

**WALKER RIVER
IRRIGATION DISTRICT
NEVADA**

FINANCIAL REPORT

FOR THE YEAR ENDED JUNE 30, 2024

WALKER RIVER IRRIGATION DISTRICT, NEVADA
JUNE 30, 2024

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WALKER RIVER IRRIGATION DISTRICT, NEVADA

JUNE 30, 2024

DIRECTORS

Jim Snyder, President

Marcus Masini, Vice-President

Richard Nuti, Treasurer

Dennis Acciari

David Giorgi

MANAGER

Robert C. Bryan

OFFICE MANAGER

Jessica Halterman



A Professional Corporation

INDEPENDENT AUDITOR'S REPORT

To the Board of Directors
Walker River Irrigation District, Nevada

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities, and each major fund of the Walker River Irrigation District, Nevada, as of and for the year ending June 30, 2024, and the related notes to the financial statements, which collectively comprise the Walker River Irrigation District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, and each major fund and the aggregate remaining fund information of the Walker River Irrigation District as of June 30, 2024, and the respective changes in financial position and where applicable, cash flows, thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibility for the Audit of Financial Statements

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

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

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5-9, the Schedule of the District's Proportionate Share of the Net Pension Liability and the Schedule of the District's Other Post-Employment Benefits Liability on pages 33-34 to be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Prior-Year Comparative Information

We have previously audited the Walker River Irrigation District's 2023 financial statements, and we expressed unmodified audit opinions on the respective financial statements of the business-type activities, and each major fund, other than the General Operations Fund, in our report dated February 29, 2024. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2023, is consistent, in all material respects, with the audited financial statements from which it has been derived, restated for the changes in accounting principles described above.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Walker River Irrigation District's basic financial statements. The supplementary information comprised of the Federal Grants schedules and the Ditch Company schedules, and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information comprised of the Federal Grants Fund Schedules, Ditch Company Schedules and the schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 6, 2025, on our consideration of the Walker River Irrigation District'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 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 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 Walker River Irrigation District's internal control over financial reporting and compliance.

Sciarani & Co.

Yerington, Nevada
February 6, 2025

**WALKER RIVER IRRIGATION DISTRICT
MANAGEMENT’S DISCUSSION AND ANALYSIS
FOE THE FISCAL YEAR ENDED JUNE 30, 2024**

As financial management of the Walker River Irrigation District, Nevada (the “District”), we offer the readers of these financial statements this narrative overview and analysis of the financial activities of the District for the fiscal year ended June 30, 2024. This discussion and analysis is designed to assist the reader in focusing on the significant financial issues and activities and to identify any significant changes in financial position. We encourage readers to consider the information presented herein in conjunction with the financial statements as a whole.

Financial Highlights

Operating revenues for the Walker River Irrigation District were \$2,635,845 for fiscal year 2024 compared to \$2,365,470 in year 2023. This was an increase of \$270,375 over the prior year.

Operating expenses for the Walker River Irrigation District were \$2,162,431 for fiscal year 2024 compared to \$2,269,013 in year 2023. This was a decrease of \$106,582 over the prior year. Legal expenses were \$351,714 in year 2024 compared to \$495,953 in year 2023 which reflects the continued cost of defending the C-125 water rights allotment.

Funding from the National Fish and Wildlife Foundation continued during the current year. Total grant funding was \$3,380,557 in year 2024 compared to \$489,102 in year 2023. The water leasing program incurred costs totaling \$2,539,337 in year 2024 compared to \$479,507 in year 2023. The BOR Project on the Campbell Ditch incurred costs of \$131,740 on planned improvements to the ditch. Total costs required a match from the ditch company of \$53,468 and \$78,272 from BOR.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the District’s financial statements, which is comprised of the basic financial statements and the notes to the financial statements. The notes provide additional information that is essential to full understanding of the data provided in the basic financial statements.

Required Financial Statements

The financial statements of the District report information of the District using accounting methods similar to those used by private sector companies. These statements offer short and long-term financial information about its activities. The Statement of Net Position includes all of the District’s assets and liabilities and provides information about the nature and amounts of investment in resources (assets) and the obligations to District creditors (liabilities). It also provides the basis for evaluating the capital structure of the District and assessing the liquidity and financial flexibility of the District.

All of the current year’s revenues and expenses, non-operating revenues and expense, and capital contributions are accounted for in the Statement of Revenues, Expenses, and Changes in Net Position. This statement measures the success of the District’s operations over the past year and can be used to determine whether the District has successfully recovered all of its cost through its assessments and other charges, profitability and credit worthiness.

The final required financial statement is the Statement of Cash Flows. The statement reports cash receipts, cash payments, and net changes in cash resulting from operations, non-capital financing, capital financing, and investing activities and provides answers to such questions as where did cash come from, what was cash used for, and what was the change in cash balances during the reporting period.

Financial Analysis of the District

One of the most important questions asked about the District’s finances is; “Is the District, as a whole, better off or worse off as a result of this year’s activities?” The Statement of Net Position, and the Statement of Revenues, Expenses, and Changes in Net Position report information about the District’s activities in a way that will help answer this question. These two statements report the net position of the District and the changes in them. One can think of the District’s net position – the difference between assets and liabilities – as one way to measure financial health or financial position. Over time, increases and decreases in the District’s net position are one indicator of whether its financial health is improving or deteriorating. However, one will need to consider other non-financial factors such as changes in economic conditions, population growth, and new or changed government legislation.

Net Position

Table 1
Condensed Statements of Net Position

| | FY 2024 | FY 2023 | Dollar Change | Percent Change |
|--|----------------------|----------------------|-------------------|----------------|
| Current Assets | \$ 3,435,708 | \$ 2,510,249 | \$ 925,459 | 36.9% |
| Capital assets | 9,154,613 | 9,371,039 | (216,426) | |
| Non-Current Assets | 914,620 | 809,282 | 105,338 | 13.0% |
| Total Assets | 13,504,941 | 12,690,570 | 814,371 | 6.4% |
| Deferred Outflow of Resources | 368,831 | 404,917 | (36,086) | -8.9% |
| Current Liabilities | 916,812 | 527,036 | 389,776 | 74.0% |
| Noncurrent Liabilities | 1,077,426 | 1,051,747 | 25,679 | 2.4% |
| Total Liabilities | 1,994,238 | 1,578,783 | 415,455 | 26.3% |
| Deferred Inflow of Resources | 996,202 | 917,569 | 78,633 | 8.6% |
| Net Investment in Capital Assets Restricted for Improvement | 9,154,613 | 9,371,039 | (216,426) | -2.3% |
| Districts | 390,129 | 315,858 | 74,271 | 23.5% |
| Unrestricted Net Position | 1,338,590 | 912,238 | 426,352 | 46.7% |
| Total Net Position | \$ 10,883,332 | \$ 10,599,135 | \$ 284,197 | 2.7% |

Net position increase \$284,197 to \$10,883,332 in 2024 from \$10,599,135 in 2023.

Table 2
Condensed Statements of Revenues,
Expenses, and Changes in Net Position

| | FY 2024 | FY 2023 | Dollar Change | Percent Change |
|---|----------------------|----------------------|-------------------|-------------------|
| Revenues | | | | |
| Operating revenues | \$ 2,635,845 | \$ 2,365,470 | \$ 270,375 | 11.4% |
| Non-operating revenues | 3,475,033 | 592,791 | 2,882,242 | 486.2% |
| Total Revenues | 6,110,878 | 2,958,261 | 3,152,617 | 106.6% |
| Expenses | | | | |
| Depreciation expense | 263,920 | 267,896 | (3,976) | -1.5% |
| Other operating expenses | 1,898,511 | 2,001,117 | (102,606) | -5.1% |
| Non-operating expenses | 3,664,250 | 942,172 | 2,722,078 | 288.9% |
| Total Expenses | 5,826,681 | 3,211,185 | 2,615,496 | 81.4% |
| Income (Loss) before Capital Contributions | 284,197 | (252,924) | 537,121 | -212.4% |
| Capital contributions | - | - | - | 0.0% |
| Change in Net Position | 284,197 | (252,924) | 537,121 | -212.4% |
| Beginning Net Position | 10,599,135 | 10,852,059 | (252,924) | -2.3% |
| Ending Net Position | <u>\$ 10,883,332</u> | <u>\$ 10,599,135</u> | <u>\$ 284,197</u> | 2.7% |

While the Statement of Net Position shows the change in net position, the Statement of Activities provides answers as to the nature and scope of these changes. As can be seen in Table 2 above, the increase in net position was \$284,197 in fiscal year 2024 while year 2023 had a decrease of \$252,924.

Capital Assets and Debt Administration

During fiscal year ending June 30, 2024, the District had capital additions of \$47,495 on the purchase of a new 2024 Chevy Colorado pickup and \$10,923 box trailer. Depreciation expense of \$263,920 was recognized during the current fiscal year. The general fund had depreciation expense of \$21,291, the reservoir fund had depreciation expense of \$167,326 while the equipment fund's depreciation expense was \$62,934. For additional information, see Note 3 – Changes in Capital Assets.

The District currently does not have any outstanding debt obligations at June 30, 2024. The District's accrued compensated liability was \$44,561 in year 2024 compared to \$47,217 in year 2023.

The District's net pension liability was \$901,345,289 in year 2024 compared to \$858,289 in year 2023 based on an actuarial valuation performed. The District's other post-employment liability was \$128,520 in year 2024 down compared to \$146,241 in year 2023 based on an actuarial valuation performed.

Financial Highlights

- The District increase in net position was \$284,197 in year 2024 compared to a loss of \$252,924 in year 2023. The most significant increase were incurred in the general fund by a total of \$222,184, the reservoir fund loss of \$104,041.
- Operating revenues for the Walker River Irrigation District were \$2,635,845 for fiscal year 2023 compared to \$2,365,470 in year 2023.
- Assessment revenue for year 2024 was \$2,064,842 compared to \$1,692,590 in year 2023 amongst the various funds or an increase of \$270,375.
- Total operating expenses for year 2024 totaled \$2,162,431 compared to \$2,269,013 in year 2023 reflecting a decrease of \$106,582. Depreciation expense of \$263,920 and \$267,896, respectfully, are included in the above expenses.
- The District incurred \$230,225 in year 2024 and \$432,317 in fiscal year 2023 in flood mitigation expenses due to extensive flooding in conjunction with the abnormal spring runoff. The District has applied for FEMA grant funding to cover said mitigation costs. The District has not received any communication from FEMA that the mitigation expenses will be covered under FEMA grant funding.

Grants and Programs

The District was awarded an ongoing federal grant through the National Fish and Wildlife Foundation to develop and implement a volumetric measurement system of irrigation water diversions from the Walker River by improving water gauges. In order to achieve this goal, remote monitoring and digital archiving capabilities to enhance the information management was required to be designed and eventually implemented by the use of wireless electronic gauging devices at the headworks of certain ditch diversions. Bureau of Reclamation (BOR) has awarded grants for improvements to the Campbell Ditch. The Natural Resources Conservation Service through the US Department of Agriculture choose to fund a project at 100% for the planning and study of the Walker River watershed in order to provide studied results in case future funding for reclamation work is granted for the Walker River watershed.

- During the year 2024, the Water Leasing Programs incurred costs of \$2,539,337 compared to \$489,102 in year 2023.
- During the year 2024, the Water Modernization Programs incurred costs of \$667,800 compared to \$489,102 in year 2023.
- During the year 2024, the (BOR) Project on the Campbell Ditch incurred costs of \$131,740 on planned improvements to the ditch. Total costs required a match between the ditch company and BOR.
- Grant receivable totaling \$721,902 have been record on claims for reimbursement with the federal agencies.

Budgetary Highlights

The District adopts an informal annual budget, using the modified accrual basis of accounting, at an April or May board meeting each year. The budget provides proposed expenses and the means for financing them. There is no legal mandate for the District to adopt a budget.

Economic Factors and Next Year's Budget

The Board of Directors and management of the District considered many factors when setting the fiscal year 2025 budget, assessments and other charges. Some of those factors are the local economy and the impact that taxes, charges and rates have on the water users in conjunction with current and future objectives of the District. By maintaining low assessment rates, the District helps maintain these objectives without burdening the assessment base.

