



Understanding County Tax Revenues and Costs

Incline Village/Crystal Bay Citizens Advisory Board Meeting

• May 2, 2022





Understanding County Tax Revenues & Costs

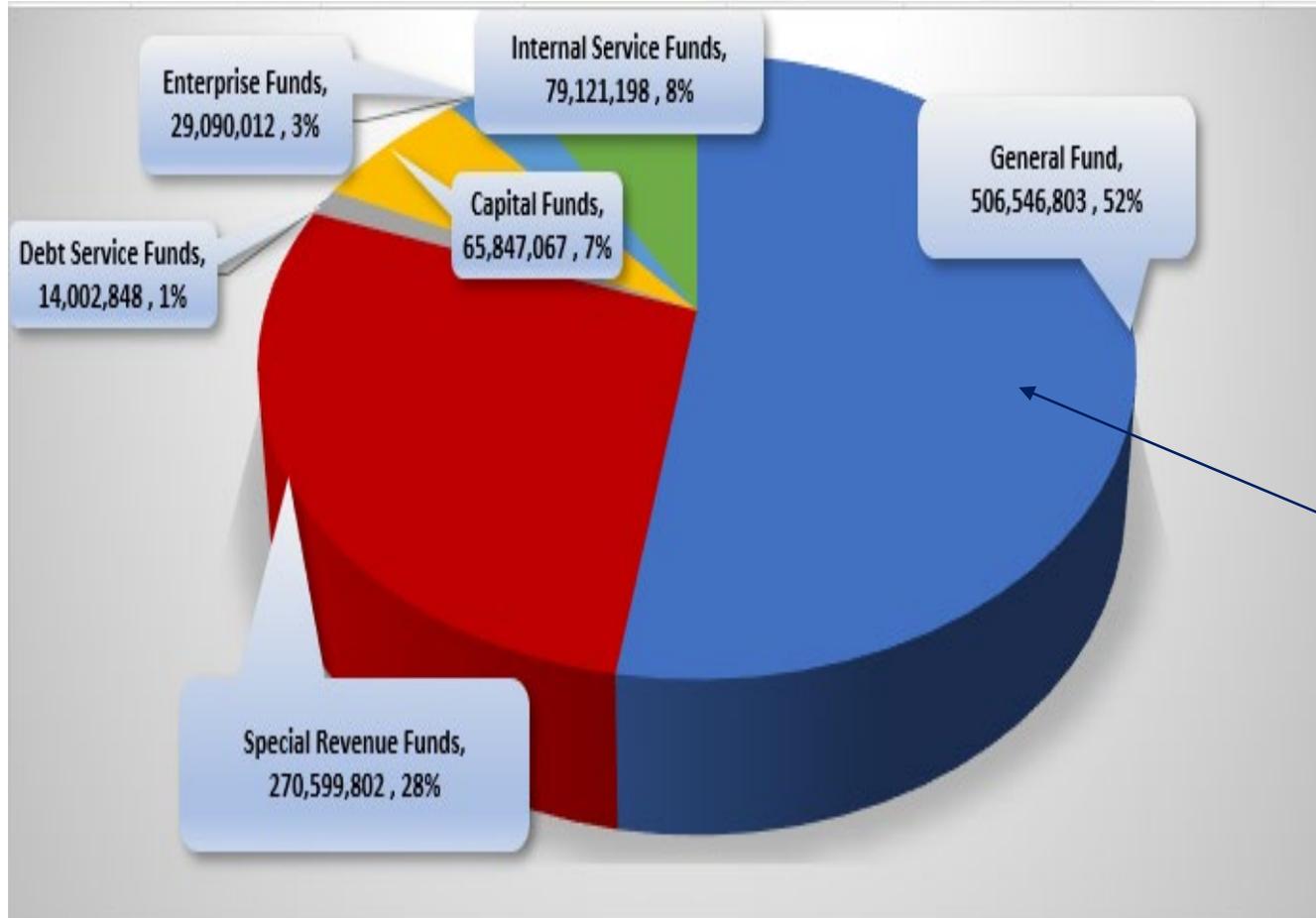
The Questions:

- How much does Incline Village/Crystal Bay cost Washoe County annually?
- How much revenue does the County receive from Incline Village/Crystal Bay annually?



