

## **MEMORANDUM**

**TO:** Audit Committee

**THROUGH:** Ray Tulloch

**FROM:** Clifford F. Dobler

**SUBJECT:** Effluent Pipeline CIP charges to expense for FY 2020 and 2021

**STRATEGIC**

**PLAN REFERENCE(S):** None

**DATE:** 3-17-2022

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### **I. RECOMMENDATION**

The Audit Committee recommends that a charge off to expense of \$182,022 for costs incurred on the Effluent Pipeline during Fiscal years ending June 30, 2020 and 2021. The Audit Committee also recommends that the charge off occur in a restated ACFR for fiscal year 2021.

### **II. BACKGROUND and ANALYSIS**

The Effluent Pipeline Project (excluding the pond) has not progressed beyond preliminary stage activities which include conceptual formulation, evaluation of alternatives, determination of future needs, feasibility studies and development of financing alternatives. According to the Moss Adams report, costs incurred in the preliminary stage activities are typically expensed as they are not directly connected with creating service capacity.

On February 10, 2021, the Audit Committee submitted its report to the Board of Trustees and recommended that \$3,179,000 of costs incurred through June 30, 2019 should be expensed. The Board of Trustees accepted the report but the costs were not charged off in the fiscal year ending June 30, 2020.

In the fiscal year ending June 30, 2021, after considerable debate, \$3,110,110 was charged off as expense and reported as a prior period adjustment. An explanation of the \$69,000 difference between the AC recommendation and the charge off was never disclosed to the Audit Committee.

During fiscal years ending June 30, 2020 and 2021, additional costs of \$110,790 and \$71,233 have been recorded as Construction in Progress and not been charged off as an expense.

During the current fiscal year ending June 30, 2022, it is anticipated that approximately \$800,000 to \$1,000,000 in costs may be incurred for preliminary stage activities on the Effluent Pipeline and will require charge offs.

Exhibit A - Capital Improvement Report as of June 30, 2020

Exhibit B - Capital Improvement Report as of June 20, 2021

### III. **BID RESULTS**

*Not required*

### IV. **FINANCIAL IMPACT AND BUDGET**

Material weakness in financial reporting.

### V. **ALTERNATIVES**

NONE

### VI. **COMMENTS**

IGNOR the AC recommendation and continue inconsistency in financial reporting

### VII. **STRATEGIC PLAN REFERENCE(S)**

None

### VIII. **BUSINESS IMPACT**

Material weakness in financial reporting could lead to higher interest rates on the planned borrowing