Requests for Information

This financial report is designed to provide the water users and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. Questions concerning any of the information provided in this report or request for additional financial information should be directed to Walker River Irrigation District, 410 N. Main Street, Yerington, NV 89447.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
STATEMENT OF NET POSITION
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Totals for the Year Ended June 30, 2023)
 (Page 1 of 2)

| | General | Reservoirs | Federal Grants | Water Distribution | Equipment |
|---|------------------|----------------------|-------------------|-----------------------|----------------|
| ASSETS | | | | | |
| Current Assets | | | | | |
| Cash - Note 2 | \$ 58,197 | \$ 1,002,938 | \$ - | \$ 23,482 | \$ 229,017 |
| Delinquent assessments receivable | 45,779 | 15,498 | - | - | 13,974 |
| Accounts receivable | 12,978 | 29,786 | - | - | 22,933 |
| Grants receivable | - | - | 721,902 | - | - |
| Prepaid Expenses | - | 19,936 | - | - | - |
| Due from private ditch companies | - | - | - | - | - |
| Expense reimbursement receivable from the U.S. Water Commissioners, Walker River | - | - | - | - | - |
| Due from other funds - Note 7 | 762,133 | - | - | - | - |
| Total Current Assets | 879,087 | 1,068,158 | 721,902 | 23,482 | 265,924 |
| Capital Assets - Note 3 | | | | | |
| Land and Improvements: | | | | | |
| Reservoirs, Bridgeport and Topaz Lake | - | 936,004 | - | - | - |
| East drain return canal | 8,381 | - | - | - | - |
| Local Improvement Districts | - | - | - | - | - |
| Irrigation Facilities: | | | | | |
| Reservoirs, Bridgeport and Topaz Lake Improvements | 212,111 | 8,923,818 125,719 | - | 156,870 | - |
| Other Capital Assets | | | | | |
| Central facilities | 220,739 | - | - | - | - |
| District well | 126,028 | - | - | - | - |
| Vehicles and equipment | 149,511 | 36,572 | - | - | 1,755,348 |
| Furniture, fixtures, and office equipment | 130,510 | - | - | - | - |
| | 847,280 | 10,022,113 | - | 156,870 | 1,755,348 |
| Less: Accumulated depreciation | (686,606) | (2,307,148) | - | (47,061) | (1,289,784) |
| Total Capital Assets | 160,674 | 7,714,965 | - | 109,809 | 465,564 |
| Non-Current Assets | | | | | |
| Leases Receivable - Note 3 | 721,100 | 193,520 | - | - | - |
| Total Assets | 1,760,861 | 8,976,643 | 721,902 | 133,291 | 731,488 |
| Deferred Outflows of Resources | | | | | |
| Post measurement date | | | | | |
| pension contributions - Note 5 | 45,024 | - | - | - | 20,410 |
| Deferred pension outflows - Note 5 | 193,272 | - | - | - | 99,682 |
| OPEB deferred outflows - Note 6 | 10,443 | - | - | - | - |
| Total Deferred Outflow of Resources | 248,739 | - | - | - | 120,092 |

| Local Improvement Districts | | | | | | Totals | |
|-----------------------------|-----------------------|-----------------------|-------------------|---------------------|--------------------|-------------------|-------------------|
| No. 1 (Smith Valley) | No. 2 (River West) | No. 3 (River East) | No. 4 (Saroni) | Local 5 (Colony) | Ditch Companies | 2024 | 2023 |
| \$ 107,217 | \$ 3,937 | \$ 223,476 | \$ - | \$ - | \$ - | \$ 1,648,264 | \$ 1,480,175 |
| 448 | 4,072 | 763 | 307 | - | - | 80,841 | 34,667 |
| - | - | - | 34,181 | 24,056 | - | 123,934 | 217,374 |
| - | - | - | - | - | - | 721,902 | 285,834 |
| - | - | - | - | - | - | 19,936 | 26,928 |
| - | - | - | - | - | 78,698 | 78,698 | 66,880 |
| - | - | - | - | - | - | - | 11,172 |
| - | - | - | - | - | - | 762,133 | 387,219 |
| <u>107,665</u> | <u>8,009</u> | <u>224,239</u> | <u>34,488</u> | <u>24,056</u> | <u>78,698</u> | <u>3,435,708</u> | <u>2,510,249</u> |
| - | - | - | - | - | - | 936,004 | 936,004 |
| - | - | - | - | - | - | 8,381 | 8,381 |
| 16,212 | 21,013 | - | - | - | - | 37,225 | 37,226 |
| - | - | - | - | - | - | 8,923,818 | 8,923,818 |
| - | - | 172,356 | 612,641 | - | - | 1,279,697 | 1,279,697 |
| - | - | - | - | - | - | 220,739 | 220,739 |
| - | - | - | - | - | - | 126,028 | 126,028 |
| - | - | - | - | - | - | 1,941,431 | 1,893,936 |
| - | - | - | - | - | - | 130,510 | 130,510 |
| 16,212 | 21,013 | 172,356 | 612,641 | - | - | 13,603,833 | 13,556,339 |
| - | (779) | (8,952) | (108,890) | - | - | (4,449,220) | (4,185,300) |
| <u>16,212</u> | <u>20,234</u> | <u>163,404</u> | <u>503,751</u> | <u>-</u> | <u>-</u> | <u>9,154,613</u> | <u>9,371,039</u> |
| - | - | - | - | - | - | 914,620 | 809,282 |
| <u>123,877</u> | <u>28,243</u> | <u>387,643</u> | <u>538,239</u> | <u>24,056</u> | <u>78,698</u> | <u>13,504,941</u> | <u>12,690,570</u> |
| - | - | - | - | - | - | 65,434 | 54,377 |
| - | - | - | - | - | - | 292,954 | 340,097 |
| - | - | - | - | - | - | 10,443 | 10,443 |
| - | - | - | - | - | - | 368,831 | 404,917 |

(continued)

The accompanying notes are an integral part of these financial statements

WALKER RIVER IRRIGATION DISTRICT, NEVADA
STATEMENT OF NET POSITION
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Totals for the Year Ended June 30, 2023)
 (Page 2 of 2)

| | General | Reservoirs | Federal Grants | Water Distribution | Equipment |
|--|-------------------|---------------------|-------------------|-----------------------|-------------------|
| LIABILITIES | | | | | |
| Current Liabilities | | | | | |
| Accounts payable | \$ 31,915 | \$ 34,855 | \$ 65,012 | \$ 547 | \$ 18,080 |
| Due to other funds - Note 7 | - | | 656,890 | - | - |
| Assessments payable, U.S. Water Commissioners, Walker River | - | - | - | - | - |
| Total Current Liabilities | <u>31,915</u> | <u>34,855</u> | <u>721,902</u> | <u>547</u> | <u>18,080</u> |
| Long-term Liabilities - Note 4 | | | | | |
| Accrued compensated absences | 37,345 | - | - | - | 7,216 |
| Other post-employment benefits liability | 128,520 | | - | - | - |
| Net pension liability | 614,762 | - | - | - | 289,583 |
| Total Noncurrent Liabilities | <u>780,627</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>296,799</u> |
| Total Liabilities | <u>812,542</u> | <u>34,855</u> | <u>721,902</u> | <u>547</u> | <u>314,879</u> |
| DEFERRED INFLOW OF RESOURCES | | | | | |
| Advance lease payments | - | 17,880 | - | - | - |
| Deferred lease liability - Note 3 | 721,100 | 193,520 | | | |
| Deferred revenue | 13,133 | - | - | - | 12,468 |
| Deferred pension inflows - Note 5 | 25,137 | - | - | - | 12,964 |
| Total Deferred Inflow of Resources | <u>759,370</u> | <u>211,400</u> | <u>-</u> | <u>-</u> | <u>25,432</u> |
| NET POSITION | | | | | |
| Invested in capital assets, net of related debt | 160,674 | 7,714,965 | - | 109,809 | 465,564 |
| Restricted | - | - | - | 22,935 | - |
| Unrestricted | 277,014 | 1,015,423 | - | - | 45,705 |
| Total Net Position | <u>\$ 437,688</u> | <u>\$ 8,730,388</u> | <u>\$ -</u> | <u>\$ 132,744</u> | <u>\$ 511,269</u> |

| Local Improvement Districts | | | | | | Totals | |
|-----------------------------|-----------------------|-----------------------|-------------------|---------------------|--------------------|----------------------|----------------------|
| No. 1 (Smith Valley) | No. 2 (River West) | No. 3 (River East) | No. 4 (Saroni) | Local 5 (Colony) | Ditch Companies | 2024 | 2023 |
| \$ - | \$ - | \$ 696 | \$ 987 | \$ 2,396 | \$ 190 | \$ 154,678 | \$ 132,631 |
| - | - | - | 5,076 | 21,660 | 78,508 | 762,134 | 387,219 |
| - | - | - | - | - | - | - | 7,186 |
| - | - | 696 | 6,063 | 24,056 | 78,698 | 916,812 | 527,036 |
| - | - | - | - | - | - | 44,561 | 47,217 |
| - | - | - | - | - | - | 128,520 | 146,241 |
| - | - | - | - | - | - | 904,345 | 858,289 |
| - | - | - | - | - | - | 1,077,426 | 1,051,747 |
| - | - | 696 | 6,063 | 24,056 | 78,698 | 1,994,238 | 1,578,783 |
| - | - | - | - | - | - | 17,880 | 17,880 |
| - | - | - | - | - | - | 914,620 | 809,282 |
| - | - | - | - | - | - | 25,601 | 46,242 |
| - | - | - | - | - | - | 38,101 | 44,165 |
| - | - | - | - | - | - | 996,202 | 917,569 |
| 16,212 | 20,234 | 163,404 | 503,751 | - | - | 9,154,613 | 9,371,039 |
| 107,217 | 8,009 | 223,543 | 28,425 | - | - | 390,129 | 315,858 |
| 448 | - | - | - | - | - | 1,338,590 | 912,238 |
| <u>\$ 123,877</u> | <u>\$ 28,243</u> | <u>\$ 386,947</u> | <u>\$ 532,176</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 10,883,332</u> | <u>\$ 10,599,135</u> |

The accompanying notes are an integral part of these financial statements.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Totals For The Year Ended June 30, 2023)
Page 1 of 2

| | General | Reservoirs | Federal Grants | Water Distribution | Equipment |
|--|------------------|----------------|-------------------|-----------------------|----------------|
| Operating Revenues | | | | | |
| Assessments levied | \$ 1,050,861 | \$ 490,954 | \$ - | \$ 11,221 | \$ 360,436 |
| Interfund charges - Note 7 | 93,879 | | - | - | 99,147 |
| Outside labor and equipment sales | 500 | | - | - | 80,789 |
| Material sales | - | | - | - | 20,218 |
| Ditch company services | - | | - | - | - |
| District well water sales | 36,327 | | - | - | - |
| Assessment penalties and interest | 13,798 | | - | - | - |
| Pasture and property leases | 27,342 | 34,260 | - | - | - |
| Reservoir concessions | | 34,276 | - | - | - |
| Rent, U.S.B.W.C. | 18,000 | | - | - | - |
| Bad debt recovery | | | - | - | - |
| Miscellaneous revenue | 400 | - | - | - | 307 |
| | <u>1,241,107</u> | <u>559,490</u> | <u>-</u> | <u>11,221</u> | <u>560,897</u> |
| Operating Expenses | | | | | |
| Salaries and wages | 322,318 | 19,673 | - | 4,040 | 148,174 |
| Payroll taxes | 6,903 | 1,779 | - | 365 | 3,695 |
| Group insurance | 70,534 | - | - | - | 50,070 |
| Industrial insurance | 7,302 | 182 | - | 56 | 2,148 |
| Pension expense | 116,304 | - | - | - | 73,206 |
| Retirees group insurance | 10,443 | - | - | - | - |
| Fuel, oil and grease | 2,232 | 833 | - | 536 | 3,815 |
| Vehicle expense | 1,633 | | - | - | 9,143 |
| Repairs and maintenance | 10,079 | 10,725 | - | - | 15,883 |
| Supplies and small tools | - | 562 | - | - | 9,298 |
| Materials | - | 690 | - | - | - |
| Telephone and internet | 1,036 | 544 | - | - | 1,193 |
| Utilities | 7,625 | 500 | - | - | 4,325 |
| Legal | 338,041 | 11,105 | - | - | - |
| Accounting and audit | 24,960 | - | - | - | - |
| Consulting and other professional fees | 24,279 | - | - | - | - |
| Office expense | 20,220 | 216 | - | - | - |
| Computer expense | 2,820 | - | - | 138 | - |
| Property taxes and assessments | 4,602 | 40,056 | - | - | - |
| Fees and permits | 9,557 | 11,882 | - | - | 6 |
| Insurance and bonding | 400 | - | - | - | - |
| Miscellaneous expenses | 11,764 | 607 | - | - | - |
| Travel | 4,985 | 1,000 | - | - | - |
| Advertising, dues and subscriptions | 11,542 | - | - | - | - |
| Monitoring and gauging expense | - | 88,151 | - | - | 83,889 |
| Training and education | - | - | - | - | - |
| Public relations | - | - | - | - | - |

