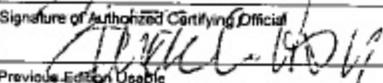


FINANCIAL STATUS REPORT
(Long Form)

(Follow instructions on the back)

| | | | | | |
|---|--|--|--|--|--|
| 1. Federal Agency and Organizational Element to Which Report is Submitted Elections Assistance Commission | | 2. Federal Grant or Other Identifying Number Assigned By Federal Agency HAVA - Title I | | OMB Approval No. 0348-0039 | Page of 1 of 1 pages |
| 3. Recipient Organization (Name and complete address, including ZIP code) Nevada Secretary of State 101 N. Carson St #3 Carson City, NV 89701 | | | | | |
| 4. Employer Identification Number [REDACTED] | | 5. Recipient Account Number or Identifying Number CFDA 93.617 | | 6. Final Report <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No | |
| 7. Basis <input checked="" type="checkbox"/> Cash <input type="checkbox"/> Accrual | | | | | |
| 8. Funding/Grant Period (See instructions) From: (Month, Day, Year) 10/29/2002 | | To: (Month, Day, Year) 12/31/2006 | | 9. Period Covered by this Report From: (Month, Day, Year) 1/1/2004 | |
| | | | | To: (Month, Day, Year) 12/31/2004 | |
| 10. Transactions: | | | | | |
| | | | | I | II |
| | | | | Previously Reported | This Period |
| | | | | Cumulative | |
| a. Total outlays | | | | 2,999.70 | 3,015,176.13 |
| b. Refunds, rebates, etc. | | | | | 0.00 |
| c. Program income used in accordance with the deduction alternative | | | | | 0.00 |
| d. Net outlays (Line a, less the sum of lines b and c) | | | | 2,999.70 | 3,015,176.13 |
| | | | | 3,018,175.83 | |
| Recipient's share of net outlays, consisting of: | | | | | |
| e. Third party (in-kind) contributions | | | | | 0.00 |
| f. Other Federal awards authorized to be used to match this award | | | | | 0.00 |
| g. Program income used in accordance with the matching or cost sharing alternative | | | | | 0.00 |
| h. All other recipient outlays not shown on lines e, f or g | | | | | 0.00 |
| i. Total recipient share of net outlays (Sum of lines e, f, g and h) | | | | 0.00 | 0.00 |
| | | | | 0.00 | 0.00 |
| j. Federal share of net outlays (line d less line i) | | | | 2,999.70 | 3,015,176.13 |
| | | | | | 3,018,175.83 |
| k. Total unliquidated obligations | | | | | |
| l. Recipient's share of unliquidated obligations | | | | | |
| m. Federal share of unliquidated obligations | | | | | 3,015,176.13 |
| n. Total Federal share (sum of lines j and m) | | | | | 6,033,351.96 |
| o. Total Federal funds authorized for this funding period | | | | | 5,000,000.00 |
| p. Unobligated balance of Federal funds (Line o minus line n) | | | | | -1,033,351.96 |
| Program income, consisting of: | | | | | |
| q. Disbursed program income shown on lines c and/or g above | | | | | |
| r. Disbursed program income using the addition alternative | | | | | |
| s. Undisbursed program income | | | | | |
| t. Total program income realized (Sum of lines q, r and s) | | | | | 0.00 |
| 11. Indirect Expense | | | | | |
| a. Type of Rate (Place "X" in appropriate box) | | | | | |
| <input checked="" type="checkbox"/> Provisional <input type="checkbox"/> Predetermined <input type="checkbox"/> Final <input type="checkbox"/> Fixed | | | | | |
| b. Rate | | c. Base | | d. Total Amount | |
| | | | | e. Federal Share | |
| 12. Remarks: Attach any explanations deemed necessary or information required by Federal sponsoring agency in compliance with governing legislation. | | | | | |
| 13. Certification: I certify to the best of my knowledge and belief that this report is correct and complete and that all outlays and unliquidated obligations are for the purposes set forth in the award documents. | | | | | |
| Typed or Printed Name and Title Peter Harrington - Management Analyst III | | | | Telephone (Area code, number and extension) (775) 684-5733 | |
| Signature of Authorized Certifying Official  | | | | Date Report Submitted February 15, 2005 | |

