



Financial Statements
June 30, 2017

Pershing County

Independent Auditor's Report.....	1
Management's Discussion and Analysis	4
Financial Statements	
Statement of Net Position	14
Statement of Activities.....	15
Fund Financial Statements	
Balance Sheet – Governmental Funds	16
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	17
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	18
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	19
Statement of Net Position – Proprietary Funds.....	20
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds.....	21
Statement of Cash Flows – Proprietary Funds.....	22
Statement of Fiduciary Net Position – Fiduciary Funds	23
Notes to Financial Statements.....	24
Required Supplementary Information	
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual	
General Fund (Budgetary Basis).....	52
Road Fund.....	59
11 th Judicial District Court Fund.....	60
Reconciliation of the General Fund (Budgetary Basis) to the General Fund (GAAP Basis) – Schedule of Revenues, Expenditures, and Changes in Fund Balances.....	62
Schedule of Funding Progress – Other Post-Employment Benefits	63
Schedule of the County's Share of the Net Pension Liability.....	64
Schedule of County Contributions.....	65
Notes to Required Supplementary Information	66
Other Supplementary Information	
Reconciliation of the General Fund (Budgetary Basis) to the General Fund (GAAP Basis) – Balance Sheet....	
Governmental Funds	
Combining Balance Sheet – Nonmajor Governmental Funds	68
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	69
Combining Balance Sheet – Nonmajor Special Revenue Funds	70
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Special Revenue Funds.....	72
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual	
General Indigent Fund	74
Medical Indigent Fund.....	75
Medical 2 Indigent Fund.....	76
Library Fund	77
Agricultural Extension Fund.....	78
Senior Citizens Fund.....	79
J.P. Admin Fee Fund.....	81
Regional Street and Highway Fund	82
911 Surcharge Fee Fund	83
Forensic Services Fund.....	84

Town of Imlay Operating Fund	85
Drug Court Fund.....	86
Television District Fund	87
Recreation Fund.....	88
Gift Fund.....	90
Criminal Asset Forfeiture Fund	91
Combining Balance Sheet - Internally Reported (Budgetary Basis) Funds.....	92
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Internally Reported (Budgetary Basis) Funds.....	93
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual	
In Lieu of Taxes Fund.....	94
Law Enforcement Fund.....	95
Cemetery Fund.....	97
Law Library Fund	98
Building Fund	99
Combining Balance Sheet – Nonmajor Capital Projects Funds.....	100
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Capital Projects Funds.....	101
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual	
Ad Valorem Capital Projects Fund.....	102
Option Tax-Public Safety Fund	103
Enterprise Funds	
Major Enterprise Funds	
Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual	
Pershing County Electrical Utility Fund.....	104
Landfill Fund	105
Combining Balance Sheet – Nonmajor Enterprise Funds.....	106
Combining Statement of Revenues, Expenses, and Changes in Fund Balances – Nonmajor Enterprise Funds	107
Combining Statement of Cash Flows– Nonmajor Enterprise Funds	108
Nonmajor Enterprise Funds	
Schedule of Revenues, Expenses, and Changes in Net Position - Budget and Actual	
Town of Imlay Utilities Fund	109
Ambulance Fund.....	110
Combining Statements of Changes in Assets and Liabilities – Agency Funds	111
Schedule of Fees Imposed Subject to the Provisions of NRS 354.5989, Limitation of Fees for Business Licenses	115
Statistical Section	
Schedule No. 1 – Summary Schedule of Ending Cash and Investment Balances	116
Schedule No. 2 – Summary Schedule of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds.....	117
Schedule No. 3 – Schedule of Property Tax Rates and Assessed Valuations.....	118
Independent Auditor’s Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	119
Independent Auditor’s Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance.....	121
Auditor’s Comments.....	124
Compliance Section	
Schedule of Expenditures of Federal Awards.....	125
Notes to Schedule of Expenditures of Federal Awards	127
Schedule of Findings and Questioned Costs.....	128



Independent Auditor's Report

To the Honorable Board of Commissioners
Pershing County, Nevada
Lovelock, Nevada

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Pershing County, Nevada, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise Pershing County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Pershing County as of June 30, 2017, 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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 4 through 13, budgetary comparison and reconciliation information on pages 52 through 62, Schedule of Funding Progress-Other Postemployment Benefits on page 63, Schedule of the County's Share of the Net Pension Liability on page 64, Schedule of County Contributions on page 65, and the notes to required supplementary information on page 66 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, 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 Management's Discussion and Analysis, Schedule of Funding Progress-Other Postemployment Benefits, Schedule of the County's Share of the Net Pension Liability, and Schedule of County Contributions, in accordance with auditing standards generally accepted in the United States of America, 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.

The budgetary comparison and reconciliation information and related notes are the responsibility of management and were derived from and relate directly to underlying accounting and other records used to prepare the basic financial statements. Such 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 auditing standards generally accepted in the United States of America. In our opinion, the budgetary comparison and reconciliation information and related notes are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Pershing County's basic financial statements. The combining and individual nonmajor fund financial statements and schedules, reconciliation information, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying Schedule of Fees is presented for purposes of additional analysis as required by Nevada Revised Statutes, and is also not a required part of the basic financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by the audit requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), and is also not a required part of the basic financial statements.

The 2017 combining and individual nonmajor fund financial statements and schedules, reconciliation information, the Schedule of Fees, and the Schedule of Expenditures of Federal Awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such 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 auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and schedules, reconciliation information, the Schedule of Fees, and the Schedule of Expenditures of Federal Awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The statistical section has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

Prior Year Partial Comparative Information

The nonmajor combining and individual fund financial statements and schedules related to the 2016 financial statements are presented for purposes of additional analysis and were derived from and relate directly to the underlying accounting and other records used to prepare the 2016 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2016 basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. The individual fund financial statements and schedules are consistent in relation to the basic financial statements from which they have been derived.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 29, 2017, on our consideration of Pershing County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, 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 Pershing County'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 Pershing County's internal control over financial reporting and compliance.



Reno, Nevada
November 29, 2017

As management of Pershing County, we offer readers of Pershing County's financial statements this narrative overview and analysis of the financial activities of Pershing County for the fiscal year ended June 30, 2017.

FINANCIAL HIGHLIGHTS

- The assets and deferred inflows of resources of Pershing County exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$11,766,872 (net position). Of this amount, \$4,276,027 is restricted net position. The balance of unrestricted net position is \$(2,232,083).
- The County's total net position decreased by \$233,308. The net position of the governmental activities decreased by \$34,784 and the net position of the business-type activities decreased by \$198,524.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$10,325,779, a decrease of \$690,734 in comparison with the prior year.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$1,277,165, or 19% of total General Fund expenditures.
- The County's total debt decreased by \$80,796 during the current fiscal year. The key factor in this decrease was the payments of debt. Other postemployment benefits increased by \$145,520 over the prior year.
- The net pension liability, in the amount of \$11,091,422, is reported in accordance with GASB 68.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to Pershing County's basic financial statements. The County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of Pershing County's finances, in a manner similar to a private-sector business.

The Statement of Net Position presents information on all of the County's assets and liabilities and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The Statement of Activities presents information showing how the County's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows.

Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (uncollected taxes, earned but unused vacation leave and other compensated absences, other postemployment benefits, and the net pension liability).

Both of the government-wide financial statements distinguish functions of Pershing County that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the County include General Government, Public Safety, Judicial, Public Works, Health, Welfare, Culture and Recreation, Community Support, Interest on Long-term debt, and Intergovernmental. The business-type activities of Pershing County include an electric distribution operation, landfill operations, a water distribution system, and ambulance services.

