805,185	868,025	770,464	97,561	877,315
Administrative expenses	57,900	57,900	47,600	10,300	38,512
TOTAL OPERATING EXPENSES	863,085	925,925	818,064	107,861	915,827
OPERATING INCOME (LOSS)	384	(50,160)	(52,948)	(2,788)	(32,892)
CHANGE IN NET POSITION	<u>\$ 384</u>	<u>\$ (50,160)</u>	(52,948)	<u>\$ (2,788)</u>	(32,892)
NET POSITION, JULY 1			<u>188,992</u>		<u>221,884</u>
NET POSITION, JUNE 30			<u>\$ 136,044</u>		<u>\$ 188,992</u>

**RENO-SPARKS CONVENTION & VISITORS AUTHORITY
INSURANCE INTERNAL SERVICE FUND
SCHEDULE OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND INVESTMENTS
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021
(with comparative actual amounts for the year ended June 30, 2020)
Page 1 of 2**

	2021 Budget Amount		2021		2020
	Original	Final	Actual	Variance to Budget	Actual
CASH FLOWS FROM OPERATING ACTIVITIES					
Cash received from users	\$ 152,580	\$ 152,580	\$ 172,336	\$ 19,756	\$ 178,567
Cash received from internal services provided	780,000	875,765	592,780	(282,985)	704,368
Cash paid to vendors for services and supplies	(863,085)	(925,925)	(833,759)	92,166	(955,427)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	69,495	102,420	(68,643)	(171,063)	(72,492)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES					
Cash received from (paid to) other funds	-	-	64,941	64,941	31,045
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	-	-	64,941	64,941	31,045
NET INCREASE (DECREASE) IN CASH AND INVESTMENTS	69,495	102,420	(3,702)	(106,122)	(41,447)
CASH AND INVESTMENTS, JULY 1	159,529	159,529	180,131	20,602	221,578
CASH AND INVESTMENTS, JUNE 30	<u>\$ 229,024</u>	<u>\$ 261,949</u>	<u>\$ 176,429</u>	<u>\$ (85,520)</u>	<u>\$ 180,131</u>

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
INSURANCE INTERNAL SERVICE FUND
SCHEDULE OF CASH FLOWS
INCREASE (DECREASE) IN CASH AND INVESTMENTS
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2021
(with comparative actual amounts for the year ended June 30, 2020)
Page 2 of 2

	2021 Budget Amount		2021		2020
	Original	Final	Actual	Variance to Final Budget	Actual
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating income (loss)	\$ 384	\$ (50,160)	\$ (52,948)	\$ (2,788)	\$ (32,892)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities					
(Increase) decrease					
Prepaid expenses	-	-	3,983	3,983	151
Increase (decrease)					
Accrued liabilities	-	-	(19,678)	(19,678)	(39,751)
Total adjustments	-	-	(15,695)	(15,695)	(39,600)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 384	\$ (50,160)	\$ (68,643)	\$ (18,483)	\$ (72,492)

STATISTICAL SECTION

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
STATISTICAL SECTION
JUNE 30, 2021
(UNAUDITED)

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

The statistical section contains information in the following categories:

Financial Trends

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

Revenue Capacity

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

Debt Capacity

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

Demographic and Economic Information

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

Operating Information

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Governmental activities										
Net Investment in capital assets	\$ (23,362,078)	\$ (24,718,329)	\$ (25,281,463)	\$ (26,008,544)	\$ (26,239,415)	\$ (23,997,554)	\$ (20,329,530)	\$ (16,687,714)	\$ (13,924,547)	\$ (9,880,825)
Restricted	9,437,557	10,652,094	10,790,791	10,777,150	14,921,411	17,239,393	17,168,961	16,027,724	14,660,020	11,669,198
Unrestricted (deficit)	(32,277,129)	(33,126,722)	(33,957,609)	(44,929,237)	(40,975,184)	(38,039,503)	(37,752,848)	(31,972,327)	(30,896,683)	(24,887,703)
Total governmental activities net position	(46,201,650)	(47,192,957)	(48,448,281)	(60,160,631)	(52,293,188)	(44,797,664)	(40,913,417)	(32,632,317)	(30,161,210)	(23,099,330)
Adjustments *	-	(647,273)	(12,199,123)	-	-	-	-	1,074,956	-	-
Total governmental activities net position	<u>\$ (46,201,650)</u>	<u>\$ (47,840,230)</u>	<u>\$ (60,647,404)</u>	<u>\$ (60,160,631)</u>	<u>\$ (52,293,188)</u>	<u>\$ (44,797,664)</u>	<u>\$ (40,913,417)</u>	<u>\$ (31,557,361)</u>	<u>\$ (30,161,210)</u>	<u>\$ (23,099,330)</u>
Primary government										
Net Investment in capital assets	\$ (23,362,078)	\$ (24,718,329)	\$ (25,281,463)	\$ (26,008,544)	\$ (26,239,415)	\$ (23,997,554)	\$ (20,329,530)	\$ (16,687,714)	\$ (13,924,547)	\$ (9,880,825)
Restricted	9,437,557	10,652,094	10,790,791	10,777,150	14,921,411	17,239,393	17,168,961	16,027,724	14,660,020	11,669,198
Unrestricted (deficit)	(32,277,129)	(33,773,995)	(46,156,732)	(44,929,237)	(40,975,184)	(38,039,503)	(37,752,848)	(30,897,371)	(30,896,683)	(24,887,703)
Total primary government net position	<u>\$ (46,201,650)</u>	<u>\$ (47,840,230)</u>	<u>\$ (60,647,404)</u>	<u>\$ (60,160,631)</u>	<u>\$ (52,293,188)</u>	<u>\$ (44,797,664)</u>	<u>\$ (40,913,417)</u>	<u>\$ (31,557,361)</u>	<u>\$ (30,161,210)</u>	<u>\$ (23,099,330)</u>

Note: The Golf Courses Enterprise Fund (Business-type activities) was closed into the Governmental activities on June 30, 2012. The June 30, 2012 amounts have been restated to include the Golf Courses Enterprise Fund activity (as governmental activities); prior year governmental activities balances have not been restated.