Understanding County Tax Revenues & Costs

Budget by Fund Type



The County's recommended FY2023 Budget totals almost \$1 Billion.

The largest Fund is the General Fund at \$506 Million



Understanding Governmental Accounting

- The County's accounting and budgeting systems comply with federal and state accounting and financial reporting standards, including:
 - Nevada Revised Statutes
 - Nevada Administrative Code
 - Generally Accepted Accounting Principles
 - Governmental Accounting Standards
 - Washoe County Policies
- As required by these standards, governmental accounting, budgeting and financial reporting systems are structured by **Function, Fund Type and Department**, and not by geographic service area
- The County is required to have an independent financial audit annually and the County's annual budget must be submitted to and certified by the State Department of Taxation

[Annual Comprehensive Financial Report for the Fiscal Year Ended June 30, 2021 \(washoecounty.gov\)](#)

[FY22 BudgetBook \(washoecounty.gov\)](#)



Understanding Governmental Accounting

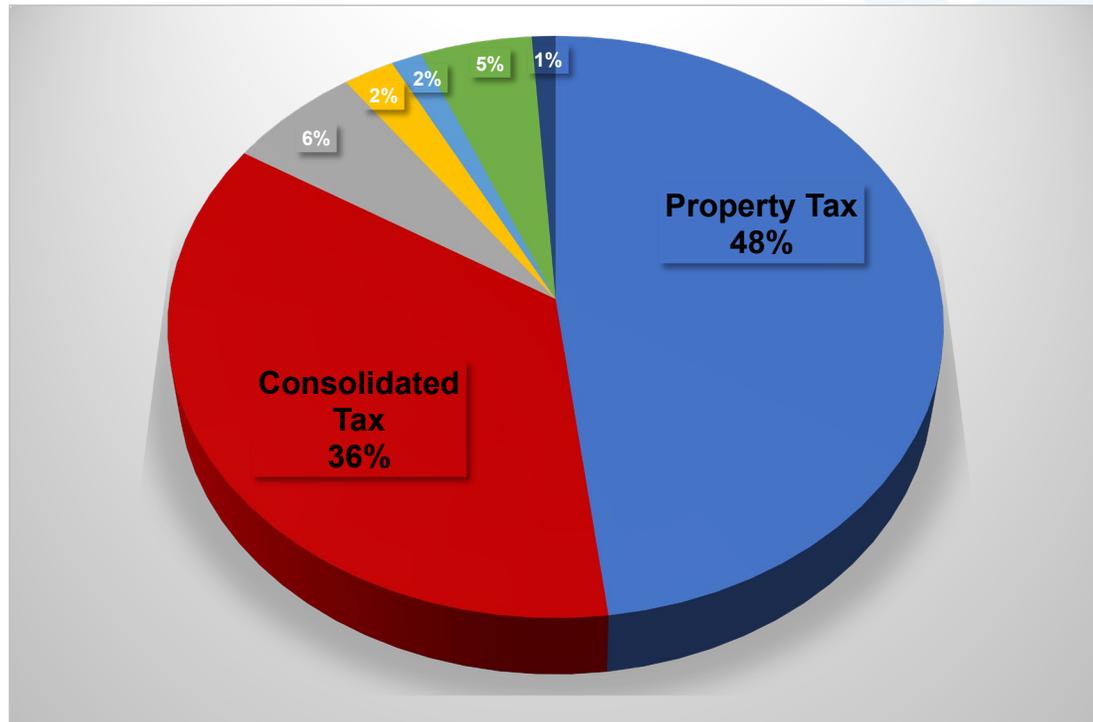
Governmental Accounting Structure:

- **Functions** – Public Safety, Judicial, General Government, Public Works, Health & Sanitation, Welfare, Culture and Recreation, Community Support, Intergovernmental, Utilities, Building & Safety, Golf, Debt Service
- **Fund Types** - Governmental Funds (General Fund, Special Revenue, Capital Projects, and Debt Service Funds) and Proprietary Funds (Enterprise and Internal Service Funds)
 - Each fund has a separate balance sheet and budget
- **Departments** – 30+ departments and 3,000 employees



Understanding County Tax Revenues

Where does General Fund Revenue Come From?