| Local Improvement Districts | | | | | | | |
|-----------------------------|---------------|---------------|---------------|---------------|---------------|------------------|------------------|
| No. 1 | No. 2 | No. 3 | No. 4 | Local 5 | Ditch | Totals | |
| (Smith Valley) | (River West) | (River East) | (Saroni) | (Colony) | Companies | 2024 | 2023 |
| \$ 8,200 | \$ 30,767 | \$ 33,669 | \$ 78,734 | | \$ - | \$ 2,064,842 | \$ 1,692,590 |
| - | - | - | - | - | - | 193,026 | 174,143 |
| - | - | - | - | - | - | 81,289 | 56,522 |
| - | - | - | - | - | - | 20,218 | 41,455 |
| - | - | - | 12,680 | 24,055 | 75,025 | 111,760 | 140,297 |
| - | - | - | - | - | - | 36,327 | 4,415 |
| - | - | - | - | - | - | 13,798 | 51,460 |
| - | - | - | - | - | - | 61,602 | 57,806 |
| - | - | - | - | - | - | 34,276 | 33,711 |
| - | - | - | - | - | - | 18,000 | 18,000 |
| - | - | - | - | - | - | - | 53,228 |
| - | - | - | - | - | - | 707 | 41,843 |
| <u>8,200</u> | <u>30,767</u> | <u>33,669</u> | <u>91,414</u> | <u>24,055</u> | <u>75,025</u> | <u>2,635,845</u> | <u>2,365,470</u> |
| - | - | - | 20,000 | 9,000 | 61,340 | 584,545 | 612,770 |
| - | - | - | 1,794 | 743 | 6,048 | 21,327 | 32,741 |
| - | - | - | - | - | - | 120,604 | 122,369 |
| - | - | - | 222 | 514 | 3,743 | 14,167 | 21,772 |
| - | - | - | - | - | - | 189,510 | 158,598 |
| - | - | - | - | - | - | 10,443 | 10,443 |
| - | 407 | 697 | 2,022 | 101 | 1,091 | 11,734 | 32,303 |
| - | - | - | - | - | - | 10,776 | 5,338 |
| 9,715 | 5,040 | 480 | 13,841 | 13,266 | 960 | 79,989 | 106,679 |
| - | - | - | 26,928 | 93 | - | 36,881 | 8,062 |
| - | - | - | - | - | - | 690 | 24,205 |
| - | - | - | 256 | 258 | 184 | 3,471 | 7,076 |
| - | - | - | - | - | - | 12,450 | 10,389 |
| - | 2,568 | - | - | - | - | 351,714 | 495,953 |
| - | - | - | - | - | - | 24,960 | 28,693 |
| - | - | - | - | - | - | 24,279 | 21,763 |
| - | - | - | - | - | - | 20,436 | 23,199 |
| - | - | - | 136 | 80 | 1,659 | 4,833 | 9,356 |
| - | - | - | - | - | - | 44,658 | 43,740 |
| - | - | 350 | - | - | - | 21,795 | 39,521 |
| - | - | - | - | - | - | 400 | 18,906 |
| - | - | - | - | - | - | 12,371 | 1,951 |
| - | - | - | - | - | - | 5,985 | 1,072 |
| - | - | - | - | - | - | 11,542 | 13,628 |
| - | - | - | - | - | - | 172,040 | 62,134 |
| - | - | - | - | - | - | - | 1,034 |
| - | - | - | - | - | - | - | 1,449 |

(continued)

The accompanying notes are an integral part of these financial statements

WALKER RIVER IRRIGATION DISTRICT, NEVADA
STATEMENT OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Totals For The Year Ended June 30, 2023)
Page 2 of 2

| | General | Reservoirs | Federal Grants | Water Distribution | Equipment |
|--|-------------------|---------------------|-------------------|-----------------------|-------------------|
| Operating Expenses (Continued) | | | | | |
| District well expense | \$ 12,736 | \$ - | \$ - | \$ - | \$ - |
| Billable project expense | - | 20,196 | - | - | - |
| Interfund charges | - | 22,842 | - | 1,932 | - |
| SCADA Expense | - | 15,480 | - | - | - |
| Depreciation | 21,291 | 167,326 | - | 5,229 | 62,934 |
| | <u>1,043,606</u> | <u>414,349</u> | <u>-</u> | <u>12,296</u> | <u>467,779</u> |
| Total Operating Expenses | | | | | |
| | <u>1,043,606</u> | <u>414,349</u> | <u>-</u> | <u>12,296</u> | <u>467,779</u> |
| Operating Income (Loss) | <u>197,501</u> | <u>145,141</u> | <u>-</u> | <u>(1,075)</u> | <u>93,118</u> |
| Nonoperating Revenues (Expenses) | | | | | |
| Interest income | 24,683 | - | - | - | - |
| Gain on Sale of Property | - | 5,402 | - | - | - |
| National Fish and Wildlife Federal grant: | | | | | |
| Grant revenue | - | - | 3,380,557 | - | - |
| Matching grant revenues | - | - | 53,468 | - | - |
| BOR - project expenses | - | - | (94,368) | - | - |
| Modernization & Conveyance project exper | - | - | (723,059) | - | - |
| Water leasing project expenses | - | - | (2,440,460) | - | - |
| Interfund charges | | | | | |
| Leasing project | - | - | (176,138) | - | - |
| Net Nonoperating Revenues | <u>24,683</u> | <u>5,402</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Income (Loss) before Contributions | <u>222,184</u> | <u>150,543</u> | <u>-</u> | <u>(1,075)</u> | <u>93,118</u> |
| Special Items | | | | | |
| Flood Mitigation expenses | - | (230,225) | - | - | - |
| Flood Mitigation expenses - interfund charges | - | - | - | - | - |
| Total Special Items | <u>-</u> | <u>(230,225)</u> | <u>-</u> | <u>-</u> | <u>10,923</u> |
| Capital Contributions | | | | | |
| Capital contributions from N.F.W.F grant | - | - | 10,923 | - | - |
| Capital improvements transferred to other funds | - | - | (10,923) | - | 10,923 |
| Total Contributions | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Change in Net Position | 222,184 | (79,682) | - | (1,075) | 104,041 |
| Net Position, July 1 | <u>215,504</u> | <u>8,810,070</u> | <u>-</u> | <u>133,819</u> | <u>407,228</u> |
| Net Position, June 30 | <u>\$ 437,688</u> | <u>\$ 8,730,388</u> | <u>\$ -</u> | <u>\$ 132,744</u> | <u>\$ 511,269</u> |

| Local Improvement Districts | | | | | | | |
|-----------------------------|-----------------------|-----------------------|-------------------|------------------|--------------------|----------------------|----------------------|
| No. 1 (Smith Valley) | No. 2 (River West) | No. 3 (River East) | No. 4 (Saroni) | No. 5 Local 5 | Ditch Companies | Totals | |
| | | | | | | 2024 | 2023 |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 12,736 | \$ 10,736 |
| - | - | - | 21,005 | - | - | 41,201 | 5,071 |
| 3,864 | 3,865 | 1,932 | 3,059 | - | - | 37,494 | 49,367 |
| - | - | - | - | - | - | 15,480 | 20,799 |
| - | 129 | 1,705 | 5,306 | - | - | 263,920 | 267,896 |
| <u>13,579</u> | <u>12,009</u> | <u>5,164</u> | <u>94,569</u> | <u>24,055</u> | <u>75,025</u> | <u>2,162,431</u> | <u>2,269,013</u> |
| <u>(5,379)</u> | <u>18,758</u> | <u>28,505</u> | <u>(3,155)</u> | <u>-</u> | <u>-</u> | <u>473,414</u> | <u>96,457</u> |
| - | - | - | - | - | - | 24,683 | 4,236 |
| - | - | - | - | - | - | 5,402 | 78,700 |
| - | - | - | - | - | - | 3,380,557 | 509,855 |
| - | - | - | - | - | - | 53,468 | - |
| - | - | - | - | - | - | (94,368) | (20,753) |
| - | - | - | - | - | - | (723,059) | (9,595) |
| - | - | - | - | - | - | (2,440,460) | (476,085) |
| - | - | - | - | - | - | (176,138) | (3,422) |
| - | - | - | - | - | - | 30,085 | 82,936 |
| <u>(5,379)</u> | <u>18,758</u> | <u>28,505</u> | <u>(3,155)</u> | <u>-</u> | <u>-</u> | <u>503,499</u> | <u>179,393</u> |
| - | - | - | - | - | - | (230,225) | (310,963) |
| - | - | - | - | - | - | - | (121,354) |
| - | - | - | - | - | - | (230,225) | (432,317) |
| - | - | - | - | - | - | 10,923 | - |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | 10,923 | - |
| <u>(5,379)</u> | <u>18,758</u> | <u>28,505</u> | <u>(3,155)</u> | <u>-</u> | <u>-</u> | <u>284,197</u> | <u>(252,924)</u> |
| <u>129,256</u> | <u>9,485</u> | <u>358,442</u> | <u>535,331</u> | <u>-</u> | <u>-</u> | <u>10,599,135</u> | <u>10,852,059</u> |
| <u>\$ 123,877</u> | <u>\$ 28,243</u> | <u>\$ 386,947</u> | <u>\$ 532,176</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 10,883,332</u> | <u>\$ 10,599,135</u> |

The accompanying notes are an integral part of these financial statements.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Totals For The Year Ended June 30, 2023)

Page 1 of 2

| | <u>General</u> | <u>Reservoirs</u> | <u>Federal Grants</u> | <u>Water Distribution</u> | <u>Equipment</u> |
|--|------------------|---------------------|---------------------------|-------------------------------|-------------------|
| Increase (Decrease) in Cash and Cash Equivalents | | | | | |
| Cash Flows from Operating Activities: | | | | | |
| Assessments and water sales received | \$ 1,025,742 | \$ 481,845 | \$ - | \$ 11,221 | \$ 351,518 |
| Rents and concession fees received | 148,546 | (14,303) | - | - | - |
| Other receipts | 50,125 | - | - | - | 259,974 |
| Receipts for services to ditch companies | - | - | - | - | - |
| Assessments paid to U.S.B.W.C. | - | - | - | - | - |
| Cash payments for personnel costs | (505,228) | (21,634) | - | (4,461) | (250,248) |
| Reimbursements from U.S.B.W.C. | - | - | - | - | - |
| Cash payments for services and supplies | (481,748) | (160,534) | - | (2,059) | (119,424) |
| Interfund service charges | - | - | - | - | - |
| | <u>237,437</u> | <u>285,374</u> | <u>-</u> | <u>4,701</u> | <u>241,820</u> |
| Net Cash Provided (Used) by Operations | | | | | |
| Cash Flows from Noncapital Financing Activities: | | | | | |
| Advances from General Fund | (374,915) | - | 406,504 | - | (12,803) |
| Local revenues | - | - | 53,468 | - | - |
| Grant receipts for non capital use | - | - | 2,978,072 | - | - |
| Non capital grant expenses | - | (230,225) | (3,438,044) | - | - |
| | <u>(374,915)</u> | <u>(230,225)</u> | <u>-</u> | <u>-</u> | <u>(12,803)</u> |
| Net Cash Provided (Used) by Noncapital Financing Activities | | | | | |
| Cash Flows from Capital and Related Financing Activities: | | | | | |
| Acquisition and construction of capital assets | - | (36,573) | (10,923) | - | - |
| Capital Contribution - NFWF | - | - | 10,923 | - | - |
| Sale of property | - | - | - | - | - |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Cash Provided (Used) by Capital and Related Financing Activities | | | | | |
| | <u>-</u> | <u>(36,573)</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Cash Flows from Investing Activities: | | | | | |
| Interest earnings | 24,683 | - | - | - | - |
| | <u>24,683</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Cash Provided by Investing | | | | | |
| | <u>24,683</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Increase (Decrease) in Cash and Cash equivalents | (112,795) | 18,576 | - | 4,701 | 229,017 |
| Cash and Cash Equivalents, July 1 | 170,992 | 984,362 | - | 18,781 | - |
| Cash and Cash Equivalents, June 30 | <u>\$ 58,197</u> | <u>\$ 1,002,938</u> | <u>\$ -</u> | <u>\$ 23,482</u> | <u>\$ 229,017</u> |

| Local Improvement Districts | | | | | | | |
|-----------------------------|-----------------|-------------------|-----------------|-----------------|----------------|---------------------|---------------------|
| No. 1 | No. 2 | No. 3 | No. 4 | No. 5 | Ditch | Totals | |
| (Smith Valley) | (River West) | (River East) | (Saroni) | (Colony) | Companies | 2024 | 2023 |
| \$ 7,915 | \$ 27,045 | \$ 34,002 | \$ 86,161 | \$ - | \$ - | \$ 2,025,449 | \$ 1,693,689 |
| - | - | - | - | - | - | 134,243 | 87,248 |
| - | - | - | - | - | - | 310,099 | 297,646 |
| - | - | - | 12,680 | - | 75,675 | 88,355 | 142,413 |
| - | - | - | - | - | - | - | - |
| - | - | - | (22,016) | - | (71,131) | (874,718) | (893,452) |
| - | - | - | - | - | - | - | - |
| (13,579) | (11,881) | (2,762) | (39,498) | (21,660) | (10,588) | (863,733) | (1,030,687) |
| - | - | - | - | - | - | - | 18,497 |
| <u>(5,664)</u> | <u>15,164</u> | <u>31,240</u> | <u>37,327</u> | <u>(21,660)</u> | <u>(6,044)</u> | <u>819,695</u> | <u>315,354</u> |
| - | (11,227) | - | (37,327) | 21,660 | 5,121 | (2,987) | - |
| - | - | - | - | - | - | 53,468 | - |
| - | - | - | - | - | - | 2,978,072 | 455,080 |
| - | - | - | - | - | - | (3,668,269) | (929,123) |
| <u>-</u> | <u>(11,227)</u> | <u>-</u> | <u>(37,327)</u> | <u>21,660</u> | <u>5,121</u> | <u>(639,716)</u> | <u>(474,043)</u> |
| - | - | - | - | - | - | (47,496) | (16,957) |
| - | - | - | - | - | - | 10,923 | - |
| - | - | - | - | - | - | - | 78,700 |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(36,573)</u> | <u>61,743</u> |
| - | - | - | - | - | - | 24,683 | 4,236 |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>24,683</u> | <u>4,236</u> |
| (5,664) | 3,937 | 31,240 | - | - | (923) | 168,089 | (92,710) |
| <u>112,881</u> | <u>-</u> | <u>192,236</u> | <u>-</u> | <u>-</u> | <u>923</u> | <u>1,480,175</u> | <u>1,572,885</u> |
| <u>\$ 107,217</u> | <u>\$ 3,937</u> | <u>\$ 223,476</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 1,648,264</u> | <u>\$ 1,480,175</u> |

