

RHA Board of Commissioners
Regular Meeting

March 25, 2025

Packet Supplemental Material

Agenda Item 5

Financial Statements and Supplementary Information

Year Ended June 30, 2024

71 Pages

**HOUSING AUTHORITY OF THE CITY OF RENO
(RENO, NEVADA)**

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED JUNE 30, 2024

*Draft
Subject to Change
3/24/25*

**HOUSING AUTHORITY OF THE CITY OF RENO
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INDEPENDENT AUDITORS' REPORT

Board of Commissioners
Housing Authority of the City of Reno
Reno, Nevada

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the business-type activities and the discretely presented component unit of the Housing Authority of the City of Reno, as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Housing Authority of the City of Reno's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities and the discretely presented component unit of the Housing Authority of the City of Reno, 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.

We did not audit the financial statements of the discretely presented component unit. Those statements were audited by other auditors whose reports have been furnished to us and our opinion, insofar as it related to the amounts included for the discretely presented component units is based solely on the reports of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Housing Authority of the City of Reno 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. The financial statements of the discretely presented component unit were not audited in accordance with *Government Auditing Standards*.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Housing Authority of the City of Reno'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.

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Housing Authority of the City of Reno'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 Housing Authority of the City of Reno'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, schedule of the Authority's proportionate share of the net pension liability, schedule of the Authority's pension contributions, and schedule of the Authority's proportionate share of the total OPEB liability 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 (GASB) 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 GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Housing Authority of the City of Reno's basic financial statements. The 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* and the financial data schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the schedule of expenditures of federal awards and the financial data schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Board of Commissioners
Housing Authority of the City of Reno

Other Reporting Required by *Government Auditing Standards*

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

CliftonLarsonAllen LLP

Baltimore, Maryland
REPORT DATE

Draft
Subject to Change
3/24/25

**HOUSING AUTHORITY OF THE CITY OF RENO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

As management of the Housing Authority of the City of Reno (the Authority), we offer readers of the Authority's financial statements this narrative overview and analysis of the financial activities of the Authority for the fiscal year ended June 30, 2024.

Financial Highlights

- The assets and deferred outflows of resources of the Authority exceeded its liabilities and deferred inflows of resources at the close of the fiscal year resulting in a net position of \$68,062,974 at June 30, 2024.
- The total net position of the Authority increased from \$58,755,372 at June 30, 2023 to \$68,062,974 at June 30, 2024. The total unrestricted net position at June 30, 2024 is \$21,920,810. This amount may be used to meet the Authority's ongoing obligations.
- Total assets and deferred outflow of resources increased from \$75,412,544 at June 30, 2023 to \$86,921,337 at June 30, 2024, an increase of \$11,508,793.
- Net capital assets increased from \$36,143,935 at June 30, 2023 to \$43,986,040 at June 30, 2024. This increase of \$7,842,105 was the result of current year current year asset additions of \$11,260,547, net asset disposals of \$74,261 and depreciation/amortization expense of \$3,344,181.
- Total liabilities and deferred inflows of resources increased from \$16,657,172 at June 30, 2023 to \$18,858,363 at June 30, 2024, an increase of \$2,201,191.
- Revenues for fiscal year 2024 from all programs totaling \$84,247,217 consisted of federal grants and subsidies of \$74,122,984, and rental, interest, and other income of \$10,324,233. This represents an increase of \$15,451,549 in comparison to the total revenues of \$68,795,668 from fiscal year 2023.
- Total expenses for all programs for fiscal year 2024 were \$74,939,615. This represents an increase in expenses of \$6,163,997 from the total fiscal year 2023 expenses of \$68,775,618.

**HOUSING AUTHORITY OF THE CITY OF RENO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the Authority's basic financial statements, which are comprised of the proprietary funds – statement of net position, statement of revenues, expenses, and changes in net position, and the statement of cash flows.

Government-Wide Financial Statements

The statement of net position, and the statement of revenues, expenses, and changes in net position report information about the Authority's activities. These two statements report the net position of the Authority and changes in net position. The Authority's net position, (the difference between assets and liabilities), is one way to measure financial health or financial position of the Authority. Over time, increases or decreases in the Authority's net position is one indicator of whether its financial health is improving or deteriorating. However, other nonfinancial factors such as changes in economic conditions, population growth, and new or changed government legislation, should be taken into consideration to determine the overall financial condition of the Authority.

The financial statements of the Authority report information about the Authority 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 Authority's assets and liabilities and provides information about the nature and amounts of investments in resources (assets) and the obligations to Authority creditors (liabilities). It also provides the basis in evaluating the capital structure of the Authority and assessing the liquidity and financial flexibility of the Authority. All of the current year's revenues and expenses are accounted for in the statement of revenues, expenses, and changes in net position. This statement measures the success of the Authority's operations over the past year and can be used to determine whether the Authority has successfully recovered all its costs through its grant revenues, rental income, and other charges and profitability. The final required financial statement is the statement of cash flows. The primary purpose of this statement is to provide information about the Authority's cash receipts and cash payments during the reporting period. The statement reports cash receipts, cash payments, and net changes in cash resulting from operations, investing, and financing activities and provides answers to such questions as where cash came from, what was cash used for, and what was the change in cash balance during the reporting period.

As previously stated, enterprise funds account for activities similar to those found in the private sector, where the determination of net income is necessary or useful to sound financial administration. They are reported using the full accrual method of accounting in which all assets and all liabilities associated with the operation of the enterprise funds are included on the statement of net position. The focus of enterprise funds is on income measurement, which together with the maintenance of equity, is an important financial indicator.

**HOUSING AUTHORITY OF THE CITY OF RENO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

The Authority's Programs

Moving-To-Work Program – Effective July 1, 2014, the Authority began administering the Moving-To-Work Demonstration Program (MTW). The MTW Program is a demonstration program recently implemented and funded by the U.S. Department of Housing and Urban Development (HUD). The MTW program was awarded to the Authority under a five-year funding agreement which became effective on June 27, 2014 and expires June 30, 2028. The Authority's MTW Demonstration Program applies to several of the Authority's programs that were previously administered under other HUD funded programs. The MTW program replaces the Housing Choice Voucher Program, the Public and Indian Housing Program, and the Public Housing Capital Fund Program that were administered by the Authority during its fiscal year 2014 and previous fiscal years.

Programs other than the MTW Program administered by the Authority during fiscal year 2024 include the following:

Section 8 Housing Assistance Payments Program – Under the Section 8 Housing Assistance Payments Program the Authority is the Contract Administrator for the state of Nevada charged with carrying out 16 incentive Based Performance Standards for HUD. Typical standards include approving tenant payments, processing rental adjustments, life threatening and nonlife threatening health and safety issues, and conducting Management and Occupancy Reviews. Approximately 37 projects and 3,174 units are covered by this contract. The contract started October 1, 2000 with an initial two-year period and three one-year renewal options. Since then, the Authority has been awarded several renewals, the most recent of which expires January 31, 2026.

Business Activities – This represents non-HUD resources developed from a variety of activities that consist basically of housing units not receiving Federal financial assistance.

State and Local – This represents State and Local (non-federal) funding that can be utilized for its designated purpose.

Resident Opportunity and Supportive Services – This is a grant from HUD designed to help provide tenants with skills necessary to seek, obtain and maintain better employment.

Shelter Plus Care – Shelter Plus Care is a program where the Authority can obtain contract funding through the state of Nevada and provide physical inspections.

Neighborhood Stabilization Programs (NSP) – This program was established for the purpose of stabilizing communities that had suffered from property foreclosures and abandonment. The stabilization is to be achieved through the purchase and redevelopment of foreclosed and abandoned homes and residential properties.

Emergency Housing Vouchers (EHV) – The American Rescue Plan Act of 2021 (ARP), provided relief to address the continued impact of the COVID-19 pandemic on the economy, public health, state and local governments, individuals, and businesses. Section 3202 of the ARP provided appropriations for new incremental Emergency Housing Voucher (EHVs), the renewal of those EHV's, and fees for the cost of administering the EHV's and other eligible expenses defined by notice to prevent, prepare for, and respond to coronavirus to facilitate the leasing of the emergency vouchers, such as security deposit assistance and other costs related to retention and support of participating owners.

**HOUSING AUTHORITY OF THE CITY OF RENO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

Coronavirus State and Local Fiscal Recovery Funds (SLRF) – The Authority was a subrecipient of SLRF funds in order to pay the costs of new construction as well as rehabilitating, improving, and equipping existing affordable housing projects.

Affordability Connectivity Program (ACP) – The ACP provides eligible households discounts towards internet service and a one-time device discount.

Dollar Home Sales – HUD's Dollar Homes initiative helps local governments to foster housing opportunities for low to moderate income families and address specific community needs by offering them the opportunity to purchase qualified HUD-owned homes for \$1 each.

Housing Investment Partnerships (HOME) – The HOME program supports building, buying, and/or rehabilitating affordable housing for rent, homeownership, or provides direct rental assistance to low-income residents

Family Self Sufficiency (FSS) – FSS is a program that helps families establish and achieve economic independence and self-sufficiency. The program assists families in accessing the necessary public and private resources to establish career goals, receive training and secure employment. Monetary incentives are provided to successful program graduates.

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**HOUSING AUTHORITY OF THE CITY OF RENO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

At June 30, 2024, the Authority was administering the following programs which consisted of 8,477 units of low and moderate-income housing:

	Number of Units
Moving to Work Program:	
Housing Complexes:	
Mineral Manor	144
Tom Sawyer Village	100
Silverada Manor	149
Stead Manor	67
Hawk View Apartments	99
Essex Manor	105
Myra Birch Manor	53
John McGraw Court	34
Vouchers	3,184
Total Units Administered under the Moving to Work Program	3,935
Other Administered Programs:	
Veterans Affairs Special Vouchers	541
Special Allocations	3,174
Business Activities	534
Neighborhood Stabilization Programs I and II	113
Economic Development Initiative - Special Projects	11
Dollar Home Sales	17
Emergency Housing Vouchers	137
Foster Youth Independence Vouchers	15
Total Units Administered under Other Programs	4,542
Total Units Administered at June 30, 2024	8,477

Notes to the Financial Statements

The Notes to the Financial Statements provide additional information that is essential to a full understanding of the data provided in the financial statements.

Required Supplementary Information and Supplementary Information

The Schedule of Authority's Proportionate Share of Total OPEB Liability, the Schedule of the Authority's OPEB Contributions, the Schedule of the Authority's Proportionate Share of Net Pension Liability, the Schedule of the Authority's Pension Plan Contributions, and the Schedule of Expenditures of Federal Awards are presented for purposes of additional analysis as required by the U.S. Office of Management, Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, the Governmental Accounting Standards Board (GASB), and the U.S. Department of HUD regulations. These schedules can be found in the Supplementary Information sections of this report.

**HOUSING AUTHORITY OF THE CITY OF RENO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

Net Position

A summary of the Authority's statements of net position is presented in Table 1. As can be seen from Table 1, the net position increased \$9,307,602 to \$68,062,974 in fiscal year 2024, from \$58,755,372 in fiscal year 2023.

**TABLE 1
Condensed Statements of Net Position
June 30, 2024**

	2024	2023	Dollar Change	Total % Change
Assets:				
Current Assets	\$ 36,845,209	\$ 35,253,756	\$ 1,591,453	4.5 %
Notes Receivable	439,000	468,548	(29,548)	(6.3)
Capital Assets	43,986,040	36,143,935	7,842,105	21.7
Other Assets	450,160	45,457	404,703	890.3
Total Assets	<u>81,720,409</u>	<u>71,911,696</u>	<u>9,808,713</u>	13.6
Deferred Outflows of Resources	5,200,928	3,500,848	1,700,080	48.6
Liabilities:				
Current Liabilities	5,017,169	4,922,707	94,462	1.9
Noncurrent Liabilities	<u>13,183,241</u>	<u>11,506,907</u>	<u>1,676,334</u>	14.6
Total Liabilities	<u>18,200,410</u>	<u>16,429,614</u>	<u>1,770,796</u>	10.8
Deferred Inflows of Resources	<u>657,953</u>	<u>227,558</u>	<u>430,395</u>	189.1
Net Position:				
Net Investment in Capital Assets	42,104,704	34,663,592	7,441,112	21.5
Restricted	4,037,460	421,730	3,615,730	857.4
Unrestricted Net Position	<u>21,920,810</u>	<u>23,670,050</u>	<u>(1,749,240)</u>	(7.4)
Total Net Position	<u>\$ 68,062,974</u>	<u>\$ 58,755,372</u>	<u>\$ 9,307,602</u>	15.8

The more significant changes to the components of the statement of net position are as follows:

- Current assets increased \$1,591,453, or 4.5%. The change was primarily due to increases in cash and investments of \$421,777, and an increase in accounts receivable of \$1,586,435, primarily attributable to funding due the Authority in connection with new Coronavirus State and Local Fiscal Recovery Funds program. Amounts due from Sutro of \$450,160 was reclassified from current to noncurrent based on expected collection.
- Capital assets increased \$7,842,105, or 21.7%. This increase was primarily the result of current year net asset additions of \$11,260,547, offset by disposals of \$74,261 and depreciation/amortization expense of \$3,344,181. See Table 3 for a breakout of the increase in capital assets.

**HOUSING AUTHORITY OF THE CITY OF RENO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

- Noncurrent liabilities increased \$1,676,334, or 14.6%. The increase was primarily due to an increase in the Authority's net pension liability of \$2,608,629, net a decrease in the Authority's OPEB liability of \$654,810, as a result of updated actuarial reports. The Authority's non-current SBITA liability decreased \$263,759 in accordance with the payment schedules.
- Changes in deferred outflows and inflows were due to updated actuarial reports for the Authority's pension and other post-employment benefit plans.

For more detailed information concerning the statement of net position for fiscal year 2024 see the statement of net position on page 14 of this report.

The following schedule compares the revenues and expenses for the current and previous fiscal years. The Authority is only engaged in business-type activities.

**TABLE 2
Statements of Revenues, Expenses, and
Changes in Net Position
Years Ended June 30, 2024**

	2024	2023	Dollar Change	Total % Change
Revenues:				
Grants	\$ 74,122,984	\$ 59,334,061	\$ 14,788,923	24.9 %
Rental Income	8,332,868	8,122,182	210,686	2.6
Interest Income	557,108	307,528	249,580	81.2
Other Income and Gain on Sale	1,234,257	1,031,897	202,360	19.6
Total Revenues	<u>84,247,217</u>	<u>68,795,668</u>	<u>15,451,549</u>	22.5
Program Expenses:				
Administrative	10,668,198	8,107,303	2,560,895	31.6
Utilities	1,205,622	1,148,407	57,215	5.0
Maintenance	3,049,057	3,204,142	(155,085)	(4.8)
Tenant Services	669,732	790,034	(120,302)	(15.2)
Housing Assistance Payments	54,585,295	51,124,247	3,461,048	6.8
General	1,387,011	1,252,453	134,558	10.7
Interest Expense	30,519	35,345	(4,826)	(13.7)
Depreciation	3,344,181	3,113,687	230,494	7.4
Total Program Expenses	<u>74,939,615</u>	<u>68,775,618</u>	<u>6,163,997</u>	9.0
Increase in Net Position	<u>\$ 9,307,602</u>	<u>\$ 20,050</u>	<u>\$ 9,287,552</u>	

Significant revenue and expense activity changes were as follows:

- Grants increased \$14,788,923 or 24.9%. There was a \$9,013,058 increase in HUD operating grants, consistent with an increase in housing assistance payments, and a \$5,575,865 increase in other government grants in connection with new funding under the Coronavirus State and Local Fiscal Recovery Funds program.
- Interest Income increased \$249,580, or 81.2%. This was due to an increase in interest rates in FY24.