The government-wide financial statements include not only Pershing County itself, but also a legally separate television district for which Pershing County is financially accountable. The Pershing County Television District, although a legally separate entity, functions for all practical purposes as a department of Pershing County, and therefore has been included as an integral part of the primary government.

The government-wide financial statements can be found on pages 14-15 of this report.

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Pershing County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Pershing County adopts an annual appropriated budget for all its funds, except for the fiduciary funds, which are not required to be budgeted. A budgetary comparison statement or schedule has been provided for all nonfiduciary funds to demonstrate compliance with this budget.

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating the County's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the County's near-term financing decisions. Both the Governmental Funds Balance Sheet and the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Pershing County maintains 22 individual governmental funds. Information is presented separately in the Governmental Funds Balance Sheet and in the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Road Fund, 11th Judicial District Court Fund, and Building Fund all of which are considered to be major funds. Data from the other 18 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining and individual fund statements and schedules elsewhere in this report.

The basic governmental fund financial statements can be found on pages 16-19 of this report.

Proprietary Funds. Pershing County maintains one type of proprietary fund, enterprise funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Pershing County uses enterprise funds to account for its electric distribution operation, landfill operations, water distribution system, and ambulance services.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the electric distribution system and landfill operations, which are considered to be major funds of Pershing County. In addition, the proprietary fund financial statement provides information for the water distribution system and ambulance services, which are considered to be nonmajor funds of Pershing County.

The basic proprietary fund financial statements can be found on pages 20-22 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside Pershing County. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support Pershing County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on page 23 of this report.

Notes to Financial Statements. The notes provide additional information that is essential for a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 24-51 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning budgetary comparison information and Pershing County's progress in funding its obligation to provide postemployment benefits and information on the net pension liability. Required supplementary information can be found on pages 52-66 of this report.

The combining and individual fund statements and schedules referred to earlier, in connection with nonmajor governmental funds, internally reported (budgetary basis) funds, and the enterprise funds and agency funds, are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 67-114 of this report.

Implementation of Standards. As of July 1, 2016, the County adopted GASB Statement No. 77, *Tax Abatement Disclosures*. The implementation of this standard requires governments that enter into tax abatement agreements to disclose certain information. The additional disclosures required by this standard are included in Note 10 to the financial statements.

In addition, as of July 1, 2016, the County adopted portions of GASB Statement No. 82, *Pension Issues – An amendment of GASB Statements No. 67, No. 68, and No. 73*, that clarified certain guidance related to payroll-related measures and the classification of payments to satisfy employee contributions requirements.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of Pershing County, assets exceeded liabilities by \$11,766,872 at the close of the most recent fiscal year.

The largest portion of Pershing County's net position reflects its investment in capital assets (land, buildings and improvements, infrastructure, and equipment and vehicles), less any related debt used to acquire those assets that is still outstanding. Pershing County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Pershing County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Pershing County's Net Position

	Governmental Activities		Business-type Activities		Total	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Current and other assets	\$11,429,055	\$12,605,940	\$1,144,340	\$1,327,920	\$12,573,395	\$13,933,860
Capital assets	9,361,540	8,354,554	1,050,926	1,109,280	10,412,466	9,463,834
Total assets	20,790,595	20,960,494	2,195,266	2,437,200	22,985,861	23,397,694
Deferred outflow of resources	3,761,030	1,249,864	72,333	26,089	3,833,363	1,275,953
Long-term liabilities outstanding	12,761,129	9,650,555	227,955	170,693	12,989,084	9,821,248
Other liabilities	1,020,089	1,511,234	26,163	75,645	1,046,252	1,586,879
Total liabilities	13,781,218	11,161,789	254,118	246,338	14,035,336	11,408,127
Deferred inflow of resources	995,909	1,239,287	21,107	26,053	1,017,016	1,265,340
Net position:						
Net investment in capital assets	8,672,002	7,598,587	1,050,926	1,109,280	9,722,928	8,707,867
Restricted	4,123,027	4,052,071	153,000	354,935	4,276,027	4,407,006
Unrestricted	(3,020,531)	(1,841,376)	788,448	726,683	(2,232,083)	(1,114,693)
Total net position	\$9,774,498	\$9,809,282	\$1,992,374	\$2,190,898	\$11,766,872	\$12,000,180

An additional portion of Pershing County's net position represents resources that are subject to external restrictions on how they may be used. The remaining balance (deficit) of (\$2,232,083) represents unrestricted net position.

At the end of the current fiscal year, the County is able to report positive balances in two categories of net position, both for the government as a whole, as well as for its separate governmental activities. The County is able to report positive balances in all three categories of net position for the business-type activities.

Pershing County's Change in Net Position

	Governmental Activities		Business-type Activities		Total	
	2017	2016	2017	2016	2017	2016
Revenues:						
Program revenues:						
Charges for services	\$1,408,303	\$1,214,711	\$ 541,238	\$ 551,409	\$ 1,949,541	\$ 1,766,120
Operating grants and contributions	2,127,376	1,968,308	-	4,855	2,127,376	1,973,163
Capital grants and contributions	186,126	670,487	31,965	-	218,091	670,487
General revenues:						
Property taxes	3,169,067	3,625,316	-	-	3,169,067	3,625,316
Other taxes	4,080,432	3,892,206	-	-	4,080,432	3,892,206
Other	1,398,246	1,647,073	-	-	1,398,246	1,647,073
Total revenues	12,369,550	13,018,101	573,203	556,264	12,942,753	13,574,365
Expenses:						
General Government	3,145,026	3,042,648	-	-	3,145,026	3,042,648
Public Safety	2,642,136	2,192,701	-	-	2,642,136	2,192,701
Judicial	3,183,269	2,702,614	-	-	3,183,269	2,702,614
Public Works	1,444,460	1,507,257	-	-	1,444,460	1,507,257
Health	475,598	502,375	-	-	475,598	502,375
Welfare	359,873	298,258	-	-	359,873	298,258
Culture and Recreation	582,668	540,571	-	-	582,668	540,571
Community Support	402,738	443,442	-	-	402,738	443,442
Interest on long-term debt	20,410	19,089	-	-	20,410	19,089
Intergovernmental	148,156	165,358	-	-	148,156	165,358
Utilities	-	-	266,125	61,861	266,125	61,861
Landfill	-	-	325,497	276,689	325,497	276,689
Water services	-	-	63,362	67,527	63,362	67,527
Ambulance	-	-	116,743	128,820	116,743	128,820
Total expenses	12,404,334	11,414,313	771,727	534,897	13,176,061	11,949,210
Change in net position	(34,784)	1,603,788	(198,524)	21,367	(233,308)	1,625,155
Net position, July 1	9,809,282	8,205,494	2,190,898	2,169,531	12,000,180	10,375,025
Net position, June 30	\$9,774,498	\$9,809,282	\$1,992,374	\$2,190,898	\$11,766,872	\$12,000,180

Governmental activities. Governmental activities decreased Pershing County's net position by \$34,784. Key elements of this decrease are shown above.

Business-type activities. Business-type activities decreased Pershing County's net position by \$198,524. Key elements of this decrease are shown above.

FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS

As noted earlier, Pershing County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds. The focus of Pershing County's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the County's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, Pershing County's governmental funds reported combined ending fund balances of \$10,325,779, a decrease of \$690,734 in comparison with the prior year. Of this total amount, \$1,277,165 constitutes unassigned fund balance, which is available for spending by the County for operations. The remainder of fund balance is nonspendable, restricted, committed, or assigned to a variety of other purposes (\$9,048,614) and is not available for new spending.

The General Fund is the chief operating fund of Pershing County. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$1,277,165, while total fund balance of the General Fund was \$3,884,499. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 19% and total fund balance represents 57% of total General Fund expenditures, respectively.