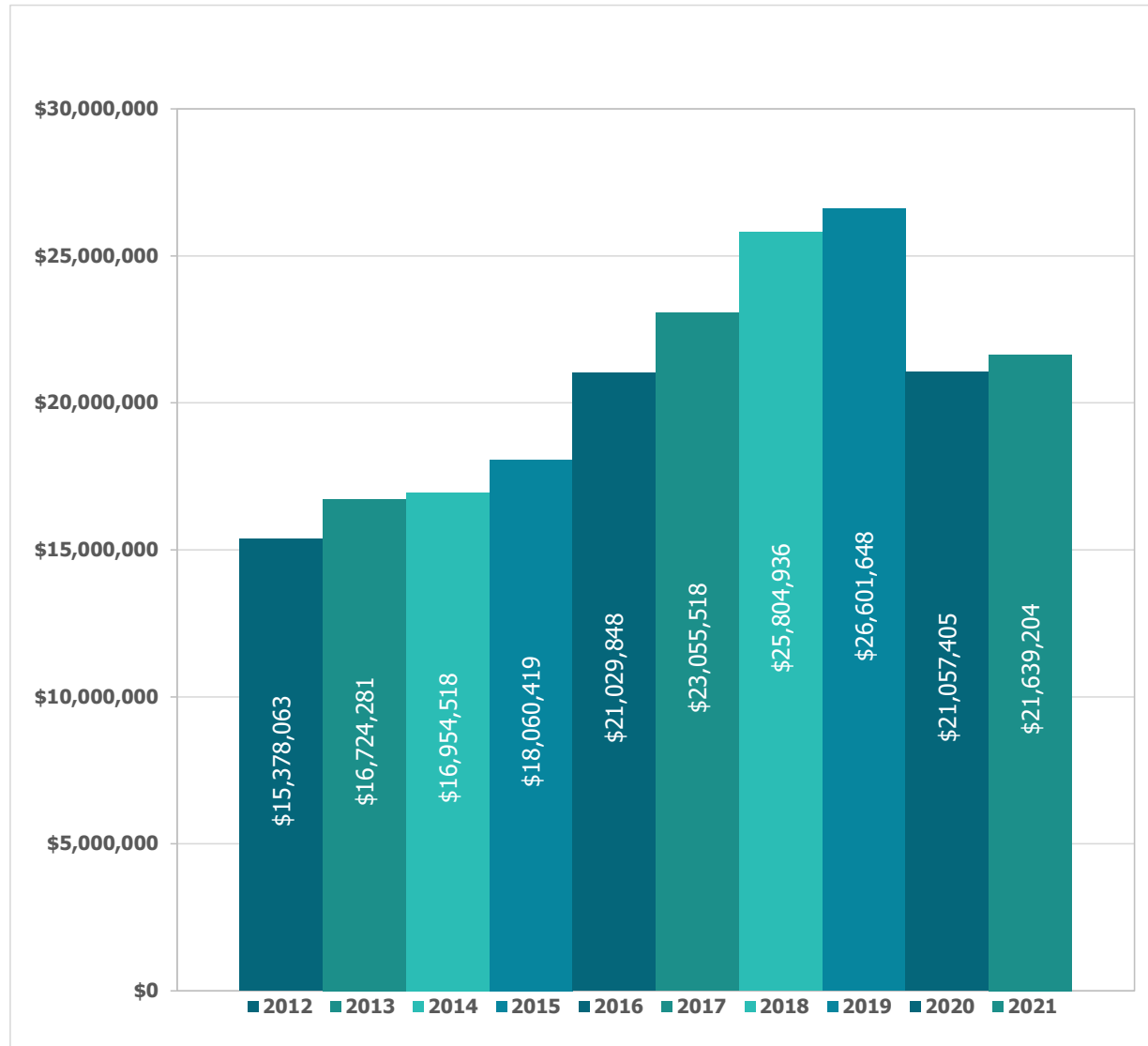
* Adjustments arise from items that impact prior periods, such as the implementation of certain Governmental Accounting Standards Board pronouncements that are required to be implemented retroactively or prior period restatements.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Expenses										
Governmental activities:										
General government	\$ 2,226,809	\$ 2,330,130	\$ 2,335,097	\$ 2,557,066	\$ 2,730,099	\$ 2,879,569	\$ 3,203,353	\$ 3,632,579	\$ 3,493,871	\$ 3,296,572
Community support	23,295,763	24,517,642	24,767,252	23,429,612	25,755,263	28,561,398	34,293,703	35,974,848	31,480,262	23,775,796
Debt service - interest and fiscal charges	6,762,092	7,793,572	5,751,022	5,585,687	5,361,882	5,131,245	4,990,692	3,202,113	3,771,174	2,269,902
Loss on defeasance	-	-	-	-	-	-	120,852	59,517	-	-
Total governmental activities expenses	32,284,664	34,641,344	32,853,371	31,572,365	33,847,244	36,572,212	42,608,600	42,869,057	38,745,307	29,342,270
Total primary government expenses	<u>\$ 32,284,664</u>	<u>\$ 34,641,344</u>	<u>\$ 32,853,371</u>	<u>\$ 31,572,365</u>	<u>\$ 33,847,244</u>	<u>\$ 36,572,212</u>	<u>\$ 42,608,600</u>	<u>\$ 42,869,057</u>	<u>\$ 38,745,307</u>	<u>\$ 29,342,270</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 561,696	\$ 558,120	\$ 611,253	\$ 614,229	\$ 640,390	\$ 673,437	\$ 725,707	\$ 758,593	\$ 694,478	\$ 771,970
Community support	8,548,547	8,956,262	8,830,284	7,714,933	9,026,115	7,606,732	8,524,124	8,268,653	6,654,343	2,663,837
Operating grants and contributions	471,677	2,241,792	1,147	1,139	4,305	31,907	178,754	425,452	342,279	20,629
Capital grants and contributions	-	63,300	599,265	-	-	69,333	-	-	-	-
Total governmental activities program revenues	9,581,920	11,819,474	10,041,949	8,330,301	9,670,810	8,381,409	9,428,585	9,452,698	7,691,100	3,456,436
Total primary government program revenues	<u>\$ 9,581,920</u>	<u>\$ 11,819,474</u>	<u>\$ 10,041,949</u>	<u>\$ 8,330,301</u>	<u>\$ 9,670,810</u>	<u>\$ 8,381,409</u>	<u>\$ 9,428,585</u>	<u>\$ 9,452,698</u>	<u>\$ 7,691,100</u>	<u>\$ 3,456,436</u>
Net (expense)/revenue										
Governmental activities	\$ (22,702,744)	\$ (22,821,870)	\$ (22,811,422)	\$ (23,242,064)	\$ (24,176,434)	\$ (28,190,803)	\$ (33,180,015)	\$ (33,416,358)	\$ (31,054,207)	\$ (25,885,834)
Total primary government net expense	<u>\$ (22,702,744)</u>	<u>\$ (22,821,870)</u>	<u>\$ (22,811,422)</u>	<u>\$ (23,242,064)</u>	<u>\$ (24,176,434)</u>	<u>\$ (28,190,803)</u>	<u>\$ (33,180,015)</u>	<u>\$ (33,416,358)</u>	<u>\$ (31,054,207)</u>	<u>\$ (25,885,834)</u>
General Revenues and Other Changes in Net Position										
Governmental activities:										
Room taxes	\$ 20,020,498	\$ 21,773,120	\$ 22,149,713	\$ 23,675,331	\$ 31,981,321	\$ 35,628,072	\$ 39,821,722	\$ 40,884,774	\$ 32,297,723	\$ 32,870,766
Unrestricted investment and interest earnings	2,004	1,281	30	60	1,336	799	1,764	6,370	64,902	7,932
Miscellaneous	52,143	56,162	53,628	53,446	61,220	77,456	71,567	100,414	56,311	64,000
Gain on sale of capital assets	-	-	-	-	-	-	-	705,901	31,422	5,016
Total governmental activities	20,074,645	21,830,563	22,203,371	23,728,837	32,043,877	35,706,327	39,895,053	41,697,459	32,450,358	32,947,714
Total primary government	<u>\$ 20,074,645</u>	<u>\$ 21,830,563</u>	<u>\$ 22,203,371</u>	<u>\$ 23,728,837</u>	<u>\$ 32,043,877</u>	<u>\$ 35,706,327</u>	<u>\$ 39,895,053</u>	<u>\$ 41,697,459</u>	<u>\$ 32,450,358</u>	<u>\$ 32,947,714</u>
Change in Net Position										
Governmental activities	\$ (2,628,099)	\$ (991,307)	\$ (608,051)	\$ 486,773	\$ 7,867,443	\$ 7,515,524	\$ 6,715,038	\$ 8,281,101	\$ 1,396,151	\$ 7,061,880
Total primary government	<u>\$ (2,628,099)</u>	<u>\$ (991,307)</u>	<u>\$ (608,051)</u>	<u>\$ 486,773</u>	<u>\$ 7,867,443</u>	<u>\$ 7,515,524</u>	<u>\$ 6,715,038</u>	<u>\$ 8,281,101</u>	<u>\$ 1,396,151</u>	<u>\$ 7,061,880</u>

Note: The Golf Courses Enterprise Fund was closed into the General Fund on June 30, 2012. The June 30, 2012 amounts have been restated to include the Golf Courses Enterprise Fund activity, prior year balances have not been restated.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
Governmental Activities
General Room Tax (6 5/8%) Collections
Last Ten Fiscal Years
(accrual basis of accounting)
(Unaudited)



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

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

	June 30,									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Fund										
Nonspendable	\$ 120,842	\$ 188,092	\$ 210,101	\$ 237,104	\$ 227,356	\$ 104,766	\$ 16,595	\$ 260,430	\$ 339,069	\$ 280,337
Restricted	-	-	-	-	4,288,207	6,174,888	6,341,914	5,109,234	3,856,638	4,953,325
Assigned	270,814	-	-	-	-	-	2,544,788	2,599,450	2,982,802	1,041,221
Unassigned	4,338,052	3,850,219	3,655,320	4,284,169	4,967,564	6,749,960	2,867,371	3,992,778	2,406,491	4,903,138
Total general fund	<u>\$ 4,729,708</u>	<u>\$ 4,038,311</u>	<u>\$ 3,865,421</u>	<u>\$ 4,521,273</u>	<u>\$ 9,483,127</u>	<u>\$ 13,029,614</u>	<u>\$ 11,770,668</u>	<u>\$ 11,961,892</u>	<u>\$ 9,585,000</u>	<u>\$ 11,178,021</u>
All other governmental funds										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,765
Restricted	12,087,559	14,199,365	13,921,930	13,721,849	13,522,047	12,839,785	12,726,101	11,156,606	12,152,235	7,378,914
Assigned	-	-	-	87,760	1,553,549	1,174,276	2,710,901	4,136,455	1,019,160	1,447,320
Unassigned	-	-	75,941	-	-	-	-	-	-	-
Total all other governmental funds	<u>\$ 12,087,559</u>	<u>\$ 14,199,365</u>	<u>\$ 13,997,871</u>	<u>\$ 13,809,609</u>	<u>\$ 15,075,596</u>	<u>\$ 14,014,061</u>	<u>\$ 15,437,002</u>	<u>\$ 15,293,061</u>	<u>\$ 13,171,395</u>	<u>\$ 8,839,999</u>

Reno-Sparks Convention & Visitors Authority adopted GASB 54, Fund Balance Reporting and Governmental Fund Type Definitions, for the Year Ended June 30, 2011.