# EXHIBIT A

Project Description	CIP #	Carry Forward 2019-20	Capital Budget 2019-20	Budget Reallocations	Carry Forward to FY 2020-21	6/30/2019 Balance	Object 8120 & 8105 Additions	Cost Transfers	Asset in Service	6/30/2020 CIP Balance
<b>General Fund</b>										
Administration Fire Panel Replacement	1099BD1803	-	-	-	-	18,000.00	9,466.90	-	27,466.90	-
Check Writer Printer Replacement - 893 Southwood Administration Building	12120E1601	6,000.00	-	-	-	-	-	-	-	-
Digital Records Management System	1099CO1802	75,000.00	-	-	-	-	-	-	-	-
District Communication Radios	1213CE1701	-	6,000.00	-	-	-	5,779.83	-	5,779.83	-
District Wide PC, Laptops, Peripheral Equipment and Desk Top Printers	1213CO1703	-	95,000.00	-	-	-	59,868.70	-	59,868.70	-
Human Resource Management and Payroll Processing Software	1315CO1801	120,000.00	180,000.00	-	300,000.00	-	-	-	-	-
IT Infrastructure	1213CO1505	-	132,800.00	-	-	-	201,356.60	-	201,356.60	-
IT Master Plan - IT Security Devices	1213CE1101	-	15,000.00	-	-	-	-	-	-	-
Microsoft Exchange Server	1213CO1802	-	28,600.00	-	-	-	-	-	-	-
Microsoft Office Licenses	1213CO1803	-	9,045.00	-	-	-	-	-	-	-
Pavement Maintenance - Administration Building	1099LI1705	-	5,000.00	-	-	-	2,952.00	-	2,952.00	-
Windows Server Operating System	1213CO1804	-	14,000.00	-	-	-	-	-	-	-
		201,000.00	485,445.00	-	300,000.00	18,000.00	279,424.03	-	297,424.03	-
						Fund 990	Fund 100		Fund 990	Fund 990
<b>Utilities</b>										
Household Hazardous Waste Building Improvements	2097BD1802	-	15,000.00	-	-	-	-	-	-	-
Adjust Utility Facilities in NDOT/Washoe County Right of Way	2097DI1401	-	60,000.00	-	-	45,182.00	37,236.23	-	60,557.42	21,860.81
2010 International Vactor Truck #638	2097HV1732	-	-	-	-	-	416,563.50	-	416,563.50	-
1996 Peterbilt Dump Truck #299	2097HV1754	-	75,000.00	-	-	-	-	-	-	-
2004 9' Western Snow Plow #542A	2097LE1723	-	9,000.00	-	-	-	-	-	-	-
2015 Sander/Spreader #710	2097LE1724	-	20,000.00	-	-	-	7,829.31	-	7,829.31	0.00
Pavement Maintenance, Utility Facilities	2097LI1401	-	45,000.00	-	-	-	26,384.36	-	26,384.36	-
2004 GMC 1-Ton Flatbed #542 Pipeline Dept.	2097LV1746	-	48,000.00	-	-	-	-	-	-	-
2008 Chevrolet Service Truck #609 Meter Truck	2097LV1747	-	36,000.00	-	-	-	31,158.98	-	31,158.98	-
Water Reservoir Safety and Security Improvements (Moved from Water)	2097DI1701	386,600.00	10,000.00	-	389,396.00	52,529.75	10,709.01	-	-	63,238.76
<b>Water</b>										
Water Pumping Station Improvements	2299DI1102	-	45,000.00	-	-	43,100.00	38,201.84	-	81,301.84	-
Replace Commercial Water Meters, Vaults and Lids	2299DI1103	-	20,000.00	-	-	618.87	10,883.21	-	11,502.08	-
Water Reservoir Coatings and Site Improvements	2299DI1204	-	85,000.00	-	-	-	71,638.39	-	71,638.39	-
Burnt Cedar Water Disinfection Plant Improvements	2299DI1401	-	50,000.00	-	-	-	22,135.00	-	-	22,135.00
Water Pump Station 2-1 Improvements	2299DI1702	791,800.00	-	-	-	45,700.00	332,085.44	-	377,785.44	-
Burnt Cedar Water Disinfection Plant Emergency Generator Fuel Tank Upgrades	2299DI1707	-	200,000.00	-	175,000.00	-	23,928.25	-	-	23,928.25
Watermain Replacement - Martis Peak Road	2299WS1704	-	50,000.00	-	-	-	58,499.12	-	-	58,499.12
Leak Study R2-1 14inch Steel	2299WS1801	-	-	-	-	78,156.08	349.80	-	-	78,505.88
Watermain Replacement - Alder Avenue	2299WS1802	-	-	-	-	37,587.80	-	-	37,587.80	-
<b>Sewer</b>										
Effluent Export Line - Phase II	2524SS1010	2,251,918.00	2,000,000.00	-	11,586,890.00	662,506.59	71,232.93	-	-	733,739.52
Building Upgrades Water Resource Recovery Facility	2599BD1105	-	10,000.00	-	-	-	-	-	-	-
Treatment Plant Fire Panel Replacement	2599BD1802	-	-	-	-	65,000.00	(13,884.00)	-	51,116.00	-
Sewer Pumping Station Improvements	2599DI1104	-	15,000.00	-	-	-	17,265.15	-	17,265.15	-
Sewer Pump Station #1 Improvements	2599DI1703	220,000.00	250,000.00	-	390,866.00	56,098.15	79,750.23	-	-	135,848.38
Wastewater Treatment Plant Improvements	2599SS1102	-	100,000.00	-	-	57,423.18	44,666.99	-	95,623.85	6,466.32
Wetlands Effluent Disposal Facility Improvements	2599SS1103	-	10,000.00	-	-	-	9,654.44	-	9,654.44	-
Replace & Reline Sewer Mains & Manholes	2599SS1203	-	10,000.00	-	-	79,058.77	18,100.36	-	97,159.13	-
WRRF Biosolids Bins	2599SS1702	-	-	-	-	61,300.00	-	-	61,300.00	-
WRRF Aeration System Improvements	2599SS1707	100,000.00	1,200,000.00	466,500.00	1,598,524.00	133,791.30	329,758.73	-	-	463,550.03
<b>UTILITIES SUBTOTALS:</b>		3,750,318.00	4,363,000.00	466,500.00	14,140,676.00	1,418,052.49	1,644,147.27	-	1,454,427.69	1,607,772.08
<b>Golf</b>										
<b>Championship Golf</b>										
Championship Course Greens, Tees and Bunkers	3141GC1202	25,000.00	-	-	-	67,322.36	20,351.66	-	87,674.02	-
Championship Course Greens and Surrounds	3141GC1802	-	15,000.00	-	-	9,468.33	11,874.76	-	21,343.09	-
Venue Signage Enhancement	3141BD1706	20,000.00	40,000.00	-	-	-	-	-	-	-
Champ. Golf Fuel Tank Epoxy Coating - Unbudgeted	3141BD2001	-	Unbudgeted	-	-	-	8,500.00	-	8,500.00	-
Championship Golf Course Bear Boxes	3141FF1903	-	7,000.00	-	-	-	6,654.70	-	6,654.70	-
Irrigation Improvements	3141GC1103	-	30,000.00	-	5,000.00	-	24,057.24	-	24,057.24	-
Maintenance Building Drainage, Washpad and Pavement improvements	3141GC1501	-	30,000.00	-	-	-	48,092.18	-	-	48,092.18
Championship Course Tees	3141GC1803	-	15,000.00	-	-	-	12,198.40	-	12,198.40	-
Pavement Maintenance of Parking Lots - Champ Course & Chateau	3141LI1201	-	17,500.00	-	-	-	12,891.00	-	12,891.00	-
Pavement Maintenance of Cart Paths - Champ Course	3141LI1202	-	60,000.00	-	-	-	57,074.00	-	57,074.00	-
2005 Carryall Club Car #564	3142LE1733	-	11,000.00	-	-	-	11,468.00	-	11,468.00	-
2005 Carryall Club Car #565	3142LE1734	-	11,000.00	-	-	-	11,468.00	-	11,468.00	-
2005 Carryall Club Car #566	3142LE1735	-	11,000.00	-	-	-	11,468.00	-	11,468.00	-
2005 Carryall Club Car #567	3142LE1736	-	11,000.00	-	-	-	11,468.00	-	11,468.00	-
Replacement of 2010 John Deere 8500 #641	3142LE1760	-	92,000.00	-	92,000.00	-	-	-	-	-
Driving Range Improvements	3143GC1202	-	31,000.00	-	-	-	17,525.19	-	17,525.19	-
Champ Grille Kitchen Equipment	3153FF1204	-	46,200.00	-	-	-	51,611.67	-	51,611.67	-