The fund balance of Pershing County's General Fund increased by \$127,224 during the current fiscal year. Key factors in this change are as follows, in comparison to the prior year ended June 30, 2016:

- Total revenues decreased \$531,882. The net decrease consisted of the following major changes:
 - General Fund (Budgetary Basis) revenues at June 30, 2017 were \$6,854,293; June 30, 2016 revenues were \$7,389,557; a decrease of \$535,264. The main decreases were in ad valorem taxes of approximately \$267,000, which was mainly related to a decrease in net proceeds of mines, partially offset by increases in real and personal property taxes. Intergovernmental revenues decreased approximately \$220,000, which was mainly related to reduced grant funding. An increase in fines and forfeits of approximately \$137,000 was offset by a decrease in miscellaneous revenues of approximately \$145,000.
 - The Law Enforcement Fund (internally reported fund) is combined with the General Fund for external financial reporting purposes. An increase in revenues for the year ended June 30, 2017 was approximately \$61,000, mainly related to grant funding.
- Total expenditures decreased \$225,750. The net decrease consisted of the following major changes:
 - General Fund (Budgetary Basis) expenditures decreased \$313,664. Expenditures at June 30, 2017 were \$4,680,266; expenditures at June 30, 2016 were \$4,993,930.
 - Increases were noted in General Government (\$50,000), Public Safety (\$11,000), Judicial (\$30,000) and Culture and Recreation (\$9,000).
 - Decreases were noted in the Health (\$51,000) and Intergovernmental (\$21,000). Community Support decreased \$342,000, mainly related to reduce amounts of the Airport Improvement Program.

- The Law Enforcement Fund (internally reported fund) is combined with the General Fund for external financial reporting purposes. An increase in expenditures for the year ended June 30, 2017 was approximately \$96,000, of which approximately \$61,000 relates to grant funding as noted above.
- Net other financing (uses) increased \$427,338. General Fund (Budgetary Basis) other financing uses increased approximately \$237,000 related to the transfer of funds to the 11th Judicial District Court Fund. In addition, amounts received from the In Lieu of Taxes Fund (internally reported fund) was reduced by \$150,000 from the previous year.

The other funds of the County remained relatively consistent; however, details or changes in comparison to the year ended June 30, 2016 are shown below for selected funds:

Other Major Funds:

- The 11th Judicial District Court was established to account for the operations of the 11th Judicial District Court which was established by legislation, effect July 1, 2015. Revenues increased by \$113,554 and transfers from the General Fund (Budgetary Basis) increased by \$237,088 for the year ended June 30, 2017. Expenditures increase by \$383,792.
- The Building Fund received limited net proceeds of mines taxes during the year ended June 30, 2017 (\$1,264) in comparison to the year ended June 30, 2016 (\$144,907). Expenditures increased from the prior year by approximately \$223,000 related to projects or purchases (capital assets).

Nonmajor Governmental Funds:

- The Option Tax-Public Safety Fund, began making payments on the financing incurred in the prior year (\$88,271) during the year ended June 30, 2017. Expenditures were made from the Fund in the amount of \$255,779 related to capital outlay (capital assets). Prior year expenditures were \$1,098,406.

Proprietary Funds. Pershing County’s proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted and restricted net position at the end of the years are detailed below:

Pershing County’s Proprietary Funds’ Net Position

	Unrestricted Net Position		Restricted Net Position	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Pershing County Electrical Utility Fund	\$355,981	\$320,590	\$ -	\$210,435
Landfill Fund	171,146	175,616	-	-
Town of Imlay Utilities Fund	43,265	34,558	153,000	144,500
Ambulance Fund	218,056	195,919	-	-
Total	\$788,448	\$726,683	\$153,000	\$354,935

An increase in net position was \$5,086 in the Landfill Fund and \$35,915 in the Ambulance Fund. Decreases in net position were \$215,008 (related to payments made to the Surplus and Deficiency Fund, as a result of the payoff of the bonds) in the Pershing County Electrical Utility Fund and \$24,517 in the Town of Imlay Utilities Fund.

Other factors concerning the finances of these funds have already been addressed in the discussion of Pershing County's business-type activities.

GENERAL FUND (BUDGETARY BASIS) BUDGETARY HIGHLIGHTS

Differences between the original budget and final amended budget increased appropriations by \$632,880. The main increases can be briefly summarized as follows:

- Revenue amounts were increased from the original budget in the amount of \$632,880. These increases were from previously unbudgeted grant revenues that were received. These increases in grant revenues served as the basis to increase appropriations for their expenditure in the amount of \$632,880.
- In addition, appropriations were increased by \$12,000 as a result of the transfers related to contingency amounts established at the time of adoption of the original budget.

Differences between the budgeted activity for the year ended June 30, 2017 (decrease in fund balance of \$593,724) and the actual activity (decrease in fund balance of \$179,827), showed a net change in fund balance in excess of that budgeted of \$413,897. The differences in revenues, expenditures and other financing sources and uses are discussed below:

- Overall revenues were above budget by \$232,138. Revenue sources were above that budgeted for intergovernmental revenues, charges for services, and fines and forfeits. The main revenue above that budgeted was fines and forfeits.
- Expenditures were below budget by \$744,875. All functional categories of the General Fund were below budget. The main functional categories below budgeted appropriations were: General Government \$461,000, Public Safety \$62,000, Judicial \$84,000, and Community Support \$70,000.
- Other financing sources and uses were also in variance to budget by \$563,116; mainly related to the reduction in the budgeted transfers to be received from the Building Fund, Ad Valorem Capital Projects Fund, and the In Lieu of Taxes Fund (one of the internally reported funds of the County which are combined with the General Fund for external reporting purposes), in comparison to actual transfers received. Decreases in transfers budgeted, in comparison to actual transfers made from the General Fund, mainly relate to the Law Enforcement Fund (one of the internally reported funds of the County which are combined with General Fund for external reporting purposes).

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. Pershing County's investment in capital assets for its governmental and business-type activities as of June 30, 2017, amounts to \$10,412,466 (net of accumulated depreciation). This investment includes land, buildings and improvements, infrastructure, and equipment and vehicles. The total increase in Pershing County's investment in capital assets for the current fiscal

year was \$948,632 (an increase of \$1,006,986 for governmental activities and a decrease of \$58,354 for business-type activities).

Capital asset events during the current fiscal year included the completion of the projects at in progress at June 30, 2016, the Archive Building and the Timberwolf Firetruck. Additional capital events included the paving projects, various equipment, and the Grass Valley Firehouse (which is expected to be completed in the year ending June 30, 2018). Decreases in capital assets related mainly to the disposal of obsolete equipment and vehicles, and depreciation.

Capital assets events during the current fiscal year for the business-type capital assets included increases in equipment in the Landfill Fund and the Ambulance Fund. Decreases in capital assets related its disposal of obsolete equipment and depreciation.

Pershing County's Capital Assets
(net of depreciation)

	Governmental Activities		Business-type Activities		Total	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Land	\$ 778,422	\$ 778,422	\$ 14,476	\$ 14,476	\$ 792,898	\$ 792,898
Construction in progress	94,595	269,876	-	-	94,595	269,876
Buildings and improvements	4,682,319	3,884,364	-	-	4,682,319	3,884,364
Improvements	888,165	873,938	826,308	908,423	1,714,473	1,782,361
Infrastructure	776,411	587,147	-	-	776,411	587,147
Equipment and vehicles	2,141,628	1,960,807	210,142	186,381	2,351,770	2,147,188
Total	\$9,361,540	\$8,354,554	\$1,050,926	\$1,109,280	\$10,412,466	\$9,463,834

Additional information on Pershing County's capital assets can be found in Note 4 to the financial statements.