Property Taxes and Consolidated Taxes = 84% of General Fund Revenues

- **Property Taxes are billed by the County**
- Consolidated Taxes (sales & excise taxes = largest portion + government services taxes and real property transfer taxes, smaller portion) are collected by the State;
 - The State does not provide data on point of sale by location

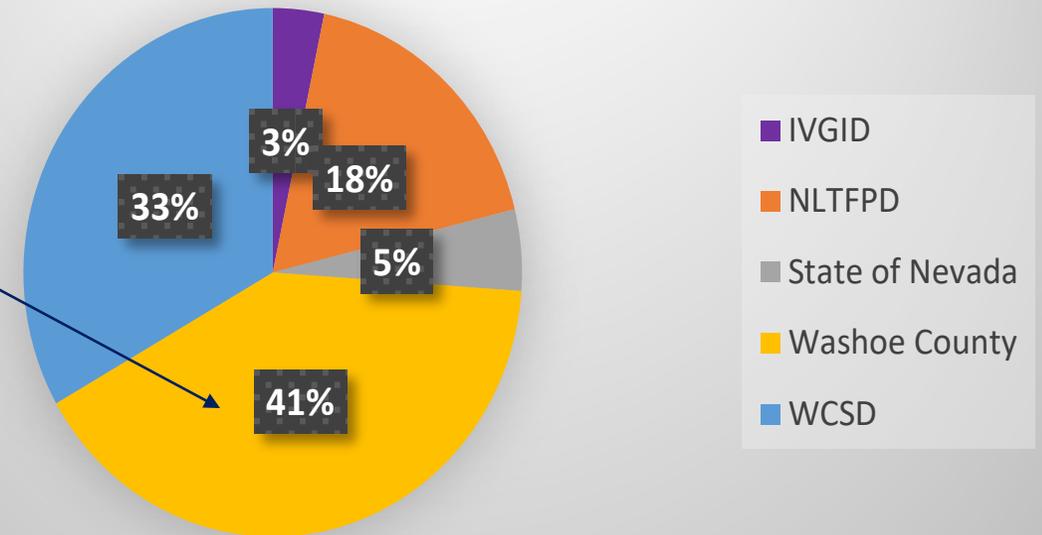


Understanding County Tax Revenues

- Total Property Taxes billed for all taxing entities in Incline Village/Crystal Bay = \$57 million
- Of that, \$23 million, or 41% comes to the County

Property Tax Billed by Entity FY 2022		
Entity	Property Tax	
IVGID	1,899,442	3%
NLTFPD	10,211,459	18%
State of Nevada	2,841,213	5%
Washoe County	23,259,512	41%
WCSD	19,027,779	33%
Total	\$ 57,239,405	100%