Fund balances will be classified in accordance with GASB 54 prospectively.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
Change in Fund Balances of Governmental Funds and Revenues by Source
Last Ten Fiscal Years
(modified accrual basis of accounting)
(Unaudited)

Revenues	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Room tax (Net 6%)	\$ 13,927,303	\$ 15,146,518	\$ 15,355,035	\$ 16,356,606	\$ 19,045,900	\$ 20,880,469	\$ 23,370,508	\$ 24,092,059	\$ 19,070,858	\$ 19,597,770
Room tax (State 5/8%)	1,450,760	1,577,763	1,599,483	1,703,813	1,983,948	2,175,049	2,434,428	2,509,589	1,986,548	2,041,434
Room tax (RSCC 2%)	4,642,435	5,048,839	5,118,345	5,452,202	6,348,633	6,960,157	7,790,170	8,030,686	6,356,953	6,532,590
Room tax (City Ctr)	-	-	76,850	162,710	315,918	579,855	849,158	1,057,615	776,544	735,343
Room surcharge	-	-	-	-	4,286,922	5,032,542	5,377,458	5,194,825	4,106,820	3,963,629
Facility use fees	6,172,061	6,720,421	6,700,658	5,660,710	7,023,966	5,736,177	7,175,249	7,907,188	6,344,497	2,653,737
Golf course operations	2,108,588	2,056,701	1,947,910	1,881,123	1,777,997	1,573,382	1,056,005	1,340	-	-
Investment earnings	473,681	2,243,073	1,177	1,219	5,641	32,706	180,518	431,822	407,181	28,561
Miscellaneous	881,737	793,422	1,445,862	840,755	925,762	1,117,399	1,090,144	1,219,132	1,060,635	846,070
Total revenues	29,656,565	33,586,737	32,245,320	32,059,138	41,714,687	44,087,736	49,323,638	50,444,256	40,110,036	36,399,134
Expenditures										
General government	2,100,286	2,225,338	2,193,678	2,460,121	2,631,798	2,729,718	3,236,411	3,648,825	3,694,211	3,528,668
Community support										
Facility operation	9,566,672	10,851,958	10,688,591	9,637,793	10,267,511	9,316,908	10,752,777	12,391,617	12,927,433	7,835,317
Golf course operations	2,093,472	2,088,409	2,087,126	2,068,060	1,999,683	1,910,240	1,506,900	386,853	-	-
Convention and tourism promotion	5,880,390	5,998,424	6,183,581	6,451,993	8,149,215	12,481,504	17,391,490	17,809,920	13,576,134	10,020,519
Community grants and miscellaneous	951,201	992,213	1,034,822	1,159,160	1,365,321	1,528,438	1,527,865	1,686,778	1,531,408	2,011,595
Debt service										
Principal	95,396,000	4,605,000	5,345,000	5,360,000	5,445,000	5,440,000	5,440,000	5,435,000	5,435,000	12,139,987
Interest	4,549,734	4,632,834	4,247,094	4,231,794	4,224,044	4,224,044	4,192,919	4,161,794	2,053,099	3,071,196
Other bond costs	709,864	25,266	9,025	9,426	9,727	882,286	1,438,779	3,513,876	1,915,618	426,628
Capital outlay	836,348	746,886	830,787	213,201	1,394,547	3,089,646	3,672,502	2,480,818	3,507,113	548,075
Total expenditures	122,083,967	32,166,328	32,619,704	31,591,548	35,486,846	41,602,784	49,159,643	51,515,481	44,640,016	39,581,985
Excess (deficiency) of revenues over expenditures	(92,427,402)	1,420,409	(374,384)	467,590	6,227,841	2,484,952	163,995	(1,071,225)	(4,529,980)	(3,182,851)
Other financing sources (uses)										
Transfers in	10,225,000	9,880,000	9,630,000	9,625,000	12,335,000	12,485,174	16,075,000	15,117,002	10,655,547	11,420,250
Transfers out	(10,587,485)	(9,880,000)	(9,630,000)	(9,625,000)	(12,335,000)	(12,485,174)	(16,075,000)	(15,117,002)	(10,655,547)	(11,420,250)
Sale of capital assets	-	-	-	-	-	-	-	984,673	31,422	12,910
Issuance of refunding bonds	88,680,000	-	-	-	-	-	-	68,897,000	-	81,011,606
Premium on general obligation bonds	3,510,555	-	-	-	-	-	-	-	-	-
Payment to refunded debt escrow agent	-	-	-	-	-	-	-	(68,763,165)	-	(80,580,040)
Total other financing sources (uses)	91,828,070	-	-	-	-	-	-	1,118,508	31,422	444,476
Net change in fund balance	\$ (599,332)	\$ 1,420,409	\$ (374,384)	\$ 467,590	\$ 6,227,841	\$ 2,484,952	\$ 163,995	\$ 47,283	\$ (4,498,558)	\$ (2,738,375)
Debt Service (principal and interest)	\$ 99,945,734	\$ 9,237,834	\$ 9,592,094	\$ 9,591,794	\$ 9,669,044	\$ 9,664,044	\$ 9,632,919	\$ 9,596,794	\$ 7,488,099	\$ 15,211,183
Noncapital expenditures	\$ 121,247,619	\$ 31,396,094	\$ 32,129,217	\$ 31,348,218	\$ 34,173,746	\$ 38,513,138	\$ 45,437,275	\$ 48,956,192	\$ 41,122,460	\$ 39,023,467
Debt service as a percentage of noncapital expenditures	82.43%	29.42%	29.85%	30.60%	28.29%	25.09%	21.20%	19.60%	18.21%	38.98%

Note: The Golf Courses Enterprise Fund was closed into the General Fund on June 30, 2012. The June 30, 2012 amounts have been restated to include the Golf Courses Enterprise Fund activity, prior year balances have not been restated.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY

Room Tax Rates by Location

Last Ten Fiscal Years

(Unaudited)

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

Fiscal Year	RSCVA	City of Sparks	City of Reno					Washoe County	State of Nevada		Total
			National Bowling	Events Center	City Center	Railroad	Park and Recreation		Commission on Tourism	Education (IP1)	
2021	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2020	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2019	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2018	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2017	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2016	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2015	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2014	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2013	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %
2012	8.625 %	2.5 %	1.0 %	- %	1.0 %	- %	- %	- %	0.375 %	- %	13.50 %

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

Fiscal Year	RSCVA	City of Sparks	City of Reno					Washoe County	State of Nevada		Total
			National Bowling	Events Center	City Center	Railroad	Park and Recreation		Commission on Tourism	Education (IP1)	
2021	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2020	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2019	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2018	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2017	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2016	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2015	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2014	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2013	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %
2012	8.625 %	- %	1.0 %	1.5 %	- %	1.0 %	1.0 %	- %	0.375 %	- %	13.50 %

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

Fiscal Year	RSCVA	City of Sparks	City of Reno					Washoe County	State of Nevada		Total
			National Bowling	Events Center	City Center	Railroad	Park and Recreation		Commission on Tourism	Education (IP1)	
2021	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2020	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2019	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2018	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2017	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2016	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2015	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2014	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2013	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %
2012	8.625 %	- %	1.00 %	- %	1.00 %	- %	1.00 %	- %	0.375 %	1.00 %	13.00 %

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

Fiscal Year	RSCVA	City of Sparks	City of Reno					Washoe County	State of Nevada		Total
			National Bowling	Events Center	City Center	Railroad	Park and Recreation		Commission on Tourism	Education (IP1)	
2021	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2020	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2019	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2018	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2017	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2016	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2015	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2014	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2013	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %
2012	8.625 %	- %	1.00 %	- %	1.00 %	- %	- %	1.00 %	0.375 %	1.00 %	13.00 %

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
Principal Room Taxpayers
June 30, 2021 and 2012
(Unaudited)

Taxpayer	2021			2012		
	Number of Rooms	Rank	Percentage of Total Rooms	Number of Rooms	Rank	Percentage of Total Rooms
Grand Sierra Resort	1,990	1	9.10%	1,990	1	8.10%
Silver Legacy Resort Casino	1,685	2	7.70%	1,711	2	6.96%
Peppermill Hotel Casino - Reno	1,623	3	7.42%	1,623	3	6.60%
Sparks Nugget, Inc.	1,382	5	6.32%	1,382	5	5.62%
Harrah's	-		0.00%	928	6	3.78%
Sands Regency	488	8	2.23%	833	7	3.39%
Atlantis Hotel Casino Resort	818	6	3.74%	824	8	3.35%
Eldorado Hotel & Casino	814	7	3.72%	814	9	3.31%
Circus Circus	1,571	4	7.18%	1,572	4	6.40%
Hyatt - Lake Tahoe	422	9	1.93%	422	10	1.72%
Reno Suites	390	10	-	-		-
All Other Hotels	4,119		18.83%	3,203		13.03%
Total All Hotels	15,302		68.17%	15,302		62.26%
Motels	1,317		6.02%	2,114		8.60%
Other Rental Properties	5,256		24.03%	7,160		29.14%
Total Room Inventory	21,875		98.22%	24,576		100.00%

Notes:

- The top revenue source of the Authority is from room license taxes imposed on transient rental facilities located in Washoe County. The properties above represent the largest properties in Washoe County, and accordingly represent the group which generates the largest volume of room license tax revenues.
- Harrah's Reno closed during March 2020. The East Tower of Harrah's opened as Reno Suites in January 2021.
- Rental properties in Fiscal Year 2021 declined due to demolition of properties.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
Outstanding Debt by Type
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Governmental Activities		Total Primary Government	Per Cash Occupied Room Night	Per Room Tax Revenue (8%)
	General Obligation Bonds	Medium Term Obligations			
2021	\$ 80,296,788	\$ -	\$ 80,296,788	\$ 30.45	\$ 3.07
2020	92,087,511	-	92,087,511	33.97	3.62
2019	99,178,976	-	99,178,976	28.56	3.09
2018	103,552,511	-	103,552,511	27.78	3.32
2017	109,481,540	-	109,481,540	30.34	3.93
2016	113,853,953	-	113,853,953	32.27	4.48
2015	117,972,842	-	117,972,842	35.27	5.41
2014	121,765,749	-	121,765,749	36.34	5.95
2013	125,373,965	-	125,373,965	37.24	6.21
2012	124,675,330	-	124,675,330	38.50	6.71

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

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
General Bonded Debt Outstanding
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	General Obligation Bonds	Less: Amounts Available in Debt Service Fund (1)	Total	Per Cash Occupied Room Night	Per Room Tax Revenue (8%)
2021	\$ 80,296,788	\$ 6,579,829	\$ 73,716,959	\$ 27.96	\$ 2.82
2020	92,087,511	10,614,390	81,473,121	30.05	3.20
2019	99,178,976	10,696,606	88,482,370	25.48	2.75
2018	103,552,511	10,647,804	92,904,707	24.93	2.98
2017	109,481,540	10,727,763	98,753,777	27.37	3.55
2016	113,853,953	10,367,353	103,486,600	29.33	4.08
2015	117,972,842	10,369,155	107,603,687	32.17	4.93
2014	121,765,749	10,346,610	111,419,139	34.41	5.44
2013	125,373,965	10,304,712	115,069,253	35.17	5.70
2012	124,675,330	9,172,338	115,502,992	36.13	6.22
2011	129,184,789	7,547,100	121,637,689	37.69	6.45
2010	129,385,496	6,977,302	122,408,194	36.55	6.33