Summary of CIP Activity by Project for the Fiscal Year Ending 6/30/2020

Project Description	CIP #	Carry Forward 2019-20	Capital Budget 2019-20	Budget Reallocations	Carry Forward to FY 2020-21	6/30/2019 Balance	Object 8120 & 8105 Additions	Cost Transfers	Asset in Service	6/30/2020 CIP Balance
1997 1-Ton Dump Truck #419	3197HV1749	-	5,000.00	-	-	-	-	-	-	-
2015 John Deere 1500 Fairway Aerator #716	3197LE1732	-	27,000.00	-	-	-	27,646.86	-	27,646.86	-
2005 John Deere Pro Gator #569	3197LE1740	-	34,500.00	-	-	-	34,507.85	-	34,507.85	-
2015 Greens Roller #715	3197LE1741	-	17,000.00	-	-	-	12,600.00	-	12,600.00	-
2014 Vibratory Greens Roller #696	3197LE1742	-	17,000.00	-	-	-	12,600.00	-	12,600.00	-
2004 John Deere 4410 Tractor #548	3197LE1746	-	40,000.00	-	-	-	27,641.01	-	27,641.01	-
Maintenance Shop Crane and Equipment Lift	3197ME1710	-	30,000.00	-	21,827.00	-	8,173.00	-	-	8,173.00
Championship Golf Printer Copier Replacement 955 Fairway	3199OE1501	-	10,000.00	-	-	-	-	-	-	-
<b>Mountain Golf</b>										
ADA Access to On-course Restrooms	3241BD1402	-	-	-	-	7,687.35	-	-	7,687.35	-
Mtn. Golf Course Remodel On Course Bathrooms, #6 & #13/14	3241BD1503	-	60,000.00	-	-	141,650.17	27,357.70	-	169,007.87	-
Mountain Course Greens, Tees and Bunkers	3241GC1101	-	43,000.00	-	15,000.00	20,561.48	29,436.29	-	49,997.77	Expense
Irrigation Improvements	3241GC1404	-	39,000.00	-	18,000.00	-	20,953.23	-	20,953.23	Expense
Mountain Course Clubhouse and Maintenance Building Water Service Line Replacement	3241GC1802	-	65,000.00	(65,000.00)	-	-	-	-	-	-
Mountain Golf Course Cart Path Retaining Walls	3241LI1704	-	17,500.00	-	-	7,000.00	2,650.00	-	-	9,650.00
Mountain Golf Cart Path Replacement - Unbudgeted	3241LI1903	-	-	166,395.00	166,395.00	-	-	-	-	-
Mountain Course 58 Cart Fleet	3241LV1899	-	288,000.00	(166,395.00)	113,985.00	-	-	-	-	-
Mountain Golf Fuel Storage Facility	3241ME1804	-	200,000.00	-	-	-	-	-	-	-
2005 Carryall Club Car #568	3242LE1725	-	11,000.00	-	-	-	11,468.00	-	11,468.00	-
Pavement Maintenance of Parking Lot - Mountain Golf Course	3242LI1204	-	22,500.00	-	-	-	21,750.00	-	21,750.00	Expense
Pavement Maintenance of Cart Paths - Mountain Golf Course	3242LI1205	-	40,000.00	-	-	-	36,573.00	-	36,573.00	Expense
Mountain Course Clubhouse and Maintenance Building Replacement	3299BD1403	-	-	-	-	132,203.83	-	-	-	132,203.83
Repair Roof - Mountain Golf Club House	3299BD1702	76,400.00	25,000.00	-	-	-	114,666.14	-	122,738.14	Cost overrun
Paint Exterior of Mountain Golf Clubhouse	3299BD1705	27,800.00	41,500.00	-	-	-	19,080.00	Expense 2019	19,080.00	-
Mountain Clubhouse Fire Repairs - Unbudgeted	3299BD1902	-	1,464,000.00	65,000.00	-	150,751.45	1,309,027.23	-	1,591,982.51	(132,203.83)
		149,200.00	2,924,700.00	-	432,207.00	544,716.97	2,032,833.11	-	2,511,634.90	65,915.18
<b>Facilities</b>										
Chateau - Replace Carpet	3350BD1103	-	62,000.00	-	-	-	41,745.00	-	-	41,745.00
Replace Hallway Tile at Chateau	3350BD1804	-	65,000.00	-	-	-	-	-	-	-
Repair and Refinish Wood Walls Upstairs at Chateau	3350BD1805	-	10,000.00	-	-	-	9,275.00	-	9,275.00	-
Catering Kitchen Equipment	3350FF1204	-	18,900.00	-	-	-	24,438.84	-	-	24,438.84
Enclose Chateau Exterior Storage Area	3350FF1601	6,500.00	-	-	-	3,875.00	(3,875.00)	Where reclassified?	-	-