**HOUSING AUTHORITY OF THE CITY OF RENO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

- Other income increased \$202,360 or 19.6%. Due to its nature, we do not expect other income to remain consistent. The Authority received an additional non-federal/local grant in FY24.
- Administrative expenses increased \$2,560,895 or 31.6%. The increase was primarily due an increase in salaries, benefits, and office expenses.
- Tenant services decreased \$120,302 or 15.2%. The decrease was primarily due to a decrease in tenant service salaries.
- Housing assistance payments increased \$3,641,048 or 6.8%. The increase was primarily attributable to an increase in payments in the Moving to Work program offset by a decrease in emergency rental assistance housing assistance payments due to the program ending.

For more detail concerning the statement of revenues, expenses, and changes in net position for the fiscal year 2024, see the statement of revenues, expenses, and changes in net position on page 15 of this report.

Capital Assets and Debt Administration

Capital Assets

As of year-end, the Authority had \$43,986,040 of net capital assets as is reflected in the following Table 3, which represents a net increase of \$7,842,105 from the 2023 fiscal year's ending balance.

TABLE 3

	2024	2023	Dollar Change	Total % Change
Land	\$ 9,604,302	\$ 8,550,052	\$ 1,054,250	12.3 %
Buildings	90,431,409	89,677,862	753,547	0.8
Furniture and Equipment	3,553,488	3,032,262	521,226	17.2
Right-of-Use Asset - SBITA	1,345,887	1,345,887	-	100.0
Construction in Progress	9,369,114	492,833	8,876,281	1801.1
Less: Accumulated Depreciation/Amortization	<u>(70,318,160)</u>	<u>(66,954,961)</u>	<u>(3,363,199)</u>	5.0
Net Capital Assets	<u>\$ 43,986,040</u>	<u>\$ 36,143,935</u>	<u>\$ 7,842,105</u>	21.7

For more detail pertaining to the Authority's capital assets please see Note 4 to the financial statements in this report.

Debt Administration

As of year-end, the Authority had \$474,593 of long-term notes as is reflected in the following Table 4, which represents a decrease of \$8,266 from the 2023 fiscal year's ending balance.

**HOUSING AUTHORITY OF THE CITY OF RENO
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2024**

TABLE 4

	2024	2023	Dollar Change	Total % Change
Total Notes Payable	\$ 474,593	\$ 479,581	\$ (4,988)	(1.0)

For more detail pertaining to the Authority's bonds and notes payable, please see Note 6 to the financial statements in this report.

Economic Factors

Significant economic factors affecting the Authority and its goals to provide affordable housing to the residents of Washoe County, which includes the City of Reno and City of Sparks, include:

- Local economic and employment trends that affect resident incomes correlate to the amount of rental income earned by the Authority. Washoe County (including Reno and Sparks) continues to recover from the COVID pandemic. In the Reno-Sparks region the December 2024 unemployment rate stood at 4.5%. This is above the national unemployment rate of 4.1%
- The Authority receives a majority of its federal grant funding each year from HUD. The Authority's financial operations are significantly affected by the annual appropriations from HUD. At this time, the federal fiscal year 2025 spending bill has not been approved and final funding amounts are unknown.
- Local property rental availability and rental rates influences the amounts of Housing Assistance Payments required by the Authority to subsidize tenants' rents under several of the Authority's most significant federally funded programs. The vacancy rate in the Washoe County rental market has remained relatively low, with the 3rd Quarter 2024 average vacancy rate at 2.76% according to the Johnson Perkins Griffin Apartment Survey. According to the same survey, the average monthly rent in Washoe County during 3rd Quarter 2024 was \$1,688; with certain submarkets hovering closer to \$1,800 per month. The Authority has implemented exception payment standards to enable households' greater mobility and housing opportunities; however, as stated above, this has increased average monthly subsidy payments.

Request for information

This financial report is designed to provide citizens, taxpayers, and creditors with a general overview of the Authority's finances and to show the Authority'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 addressed to Dr. Hilary Lopez, Executive Director, Housing Authority of the City of Reno, 1525 E. Ninth Street, Reno, NV 89512, telephone number (775) 329-3630.

HOUSING AUTHORITY OF THE CITY OF RENO
STATEMENTS OF NET POSITION—BUSINESS-TYPE ACTIVITIES AND DISCRETELY
PRESENTED COMPONENT UNIT
JUNE 30, 2024

	Enterprise Fund	Discrete Component Unit
ASSETS		
Current Assets:		
Cash and Investments - Unrestricted	\$ 28,766,991	\$ 369,183
Cash and Investments - Restricted	5,043,842	480,642
Accounts Receivable - Other Governments	1,394,652	-
Accounts Receivable, Net	1,374,206	8,958
Current Portion of Notes Receivable	24,000	-
Accrued Interest	61,332	-
Prepaid Expenses and Other Assets	180,186	31,336
Total Current Assets	36,845,209	890,119
Noncurrent Assets:		
Notes Receivable	88,000	-
Note Receivable from Component Unit	351,000	-
Due from Component Unit	450,160	-
Capital Assets Not being Depreciated or Amortized	18,973,416	1,394,064
Capital Assets being Depreciated or Amortized, Net	25,012,624	9,804,867
Other Assets	-	103,989
Total Noncurrent Assets	44,875,200	11,302,920
Total Assets	81,720,409	12,193,039
DEFERRED OUTFLOWS OF RESOURCES		
OPEB Related Outflows	50,868	-
Pension Related Outflows	5,150,060	-
Total Deferred Outflows of Resources	5,200,928	-

See accompanying Notes to Financial Statements.

HOUSING AUTHORITY OF THE CITY OF RENO
STATEMENTS OF NET POSITION—BUSINESS-TYPE ACTIVITIES AND DISCRETELY
PRESENTED COMPONENT UNIT (CONTINUED)
JUNE 30, 2024

	Enterprise Fund	Discrete Component Unit
LIABILITIES		
Current Liabilities:		
Accounts Payable	\$ 2,084,340	\$ 56,209
Due to Other Governments	235,931	-
Tenant Security Deposits	461,265	17,700
Accrued Payroll	243,430	-
Unearned Revenue	982,554	-
Accrued Interest Payable	11,403	320,747
Notes Payable - Current	8,514	11,527
SBITA Liability, Current Portion	263,758	-
Compensated Absences - Current	52,734	-
Other Current Liabilities	673,240	-
Due to Primary Government	-	14,424
Total Current Liabilities	5,017,169	420,607
Noncurrent Liabilities:		
Compensated Absences, Net of Current Portion	476,761	-
Notes Payable, Net of Current Portion	466,079	2,903,209
Note Payable to Primary Government	-	351,000
SBITA Liability, Net of Current Portion	481,005	-
Net Pension Liability	11,464,247	-
Total OPEB Liability	122,449	-
Other Noncurrent Liabilities	172,700	-
Due to Primary Government	-	450,160
Total Noncurrent Liabilities	13,183,241	3,704,369
Total Liabilities	18,200,410	4,124,976
DEFERRED INFLOWS OF RESOURCES		
OPEB Related Inflows	469,176	-
Pension Related Inflows	188,777	-
Total Deferred Inflows of Resources	657,953	-
NET POSITION		
Net Investment in Capital Assets	42,104,704	7,933,195
Restricted	4,037,460	462,942
Unrestricted	21,920,810	(328,074)
Total Net Position	\$ 68,062,974	\$ 8,068,063

See accompanying Notes to Financial Statements.

**HOUSING AUTHORITY OF THE CITY OF RENO
STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION—
BUSINESS-TYPE ACTIVITIES AND DISCRETELY PRESENTED COMPONENT UNIT
YEAR ENDED JUNE 30, 2024**

	Enterprise Fund	Discrete Component Unit
OPERATING REVENUES		
HUD Operating Grants	\$ 65,297,559	\$ -
Rental Income	8,332,868	490,686
Other Government Grants	1,539,823	-
Other Revenue	1,182,569	-
Total Operating Revenues	<u>76,352,819</u>	<u>490,686</u>
OPERATING EXPENSES		
Administrative	10,668,198	139,179
Utilities	1,205,622	85,880
Maintenance	3,049,057	119,586
Tenant Services	669,732	-
General	1,387,011	37,131
Housing Assistance Payments	54,585,295	-
Depreciation and Amortization	3,344,181	442,412
Total Operating Expenses	<u>74,909,096</u>	<u>824,188</u>
OPERATING INCOME (LOSS)	1,443,723	(333,502)
NONOPERATING REVENUES (EXPENSES)		
Interest Income	557,108	241
Interest Expense	(30,519)	(130,360)
Gain on Sale of Capital Assets	51,688	-
Total Nonoperating Revenues (Expenses)	<u>578,277</u>	<u>(130,119)</u>
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS	2,022,000	(463,621)
Capital Contributions	7,285,602	-
CHANGE IN NET POSITION	9,307,602	(463,621)
Net Position - Beginning of Year	<u>58,755,372</u>	<u>8,531,684</u>
NET POSITION - END OF YEAR	<u>\$ 68,062,974</u>	<u>\$ 8,068,063</u>

See accompanying Notes to Financial Statements.

**HOUSING AUTHORITY OF THE CITY OF RENO
STATEMENT OF CASH FLOWS
YEAR ENDED JUNE 30, 2024**

	<u>Enterprise Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash Received from Grants	\$ 64,287,992
Cash Received from Rents	7,378,791
Other Cash Receipts	1,068,005
Cash Payments to Employees for Services	(8,956,868)
Cash Payments to Suppliers for Goods and Services	(5,221,445)
Cash Payments to Landlords	(54,585,295)
Net Cash Provided by Operating Activities	<u>3,971,180</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Acquisition of Capital Assets	(11,260,547)
Proceeds from Disposal of Capital Assets	125,949
Capital Grants Received	7,285,602
Principal Paid on SBITA Liability	(255,999)
Principal Paid on Capital Debt	(4,988)
Interest Paid on Capital Debt	(30,519)
Net Cash Used by Capital and Related Financing Activities	<u>(4,140,502)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Collection of Notes Receivables	33,991
Interest Received	557,108
Net Cash Provided by Investing Activities	<u>591,099</u>
NET INCREASE IN CASH AND INVESTMENTS	421,777
Cash and Investments - Beginning of Year	<u>33,389,056</u>
CASH AND INVESTMENTS - END OF YEAR	<u><u>\$ 33,810,833</u></u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating Income	\$ 1,443,723
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:	
Depreciation and Amortization	3,344,181
Provision for Bad Debts	126,548
(Increase) Decrease in:	
Accounts Receivable Other Governments	(607,905)
Accounts Receivable	(1,151,426)
Prepaid Expenses	53,961
Deferred Outflows - Pension	(1,761,413)
Deferred Outflows - OPEB	61,333
Deferred Inflows - Pension	52,991
Deferred Inflows - OPEB	377,404
Increase (Decrease) in:	
Accounts Payable and Accrued Liabilities	1,951,453
Due to Other Governments	(6,400)
Tenant Security Deposits	(43,763)
Compensated Absences	111,759
Unearned Revenue	(1,935,085)
Net Pension Liability	2,608,629
Total OPEB Liability	(654,810)
Net Cash Provided by Operating Activities	<u><u>\$ 3,971,180</u></u>

See accompanying Notes to Financial Statements.

HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Housing Authority of the City of Reno (the Authority) conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental agencies. The following is a summary of the more significant policies.

Definition of Reporting Entity

The Authority was established on August 8, 1940 by a resolution of the City of Reno City Council. The Authority is a public body corporate and politically organized pursuant to the laws of Chapter 315 of the state of Nevada. The Authority is governed by a five-member board of commissioners. The City Council appoints the members of the board of commissioners to four-year terms.

Although they are legally separate entities from the Authority, the Washoe Affordable Housing Corporation, Transitional Housing Corporation, Railyard Flats, LLC, and Sutro Management, LLC are reported as if they were part of the Authority because they are solely owned by the Authority and their sole purpose is to work in conjunction with the Authority to assist with the provision of housing for low and moderate income individuals, and the members of the board of commissioners of the Authority act as members of the board of directors of these corporations. Therefore, the financial information of the Washoe Affordable Housing Corporation, the Transitional Housing Corporation, Railyard Flats, LLC, and Sutro Management, LLC are included in the accompanying financial statements as blended component units of the Authority.

Sutro Management, LLC is the .01% managing member of Sutro Affordable Housing, LLC. Sutro Affordable Housing, LLC's purpose is to develop, own and operate an apartment complex (Willie J. Wynn Apartments). The financial information of Sutro Affordable Housing, LLC is included in the accompanying financial statements as a discretely presented component unit of the Authority. Sutro Affordable Housing, LLC has a calendar year-end and accordingly, the amounts included are as of and for the respective year-end that falls within the Authority's June 30, 2024 fiscal year-end. Separate financial statements are issued for the discretely presented component unit, prepared in accordance with Financial Accounting Standards Board (FASB) guidance, and can be obtained by contacting the Director of Administration at the Authority, 1525 East 9th Street, Reno, Nevada 89512.

Effective July 1, 2013, the Authority began participating in HUD's Moving to Work (MTW) Demonstration Program. The MTW program primarily consists of grant funding and expenditures that were received and incurred under the Authority's previous Housing Choice Voucher Program, the Public and Indian Housing Program, and the Capital Fund Program. The program provides the Authority greater flexibility in combining its HUD funding among the Authority's administrative, capital, and development activities. The MTW Program also exempts the Authority from many previous required regulations and reporting requirements.

HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position; the statement of revenues, expenses, and changes in net position; and the statement of cash flows) report the financial information of the Authority's operation as a whole.

For financial reporting purposes, the Authority reports all of its operations as a single business-type activity in a single-enterprise housing fund. Therefore, for the Authority the government-wide and fund financial statements are the same. These basic financial statements are presented in accordance with the standards established by the Governmental Accounting Standards Board (GASB).

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

Measurement focus refers to what is being measured; basis of accounting refers to when revenues and expenditures are recognized in the accounts and reported in the financial statements. Basis of accounting relate to the timing of the measurement made, regardless of the measurement focus applied.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis* of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when related cash flows take place. Nonexchange transactions are those in which the Authority receives value without directly giving equal value in exchange. These transactions include revenues from federal, state, and local assistance programs. Revenues from these sources are recognized in the fiscal year in which all eligibility requirements have been met.

Revenues such as governmental grants (excluding capital grants), rents, and other miscellaneous revenues and fees are recorded as operating revenues. Revenues such investments earnings are recorded as nonoperating revenues. Operating expenses for proprietary funds include the cost of sales and services, housing assistance payments to landlords, administrative expenses, and depreciation on capital assets. Expenses not meeting this definition are reported as nonoperating expenses.

Estimates

Management of the Authority has made certain estimates and assumptions relating to the reporting of assets and liabilities and revenues and expenses to prepare the financial statements. Actual results may differ from those estimates.

Budgets and Budgetary Accounting

Each year the Authority's board of commissioners adopts an operating budget. This budget may be revised during the year to give consideration to unanticipated revenue and expenditures primarily resulting from events unknown at the time of adoption of the annual budget by the Authority's board of commissioners.

**HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position

Cash and Cash Equivalents

For purposes of the accompanying statement of cash flows all highly liquid cash and investments with a maturity of three months or less when purchased and cash restricted by federal governmental requirements are considered cash and cash equivalents.

Cash and cash equivalents include amounts in demand deposits, savings accounts, and money market mutual funds. The money market mutual funds are carried at amortized cost. Cash and investments are considered to be liquid assets for purposes of measuring cash flows. All of the Authority's investments can be converted to cash in a relatively short amount of time. Therefore, all cash and investments and amounts of restricted cash are reported in the statement of cash flows.

Restricted Assets

Restricted cash, cash equivalents, and investments, represent deposits that are used for replacement reserves, security deposit payable amounts to tenants, and amounts that are required by grants from HUD to be used only to provide housing assistance for individuals and families that meet various income, age, and employment standards.