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

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

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
Direct and Overlapping Governmental Activities Bonded Debt
June 30, 2021
(Unaudited)

Name of Government Unit	General Obligation Debt Outstanding (Thousands)	Present Self-Supporting General Obligation Debt (Thousands)	Percent Applicable to Washoe County	Applicable Net Debt (Thousands)
Debt repaid with taxes:				
Washoe County - Governmental Funds	\$ 120,784	\$ 33,580	100%	\$ 87,204
Washoe County School District	1,128,974	-	100%	1,128,974
City of Reno	389,111	353,148	100%	35,963
City of Sparks	15,965	2,701	100%	13,264
Incline Village General Improvement District	4,404	4,404	100%	-
State of Nevada	1,210,570	323,512	14%	124,986
Washoe County (RSCVA)	80,297	80,297	100%	-
Overlapping Bonded Debt				<u>1,390,391</u>
Direct debt:				
Washoe County (RSCVA)				<u>80,297</u>
Direct and Overlapping Debt				<u><u>\$ 1,470,688</u></u>

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

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
Legal Debt Margin Information
Last Ten Fiscal Years
(amounts expressed in thousands)
(Unaudited)

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Debt limit	\$ 387,874	\$ 374,749	\$ 374,908	\$ 404,628	\$ 430,281	\$ 471,270	\$ 484,100	\$ 506,598	\$ 551,963	\$ 580,391
Total net debt applicable to limit	115,503	115,069	111,419	107,604	103,487	98,754	92,905	88,482	75,316	75,315
Legal debt margin	<u>\$ 272,371</u>	<u>\$ 259,680</u>	<u>\$ 263,489</u>	<u>\$ 297,024</u>	<u>\$ 326,794</u>	<u>\$ 372,516</u>	<u>\$ 391,195</u>	<u>\$ 418,116</u>	<u>\$ 476,647</u>	<u>\$ 505,076</u>
Total net debt applicable to the limit as a percentage of debt limit	29.78%	30.71%	29.72%	26.59%	24.05%	20.95%	19.19%	17.46%	13.65%	12.98%
Assessed value										<u>\$ 19,346,366</u>
Debt limit (3% of assessed value)										<u>580,391</u>
Debt applicable to debt limit										
General obligation bonds										80,297
Amounts set aside for repayment of general obligation debt										<u>(6,580)</u>
Total net debt applicable to limit										<u>75,317</u>
Legal debt margin										<u>\$ 506,674</u>

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
Pledged Revenue Coverage
Last Ten Fiscal Years and June 30, 2022 (Budgeted)
(Unaudited)

	Fiscal Year										
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022 (Budgeted)
Net General Room License Taxes (1)	\$ 13,927,303	\$ 15,146,518	\$ 15,355,035	\$ 16,356,606	\$ 19,045,900	\$ 20,880,469	\$ 23,370,508	\$ 24,092,059	\$ 19,070,858	\$ 19,597,770	\$ 20,995,935
Convention Center Room Taxes (2)	4,642,435	5,048,839	5,118,345	5,452,202	6,348,633	6,960,157	7,790,169	8,030,686	6,356,953	6,532,590	6,998,645
Other Income (3)	6,927,116	6,778,259	6,946,306	6,406,639	6,569,101	6,361,506	6,848,948	7,926,528	5,654,677	3,115,347	6,051,858
Subtotal	25,496,854	26,973,616	27,419,686	28,215,447	31,963,634	34,202,132	38,009,625	40,049,274	31,082,488	29,245,707	34,046,438
Less: Operating and Maintenance Expenses (4)	10,827,579	11,732,595	11,498,233	11,476,156	12,002,634	12,562,649	13,922,439	15,072,913	15,061,126	10,930,479	13,689,679
Net Pledged Revenues	<u>\$ 14,669,275</u>	<u>\$ 15,241,021</u>	<u>\$ 15,921,453</u>	<u>\$ 16,739,291</u>	<u>\$ 19,961,000</u>	<u>\$ 21,639,483</u>	<u>\$ 24,087,186</u>	<u>\$ 24,976,361</u>	<u>\$ 16,021,362</u>	<u>\$ 18,315,228</u>	<u>\$ 20,356,759</u>
Combined Maximum Annual Debt Service on Pledged Revenue Bonds (5)	<u>\$ 9,669,044</u>	<u>\$ 9,669,044</u>	<u>\$ 9,669,044</u>	<u>\$ 9,669,044</u>	<u>\$ 9,669,044</u>	<u>\$ 9,669,044</u>	<u>\$ 9,596,793</u>	<u>\$ 9,240,024</u>	<u>\$ 9,178,782</u>	<u>\$ 8,084,525</u>	<u>\$ 8,084,525</u>
Coverage Factor (6)	1.52	1.58	1.65	1.73	2.06	2.24	2.51	2.70	1.75	2.27	2.52

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

(2) Proceeds of 2% Convention Center Tax.

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

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

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

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

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

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

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
Demographic and Economic Statistics
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Population	Per Capita Income (Thousands)	Median Age	School Enrollment	Unemployment Rate (Percent)	Taxable Sales (Thousands)	Gross Gaming Win (Thousands)	Total Passenger Air Traffic
2021	478,355	\$ 60	38.6	65,121	4.90%	\$ 11,049	\$ 837	2,472,843
2020	472,069	60	38.1	66,913	3.20%	9,250	631	3,378,405
2019	475,596	55	38.0	66,960	3.60%	8,829	785	4,298,555
2018	467,417	48	37.9	66,989	4.20%	8,531	779	4,128,476
2017	459,142	48	37.5	63,919	4.00%	7,989	738	3,819,896
2016	451,248	51	37.5	63,670	5.90%	7,550	789	3,563,818
2015	444,008	48	37.4	63,108	6.40%	6,818	765	3,297,642
2014	436,647	48	37.6	62,986	7.20%	6,371	745	3,312,839
2013	434,120	47	37.6	62,424	9.80%	5,825	741	3,514,421
2012	427,704	45	37.4	62,220	12.30%	5,523	738	3,561,557

Source: Washoe County ACFR, FY 2021, Schedule 4.1.

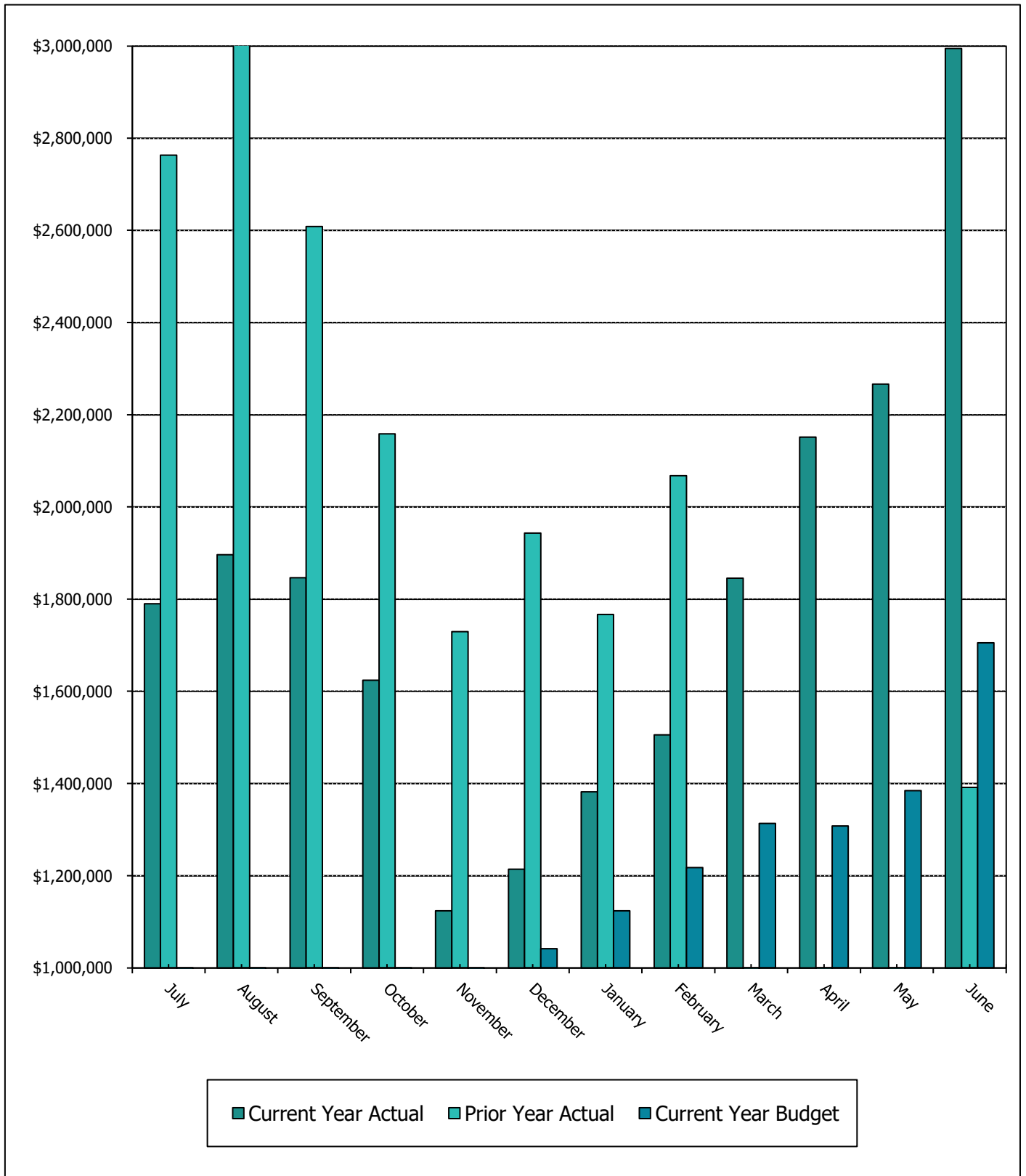
RENO-SPARKS CONVENTION & VISITORS AUTHORITY
Principal Employers
Current Year and Nine Years Ago
(Unaudited)