Replacement Sod at Aspen Grove	3351LI1807	-	18,000.00	-	-	-	-	-	-	-
		6,500.00	173,900.00	-	-	3,875.00	71,583.84	-	9,275.00	66,183.84
<b>Ski</b>										
Base Lodge Walk In Cooler and Food Prep Reconfiguration	3453BD1806	-	25,000.00	-	25,000.00	-	-	-	-	-
Replace Main Lodge/Snowflake Lodge Dinning Furniture and Fixtures	3453FF1706	-	38,000.00	-	-	-	37,270.00	-	37,270.00	-
Lakeview Ski Lift Maintenance and Improvements	3462HE1702	-	250,000.00	-	239,864.00	-	19,815.60	-	-	19,815.60
Red Fox Ski Lift Maintenance and Improvements	3462HE1712	-	30,000.00	-	-	-	-	-	-	-
Replacement of 2008 Grooming vehicle # 628	3463HE1727	-	390,000.00	-	-	-	374,500.00	-	374,500.00	-
Vehicle Shop/Snowmaking Pumphouse Roof	3464BD1302	-	-	-	-	7,320.00	-	-	7,320.00	-
Resurface Main Lodge Decks	3464BD1403	-	75,200.00	-	-	-	55,337.50	-	55,337.50	-
Replace Snowmaking Air Compressor Microprocessor Control Units	3464HE1902	-	100,000.00	-	-	-	73,120.96	-	73,120.96	-
Ski Resort Snowmobile Fleet Replacement	3464LE1601	-	15,500.00	-	-	-	14,517.98	-	14,517.98	-
2012 Yamaha ATV #683	3464LV1731	-	18,000.00	-	-	-	17,882.57	-	17,882.57	-
Diesel Exhaust Fluid Storage/Dispenser	3464ME1907	-	20,000.00	-	-	-	12,823.44	-	12,823.44	-
Fan Guns Purchase and Refurbishment	3464SI1102	-	130,000.00	-	-	-	117,814.16	-	117,814.16	-
Snowmaking Infrastructure Evaluation and Enhancement	3464SI1104	-	-	-	-	33,500.00	(33,500.00)	-	-	-
Upgrade Popular Snowmaking Power Alignment	3464SI1708	24,000.00	-	-	-	19,324.34	(19,324.34)	-	-	-
Replace Ski Rental Equipment	3468RE0002	135,000.00	200,000.00	-	335,000.00	-	-	-	-	-
Pavement Maintenance, Diamond Peak and Ski Way	3469LI1105	-	55,000.00	-	-	-	48,235.48	-	48,235.48	Expense
Ski Way and Diamond Peak Parking Lot Reconstruction	3469LI1805	-	225,000.00	-	220,000.00	43,599.90	(3,320.00)	-	-	40,279.90
Diamond Peak Way Finding Signage Evaluation and Enhancement	3469RS1709	16,550.00	-	-	-	23,450.00	-	-	-	23,450.00
Ski Area Master Plan Update and Summer Activities Assessment	3499BD1399	-	-	-	-	156,029.78	-	-	-	156,029.78
Diamond Peak Facilities Flooring Material Replacement	3499BD1710	-	43,000.00	-	-	-	39,055.18	-	39,055.18	-
Ski Fleet Fire Panel Replacement - Unbudgeted	3499BD1801	-	-	-	-	-	-	-	-	-
Snowflake Lodge Facilities Maintenance and Improvements	3499BD1803	-	-	-	-	4,533.99	-	-	4,533.99	-
Storage Building Replacement Design Evaluation (Net of Grants)	3499BD1804	40,000.00	-	-	-	-	-	-	-	-
Ski Rental Shop Doors	3499BD1904	-	13,000.00	-	-	-	9,362.00	-	9,362.00	-
HVAC Control Changeout	3499BD1905	-	21,000.00	-	-	-	-	-	-	-
Ecommerce / Middleware Software	3499CE1909	-	202,000.00	-	202,000.00	-	-	-	-	-
Skier Services Building Customer Service Counter	3499FF1607	-	12,000.00	-	-	12,985.00	800.00	-	13,785.00	-
Skier Services Administration Printer Copier Replacement 1210 Ski Way	3499OE1502	-	10,000.00	-	-	-	-	-	-	-
Ski Area Master Plan Implementation - Phase 1	3653BD1501	682,600.00	-	-	450,000.00	67,302.73	28,320.00	-	-	95,622.73
		898,150.00	1,872,700.00	-	1,471,864.00	368,045.74	792,710.53	-	825,558.26	335,198.01
<b>Parks</b>										
Aspen Grove Flatscape and Retaining Wall Enhancement and Replacement	4378BD1605	-	55,000.00	-	-	-	-	-	-	-
Rosewood Creek Foot Bridges	4378BD1705	-	8,000.00	-	-	-	-	-	-	-