Long-Term Debt. At the end of the current fiscal year, the County had a note payable outstanding of \$689,538.

Pershing County's Outstanding Debt
General and Special Limited Obligations

	Governmental Activities		Business-type Activities		Total	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Other obligations	\$ 360,401	\$ 345,845	\$ 5,244	\$ 4,167	\$ 365,645	\$ 350,012
Note payable	689,538	755,967	-	-	689,538	755,967
Special limited obligations	-	-	-	30,000	-	30,000
Total	\$1,049,939	\$1,101,812	\$5,244	\$34,167	\$1,055,183	\$1,135,979

Pershing County's total debt decreased by \$80,796 during the current fiscal year. The key factor in this decrease was the payment on the note payable for the purchase of fire trucks and the payoff of the bonds issued by the Pershing County Electrical Utility Fund.

State statutes limit the amount of general obligation debt a governmental entity may issue, a legal debt limit. The County was, in accordance with Nevada Revised Statutes, within the legal debt limit at June 30, 2017.

Additional information on Pershing County's long-term debt can be found in Note 5 to the financial statements.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET AND RATES

- Pershing County is currently at the maximum tax rate established by Nevada Revised Statutes. As a result, tax rates will not increase unless there is shift in rates between the various local governments located in the County. For the year ended June 30, 2018, Pershing County's rate will remain unchanged.
- Net proceeds of mines tax collections decreased in the fiscal year ended June 30, 2017. Future collections will be monitored on a countywide, as well as, statewide basis due to fluctuations in the net proceeds of mines tax collections.
- The County is continuing to pursue diversification of the County economy and various industries.

These factors were considered in preparing Pershing County's budget for the 2017-2018 fiscal year.

At June 30, 2017, assigned fund balance in the General Fund was \$1,820,888. Pershing County has appropriated this balance for spending in the 2018 fiscal year budget.

REQUESTS FOR INFORMATION

The financial report is designed to provide a general overview of Pershing County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Pershing County Recorder-Auditor's Office, P.O. Box 736, Lovelock, Nevada, 89419.

Pershing County
Statement of Net Position
June 30, 2017

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash on deposit and invested	\$ 10,248,856	\$ 858,930	\$ 11,107,786
Interest receivable	30,928	-	30,928
Accounts receivable	31,670	91,530	123,200
Room taxes receivable	33,715	-	33,715
Taxes receivable	98,398	-	98,398
Assessments receivable	2,446	38,416	40,862
Due from other governments	882,477	-	882,477
Deposits	-	1,065	1,065
Inventory	31,952	-	31,952
Prepaid items	68,613	1,399	70,012
Restricted Assets			
Cash on deposit and invested	-	153,000	153,000
Capital assets not being depreciated	873,017	14,476	887,493
Capital assets net of accumulated depreciation	8,488,523	1,036,450	9,524,973
Total assets	<u>20,790,595</u>	<u>2,195,266</u>	<u>22,985,861</u>
Deferred Outflows of Resources			
Net pension liability-related amounts	<u>3,761,030</u>	<u>72,333</u>	<u>3,833,363</u>
Liabilities			
Accounts payable	737,816	24,498	762,314
Accrued payroll	152,920	1,665	154,585
Accrued interest payable	17,657	-	17,657
Unearned revenue	99,665	-	99,665
Refundable deposits	4,200	-	4,200
Due to other governments	7,831	-	7,831
Noncurrent liabilities			
Due within one year	428,469	5,244	433,713
Due in more than one year	621,470	-	621,470
Other postemployment benefits	842,479	-	842,479
Net pension liability	10,868,711	222,711	11,091,422
Total liabilities	<u>13,781,218</u>	<u>254,118</u>	<u>14,035,336</u>
Deferred Inflows of Resources			
Net pension liability-related amounts	<u>995,909</u>	<u>21,107</u>	<u>1,017,016</u>
Net Position			
Net investment in capital assets	8,672,002	1,050,926	9,722,928
Restricted for			
General government	520,465	-	520,465
Judicial	770,092	-	770,092
Public works	1,114,066	-	1,114,066
Welfare	186,557	-	186,557
Capital projects	1,023,010	153,000	1,176,010
Other purposes	508,837	-	508,837
Unrestricted	<u>(3,020,531)</u>	<u>788,448</u>	<u>(2,232,083)</u>
Total net position	<u>\$ 9,774,498</u>	<u>\$ 1,992,374</u>	<u>\$ 11,766,872</u>

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government				
Governmental Activities				
General government	\$ 3,145,026	\$ 482,522	\$ 215,721	\$ 65,559
Public safety	2,642,136	509,447	104,800	49,290
Judicial	3,183,269	207,265	1,305,230	-
Public works	1,444,460	55,553	-	-
Health	475,598	1,500	365,483	-
Welfare	359,873	-	471	-
Culture and recreation	582,668	60,578	20,334	7,260
Community support	402,738	91,438	108,337	64,017
Interest on long-term debt	20,410	-	-	-
Intergovernmental	148,156	-	7,000	-
Total governmental activities	<u>12,404,334</u>	<u>1,408,303</u>	<u>2,127,376</u>	<u>186,126</u>
Business-Type Activities				
Utilities	266,125	51,117	-	-
Landfill	325,497	326,383	-	4,200
Water services	63,362	38,845	-	-
Ambulance	116,743	124,893	-	27,765
Total business-type activities	<u>771,727</u>	<u>541,238</u>	<u>-</u>	<u>31,965</u>
	<u>\$ 13,176,061</u>	<u>\$ 1,949,541</u>	<u>\$ 2,127,376</u>	<u>\$ 218,091</u>
General Revenues				
Taxes				
Ad valorem taxes				
Consolidated tax				
Other taxes				
Federal payments in lieu of taxes				
Gaming licenses				
Investment and interest earnings				
Miscellaneous				
Total General Revenues				
Change in Net Position				
Net Position, Beginning of Year				
Net Position, End of Year				

See Notes to Financial Statements

<u>Net (Expense) Revenue and Changes in Net Position</u>		
<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
\$ (2,381,224)	\$ -	\$ (2,381,224)
(1,978,599)	-	(1,978,599)
(1,670,774)	-	(1,670,774)
(1,388,907)	-	(1,388,907)
(108,615)	-	(108,615)
(359,402)	-	(359,402)
(494,496)	-	(494,496)
(138,946)	-	(138,946)
(20,410)	-	(20,410)
(141,156)	-	(141,156)
<u>(8,682,529)</u>	<u>-</u>	<u>(8,682,529)</u>
-	(215,008)	(215,008)
-	5,086	5,086
-	(24,517)	(24,517)
-	35,915	35,915
<u>-</u>	<u>(198,524)</u>	<u>(198,524)</u>
<u>(8,682,529)</u>	<u>(198,524)</u>	<u>(8,881,053)</u>
3,169,067	-	3,169,067
2,251,000	-	2,251,000
1,829,432	-	1,829,432
1,102,628	-	1,102,628
149,756	-	149,756
26,197	-	26,197
119,665	-	119,665
<u>8,647,745</u>	<u>-</u>	<u>8,647,745</u>
(34,784)	(198,524)	(233,308)
<u>9,809,282</u>	<u>2,190,898</u>	<u>12,000,180</u>
<u>\$ 9,774,498</u>	<u>\$ 1,992,374</u>	<u>\$ 11,766,872</u>