The accompanying notes are an integral part of these financial statements.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Totals For The Year Ended June 30, 2023)
Page 2 of 2

| | <u>General</u> | <u>Reservoirs</u> | <u>Federal Grants</u> | <u>Water Distribution</u> | <u>Equipment</u> |
|---|-------------------|-------------------|---------------------------|-------------------------------|-------------------|
| Reconciliation of Operating Income | | | | | |
| To Net Cash Provided by Operations | | | | | |
| Operating income (loss) | \$ 197,501 | \$ 145,141 | \$ - | \$ (1,075) | \$ 93,118 |
| Adjustments to reconcile operating income to net cash provided by operations: | | | | | |
| Depreciation | 21,291 | 167,326 | - | 5,229 | 62,934 |
| Proceeds from sale of assets | - | 5,402 | - | - | - |
| Change in assets, liabilities, and deferred outflows and inflows of resources: | | | | | |
| (Increase) decrease in: | | | | | |
| Assessments receivable | (25,119) | (9,109) | - | - | (8,918) |
| Accounts receivable | 1,260 | 26,204 | 484,235 | - | 71,893 |
| Deferred pension expense | 26,050 | - | - | - | 32,207 |
| Prepaid expenses | - | (19,936) | - | - | - |
| Increase (decrease) in: | | | | | |
| Accounts payable | 13,948 | (29,654) | (484,235) | 547 | 8,128 |
| Deferred revenues | - | - | - | - | - |
| Accrued compensated absences | 2,506 | - | - | - | (5,162) |
| Other accrued liabilities | - | - | - | - | (12,380) |
| Total Adjustments | <u>39,936</u> | <u>140,233</u> | <u>-</u> | <u>5,776</u> | <u>148,702</u> |
| Net Cash Provided (Used) by Operations | <u>\$ 237,437</u> | <u>\$ 285,374</u> | <u>\$ -</u> | <u>\$ 4,701</u> | <u>\$ 241,820</u> |

| Local Improvement Districts | | | | | | Totals | |
|-----------------------------|-----------------------|-----------------------|-------------------|-------------------|--------------------|------------|------------|
| No. 1 (Smith Valley) | No. 2 (River West) | No. 3 (River East) | No. 4 (Saroni) | No. 5 (Colony) | Ditch Companies | 2024 | 2023 |
| \$ (5,379) | \$ 18,758 | \$ 28,505 | \$ (3,155) | \$ - | \$ - | \$ 473,414 | \$ 96,457 |
| - | 129 | 1,705 | 5,306 | - | - | 263,920 | 267,896 |
| - | - | - | - | - | - | 5,402 | - |
| (285) | (3,723) | 334 | 647 | - | - | (46,173) | (34,290) |
| - | - | - | 6,780 | - | 650 | 591,022 | (157,662) |
| - | - | - | - | - | - | 58,257 | 24,813 |
| - | - | - | 26,928 | - | - | (18,906) | (18,906) |
| - | - | 696 | 821 | (21,660) | (6,694) | (518,103) | 51,860 |
| - | - | - | - | - | - | - | 29,438 |
| - | - | - | - | - | - | (2,656) | 3,832 |
| - | - | - | - | - | - | (12,380) | 41,031 |
| (285) | (3,594) | 2,735 | 40,482 | (21,660) | (6,044) | 320,383 | 208,012 |
| \$ (5,664) | \$ 15,164 | \$ 31,240 | \$ 37,327 | \$ (21,660) | \$ (6,044) | \$ 819,695 | \$ 315,354 |

The accompanying notes are an integral part of these financial statements.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Note 1 - Summary of Significant Accounting Policies:

The Walker River Irrigation District was organized and operates under Nevada Revised Statute 539 (NRS) to serve the agricultural communities of Smith Valley and Mason Valley. The financial statements of the Walker River Irrigation District have been prepared in accordance with generally accepted accounting principles in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. The GASB periodically updates its codification of the existing Governmental Accounting and Financial Reporting Standards, which along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units in addition to other authoritative sources issued by the American Institute of Certified Public Accountants.

GASB Statement No. 34 established a financial reporting model for state and local governments that included the addition of a management's discussion and analysis, government-wide financial statements, required supplementary information and the elimination of the effects of internal service activities and the use of account groups.

The GASB determined that fund accounting has and will continue to be essential in helping governments to achieve fiscal accountability and should, therefore, be retained. The GASB also determined that government-wide financial statements are needed to allow the users of the financial reports to assess a government's operational accountability. The GASB model integrates fund-based financial reporting and government-wide financial reporting as complementary components of a single comprehensive financial reporting model.

Reporting Entity

The District, for financial purposes, includes all of the funds relevant to the operations of the Walker River Irrigation District. The District is under the jurisdiction of a five member board, which is a separately governing body elected by the owners of water-rights within the District. The District is legally separate and fiscally independent from other governing bodies, with decision-making authority, authority to levy assessments, the power to designate management, the ability to significantly influence operations and is accountable for fiscal matters. Therefore, the District is a primary government and is not reported as a component unit by any other entity; nor is the District accountable for any other entity required to be included in the District's annual financial report.

The District levies district-wide assessments to operate and maintain two reservoirs and distribution of water to the heads of privately owned ditches. Assessments are also levied to users within four improvement districts within the District to operate three drainage systems and one canal system.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
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Private ditch companies own and operate all water distribution systems within the District except for the one owned by the District. Walker River Irrigation District provides support to eleven of these ditch companies by hiring seasonal employees and providing limited maintenance on a cost reimbursement basis.

Basic Financial Statements

The basic financial statements include the Statement of Net Position, Statement of Revenues, Expenses, and Changes in Net Position, and Statement of Cash Flows. The basic financial statements report entity-wide financial information. The focus of fund financial information in the basic financial statements is on major funds. Because the District has elected to report all ten funds as major, each is reported within the basic financial statements.

Basis of Accounting

The District accounts for and reports all funds as enterprise funds. Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The District's financial statements are presented on the accrual basis of accounting, whereby revenues are recognized in the accounting period in which they are earned and become measurable and expenses are recognized in the period incurred, if measurable. Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, are generally followed in enterprise fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board (GASB). Governments also have the option of following subsequent private-sector guidance for their business-type activities, subject to this same limitation. The District has elected not to follow subsequent private-sector guidance.

Major Funds

General – The General Fund is the primary operating fund of the District. It is used to account for all financial transactions not specifically applicable to another fund.

Reservoirs – The Reservoirs Fund accounts for all the cost of operating and maintaining the Bridgeport and Topaz Reservoirs.

Federal Grants – The Federal Grants Fund accounts for the costs associated with a federal grant passed through the National Fish and Wildlife Federation and Bureau of Reclamation.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
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Water Distribution – The Water Distribution Fund accounts for the receipt and expenditure of assessment revenue to manage the High ditch owned by the District for the purpose of delivering water to water users with ditch access.

Equipment – The Equipment Fund accounts for the cost of maintenance equipment and employees that provide service throughout the District. The service is provided to other funds as well as private ditch companies at rates established by the governing board.

Local Improvement Districts

Local Improvement Districts – Each of the four local improvement district funds accounts for the assessments paid by those water users connected to the respective drainage system and cost of maintaining such system.

Ditch Companies – The Ditch Companies Fund accounts for the cost of employing seasonal personnel to monitor water distribution. The private ditch companies are billed for the service at cost.

Net Position

Net position represents the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources. Net position comprises various net earnings from operating and non-operating revenues, expenses and contributions of capital. Net position is classified in the following three components: invested in capital assets, net of related liabilities, restricted, and unrestricted net position. Invested in capital assets, net of related debt, consist of all capital assets, net of accumulated depreciation and reduced by outstanding debt that is attributable to the acquisition, construction, and improvement of those assets. Restricted net position consists of net position for which constraints are placed thereon by external parties, such as lenders, grantors, contributors, regulations and enabling legislation, including self-imposed legal mandates, less any related liabilities. Special assessments levied within improvement districts and the water distribution division are restricted to providing service to the respective water users within the respective service area. Unrestricted consists of all other net assets not included in the above categories. The District applies restricted sources first when an expense is incurred for the purposes for which both restricted and unrestricted net assets are available.

Budgets and Budgetary Accounting

Pursuant to NRS Chapter 539, the District is not required to file a budget with the Nevada Department of Taxation if a statement of all liabilities and assets of the District is published in at least one issue of a newspaper circulated in Lyon County on or before the first Tuesday of September of each year. However, the District does adopt annual budgets, based on the modified accrual basis of accounting, for all funds except the Federal Grants and Ditch Company Funds.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
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Cash and Investments

Cash balances are invested as permitted by NRS 355.170. Investments are stated at cost, which approximate market value. Pursuant to NRS 355.170, the District may only invest in the following types of securities:

United States bonds and debentures maturing within ten (10) years from the date of purchase; Certain farm loan bond; Securities of the United States Treasury, United States Postal Service or the Federal National Mortgage Association maturing within the (10) years from the date of purchase; Negotiable certificates of deposit from commercial banks and insured savings and loan associations within the State of Nevada; Certain securities issued by local governments of the State of Nevada; Other securities expressly provided by other statutes, including repurchase agreements; Certain short-term commercial paper issued by U. S. Corporations; Certain "AAA" rated mutual funds that invest in Federal securities.

Cash and Cash Equivalents

The District has adopted GASB Statement 9, "Reporting Cash Flows of Proprietary and Nonexpendable Trust Funds and Governmental Entities That Use Proprietary Fund Accounting." For purposes of reporting cash flows, the District considers all highly liquid investments (including restricted assets) with maturity of three months or less when purchased to be cash equivalents.

Assessments Receivable

Assessments receivable reflects only those assessments receivable from all delinquent roll years. Management does not anticipate any material collection loss in respect to the remaining balances after application of the uncollectible account provision.

Inventory of Consumable Supplies

The District accounts for inventories using the "consumption method" which reclassifies inventories as expenditures when they are used. Inventories are valued at cost, on a first-in first-out basis as identified by a physical inventory count at year-end.

Capital Assets and Leases

All proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or non-current) associated with their activity are included on their balance sheet. Depreciation is provided in the

WALKER RIVER IRRIGATION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
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enterprise funds in amounts sufficient to relate the cost of the depreciable assets to operations over their estimated service lives on the straight-line method. The assets of the District are being recorded at historical costs as they are acquired with estimated depreciable life ranging from 5 to 100 years. When applicable, interest expense is capitalized during construction period of related assets. No depreciation is provided for irrigation works not subject to material depreciation when properly maintained.

In June 2017, the Governmental Accounting Standards Board required that governmental entities are subject to following the guidelines of GASB 87 by the end of fiscal year 2023. This objective of this Board is to better meet the information needs of financial statement users by improving the relevance, reliability, and consistency of information about leasing activities of governments that meet certain criteria, such as if they are long-term or short term, and the expected present value is significant enough to be reflected in the financial statements. For purposes of applying this Statement, a lease is defined and a contract that conveys control of the right to use another's non-financial asset for a period of time in an exchange transaction. The District has one lease that meets the criteria to be reported under GASB 78.

Compensated Absence Benefits

The Directors allow employees to accumulate unused sick leave and vacation time to a maximum of 90 days and 30 days, respectively. Costs involved in connection with the accumulation of sick leave and vacation time are recognized when the liability is incurred.