Incline Village Property Tax Billed by Entity FY 2022

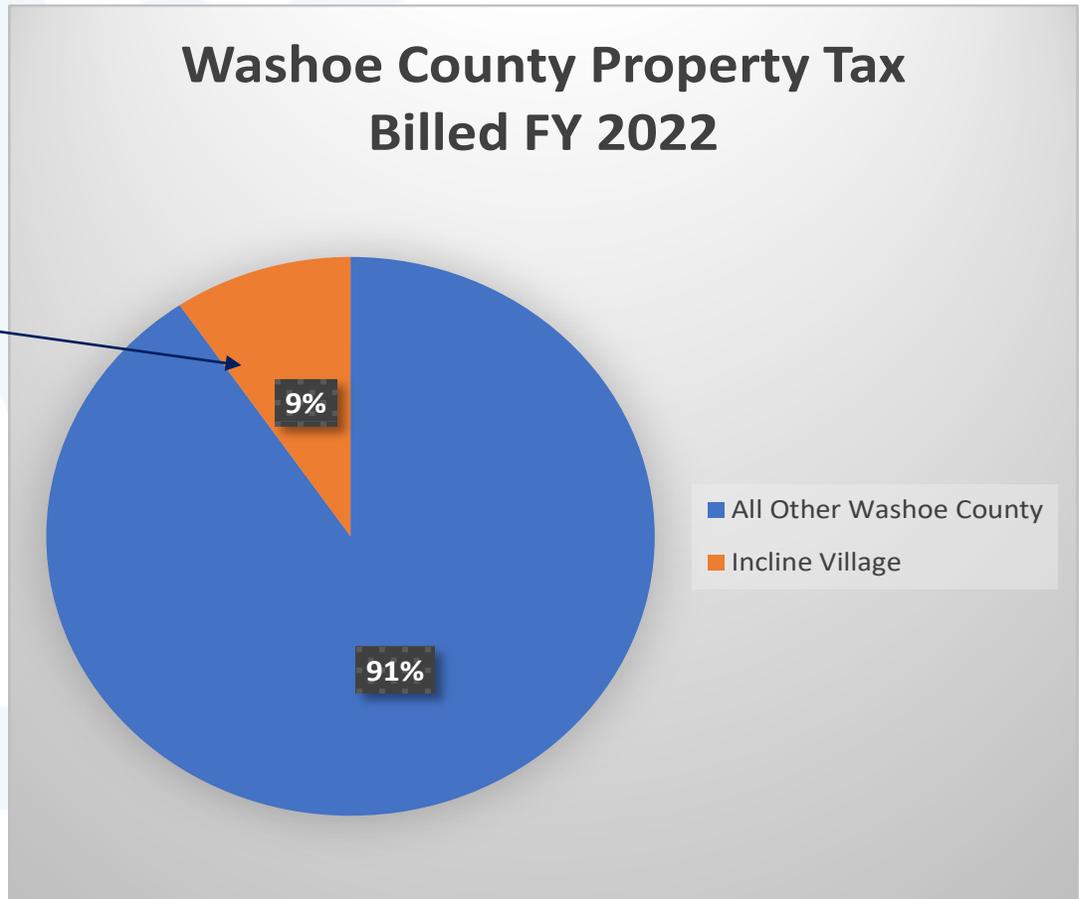




Understanding County Tax Revenues

- Excluding the other taxing entities, Washoe County billed a total of \$245 million in property taxes in 2022
- Of that total, \$23 million, or 9% represent taxes billed to Incline Village/Crystal Bay

Property Tax Billed FY 2022		
Incline Village/ Crystal Bay	All Other Washoe County	Washoe County Total
\$ 23,259,512	\$ 221,837,297	\$ 245,096,809
9%	91%	100%





Understanding County Services

Community Service

- Most services are available countywide and are budgeted by department, but not by geographic location, for example:
 - Senior Services, Child Protection, Animal Services, Libraries, Law Enforcement, Detention, Emergency Management, Health Services, Homeless Services, Parks, Road Maintenance, Snow Removal, Building and Planning, Medical Examiner, Public Guardian, Public Administrator, District Court, Public Defense
- Community services are **public goods** provided non-exclusively to all residents and visitors (tourists, construction workers, etc.) and are not separately billed transactions
- Many services are mandated by the State



County Services Mandated by the State of Nevada

Property appraisal and assessment (Assessor's Office)	Intervention, guidance/control programs for children (Juvenile Services)
Tax collection (Treasurer's Office)	Communicable disease; environmental health; birth/death certificates (Health District)
Recordation of real estate transactions & marriages (Recorder's Office)	Indigent health care, temporary housing assistance, and burials (Human Services Agency)
Creation, maintenance/preservation of accurate public records (County Clerk)	Child protection and placement (Child Protective Services Division, Human Services Agency)
Prosecution of criminals (District Attorney)	Guardianship for vulnerable persons unable to manage personal and/or financial affairs (Public Guardian)
Indigent defense in criminal matters (Public Defense)	Safeguarding the assets of deceased citizens (Public Administrator)
Adjudication of civil, criminal, probate cases & family matters (Courts)	Voter registration and elections (Registrar of Voters)