Receivables

All receivables are reported at their gross value and are reduced by an allowance for doubtful accounts if such an amount is considered applicable.

Prepaid Assets

Payments to vendors for goods and services that will benefit periods beyond the fiscal year-end are recorded as prepaid assets.

Capital Assets

Capital assets which include land, buildings, improvements, and furniture and equipment, are reported at historical costs. Contributed capital assets are recorded at acquisition value at the time received.

Maintenance, minor repairs and replacements are recorded as expenses; extraordinary replacements of property resulting in property betterments are charged to the property accounts.

Depreciation is charged to operations using the straight-line method based on the useful life of the related asset. The estimated useful lives of the various asset categories are as follows:

Buildings	30 Years
Improvements	15 Years
Equipment	5 to 10 Years

HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position (Continued)

SBITA assets are initially measured as the sum of the present value of payments expected to be made during the subscription term, payments associated with the SBITA contract made to the SBITA vendor at the commencement of the subscription term, when applicable, and capitalizable implementation costs, less any SBITA vendor incentives received from the SBITA vendor at the commencement of the SBITA term. SBITA assets are amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying IT assets.

Compensated Absences

It is the Authority's policy to permit employees to accumulate earned but unused vacation and sick pay.

Taxes

The Authority is exempt from federal and state income taxes. The Authority is also exempt from property taxes but makes payments in lieu of taxes on its public housing units.

Net Position

Net position represents the differences between assets and deferred outflows and liabilities and deferred inflows. Net position consists of net investment in capital assets; restricted net position; and unrestricted net position. Net investment in capital assets consists of capital assets, net of depreciation, reduced by outstanding balances of borrowings used for the construction, or improvement of those assets. Net position is reported as restricted when there are limitations imposed on its use through constitutional provisions or enabling legislation or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments. It is the Authority's policy to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted resources are available.

Deferred Outflows/Inflows of Resources

In addition to assets and liabilities, the statement of net position includes separate sections for deferred outflows and inflows of resources. These separate sections represent a consumption or acquisition of net position that applies to future periods and will not be recognized as outflows (expenses) or inflows (revenues) until that time.

**HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Assets, Liabilities, and Net Position (Continued)

Pensions

For purposes of measuring the net pension liability (NPL) and deferred outflows/inflows of resources related to pension, and pension expense, information about the fiduciary net position (FNP) of the Public Employees' Retirement System of Nevada (PERS) plans (Plans) and additions to/deductions from the Plans' 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.

NOTE 2 CASH AND INVESTMENTS

Policies

Nevada law requires banks and savings and loan institutions to pledge government securities with a market value of 110% of the Authority's cash on deposit or first trust deed mortgage notes with a market value of 150% of the deposit, as collateral for these deposits. Under Nevada law this collateral is held in a separate investment pool by another institution in the Authority's name and places the Authority ahead of general creditors of the institution.

The Authority and its fiscal agents invest in individual investments and in investment pools. Individual investments are evidenced by specific identifiable *securities instruments* or by electronic entry registering the owner in the records of the institution issuing the security, called the *book entry* system.

The Authority's investments are carried at fair value as required by generally accepted accounting principles. The Authority adjusts the carrying value of its investments to reflect their fair value at each fiscal year-end, and it includes the effects of those adjustments in income for that fiscal year.

Classification

Cash and money market mutual funds' investments are classified in the financial statements as shown below based on whether or not their use is restricted under the terms of the Authority debt instruments or agency agreements. Cash and investments as of June 30, 2024 are as follows:

Cash and Cash Equivalents	\$ 24,603,483
Money Market Mutual Funds	9,207,350
Total Cash and Investments	<u>\$ 33,810,833</u>

**HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

Custodial Credit Risk

Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, a government will not be able to recover its deposits or will not be able to recover collateral securities that are in the possession of an outside party. The Nevada Government Code and the Authority's investment policy do not contain legal or policy requirements that would limit the exposure to custodial credit risk for deposits, other than the following provisions for deposits: The Nevada Government Code requires Nevada banks and savings and loan associations to secure the Authority's deposits not covered by federal deposit insurance by pledging mortgages or government securities as collateral. The market value of mortgages must equal at least 150% of the face value of deposits. The market value of government securities must equal at least 110% of the face value of deposits. Such collateral must be held in the pledging bank's trust department in a separate depository in an account for the Authority.

The \$24,603,483 of cash and cash equivalents consists of \$23,791,708 maintained on deposit in banks. Of the amounts deposited into bank checking and savings and money market accounts, \$1,250,000 is covered by federal deposit insurance. As of June 30, 2024, the JP Morgan Chase Bank account was under-collateralized by \$858,434. All other deposits were fully collateralized.

Interest Rate Risk

Interest rate risk is the risk that changes in the market interest rates will adversely affect the fair value of an investment. In general, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. Information about the sensitivity of the fair values of the Authority's investments to market rate fluctuations is provided by the following table that shows the distribution of the Authority's investments by maturity:

<u>Investment Type</u>	<u>12 Months or Less</u>	<u>One to Five Years</u>	<u>More than Five Years</u>	<u>Total</u>
Money Market Mutual Funds	<u>\$ 9,207,350</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,207,350</u>

Disclosures of Credit Risk

Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. The actual rating as of June 30, 2024 for the Money Market Mutual Funds was AAAm by Standard and Poor's and Aaa-mf by Moody's.

Discretely Presented Component Unit – Sutro Affordable Housing, LLC

The \$849,825 of cash and cash equivalents consists solely of funds maintained in a checking account with Wells Fargo, \$250,000 of which is covered by federal deposit insurance; the remaining balance is uninsured and uncollateralized.

**HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 3 NOTES RECEIVABLE

The following is a summary of the Authority's changes in notes receivable for the fiscal year ended June 30, 2024:

	Balance 6/30/2023	Disbursements	Receipts/ Forgiveness	Balance 6/30/2024	Current Portion
Homeownership Notes	\$ 145,991	\$ -	\$ (33,991)	\$ 112,000	\$ 24,000
Sutro Affordable Housing, LLC	351,000	-	-	351,000	-
Total Notes Receivable	<u>\$ 496,991</u>	<u>\$ -</u>	<u>\$ (33,991)</u>	<u>\$ 463,000</u>	<u>\$ 24,000</u>

The Authority issued 40 forgivable 0% interest homeownership loans from 2011 to 2015. The original loan amounts are \$15,000 per note and are forgivable at \$1,000 per annum. If the properties are sold in advance to the 15-year forgiveness period, the full unforgiven principal balance is collected. The outstanding balance on the homeownership notes at June 30, 2024 was \$112,000.

On April 15, 2019, the Authority issued a seller carry-back note to Sutro Affordable Housing, LLC in the principal amount of \$401,000. The outstanding principal balance of the note bears interest from the date of disbursement at 2.89% compounded annually. Commencing on June 1, 2021, and on June 1 of each year thereafter, repayments of the outstanding principal balance and accrued interest on the note are due in an amount equal to 33.33% of cash flow, first to accrued interest and second to principal. The outstanding balance on the note at June 30, 2024 was \$351,000.

The Authority has an inter-company loan of \$4,553,878 that is eliminated within the Authority-wide financial statements. The loan is in connection with funding for Railyard Flats, LLC, to develop and operate certain real property. As of June 30, 2024, the entire loan balance is outstanding.

**HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 4 CAPITAL ASSETS

Enterprise Fund

The following is a summary of the Authority's changes in capital assets for the fiscal year ended June 30, 2024:

	Balance 6/30/2023	Additions	Deletions	Transfers and Adjustments	Balance 6/30/2024
Not Being Depreciated:					
Land	\$ 8,550,052	\$ 1,054,251	\$ -	\$ (1)	\$ 9,604,302
Construction in Progress	492,833	8,950,646	(74,261)	(104)	9,369,114
Total Not Being Depreciated/Amortized	9,042,885	10,004,897	(74,261)	(105)	18,973,416
Depreciable					
Buildings and Improvements	89,677,862	911,558	-	(158,011)	90,431,409
Equipment	3,032,262	344,092	-	177,134	3,553,488
Right-of-Use Asset - SBITA	1,345,887	-	-	-	1,345,887
Total Depreciable/Amortizable Capital Assets	94,056,011	1,255,650	-	19,123	95,330,784
Less Accumulated Depreciation:					
Buildings and Improvements	(64,983,055)	(2,728,420)	-	(19,018)	(67,730,493)
Equipment	(1,628,099)	(257,284)	-	-	(1,885,383)
Right-of-Use Asset - SBITA	(343,807)	(358,477)	-	-	(702,284)
Total Accumulated Depreciation/Amortization	(66,954,961)	(3,344,181)	-	(19,018)	(70,318,160)
Total Capital Assets, Being Depreciated/Amortized, Net	27,101,050	(2,088,531)	-	105	25,012,624
Total Capital Assets, Net	<u>\$ 36,143,935</u>	<u>\$ 7,916,366</u>	<u>\$ (74,261)</u>	<u>\$ -</u>	<u>\$ 43,986,040</u>

Discretely Presented Component Unit – Sutro Affordable Housing, LLC

The following is a summary of Sutro Affordable Housing, LLC's changes in capital assets for the fiscal year ended December 31, 2023:

	Balance 12/31/2022	Additions	Deletions	Balance 12/31/2023
Not Being Depreciated:				
Land	\$ 1,394,064	\$ -	\$ -	\$ 1,394,064
Total Not Being Depreciated	1,394,064	-	-	1,394,064
Depreciable				
Buildings and Improvements	11,121,757	-	-	11,121,757
Equipment	229,671	-	-	229,671
Total Depreciable Capital Assets	11,351,428	-	-	11,351,428
Less Accumulated Depreciation:				
Buildings and Improvements	(889,302)	(346,472)	-	(1,235,774)
Equipment	(214,847)	(95,940)	-	(310,787)
Total Accumulated Depreciation	(1,104,149)	(442,412)	-	(1,546,561)
Total Capital Assets, Being Depreciated, Net	10,247,279	(442,412)	-	9,804,867
Total Capital Assets, Net	<u>\$ 11,641,343</u>	<u>\$ (442,412)</u>	<u>\$ -</u>	<u>\$ 11,198,931</u>

**HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 5 LONG-TERM LIABILITIES

Enterprise Fund

The following is a summary of changes in long-term liabilities for the year ended June 30, 2024:

	Balance 6/30/23	Additions	Deletions	Balance 6/30/24	Current Portion
Notes from Direct Borrowings	\$ 479,581	\$ -	\$ (4,988)	\$ 474,593	\$ 8,514
Compensated Absences	417,736	134,189	(22,430)	529,495	52,734
SBITA Liability	1,000,762	-	(255,999)	744,763	263,758
Unclaimed Property	-	172,700	-	172,700	-
Total	<u>\$ 1,898,079</u>	<u>\$ 306,889</u>	<u>\$ (283,417)</u>	<u>\$ 1,921,551</u>	<u>\$ 325,006</u>

Discretely Presented Component Unit – Sutro Affordable Housing, LLC

The following is a summary of changes in Sutro Affordable Housing, LLC's long-term liabilities due to the Authority for the year ended December 31, 2023:

	Balance 12/31/22	Additions	Deletions	Balance 12/31/23	Current Portion
Due to RHA	\$ 408,615	\$ 41,545	\$ -	\$ 450,160	\$ -
Total Due to Primary Government	<u>\$ 408,615</u>	<u>\$ 41,545</u>	<u>\$ -</u>	<u>\$ 450,160</u>	<u>\$ -</u>

NOTE 6 LONG-TERM DEBT

Enterprise Fund

Notes from direct borrowings at June 30, 2024 consist of the following:

Note payable to the City of Reno, due September 1, 2036, secured by a deed of trust on real estate located in Sparks, Nevada. Interest accrues at 1% per annum on the unpaid balance until September 1, 2036, at which time the remaining principal balance and accrued interest will be forgiven. The City may declare the entire unpaid balance due and payable upon (1) failure to pay when due any installment of principal or interest due, (2) any default by trustor under the deed of trust securing the note, (3) any default by the obligor under any obligation secured by a deed of trust having priority over the deed of trust securing the note, (4) any default by trustor under such prior deed of trust, or (5) the insolvency of any maker, or any guarantor, if any, of the note. There is no annual required payment of interest or principal. The outstanding balance at June 30, 2024 was \$162,893.

Note payable to the City of Reno-Washoe County Home Consortium, due April 1, 2041, secured by a junior deed of trust on real property located at 7900 Golden Valley Road, Reno, Nevada. Interest accrues on the note at 1.0% per annum as of May 1, 2026, with required annual principal and interest payments of \$10,000 beginning May 1, 2027. The balance outstanding on the loan at June 30, 2024 was \$150,000.

Note payable to the City of Reno-Washoe County Home Consortium, due April 1, 2033, secured by a junior deed of trust on real property located at 7900 Golden Valley Road, Reno, Nevada. Interest accrues on the note at a rate of 8.6% on the first \$200,000 and 3.0% on the remaining \$60,000 per annum. Required annual principal and interest payments are \$8,514. The balance outstanding on the loan at June 30, 2024 was \$161,700.

**HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 6 LONG-TERM DEBT (CONTINUED)

Enterprise Fund (Continued)

Notes from direct borrowings debt service requirements to maturity are as follows:

<u>Year Ending June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Required Payments</u>
2025	\$ 8,514	\$ 4,751	\$ 13,265
2026	8,770	4,495	13,265
2027	17,533	5,732	23,265
2028	17,804	5,461	23,265
2029	18,168	5,097	23,265
2030-2034	96,620	19,705	116,325
2035-2039	270,158	43,061	313,219
2040-2044	37,026	1,012	38,038
Total	<u>\$ 474,593</u>	<u>\$ 89,314</u>	<u>\$ 563,907</u>

Discretely Presented Component Unit – Sutro Affordable Housing, LLC

The following is a summary of changes in Sutro Affordable Housing, LLC's long-term debt from direct borrowings for the year ended December 31, 2023:

	<u>Balance 12/31/22</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance 12/31/23</u>	<u>Current Portion</u>
Direct Borrowings:					
HOME Loan	\$ 1,000,000	\$ -	\$ -	\$ 1,000,000	\$ -
LIHTF Loan	400,000	-	-	400,000	-
RHA Loan	351,000	-	-	351,000	-
AHP Loan	440,000	-	-	440,000	-
Wells Fargo Permanent Loan	1,085,618	-	(10,882)	1,074,736	11,527
Total	<u>\$ 3,276,618</u>	<u>\$ -</u>	<u>\$ (10,882)</u>	<u>\$ 3,265,736</u>	<u>\$ 11,527</u>

Notes from direct borrowings at December 31, 2023 consist of the following:

On April 15, 2019, Sutro Affordable Housing, LLC entered into a promissory note with the City of Reno in the amount of \$1,000,000 (the HOME Loan). Under the terms of the agreement, the HOME Loan is secured by a deed of trust on the Project, matures on June 1, 2049 and bears simple interest at a rate of 3% per annum. Commencing on June 1, 2021 and annually thereafter, payments shall be made in the amount of 33.3% from available cash flow, as defined in the Operating Agreement. As of December 31, 2023, the outstanding principal balance of the HOME Loan was \$1,000,000 and accrued interest was \$141,369. During 2023, interest expense was \$30,000.

HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 6 LONG-TERM DEBT (CONTINUED)

Discretely Presented Component Unit – Sutro Affordable Housing, LLC (Continued)

On April 15, 2019, Sutro Affordable Housing, LLC entered into a second promissory note with the City of Reno in the amount of \$400,000 (the LIHTF Loan). Under the terms of the agreement, the LIHTF Loan is secured by a deed of trust on the Project, matures on June 1, 2049 and bears simple interest at a rate of 3% per annum. Commencing on June 1, 2021 and annually thereafter, payments shall be made in the amount of 33.3% from available cash flow, as defined in the Operating Agreement. As of December 31, 2023, the outstanding principal balance of the LIHTF Loan was \$400,000 and accrued interest was \$56,548. During the 2023, interest expense was \$12,000.