Employer	December 2020			December 2011		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
Washoe County School District	8,750	1	3.47%	8,250	1	4.49%
Renown Medical Center	4,750	2	2.97%	2,750	4	1.50%
University of Nevada - Reno	4,750	3	1.88%	4,250	2	2.31%
Peppermill Hotel Casino - Reno	3,000	4	1.19%	2,250	5	1.22%
Grand Sierra Resort	3,000	5	1.19%	1,750	9	0.95%
Silver Legacy Resort Casino	3,000	6	1.19%	1,750	8	0.95%
Harrahs	3,000	7	1.19%	-	-	-
Eldorado Hotel & Casino	3,000	8	1.19%	-	-	-
St. Mary's	3,000	9	1.19%	1,750	10	0.95%
Washoe County	2,800	10	1.11%	2,750	3	1.50%
Atlantis Casino Resort	-	-	-	1,750	9	0.95%
Integrity Staffing Solutions	-	-	-	2,250	6	1.22%
International Game Technology PLC ²	-	-	-	2,250	7	1.22%
	December 2020			December 2011		
Total Washoe County Covered Employment	252,295			183,850		

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

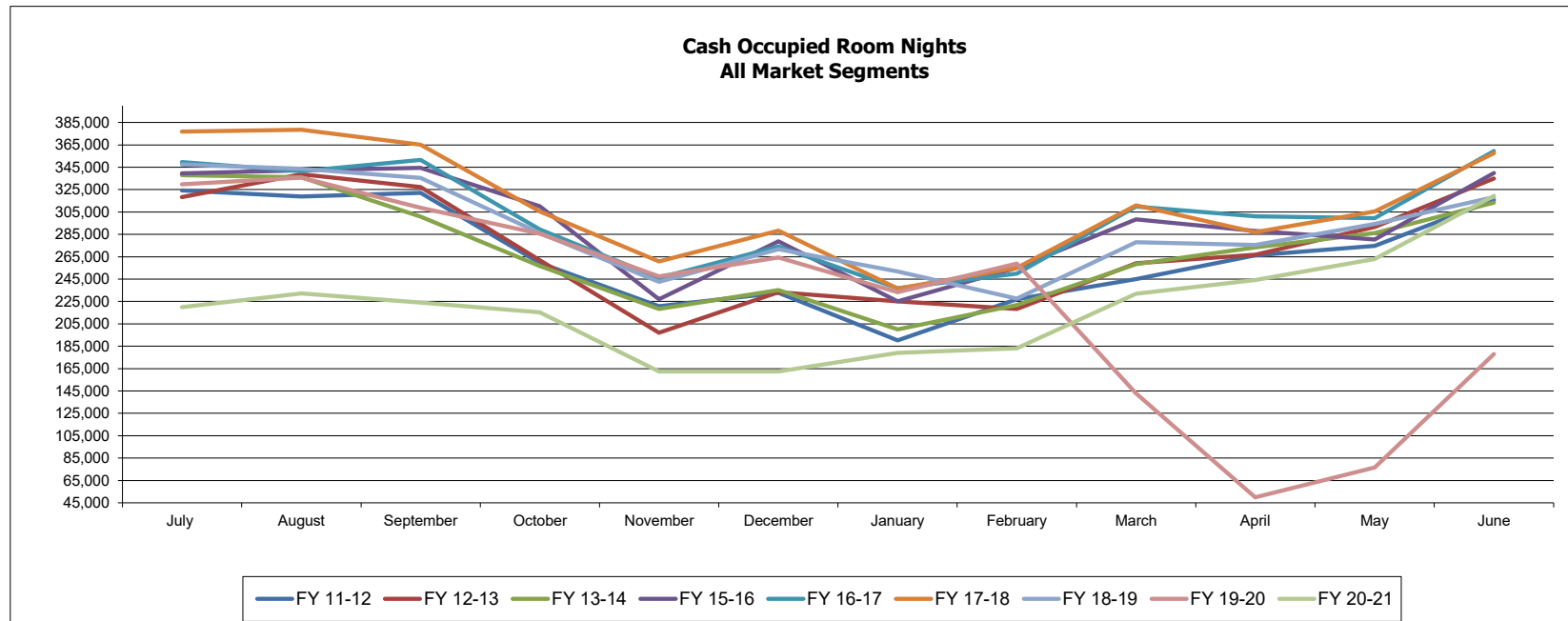
Source: Washoe County ACFR, FY 2021, Schedule 4.2.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
General Room Tax (6 5/8%) Collections
Fiscal Year Ended June 30, 2021
(Unaudited)



RENO-SPARKS CONVENTION & VISITORS AUTHORITY **Cash Occupied Room Nights - Consolidated Summary** **Last Ten Fiscal Years**

Month	Actual									
	FY 11-12	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18	FY 18-19	FY 19-20	FY 20-21
July	324,182	318,179	337,964	337,506	339,576	349,602	376,823	347,401	329,772	219,968
August	318,733	338,661	336,075	336,070	342,310	341,443	378,365	343,719	335,749	232,080
September	322,157	327,404	300,877	317,039	344,280	351,394	365,040	335,338	308,779	224,145
October	259,480	261,889	256,714	277,970	310,005	289,432	305,381	286,215	285,697	215,163
November	220,632	196,927	218,319	222,114	226,892	245,978	260,669	242,645	247,320	162,293
December	232,863	233,159	235,178	254,403	278,784	274,069	288,203	271,632	264,423	162,382
January	190,101	225,127	200,001	238,144	224,971	236,825	236,592	251,817	233,295	179,058
February	226,933	218,290	221,878	233,050	255,092	249,799	254,967	227,442	258,768	183,217
March	245,083	259,120	258,279	265,273	298,449	309,745	310,967	277,855	142,786	231,959
April	266,197	266,776	273,333	264,284	287,960	301,000	287,038	275,513	49,924	244,148
May	274,670	291,465	286,043	290,428	280,547	299,539	305,590	294,377	76,626	263,070
June	315,619	334,967	313,347	308,247	339,755	359,361	357,595	318,248	178,050	319,450
Totals	3,196,650	3,271,964	3,238,008	3,344,528	3,528,621	3,608,187	3,727,230	3,472,202	2,711,189	2,636,933

