

Andy Matthews
Controller

STATE OF NEVADA

James Smack
Chief Deputy Controller



NIELSINE SHERK, CPA
*Deputy Controller,
Financial Reporting*

**OFFICE OF THE
STATE CONTROLLER**

July 18, 2025

The Honorable Joe Lombardo
Chairman, State Board of Finance
101 N. Carson Street, Suite 1
Carson City, NV 89701-4786

Dear Governor Lombardo:

Pursuant to NRS 387.013, I am pleased to provide you with the financial statements of the Permanent School Fund for the quarter ended June 30, 2024.

Sincerely,

Andy Matthews
State Controller

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Office of the Governor (1)
Governor's Office of Finance (2)
Nevada State Treasurer (1)
Nevada Tax Commission (1)
Division of State Lands (1)
Department of Conservation (1)
State Library and Archives e-file

STATE OF NEVADA

PERMANENT SCHOOL FUND

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**STATE OF NEVADA
PERMANENT SCHOOL FUND**

BALANCE SHEET
June 30, 2024 (Unaudited)

Assets	<u>6/30/24</u>
Cash and cash equivalents	\$ 77,611,167
Accrued interest	
Investments	2,033,572
Treasurer's Interest Distribution	487,998
Total accrued interest	<u>2,521,570</u>
Receivables	
Land sales	5,931,890
Fines and penalties	480,281
Purchased interest	120,737
Total receivables	<u>6,532,908</u>
Investments	
Fixed income securities	224,005,799
Equity securities	265,680,428
Total investments	<u>489,686,227</u>
Other Assets	
Due from component unit (NCIC)	17,194,791
Total Assets	<u><u>\$ 593,546,663</u></u>
Liabilities	
Due to the State Education Fund	\$ 72,880,001
Due to heirs	3,181,702
Vouchers payable	71,640
Total liabilities	<u>76,133,343</u>
Fund Balances	
Nonspendable: permanent fund principal	517,413,320
Total Liabilities and Fund Balances	<u><u>\$ 593,546,663</u></u>

**STATE OF NEVADA
PERMANENT SCHOOL FUND**

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES

For the Fiscal Year to Date as of June 30, 2024
(Unaudited)

Revenues	Quarter Ended	Fiscal Year to Date
Fines - State Penal Laws		
Justice Courts	983,100	4,000,568
District Courts	167,614	530,674
Municipal Courts	253,625	932,489
Total fines	<u>1,404,339</u>	<u>5,463,731</u>
Interest and Investment Income (loss)	46,567,196	60,589,705
Land sales	4,615,148	9,510,296
Escheated estates	(143,256)	(2,488)
Miscellaneous	250	5,555
Total revenues	<u>52,443,677</u>	<u>75,566,799</u>
Other Financing Sources (Uses)		
Transfer to State Education Fund	(65,145,931)	(65,145,931)
Net change in fund balances	(12,702,255)	10,420,867
Fund balances, beginning of period	530,115,575	506,992,453
Fund balances, end of period	<u>\$ 517,413,320</u>	<u>\$ 517,413,320</u>

The notes to the financial statements and schedules are an integral part of this statement.

**STATE OF NEVADA
PERMANENT SCHOOL FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE QUARTER ENDED June 30, 2024**

Note 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting:

Transactions are recorded on the modified accrual basis of accounting in accordance with generally accepted accounting principles.

Financial Statement Presentation:

The Permanent School Fund is classified as a permanent fund in accordance with Governmental Accounting Standards Board Statement No. 34. This designation ensures that the corpus of the Fund will be preserved. All earnings on the Fund's assets are transferred to the State Education Fund that apportions it among the several school districts and charter schools of the state, in accordance with State Statutes.

Cash and Cash Equivalents:

Cash and Cash Equivalents consist of cash with treasurer and investments that mature within three months of acquisition and are readily convertible to known amounts of cash.

Treasurer's Interest Accrual:

Accrued earnings from the investment pool are transferred quarterly to the Permanent School Fund based on its pro rata share of average daily cash balances. For the quarter ended June 30, 2024, the Permanent School Fund's average balance in the State Treasurer's investment pool was \$55,256,478 and funds held by the State Treasurer earned interest at an effective rate of 3.51 percent.

Investments:

Investments are stated at fair value, which approximates market value. Fair value is the amount at which an investment could be exchanged in a current transaction between willing parties, other than in a forced or liquidation sale.

Fund Balance:

Non-spendable fund balance cannot be spent, and represents the permanent fund principal which must remain in the fund in perpetuity under the State Constitution.