DEAN HELLER
Secretary of State

RENEE L. PARKER
*Chief Deputy Secretary
of State*

PAMELA A. RUCKEL
*Deputy Secretary for
Southern Nevada*

STATE OF NEVADA



OFFICE OF THE
SECRETARY OF STATE

CHARLES E. MOORE
Securities Administrator

SCOTT W. ANDERSON
*Deputy Secretary
for Commercial Recordings*

ELLICK C. HSU
*Deputy Secretary
for Elections*

To: The United States Election Assistance Commission

**From: Dean Heller, Secretary of State
Ellick C. Hsu, Deputy Secretary of State for Elections**

Date: February 28, 2005

Subject: HAVA Title I Report for Calendar Year 2004

Via E-Mail, Facsimile and FedEx Priority Overnight Delivery

Please accept the following report of all financial activity concerning funds provided to the State of Nevada pursuant to Title I of the Help America Vote Act (HAVA) during the period beginning January 1, 2004 and ending December 31, 2004. The first section of this report is a narrative providing a detailed list of expenditures by the program, function or task made with respect to each category of activities described for the permissible use of funds in HAVA Section 101(b), including an analysis and description of the activities funded to meet the requirements of HAVA and how such activities conform to Nevada's State Plan. The second section of this report consists of the completed Standard Form 269.

Nevada's Certification to Use Title I Monies in Accordance with HAVA §101(b)

Nevada applied and certified timely to Section 101 of HAVA, Title I, and an initial payment of \$5,000,000.00 was transferred electronically to Nevada's designated account on April 30, 2003. Nevada certified that its Section 101 monies would be used for one or more of the following purposes, as authorized in Section 101(b) of HAVA:

- (1) Complying with Title III requirements;
- (2) Improving the administration of elections for federal office;
- (3) Educating voters concerning voting procedures, voting rights, and voting technology;
- (4) Training election officials, poll workers, and election volunteers;
- (5) Developing the State Plan for complying with Title III requirements;
- (6) Improving, acquiring, leasing, modifying, or replacing voting systems and technology and methods for casting and counting votes;
- (7) Improving the accessibility and quantity of polling places, including providing physical access for individuals with disabilities, providing nonvisual access for individuals with visual impairments, and providing assistance to Native Americans, Alaska Native citizens, and to individuals with limited proficiency in the English language; and
- (8) Establishing a toll-free telephone hotline that voters may use to report possible voting fraud and voting rights

violations, to obtain general election information, and to access detailed automated information on their own voter registration status, specific polling place, and other relevant information.

Nevada's State Plan for FY 2004-2005

Nevada, through its HAVA State Plan Advisory Committee under the direction of Secretary of State Dean Heller, adopted and submitted to the Election Assistance Commission its State Plan for FY 2004-2005. Section 10 of the State Plan, entitled *Effect of Title I Payments*, describes how the Title I payments received by Nevada will affect the State's proposed activities to be carried out under the State Plan, including the amount of funds available for such activities.

In addition to its commitment to use Title I monies in accordance with HAVA § 101(b) Nevada provides in its 2004-2005 State Plan that a portion of its Title I monies will be expended to implement uniform voting systems throughout the State that comply with the standards set forth in § 301(a) of HAVA, in particular to provide for Direct Record Electronic (DRE) voting machines, with attached voter-verifiable paper trail printers (VVPAT) on every DRE purchased with HAVA funds, to be used at all polling places statewide, and an Optical Scan voting system to be used for all absentee voting statewide. The State Plan also provides that Title I funds will be used for ancillary devices, equipment and services associated with the voting systems contract, and for training and travel activities necessary for implementing the new voting systems and ensuring the appropriate training and education of election officials, poll workers and the general public. The State Plan also provides that Title I monies will be used to implement voter education projects and for education and training of election staff regarding the requirements of HAVA and activities leading to the improvement of administration of elections for federal office.