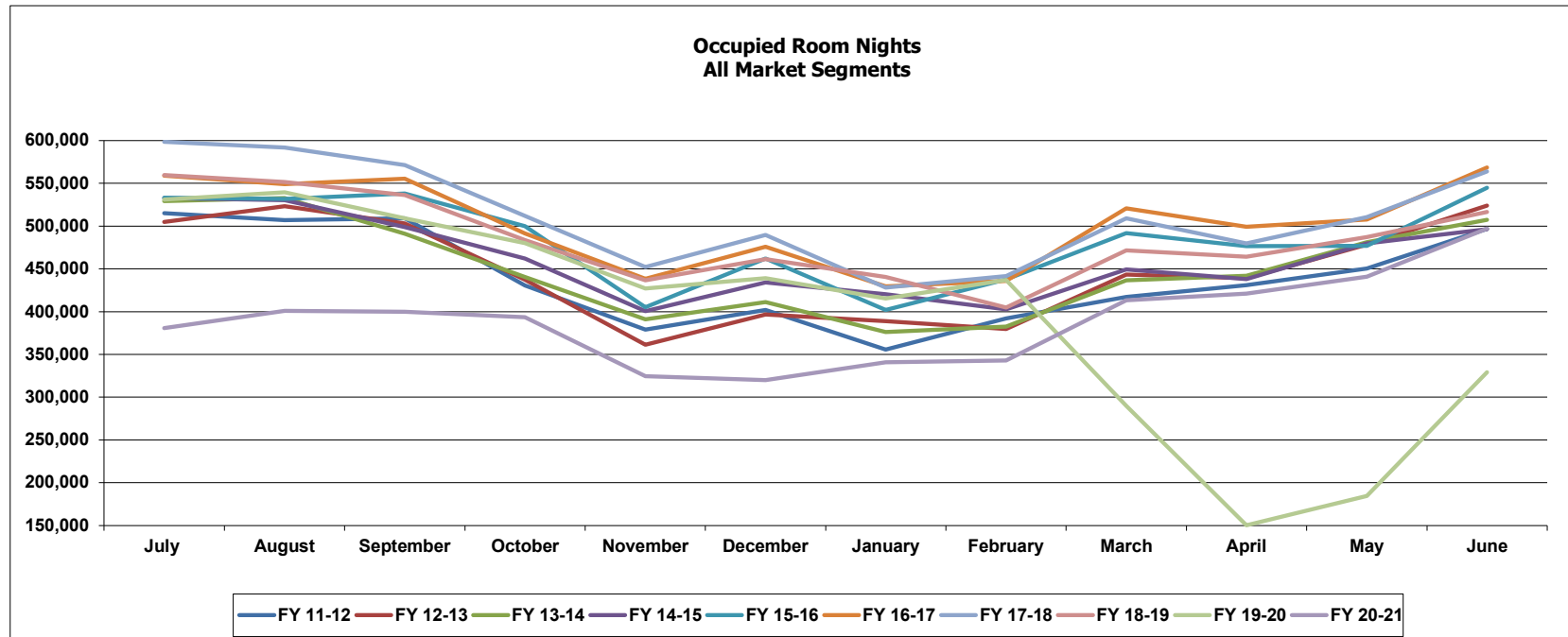


RENO-SPARKS CONVENTION & VISITORS AUTHORITY

Occupied Rooms - Consolidated Summary

Last Ten Fiscal Years

Month	Actual									
	FY 11-12	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18	FY 18-19	FY 19-20	FY 20-21
July	514,933	504,829	529,220	532,560	533,061	558,932	598,303	559,625	531,028	380,839
August	506,798	523,217	532,551	530,095	531,622	548,907	591,815	551,515	539,449	400,986
September	508,993	503,063	490,994	498,961	538,200	555,329	571,095	536,269	509,046	400,010
October	430,410	437,336	440,343	461,911	499,815	491,289	511,826	483,734	480,021	393,306
November	379,127	361,447	390,984	400,324	405,085	438,248	451,999	436,662	426,923	324,452
December	402,111	396,688	411,024	434,190	461,879	475,810	489,652	461,499	439,175	319,958
January	355,509	388,712	376,196	420,430	402,010	429,629	428,069	440,561	415,410	340,659
February	391,990	379,529	382,620	402,632	437,603	435,728	441,422	404,774	436,826	342,993
March	417,315	443,399	436,577	449,343	491,853	520,869	508,940	471,663	289,802	413,186
April	431,115	438,907	441,992	437,895	476,563	499,243	479,824	464,116	150,199	421,073
May	450,550	478,420	481,152	479,544	476,722	507,723	510,342	487,166	184,576	440,679
June	496,796	523,852	507,148	496,475	544,683	568,328	563,983	516,516	329,228	497,058
Totals	5,285,647	5,379,399	5,420,801	5,544,360	5,799,096	6,030,035	6,147,270	5,814,100	4,731,683	4,675,199

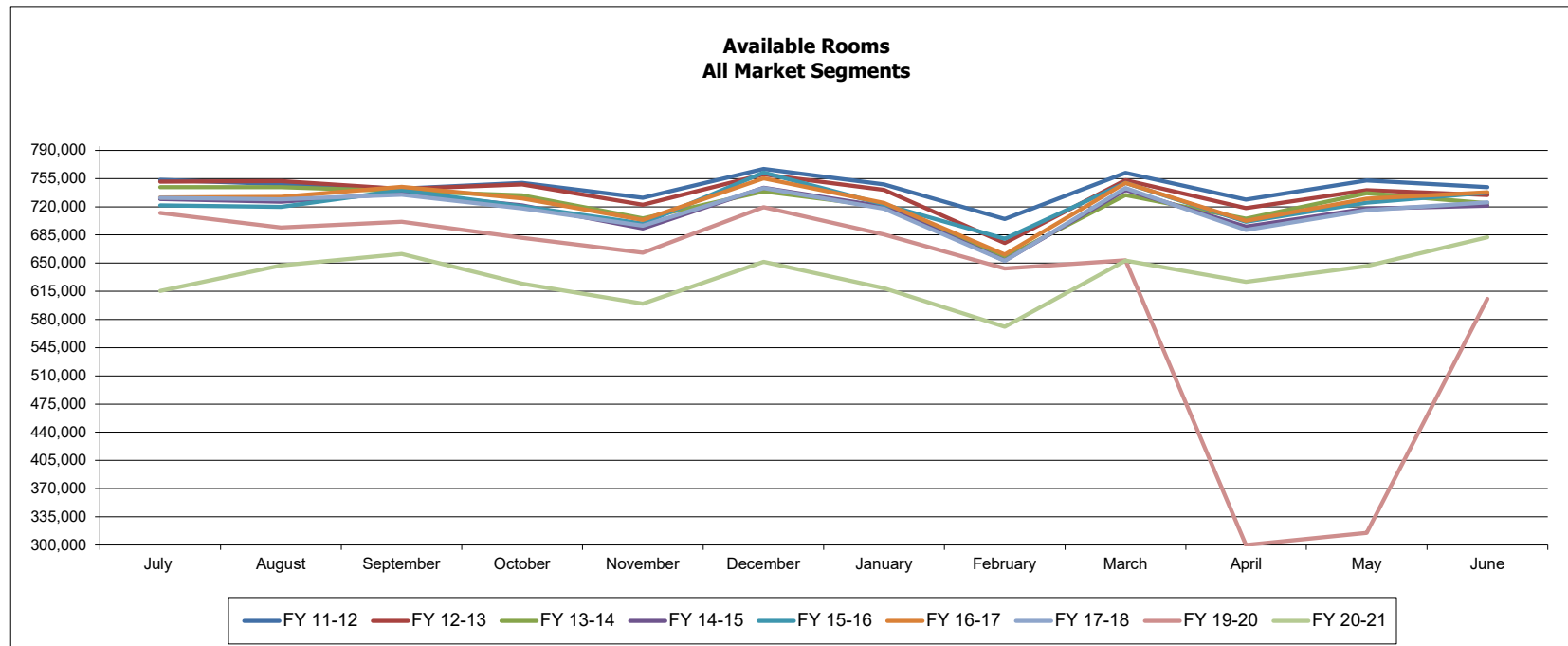


RENO-SPARKS CONVENTION & VISITORS AUTHORITY

Available Rooms - Consolidated Summary

Last Ten Fiscal Years

Month	Actual									
	FY 11-12	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18	FY 18-19	FY 19-20	FY 20-21
July	753,354	751,282	744,241	729,570	721,835	731,702	731,201	718,901	712,349	615,426
August	748,217	751,840	744,264	726,198	719,719	732,118	729,381	717,933	694,199	647,210
September	742,367	742,079	739,470	736,938	740,540	744,788	734,903	721,601	701,251	661,319
October	749,517	747,812	734,229	721,834	720,713	730,300	718,089	715,635	681,532	624,319
November	731,159	722,305	705,433	693,243	699,173	703,727	696,359	693,249	663,051	599,591
December	766,953	760,292	738,961	743,518	762,491	755,047	743,272	743,974	719,297	651,506
January	747,888	740,895	720,369	720,095	722,837	724,611	717,408	723,307	685,580	618,699
February	704,680	675,106	656,764	653,041	680,113	660,509	652,882	651,781	643,246	570,771
March	761,957	753,038	734,466	741,067	749,754	749,479	743,181	749,932	653,497	653,238
April	728,846	718,317	705,176	695,316	701,381	702,683	691,245	704,232	300,007	626,840
May	752,568	740,438	736,949	717,597	725,039	729,877	715,560	721,578	314,996	646,180
June	744,525	734,364	724,331	721,209	737,442	737,904	725,572	728,588	605,567	682,087
Totals	8,932,031	8,837,768	8,684,653	8,599,626	8,681,037	8,702,745	8,599,053	8,590,711	7,374,572	7,597,186