Summary of CIP Activity by Project for the Fiscal Year Ending 6/30/2020

Project Description	CIP #	Carry Forward 2019-20	Capital Budget 2019-20	Budget Reallocations	Carry Forward to FY 2020-21	6/30/2019 Balance	Object 8120 & 8105			6/30/2020 CIP Balance
							Additions	Cost Transfers	Asset in Service	
Incline Park Fencing Refurbishment	4378BD1707	18,000.00	-	-	-	-	-	-	-	-
Incline Park Improvements - Unbudgeted	4378BD1801	-	-	-	-	120,267.57	-	-	-	120,267.57 expense
Village Green Restroom drainage improvements	4378BD1901	-	25,000.00	-	-	-	5,886.28	-	-	5,886.28
Incline Park Backflow Device Replacement	4378BD1702	18,800.00	32,000.00	-	-	3,817.29	42,179.59	-	45,996.88	-
2005 Shattertine Aerifier	4378LE1724	-	8,100.00	-	-	-	8,515.00	-	8,515.00	-
2008 JD Pro-Gator #623	4378LE1730	-	35,000.00	-	-	-	34,677.06	-	34,677.06	-
2013 Ball Field Groomer #681	4378LE1739	-	17,100.00	-	-	-	21,000.00	-	21,000.00	-
2013 Ball Field Mower / Toro 3500D Groundskeeper #682	4378LE1740	-	35,400.00	-	-	-	33,822.19	-	33,822.19	-
High School Public Park	4378LI0903	-	-	-	-	77,216.47	(77,216.47)	-	-	-
Pavement Maintenance, East & West End Parks	4378LI1207	-	-	-	-	-	1,100.00	-	-	1,100.00
Pavement Maintenance, Village Green Parking	4378LI1303	-	5,000.00	-	-	1,910.10	-	-	-	1,910.10
Pavement Maintenance, Preston Field	4378LI1403	-	5,000.00	-	-	1,910.10	-	-	-	1,910.10
Bocce Courts at Rec Center	4378LI1503	-	-	-	-	8,240.68	-	-	-	8,240.68
Incline Creek Restoration Project - Upstream of SR-28 (Net of Grants)	4378LI1504	178,800.00	163,200.00	-	-	-	-	-	-	-
Restoration Project - Upstream of SR28	4378LI1504B	36,000.00	-	-	-	71,120.50	346,454.22	-	417,574.72	-
Pavement Maintenance, Overflow Parking Lot	4378LI1602	-	5,000.00	-	-	1,910.10	(1,910.10)	-	-	-
Pump Track Demonstration	4378LI1604	317,852.00	-	-	-	6,066.92	(6,066.92)	-	-	0.00
Pavement Maintenance - Incline Park	4378LI1802	-	7,500.00	-	-	1,500.00	7,250.00	-	8,750.00	-
Incline Park Facility Renovations (Net of Grants)	4378LI1803	-	-	-	-	33,330.00	1,435,384.67	-	-	1,468,714.67
Bocce Courts at Recreation Center Property Design	4378LI1804	15,000.00	-	115,000.00	-	-	94,836.60	-	-	94,836.60
2003 1-Ton Service Truck #520	4378LV1736	-	43,000.00	-	-	-	-	-	-	-
		584,452.00	444,300.00	115,000.00	-	328,389.73	1,944,812.12	-	570,335.85	1,702,866.00
<b>Tennis</b>										
Tennis Center Renovation	4588BD1604	8,450.00	1,285,000.00	(115,000.00)	996,630.00	52,315.00	199,108.19	-	-	251,423.19
Pavement Maintenance, Tennis Facility	4588LI1201	-	23,500.00	-	-	3,100.00	20,710.00	-	23,810.00	-
Resurface Tennis Courts 3 thru 7	4588RS1402	-	-	-	-	34,965.00	(1,690.00)	-	33,275.00	-
Resurface Tennis Courts 1 and 2	4588RS1501	-	47,000.00	-	-	-	15,650.00	-	-	15,650.00
Tennis Facility Study	4588RS1605	-	-	-	-	40,142.24	-	-	-	40,142.24
		8,450.00	1,355,500.00	(115,000.00)	996,630.00	130,522.24	233,778.19	-	57,085.00	307,215.43
<b>Recreation Center</b>										
Rec Center Natatorium Mezzanine - <b>Unbudgeted Project from FY 15/16</b>	4884BD1501	-	-	-	-	6,929.10	(6,929.10)	-	-	-
Replace Walkway Bollard Lights	4884BD1703	54,950.00	55,000.00	-	-	5,550.00	100,503.00	-	-	106,053.00
Repair Deck Stairs and Powder Coat All Patio Deck Railings	4884FF1502	-	20,000.00	14,190.00	-	128,660.50	5,669.75	-	134,330.25	-
Recreation Center Natatorium Mezzanine Safety Enhancements	4884BD1601	-	90,000.00	-	-	-	-	-	-	-
External Surveillance Security Cameras for Recreation Center	4884CE1903	-	15,000.00	-	-	-	11,045.28	-	11,045.28	-
Pavement Maintenance, Recreation Center Area	4884LI1102	-	57,500.00	-	-	-	27,364.04	-	27,364.04	-
Pool Facility Deck/Floor Re-coat	4885BD1606	-	34,000.00	(14,190.00)	-	-	19,810.00	-	19,810.00	-
Fitness Equipment	4886LE0001	-	44,200.00	-	-	-	17,718.66	-	-	17,718.66
Paint Interior of Recreation Center	4899BD1305	-	15,500.00	-	-	-	-	-	-	-
Paver install Front Walkway at Recreation Center	4899BD1801	-	82,500.00	-	-	-	69,633.00	-	69,633.00	-
		54,950.00	413,700.00	-	-	141,139.60	244,814.63	-	262,182.57	123,771.66
<b>Community Services Administration</b>										
Parks and Recreation Master Plan Update	4999RS1603	-	-	-	-	261,501.64	(261,501.64)	-	-	-
		-	-	-	-	261,501.64	(261,501.64)	-	-	-
<b>COMMUNITY SERVICES SUBTOTALS:</b>		1,701,702.00	7,184,800.00	-	2,900,701.00	1,778,190.92	5,059,030.78	-	4,236,071.58	2,601,150.12
<b>Beaches</b>										
Burnt Cedar Food & Beverage Customer Improvements	3939BD1803	8,650.00	-	-	-	1,750.00	(1,750.00)	-	-	-
Burnt Cedar Swimming and Toddler Pool Resurface and Mechanical Improvements	3970BD2601	-	800,000.00	-	-	119,497.56	30,496.25	-	-	149,993.81
Kayak Rack Enhancements	3972LI1801	-	-	-	-	23,032.32	-	-	23,032.32	-
Incline Beach Facility Study	3973LI1302	29,400.00	-	-	-	210,631.84	5,500.00	-	-	216,131.84
Incline Beach Shade Structure - <b>Unbudgeted Project from FY 15/16</b>	3999BD1507	-	-	-	-	6,000.00	-	-	-	6,000.00
Pavement Maintenance, Ski Beach	3972BD1301	-	11,000.00	-	-	-	11,496.87	-	11,496.87	-
Beaches Flatscape and Retaining Wall Enhancement and Replacement	3972BD1501	-	55,000.00	-	-	-	16,925.00	-	16,925.00	-
Burnt Cedar Dumpster enclosure	3972BD1707	-	10,000.00	-	-	-	1,300.00	-	-	1,300.00
Beach Furnishings	3972FF1704	20,000.00	-	-	-	-	18,041.00	-	18,041.00	-
Pavement Maintenance, Burnt Cedar Beach	3972LI1202	50,000.00	6,000.00	-	-	-	-	-	-	-
		108,050.00	882,000.00	-	-	360,911.72	82,009.12	-	69,495.19	373,425.65
<b>Grand Total</b>		5,761,070.00	12,915,245.00	466,500.00	17,341,377.00	3,575,155.13	7,064,611.20	-	6,057,418.49	4,582,347.85