Pensions

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

Deferred Inflows and Outflows of Resources

Transactions that result in the consumption or acquisition of net assets in one period that are applicable to future periods are reported as either a deferred inflow of resources or deferred outflow of resources in the statement of net position.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Revenues

The major revenue source is assessments levied on water-righted acres within the District. Lyon County collects the majority of assessments on its secured property tax roll and remits collections to the District monthly.

Operating Revenues and Expenses

Operating revenues are those revenues that are generated directly from the primary activity of the water proprietary fund. Operating expenses are necessary costs incurred to provide the goods and services for the primary activity. Revenues and expenses which do not meet the above criteria are considered non-operating and reported as such.

Capital Contributions

Contributions are recognized in the Statement of Revenues, Expenses and Changes in Net Position when earned. Contributions largely include capital grants from federal and state grants in support of system improvements.

Use of Estimates

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

Note 2 – Cash:

The Walker River Irrigation District maintains all cash in bank accounts and time certificates of deposits. The District's cash balance is largely maintained at Wells Fargo Bank, which is fully covered by FDIC insurance and collateral pledged to the Walker River Irrigation District accounts. The district also invests in a certificate of deposit at the Greater Nevada Credit Union which is covered by a Credit Union insurance program. The collateral pledged consists of obligations insured or guaranteed by the State of Nevada and its Office of the State Treasurer through the state's Nevada Pool Collateral Program.

Interest Rate Risk:

The District 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.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

Credit Risk:

State law limits types of allowable investments under Nevada Revised Statutes 355.170 as listed in the accompanying Note 1.

Concentration of Credit Risk:

The District places no limit on the amount that may invest in any one issuer. The District's operations are segregated into different operating activities.

A summary schedule of cash for the Walker River Irrigation District by operating activity at June 30, 2024 is as follows:

| | |
|--------------------------------|-------------------------|
| General Fund | \$ 58,197 |
| Reservoir Fund | 1,002,938 |
| Water Distribution Fund | 23,482 |
| Equipment Fund | 229,017 |
| Local No. 1 – Smith Valley | 107,217 |
| Local No 2. – River West | 3,937 |
| Local No 3. – River East | <u>223,476</u> |
| Total Cash and Investments | <u>\$ 1,648,264</u> |

The following is a list of cash and deposits indicating collateral or insurance on these deposits:

| | <u>Carrying Amount</u> | <u>Bank Balance</u> |
|---|----------------------------|-------------------------|
| Cash on Hand | \$ 318 | \$ - |
| Insured (FDIC) | 1,000,000 | 1,000,000 |
| Uninsured but collateralized by securities held in the name of the District by its agent | 647,946 | 1,212,727 |
| Uninsured but not collateralized by securities held in the name of the District by its agent | <u>-</u> | <u>-</u> |
| Total Cash and Investments | <u>\$ 1,648,264</u> | <u>\$ 1,712,727</u> |

WALKER RIVER IRRIGATION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
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Note 3 - Changes in Capital Assets and Leases:

The changes in capital assets are as follows:

| | Balance July 1, 2023 | Additions | Deletions | Balance June 30, 2024 |
|--|-------------------------|-------------------------|-----------------|--------------------------|
| Capital assets, not being depreciated: | | | | |
| Land & improvements | \$ 981,610 | \$ - | \$ - | \$ 981,610 |
| Capital assets, being depreciated: | | | | |
| Irrigation facilities | 10,203,516 | - | - | 10,203,516 |
| Central facilities | 220,739 | - | - | 220,739 |
| District well | 126,028 | - | - | 126,028 |
| Vehicles and equipment | 1,893,936 | 47,494 | - | 1,941,430 |
| Furniture and fixtures | 130,510 | - | - | 130,510 |
| Total capital assets being depreciated | <u>12,574,729</u> | <u>47,494</u> | <u>-</u> | <u>12,622,223</u> |
| Less accumulated depreciation: | | | | |
| Irrigation facilities | 2,432,958 | 181,450 | - | 2,614,408 |
| Central facilities | 150,361 | 3,891 | - | 154,252 |
| District well | 123,840 | - | - | 123,840 |
| Vehicles and equipment | 1,351,110 | 76,542 | - | 1,427,652 |
| Furniture and fixtures | 127,031 | 2,037 | - | 129,068 |
| Total accumulated depreciation | <u>4,185,300</u> | <u>263,920</u> | <u>-</u> | <u>4,449,220</u> |
| Total capital assets being depreciated, net | <u>8,389,429</u> | <u>(216,426)</u> | <u>-</u> | <u>8,173,003</u> |
| Total capital assets, net of depreciation | <u>\$ 9,371,039</u> | <u>\$ (216,426)</u> | <u>\$ -</u> | <u>\$ 9,154,613</u> |

Leases:

The District leases real property to Nevada Copper, Inc. The term of the lease is for a base period of 30 years commencing December 1, 2018, terminating November 30, 2048. The lease payments are \$25,000 per year. The District leases the Bridgeport Pasture with an annual lease payment of \$34,260 and expires on December 31, 2027. The District lease the Topaz Dam concession with an annual payment of \$25,000 and expires on June 30, 2027. The District leases the Bridgeport Marina with an lease payment of \$8,980 and expires on December 31, 2027. The District also leases shared office space to the United States Board of Water Commissioners with annual lease payment of \$18,000 with an anticipated maturity in June 30, 2043.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
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In accordance with the Governmental Accounting Standards Board, Statement 87, the present value of the lease payments is reported as a lease liability using the District's discount rate of 2%. The related asset is reported as a lease asset and amortized over the term of the lease.

Note 4 – Long Term Obligations:

| <u>Year ending June 30,</u> | Lease Obligation | | | Asset |
|-----------------------------|------------------|-----------------|--------------|---------------------|
| | <u>Principal</u> | <u>Interest</u> | <u>Total</u> | <u>Amortization</u> |
| 2024 | - | - | - | \$ 914,620 |
| 2025 | 97,325 | 4,936 | 102,261 | 817,295 |
| 2026 | 97,747 | 4,541 | 102,288 | 719,548 |
| 2027 | 64,082 | 3,918 | 68,000 | 655,465 |
| 2028 | 64,640 | 3,360 | 68,000 | 590,825 |
| 2029 | 65,438 | 2,783 | 68,222 | 525,387 |
| 2030-2034 | 182,545 | 5,455 | 188,000 | 342,841 |
| 2035-2039 | 123,827 | 1,173 | 125,000 | 219,014 |
| 2040-2044 | 124,323 | 677 | 125,000 | 94,692 |
| 2045-2048 | 94,692 | 183 | 94,875 | - |
| Totals | \$ 914,620 | \$ 27,026 | 941,646 | \$ - |

Compensated Absences:

The amount of accrued compensated absences liability at June 30, 2024 was \$44,561. This balance only includes the value of the business-type activities annual leave, which is earned at a rate based upon an employee's longevity with the District. An employee may carry over unused annual leave to the next year, not exceeding 30 days as of the employee's anniversary date.

Changes in Long-term Debt Obligations:

| | <u>Balance July 1, 2023</u> | <u>Obligations Issued</u> | <u>Obligations Retired</u> | <u>Balance June 30, 2024</u> | <u>Due Within One Year</u> |
|-----------------------------|-------------------------------------|-------------------------------|--------------------------------|--------------------------------------|--------------------------------|
| Long-Term Debt: | | | | | |
| Compensated absences | \$ 47,217 | \$ - | \$ 2,656 | \$ 44,561 | \$ - |
| Net Pension Liability | 858,289 | 46,056 | - | 904,345 | - |
| OPEB liability | 146,241 | - | 17,721 | 128,520 | - |
| Total Long-Term Obligations | \$ 1,051,747 | \$ 46,056 | \$ 20,377 | \$ 1,077,426 | \$ - |

WALKER RIVER IRRIGATION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
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Note 5– Defined Benefits Pension Plan:

General Information about the Pension Plan

Plan description: All permanent full-time employees are provided pensions through the Public Employees Retirement Plan (PERS). The plan is a multiple employer defined benefit pension plan administered by the Public Employees Retirement System of Nevada. Chapter 286 of the Nevada Revised Statutes (NRS) establishes a governing board, appointed by the Governor that is responsible for managing the System, including arranging for a biennial actuarial valuation and adoption of actuarial tables and formulas prepared and recommended by the actuary.

Benefits provided: Benefits, as required by the Nevada Revised Statutes (NRS or statute), are determined by the number of 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 the System on or after January 1, 2010, and July 1, 2015. 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 2.5% of average compensation for each accredited year of service prior to July 1, 2001. For service earned on and after July 1, 2001, this multiplier is 2.67% of average compensation. For members entering the System on or after January 1, 2010, there is a 2.5% multiplier. The System 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–.579.

Vesting: Regular members are eligible for retirement at age 65 with five years of service, at age 60 with ten years of service, or at any age with thirty years of service. Regular members entering the System 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 any age with thirty years of service. Regular members who entered the System on after July 1, 2015, are eligible for retirement at age 65 with 5 years of service, or at age 62 with 10 years of service or at age 55 with 30 years of service or any age with 33 1/3 years of service. The normal ceiling limitation on monthly benefit 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.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
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Contributions: The authority for establishing and amending the obligation to make contributions, and member contribution rates, is set by statute. The contribution rates are based on biennial actuarial valuations and expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. 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 canceled upon withdrawal of contributions from the member's account. If EPC was elected, the member cannot convert to the Employee/Employer Contribution plan.

Walker River Irrigation District has one employee on the Employee/Employer Contribution plan while the rest have elected the EPC plan for all employees.

The District's contributions to the plan totaled \$130,868 for the year ended June 30, 2024 of which 50% or \$65,434 is considered employees contributions for reporting purposes. Total contributions were based on a rate of 33.5% of covered compensation.

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

At June 30, 2024 the District reported a liability of \$904,345 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

The District's proportion of the plan's net pension liability was based on the District's employer contributions to the pension plan relative to the contributions of all participating entities for the year ended June 30, 2024. On the June 30, 2024 valuation report, the District's proportion was .00495% while fiscal year 2023 the proportionate rate was .00475%.

For the year ended June 30, 2024, the District recognized pension expense of \$144,492.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
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At June 30, 2024, the District 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 |
|---|-----------------------------------|----------------------------------|
| Difference between expected and actual Experience | \$ 117,876 | \$ - |
| Net difference between projected and actual earnings on pension plan investments | 84,754 | 8,464 |
| Change of assumptions | - | - |
| Changes in proportion and differences between District contributions and proportionate share of contributions | 90,324 | 29,637 |
| | \$ 292,954 | \$ 38,101 |

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

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

| Year Ended June 30: | |
|---------------------|------------|
| 2025 | \$ 54,886 |
| 2026 | 36,253 |
| 2027 | 134,931 |
| 2028 | 21,523 |
| 2029 | 7,260 |
| | \$ 254,853 |

Investments: The Board evaluates and establishes expected real rates of return (expected returns, net of investment expenses and inflation) for each asset class. The Board reviews these capital market expectations annually. The asset allocation is reviewed annually and designed to meet the future risk and return needs of the System.

| Asset Class | Target Allocation | Long-Term Geometric Expected Real Rate of Return* |
|---------------------|----------------------|--|
| Domestic Stock | 42% | 5.50% |
| International Stock | 18% | 5.50% |
| U.S. Bonds | 28% | 0.75% |
| Real Estate | 6% | 5.25% |
| Private Equity | 6% | 12.40% |

WALKER RIVER IRRIGATION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
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In addition, \$54,376 of District contributions subsequent to the measurement date is reported as a deferred outflow of resources. This amount will be recognized as a reduction of the net pension liability in the year ended June 30, 2024.

Actuarial assumptions:

The total pension liability at June 30, 2024 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 | 2.50% |
| Investment rate of return | 7.25% |
| Productivity pay increases: | 0.50% |
| Projected salary increases | |
| Regular: | 4.20% to 9.10% depending on service Rate includes inflation and productivity increases |
| Other assumptions | Same as those used in the June 30, 2023 funding actuarial valuation |

Discount Rate: The discount rate used to measure the total pension liability was 7.25% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed plan contributions will be made in amounts consistent with statutory provisions and recognizing the plan's current funding policy and cost-sharing mechanism between employers and members. For this purpose, all contributions that are intended to fund benefits for all plan members and their beneficiaries are included, except that projected contributions that are intended to fund the service costs for future plan members and their beneficiaries are not included.

Sensitivity of the District's proportionate share of the net pension liability to changes in the discount rate: The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

| | Current | |
|----------------|----------------|----------------|
| 1% Decrease | Discount Rate | 1% Increase |
| <u>(6.25%)</u> | <u>(7.25%)</u> | <u>(8.25%)</u> |
| \$1,407,294 | \$904,345 | \$489,265 |

WALKER RIVER IRRIGATION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
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Additional Information: Additional information supporting the Schedule of Employer Allocations and the Schedule of Pension Amounts by Employer is located in the PERS Comprehensive Annual Financial Report (CAFR) available on the PER's website at www.nvpers.org under Quick Links – Publications.