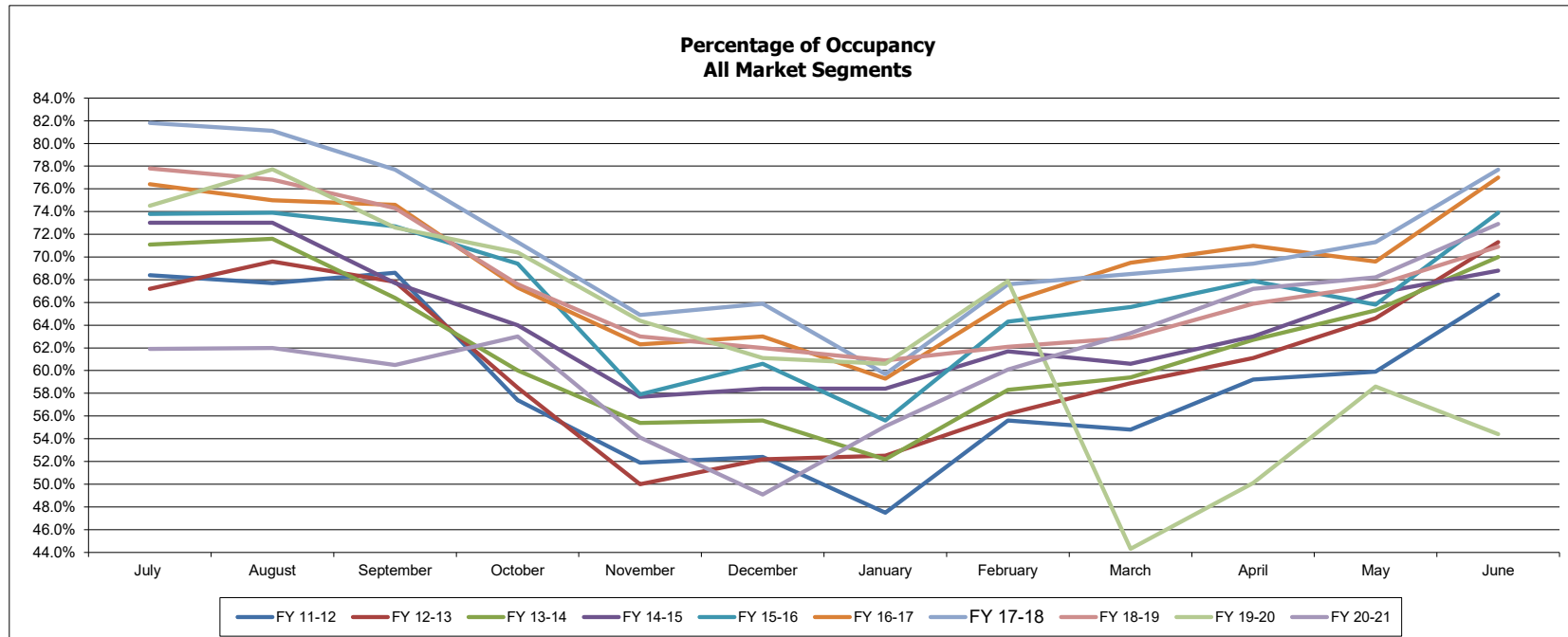


RENO-SPARKS CONVENTION & VISITORS AUTHORITY

Percentage of Occupancy - Consolidated Summary

Last Ten Fiscal Years

Month	Actual									
	FY 11-12	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18	FY 18-19	FY 19-20	FY 20-21
July	68.4%	67.2%	71.1%	73.0%	73.8%	76.4%	81.8%	77.8%	74.5%	61.9%
August	67.7%	69.6%	71.6%	73.0%	73.9%	75.0%	81.1%	76.8%	77.7%	62.0%
September	68.6%	67.8%	66.4%	67.7%	72.7%	74.6%	77.7%	74.3%	72.6%	60.5%
October	57.4%	58.5%	60.0%	64.0%	69.4%	67.3%	71.3%	67.6%	70.4%	63.0%
November	51.9%	50.0%	55.4%	57.7%	57.9%	62.3%	64.9%	63.0%	64.4%	54.1%
December	52.4%	52.2%	55.6%	58.4%	60.6%	63.0%	65.9%	62.0%	61.1%	49.1%
January	47.5%	52.5%	52.2%	58.4%	55.6%	59.3%	59.7%	60.9%	60.6%	55.1%
February	55.6%	56.2%	58.3%	61.7%	64.3%	66.0%	67.6%	62.1%	67.9%	60.1%
March	54.8%	58.9%	59.4%	60.6%	65.6%	69.5%	68.5%	62.9%	44.3%	63.3%
April	59.2%	61.1%	62.7%	63.0%	67.9%	71.0%	69.4%	65.9%	50.1%	67.2%
May	59.9%	64.6%	65.3%	66.8%	65.8%	69.6%	71.3%	67.5%	58.6%	68.2%
June	66.7%	71.3%	70.0%	68.8%	73.9%	77.0%	77.7%	70.9%	54.4%	72.9%
Totals	59.2%	60.9%	62.4%	64.5%	66.8%	69.3%	71.5%	67.7%	64.2%	61.5%

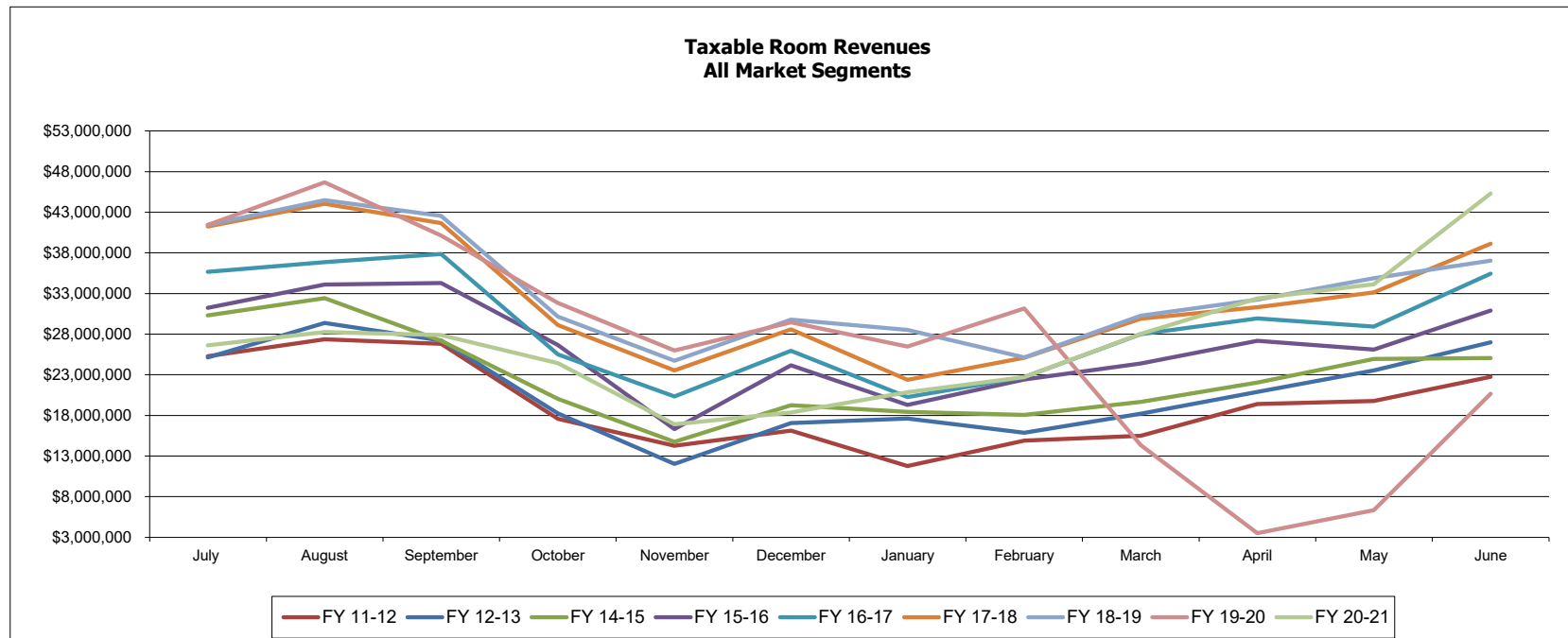


RENO-SPARKS CONVENTION & VISITORS AUTHORITY

Taxable Room Revenues - Consolidated Summary

Last Ten Fiscal Years

Month	Actual									
	FY 11-12	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18	FY 18-19	FY 19-20	FY 20-21
July	\$ 25,281,560	\$ 25,137,500	\$ 30,224,159	\$ 30,292,027	\$ 31,230,612	\$ 35,677,262	\$ 41,265,679	\$ 41,424,217	\$ 41,432,593	\$ 26,616,089
August	27,369,572	29,376,209	32,130,756	32,403,508	34,091,992	36,868,031	44,034,254	44,483,946	46,663,912	28,260,963
September	26,789,879	27,213,720	25,870,198	27,164,225	34,288,906	37,851,442	41,663,504	42,554,492	40,136,140	27,898,272
October	17,588,547	18,247,114	18,292,143	20,025,803	26,673,296	25,496,440	29,124,783	30,171,237	31,825,308	24,413,214
November	14,273,785	12,032,690	14,560,736	14,727,649	16,304,190	20,342,704	23,533,775	24,707,237	26,001,367	16,911,777
December	16,130,427	17,067,070	16,879,494	19,246,588	24,164,711	25,936,180	28,595,173	29,774,489	29,450,353	18,339,246
January	11,769,999	17,614,224	13,970,116	18,425,487	19,286,992	20,242,930	22,378,105	28,502,864	26,480,876	20,859,637
February	14,903,511	15,868,966	16,313,115	18,040,839	22,422,874	22,714,040	25,079,380	25,140,512	31,144,994	22,706,268
March	15,504,003	18,208,897	18,069,943	19,662,419	24,386,491	27,985,952	29,897,187	30,258,098	14,351,584	28,026,348
April	19,406,879	20,900,615	21,706,493	22,032,831	27,186,846	29,934,593	31,304,806	32,226,425	3,492,216	32,406,826
May	19,775,919	23,544,500	23,219,292	24,957,366	26,084,433	28,917,716	33,145,852	34,884,475	6,314,893	34,139,503
June	22,732,452	26,982,253	24,191,921	25,062,328	30,892,727	35,458,717	39,122,428	37,029,240	20,676,214	45,317,551
Totals	\$ 231,526,531	\$ 252,193,754	\$ 255,428,365	\$ 272,041,067	\$ 317,014,070	\$ 347,426,006	\$ 389,144,926	\$ 401,157,234	\$ 317,970,451	\$ 325,895,696