# EXHIBIT B

Incline Village General Improvement District		Capital Improvement Projects Report to the Board of Trustees		For the Fourth Quarter - Fiscal Year Ending June 30, 2021							
DESCRIPTION	PROJECT #	Prior Year	Current Year	FY2020/21			Future Year	Fiscal Year	Variance	Status	
		Carry Forward	Budgeted	Projects Cancelled	Adjustments	Reallocation	Reservation Fund Balance	Adjusted Budget			Expenditures As of 6/30/21
<b>General Fund:</b>											
IT Master Plan - IT Security Devices	1213CE1101		15,000					15,000	-	15,000	
District Wi-Fi Installation Update	1213CE1501		40,000					40,000	16,382	23,618	Completed
District Communication Radios	1213CE1701		6,000					6,000	5,827	173	Completed
District Wide Update to Voice Over Internet Phone System	1213CE1901		60,000					60,000	55,596	4,404	Completed
IT Infrastructure	1213CO1505		91,800			(33,700)		58,100	0	58,100	Completed
District Wide PC, Laptops, Peripheral Equipment and Desk Top Printers	1213CO1703		97,050					97,050	57,053	39,997	On-going
Microsoft Office Licenses	1213CO1803		9,300			(9,300)		-	-	-	Re-allocation
Windows Server Operating System	1213CO1804		14,000			43,000		57,000	56,547	453	Completed
Admin Roof Repairs	1099BD1501		12,000					12,000	-	12,000	Delayed
Pavement Maintenance - Administration Building	1099LI1705		5,000					5,000	700	4,300	On-going
Human Resources Management and Payroll Processing	1315CO1801		300,000					300,000	237,353	62,647	In Progress
<b>Total General Fund</b>		<b>\$ 300,000</b>	<b>\$ 350,150</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 650,150</b>	<b>\$ 429,458</b>	<b>\$ 220,692</b>	
<b>Utility Fund:</b>											
Arc Flash Study - Utilities	2097BD2001		60,000					60,000	44,839	15,161	Completed
Public Works Billing Software Replacement	2097CO2101		10,000					10,000	-	10,000	Delayed
Adjust Utility Facilities in NDOT/Washoe County Right of Way	2097DI1401		25,000					25,000	21,874	3,126	On-going
Water Reservoir Safety and Security Improvements	2097DI1701	389,396	200,000		(3,505)			585,891	518,815	67,076	In Progress
2011 Chevrolet Service Truck #647 Treatment	2097LV1749		45,000					45,000	43,036	1,964	Completed
2004 9' Western Snow Plow #542A	2097LE1723				9,000			9,000	-	-	Completed
2004 GMC 1-Ton Flatbed #542 Pipeline Dept.	2097LV1746				48,000			48,000	52,883	(4,883)	Completed
1996 Peterbilt Dump Truck #299	2097HV1754				75,000			75,000	70,608	4,392	Completed
Pavement Maintenance, Utility Facilities	2097LI1401				22,763			22,763	17,900	4,863	On-going
<b>Utility Shared Projects</b>		<b>389,396</b>	<b>340,000</b>	<b>-</b>	<b>151,258</b>	<b>-</b>	<b>-</b>	<b>880,654</b>	<b>778,955</b>	<b>101,699</b>	
Water Pumping Station Improvements	2299DI1102		70,000					70,000	46,999	23,001	In Progress
Replace Commercial Water Meters, Vaults and Lids	2299DI1103		55,000					55,000	48,818	6,182	On-going
Water Reservoir Coalings and Site Improvements	2299DI1204		85,000					85,000	85,000	-	Delayed
Burnt Cedar Water Disinfection Plant Improvements	2299DI1204		25,000					25,000	7,347	17,653	In Progress
Watermain Replacement - Martis Peak Road vicinity	2299WS1704		990,000			(353,910)		636,090	588,790	47,300	Completed
Watermain Replacement - Slott Pk Cl	2299WS1706					45,000		45,000	28,575	16,425	In Progress
Burnt Cedar Water Disinfection Plant Emergency Generator Fuel Tank Upgrades	2299DI1707		175,000			1,072		176,072	1,728	174,344	In Progress
Unallocated Capital Project Funding						308,910		308,910	-	308,910	
<b>Water</b>		<b>175,000</b>	<b>1,225,000</b>	<b>-</b>	<b>1,072</b>	<b>-</b>	<b>-</b>	<b>1,401,072</b>	<b>722,257</b>	<b>678,815</b>	
<b>Effluent Export Pipeline Project</b>											
Effluent - Pond Lining	2524SS1010	11,586,890	2,000,000				(11,586,890)	2,000,000	110,790	1,889,210	Multi-Year
Building Upgrades Water Resource Recovery Facility	2599BD1105		80,000					80,000	52,726	27,274	In Progress
Sewer Pumping Station Improvements	2599DI1104		70,000					70,000	48,263	21,737	In Progress