On April 15, 2019, Sutro Affordable Housing, LLC entered into a promissory note with RHA in the amount of \$401,000 (the RHA Loan). Under the terms of the agreement, the RHA Loan is secured by a deed of trust on the Project, matures on June 1, 2049 and bears interest at a rate of 2.89%, compounded annually. Commencing on June 1, 2021 and annually thereafter, payments shall be made in the amount of 33.3% from available cash flow, as defined in the Operating Agreement. As of December 31, 2023, accrued interest was \$55,459. During 2023, interest expense was \$11,417.

On April 15, 2019, Sutro Affordable Housing, LLC entered into a promissory note with Wells Fargo Financial National Bank in the amount of \$440,000 (the AHP Loan) from funds provided by the Federal Home Loan Bank of San Francisco pursuant to the regulations governing the Affordable Housing Program (AHP). Under the terms of the agreement, the AHP Loan is secured by a deed of trust on the Project, bears interest at a rate of 3% per annum and payment is due in full on April 15, 2049. As of December 31, 2023, the outstanding principal balance of the AHP Loan was \$440,000 and accrued interest was \$62,203. During 2023 interest expense was \$13,200.

On April 15, 2019, Sutro Affordable Housing, LLC entered into a loan commitment with Wells Fargo Bank, National Association (Wells Fargo) in the amount of \$1,100,000 (the Permanent Loan). The Permanent Loan is secured by a deed of trust on the Project, bears interest at a rate of 5.77% per annum and matures on July 1, 2039. During 2023 interest expense was \$62,303. As of December 31, 2023, the outstanding principal balance was \$1,074,736 and accrued interest was \$5,168.

**HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
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NOTE 7 SUBSCRIPTION-BASED INFORMATION TECHNOLOGY ARRANGEMENTS

The Authority has entered into subscription based-information technology arrangements (SBITAs) with two software vendors, Laserfiche and Yardi. The SBITA arrangements expire at various dates through 2027 and provide for renewal options.

The future subscription payments under SBITA agreements are as follows:

<u>Year Ending</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Required Payments</u>
2025	\$ 263,758	\$ 14,494	\$ 278,252
2026	271,753	6,499	278,252
2027	209,252	-	209,252
Total	<u>\$ 744,763</u>	<u>\$ 20,993</u>	<u>\$ 765,756</u>

NOTE 8 COMPENSATED ABSENCES

It is the Authority’s policy to permit employees to accumulate earned, but unused vacation leave up to a maximum of two years of earned vacation hours and to accumulate earned but unused sick leave up to a maximum of 400 hours. This leave will be used in future periods or paid to employees upon separation from the Authority: vacation hours are payable at the employee’s payroll rate and sick leave is payable at one-half the employee’s payroll rate. Combined long-term and short-term accrued vacation and sick leave totaling \$529,495 has been valued and recorded by the Authority as of June 30, 2024.

NOTE 9 EMPLOYEES RETIREMENT PLAN

General Information about the Pension Plan

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

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

**HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 9 EMPLOYEES RETIREMENT PLAN (CONTINUED)

General Information about the Pension Plan (Continued)

Benefits Provided – Benefits, as required by the Nevada Revised Statutes, 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. 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 as 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.

Vesting – Regular members are eligible for retirement at age 65 with five years of service, at age 60 with 10 years of service, or at any age with 30 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 10 years of service, or any age with 30 years of service.

The normal ceiling limitation on monthly benefits allowances is 75% of average compensation, however, a member who has an effective date of membership before July 1, 1985, is entitled to a benefit up to 90% of average compensation.

The Plan’s provisions and benefits in effect at June 30, 2024 are summarized as follows:

	Miscellaneous Plans	
	Prior to January 1, 2010	On or After January 1, 2010
Hire Date	2.67% @ 65	2.5% at 65
Benefit Formula	5 Years of Service	5 Years of Service
Benefit Vesting Formula	Monthly for Life	Monthly for Life
Benefit Payments	2.5% to 2.67%	2.5%
Monthly Benefits, as a Percent of Eligible Compensation	21.50%	28.1%
Retirement Age	65	65

Contributions – The Authority, for establishing and amending the obligation to make contribution and member contribution rates, is set by stature. 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 or two contribution plans. Contributions are shared equally by employer and employee. Employees can take a reduced salary and have contributions made by the employer (EPC) or can make contributions by a payroll deduction matched by the employer.

**HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 9 EMPLOYEES RETIREMENT PLAN (CONTINUED)

General Information about the Pension Plan (Continued)

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

The System receives an actuarial valuation on an annual basis indicating the contribution rates required to fund the System on an actuarial reserve basis. Contributions actually made are in accordance with the required rates established by the Nevada Legislature. These statutory rates are increased/decreased pursuant to NRS286.421 and 286.450.

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

Effective July 1, 2021, the regular employer-pay contribution (EPC) rate is 29.75%.

Employer contributions were \$884,538 for the period ended June 30, 2024.

Net Pension Liability – The net pension liability (NPL) was measured as of June 30, 2023, and the total pension liability used to calculate the NPL was determined by an actuarial valuation as of that date. The NPL of \$11,464,247 is measured as a proportionate share of the NPL of \$18,252,905,291 (or 0.062810%, a 0.01376% increase since the prior measurement date).

The employer allocation percentage of the NPL was based on the total contributions due on wages paid during the measurement period. Each employer's proportion of the NPL is based on their combined employer and member contributions relative to the total combined employer and member contributions for all employers for the period ended June 30, 2023.

Deferred Inflows/Outflows – For the year ended June 30, 2024, the Authority recognized pension expense of \$900,207. At June 30, 2024, the Authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Pension Contributions Subsequent to Measurement Date	\$ 884,538	\$ -
Differences Between Actual and Expected Experience	1,494,295	-
Changes in Assumptions	1,074,418	-
Net Differences Between Projected and Actual		
Earnings on Pension Plan Investments	-	107,305
Changes in Proportions	1,696,809	81,472
Total	\$ 5,150,060	\$ 188,777

**HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 9 EMPLOYEES RETIREMENT PLAN (CONTINUED)

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

Of the \$5,150,060 reported as deferred outflows of resources, \$884,538 related to contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the fiscal year ended June 30, 2025. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

<u>Year Ended June 30,</u>	<u>Deferred Outflows (Inflows) of Resources</u>
2025	\$ 662,404
2026	583,453
2027	2,470,732
2028	270,272
2029	89,884

Actuarial Methods and Assumptions Used to Determine Total Pension Liability – The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Actuarial Assumptions:

Discount Rate	7.25%
Inflation Rate	2.50%
Productivity Pay Increases	0.50% plus
Projected Salary Increases	4.20% to 9.10%, for regular members varying by years of service
Other Assumptions	Same as those used in the June 30, 2023 funding actuarial valuation

Actuarial assumptions used in the June 30, 2023 valuation were based on the results of the experience review issued September 10, 2021.

Discount Rate – The discount rate used to measure the total pension liability was 7.25% as of June 30, 2023. 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. Therefore, the long-term expected rate of return on pension investments was applied to all periods of projected benefit payments to determine total pension liability as of June 30, 2023.

**HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 9 EMPLOYEES RETIREMENT PLAN (CONTINUED)

Pension Liabilities, Pension Expenses, and Deferred Outflows/Inflows of Resources Related to Pensions (Continued)

The following was the System's board adopted policy target asset allocation as of June 30, 2023:

Asset Class	Allocation	Long-Term Expected Arithmetic Real Rate of Return*
U.S. Stocks	42.0 %	5.50 %
International Stocks	18.0	5.50 %
U.S. Bonds	28.0	0.75 %
Private Markets	12.0	6.65 %
Total	100.0 %	

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

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the Authority's proportionate share of the net pension liability, calculated using the discount rate of 7.25%, as well as what the Authority's proportionate share of the net pension liability/ (asset) 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:

	Discount Rate – 1% (6.25%)	Current Discount Rate (7.25%)	Discount Rate +1% (8.25%)
Plan's Pension Liability	\$ 17,840,052	\$ 11,464,247	\$ 6,202,336

Pension Plan Fiduciary Net Position – Detailed information about each pension plan's fiduciary net position is available in the separately issued PERS ACFR, available on the PERS website.

**HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (OPEB)

Plan Information

Eligible retirees may receive coverage through the Public Employee Benefit Program (PEBP). PEBP is a single-employer defined benefit plan administered by the nine member governing board that provides medical, prescription, dental, vision, and life insurance benefits to retirees. Eligibility and subsidy requirements are governed by the NRS and can only be amended through legislation. In 2008, the NRS were amended and as a result of this amendment, the number of retirees for whom the Authority is obligated to provide postemployment benefits is limited to eligible employees who retired from the Authority prior to September 1, 2008. There are no assets accumulated in a trust that meets GASB 75 criteria.

Benefits Provided

The Authority is required to provide a subsidy based on years of service for its retirees that have enrolled in the PEBP. The subsidy is paid on a pay-as-you-go basis and is based on years of service and medical plan elected.

Employees Covered by Benefit Terms

As of July 1, 2023, the date of the latest actuarial valuation, the following employees were covered by the benefit terms:

Inactive Plan Members or Beneficiaries	9
Currently Receiving Benefit Payments	-
Active Plan Members	-
Total Plan Members	<u>9</u>

**HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

OPEB Liability

The Authority's OPEB liability of \$122,449 was measured as of June 30, 2024, and the total OPEB liability used to calculate the OPEB liability was determined by an actuarial valuation as of July 1, 2023. Update procedures were used to roll forward the total OPEB liability to the measurement date.

	Total OPEB Liability
Balance for June 30, 2023	\$ 777,259
Interest	30,454
Changes in Benefit Terms	(124,563)
Changes in Assumptions	(9,762)
Difference Between Expected and Actual Experience	(484,933)
Benefit Payments including Implicit Cost	(66,006)
Net Changes in OPEB Liability	(654,810)
Total OPEB Liability - End of Period	\$ 122,449

Actuarial Assumptions

The total OPEB liability in the July 1, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Actuarial Assumptions:	
Valuation Date	July 1, 2023
Actuarial Cost Method	Individual Entry Age Normal
Asset-Valuation Method	Market Value of Assets at the Measurement Date
Investment Rate of Return	N/A
Discount Rate	4.21% net of OPEB plan investment expense, including inflation
Municipal Bond Rate	4.21% as of June 30, 2024 (source: S&P Municipal Bond 20-Year High Grade Index - SAPIHG)
Inflation Rate	2.50% as of June 30, 2024 and for future periods
Compensation Increases	3.00% annually as of June 30, 2024 and for future periods
Cost of Living Adjustment	N/A
Pre-Retirement Mortality	General: PubG-2010 Mortality Table for Employees projected generationally with scale MP-2020
Post-Retirement Mortality	General: PubG-2010 Mortality Table for Healthy Annuitants projected generationally with scale MP-2020
Disabled Mortality	General: PubG-2010 Mortality Table for Disabled Annuitants projected generationally with scale MP-2020

The actuarial assumptions used to calculate the actuarial accrued liability, and the service cost primarily reflect the latest experience studies published by the SOA.

Actuarial Changes Since Prior Valuation

One key assumption has changed since the prior valuation. The discount rate has been changed from 4.09% to 4.21%. One change in benefit terms has occurred since the prior valuation. All remaining employees and retirees who are not currently receiving a PEBP benefit will not be eligible for any employer sponsored medical plans or reimbursement under the plan.

**HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024**

NOTE 10 OTHER POSTEMPLOYMENT BENEFITS (OPEB) (CONTINUED)

Actuarial Assumptions (Continued)

Sensitivity of the Authority's OPEB Liability to Changes in the Discount Rate

The following presents the Authority's OPEB liability calculated using the discount rate of 4.09%, as well as what the Authority's OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.09%) or 1-percentage-point higher (5.09%) than the current discount rate:

	1% Decrease (3.21)%	Current Discount (4.21)%	1% Increase (5.21)%
Total OPEB Liability	\$ 133,291	\$ 122,449	\$ 113,032

Sensitivity of the Authority's OPEB liability to Changes in the Healthcare Cost Trend Rates

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

	1% Decrease	Current Discount	1% Increase
Total OPEB Liability	\$ 113,018	\$ 122,449	\$ 133,092

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

For the year ended June 30, 2024, the Authority recognized OPEB income of \$216,073. At June 30, 2024, the Authority reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 29,758	\$ 456,482
Changes of Assumptions	21,110	12,694
Total	\$ 50,868	\$ 469,176

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

Year Ending June 30,	Amount
2025	\$ (80,168)
2026	(103,546)
2027	(117,291)
2028	(117,303)

HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 11 WASHOE AFFORDABLE HOUSING CORPORATION 401(K) PROFIT SHARING PLAN

Washoe Affordable Housing Corporation (Washoe), a blended component unit of the Authority, has established a 401(k) profit sharing plan. Eligible contributions include employee salary deferrals including Roth 401(k) deferrals, rollover contributions, employer matching contributions, and employer profit sharing contributions. Washoe employees, that are not union employees, are eligible when they have completed six months of service and have attained age 21. For the fiscal year ending June 30, 2024, three employees participated in the plan. Employee and employer contributions of \$12,579 and \$10,662, respectively, were made during the fiscal year ending June 30, 2024. Plan assets totaled \$132,206 as of June 30, 2024.

NOTE 12 CONDENSED COMBINING INFORMATION FOR BLENDED COMPONENT UNITS

	Washoe Affordable Housing Corporation	Transitional Housing Corporation	Railyard Flats, LLC	Sutro Management, LLC	Blended Component Unit Total	Total Primary Government	Eliminations	Total
ASSETS								
Cash and Investments	\$ 4,344,567	\$ 24,406	\$ 2,869,597	\$ 55,224	\$ 7,293,794	\$ 26,517,039	\$ -	\$ 33,810,833
Other Current Assets	235,585	-	243,997	-	479,582	2,554,794	-	3,034,376
Noncurrent Assets	-	-	-	-	-	889,160	-	889,160
Capital Assets	11,515	-	4,524,306	-	4,535,821	39,450,219	-	43,986,040
Interprogram Due from	-	-	-	-	-	2,751,095	(2,751,095)	-
Total Assets	4,591,667	24,406	7,637,900	55,224	12,309,197	72,162,307	(2,751,095)	81,720,409
Deferred Outflows of Resources								
Total Deferred	-	-	-	-	-	5,200,928	-	5,200,928
Outflows of Resources	-	-	-	-	-	5,200,928	-	5,200,928
LIABILITIES								
Current Liabilities	28,145	-	1,309,123	-	1,337,268	3,679,901	-	5,017,169
Noncurrent Liabilities	-	-	4,553,878	-	4,553,878	8,629,363	-	13,183,241
Interprogram Due To	-	-	55,529	-	55,529	2,695,566	(2,751,095)	-
Total Liabilities	28,145	-	5,918,530	-	5,946,675	15,004,830	(2,751,095)	18,200,410
Deferred Inflows of Resources								
Total Deferred	-	-	-	-	-	657,953	-	657,953
Inflows of Resources	-	-	-	-	-	657,953	-	657,953
Net Position								
Net Investment in								
Capital Assets	11,515	-	4,404,175	-	4,415,690	37,689,014	-	42,104,704
Restricted	-	-	-	-	-	4,037,460	-	4,037,460
Unrestricted	4,552,007	24,406	(2,684,805)	55,224	1,946,832	19,973,978	-	21,920,810
Total Net Position	\$ 4,563,522	\$ 24,406	\$ 1,719,370	\$ 55,224	\$ 6,362,522	\$ 61,700,452	\$ -	\$ 68,062,974

HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

**NOTE 12 CONDENSED COMBINING INFORMATION FOR BLENDED COMPONENT UNITS
(CONTINUED)**

	Washoe Affordable Housing Corporation	Transitional Housing Corporation	Railyard Flats, LLC	Sutro Management, LLC	Blended Component Unit Total	Total Primary Government	Eliminations	Total
Operating Revenues								
Grants	\$ 26,546,743	\$ -	\$ 1,725,000	\$ -	\$ 28,271,743	\$ 68,654,646	\$ (30,089,007)	\$ 66,837,382
Rental Income	-	-	-	-	-	8,332,868	-	8,332,868
Other Revenue	145,713	-	-	-	145,713	4,292,296	(3,255,440)	1,182,569
Total Operating Revenue	26,692,456	-	1,725,000	-	28,417,456	81,279,810	(33,344,447)	76,352,819
Operating Expenses								
Administrative	716,025	-	5,630	-	721,655	12,006,173	(2,059,630)	10,668,198
Utilities	3,456	-	-	-	3,456	1,202,166	-	1,205,622
Maintenance	20,312	-	-	-	20,312	3,028,745	-	3,049,057
Tenant Services	-	-	-	-	-	669,732	-	669,732
General Expenses	102,582	-	-	-	102,582	32,569,246	(31,284,817)	1,387,011
Housing Assistance Payments	27,074,817	-	-	-	27,074,817	27,510,478	-	54,585,295
Depreciation	3,025	-	-	-	3,025	3,341,156	-	3,344,181
Total Operating Expenses	27,920,217	-	5,630	-	27,925,847	80,327,696	(33,344,447)	74,909,096
Operating Income (Loss)	(1,227,761)	-	1,719,370	-	491,609	952,114	-	1,443,723
Total Nonoperating Revenues/(Expenses)	29,479	10,551	-	14,424	54,454	523,823	-	578,277
Income (Loss) Before Capital Grants	(1,198,282)	10,551	1,719,370	14,424	546,063	1,475,937	-	2,022,000
Capital Grants	-	-	-	-	-	7,285,602	-	7,285,602
Operating Transfer	1,725,000	-	-	-	1,725,000	(1,725,000)	-	-
CHANGE IN NET POSITION	526,718	10,551	1,719,370	14,424	2,271,063	7,036,539	-	9,307,602
Total Net Position - Beginning of Year	4,036,804	13,855	-	40,800	4,091,459	54,663,913	-	58,755,372
TOTAL NET POSITION - END OF YEAR	\$ 4,563,522	\$ 24,406	\$ 1,719,370	\$ 55,224	\$ 6,362,522	\$ 61,700,452	\$ -	\$ 68,062,974
Net Cash Provided (Used) by:								
Operating Activities	\$ 484,136	\$ -	\$ -	\$ -	\$ 484,136	\$ 3,487,044	\$ -	\$ 3,971,180
Capital and Related Financing Activities	-	-	2,869,597	-	2,869,597	(7,010,099)	-	(4,140,502)
Investing Activities	29,479	10,551	-	14,424	54,454	536,645	-	591,099
Net Increase / (Decrease) in Cash and Cash Equivalents	513,615	10,551	2,869,597	14,424	3,408,187	(2,986,410)	-	421,777
Cash and Cash Equivalents - Beginning of Year	3,830,952	13,855	-	40,800	3,885,607	29,503,449	-	33,389,056
Cash and Cash Equivalents - End of Year	\$ 4,344,567	\$ 24,406	\$ 2,869,597	\$ 55,224	\$ 7,293,794	\$ 26,517,039	\$ -	\$ 33,810,833

HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2024

NOTE 13 JOINT POWERS AGREEMENTS

Property and Liability Insurance

The Authority participates in a joint venture under a Joint Powers Agreement (JPA) with the Housing Authorities Risk Retention Pool (HARRP). HARRP was formed to provide property and liability insurance coverage for member housing authorities. The relationship between the Authority and HARRP is such that HARRP is not a component unit of the Authority for financial reporting purposes.

The Authority is exposed to various risks of loss during the normal course of its operations including, but not limited to, loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and injuries to employees. Settlements have not exceeded insurance coverage in each of the past three fiscal years. Additionally, there have been no significant reductions in insurance coverage from the prior fiscal year.

NOTE 14 CONTINGENT LIABILITIES

Federal Grants

The Authority has received funds from various federal, state, and local grant programs. It is possible that at some future date it may be determined that the Authority was not in compliance with applicable grant requirements. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time although the Authority does not expect such disallowed amounts, if any, to materially affect the financial statements.

REQUIRED SUPPLEMENTARY INFORMATION

Draft
Subject to Change
3/24/25

**HOUSING AUTHORITY OF THE CITY OF RENO
SCHEDULE OF THE AUTHORITY'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY
LAST TEN MEASUREMENT PERIODS**

Measurement Date Year Ended	Authority's Proportion of Net Pension Liability	Authority's Proportion Share of Net Pension Liability	Authority Covered Payroll	Authority's Proportion Share of Net Pension Liability as a Percentage of its Covered Payroll	Plan Fiduciary Net Position as a Percentage of the total Pension Liability
2014	0.048513 %	\$ 6,379,329	Unknown	Unknown	76.3 %
2015	0.049868	5,714,641	2,853,604	200	75.1
2016	0.048670	6,549,310	2,948,118	222	72.2
2017	0.048180	6,407,288	2,943,630	218	74.4
2018	0.047640	6,497,107	3,158,514	206	75.2
2019	0.047350	6,457,140	3,251,213	199	76.5
2020	0.046590	6,489,729	3,337,524	194	77.0
2021	0.049490	4,512,737	3,437,650	131	86.5
2022	0.049050	8,855,618	4,130,166	214	75.1
2023	0.062810	11,464,247	4,254,071	269	76.2

Draft
Subject to Change
3/24/25

**HOUSING AUTHORITY OF THE CITY OF RENO
SCHEDULE OF THE AUTHORITY'S PENSION CONTRIBUTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended	Contractually Required Contributions	Contributions in Relation to the Contractually Required Contribution	Contribution Deficiency (Excess)	Covered - Payroll	Contributions as a Percentage of Covered - Payroll
2015	\$ 367,402	\$ (367,402)	\$ -	\$ 2,853,604	25.8 %
2016	412,737	(412,737)	-	2,948,118	28.1
2017	398,113	(466,731)	(68,618)	2,943,630	29.4
2018	441,894	(441,894)	-	3,158,514	14.0
2019	455,857	(455,857)	-	3,251,213	14.0
2020	485,731	(485,731)	-	3,337,524	14.6
2021	517,458	(517,458)	-	3,437,650	15.1
2022	540,359	(540,359)	-	3,636,992	14.9
2023	727,094	(727,094)	-	4,888,027	14.9
2024	884,538	(884,538)	-	5,343,743	16.6

Valuation Date

June 30, 2023

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method

Individual Entry Age Normal

Amortization Method

Level Percentage of Payroll

Asset Valuation Method

Market value of assets less unrecognized returns in each of the last five years.

Inflation

2.50%

Payroll Growth

3.50%, including inflation

Salary Increase

Regular: 4.20% to 9.10%, depending on service

Rates include inflation and productivity increases

Investment Rate of Return

7.25%

**HOUSING AUTHORITY OF THE CITY OF RENO
SCHEDULE OF CHANGES IN THE AUTHORITY'S TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS***

Valuation Date	July 1, 2023	July 1, 2021	July 1, 2021	July 1, 2019	July 1, 2019	July 1, 2017	July 1, 2017
Measurement Date	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
For the Reporting Period and Fiscal Year Ending on:	June 30, 2024	June 30, 2023	June 30, 2022	June 30, 2021	June 30, 2020	June 30, 2019	June 30, 2018
Service Cost	\$ -	\$ 7,218	\$ 7,744	\$ 7,182	\$ 6,281	\$ 15,551	\$ 13,829
Interest	30,454	31,865	25,909	26,767	26,809	27,584	23,976
Changes of Benefit Terms	(124,563)	-	-	-	-	-	-
Difference Between Expected and Actual Experience	(484,933)	-	(119,934)	-	138,343	-	113,274
Changes in Assumptions	(9,762)	-	(8,544)	-	98,140	-	-
Benefit Payments	(66,006)	(66,736)	(68,888)	(62,559)	(63,505)	(48,647)	(50,739)
Net Changes in OPEB Liability	(654,810)	(27,653)	(163,713)	(28,610)	206,068	(5,512)	100,340
Total OPEB Liability - Beginning of Period	777,259	804,912	968,625	997,235	791,167	796,679	663,411
Prior Period Adjustment	-	-	-	-	-	-	32,928
Total OPEB Liability - End of Period	<u>\$ 122,449</u>	<u>\$ 777,259</u>	<u>\$ 804,912</u>	<u>\$ 968,625</u>	<u>\$ 997,235</u>	<u>\$ 791,167</u>	<u>\$ 796,679</u>
Covered Employee Payroll	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Plan NOL as % of Covered Employee Payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A

*Information prior to fiscal year 2018 was not available. The Authority will accumulate each year until ten years of data becomes available.

OTHER SUPPLEMENTARY INFORMATION

Draft
Subject to Change
3/24/25

**HOUSING AUTHORITY OF THE CITY OF RENO
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
YEAR ENDED JUNE 30, 2024**

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal Assistance Listing Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Total Federal Expenditures
<u>Department of Housing and Urban Development (HUD)</u>				
Direct Programs:				
Section 8 Project Based Cluster:				
Section 8 Housing Assistance Payments Program	14.195	N/A	\$ -	\$ 28,271,743
Total Section 8 Project-Based Cluster			-	28,271,743
Housing Voucher Cluster:				
Section 8 Housing Choice Vouchers – COVID-19 Emergency Housing Vouchers	14.871	N/A	-	1,383,636
Total Housing Voucher Cluster			-	1,383,636
Resident Opportunities Supportive Services	14.870	N/A	-	131,222
Moving to Work Demonstration (MTW) Program:				
MTW Demonstration Program for Low Rent	14.881 14.OPS	N/A	-	1,807,284
MTW Demonstration Program for Capital Fund	14.CFP	N/A	-	909,483
MTW Demonstration Program for HCV Program	14.HCV	N/A	-	33,454,143
Total MTW Program			-	36,170,910
Total U.S. Department of Housing and Urban Development			-	65,957,511
<u>Department of Treasury</u>				
Pass-through from the Nevada Housing Division:				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	Not available	-	5,381,192
Pass-through from the Washoe County HOME Consortium:				
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027	Not available	-	950,000
Total COVID-19 Coronavirus State and Local Fiscal Recovery Funds			-	6,331,192
Total Department of Treasury			-	6,331,192
<u>Federal Communications Commission</u>				
Direct Program:				
Affordability Connectivity Program	32.008	N/A	-	10,097
Total Affordability Connectivity Program			-	10,097
Total Federal Communications Commission			-	10,097
Total Expenditures of Federal Awards			\$ -	\$ 72,298,800

HOUSING AUTHORITY OF THE CITY OF RENO
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
JUNE 30, 2024

NOTE 1 BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the Housing Authority of the City of Reno (the Authority) under programs of the federal government for the year ended June 30, 2024. The information in this Schedule is presented in accordance with the requirements of 2 CFR Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Authority, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the Authority.

NOTE 2 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance for all awards. Under these principles, certain types of expenditures are not allowable or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years.

NOTE 3 INDIRECT COST RATE

The Authority has elected to not use the 10% de minimis indirect cost rate as allowed under the Uniform Guidance.

**HOUSING AUTHORITY OF THE CITY OF RENO
FINANCIAL DATA SCHEDULES
YEAR ENDED JUNE 30, 2024**

Line Item Number	Accounts Description	Project Total	MTW - Low Rent	MTW - HCV	MTW - CFP	MTW - Demonstration Program	Section 8 Housing Assistance Payments	Shelter Plus Care	Neighborhood Stabilization Program
Assets:									
Current Assets:									
Cash:									
111	Unrestricted	\$ -	\$ -	\$ -	\$ -	\$ 573,826	\$ -	\$ 14,610	\$ 4,810,560
112	Restricted - Modernization and Development	-	-	-	-	-	-	-	-
113	Other Restricted	53,268	-	-	-	3,632,058	-	-	-
114	Tenant Security Deposits	203,800	-	-	-	-	-	-	105,651
100	Total Cash	257,068	-	-	-	4,205,884	-	14,610	4,916,211
Accounts and Notes Receivable:									
121	PHA Projects	-	-	-	-	11,659	-	-	-
122	HUD Other Projects	377,067	-	-	-	21,642	-	-	-
124	Other Government	-	-	-	-	-	-	-	-
125	Miscellaneous	52,178	-	-	-	40,768	-	645	11,707
126	Tenants	72,495	-	-	-	298,546	-	-	60,916
126.1	Allowance for Doubtful Accounts - Tenants	(23,130)	-	-	-	(272,744)	-	-	-
126.2	Allowance for Doubtful Accounts - Other	-	-	-	-	-	-	-	(40,806)
127	Notes, Loans, and Mortgages Receivable - Current	-	-	-	-	-	-	-	24,000
128	Fraud Recovery	11,812	-	-	-	-	-	-	-
129	Accrued Interest Receivable	-	-	-	-	-	-	-	-
120	Total Receivables, Net of Allowances for Uncollectibles	490,422	-	-	-	99,871	-	645	55,817
131	Investments - Unrestricted	33,365	-	-	-	722,186	-	-	720,044
142	Prepaid Expenses and Other Assets	53,440	-	-	-	15,398	-	-	24,526
143	Inventories	-	-	-	-	-	-	-	-
144	Inter-Program - Due from	-	-	-	-	-	-	-	-
150	Total Current Assets	834,295	-	-	-	5,043,339	-	15,255	5,716,598
Noncurrent Assets:									
Fixed Assets:									
161	Land	2,273,745	-	-	-	-	-	-	2,901,945
162	Buildings	55,574,191	-	-	-	86,852	-	-	13,953,993
163	Furniture, Equipment, and Mach - Dwellings	1,441,070	-	-	-	105,696	-	-	48,971
164	Furniture, Equipment, and Mach - Admin	723,807	-	-	-	261,204	-	-	188,766
165	Leasehold Improvements	404,505	-	-	-	-	-	-	-
166	Accumulated Depreciation	(49,863,212)	-	-	-	(240,775)	-	-	(5,749,632)
167	Construction in Progress	197,917	-	-	-	-	-	-	-
160	Total Fixed Assets, Net of Accumulated Depreciation	10,752,023	-	-	-	212,977	-	-	11,344,043
171	Notes, Loans, and Mortgages Receivable - Noncurrent	-	-	-	-	-	-	-	88,000
174	Other Assets	-	-	-	-	-	-	-	-
180	Total Noncurrent Assets	10,752,023	-	-	-	212,977	-	-	11,432,043
190	Total Assets	11,586,318	-	-	-	5,256,316	-	15,255	17,148,641
200	Deferred Outflows of Resources	1,244,063	-	-	-	2,796,537	-	-	237,683
290	Total Deferred Outflows of Resources	12,830,381	-	-	-	8,052,853	-	15,255	17,386,324