	General Fund (GAAP Basis)	Road Fund	11 th Judicial District Court Fund
Assets			
Cash on deposit and invested	\$ 3,686,521	\$ 364,087	\$ 587,401
Interest receivable	30,928	-	-
Accounts receivable	16,976	121	11,584
Room taxes receivable	-	-	-
Taxes receivable	70,974	-	-
Assessments receivable	-	-	-
Due from other governments	555,002	176,281	26,495
Inventory	31,952	-	-
Prepaid items	43,276	7,481	11,840
	<u>\$ 4,435,629</u>	<u>\$ 547,970</u>	<u>\$ 637,320</u>
Liabilities			
Accounts payable	\$ 306,027	\$ 73,884	\$ 103,554
Accrued payroll	102,011	14,028	27,577
Unearned revenue	67,918	-	31,647
Refundable deposits	4,200	-	-
Due to other governments	-	-	-
	<u>480,156</u>	<u>87,912</u>	<u>162,778</u>
Deferred Inflows of Resources			
Unavailable revenues, other revenue	-	-	-
Unavailable revenues, delinquent property taxes	70,974	-	-
	<u>70,974</u>	<u>-</u>	<u>-</u>
Fund Balances			
Nonspendable	75,228	7,481	11,840
Restricted	711,218	452,577	462,702
Committed	-	-	-
Assigned	1,820,888	-	-
Unassigned	1,277,165	-	-
	<u>3,884,499</u>	<u>460,058</u>	<u>474,542</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 4,435,629</u>	<u>\$ 547,970</u>	<u>\$ 637,320</u>

See Notes to Financial Statements

Pershing County
Balance Sheet – Governmental Funds
June 30, 2017

Building Fund	Other Governmental Funds	Total Governmental Funds
\$ 2,371,890	\$ 3,238,957	\$ 10,248,856
-	-	30,928
-	2,989	31,670
-	33,715	33,715
-	27,424	98,398
-	2,446	2,446
-	124,699	882,477
-	-	31,952
-	6,016	68,613
<u>\$ 2,371,890</u>	<u>\$ 3,436,246</u>	<u>\$ 11,429,055</u>
\$ 56,858	\$ 197,493	\$ 737,816
-	9,304	152,920
-	100	99,665
-	-	4,200
-	7,831	7,831
<u>56,858</u>	<u>214,728</u>	<u>1,002,432</u>
-	2,446	2,446
-	27,424	98,398
-	29,870	100,844
-	6,016	100,565
-	2,616,334	4,242,831
-	466,246	466,246
2,315,032	103,052	4,238,972
-	-	1,277,165
<u>2,315,032</u>	<u>3,191,648</u>	<u>10,325,779</u>
<u>\$ 2,371,890</u>	<u>\$ 3,436,246</u>	<u>\$ 11,429,055</u>

This page intentionally left blank.

Pershing County
 Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
 June 30, 2017

Amounts reported for governmental activities in the statement of net position are different because:

Total fund balances - total governmental funds		\$ 10,325,779
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds:		
Capital assets	\$ 20,279,954	
Accumulated depreciation	<u>(10,918,414)</u>	9,361,540
Long-term liabilities and related accrued interest payable are not due and payable in the current period and, therefore, are not reported in the Governmental Funds:		
Accrued interest payable	(17,657)	
Note payable	(689,538)	
Compensated absences	(360,401)	
Net other postemployment benefits obligation	(842,479)	
Net pension liability	<u>(10,868,711)</u>	(12,778,786)
Unavailable revenue represents amounts that are not available to fund current expenditures and, therefore, are not reported as revenue in the governmental funds.		100,844
Deferred outflow of 2017 employer contributions related to pensions		3,761,030
Deferred inflow of resources related to pensions		<u>(995,909)</u>
Net position of governmental activities		<u><u>\$ 9,774,498</u></u>

	General Fund (GAAP Basis)	Road Fund	11 th Judicial District Court Fund
Revenues			
Taxes	\$ 2,321,889	\$ -	\$ -
Licenses and permits	54,939	-	-
Intergovernmental	4,452,329	1,041,753	1,121,964
Charges for services	410,299	-	20,708
Fines and forfeits	470,664	-	4,974
Miscellaneous	403,410	119,258	-
Total revenues	<u>8,113,530</u>	<u>1,161,011</u>	<u>1,147,646</u>
Expenditures			
Current			
General government	2,612,796	-	-
Public safety	2,331,941	-	-
Judicial	1,045,134	-	2,004,054
Public works	-	1,186,342	-
Health	460,851	-	-
Welfare	-	-	-
Culture and recreation	68,284	-	-
Community support	125,136	-	-
Intergovernmental	154,350	-	-
Debt service	-	-	-
Capital outlay	-	-	-
Total expenditures	<u>6,798,492</u>	<u>1,186,342</u>	<u>2,004,054</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,315,038</u>	<u>(25,331)</u>	<u>(856,408)</u>
Other Financing Sources (Uses)			
Transfers from other funds	62,290	-	1,077,104
Transfers to other funds	(1,250,104)	-	-
Total other financing sources (uses)	<u>(1,187,814)</u>	<u>-</u>	<u>1,077,104</u>
Net Change in Fund Balances	127,224	(25,331)	220,696
Fund Balances, Beginning of Year	<u>3,757,275</u>	<u>485,389</u>	<u>253,846</u>
Fund Balances, End of Year	<u>\$ 3,884,499</u>	<u>\$ 460,058</u>	<u>\$ 474,542</u>

See Notes to Financial Statements

Pershing County
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds
Year Ended June 30, 2017

Building Fund	Other Governmental Funds	Total Governmental Funds
\$ 1,264	\$ 1,004,477	\$ 3,327,630
-	-	54,939
-	797,156	7,413,202
-	18,980	449,987
-	87,423	563,061
15,000	91,206	628,874
<u>16,264</u>	<u>1,999,242</u>	<u>12,437,693</u>
-	93,239	2,706,035
-	57,590	2,389,531
-	41,495	3,090,683
-	471,693	1,658,035
-	-	460,851
-	357,718	357,718
-	474,832	543,116
-	299,851	424,987
-	-	154,350
-	88,271	88,271
945,361	309,489	1,254,850
<u>945,361</u>	<u>2,194,178</u>	<u>13,128,427</u>
<u>(929,097)</u>	<u>(194,936)</u>	<u>(690,734)</u>
-	173,000	1,312,394
-	(62,290)	(1,312,394)
<u>-</u>	<u>110,710</u>	<u>-</u>
(929,097)	(84,226)	(690,734)
<u>3,244,129</u>	<u>3,275,874</u>	<u>11,016,513</u>
<u>\$ 2,315,032</u>	<u>\$ 3,191,648</u>	<u>\$ 10,325,779</u>

Pershing County
 Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of
 Governmental Funds to the Statement of Activities
 Year Ended June 30, 2017

Amounts reported for governmental activities in the statement of activities are different because:

Net change in fund balances - total governmental funds \$ (690,734)

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.

Capital outlay	1,729,947	
Depreciation	<u>(665,164)</u>	1,064,783

The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.

Gain (loss) on disposition of capital assets	(33,808)
Donation of capital assets to other governments	(23,989)

The issuance of long-term debt provides current financial resources to Governmental Funds, while the repayment of the principal of long-term debt consumes the current financial resources of Governmental Funds. Neither transaction, however, has any effect on net position. Also, Governmental Funds report the effect of premiums, discounts, and similar items (if any) when debt is first issued, whereas these amounts are amortized in the Statement of Activities:

Principal payments on debt	66,429
----------------------------	--------

Governmental funds report County pension contributions as expenditures. However, in the Statement of Activities, the cost of pension benefits earned net of employee contributions is reported as pension expense.

County pension contributions	1,344,672	
County pension expense	<u>(1,607,055)</u>	(262,383)

Revenues in the Statement of Activities that do not provide current financial resources to Governmental Funds are not reported as revenues in the Government Funds.