Note 6– Post-Employment Benefits Other Than Pensions:

The District offers health benefits only to those retirees eligible to participate in the Nevada Public Employees' Benefits Program and which is closed to new entrants.

Plan Information

The District contributes to an agent multiple-employer defined healthcare plan, Nevada Public Employees' Benefits Program (PEBP). PEBP is administered by the State of Nevada pursuant to NRS 287. The Plan provides medical, dental, vision, long-term disability, mental health, substance abuse and life insurance benefits. District retirees previously had the option to join the PEBP offered by the State of Nevada.

Local Governments are required to pay the same portion of cost of coverage for their retirees joining PEBP that the State of Nevada pays for those persons retired from state service. As of June 30, 2024, four District retirees are covered by this benefit plan. The PEBP issues a publicly available report that includes financial statements and required supplementary information. That report may be obtained by writing to Public Employees' Benefit Program, 901 South Stewart Street, Suite 1001, Carson City, Nevada 89701. The information is also available on their website at www.pebp.state.nv.us or by calling (800) 326-5496.

Funding Policy:

The contributions to Nevada Public Employees' Benefits Program are established and may be amended by the Board of the Public Employee's Benefits Program. The amount of subsidy for District retirees is billed monthly. The explicit subsidy paid directly to PEBP by the District for the year ended June 30, 2024 was \$10,443. Amounts contributed by retirees are paid directly to the State of Nevada and, as such, are not available. The required contribution is based on projected pay-as-you-go financing requirements. The District has not elected the option to pay additional amounts into a qualified trust to prefund benefits.

Total OPEB Liability:

The District's total OPEB liability of \$128,520 was measured as of June 30, 2023. The most recent valuation was performed for June 30, 2024.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
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| | |
|---|--------------------|
| Discount rate (based on the S&P Municipal Bond 20 Year High-Grade Rate Index) | 4.09% of June 2023 |
| Healthcare cost trends | 4.5% |
| No change in percent of total premium required to be subsidized by District | |

Mortality rates were based on those published by the NCHS, National Vital Statistics System, Mortality "Life Table for Males: United States, 2014" and "Life Table for Females: United States, 2014"

As of June 30, 2023, the effective date of the OPEB valuation, four retirees participated in the PEBP plan. Because the PEBP's enrollment was closed to new enrollees effective November 29, 2008, the number of participates will not increase.

Changes in the Total OPEB Liability is as follows:

| | |
|-----------------------|-------------------|
| Balance June 30, 2023 | <u>\$ 146,241</u> |
| Changes for the year: | |
| Interest | 5,768 |
| Plan Experience | (6,169) |
| Change in Assumptions | (6,877) |
| Benefit Payments | <u>(10,443)</u> |
| Change in liability | <u>(17,721)</u> |
| Balance June 30, 2024 | <u>\$ 128,520</u> |

In addition, contributions of \$10,443 were made subsequent to the June 30, 2024 measurement date and are reported as deferred outflow of resources. These contributions will be recognized in the 2024 fiscal year.

Sensitivity of the total OPEB liability to changes in the healthcare cost trend:

The following presents the District's total OPEB liability of the District as well as what the District's OPEB liability would be if it were calculated using a change discount rate which are 1-percentage-point lower or 1-percentage-point higher than the current rates:

| | Current | |
|----------------|----------------|----------------|
| 1% Decrease | Discount Rate | 1% Increase |
| <u>(3.13%)</u> | <u>(4.13%)</u> | <u>(5.13%)</u> |
| \$ 139,690 | \$ 128,520 | \$ 118,780 |

WALKER RIVER IRRIGATION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

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

| Decrease - 1% | Current Trend Rate | Increase + 1% |
|------------------|-----------------------|------------------|
| \$ 119,237 | \$ 128,520 | \$ 138,941 |

Note 7 – Interfund Transactions and Related Parties:

Due From/To Other Funds

The federal grant and services provided under the ditch company service agreements are on the cost reimbursement basis. Therefore, the General Operating Fund must advance cash to the various funds until reimbursements are received.

| | Due from Other Funds | Due to Other Funds |
|----------------------|-------------------------|-----------------------|
| General Fund | \$ 762,134 | \$ - |
| Federal Grants Fund | - | 656,890 |
| Saroni Ditch – No. 4 | - | 5,076 |
| Colony Ditch – No. 5 | - | 21,660 |
| Ditch Companies | - | 78,508 |
| Total | \$ 762,134 | \$ 762,134 |

Interfund Charges

The District provides both labor and equipment to maintain and improve reservoirs and water distribution and drainage systems. The service is billed to the respective funds benefiting from the service so that the appropriate rate payers bare the financial responsibility.

Related Parties

The District has an arrangement with the United States Board of Water Commissioners – Walker River (U.S.B.W.C.) whereby the District collects assessment revenue from its users on behalf of the U.S.B W.C. Certain expenses are also shared by both entities.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

The following are related party transactions for the year ended June 30, 2024:

| | <u>DISTRICT</u> | <u>U.S.B.W.C.</u> | <u>Total</u> |
|------------------------------------|-----------------|-------------------|--------------|
| Rent paid or accrued by U.S.B.W.C. | \$ - | \$ 18,000 | \$ 18,000 |

Note 8 – Risk Management:

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

The District has joined together with similar public agencies (cities, counties and special districts) throughout the State of Nevada to create a pool under the Nevada Interlocal Cooperation Act. The Nevada Public Agency Insurance Pool (Pool) is a public entity risk pool currently operating as a common risk management and insurance program for its members.

The District pays an annual premium and a \$500 deductible, as necessary, to the Pool for its general insurance coverage. The Pool is considered a self-sustaining risk pool that will provide coverage for insured events in excess of the \$350,000 per insured event. The Pool obtains independent coverage for insured events in excess of the \$350,000 limit. There have not been any changes of insurance coverage from the prior year.

The District continues to carry commercial insurance for other risks of loss, including specific risks of loss not covered by the Pool (bonding) 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 9 - Compliance with Nevada Revised Statutes:

The District complied with all the financial reporting, posting and publication requirements of NRS 539.483 through 539.487.

Note 10- Federal Grants:

Water Leasing Demonstration Program in the Walker River Basin

Through the National Fish and Wildlife Foundation (NFWF), the District was chosen to administer and manage a \$25,000,000 water leasing demonstration program to increase Walker Lake inflows and for use in obtaining information regarding the establishment, budget, and scope of a longer-term leasing program. The actual funds for this project will come from the U.S. Bureau of Reclamation and pass through the NFWF.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

An initial award of \$2,051,328 was granted April 2011 and is 100% funded by NFWF. In November 2012, an amendment was signed in which the remaining funds were allocated to the project with a project performance period ending December 15, 2019. An additional amendment was signed in which the performance period was extended to September 30, 2025. At fiscal year-end June 30, 2024, there was an outstanding receivable balance due of \$643,630.

Bureau of Reclamation – Campbell Canal Water Conservation Project

The District entered into a federal grant September 2020 a grant to result in water savings by replacing gate structure at the junction of the East and West Campbell canals along with control and data acquisition for flow monitoring that is achieved through an automated system. The amount of the award is \$162,000, to be paid with matching funds of \$83,728 (48.32%) by the recipient and \$78,272 (48.32%) from the Bureau of Reclamation. At the end of this fiscal year, this grant was complete with a total project cost of \$279,254 with an outstanding grant receivable balance of \$78,272.

Note 11 - Contingencies:

Federal and State Grants

The District received grants from the Federal government which may be subject to compliance audits by the grantor agencies and ultimate retention of these monies is contingent upon satisfying the grantors that proper procedures were followed and that the resources were spent in accordance with grant requirements.

Claims and Lawsuits

In the normal course of operations, the District is presently involved in two lawsuits center around the reallocation of water right issues. In the opinion of management and legal counsel, the financial impact of these actions, if any, is not determinable at June 30, 2024. The District's plan is to defend these matters vigorously.

Note 12– Subsequent Events:

Management has evaluated subsequent events through February 6, 2025, which is the date the financial statements were available to be issued and none

WALKER RIVER IRRIGATION DISTRICT, NEVADA
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE
NET PENSION LIABILITY
NEVADA PUBLIC EMPLOYEES RETIREMENT SYSTEM
LAST TEN FISCAL YEARS

| | <u>2015</u> | <u>2016</u> | <u>2017</u> | <u>2018</u> |
|---|-------------|-------------|-------------|-------------|
| <u>Schedule of District's Proportionate Share of the Net Pension Liability</u> | | | | |
| District's proportion of the net pension liability | 0.00340% | 0.00290% | 0.30800% | 0.38300% |
| District's proportionate share of the net pension liability | \$354,282 | \$ 332,087 | \$414,895 | \$ 509,506 |
| District's covered-employee payroll | \$ 195,433 | \$ 173,714 | \$ 186,919 | \$ 245,612 |
| District's proportionate share of the net pension liability as a percentage of its covered-employee payroll | 181.3% | 191.2% | 222.0% | 207.4% |
| Plan fiduciary net position as a percentage of the total pension liability | 76.3% | 75.1% | 72.2% | 74.4% |

The above amounts presented for each fiscal year have a measurement date of June 30 of the preceding year.

Schedule of District Contributions

| | | | | |
|--|-----------------|-----------------|-----------------|-----------------|
| Statutorily required contribution | \$ 44,484 | \$ 52,347 | \$ 68,639 | \$ 72,481 |
| Employer-paid member contribution | <u>(22,242)</u> | <u>(26,174)</u> | <u>(34,320)</u> | <u>(36,241)</u> |
| Employer contribution | <u>22,242</u> | <u>26,174</u> | <u>34,320</u> | <u>36,241</u> |
| Contributions in relation to the statutorily required contribution | <u>22,242</u> | <u>26,174</u> | <u>34,320</u> | <u>36,241</u> |
| Contribution deficiency | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| District's covered-employee payroll | \$ 173,174 | \$ 186,919 | \$ 245,612 | \$ 258,862 |
| Contributions as a percentage of covered payroll | 12.8% | 14.0% | 14.0% | 14.0% |

| <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> | <u>2023</u> | <u>2024</u> |
|-----------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| 0.39100% | 0.00473% | 0.00411% | 0.00460% | 0.00475% | 0.00495% |
| \$ 532,765 | \$645,278 | \$ 572,021 | \$ 419,439 | \$ 858,289 | 904,345 |
| \$ 258,862 | \$ 266,154 | \$ 291,158 | \$ 326,732 | \$ 352,897 | 389,025 |
| 205.8% | 242.4% | 196.5% | 128.4% | 243.2% | 232.5% |
| 75.2% | 76.5% | 77.0% | 86.5% | 75.1% | 72.1% |
| \$ 71,415 | \$ 85,418 | \$ 96,079 | \$ 104,565 | \$ 115,481 | \$ 130,868 |
| <u>(35,708)</u> | <u>(40,068)</u> | <u>(45,230)</u> | <u>(49,254)</u> | <u>(54,376)</u> | <u>(65,434)</u> |
| <u>35,708</u> | <u>45,350</u> | <u>50,849</u> | <u>55,311</u> | <u>61,105</u> | <u>65,434</u> |
| <u>35,708</u> | <u>45,350</u> | <u>50,849</u> | <u>55,311</u> | <u>61,105</u> | <u>65,434</u> |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| \$ 266,154 | \$ 291,158 | \$ 326,732 | \$ 352,897 | \$ 389,025 | 414,336 |
| 13.4% | 15.6% | 15.6% | 15.7% | 15.7% | 15.8% |

WALKER RIVER IRRIGATION DISTRICT, NEVADA
SCHEDULE OF THE DISTRICT'S
OTHER POST EMPLOYMENT BENEFITS (OPEB) LIABILITY
LAST SEVEN FISCAL YEARS

| | <u>2018</u> | <u>2019</u> | <u>2020</u> | <u>2021</u> | <u>2022</u> |
|-------------------------------------|-------------------|-------------------|-------------------|-------------------|-------------------|
| <u>Total OPEB liability</u> | | | | | |
| Service cost | - | - | - | - | - |
| Interest | \$ 3,857 | \$ 5,930 | \$ 21,876 | \$ (15,649) | \$ 4,463 |
| Change in Assumption | - | - | - | - | 16,733 |
| Plan experience | - | - | - | - | 22,475 |
| Actuarial adjustment | - | - | - | - | 24,351 |
| Benefit payments (premiums to PEBP) | <u>(9,639)</u> | <u>(9,639)</u> | <u>(10,443)</u> | <u>(8,702)</u> | <u>(8,702)</u> |
| Change in OPEB Liability | (5,782) | (3,709) | 11,433 | (24,351) | 59,320 |
| Total OPEB Liability, Beginning | <u>145,008</u> | <u>139,226</u> | <u>135,517</u> | <u>146,950</u> | <u>122,599</u> |
| Total OPEB Liability, End | <u>\$ 139,226</u> | <u>\$ 135,517</u> | <u>\$ 146,950</u> | <u>\$ 122,599</u> | <u>\$ 181,919</u> |

| <u>2023</u> | <u>2024</u> |
|-------------------|-------------------|
| - | - |
| \$ 3,852 | 5,768 |
| (29,087) | \$ (6,877) |
| - | \$ (6,169) |
| - | - |
| <u>(10,443)</u> | <u>(10,443)</u> |
| (35,678) | (17,721) |
| <u>181,919</u> | <u>146,241</u> |
| <u>\$ 146,241</u> | <u>\$ 128,520</u> |