Breakdown of Expenditures by Program, Function or Task

As discussed above, Nevada's expenditures of Title I monies were made as follows, with the lion's share of such monies going to implement uniform, HAVA-compliant voting systems throughout the State, and to conduct a comprehensive statewide training program for use of such new voting systems for all users, including county and state election officials, poll workers, volunteers and the public. The State originally intended to use Title II monies for implementation of its new voting system and associated training and outreach, but as such Title II disbursements were not received until August of 2004, Title I monies were used in accordance with HAVA §101(b).

HAVA Section 101(b)(1), subparagraphs (D) and (F):

Voting System Replacement and Training of Election Officials and Poll Workers

\$3,000,000.00—expenditures made to Sequoia Voting Systems (Sequoia) pursuant to the State's contract with Sequoia for purchase of uniform voting systems to be used statewide, as well as for all associated equipment, software, ancillary devices, maintenance and services related to the statewide voting system's implementation, including training. The total amount of the contract was \$9,272,622.00, and it provided for purchase of 1,935 DRE's, 3,381 VVPAT's, 4 automatic high-speed absentee counters, 33 manual mid-speed absentee counters, election management and tabulation software, all ancillary equipment and peripherals, as well as for all necessary training to the state and county election officials, poll workers and the public. The above expenditures, paid from Title I monies,

reflect payments due to Sequoia upon fulfilling the first two milestones of the contract—consultation and assistance to the counties regarding storage and warehousing issues and other county needs with respect to the upcoming voting system implementation, and delivering the initial shipment of the new touch screen DRE's to all the counties—minus the holdback of 25% of each payment due under the contract, as provided therein. Because the above expenditures were partial payments toward the full contract amount, which were not tied to a pro rata share of the goods or services covered by the contract, no breakdown can be made concerning the number of units or machines purchased with the two payments made from Title I monies.

\$10,439.60—expenditures made for travel and per diem expenses of election officials and poll workers attending several regional training sessions related to the implementation of the new voting systems. While the Sequoia contract covered the costs of conducting the training sessions for election officials and poll workers statewide, the State reimbursed the election officials and poll workers for the necessary travel and per diem to attend the regional training sessions. While all efforts were made to locate the training sessions in central locations to minimize the travel required of election officials and poll workers to attend training, Nevada is a large state geographically with only two major population centers in two counties, and 15 of its 17 counties are considered to be rural in nature. Approximately 12 of the 15 rural counties are located a significant distance from any population center, requiring the local election officials and poll workers to travel and obtain lodging in order to receive training on the new voting systems. Reimbursement of such travel expenses was made to the attendees at the training sessions according to the rates established by state statute.

HAVA Section 101(b)(1)(B):

Improving the Administration of Elections for Federal Office

\$3,292.21—expenditures to send four employees of the Secretary of State's office to attend conferences and seminars providing training, education and guidance regarding HAVA in particular and improving federal election administration, in general, including conferences sponsored by the Election Center, NASED and NASS, as well as attending the above-described election official and poll worker training provided by Sequoia. These expenditures covered conference registration fees, if applicable, as well as reimbursement of the travel and per diem expenses involved.

\$2,198.00—expenditures for costs associated with two positions in the Secretary of State's office created to assist in the administration of the State's HAVA program, such costs being actual assessments charged to the Secretary of State's office by Nevada's Departments of Personnel and Public Retirement System.

Adjustment from 2003 Report of HAVA Title I Activity:

\$753.70—the amount reported for Nevada's Title I expenditures for the 2003 period was overstated by the above amount, and this report for the 2004 period has been adjusted accordingly.