Understanding County Tax Revenues & Costs

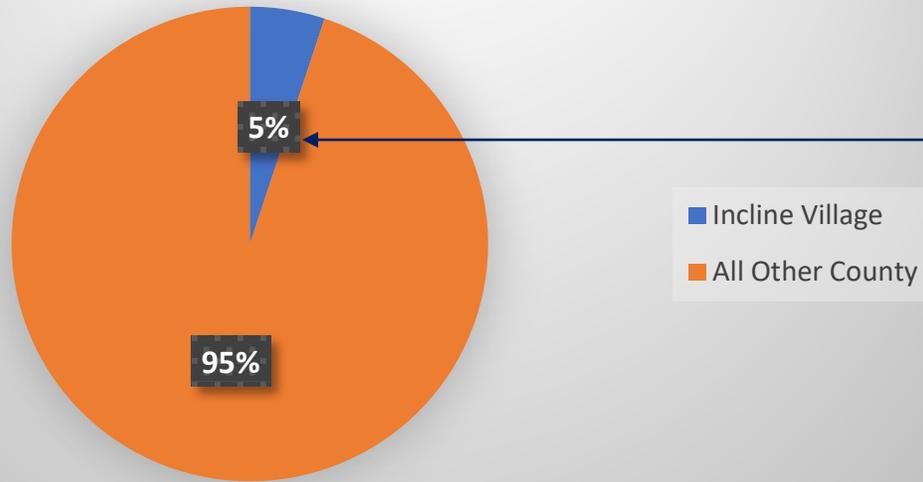
The Challenge:

How do we quantify community services provided in Incline Village/Crystal Bay when cost data is not available by geographic service area?



Understanding County Tax Revenues & Costs

Washoe County Parcels Billed Property Tax FY 2022



- Washoe County billed property taxes to a total of 184,808 parcels in 2022
- Of that total, 9,391, or 5% represent Incline Village/Crystal Bay parcels
- **Costs for community services in Incline Village/Crystal Bay can be approximated based on a cost per parcel allocation methodology**

Washoe County Parcels Billed Property Tax FY 2022

Incline Village	All Other County	Total Parcels
9,391	175,417	184,808
5.08%	95%	100%



Understanding County Tax Revenues & Costs

- Property Taxes billed to Incline Village/Crystal Bay parcels for 2022 total \$23,259,512
- Incline Village/Crystal Bay parcels = 5% of all County parcels; allocating the County's costs by applicable property tax fund based on that percentage totals \$24,395,092
- With Property Taxes and Consolidated Taxes totaling 84% of all revenue, the difference of (\$1,135,580) represents Consolidated Taxes for which no reasonable allocation method exists, as the State does not provide data by point-of-sale location.

<i>Property Tax by Fund</i>	<i>County-Only Tax Rate</i>	<i>FY 2022 Incline Village/Crystal Bay Property Tax Billed Amount</i>	<i>FY 2022 Washoe County Budgeted Expenditures Allocated at 5% of Total Parcels</i>	<i>Variance Revenue Billed vs. Allocated Expenditures-Over/ (Under)</i>
AB104 Fair Share	0.0272	454,595	-	454,595
AG Extension	0.0100	167,133	90,064	77,069
Animal Services	0.0300	501,392	316,370	185,022
Capital Facilities	0.0500	835,654	422,168	413,486
Child Protection Services	0.0400	668,520	677,442	(8,922)
Debt Service - Ad Valorem	0.0170	284,120	154,548	129,572
County General ^[1]	1.0088	16,860,087	17,189,377	(329,290)
Detention	0.0774	1,293,587	3,333,743	(2,040,156)
District Court-Family Court	0.0192	320,890	360,624	(39,733)
Indigent Tax Levy	0.0600	1,002,782	1,089,254	(86,472)
Accident Indigent	0.0150	250,696	132,968	117,728
Library Expansion	0.0200	334,261	219,464	114,797
Senior Services	0.0100	167,133	345,253	(178,120)
Youth Facility	0.0071	118,662	63,817	54,845
TOTAL	1.3917	\$ 23,259,512	\$ 24,395,092	\$ (1,135,580)

[1] County General includes a wide variety of services that are budgeted in the County's General Fund

Questions?