Change in unavailable revenue	3,562
-------------------------------	-------

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in Governmental Funds.

Change in accrued interest	1,432	
Change in compensated absences	(14,556)	
Change in net other postemployment benefits obligation	<u>(145,520)</u>	<u>(158,644)</u>

Change in net position of governmental activities	<u><u>\$ (34,784)</u></u>
---	---------------------------

Pershing County
Statement of Net Position – Proprietary Funds
June 30, 2017

	Business-Type Activities Enterprise Funds			Total Enterprise Funds
	Pershing County Electrical Utility Fund	Landfill Fund	Nonmajor Enterprise Funds	
Assets				
Current assets				
Cash on deposit and invested	\$ 348,120	\$ 335,326	\$ 175,484	\$ 858,930
Accounts receivable, net	994	36	90,500	91,530
Assessments receivable	8,030	30,386	-	38,416
Deposit	-	1,065	-	1,065
Prepaid items	-	1,399	-	1,399
Total current assets	<u>357,144</u>	<u>368,212</u>	<u>265,984</u>	<u>991,340</u>
Noncurrent Assets				
Restricted				
Cash on deposit and invested	-	-	153,000	153,000
Capital assets not being depreciated	-	4,479	9,997	14,476
Capital assets net of accumulated depreciation	395,144	64,199	577,107	1,036,450
Total noncurrent assets	<u>395,144</u>	<u>68,678</u>	<u>740,104</u>	<u>1,203,926</u>
Total assets	<u>752,288</u>	<u>436,890</u>	<u>1,006,088</u>	<u>2,195,266</u>
Deferred Outflows of Resources				
Net pension liability-related amounts	-	72,333	-	72,333
Liabilities				
Current Liabilities				
Accounts payable	1,163	18,672	4,663	24,498
Accrued payroll	-	1,665	-	1,665
Compensated absences	-	5,244	-	5,244
Total current liabilities	<u>1,163</u>	<u>25,581</u>	<u>4,663</u>	<u>31,407</u>
Noncurrent Liabilities				
Net pension liability	-	222,711	-	222,711
Total liabilities	<u>1,163</u>	<u>248,292</u>	<u>4,663</u>	<u>254,118</u>
Deferred Inflows of Resources				
Net pension liability-related amounts	-	21,107	-	21,107
Net Position				
Net investment in capital assets	395,144	68,678	587,104	1,050,926
Restricted for				
Capital replacement	-	-	153,000	153,000
Unrestricted	355,981	171,146	261,321	788,448
Total net position	<u>\$ 751,125</u>	<u>\$ 239,824</u>	<u>\$ 1,001,425</u>	<u>\$ 1,992,374</u>

Pershing County
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds
Year Ended June 30, 2017

	Business-Type Activities Enterprise Funds			Total Enterprise Funds
	Pershing County Electrical Utility Fund	Landfill Fund	Nonmajor Enterprise Funds	
Operating Revenues				
Charges for services	\$ 17,409	\$ 305,605	\$ 163,738	\$ 486,752
Miscellaneous	-	20,778	-	20,778
Total operating revenues	<u>17,409</u>	<u>326,383</u>	<u>163,738</u>	<u>507,530</u>
Operating Expenses				
Salaries and wages	-	87,005	35,879	122,884
Employee benefits	-	49,234	-	49,234
Services and supplies	15,385	181,499	73,010	269,894
Depreciation	39,964	7,759	71,216	118,939
Total operating expenses	<u>55,349</u>	<u>325,497</u>	<u>180,105</u>	<u>560,951</u>
Operating Income (Loss)	<u>(37,940)</u>	<u>886</u>	<u>(16,367)</u>	<u>(53,421)</u>
Nonoperating Revenue (Expense)				
Service availability charges	33,708	-	-	33,708
Payment to Surplus and Deficiency Fund	<u>(210,776)</u>	<u>-</u>	<u>-</u>	<u>(210,776)</u>
Total nonoperating revenue (expense)	<u>(177,068)</u>	<u>-</u>	<u>-</u>	<u>(177,068)</u>
Income (Loss) Before Capital Contributions	<u>(215,008)</u>	<u>886</u>	<u>(16,367)</u>	<u>(230,489)</u>
Capital Contributions				
Capital grants	-	-	27,765	27,765
Contribution of capital assets	-	4,200	-	4,200
Total capital contributions	<u>-</u>	<u>4,200</u>	<u>27,765</u>	<u>31,965</u>
Change in Net Position	(215,008)	5,086	11,398	(198,524)
Net Position, Beginning of Year	<u>966,133</u>	<u>234,738</u>	<u>990,027</u>	<u>2,190,898</u>
Net Position, End of Year	<u>\$ 751,125</u>	<u>\$ 239,824</u>	<u>\$ 1,001,425</u>	<u>\$ 1,992,374</u>

Pershing County
Statement of Cash Flows – Proprietary Funds
Year Ended June 30, 2017

	Business-Type Activities Enterprise Funds			Total Enterprise Funds
	Pershing County Electrical Utility Fund	Landfill Fund	Nonmajor Enterprise Funds	
Operating Activities				
Cash received from users	\$ 18,723	\$ 332,062	\$ 122,459	\$ 473,244
Cash received from interfund services provided	-	-	1,635	1,635
Payments for employees' salaries and benefits	-	(133,109)	(35,879)	(168,988)
Payments for internal services used	(537)	(30,542)	(7,249)	(38,328)
Payments for services and supplies	(14,737)	(146,409)	(73,546)	(234,692)
Net Cash from Operating Activities	3,449	22,002	7,420	32,871
Capital and Related Financing Activities				
Payments received for service availability	33,850	-	-	33,850
Payment to Surplus and Deficiency Fund	(129,926)	-	-	(129,926)
Capital grant, received	-	-	15,265	15,265
Deposit paid for capital assets	-	(1,065)	-	(1,065)
Acquisition of capital assets	-	(13,115)	(43,270)	(56,385)
Interest payments on long-term debt	(1,050)	-	-	(1,050)
Principal payments on long-term debt	(30,000)	-	-	(30,000)
Net Cash (used for) Capital and Related Financing Activities	(127,126)	(14,180)	(28,005)	(169,311)
Net Change in Cash on Deposit and Invested	(123,677)	7,822	(20,585)	(136,440)
Cash on Deposit and Invested, Beginning of Year	471,797	327,504	349,069	1,148,370
Cash on Deposit and Invested, End of Year	\$ 348,120	\$ 335,326	\$ 328,484	\$ 1,011,930
Reconciliation of operating income (loss) to net cash from (used for) operating activities				
Operating income (loss)	\$ (37,940)	\$ 886	\$ (16,367)	\$ (53,421)
Adjustments to reconcile operating income (loss) to net cash from (used for) operating activities:				
Depreciation	39,964	7,759	71,216	118,939
Pension contributions	-	(24,231)	-	(24,231)
Pension expense	-	29,226	-	29,226
Changes in				
Accounts receivable, net	1,314	6,499	(39,644)	(31,831)
Assessments receivable	-	(820)	-	(820)
Prepaid items	-	401	-	401
Accounts payable	648	4,548	(7,785)	(2,589)
Accrued payroll	-	(3,343)	-	(3,343)
Due to other funds	(537)	-	-	(537)
Compensated absences	-	1,077	-	1,077
Net Cash from Operating Activities	\$ 3,449	\$ 22,002	\$ 7,420	\$ 32,871
Noncash Capital and Related Financing Activities				
Assessments receivable to Surplus and Deficiency Fund	\$ 80,850	\$ -	\$ -	\$ 80,850
Capital asset acquired by contribution	\$ -	\$ 4,200	\$ -	\$ 4,200

Pershing County
Statement of Fiduciary Net Position – Fiduciary Funds
June 30, 2017

	<u>Agency Funds</u>
Assets	
Cash on deposit and invested	<u>\$ 1,137,842</u>
Liabilities	
Due to other governments	\$ 192,608
Funds held in trust for others	<u>945,234</u>
Total liabilities	<u>\$ 1,137,842</u>

Note 1 - Summary of Significant Accounting Policies

Reporting Entity

The financial statements present the financial position, results of operations, changes in net position and cash flows of those funds under the direct jurisdiction of the Board of County Commissioners of Pershing County, Nevada and those funds for which the Board is financially accountable.