Sewer Pump Station #1 Improvements	2599DI1703	390,866	650,000		(616)			1,040,250	1,225	1,039,025	Delayed
Water Resource Recovery Facility Improvements	2599SS1102		125,000					125,000	102,149	22,851	In Progress
Wetlands Effluent Disposal Facility Improvements	2599SS1103		16,500					16,500	16,340	160	Completed
Replace & Re-line Sewer Mains, Manholes and Appurtenances	2599SS1203		80,000					80,000	69,270	10,730	On-going
WRRF Aeration System Improvements	2599SS1707		1,598,524		(161,783)			1,436,741	1,405,669	31,072	Completed
<b>Sewer</b>		<b>13,576,280</b>	<b>3,021,500</b>	<b>-</b>	<b>(162,399)</b>	<b>-</b>	<b>(11,586,890)</b>	<b>4,848,491</b>	<b>1,806,432</b>	<b>3,042,059</b>	
<b>Total Utility Fund</b>		<b>\$ 14,140,676</b>	<b>\$ 4,586,500</b>	<b>\$ -</b>	<b>\$ (10,069)</b>	<b>\$ -</b>	<b>\$ (11,586,890)</b>	<b>\$ 7,130,217</b>	<b>\$ 3,307,644</b>	<b>\$ 3,822,573</b>	
<b>Internal Service:</b>											
Replace 2004 Pick-up Truck 4X4 (1/2-ton) #540 Used Internal	5394LV1722		5,000					5,000	-	5,000	
<b>Total Internal Service</b>		<b>\$ -</b>	<b>\$ 5,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 5,000</b>	<b>\$ -</b>	<b>\$ 5,000</b>	
<b>Championship Golf Course:</b>											
Champ Golf Exterior Ice-maker Replacement	3141FF1804		10,500					10,500	7,556	2,944	
Championship Golf Course Bear Boxes	3141FF1903		6,000					6,000	5,845	155	Completed
Irrigation Improvements	3141GC1103	5,000	15,000		943			20,943	18,714	2,229	Completed
Maintenance Building Drainage, Washpad and Pavement	3141GC1501		700,000			(121,567)		578,433	548,258	30,175	Completed
Pavement Maintenance of Parking Lots - Champ Course & Chateau	3141LI1201		55,000					55,000	48,394	6,606	Completed
Pavement Maintenance of Cart Paths - Champ Course	3141LI1202		62,500					62,500	2,525	59,975	In Progress
Championship Golf Course Electric Cart Fleet and GPS	3141LV1898		378,000					378,000	-	378,000	Delayed
2006 Carrvill Club Car #589	3142LE1737		13,000					13,000	-	13,000	In Progress
2006 Carrvill Club Car #590	3142LE1738		13,000					13,000	-	13,000	In Progress
2006 Carrvill Club Car #591	3142LE1739		13,000					13,000	-	13,000	In Progress
2016 Bar Cart #724	3142LE1741		17,000					17,000	-	17,000	Delayed
2016 Bar Cart #725	3142LE1742		17,000					17,000	-	17,000	Delayed
Replacement of 2010 John Dere 8500 #641	3142LE1760	92,000						92,000	-	92,000	Delayed
Driving Range Nets	3143GC1201		90,000					90,000	96,000	(6,000)	Completed
2008 Planetair HD50 #616	3197LE1731		38,000					38,000	27,000	11,000	Completed
2017 TORO Procore 864 Aerator #747	3197LE1735		28,000					28,000	28,596	(596)	Completed
2017 Deep Tine Aerator #763	3197LE1752		27,000					27,000	27,102	(102)	Completed
Graden Sand Injection Verticutter	3197LE1902		18,500					18,500	16,450	2,050	Completed
2017 TORO Procore 864 Aerator #756	3197LE2004		33,500					33,500	34,453	(953)	Completed
Maintenance Shop Crane and Equipment Lift	3197ME1710		21,827					21,827	-	21,827	Completed
Unallocated Capital Project Funding						121,567		121,567	-	121,567	
<b>Total Championship Golf Course</b>		<b>\$ 118,827</b>	<b>\$ 1,535,000</b>	<b>\$ -</b>	<b>\$ 943</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,654,770</b>	<b>\$ 860,893</b>	<b>\$ 793,877</b>	
<b>Mountain Golf Course:</b>											
Mountain Course Greens, Tees and Bunkers	3241GC1101		15,000		(1,436)			21,564	19,513	2,051	Completed
Irrigation Improvements	3241GC1404		18,000		47			18,047	17,806	241	Completed
Mountain Course 58 Cart Fleet acquired by lease	3241LV1899		113,985					113,985	-	113,985	In Progress
Mountain Golf Cart Path Replacement	3241LI1903		166,395					166,395	88,946	77,450	Multi-Year
2016 Bar Cart #726	3242LE1726		20,000					20,000	-	20,000	Delayed
Pavement Maintenance of Parking Lot - Mountain Golf Course	3242LI1204		6,000					6,000	1,100	4,900	On-going
<b>Total Mountain Golf Course</b>		<b>\$ 313,380</b>	<b>\$ 34,000</b>	<b>\$ -</b>	<b>\$ (1,389)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 345,991</b>	<b>\$ 127,365</b>	<b>\$ 218,626</b>	