**HOUSING AUTHORITY OF THE CITY OF RENO
FINANCIAL DATA SCHEDULES
YEAR ENDED JUNE 30, 2024**

Line Item Number	Accounts Description	Family Self Sufficiency	Coronavirus State and Local Fiscal Recovery Funds	State and Local	Housing Investment Partnerships	Dollar Home Sales	Resident Opportunity and Supportive Services	Business Activities	Blended Component Unit
Assets:									
Current Assets:									
Cash:									
111	Unrestricted	\$ -	\$ -	\$ -	\$ 664,982	\$ 31,555	\$ -	\$ 6,106,114	\$ 7,238,182
112	Restricted - Modernization and Development	-	-	-	-	-	-	-	-
113	Other Restricted	3,194	630,474	-	-	-	-	6,957	-
114	Tenant Security Deposits	-	-	-	7,830	15,146	-	128,838	-
100	Total Cash	<u>3,194</u>	<u>630,474</u>	<u>-</u>	<u>672,812</u>	<u>46,701</u>	<u>-</u>	<u>6,241,909</u>	<u>7,238,182</u>
Accounts and Notes Receivable:									
121	PHA Projects	-	-	-	-	-	-	-	-
122	HUD Other Projects	-	-	-	-	-	13,786	-	202,292
124	Other Government	-	-	-	-	-	-	519,935	248,271
125	Miscellaneous	-	920,427	-	-	-	-	-	-
126	Tenants	-	-	-	344	2,357	-	158,352	2,460
126.1	Allowance for Doubtful Accounts - Tenants	-	-	-	-	8,239	-	15,622	-
126.2	Allowance for Doubtful Accounts - Other	-	-	-	-	(6,280)	-	(4,229)	-
127	Notes, Loans, and Mortgages Receivable - Current	-	-	-	-	-	-	-	-
128	Fraud Recovery	-	-	-	-	-	-	-	-
129	Accrued Interest Receivable	-	-	-	-	-	-	61,332	-
	Total Receivables, Net of Allowances for Uncollectibles	<u>-</u>	<u>920,427</u>	<u>-</u>	<u>344</u>	<u>4,316</u>	<u>13,786</u>	<u>751,012</u>	<u>453,023</u>
131	Investments - Unrestricted	-	-	-	-	-	-	7,307,784	55,612
142	Prepaid Expenses and Other Assets	-	-	-	-	22,968	-	8,024	26,559
143	Inventories	-	-	-	-	-	-	-	-
144	Inter-Program - Due from	-	-	-	-	-	-	2,751,095	-
150	Total Current Assets	<u>3,194</u>	<u>1,550,901</u>	<u>-</u>	<u>673,156</u>	<u>73,985</u>	<u>13,786</u>	<u>17,059,824</u>	<u>7,773,376</u>
Noncurrent Assets:									
Fixed Assets:									
161	Land	-	-	-	143,190	322,400	-	3,175,863	787,159
162	Buildings	-	-	-	1,511,643	1,965,370	-	15,867,603	40,161
163	Furniture, Equipment, and Mach - Dwellings	-	-	-	-	2,515	-	137,776	-
164	Furniture, Equipment, and Mach - Admin	-	-	-	24,228	25,755	-	111,963	62,761
165	Leasehold Improvements	-	-	-	-	-	-	-	-
166	Accumulated Depreciation	-	-	-	(673,404)	(796,045)	-	(10,893,114)	(91,407)
167	Construction in Progress	-	4,340,860	-	-	-	-	529,098	3,737,147
	Total Fixed Assets, Net of Accumulated Depreciation	<u>-</u>	<u>4,340,860</u>	<u>-</u>	<u>1,005,657</u>	<u>1,519,995</u>	<u>-</u>	<u>8,929,189</u>	<u>4,535,821</u>
Notes, Loans, and Mortgages									
171	Receivable -Noncurrent	-	-	-	-	-	-	4,904,878	-
174	Other Assets	-	-	-	-	-	-	450,160	-
180	Total Noncurrent Assets	<u>-</u>	<u>4,340,860</u>	<u>-</u>	<u>1,005,657</u>	<u>1,519,995</u>	<u>-</u>	<u>14,284,227</u>	<u>4,535,821</u>
190	Total Assets	<u>3,194</u>	<u>5,891,761</u>	<u>-</u>	<u>1,678,813</u>	<u>1,593,980</u>	<u>13,786</u>	<u>31,344,051</u>	<u>12,309,197</u>
200	Deferred Outflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,641</u>	<u>4,160</u>	<u>-</u>	<u>350,543</u>	<u>-</u>
290	Total Deferred Outflows of Resources	<u>3,194</u>	<u>5,891,761</u>	<u>-</u>	<u>1,682,454</u>	<u>1,598,140</u>	<u>13,786</u>	<u>31,694,594</u>	<u>12,309,197</u>

**HOUSING AUTHORITY OF THE CITY OF RENO
FINANCIAL DATA SCHEDULES
YEAR ENDED JUNE 30, 2024**

Line Item Number	Accounts Description	COCC	Affordability Connectivity Program	Emergency Housing Vouchers	Elimination	Total Enterprise Fund	Discrete Component Unit	Total Reporting Entity
Assets:								
Current Assets:								
Cash:								
111	Unrestricted	\$ 119,812	\$ -	\$ -	\$ -	\$ 19,559,641	\$ 369,183	\$ 19,928,824
112	Restricted - Modernization and Development	-	-	-	-	-	-	-
113	Other Restricted	-	-	256,626	-	4,582,577	462,942	5,045,519
114	Tenant Security Deposits	-	-	-	-	461,265	17,700	478,965
100	Total Cash	<u>119,812</u>	<u>-</u>	<u>256,626</u>	<u>-</u>	<u>24,603,483</u>	<u>849,825</u>	<u>25,453,308</u>
Accounts and Notes Receivable:								
121	PHA Projects	-	-	-	-	11,659	-	11,659
122	HUD Other Projects	-	-	-	-	614,787	-	614,787
124	Other Government	-	-	-	-	768,206	-	768,206
125	Miscellaneous	18,272	-	32,019	-	1,239,529	-	1,239,529
126	Tenants	12,193	-	4,106	-	472,117	8,958	481,075
126.1	Allowance for Doubtful Accounts - Tenants	-	-	-	-	(300,103)	-	(300,103)
126.2	Allowance for Doubtful Accounts - Other	-	-	(2,063)	-	(49,149)	-	(49,149)
127	Notes, Loans, and Mortgages Receivable - Current	-	-	-	-	24,000	-	24,000
128	Fraud Recovery	-	-	-	-	11,812	-	11,812
129	Accrued Interest Receivable	-	-	-	-	61,332	-	61,332
	Total Receivables, Net of Allowances for Uncollectibles	<u>30,465</u>	<u>-</u>	<u>34,062</u>	<u>-</u>	<u>2,854,190</u>	<u>8,958</u>	<u>2,863,148</u>
131	Investments - Unrestricted	368,359	-	-	-	9,207,350	-	9,207,350
142	Prepaid Expenses and Other Assets	29,271	-	-	-	180,186	31,336	211,522
143	Inventories	-	-	-	-	-	-	-
144	Inter-Program - Due from	-	-	-	(2,751,095)	-	-	-
150	Total Current Assets	<u>547,907</u>	<u>-</u>	<u>290,688</u>	<u>(2,751,095)</u>	<u>36,845,209</u>	<u>890,119</u>	<u>37,735,328</u>
Noncurrent Assets:								
Fixed Assets:								
161	Land	-	-	-	-	9,604,302	1,394,064	10,998,366
162	Buildings	1,027,091	-	-	-	90,026,904	11,121,757	101,148,661
163	Furniture, Equipment, and Mach - Dwellings	10,460	-	-	-	1,746,488	229,671	1,976,159
164	Furniture, Equipment, and Mach - Admin	1,754,403	-	-	-	3,152,887	-	3,152,887
165	Leasehold Improvements	-	-	-	-	404,505	-	404,505
166	Accumulated Depreciation	(2,010,571)	-	-	-	(70,318,160)	(1,546,561)	(71,864,721)
167	Construction in Progress	564,092	-	-	-	9,369,114	-	9,369,114
	Total Fixed Assets, Net of Accumulated Depreciation	<u>1,345,475</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>43,986,040</u>	<u>11,198,931</u>	<u>55,184,971</u>
	Notes, Loans, and Mortgages Receivable - Noncurrent	-	-	-	(4,553,878)	439,000	-	439,000
174	Other Assets	-	-	-	-	450,160	103,989	554,149
180	Total Noncurrent Assets	<u>1,345,475</u>	<u>-</u>	<u>-</u>	<u>(4,553,878)</u>	<u>44,875,200</u>	<u>11,302,920</u>	<u>56,178,120</u>
190	Total Assets	<u>1,893,382</u>	<u>-</u>	<u>290,688</u>	<u>(7,304,973)</u>	<u>81,720,409</u>	<u>12,193,039</u>	<u>93,913,448</u>
200	Deferred Outflows of Resources	<u>564,301</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,200,928</u>	<u>-</u>	<u>5,200,928</u>
290	Total Deferred Outflows of Resources	<u>2,457,683</u>	<u>-</u>	<u>290,688</u>	<u>(7,304,973)</u>	<u>86,921,337</u>	<u>12,193,039</u>	<u>99,114,376</u>

**HOUSING AUTHORITY OF THE CITY OF RENO
FINANCIAL DATA SCHEDULES
YEAR ENDED JUNE 30, 2024**

Line Item Number	Accounts Description	Project Total	MTW - Low Rent	MTW - HCV	MTW - CFP	MTW - Demonstration Program	Section 8 Housing Assistance Payments	Shelter Plus Care	Neighborhood Stabilization Program
Liabilities:									
Current Liabilities:									
312	Accounts Payable <= 90 Days	\$ 173,764	\$ -	\$ -	\$ -	\$ 53,356	\$ -	\$ -	\$ 8,763
321	Accrued Wage/Payroll Taxes Payable	39,331	-	-	-	87,721	-	-	6,278
322	Accrued Compensated Absences - Current	12,559	-	-	-	34,749	-	-	921
325	Accrued Interest Payable	-	-	-	-	-	-	-	-
333	Accounts Payable - Other Government	235,931	-	-	-	-	-	-	-
341	Tenant Security Deposits	203,800	-	-	-	-	-	-	105,651
342	Unearned Revenues	26,134	-	-	-	4,952	-	-	53,488
343	Current Portion of LT Debt - Capital Projects	-	-	-	-	-	-	-	-
344	Current Portion of LT Debt- Operating	-	-	-	-	-	-	-	-
345	Other Current Liabilities	69,065	-	-	-	243,368	-	-	-
346	Accrued Liabilities - Other	60,943	-	-	-	400	-	-	-
347	Interprogram - Due to	1,791,028	-	-	-	80,070	-	-	-
310	Total Current Liabilities	2,612,555	-	-	-	504,616	-	-	175,101
Noncurrent Liabilities:									
351	Long-Term Debt, Net of Current - Capital	-	-	-	-	-	-	-	-
353	Noncurrent Liabilities - Other	2,204	-	-	-	170,496	-	-	-
354	Accrued Compensated Absences - Noncurrent	113,119	-	-	-	312,775	-	-	10,426
357	Accrued Pension and OPEB Liabilities	2,771,538	-	-	-	6,230,167	-	-	529,511
350	Total Noncurrent Liabilities	2,886,861	-	-	-	6,713,438	-	-	539,937
300	Total Liabilities	5,499,416	-	-	-	7,218,054	-	-	715,038
400	Deferred Inflows of Resources	157,384	-	-	-	353,779	-	-	30,068
	Total Deferred Inflows of Resources	157,384	-	-	-	353,779	-	-	30,068
Net Position:									
508.4	Net Investment in Capital Assets	10,752,023	-	-	-	212,977	-	-	11,344,043
511.4	Restricted Net Position	53,268	-	-	-	3,632,058	-	-	-
512.4	Unrestricted Net Position	(3,631,710)	-	-	-	(3,364,015)	-	15,255	5,297,175
513	Total Net Position	\$ 7,173,581	\$ -	\$ -	\$ -	\$ 481,020	\$ -	\$ 15,255	\$ 16,641,218

**HOUSING AUTHORITY OF THE CITY OF RENO
FINANCIAL DATA SCHEDULES
YEAR ENDED JUNE 30, 2024**

Line Item Number	Accounts Description	Coronavirus			Housing Investment Partnerships	Dollar Home Sales	Resident Opportunity and Supportive Services	Business Activities	Blended Component Unit
		Family Self Sufficiency	State and Local Fiscal Recovery Funds	State and Local					
Liabilities:									
Current Liabilities:									
312	Accounts Payable <= 90 Days	\$ -	\$ 226,677	\$ -	\$ 1,493	\$ 1,207	\$ -	\$ 369,091	\$ 1,195,618
321	Accrued Wage/Payroll Taxes Payable	-	-	-	46	92	3,922	70,464	21,519
322	Accrued Compensated Absences - Current	-	-	-	10	20	-	325	-
325	Accrued Interest Payable	-	-	-	-	-	-	11,403	-
333	Accounts Payable - Other Government	-	-	-	-	-	-	-	-
341	Tenant Security Deposits	-	-	-	7,830	15,146	-	128,838	-
342	Unearned Revenues	-	630,474	-	107	3,816	-	6,957	-
343	Current Portion of LT Debt - Capital Projects	-	-	-	-	-	-	8,514	-
344	Current Portion of LT Debt- Operating	-	-	-	-	-	-	-	-
345	Other Current Liabilities	-	-	-	-	-	-	-	-
346	Accrued Liabilities - Other	-	179,333	-	-	-	-	-	120,131
347	Interprogram - Due to	-	571,487	-	-	239,195	13,786	-	55,529
310	Total Current Liabilities	-	1,607,971	-	9,486	259,476	17,708	595,592	1,392,797
Noncurrent Liabilities:									
351	Long-Term Debt, Net of Current - Capital	-	-	-	-	-	-	466,078	4,553,878
353	Noncurrent Liabilities - Other	-	-	-	-	-	-	-	-
354	Accrued Compensated Absences - Noncurrent	-	-	-	81	162	-	2,864	-
357	Accrued Pension and OPEB Liabilities	-	-	-	8,111	9,269	-	780,943	-
350	Total Noncurrent Liabilities	-	-	-	8,192	9,431	-	1,249,885	4,553,878
300	Total Liabilities	-	1,607,971	-	17,678	268,907	17,708	1,845,477	5,946,675
400	Deferred Inflows of Resources	-	-	-	460	528	-	44,346	-
	Total Deferred Inflows of Resources	-	-	-	460	528	-	44,346	-
Net Position:									
508.4	Net Investment in Capital Assets	-	3,934,850	-	1,005,657	1,519,995	-	8,318,758	4,415,690
511.4	Restricted Net Position	3,194	348,940	-	-	-	-	-	-
512.4	Unrestricted Net Position	-	-	-	658,659	(191,290)	(3,922)	21,486,013	1,946,832
513	Total Net Position	\$ 3,194	\$ 4,283,790	\$ -	\$ 1,664,316	\$ 1,328,705	\$ (3,922)	\$ 29,804,771	\$ 6,362,522