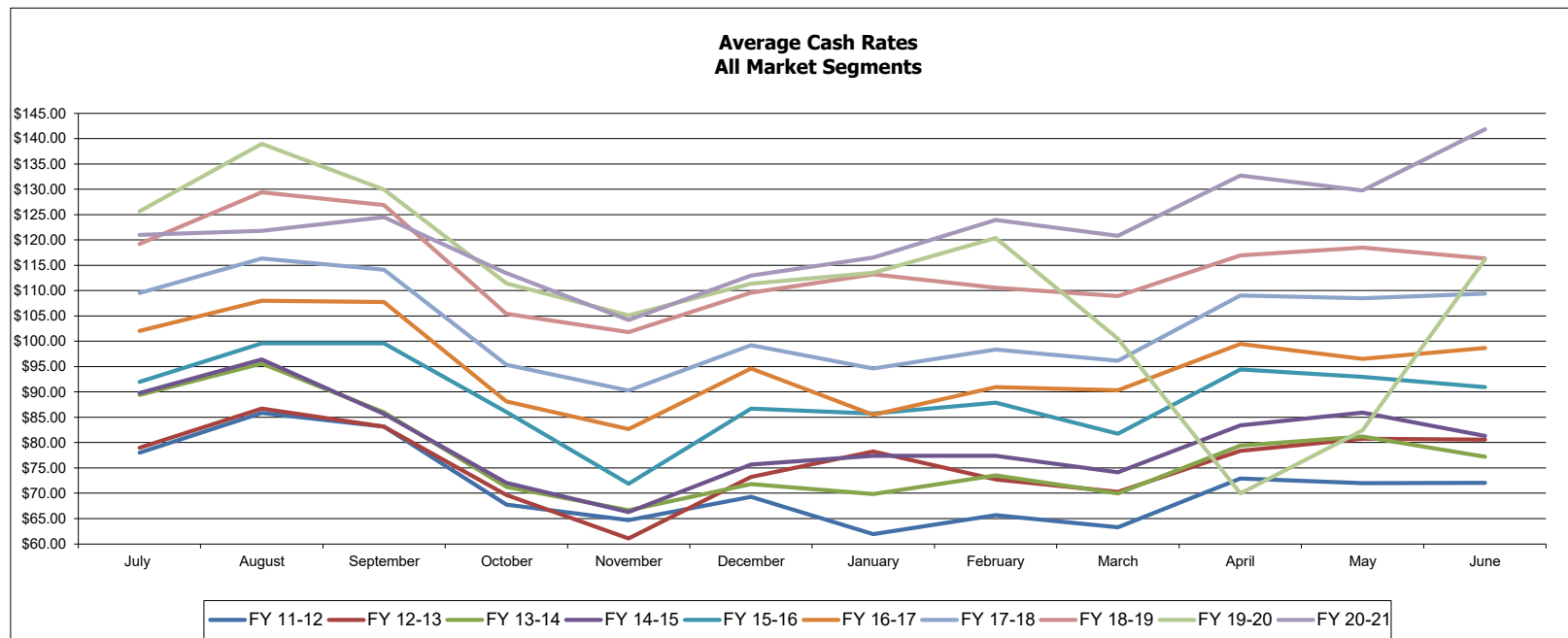


RENO-SPARKS CONVENTION & VISITORS AUTHORITY

Average Cash Rates - Consolidated Summary

Last Ten Fiscal Years

Month	Actual									
	FY 11-12	FY 12-13	FY 13-14	FY 14-15	FY 15-16	FY 16-17	FY 17-18	FY 18-19	FY 19-20	FY 20-21
July	\$ 77.99	\$ 79.00	\$ 89.43	\$ 89.75	\$ 91.97	\$ 102.05	\$ 109.51	\$ 119.24	\$ 125.64	\$ 121.00
August	85.87	86.74	95.61	96.42	99.59	107.98	116.38	129.42	138.98	121.77
September	83.16	83.12	85.98	85.68	99.60	107.72	114.13	126.90	129.98	124.47
October	67.78	69.67	71.25	72.04	86.04	88.09	95.37	105.41	111.40	113.46
November	64.69	61.10	66.69	66.31	71.86	82.70	90.28	101.82	105.13	104.21
December	69.27	73.20	71.77	75.65	86.68	94.63	99.22	109.61	111.38	112.94
January	61.91	78.24	69.85	77.37	85.73	85.48	94.59	113.19	113.51	116.50
February	65.67	72.70	73.52	77.41	87.90	90.93	98.36	110.54	120.36	123.93
March	63.26	70.27	69.96	74.12	81.71	90.35	96.14	108.90	100.51	120.82
April	72.90	78.35	79.41	83.37	94.41	99.45	109.06	116.97	69.95	132.73
May	72.00	80.78	81.17	85.93	92.98	96.54	108.47	118.50	82.41	129.77
June	72.02	80.55	77.20	81.31	90.93	98.65	109.40	116.35	116.13	141.86
Totals	\$ 72.43	\$ 77.08	\$ 78.88	\$ 81.34	\$ 89.84	\$ 96.29	\$ 104.41	\$ 115.53	\$ 117.28	\$ 123.59



RENO-SPARKS CONVENTION & VISITORS AUTHORITY
Full-time Equivalent Employees by Function
Last Ten Fiscal Years
(Unaudited)

	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Function										
General Government	11.5	11.5	11.5	11.5	11.5	11.5	14.5	15.25	10.00	12.50
Community Support	180.0	181.0	181.0	173.0	165.0	106.5	40.0	35.50	27.00	25.00
Total	191.5	192.5	192.5	184.5	176.5	118.0	54.5	50.75	37.00	37.50

Notes:

(1) The information provided is on budgeted positions.

(2) During fiscal year 2018, the RSCVA transitioned facility operations to a third-party operator.

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
Reno-Sparks Convention Center, Reno-Sparks Livestock Events Center,
National Bowling Stadium and Reno Events Center
Activity Summary
(Unaudited)

Future Bookings and Projected Attendance

	Convention Center		Reno-Sparks Livestock Events Center		National Bowling Stadium		Reno Events Center	
Fiscal Year	Number of Events	Estimated Attendance	Number of Events	Estimated Attendance	Number of Events	Estimated Attendance	Number of Events	Estimated Attendance
2022	143	176,000	37	230,460	36	12,500	43	151,000
2023	27	100,050	16	207,400	4	104,500	14	31,900
2024	20	99,800	13	193,650	5	12,700	7	35,900
2025	14	55,600	4	178,000	3	22,700	5	27,800
2026	11	63,200	-	-	3	1,200	3	16,800

Notes:

1) Number of events includes conventions and trade shows currently scheduled on a tentative basis. (Note: Firm contracted dates are issued only one year in advance).

Historical Usage and Attendance

	Convention Center		Reno-Sparks Livestock Events Center		National Bowling Stadium		Reno Events Center	
Fiscal Year	Number of Events	Estimated Attendance	Number of Events	Estimated Attendance	Number of Events	Estimated Attendance	Number of Events	Estimated Attendance
2012	128	275,837	148	321,875	56	98,158	53	163,018
2013	102	422,042	100	282,357	80	190,791	56	147,489
2014	94	311,235	80	300,000	78	172,717	52	126,979
2015	97	278,213	70	302,413	93	75,684	49	100,015
2016	102	190,007	71	283,174	83	156,932	55	176,402
2017	110	277,959	75	315,350	112	40,313	54	157,800
2018	112	294,637	76	334,271	94	77,955	56	167,268
2019	185	287,614	88	101,889	72	17,686	45	115,517
2020	114	159,433	39	187,613	21	5,045	26	73,947
2021	195	162,079	50	229,125	40	33,977	18	60,086

Notes:

1) Number of events includes all show activity (conventions, trade shows, public consumer shows, concerts and meetings).

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
CAPITAL ASSET STATISTICS BY FUNCTION
JUNE 30, 2021
(UNAUDITED)

Community Support

The Board approved an agreement with ASM Global for the management and operation of the National Bowling Stadium, Reno Events Center, Reno-Sparks Convention Center and Reno-Sparks Livestock Events Center which began on June 17, 2018. ASM is responsible for all day to day operations of the Authority facilities and has assumed all existing operations, management and support services contracts in place at the Authority facilities, including, but not limited to, Customer Event contracts (license contracts and service contracts with shows/associations/corporations), Event Service contracts (audio-visual, event security, housekeeping and set-up) and Building Service contracts (landscaping, building utilities, maintenance, building security).

Reno-Sparks Convention Center

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

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

Reno-Sparks Livestock Events Center

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

Home of the world-famous Reno Rodeo, the facility hosts a myriad of special events ranging from annual USA BMX bicycle races to premier equine competitions, including the Snaffle Bit Futurity, Regional International Arabian Horse Association competitions, and the ACTRA team roping finals.

Reno Events Center

The Reno Events Center is owned by the City of Reno and operated by the RSCVA. The 118,000 square foot facility opened in January 2005. The Center consists of 56,000 square

RENO-SPARKS CONVENTION & VISITORS AUTHORITY
CAPITAL ASSET STATISTICS BY FUNCTION
JUNE 30, 2021
(UNAUDITED)
(CONTINUED)

feet of free span exhibit space (which is utilized for both convention and meeting space, as well as concerts, boxing, indoor football and basketball), 4,954 square feet of dedicated meeting space with nine rooms varying in size from 400 to 850 square feet, two loading docks, six dressing rooms and two event and promoter offices. When utilized for concerts, the Facility can accommodate up to 7,500 patrons.

National Bowling Stadium

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

The National Bowling Stadium is an 88-lane tournament bowling facility situated within the central business/gaming/entertainment district of downtown Reno. Home to the prestigious United States Bowling Congress Open Championships, returning in 2020 and the United States Bowling Congress Women's Championships, returning in 2021. The National Bowling Stadium is currently undergoing a \$4.5 million remodel of the main tournament floor.

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

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

The Board of Directors
Reno-Sparks Convention & Visitors Authority

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Reno-Sparks Convention & Visitors Authority (the "Authority") as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements, and have issued our report thereon dated December 23, 2021.

Internal Control Over Financial Reporting

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

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Compliance and Other Matters

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

Purpose of this Report

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

Moss Adams LLP

Seattle, Washington
December 23, 2021