These financial statements include the Pershing County Television District as a component unit of Pershing County, in accordance with Governmental Accounting Standards Board (GASB) Statement No. 61, The Financial Reporting Entity. Component units include legally separate organizations for which the County is financially accountable. In the case of the Pershing County Television District, financial accountability is determined primarily by the Board of County Commissioners' participation as the governing body of this entity. As the governing body, the Board can impose its will on significant aspects of the operations of this entity. The component unit is reported under the "blended" basis and is, therefore, included within the financial statements of Pershing County.

The Pershing County Television District provides television and radio broadcast transmission and relay facilities in Pershing County pursuant to Chapter 318 of the Nevada Revised Statutes.

The Pershing County Television District Fund is audited in conjunction with Pershing County and all required disclosures are included in these financial statements.

The County Commission is also responsible for appointing the members of the Boards of other organizations, but the County's accountability for these organizations does not extend beyond making the appointments.

In addition, the County also receives and disburses money through agency accounts for other entities.

Implementation of GASB Statement No. 77 and portions of GASB Statement No. 82

As of July 1, 2016, the County adopted GASB Statement No. 77, *Tax Abatement Disclosures*. The implementation of this standard requires governments that enter into tax abatement agreements to disclose certain information. The additional disclosures required by this standard are included in Note 10.

In addition, as of July 1, 2016, the County adopted portions of GASB Statement No. 82, *Pension Issues – An amendment of GASB Statements No. 67, No. 68, and No. 73*, that clarified certain guidance related to payroll-related measures and the classification of payments to satisfy employee contribution requirements.

Government-wide and Fund Financial Statements

The government-wide financial statements report information on all of the nonfiduciary activities of the primary government. Eliminations have been made to minimize the effect of interfund activity. Governmental activities, which normally are supported by taxes and intergovernmental revenue, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or business-type activity is offset by program revenues. Direct expenses are those that are associated with a specific function or business-type activity. Program revenues include 1) charges to customers or applicants who purchase, use, or

directly benefit from goods, services, or privileges provided by a given function or business-type activity and 2) grants, contributions and interest income that are restricted to meeting the operational or capital requirements of a particular function or business-type activity. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating revenues, if any, result from nonexchange transactions or ancillary activities.

The fund financial statements provide information about Pershing County's funds, including its fiduciary funds.

Separate statements for each fund category—governmental, proprietary and fiduciary—are presented even though the latter are excluded from the government-wide financial statements. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. The fiduciary funds (agency funds) are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when liabilities are incurred, regardless of the timing of related cash flows.

All governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, Pershing County considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when the liability is incurred, except for principal and interest on general long-term debt, compensated absences, the other postemployment benefit obligation, and the net pension liability which are recorded as liabilities when due. The County first utilizes restricted resources to finance qualifying activities, then unrestricted resources as they are needed.

Property taxes, intergovernmental revenues, grant revenues and interest on investments associated with the fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Other revenues are normally not susceptible to accrual because they are generally not measurable until received in cash.

Pershing County reports the following major governmental funds:

- The General Fund is the primary operating fund of Pershing County. It accounts for all financial resources not accounted for in another fund.
- The Road Fund is used to account for revenue resources restricted for expenditure on roads.
- The 11th Judicial District Court Fund is used to account for revenue sources restricted for expenditures for the operation of the 11th Judicial District Court.
- The Building Fund is used to account for the revenues received from net proceeds of mines and the related expenditure of such sources for capital projects.

Pershing County reports the following major enterprise funds:

- The Pershing County Electrical Utility Fund is used to account for operations of the electric services provided to certain County residents.
- The Landfill Fund is used to account for the operations of the County owned landfill.

Additionally, Pershing County reports the following fund type:

- The fiduciary funds are custodial in nature. The Agency Funds account for assets held by the County in a trustee capacity or as an agent for other entities.

Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net Position/Governmental Funds Balance Sheet may report a separate section for deferred outflows of resources. The separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then.

- The County has one type of item, which arises under accounting for pensions that qualifies for reporting in this category. The item, net pension liability-related amounts, is reported in the Statement of Net Position. The Statement of Net Position reports differences between projected and actual investment earnings on pension plan investments, changes in the County's proportion and differences between the County's contributions and the County's proportionate share of contributions, and County contributions subsequent to the measurement date of the net pension liability. These items are deferred and recognized as a reduction of the net pension liability in the subsequent year.

In addition to liabilities, the Statement of Net Position/Balance Sheet may report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period (s) and so will not be recognized as an inflow of resources (revenue) until that time.

- The County has items which arise under accounting for pensions that qualify for reporting in this category. The items, net pension liability-related amounts, are reported in the Statement of Net Position. The Statement of Net Position reports differences between expected and actual experience, and changes in the County's proportion and differences between the County's contributions and the County's proportionate share of contributions. These items are deferred and recognized as an increase of the net pension liability in subsequent periods.
- The County has one type of item, which arises under the modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported in the Governmental Funds Balance Sheet. The governmental funds report unavailable revenues from property taxes and other revenue items (assessments). These items are deferred and recognized as an inflow of resources in the period that the amounts become available.

Budgets and Budgetary Accounting

Budget Policies

Pershing County adheres to the Local Government Budget and Finance Act incorporated within state statutes, which includes the following major procedures to establish the budgetary data which is reflected in these financial statements.

1. On or before April 15, the Pershing County Board of Commissioners files a tentative budget with the Nevada Department of Taxation for all funds other than the Agency Funds, which are not required to be budgeted.
2. Public hearings on the tentative budget are held on the third Monday in May.
3. Prior to June 1, at a public hearing, the Board indicates changes, if any, to be made to the tentative budget and adopts a final budget by the favorable vote of a majority of the members of the Board. The final budget must then be forwarded to the Nevada Tax Commission for final hearings and approval.
4. Formal budgetary integration in the financial records of the funds is employed to enhance management control during the year.
5. Budgets for the funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP), except for the funds which are combined for external reporting (the General Fund, the In Lieu of Taxes Fund, the Law Enforcement Fund, the Cemetery Fund, and the Law Library Fund). Appropriations lapse at year-end.
6. Budget amounts within funds, and between funds, may be transferred if amounts do not exceed the original budget. Such transfers are to be approved by the Board of County Commissioners. Budget augmentations in excess of original budgetary amounts generally may not be made without prior approval of the Pershing County Board of Commissioners, following a scheduled and noticed public hearing, as necessary, and transmittal to the Department of Taxation.

The budget amounts reflected in the financial statements have been amended from the original amounts in accordance with state statute, except as disclosed in Note 2 to the financial statements.

By state statute, actual expenditures may not exceed budgetary appropriations of the various governmental functions (excluding the Debt Service function) of the General, Special Revenue and Capital Projects Funds. Actual expenses generally may not exceed the sum of budgeted operating and non-operating expenses in the Enterprise Funds.

Cash and Investments

Cash balances from all funds are combined and, to the extent practicable, invested as permitted by law. Investments are recorded at fair value, as necessary.