Incline Village General Improvement District		Capital Improvement Projects Report to the Board of Trustees		For the Fourth Quarter - Fiscal Year Ending June 30, 2021							
DESCRIPTION	PROJECT #	Prior Year	Current Year	Projects Cancelled	Adjustments	Reallocation	Future Year	FY2020/21	Fiscal Year	Variance	Status
		Carry Forward	Budgeted				Reservation Fund Balance	Adjusted Budget	Expenditures As of 6/30/21		
<b>Chateau:</b>											
Resurface Patio Deck - Chateau	3350BD1302		36,000					36,000	17,300	18,700	Completed
Replace Air Walls Chateau	3350BD1704		56,500					56,500	3,150	53,350	Completed
Retrofit Chateau Ventilation Ducts	3350ME2001		7,500					7,500	6,600	900	Completed
Catering Kitchen Equipment	3350FF1204									(3,288)	Completed
		\$ -	\$ 100,000	\$ -	\$ -	\$ -	\$ -	\$ 100,000	\$ 23,762	\$ 76,238	
<b>Diamond Peak Ski Resort:</b>											
Base Lodge Walk in Cooler and Food Prep Reconfiguration	3453BD1806	25,000	15,000					40,000	-	40,000	Delayed
Crystal Express Ski Lift Maintenance and Improvements	3462HE1502		55,000					55,000	34,793	20,207	In Progress
Lakeview Ski Lift Maintenance and Improvements	3462HE1702	239,864	25,000		(9,680)			255,184	199,720	55,464	Completed
Ridge Ski Lift Maintenance and Improvements	3462HE1903		45,000					45,000	33,450	11,550	Completed
Ski Resort Snowmobile Fleet Replacement	3464LE1601		16,000					16,000	14,452	1,549	Completed
2013 Yamaha Rhino (ATV) #674	3464LV1732		21,000					21,000	-	21,000	In Progress
Replace Ski Rental Equipment	3468RE0002	335,000	200,000					535,000	-	535,000	In Progress
Replace 2010 Shuttle Bus #635	3469HE1739		140,000					140,000	-	140,000	Delayed
Replace 2010 Shuttle Bus #636	3469HE1740		140,000					140,000	-	140,000	Delayed
Pavement Maintenance, Diamond Peak and Ski Way	3469LI1105		25,000					25,000	21,335	3,665	On-going
Ski Way and Diamond Peak Parking Lot Reconstruction	3469LI1805	220,000	300,000		8,320			528,320	19,500	508,820	Delayed
Diamond Peak Facilities Flooring Material Replacement	3499BD1710		55,000					55,000	-	55,000	Delayed
Arc Flash Study - Ski	3499BD2002		20,000					20,000	13,600	6,400	Completed
Ecommerce/Middleware Software	3499CE1909	202,000	-					202,000	100,000	102,000	Completed
Replace Staff Uniforms	3499OE1205		135,000					135,000	-	135,000	In Progress
Ski Master Plan Implementation (Entitlements)	3653BD1501		450,000				(400,000)	50,000	2,760	47,240	Delayed
	<b>Total Diamond Peak</b>	<b>\$ 1,471,864</b>	<b>\$ 1,192,000</b>	<b>\$ -</b>	<b>\$ (1,360)</b>	<b>\$ -</b>	<b>\$ (400,000)</b>	<b>\$ 2,262,504</b>	<b>\$ 439,610</b>	<b>\$ 1,822,895</b>	
<b>Parks:</b>											
Resurface and Coat Incline Park Bathroom Floors	4378BD1603		13,940					13,940	4,730	9,210	Delayed
Rosewood Creek Foot Bridges	4378BD1705		8,000					8,000	11,068	(3,068)	Completed
Preston Field Retaining Wall Replacement	4378BD1801		10,000					10,000	6,573	3,427	On-going
2008 JD Pro-Gator #624	4378LE1731		36,000					36,000	35,170	830	Completed
2015 Ball Field Groomer #706	4378LE1742		24,000					24,000	-	24,000	Cancel
Maintenance, East & West End Parks	4378LI1207		7,000					7,000	3,110	3,890	In Progress
Pavement Maintenance, Village Green Parking	4378LI1303		7,500					7,500	100	7,400	Delayed
Pavement Maintenance, Preston Field	4378LI1403		5,000					5,000	1,630	3,370	In Progress
Pavement Maintenance, Overflow Parking Lot	4378LI1602		5,000					5,000	100	4,900	Delayed
Pump Track	4378LI1604		-					-	250	(250)	
Pavement Maintenance - Incline Park	4378LI1802		3,500					3,500	1,050	2,450	Delayed
2004 Pick-up Truck 4x4 (1-Ton) #541	4378LV1737		45,000					45,000	43,623	1,377	Completed
Replace Playgrounds - Preston	4378RS1601		7,500					7,500	-	7,500	Delayed
Incline Park Facility Renovations (Net of Grants)	4378LI1803		-					-	86,005	(86,005)	Prior Year
2003 1-Ton Service Truck #520	4378LV1736		-			43,063		43,063	43,063	(0)	Prior Year
	<b>Total Parks</b>	<b>\$ -</b>	<b>\$ 172,440</b>	<b>\$ -</b>	<b>\$ 43,063</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 215,503</b>	<b>\$ 236,472</b>	<b>\$ (20,969)</b>	
<b>Tennis:</b>											
Paint All Court Fences and Light Poles, Replace Wind Screens	4588BD1602		26,000					26,000	-	26,000	Delayed
Tennis Center Renovation	4588BD1604	996,630	-					996,630	854,440	142,190	Completed
Pavement Maintenance, Tennis Facility	4588LI1201		5,000					5,000	-	5,000	Delayed
Resurface Tennis Courts 8-9-10-11	4588RS1401		17,600			(17,600)		-	-	-	
Tennis Center Pickle Ball Court Conversion	4588RS2101		-			17,600		17,600	17,600	-	Completed
	<b>Total Tennis</b>	<b>\$ 996,630</b>	<b>\$ 48,600</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,045,230</b>	<b>\$ 872,040</b>	<b>\$ 173,190</b>	
<b>Recreation Center:</b>											
Recreation Center Upstairs Lobby Restrooms Remodel	4884BD1902		170,000					170,000	45,067	124,933	In Progress
Pavement Maintenance, Recreation Center Area	4884LI1102		62,500					62,500	63,006	(506)	Completed
Fitness Equipment	4886LE0001		45,000					45,000	45,481	(481)	Completed
Rec Center Locker Room Improvements	4899FF1202		60,000					60,000	65,807	(5,807)	In Progress
Recreation Center Elevator Modernization	4899ME2001		97,500					97,500	87,681	9,819	Completed
Recreation Center Printer Copier Replacement 980 Incline Way	4899OE1607		20,000					20,000	8,870	11,130	Completed
Repair Deck Stairs and Powder Coat All Patio Deck Railings	4884FF1502		-		24,200			24,200	24,200	-	Completed
	<b>Total Recreation Center</b>	<b>\$ -</b>	<b>\$ 455,000</b>	<b>\$ -</b>	<b>\$ 24,200</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 479,200</b>	<b>\$ 340,112</b>	<b>\$ 139,088</b>	
<b>Community Services Administration:</b>											
Arc Flash Study - Community Services	4999BD2001		10,000					10,000	7,000	3,000	In Progress
Web Site Redesign and Upgrade	4999OE1399		80,000					80,000	-	80,000	Delayed
	<b>Total Community Services Administration</b>	<b>\$ -</b>	<b>\$ 90,000</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 90,000</b>	<b>\$ 7,000</b>	<b>\$ 83,000</b>	
<b>Community Services Total</b>									<b>\$2,907,255</b>		
<b>Beach:</b>											
Burnt Cedar Swimming Pool Improvements	3970BD2601		225,000		1,258,289			1,483,289	1,226,710	256,579	In Progress
Pavement Maintenance, Ski Beach	3972BD1301		6,000					6,000	1,200	4,800	On-going
Beaches Flatscape and Retaining Wall Enhancement and Replacement	3972BD1501		55,000					55,000	-	55,000	Delayed
Burnt Cedar Dumpster enclosure	3972BD1707		35,000					35,000	5,860	29,140	Delayed
Beach Furnishings	3972FF1704		7,000					7,000	6,535	465	Completed
Pavement Maintenance, Incline Beach	3972LI1201		6,500					6,500	4,700	1,800	On-going
Pavement Maintenance, Burnt Cedar Beach	3972LI1202		12,500					12,500	200	12,300	On-going
Replace Playgrounds - Beaches	3972RS1701		7,500					7,500	-	7,500	On-going
Incline Beach Facility Replacement	3973LI1302		100,000					100,000	-	100,000	Delayed
	<b>Total Beach</b>	<b>\$ -</b>	<b>\$ 454,500</b>	<b>\$ -</b>	<b>\$ 1,258,289</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,712,789</b>	<b>\$ 1,245,205</b>	<b>\$ 467,584</b>	
	<b>District-wide Total</b>	<b>\$ 17,341,377</b>	<b>\$ 9,023,190</b>	<b>\$ -</b>	<b>\$ 1,313,677</b>	<b>\$ -</b>	<b>\$ (11,986,890)</b>	<b>\$ 15,691,354</b>	<b>\$ 7,889,560</b>	<b>\$ 7,801,795</b>	