Revenues:

Article 11, Section 3 of the Constitution of the State of Nevada provides that all estates that escheat to the state; proceeds from the sale of lands given or bequeathed under this section; and fines collected under the penal laws of the state shall be pledged for educational purposes only, and shall not be transferred to any other funds for other uses. The 1956 special session of the Legislature enacted Chapter 32, which provided for the creation of

the State Permanent School Fund to account for the money accruing to the State of Nevada under Article 11, Section 3 of the State Constitution.

The following illustrates some of the potential revenue sources of the Permanent School Fund:

- Surplus on sale of unclaimed freight after charges of common carriers and warehousemen (NRS 108.430)
- Surplus on sale of property after charges of bailees for hire (NRS 108.460)
- Escheated estates (NRS 154.115)
- Fees of the State Land Registrar (NRS 321.065)
- All moneys accruing to the State of Nevada from sale of lands heretofore given or bequeathed, or that may hereafter be given or bequeathed, for public school purposes (Art. 11, Sec. 3)
- All fines collected under the penal laws of the state (Art. 11, Sec. 3)
- Fines imposed by courts martial (NRS 412.086)
- Fines resulting from suits on excavations (NRS 455.050)
- All fines and penalties for violations of the criminal provisions of the Unemployment Compensation Act (NRS 612.585)
- Penalties imposed on banks for failure to make certain reports (NRS 665.115)

**STATE OF NEVADA
PERMANENT SCHOOL FUND
NOTES TO THE FINANCIAL STATEMENTS
FOR THE QUARTER ENDED June 30, 2024**

Note 2 – Commitments and Contingencies:

The 1997 legislature added Nevada Revised Statutes 387.513 through 387.528. These statutes allow school districts to enter into guarantee agreements with the State Treasurer whereby the money in the Permanent School Fund is used to guarantee the debt service payments on certain bonds issued by the school districts. SB 68 of the 81st Legislative Session (2021) increased the maximum amount of the guarantee for bonds of each school district outstanding at any one time to \$60 million.

Bond guarantees at June 30, 2024 were:

School District	Original Amount	Balance
Carson City	\$9,560,000	\$7,940,000
Churchill	29,315,000	20,340,000
Douglas	9,000,000	5,755,000
Lincoln	5,759,300	2,190,100
Lyon	51,960,000	40,925,000
Nye	56,005,000	42,250,000
Washoe	40,000,000	7,370,000
White Pine	7,000,000	4,760,000
Total	<u>\$208,599,300</u>	<u>\$131,530,100</u>