**HOUSING AUTHORITY OF THE CITY OF RENO
FINANCIAL DATA SCHEDULES
YEAR ENDED JUNE 30, 2024**

Line Item Number	Accounts Description	COCC	Affordability Connectivity Program	Emergency Housing Vouchers	Elimination	Total Enterprise Fund	Discrete Component Unit	Total Reporting Entity
Liabilities:								
Current Liabilities:								
312	Accounts Payable <= 90 Days	\$ 48,499	\$ -	\$ 5,872	\$ -	\$ 2,084,340	\$ 56,209	\$ 2,140,549
321	Accrued Wage/Payroll Taxes Payable	12,184	-	1,873	-	243,430	-	243,430
322	Accrued Compensated Absences - Current	4,150	-	-	-	52,734	-	52,734
325	Accrued Interest Payable	-	-	-	-	11,403	320,747	332,150
333	Accounts Payable - Other Government	-	-	-	-	235,931	-	235,931
341	Tenant Security Deposits	-	-	-	-	461,265	17,700	478,965
342	Unearned Revenues	-	-	256,626	-	982,554	-	982,554
343	Current Portion of LT Debt - Capital Projects	263,758	-	-	-	272,272	11,527	283,799
344	Current Portion of LT Debt- Operating	-	-	-	-	-	-	-
345	Other Current Liabilities	-	-	-	-	312,433	-	312,433
346	Accrued Liabilities - Other	-	-	-	-	360,807	14,424	375,231
347	Interprogram - Due to	-	-	-	(2,751,095)	-	-	-
310	Total Current Liabilities	<u>328,591</u>	<u>-</u>	<u>264,371</u>	<u>(2,751,095)</u>	<u>5,017,169</u>	<u>420,607</u>	<u>5,437,776</u>
Noncurrent Liabilities:								
351	Long-Term Debt, Net of Current - Capital	481,006	-	-	(4,553,878)	947,084	3,254,209	4,201,293
353	Noncurrent Liabilities - Other	-	-	-	-	172,700	450,160	622,860
354	Accrued Compensated Absences - Noncurrent	37,334	-	-	-	476,761	-	476,761
357	Accrued Pension and OPEB Liabilities	1,257,157	-	-	-	11,586,696	-	11,586,696
350	Total Noncurrent Liabilities	<u>1,775,497</u>	<u>-</u>	<u>-</u>	<u>(4,553,878)</u>	<u>13,183,241</u>	<u>3,704,369</u>	<u>16,887,610</u>
300	Total Liabilities	2,104,088	-	264,371	(7,304,973)	18,200,410	4,124,976	22,325,386
400	Deferred Inflows of Resources	<u>71,388</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>657,953</u>	<u>-</u>	<u>657,953</u>
	Total Deferred Inflows of Resources	71,388	-	-	-	657,953	-	657,953
Net Position:								
508.4	Net Investment in Capital Assets	600,711	-	-	-	42,104,704	7,933,195	50,037,899
511.4	Restricted Net Position	-	-	-	-	4,037,460	462,942	4,500,402
512.4	Unrestricted Net Position	(318,504)	-	26,317	-	21,920,810	(328,074)	21,592,736
513	Total Net Position	<u>\$ 282,207</u>	<u>\$ -</u>	<u>\$ 26,317</u>	<u>\$ -</u>	<u>\$ 68,062,974</u>	<u>\$ 8,068,063</u>	<u>\$ 76,131,037</u>

**HOUSING AUTHORITY OF THE CITY OF RENO
FINANCIAL DATA SCHEDULES
YEAR ENDED JUNE 30, 2024**

Line Item Number	Accounts Description	Project Total	MTW - Low Rent	MTW - HCV	MTW - CFP	MTW - Demonstration Program	Section 8 Housing Assistance Payments	Shelter Plus Care	Neighborhood Stabilization Program
REVENUE									
70300	Net Tenant Rental Revenue	\$ 3,028,574	\$ -	\$ -	\$ -	\$ 2,742	\$ -	\$ -	\$ 1,288,525
70400	Tenant Revenue - Other	217,611	-	-	-	89	-	-	15,434
70500	Total Tenant Revenue	3,246,185	-	-	-	2,831	-	-	1,303,959
70600	HUD PHA Operating Grants	-	1,807,284	33,454,143	155,073	-	28,271,743	-	-
706.10	Capital Grants	-	-	-	754,410	-	-	-	-
70710	Management Fee	-	-	-	-	-	-	-	-
70730	Bookkeeping Fee	-	-	-	-	-	-	-	-
70800	Other Governmental Grants	-	-	-	-	-	-	-	-
71100	Investment Income - Unrestricted	46,941	-	-	-	(3)	-	-	132,828
71400	Fraud Recovery	9,173	-	-	-	100,879	-	-	756
71500	Other Revenue	220,322	-	-	-	272,163	-	780	6,232
71600	Gain or Loss on Sale of Capital Assets	-	-	-	-	-	-	-	-
70000	Total Revenue	3,522,621	1,807,284	33,454,143	909,483	375,870	28,271,743	780	1,443,775
EXPENSES									
Administrative:									
91100	Administrative Salaries	655,691	-	-	-	2,967,718	-	-	119,287
91200	Auditing Fees	47,997	-	-	-	11,624	-	-	-
91300	Management Fee	728,530	-	-	-	361,875	-	-	108,649
91310	Bookkeeping Fee	-	-	-	-	224,385	-	-	10,080
91400	Advertising	1,579	-	-	-	1,156	-	-	-
91500	Employee Benefit Contributions - Admin	527,551	-	-	-	1,755,823	-	-	166,190
91600	Office Expense	438,082	-	-	-	362,944	-	-	94,006
91700	Legal Expense	19,036	-	-	-	-	-	-	2,556
91800	Travel	9,865	-	-	-	12,121	-	-	-
91900	Other	171,371	-	-	-	241,044	-	-	14,807
	Total Administrative	2,599,702	-	-	-	5,938,690	-	-	515,575
92000	Asset Management Fee	-	-	-	-	-	-	-	-
Tenant Services:									
92100	Salaries	112,754	-	-	-	-	-	-	-
92300	Employee Benefit Contributions	61,900	-	-	-	-	-	-	-
92400	Other	298,343	-	-	-	45,235	-	-	-
	Total Tenant Services	472,997	-	-	-	45,235	-	-	-
Utilities:									
93100	Water	147,687	-	-	-	-	-	-	6,189
93200	Electricity	114,351	-	-	-	-	-	-	3,961
93300	Gas	87,882	-	-	-	-	-	-	5,611
93600	Sewer	415,772	-	-	-	-	-	-	44,510
93800	Other Utilities Expense	3,152	-	-	-	-	-	-	406
	Total Utilities	768,844	-	-	-	-	-	-	60,677

**HOUSING AUTHORITY OF THE CITY OF RENO
FINANCIAL DATA SCHEDULES
YEAR ENDED JUNE 30, 2024**

Line Item Number	Accounts Description	Family Self Sufficiency	Coronavirus State and Local Fiscal Recovery Funds	State and Local	Housing Investment Partnerships	Dollar Home Sales	Resident Opportunity and Supportive Services	Business Activities	Blended Component Unit
REVENUE									
70300	Net Tenant Rental Revenue		\$ -	\$ -	\$ 102,950	\$ 186,436	\$ -	\$ 3,424,705	\$ -
70400	Tenant Revenue - Other		-	-	1,488	6,779	-	57,535	-
70500	Total Tenant Revenue	-	-	-	104,438	193,215	-	3,482,240	-
70600	HUD PHA Operating Grants	-	-	-	-	-	127,300	-	-
706.10	Capital Grants	-	-	-	-	-	-	-	-
70710	Management Fee	-	-	-	-	-	-	-	-
70730	Bookkeeping Fee	-	-	-	-	-	-	-	-
70800	Other Governmental Grants	-	6,331,192	1,455,000	-	-	-	-	28,271,743
71100	Investment Income - Unrestricted	-	-	-	-	-	-	271,202	54,454
71400	Fraud Recovery	-	-	-	-	1,387	-	-	-
71500	Other Revenue	-	200,000	-	46,501	1,626	-	3,431,370	145,713
71600	Gain or Loss on Sale of Capital Assets	-	-	-	-	-	-	51,688	-
70000	Total Revenue	-	6,531,192	1,455,000	150,939	196,228	127,300	7,236,500	28,471,910
EXPENSES									
Administrative:									
91100	Administrative Salaries	-	-	49,511	770	1,539	83,720	179,610	255,428
91200	Auditing Fees	-	-	-	-	-	-	-	7,598
91300	Management Fee	-	-	-	9,701	21,342	-	197,526	-
91310	Bookkeeping Fee	-	-	-	900	1,980	-	3,780	285,600
91400	Advertising	-	-	-	-	-	-	935	-
91500	Employee Benefit Contributions - Admin	-	-	28,007	2,957	4,116	46,694	149,005	69,529
91600	Office Expense	-	-	1,807	-	48,756	-	104,305	66,708
91700	Legal Expense	-	-	-	52	176	-	8,895	1,450
91800	Travel	-	-	-	-	-	-	942	16,025
91900	Other	-	105	-	-	-	-	28,839	19,317
	Total Administrative	-	105	79,325	14,380	77,909	130,414	673,837	721,655
92000	Asset Management Fee	-	-	-	-	-	-	-	-
Tenant Services:									
92100	Salaries	-	-	-	-	-	-	-	-
92300	Employee Benefit Contributions	-	-	-	-	-	-	-	-
92400	Other	-	-	-	-	-	-	83,369	-
	Total Tenant Services	-	-	-	-	-	-	83,369	-
Utilities:									
93100	Water	-	-	-	-	2,080	-	41,954	295
93200	Electricity	-	-	-	463	2,795	-	38,762	1,888
93300	Gas	-	-	-	187	743	-	25,762	599
93600	Sewer	-	-	-	6,073	9,878	-	207,340	672
93800	Other Utilities Expense	-	-	-	1	43	-	3,690	2
	Total Utilities	-	-	-	6,724	15,539	-	317,508	3,456

**HOUSING AUTHORITY OF THE CITY OF RENO
FINANCIAL DATA SCHEDULES
YEAR ENDED JUNE 30, 2024**

Line Item Number	Accounts Description	COCC	Affordability Connectivity Program	Emergency Housing Vouchers	Elimination	Total Enterprise Fund	Discrete Component Unit	Total Reporting Entity
REVENUE								
70300	Net Tenant Rental Revenue	\$ -	\$ -	\$ -	\$ -	\$ 8,033,932	\$ 489,909	\$ 8,523,841
70400	Tenant Revenue - Other	-	-	-	-	298,936	777	299,713
70500	Total Tenant Revenue	-	-	-	-	8,332,868	490,686	8,823,554
70600	HUD PHA Operating Grants	-	-	1,482,016	-	65,297,559	-	65,297,559
706.10	Capital Grants	-	-	-	-	754,410	-	754,410
70710	Management Fee	1,356,197	-	-	(1,356,197)	-	-	-
70730	Bookkeeping Fee	535,793	-	-	(535,793)	-	-	-
70800	Other Governmental Grants	-	10,097	-	(28,197,017)	7,871,015	-	7,871,015
71100	Investment Income - Unrestricted	51,686	-	-	-	557,108	241	557,349
71400	Fraud Recovery	-	-	2,369	-	114,564	-	114,564
71500	Other Revenue	167,836	-	30,902	(3,255,440)	1,268,005	-	1,268,005
71600	Gain or Loss on Sale of Capital Assets	-	-	-	-	51,688	-	51,688
70000	Total Revenue	2,111,512	10,097	1,515,287	(33,344,447)	84,247,217	490,927	84,738,144
EXPENSES								
Administrative:								
91100	Administrative Salaries	601,333	-	67,607	-	4,982,214	21,695	5,003,909
91200	Auditing Fees	4,613	-	-	-	71,832	-	71,832
91300	Management Fee	-	-	14,508	(1,356,197)	85,934	54,453	140,387
91310	Bookkeeping Fee	-	-	9,068	(535,793)	-	-	-
91400	Advertising	1,258	-	-	-	4,928	42	4,970
91500	Employee Benefit Contributions - Admin	372,818	-	34,044	-	3,156,734	16,812	3,173,546
91600	Office Expense	289,213	-	787	(167,640)	1,238,968	-	1,238,968
91700	Legal Expense	147,628	-	-	-	179,793	12,762	192,555
91800	Travel	27,330	-	-	-	66,283	-	66,283
91900	Other	406,029	-	-	-	881,512	33,415	914,927
	Total Administrative	1,850,222	-	126,014	(2,059,630)	10,668,198	139,179	10,807,377
92000	Asset Management Fee	-	-	-	-	-	-	-
Tenant Services:								
92100	Salaries	11,012	-	-	-	123,766	-	123,766
92300	Employee Benefit Contributions	-	-	-	-	61,900	-	61,900
92400	Other	-	-	57,119	-	484,066	-	484,066
	Total Tenant Services	11,012	-	57,119	-	669,732	-	669,732
Utilities:								
93100	Water	2,079	-	-	-	200,284	3,816	204,100
93200	Electricity	26,010	-	-	-	188,230	53,429	241,659
93300	Gas	4,534	-	-	-	125,318	3,981	129,299
93600	Sewer	251	-	-	-	684,496	24,654	709,150
93800	Other Utilities Expense	-	-	-	-	7,294	-	7,294
	Total Utilities	32,874	-	-	-	1,205,622	85,880	1,291,502

**HOUSING AUTHORITY OF THE CITY OF RENO
FINANCIAL DATA SCHEDULES
YEAR ENDED JUNE 30, 2024**

Line Item Number	Accounts Description	Project Total	MTW - Low Rent	MTW - HCV	MTW - CFP	MTW - Demonstration Program	Section 8 Housing Assistance Payments	Shelter Plus Care	Neighborhood Stabilization Program
EXPENSES (Continued)									
Ordinary Maintenance and Operations:									
94100	Labor	\$ 582,421	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 138,606
94200	Materials and Other	181,933	-	-	-	159	-	-	33,481
94300	Contracts	895,801	-	-	-	8,666	-	-	80,731
94500	Employee Benefits Contribution	324,979	-	-	-	-	-	-	-
	Total Ordinary Maintenance and Operations	1,985,134	-	-	-	8,825	-	-	252,818
96110	Property Insurance	199,327	-	-	-	-	-	-	28,620
96120	Liability Insurance	15,197	-	-	-	-	-	-	2,182
96130	Worker's Compensation	13,569	-	-	-	29,878	-	-	2,609
96140	All Other Insurance	28,157	-	-	-	1,669	-	-	4,835
96100	Total Insurance Premiums	256,250	-	-	-	31,547	-	-	38,246
General Expenses:									
96200	Other General Expenses	19,558	-	-	-	3,297,042	28,271,743	-	-
96210	Compensated Absences	15,415	-	-	-	105,829	-	-	343
96300	Payment in Lieu of Taxes	240,146	-	-	-	-	-	-	537
96400	Bad Debt - Tenant Rents	34,925	-	-	-	-	-	-	39,212
96500	Bad Debt - Mortgages	-	-	-	-	-	-	-	26,000
96000	Total General Expenses	310,044	-	-	-	3,402,871	28,271,743	-	66,092
96710	Interest of Mortgage Payable	-	-	-	-	-	-	-	-
96730	Amortization of Bond Issue Costs	-	-	-	-	-	-	-	-
96700	Total Interest Expense and Amortization	-	-	-	-	-	-	-	-
96900	Total Operating Expenses	6,392,971	-	-	-	9,427,168	28,271,743	-	933,408
EXCESS OF OPERATING REVENUE OVER OPERATING EXPENSES									
97000		(2,870,350)	1,807,284	33,454,143	909,483	(9,051,298)	-	780	510,367
97300	Housing Assistance Payments	-	-	-	-	24,801,915	-	-	-
97350	HAP Portability-In	-	-	-	-	136,072	-	-	-
97400	Depreciation Expense	1,478,934	-	-	-	59,931	-	-	558,661
90000	Total Expenses	7,871,905	-	-	-	34,425,086	28,271,743	-	1,492,069
Other Financing Sources (Uses):									
10010	Operating Transfer In	662,156	-	-	-	37,036,508	-	-	11,824
10020	Operating Transfer Out	(662,156)	(1,807,284)	(33,454,143)	(909,483)	(865,598)	-	-	(1,211,952)
10093	Transfers Between Program and Project - In	2,716,767	-	-	-	-	-	-	-
10094	Transfers Between Program and Project - Out	-	-	-	-	(2,716,767)	-	-	-
10100	Total Other Financing Sources (Uses)	2,716,767	(1,807,284)	(33,454,143)	(909,483)	33,454,143	-	-	(1,200,128)
10000	EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENSES	\$ (1,632,517)	\$ -	\$ -	\$ -	\$ (595,073)	\$ -	\$ 780	\$ (1,248,422)