WALKER RIVER IRRIGATION DISTRICT, NEVADA
FEDERAL GRANTS FUND
SCHEDULE OF NET POSITION BY FEDERAL GRANT
JUNE 30, 2024
(With Comparative Totals for the Year Ended June 30, 2023)

| | NFWF Storage Leasing Projects | | |
|----------------------------------|-------------------------------|---------------------|-------------------|
| | Water Leasing | Conveyance Study | Modernization |
| Assets | | | |
| Cash | \$ - | \$ - | \$ - |
| Due from ditch companies - match | - | - | - |
| Grants receivable | 243,100 | - | 400,530 |
| Total Assets | \$ 243,100 | \$ - | \$ 400,530 |
| Liabilities | | | |
| Accounts payable | 37,945 | | 27,067 |
| Due to other funds | 205,155 | - | 373,463 |
| Total Liabilities | 243,100 | - | 400,530 |
| Net Position | | | |
| Restricted | - | - | - |
| Unrestricted | - | - | - |
| | \$ - | \$ - | \$ - |

| NFWF Projects Total | BOR Campbell | Totals | |
|---------------------------|------------------|-------------------|----------------|
| | | 2024 | 2023 |
| \$ - | \$ - | \$ - | \$ - |
| - | - | - | - |
| <u>643,630</u> | <u>78,272</u> | <u>721,902</u> | <u>285,834</u> |
| <u>643,630</u> | <u>\$ 78,272</u> | <u>\$ 721,902</u> | <u>285,834</u> |
| 65,012 | - | 65,012 | 25,967 |
| <u>578,618</u> | <u>78,272</u> | <u>656,890</u> | <u>259,867</u> |
| <u>643,630</u> | <u>78,272</u> | <u>721,902</u> | <u>285,834</u> |
| - | - | - | - |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

WALKER RIVER IRRIGATION DISTRICT, NEVADA
FEDERAL GRANTS FUND
SCHEDULE REVENUES, EXPENSES ,
AND CHANGES IN NET POSITION BY FEDERAL GRANT
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Totals For The Year Ended June 30, 2023)

| | NFWF Storage Leasing Projects | | |
|---|-------------------------------|---------------------|---------------|
| | Water Leasing | Conveyance Study | Modernization |
| Non-Operating Revenues | | | |
| Grant revenues | \$ 2,539,337 | \$ 95,148 | \$ 667,800 |
| Ditch company revenues (matching) | - | - | - |
| Total Non-Operating Revenues | 2,539,337 | 95,148 | 667,800 |
| Non-Operating expenses | | | |
| BOR - Campbell grant expenses | - | - | - |
| Watershed project charges | - | - | - |
| Modernization project expenses | - | - | 627,911 |
| Water Leasing project expenses | 2,440,460 | - | - |
| Conveyance Study project expenses | - | 95,148 | - |
| Interfund charges | 98,877 | - | 39,889 |
| Total Non -Operating Expenses | 2,539,337 | 95,148 | 667,800 |
| Net Non-Operating Revenues | - | - | - |
| Capital Contributions | | | |
| Capital contributions from N.F.W.F. | 10,923 | - | - |
| Capital contributions transferred to other funds | (10,923) | - | - |
| Total Contributions | - | - | - |
| Change in Net Position | - | - | - |
| Net Position, July 1 | - | - | - |
| Net Position, June 30 | \$ - | \$ - | \$ - |

| NFWF Projects Total | BOR Campbell | Totals | |
|---------------------------|-----------------|------------------|----------------|
| | | 2024 | 2023 |
| \$ 3,302,285 | \$ 78,272 | \$ 3,380,557 | \$ 509,855 |
| - | 53,468 | 53,468 | - |
| <u>3,302,285</u> | <u>131,740</u> | <u>3,434,025</u> | <u>509,855</u> |
| | 94,368 | 94,368 | 20,753 |
| | - | - | - |
| | - | 627,911 | - |
| 2,440,460 | - | 2,440,460 | 476,085 |
| 95,148 | - | 95,148 | 9,595 |
| <u>138,766</u> | <u>37,372</u> | <u>176,138</u> | <u>3,422</u> |
| <u>3,302,285</u> | <u>131,740</u> | <u>3,434,025</u> | <u>509,855</u> |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| | | | |
| - | | 10,923 | - |
| - | | | |
| <u>-</u> | <u>-</u> | <u>(10,923)</u> | <u>-</u> |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| | | | |
| - | - | - | - |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>-</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

WALKER RIVER IRRIGATION DISTRICT, NEVADA
DITCH COMPANIES
SCHEDULE OF NET POSITION BY DITCH COMPANY
JUNE 30, 2024
(With Comparative Totals for the Year Ended June 30, 2023)

| | <u>Campbell</u> | <u>W. Hyland</u> | <u>Plymouth</u> | <u>Greenwood</u> | <u>Mickey</u> |
|---------------------|------------------|------------------|------------------|------------------|-----------------|
| Assets | | | | | |
| Cash | \$ - | \$ - | \$ - | \$ - | \$ - |
| Accounts receivable | <u>17,413</u> | <u>3,103</u> | <u>29,449</u> | <u>4,155</u> | <u>3,021</u> |
| | <u>\$ 17,413</u> | <u>\$ 3,103</u> | <u>\$ 29,449</u> | <u>\$ 4,155</u> | <u>\$ 3,021</u> |
| Liabilities | | | | | |
| Accounts payable | \$ 21 | 21 | \$ 21 | \$ 21 | \$ 21 |
| Due to General Fund | 17,392 | 3,082 | 29,428 | 4,134 | 3,000 |
| Deferred revenue | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| | <u>17,413</u> | <u>3,103</u> | <u>29,449</u> | <u>4,155</u> | <u>3,021</u> |
| Net Position | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

| <u>Simpson</u> | <u>Joggles</u> | <u>SAB</u> | <u>Hall</u> | <u>Nichol-Merritt</u> | <u>Colony</u> | <u>Totals</u> | |
|----------------|-----------------|-----------------|-----------------|-----------------------|------------------|------------------|---------------|
| | | | | | | <u>2024</u> | <u>2023</u> |
| \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 923 |
| <u>254</u> | <u>2,131</u> | <u>2,108</u> | <u>1,052</u> | <u>38</u> | <u>15,974</u> | <u>78,698</u> | <u>66,880</u> |
| <u>\$ 254</u> | <u>\$ 2,131</u> | <u>\$ 2,108</u> | <u>\$ 1,052</u> | <u>\$ 38</u> | <u>\$ 15,974</u> | <u>\$ 78,698</u> | <u>67,803</u> |
| \$ 21 | \$ 21 | \$ 21 | \$ 22 | \$ - | \$ - | \$ 190 | 6,884 |
| 233 | 2,110 | 2,087 | 1,030 | 38 | 15,974 | 78,508 | 60,919 |
| - | - | - | - | - | - | - | - |
| <u>254</u> | <u>2,131</u> | <u>2,108</u> | <u>1,052</u> | <u>38</u> | <u>15,974</u> | <u>78,698</u> | <u>67,803</u> |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>-</u> |

WALKER RIVER IRRIGATION DISTRICT, NEVADA
DITCH COMPANIES
SCHEDULE REVENUES, EXPENSES
AND CHANGES IN NET POSITION BY DITCH COMPANY
FOR THE YEAR ENDED JUNE 30, 2024
(With Comparative Totals For The Year Ended June 30, 2023)

| | <u>Campbell</u> | <u>W. Hyland</u> | <u>Plymouth</u> | <u>Greenwood</u> | <u>Mickey</u> |
|------------------------------|-----------------|------------------|-----------------|------------------|---------------|
| Operating Revenues | | | | | |
| Ditch company services | \$ 17,818 | \$ 8,876 | \$ 7,769 | \$ 5,940 | \$ 1,915 |
| Operating Expenses | | | | | |
| Salaries and wages | 15,400 | 7,600 | 6,000 | 5,040 | - |
| Payroll taxes | 1,390 | 687 | 549 | 455 | 489 |
| Industrial insurance | 867 | 428 | 332 | 284 | 305 |
| Fuel, oil and grease | - | - | 702 | - | - |
| Repairs and maintenance | - | - | - | - | 960 |
| Telephone & internet | - | - | 25 | - | - |
| Computer expense | 161 | 161 | 161 | 161 | 161 |
| Interfund charges | - | - | - | - | - |
| Other miscellaneous | - | - | - | - | - |
| | <u>17,818</u> | <u>8,876</u> | <u>7,769</u> | <u>5,940</u> | <u>1,915</u> |
| Total Operating Expenses | | | | | |
| Change in Net Position | - | - | - | - | - |
| Net Position, July 1 | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Net Position, June 30 | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

| <u>Simpson</u> | <u>Joggles</u> | <u>SAB</u> | <u>Hall</u> | <u>Nichol-Merritt</u> | <u>Colony</u> | <u>Totals</u> | |
|----------------|-----------------|-----------------|-----------------|-----------------------|------------------|------------------|-------------------|
| | | | | | | <u>2024</u> | <u>2023</u> |
| <u>\$ 161</u> | <u>\$ 6,123</u> | <u>\$ 6,123</u> | <u>\$ 8,990</u> | <u>\$ 140</u> | <u>\$ 11,170</u> | <u>\$ 75,025</u> | <u>\$ 140,297</u> |
| - | 5,200 | 5,200 | 7,700 | - | 9,200 | 61,340 | 96,578 |
| - | 470 | 470 | 696 | - | 842 | 6,048 | 8,855 |
| - | 292 | 292 | 433 | - | 510 | 3,743 | 5,130 |
| - | - | - | - | - | 389 | 1,091 | 1,762 |
| - | - | - | - | - | - | 960 | 25,148 |
| - | - | - | - | - | 159 | 184 | 1,019 |
| 161 | 161 | 161 | 161 | 140 | 70 | 1,659 | 1,628 |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | 177 |
| <u>161</u> | <u>6,123</u> | <u>6,123</u> | <u>8,990</u> | <u>140</u> | <u>11,170</u> | <u>75,025</u> | <u>140,297</u> |
| - | - | - | - | - | - | - | - |
| - | - | - | - | - | - | - | - |
| <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |

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INDEPENDENT AUDITOR’S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH
GOVERNMENT AUDITING STANDARDS

To the Board of Directors
Walker River Irrigation District, Nevada

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the business-type activities and each major fund of the Walker River Irrigation District, Nevada, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Walker River Irrigation District’s basic financial statements and have issued our report thereon dated February 6, 2025.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Walker River Irrigation District’s internal control over financial reporting (internal control) to determine the audit procedures that are appropriated 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 Walker River Irrigation District’s internal control. Accordingly, we do not express an opinion on the effectiveness of the Walker River Irrigation District’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 over financial reporting 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 over financial reporting that we consider to be significant deficiencies or material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and responses that we consider to be significant deficiencies listed as finding 2024-001 and 2024-02.

Compliance and Other Matters

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

Walker River Irrigation District, Nevada's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the Walker River irrigation District, Nevada's response to the findings identified in our audit and described in the accompanying schedule of findings and questioned costs. The Walker River Irrigation District, Nevada's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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.

Sciarani & Co.

Yerington, Nevada
February 6, 2025



A Professional Corporation

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY UNIFORM GUIDANCE

To the Board of Directors
Walker River Irrigation District, Nevada

Report on Compliance of Each Major Federal Program

Opinion of Each Major Federal Program

We have audited Walker River Irrigation District, Nevada's compliance with the types of compliance requirements identified as subject to audit in the *OMB Compliance Supplement* that could have a direct and material effect on each of Walker River Irrigation District, Nevada's major federal programs for the year ended June 30, 2024. Walker River Irrigation District, Nevada's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Walker River Irrigation District, Nevada, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2024.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of Walker River Irrigation District, Nevada and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of Walker River Irrigation District, Nevada's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Walker River Irrigation, Nevada's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Walker River Irrigation District, Nevada's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Walker River Irrigation District, Nevada's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding Walker River Irrigation District, Nevada's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Walker River Irrigation District, Nevada's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of Walker River Irrigation District, Nevada's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance and which are described in the accompanying schedule of findings and questioned costs as item 2024-003. Our opinion on each major federal program is not modified with respect to these matters.