**STATE OF NEVADA
PERMANENT SCHOOL FUND**

SCHEDULE OF CASH AND INVESTMENTS

Investments	Interest Rate %	maturity Date	Face Amount	Amortized Cost*	Fair Value
Cash and Cash Equivalents					
Pooled Cash with State Treasurer	3.65	n/a	-	\$ 54,425,587	\$ 54,425,587
Federated Short Term Investment	0.01	n/a	-	23,222,701	23,222,701
Cash Equivalent	0.00	n/a	-	(37,121)	(37,121)
Total Cash and Cash Equivalents	0.00	n/a	\$ -	\$ 77,611,167	\$ 77,611,167
Fixed Income Securities					
FARMER MAC	5.210	5/2/2025	2,500,000.00	2,500,000.00	2,499,325.00
Federal Farm Credit Bank	0.506	3/3/2020	10,000,000.00	9,994,969.21	9,685,700.00
Federal Farm Credit Bank	4.314	11/20/2024	5,000,000.00	4,998,463.44	4,974,250.00
Federal Home Loan Bank	0.450	9/4/2025	4,380,000.00	4,376,173.35	4,156,488.60
Federal Home Loan Bank	5.284	9/10/2032	3,750,000.00	3,650,682.42	3,841,987.50
Federal Home Loan Bank	5.011	1/2/2029	7,500,000.00	7,496,610.38	7,513,425.00
Federal Home Loan Mtg Corp	0.450	9/23/2025	10,000,000.00	9,990,860.12	9,451,200.00
Federal National Mtg Assn	0.420	08/25/2025	10,000,000.00	9,999,158.28	9,481,000.00
US Treasury Notes	0.800	02/28/2026	10,000,000.00	9,951,210.04	9,312,100.00
US Treasury Notes	0.811	03/31/2026	10,000,000.00	9,989,633.22	9,326,200.00
US Treasury Notes	0.900	04/30/2026	5,000,000.00	4,986,622.30	4,650,200.00
US Treasury Notes	0.870	05/15/2026	5,000,000.00	5,068,933.54	4,720,700.00
US Treasury Notes	0.825	05/31/2026	5,000,000.00	5,121,626.41	4,761,550.00
US Treasury Notes	0.847	07/31/2026	5,000,000.00	5,104,456.00	4,721,700.00
US Treasury Notes	0.833	06/30/2026	5,000,000.00	5,101,633.17	4,732,050.00
US Treasury Notes	0.887	08/31/2026	10,000,000.00	10,102,940.35	9,323,400.00
US Treasury Notes	0.586	5/31/2025	5,000,000.00	4,984,831.45	4,781,600.00
US Treasury Notes	0.375	7/15/2024	10,000,000.00	9,999,999.99	9,980,900.00
US Treasury Notes	5.161	8/31/2025	10,000,000.00	9,982,162.36	9,992,200.00
US Treasury Notes	4.794	12/31/2025	2,500,000.00	2,480,539.77	2,477,225.83
US Treasury Notes	4.859	12/31/2025	2,500,000.00	2,478,238.10	2,474,924.17
US Treasury Notes	4.937	3/31/2026	5,000,000.00	4,963,951.66	4,974,050.00
US Treasury Bill	5.469	7/25/2024	25,000,000.00	24,912,500.00	24,913,000.00
US Treasury Bill	5.407	7/16/2024	5,000,000.00	4,989,087.50	4,989,050.00
Federal Farm Credit Bank	6.490	10/24/2033	5,000,000.00	5,000,000.00	5,004,050.00
Federal Farm Credit Bank	5.850	1/24/2033	5,000,000.00	5,000,000.00	5,000,000.00
Federal Farm Credit Bank	5.857	1/24/1933	10,000,000.00	9,995,241.79	9,958,150.00
Federal Home Loan Bank	5.150	8/13/2027	2,415,000.00	2,413,326.22	2,402,707.65
Federal Home Loan Bank	6.000	1/26/2034	3,000,000.00	3,000,000.00	2,988,960.00
Federal Home Loan Bank	6.000	3/27/2034	2,500,000.00	2,500,000.00	2,492,100.00
Federal Home Loan Bank	5.503	10/23/2025	3,475,000.00	3,472,681.34	3,474,305.00
Federal Home Loan Mtg Corp	5.053	01/17/2025	5,000,000.00	4,998,632.03	4,993,000.00
Federal Home Loan Mtg Corp	5.050	1/26/2028	5,000,000.00	5,000,000.00	4,976,900.00
Federal Home Loan Mtg Corp	5.050	08/01/2024	5,000,000.00	5,000,000.00	4,997,400.00
Federal Home Loan Mtg Corp	5.000	02/24/2028	5,000,000.00	5,000,000.00	4,988,600.00
Federal Home Loan Mtg Corp	5.750	1/30/2031	5,000,000.00	5,000,000.00	4,995,400.00
Total Fixed Income Securities			\$ 229,520,000	\$ 229,605,164	\$ 224,005,799
Equity Securities					
Vanguard Inst Index Fund Inst Plus				\$ 103,113,066	\$ 207,698,095
Vanguard S&P Mid-Cap 400 Index Ist				22,951,467	37,926,425
Vanguard S&P Small-Cap 600 Index Ist				13,204,467	20,055,908
Total Equity Securities				\$ 139,269,000	\$ 265,680,428
Private Equity Investments (Due from Component Unit)					
Nevada Capital Investment Corporation				\$ 17,194,791	

* Values do not include purchased interest

**STATE OF NEVADA
PERMANENT SCHOOL FUND**

SCHEDULE OF JUSTICE COURT FINES BY COUNTY

For the Fiscal Year to Date as of June 30, 2024

County	Quarter Ended	Fiscal Year to Date
Carson City	\$ 50,032	\$ 188,399
Churchill	4,633	19,695
Clark	525,128	2,233,026
Douglas	35,058	100,519
Elko	22,019	89,127
Esmeralda	-	658
Eureka	6,310	28,150
Humboldt	5,670	20,515
Lander	1,950	9,160
Lincoln	3,590	17,418
Lyon	27,298	84,169
Mineral	-	208
Nye	47,164	192,066
Pershing	250	500
Washoe	245,183	984,806
White Pine	8,815	32,152
Total	<u>\$ 983,100</u>	<u>\$ 4,000,568</u>

**STATE OF NEVADA
PERMANENT SCHOOL FUND**

SCHEDULE OF DISTRICT COURT FINES BY COUNTY
For the Fiscal Year to Date as of June 30, 2024

County	Quarter Ended	Fiscal Year to Date
Carson City	\$ 7,530	\$ 28,436
Churchill	7,749	16,695
Clark	81,348	204,855
Douglas	10,383	28,053
Elko	3,374	6,102
Humboldt	813	7,275
Lander	225	1,005
Lincoln	800	1,000
Lyon	895	6,922
Mineral	-	182
Nye	3,306	13,724
Pershing	1,150	3,512
Washoe	46,857	198,957
White Pine	3,184	13,956
Total	\$ 167,614	\$ 530,674