**HOUSING AUTHORITY OF THE CITY OF RENO
FINANCIAL DATA SCHEDULES
YEAR ENDED JUNE 30, 2024**

Line Item Number	Accounts Description	Family Self Sufficiency	Coronavirus State and Local Fiscal Recovery Funds	State and Local	Housing Investment Partnerships	Dollar Home Sales	Resident Opportunity and Supportive Services	Business Activities	Blended Component Unit
EXPENSES (Continued)									
Ordinary Maintenance and Operations:									
94100	Labor	\$ -	\$ -	\$ -	\$ 4,009	\$ 2,425	\$ -	\$ 201,148	\$ 205
94200	Materials and Other	-	413	-	1,638	2,797	-	110,730	40
94300	Contracts	-	-	-	4,671	6,151	-	341,405	20,067
94500	Employee Benefits Contribution	-	-	-	-	-	-	-	-
	Total Ordinary Maintenance and Operations	-	413	-	10,318	11,373	-	653,283	20,312
96110	Property Insurance	-	-	-	2,533	5,572	-	95,256	301
96120	Liability Insurance	-	-	-	193	425	-	7,106	-
96130	Worker's Compensation	-	-	420	65	38	808	9,525	2,904
96140	All Other Insurance	-	-	-	280	618	-	10,297	-
96100	Total Insurance Premiums	-	-	420	3,071	6,653	808	122,184	3,205
General Expenses:									
96200	Other General Expenses	-	-	-	-	-	-	1,321	99,375
96210	Compensated Absences	-	-	-	-	-	-	-	-
96300	Payment in Lieu of Taxes	-	-	-	37	186	-	380	2
96400	Bad Debt - Tenant Rents	-	-	-	-	6,361	-	13,169	-
96500	Bad Debt - Mortgages	-	-	-	-	-	-	-	-
96000	Total General Expenses	-	-	-	37	6,547	-	14,870	99,377
96710	Interest of Mortgage Payable	-	-	-	-	-	-	8,264	-
96730	Amortization of Bond Issue Costs	-	-	-	-	-	-	-	-
96700	Total Interest Expense and Amortization	-	-	-	-	-	-	8,264	-
96900	Total Operating Expenses	-	518	79,745	34,530	118,021	131,222	1,873,315	848,005
EXCESS OF OPERATING REVENUE OVER OPERATING EXPENSES									
97000		-	6,530,674	1,375,255	116,409	78,207	(3,922)	5,363,185	27,623,905
97300	Housing Assistance Payments	-	-	1,375,255	-	-	-	-	27,074,817
97350	HAP Portability-In	-	-	-	-	-	-	-	-
97400	Depreciation Expense	-	-	-	69,731	81,602	-	553,601	3,025
90000	Total Expenses	-	518	1,455,000	104,261	199,623	131,222	2,426,916	27,925,847
Other Financing Sources (Uses):									
10010	Operating Transfer In	-	125,733	-	-	-	-	4,581,430	1,725,000
10020	Operating Transfer Out	-	(2,790,039)	-	-	-	-	(3,015,459)	-
10093	Transfers Between Program and Project - In	-	-	-	-	-	-	-	-
10094	Transfers Between Program and Project - Out	-	-	-	-	-	-	-	-
10100	Total Other Financing Sources (Uses)	-	(2,664,306)	-	-	-	-	1,565,971	1,725,000
10000	EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENSES	\$ -	\$ 3,866,368	\$ -	\$ 46,678	\$ (3,395)	\$ (3,922)	\$ 6,375,555	\$ 2,271,063

**HOUSING AUTHORITY OF THE CITY OF RENO
FINANCIAL DATA SCHEDULES
YEAR ENDED JUNE 30, 2024**

Line Item Number	Accounts Description	Affordability Connectivity Program	Emergency Housing Vouchers	Elimination	Total Enterprise Fund	Discrete Component Unit	Total Reporting Entity
EXPENSES (Continued)							
Ordinary Maintenance and Operations:							
94100	Labor	\$ -	\$ -	\$ -	\$ -	\$ 24,598	\$ 953,412
94200	Materials and Other	2,776	-	-	-	5,975	339,942
94300	Contracts	103,805	-	-	-	89,013	1,550,310
94500	Employee Benefits Contribution	-	-	-	-	-	324,979
	Total Ordinary Maintenance and Operations	106,581	-	-	-	119,586	3,168,643
96110	Property Insurance	-	-	-	-	-	331,609
96120	Liability Insurance	-	-	-	-	-	25,103
96130	Worker's Compensation	4,166	-	683	-	-	64,665
96140	All Other Insurance	10,385	-	-	-	-	56,241
96100	Total Insurance Premiums	14,551	-	683	-	-	477,618
General Expenses:							
96200	Other General Expenses	2,625	-	521	(31,284,817)	29,761	437,129
96210	Compensated Absences	12,602	-	-	-	-	134,189
96300	Payment in Lieu of Taxes	-	-	-	-	-	241,288
96400	Bad Debt - Tenant Rents	4,818	-	2,063	-	-	100,548
96500	Bad Debt - Mortgages	-	-	-	-	-	26,000
96000	Total General Expenses	20,045	-	2,584	(31,284,817)	29,761	939,154
96710	Interest of Mortgage Payable	22,255	-	-	-	130,360	160,879
96730	Amortization of Bond Issue Costs	-	-	-	-	7,370	7,370
96700	Total Interest Expense and Amortization	22,255	-	-	-	137,730	168,249
96900	Total Operating Expenses	2,057,540	-	186,400	(33,344,447)	512,136	17,522,275
97000	EXCESS OF OPERATING REVENUE OVER OPERATING EXPENSES	53,972	10,097	1,328,887	-	(21,209)	67,215,869
97300	Housing Assistance Payments	-	-	1,170,442	-	-	54,422,429
97350	HAP Portability-In	-	-	26,794	-	-	162,866
97400	Depreciation Expense	538,696	-	-	-	442,412	3,786,593
90000	Total Expenses	2,596,236	-	1,383,636	(33,344,447)	954,548	75,894,163
Other Financing Sources (Uses):							
10010	Operating Transfer In	583,560	-	-	(44,726,211)	-	-
10020	Operating Transfer Out	-	(10,097)	-	44,726,211	-	-
10093	Transfers Between Program and Project - In	-	-	-	(2,716,767)	-	-
10094	Transfers Between Program and Project - Out	-	-	-	2,716,767	-	-
10100	Total Other Financing Sources (Uses)	583,560	(10,097)	-	-	-	-
10000	EXCESS (DEFICIENCY) OF REVENUE OVER (UNDER) EXPENSES	\$ 98,836	\$ -	\$ 131,651	\$ -	\$ (463,621)	\$ 8,843,981

**HOUSING AUTHORITY OF THE CITY OF RENO
FINANCIAL DATA SCHEDULES
YEAR ENDED JUNE 30, 2024**

Line Item Number	Accounts Description	Project Total	MTW - Low Rent	MTW - HCV	MTW - CFP	MTW - Demonstration Program	Section 8 Housing Assistance Payments	Shelter Plus Care	Neighborhood Stabilization Program
Memo Account Information									
11020	Required Annual Debt Principal Payments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
11030	Beginning Equity	8,825,554	-	-	-	2,111,202	-	14,475	17,918,095
11040	Prior Period Adjustments, Equity Transfers Correction	(19,456)	-	-	-	(1,035,109)	-	-	(28,455)
11170	Administrative Fee Equity	-	-	-	-	-	-	-	-
11180	Housing Assistance Payments Equity	-	-	-	-	-	-	-	-
11190	Unit Months Available	9,012	-	-	-	35,820	-	-	1,512
11210	Number of Unit Months Leased	8,226	-	-	-	30,125	-	-	1,339
11270	Excess Cash	(2,341,972)	-	-	-	-	-	-	-
11620	Building Purchases	671,377	-	-	-	-	-	-	-
11630	Furniture and Equipment - Dwelling Purchases	-	-	-	-	-	-	-	-
11640	Furniture and Equipment - Administrative Purchases	-	-	-	-	-	-	-	-
11650	Leasehold Improvements Purchases	-	-	-	-	-	-	-	-

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**HOUSING AUTHORITY OF THE CITY OF RENO
FINANCIAL DATA SCHEDULES
YEAR ENDED JUNE 30, 2024**

Line Item Number	Accounts Description	Family Self Sufficiency	Coronavirus State and Local Fiscal Recovery Funds	State and Local	Housing Investment Partnerships	Dollar Home Sales	Resident Opportunity and Supportive Services	Business Activities	Blended Component Unit
Memo Account Information									
11020	Required Annual Debt Principal Payments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
11030	Beginning Equity	3,194	417,422	-	1,619,317	1,327,984	-	23,428,353	4,091,459
11040	Prior Period Adjustments, Equity Transfers Correction	-	-	-	(1,679)	4,116	-	863	-
11170	Administrative Fee Equity	-	-	-	-	-	-	-	-
11180	Housing Assistance Payments Equity	-	-	-	-	-	-	-	-
11190	Unit Months Available	-	-	-	108	264	-	4,416	38,088
11210	Number of Unit Months Leased	-	-	-	103	225	-	4,021	36,275
11270	Excess Cash	-	-	-	-	-	-	-	-
11620	Building Purchases	-	-	-	-	-	-	-	-
11630	Furniture and Equipment - Dwelling Purchases	-	-	-	-	-	-	-	-
11640	Furniture and Equipment - Administrative Purchases	-	-	-	-	-	-	-	-
11650	Leasehold Improvements Purchases	-	-	-	-	-	-	-	-

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3/24/25

**HOUSING AUTHORITY OF THE CITY OF RENO
FINANCIAL DATA SCHEDULES
YEAR ENDED JUNE 30, 2024**

Line Item Number	Accounts Description	COCC	Affordability Connectivity Program	EHV	Elimination	Total Enterprise Fund	Discrete Component Unit	Total Reporting Entity
Memo Account Information								
11020	Required Annual Debt Principal Payments	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 102,000	\$ 102,000
11030	Beginning Equity	(896,349)	-	(105,334)	-	58,755,372	8,531,684	67,287,056
11040	Prior Period Adjustments, Equity Transfers Correction	1,079,720	-	-	-	-	-	-
11170	Administrative Fee Equity	-	-	-	-	-	-	-
11180	Housing Assistance Payments Equity	-	-	-	-	-	-	-
11190	Unit Months Available	-	-	1,644	-	90,864	528	91,392
11210	Number of Unit Months Leased	-	-	1,256	-	81,570	513	82,083
11270	Excess Cash	-	-	-	-	(2,341,972)	-	(2,341,972)
11620	Building Purchases	-	-	-	-	671,377	-	671,377
11630	Furniture and Equipment - Dwelling Purchases	-	-	-	-	-	-	-
11640	Furniture and Equipment - Administrative Purchases	-	-	-	-	-	-	-
11650	Leasehold Improvements Purchases	-	-	-	-	-	-	-

Draft
Subject to Change
3/24/25

**INDEPENDENT AUDITORS' 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**

Board of Commissioners
Housing Authority of the City of Reno
Reno, 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 the discretely presented component unit of the Housing Authority of the City of Reno (the Authority), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the Authority's basic financial statements, and have issued our report thereon dated REPORT DATE. Our report includes a reference to other auditors who audited the financial statements of the discretely presented component unit as described in our report the Authority's financial statements. The financial statements of the discretely presented component unit were not audited in accordance with *Government Auditing Standards*, and accordingly, this report does not include reporting on internal control over financial reporting or compliance and other matters associated with the discretely presented component unit or that are reported on separately by those auditors who audited the financial statements of the discretely presented component unit.

Report on Internal Control Over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of This Report

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

CliftonLarsonAllen LLP

Baltimore, Maryland
REPORT DATE

Subject to change
3/24/25

**INDEPENDENT AUDITORS' REPORT ON COMPLIANCE FOR EACH MAJOR
FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY THE UNIFORM GUIDANCE**

Board of Commissioners
Housing Authority of the City of Reno
Reno, Nevada

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the Housing Authority of the City of Reno's (the Authority) 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 the Authority's major federal programs for the year ended June 30, 2024. The Authority's major federal programs are identified in the summary of auditors' results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Authority complied, in all material respects, with the 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 (GAAS); 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 Auditors' Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Authority 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 the Authority's compliance with the compliance requirements referred to above.

Other Matter – Federal Expenditures Not included in the Compliance Audit

The Authority's basic financial statements include the operations of a discretely presented component unit which may have received federal awards which are not included in the schedule of expenditures of federal awards for the year ended June 30, 2024. Our audit, described above, did not include the operations of the discretely presented component unit because other auditors were engaged to perform audits of compliance, if applicable.

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 the Authority's federal programs.

Auditors' 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 the Authority'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 GAAS, *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 the Authority's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *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 the Authority'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 the Authority'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 the Authority'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 an instance of noncompliance, which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as item 2024-001. Our opinion on each major federal program is not modified with respect to this matter.

Government Auditing Standards requires the auditor to perform limited procedures on the Authority's response to the noncompliance findings identified in our compliance audit described in the accompanying schedule of findings and questioned costs. The Authority'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

Our consideration of internal control over compliance was for the limited purpose described in the Auditors' 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 and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, as discussed below, we did identify a deficiency in internal control over compliance that we consider to be a significant deficiency.

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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2024-001 to be a significant deficiency.

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.

Government Auditing Standards requires the auditor to perform limited procedures on the Housing Authority of the City of Reno's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The Authority'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.

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.

CliftonLarsonAllen LLP

Baltimore, Maryland
REPORT DATE

**HOUSING AUTHORITY OF THE CITY OF RENO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
JUNE 30, 2024**

Section I – Summary of Auditors’ Results

Financial Statements

1. Type of auditors’ report issued: Unmodified
2. Internal control over financial reporting:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? _____ yes x none reported
3. Noncompliance material to financial statements noted? _____ yes x no

Federal Awards

1. Internal control over major federal programs:
- Material weakness(es) identified? _____ yes x no
 - Significant deficiency(ies) identified? x yes _____ none reported
2. Type of auditors’ report issued on compliance for major federal programs: Unmodified
3. Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? x yes _____ no

Identification of Major Federal Programs

Assistance Listing Numbers

14.881
21.027

Name of Federal Program or Cluster

Moving to Work Demonstration Program
Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between Type A and Type B programs:

\$ 2,168,964

Auditee qualified as low-risk auditee?

 x yes _____ no

**HOUSING AUTHORITY OF THE CITY OF RENO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
JUNE 30, 2024**

Section II – Financial Statement Findings

Our audit did not disclose any matters required to be reported in accordance with *Government Auditing Standards*.

Section III – Federal Award Findings and Questioned Costs

2024 – 001

Federal Agency: U.S. Department of Housing and Urban Development

Federal Program Name: Moving to Work Demonstration Program

Assistance Listing Number: 14.881

Federal Award Identification Number and Year: NV001VO - 2024

Award Period: July 1, 2023 – June 30, 2024

Compliance Requirement: Eligibility

Type of Finding:

- Significant Deficiency in Internal Control over Compliance
- Other Matters

Criteria or specific requirement: Beneficiaries must be “low-income families,” as defined in Section 3(b)(2) of the 1937 Housing Act (42 USC 1437a(b)(2)) (Section 204(b) of Pub. L. No. 104-134 (42 USC 1437f (note))).

Condition: The Authority was unable to provide adequate income supporting documentation.

Questioned costs: Unable to determine.

Context: Exceptions were noted in 5 out of 40 files tested for eligibility requirements. For 2 of the 40 files tested for public housing eligibility, the tenants change in income was not updated in the HUD-50058. For 3 of 40 files tested for public housing eligibility, a portion of the tenant’s income was not supported by 3rd party documentation.

Cause: The Authority did not sufficiently monitor controls to ensure compliance with eligibility requirements.

Effect: The Authority is not in compliance with federal regulations regarding eligibility. Tenant rent may have been miscalculated due to using stale/inaccurate information in the rent calculation.

Repeat Finding: No.

Recommendation: We recommend that Reno Housing Authority reviews the controls in place to ensure that income entered into the HUD-50058 is accurate and supported through 3rd party verification.

**HOUSING AUTHORITY OF THE CITY OF RENO
SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
JUNE 30, 2024**

2024 – 001 (Continued)

Views of responsible officials: There is no disagreement with the audit finding.

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