Government Auditing Standards requires the auditor to perform limited procedures on Walker River Irrigation District, Nevada's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. Walker River Irrigation District, Nevada's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Sciarani & Co.

Yerington, Nevada
February 6, 2025

WALKER RIVER IRRIGATION DISTRICT, NEVADA
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

| Federal Grantor/Pass-Through Grantor/ Program or Cluster Title | Assistance Listing Number | Pass-Through Entity Identifying Number | Pass-Through to Subrecipients | Federal Expenditures |
|---|---------------------------------|---|-------------------------------------|----------------------------|
| <u>U.S. Department of the Interior:</u> | | | | |
| Bureau of Reclamation: | | | | |
| Direct Program: | | | | |
| Campbell Ditch Water Conservation Project | 15.507 | R18AP00174 | - | <u>\$ 78,272</u> |
| Pass-through program from the National Fish and Wildlife Foundation: | | | | |
| Providing Water to At-Risk Natural Desert Terminal Lakes | | | | |
| Water Leasing Demonstration Program | 15.508 | 2010-0059-101 | - | \$ 2,539,337 |
| Modernization - Gauging Program | 15.508 | 2010-0059-101 | - | 667,800 |
| Conveyance Loss Study | 15.508 | 2010-0059-101 | - | <u>95,148</u> |
| | | | | <u>3,302,285</u> |
| Total Department of the Interior | | | | <u>3,380,557</u> |
| <i>Total of Expenditures of Federal Awards</i> | | | | <u>\$ 3,380,557</u> |

WALKER RIVER IRRIGATION DISTRICT, NEVADA
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2024

Note A- Basis of Presentation

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the Walker River Irrigation District, Nevada under programs of the federal government for the year ending June 30, 2024. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule present only a selected portion of the operations of the Walker River Irrigation District, it is not intended to and does not present the financial position, changes in net position, or cash flows of the Walker River Irrigation District..

Note B- Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, Cost Principles for Audits of State, Local, and Indian Tribal Governments, or the cost principles contained in the Uniform Guidance wherein certain types of expenditures are not allowed or are limited as reimbursement. When applicable, negative amount shown on the Schedule represent adjustments or credits made in the normal course of business as expenditures in prior years.

Indirect Costs

The District did not elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance.

Note C – Non-Cash Distributions Received

The District does not participate in any non-cash distributions grant programs.

Note D – Subrecipients

The District did not pass any federal funds to any subrecipients.

Note E – Matching Requirements

Certain Federal programs require the Walker River Irrigation District to contribute non-Federal funds (matching funds) to support the Federally Funded programs. The Walker River Irrigation District has met its Bureau of Reclamation Campbell Ditch grant program matching requirements. The Schedule does not include the expenditure for non-Federal matching funds.

**WALKER RIVE IRRIGATION DISTRICT, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024**

A. Summary of Auditor’s Results:

Financial Statements

Type of report the auditor issued on whether the financial statements audited were prepared in accordance with GAAP: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified? Yes

Noncompliance material to financial statements noted? No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? No
- Significant deficiency(ies) identified? Yes

Type of auditor’s report issued on compliance for major federal programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? Yes

Identification of major federal programs:

CFDA# Name of Federal Program or Cluster

15.508 Providing Water to At-Risk Natural Desert Terminal Lakes

Dollar threshold used to distinguish between type A and type B programs: \$750,000

Auditee qualified as low-risk auditee? No

**WALKER RIVE IRRIGATION DISTRICT, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024**

B. Findings – Financial Statement Audit

Significant Deficiency

2024-001 Bank Reconciliation Procedures

Criteria: Cash balances reported in an entity's general ledger must agree to the composition of reconciled bank balances on a monthly basis.

Condition: The District maintains two bank accounts and several certificate deposits at two separate financial institutions. Bank reconciliations were performed for these bank accounts. However, the total composition of all cash accounts maintained within the general ledger's individual funds totaled \$15,480 more than the amount held in the financial institution's accounts.

Effect of Condition: Timely reconciliations ensure that transactions are included within the financial records and thereby will improve the accuracy of the system generated financial reports used by management. Reconciliation also detect, on a timely basis, transactions processed by financial institutions and minimize the risk of potential errors.

Cause: The District does perform timely bank reconciliations on the District bank accounts. However, the bank reconciliation module contained formula errors in calculating the totaling outstanding checks, and the reconciled bank account balances were not compared to the total cash held by all individual funds.

Recommendation: We recommend that procedures be implemented ensuring that the total cash balances of all individual funds found within the general ledger agrees to reconciled bank balances.

Management Response: We agree with the recommendation and procedures have been implemented whereas the monthly bank reconciliations will be compared to combined general ledger cash balances.

**WALKER RIVE IRRIGATION DISTRICT, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024**

Significant Deficiency

2024-002 Reconciliation of Account Receivable Accounts

Criteria: Management is responsible for establishing and maintaining an effective system of internal control over financial reporting. One of the components of an effective system of internal control over financial reporting is the capability to have supporting accounts receivable subsidiary ledgers detailing the composition of the accounts receivable accounts.

Condition: The District performs a series of reimbursement billings cross several individual funds. The District's current accounting system does not have an accounts receivable subsidiary ledger module to assist in tracking balances outstanding. Therefore, account outstanding balances are largely tracked manually.

Effect of Condition: It is possible that errors in financial reporting could result since the accuracy of the accounts receivable balances are based manual applications thus increasing the likelihood for errors.

Cause: The District accounting system currently does not have an accounts receivable subsidiary ledger module implemented.

Recommendation: We recommend the District's accounting system be modified and enhanced to include the ability to produce subsidiary accounts receivable reports.

Management Response: We agree with the recommendation and procedures will be implemented for the account software system to produce subsidiary ledger reports.

**WALKER RIVE IRRIGATION DISTRICT, NEVADA
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2024**

C. Findings and Questioned Costs – Major Federal Award Program

Significant Deficiency

2024-003 Reconciliation of Federal Grant Fund

Criteria: Management is responsible for establishing and maintaining an effective system of internal control over financial reporting. One of the components of an effective system of internal control over financial grant reports is the subsequent review and reconciliation of grant reporting to the general ledger.

Condition: The Federal Grants Fund grants receivable balances and grant revenues need to be adjusted in order to reconcile the grant activity for the year. Grants are based on a reimbursement basis whereas expenditures are first incurred and claims for reimbursement are subsequently collected.

Effect of Condition: It is possible that errors in financial grant reporting could result in claims not being processed or claimed.

Cause: The District accounting system has some system bugs that need to be investigated and refined.

Recommendation: We recommend that a final true-up request for reimbursement be based on fiscal year end cutoff that includes June account payable transactions. This process would allow for the elimination of timing differences lapsing between fiscal years. In addition, grant requests should be reviewed and approved by a second individual before submission.

Management Response: We agree with the recommendation and procedures have been implemented whereas fiscal year-end requests for reimbursements will include June accounts payable transactions.

WALKER RIVE IRRIGATION DISTRICT, NEVADA
STATUS OF PRIOR YEAR FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2024

B. Findings – Financial Statements Audit:

Significant Deficiency

2023-001 Timely Preparation of Bank Reconciliations

Criteria: Cash balances reported in an entity's general ledger must agree to the composition of reconciled bank balances on a monthly basis.

Condition: The District maintains two bank accounts and several certificate deposits at two separate financial institutions. Bank reconciliations were performed for these bank accounts. However, the total composition of all cash accounts maintained within the general ledger's individual funds totaled approximately \$82,000 less than the amount held in the financial institution's accounts.

Effect of Condition: Timely reconciliations ensure that transactions are included within the financial records and thereby will improve the accuracy of the system generated financial reports used by management. Reconciliation also detect, on a timely basis, transactions processed by financial institutions and minimize the risk of potential errors.

Cause: The District purchased a new software accounting system that was launched on July 1, 2022. It appears the system interface has some system bugs that were not timely discovered.

Recommendation: We recommend that procedures be implemented ensuring that the total cash balances of all individual funds found within the general ledger agrees to reconciled bank balances.

Management Response: We agree with the recommendation and procedures have been implemented whereas the monthly bank reconciliation is compared to combined general ledger cash balances.

Status: The District implemented procedures where bank reconciliation were performed timely. However, the combined general ledger cash balances were not always compared against the composition of all bank accounts reconciled balances. See repeat finding 2024-001 in the Schedule of Findings and Questioned Costs.

WALKER RIVER IRRIGATION DISTRICT, NEVADA
STATUS OF PRIOR YEAR FINDINGS AND RESPONSES
FOR THE YEAR ENDED JUNE 30, 2024

Significant Deficiency

2023-002 Reconciliation of Federal Grant Fund

Criteria: Management is responsible for establishing and maintaining an effective system of internal control over financial reporting. One of the components of an effective system of internal control over financial grant reports is the subsequent review and reconciliation of grant reporting to the general ledger.

Condition: The Federal Grants Fund is reporting grant revenues in excess of grant expenses. Federal grants are based on a reimbursement basis whereas expenditures are first incurred and claims for reimbursement are subsequently collected.

Effect of Condition: It is possible that errors in financial grant reporting could result in claims not being processed or claimed.

Cause: The District purchased a new software accounting system that was launched on July 1, 2022. District is investigating current and past expenses against reimbursement claims.

Recommendation: We recommend that a final true-up request for reimbursement be based on fiscal year end cutoff that includes June account payable transactions. This process would allow for the elimination of timing differences lapsing between fiscal years.

Management Response: We agree with the recommendation and procedures have been implemented whereas fiscal year-end requests for reimbursements will include June accounts payable transactions.

Status: The District implemented procedures where a separate grant request was prepared for June's transactional activity. However, June's request did not contain June's accounts payable transaction thus still having timing differences to account for. See repeat finding 2024-003 in the Schedule of Findings and Questioned Costs.



Walker River Irrigation District

Established in 1919

Following is the Walker River Irrigation District, Nevada's Corrective Action Plan for Fiscal Year Audit Findings for the period year ending June 30, 2024:

2024-003 Reconciliation of Federal Grant Fund

Issue: The reconciled bank balance for all bank accounts is not compared against the total composition of all cash accounts maintained within the general ledger's individual funds.

Corrective Action: Staff will compare all bank account reconciliations against the total composition of all accounts maintained within the general ledger's individual funds.

2024-002 Reconciliation of Account Receivable Accounts

Issue: One of the components of an effective system of internal control over financial reporting is the capability to have supporting accounts receivable subsidiary ledgers detailing the composition of the accounts receivable accounts balances.

Corrective Action: Staff will continue to learn the accounting software and will develop an accounts receivable subsidiary ledger that details the composition of the accounts receivable account balances.

2023-002 Reconciliation of Federal Grant Fund

Issue: One of the components of an effective system of internal control over financial grant reports is the subsequent review and reconciliation of grant reporting to the general ledger reports.

Corrective Action: Staff will meticulously review and reconcile grant reports to the general ledger reports.



INDEPENDENT ACCOUNTANT'S REPORT ON
NEVADA REVISED STATUTES 354.6241

To the Board of Directors
Walker River Irrigation District, Nevada

We have reviewed management's assertion made in accordance with Nevada Revised Statute 354.624(5)(a) with respect to the funds of the Walker River Irrigation District as of and for the year ended June 30, 2024 that:

- The identified funds are being used expressly for the purposes for which that were created.
- The Funds are administered in accordance with accounting principles generally accepted in the United States of America.
- The restricted fund balance/net position in the funds were reasonable and necessary to carry out the purposes of the funds at June 30, 2024 (based on the interpretation of reasonable and necessary provided by the Legislative Counsel Bureau).
- The sources of revenues, including transfers, available for the funds are as noted in the financial statements.
- The funds conform to significant statutory and regulatory constraints on their financial statements administration during the year ending June 30, 2024 as detailed in Note 9 to the financial statements.

This assertion is the responsibility of the management of the Walker River Irrigation District.

Our review was conducted in accordance with attestation standard established by the American Institute of Certified Public Accountants. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on management's assertion. Accordingly, we do not express such an opinion.

Based on our review, nothing came to our attention that caused us to believe that management's assertion referred to above is not fairly stated in all material respects.

Sciarani & Co.

Yerington, Nevada
February 6, 2025

WALKER RIVER IRRIGATION DISTRICT
INDEPENDENT AUDITOR'S COMMENTS
JUNE 30, 2024

Statute Compliance

The required disclosure on compliance with Nevada Revised Statutes and the Nevada Administrative Code is contained in Note 9 to the financial statements.

Prior Year Audit Recommendation

There were no specific recommendations made in the audit report for the year ending June 30, 2023.

Current Year Audit Recommendations

The Schedule of Findings and Responses included in this audit report would provide a listing of our current year recommendations.