All interest earned on cash deposits is recognized in the General Fund in accordance with NRS 355.170, except for amounts credited to various other funds in accordance with law, contract, or as the result of conditions related to grant awards.

Pursuant to NRS 355.170 and NRS 355.171, Pershing County may invest in the following types of securities:

- United States bonds and debentures maturing within ten (10) years from the date of purchase.
- Certain farm loan bonds.

- Securities of the United States Treasury, United States Postal Service, or the Federal National Mortgage Association maturing within ten (10) years from the date of purchase.
- Certificates of deposit from commercial banks and insured savings and loan associations.
- Certain securities issued by local governments of the State of Nevada.
- Certain obligations of state and local governments.
- Certain bankers' acceptances, commercial paper issued by a corporation organized and operating in the United States, and money market mutual funds.
- Certain notes and bonds that are issued by corporations organized and operating in the United States.
- Other securities expressly provided by other statutes, including repurchase agreements.

Pursuant to NRS 355.167, Pershing County may also invest in the Local Government Investment Pool administered by the State Treasurer with oversight by the Board of Finance of the State of Nevada. Investment in the Local Government Investment Pool is carried at fair value, which is the same as the value of the pool shares.

Cash and cash equivalents in the Enterprise Funds include cash on deposit and invested as the balances are available on demand.

Accounts Receivable

Allowance for doubtful collections has been recorded only in the Ambulance Fund for \$236,377. Management does not anticipate any material collection losses in respect to the remaining accounts receivable balances.

Taxes Receivable

Secured roll property taxes receivable reflect only those taxes receivable from the delinquent roll years. Delinquent taxes from all roll years prior to 2015-2016 have been written off. No provision for uncollectible accounts has been established as management does not anticipate any material collection losses in respect to the remaining balances.

Taxes receivable on personal property and net proceeds of mines reflect only those taxes collected within 60 days of year-end.

Restricted Assets

Other third party restrictions require other resources to be set aside for various purposes in the Town of Imlay Utilities Fund. These amounts are reported as restricted assets.

Due To and Due From Other Funds

Interfund receivables and payables, if any, arise from interfund transactions and are recorded by all funds affected in the period in which transactions are executed. All such balances within the governmental activities or business-type activities are eliminated in the government-wide statements. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide statements as internal balances, as necessary.

Inventory

The General Fund maintains an inventory of fuel. Expenditures are recorded when fuel is sold. Inventory is valued at cost, on a first-in, first-out basis, which approximates market. Inventory amounts at year end are reported as nonspendable fund balance.

Capital Assets

Capital assets are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. As a matter of policy, Pershing County classifies those assets with a unit value of \$1,000 or more and a useful life of more than one year as capital assets. General infrastructure assets acquired prior to July 1, 2003, are not reported in the basic financial statements.

Purchased capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated acquisition value on the date donated. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

Depreciation is computed over the estimated useful lives of the assets using the straight-line method. The estimated useful lives are as follows:

Buildings and improvements	10-50 years
Improvements	20-25 years
Infrastructure	15 years
Equipment and vehicles	5-20 years

The County has a collection of museum pieces presented for public exhibition and education that is being preserved for future generations. The proceeds from sales of any pieces of the collection, if any, are used to purchase other pieces for the collection. The collection is not capitalized or depreciated as part of capital assets.

Long-Term Liabilities

In the government-wide and proprietary fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts and prepaid bond insurance, if applicable, are amortized over the life of the bonds. Bonds payable, if any, are reported net of the applicable bond premium or discount. Bond issuance costs are expensed during the current period.

In the governmental fund financial statements, bond proceeds and premiums/discounts, if any, are recognized during the current period as another financing source or use, as applicable. Bond issuance costs are reported as expenditures in the current period.

Compensated Absences

In the government-wide and proprietary fund financial statements, the costs involved in vacation and sick leave benefits are accrued when earned.

In the governmental funds, the costs involved in vacation time and sick leave benefits are not accrued as earned, but are recorded as payroll costs only when the time is actually used or accumulated benefits are paid as a result of employee resignations and retirements.

Pensions

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, pension expense, information about the fiduciary net position of the Public

Employees Retirement System of the State of Nevada (PERS), and additions to/deductions from PERS's 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.

Fund Equity

In the government-wide financial statements, equity is classified as net position and displayed in three components:

Net Investment in Capital Assets – Consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.

Restricted – Consists of net position with constraints placed on their use either by (1) external groups such as creditors, contributors, or laws or regulations; (2) law through constitutional provisions or enabling legislation.

Unrestricted – All other net positions that do not meet the definition of net investment in capital assets or restricted.

In the governmental fund financial statements, fund equity is classified as fund balance. Fund balance is further classified in the following components:

Nonspendable – Amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.

Restricted – Amounts that can be spent only for specific purposes because of constitutional provisions, enabling legislation, or because of constraints that are externally imposed by creditors, grantors, contributors, or the law or regulations of other governments.

Committed – Amounts that can only be used for specific purposes. Committed fund balance is reported pursuant to ordinances passed by the Board of Commissioners, which is Pershing County's highest level of decision making authority. Committed fund balance may only be amended or rescinded by ordinance as passed by the Board.

Assigned – Amounts that Pershing County intends to use for a specific purpose, but do not meet the definition of restricted or committed fund balance. Under Pershing County's adopted fund balance policy, amounts may be assigned by the Recorder-Auditor under the authorization of the Board of Commissioners.

Unassigned – All other spendable amounts in the General Fund. Negative unassigned fund balances may occur in funds whose restrictions or commitments exceed available fund balance.

Proprietary fund equity is classified the same as in the government-wide statements.

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the County considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the County considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board of Commissioners have provided otherwise in its commitment or assignment actions.

Property Tax

All real property in Pershing County is assigned a parcel number in accordance with state law, with each parcel being subject to physical reappraisal every 5 years. A factoring system is used to adjust the appraised value during the years between physical appraisals. The valuation of the property and its improvements is being assessed at 35 percent of "taxable value" as defined by statute. The amount of tax levied is developed by multiplying the assessed value by the tax rate applicable to the area in which the property is located. In 2005, the Nevada State Legislature passed Assembly Bill 489 which provides for a partial abatement of the property tax levied on qualified property. For qualified property, the abatement may limit the increase of property taxes based on the previous year's assessed value.

Taxes on real property are a lien on the property and attach on July 1 of the year for which the taxes are levied.

Taxes may be paid in four installments payable on the third Monday in August, and the first Monday in October, January, and March. Penalties are assessed if a taxpayer fails to pay an installment within 10 days of the installment due date. After a two-year waiting period, if the taxes remain unpaid, a tax deed is issued conveying the property to the County with a lien for back taxes and accumulated charges. Redemption may be made by the owner and such persons as described by statute by paying all back taxes and accumulated penalties, interest, and costs before sale.

Taxes on personal property are collected currently. Personal property declarations are mailed out annually and the tax is computed using percentages of taxable values established by the Department of Taxation and tax rates applicable to the area in which the property is located.

The major classifications of personal property are commercial property and mobile homes. In Pershing County, taxes on motor vehicles are collected by the County Assessor and remitted to the State. The taxes are then returned to the entities of the County on a statutory formula as a portion of Consolidated Tax Revenue.

Taxes on net proceeds of mines are determined by the Nevada Tax Commission. Billing and collection functions are performed by the State with amounts remitted to the County.

Net Proceeds of Mines

Through June 30, 2016, net proceeds of mines were paid on an annual, estimated basis. Additional amounts due, based on actual business in comparison to estimated payments, were determined subsequent to the calendar year. Credits for overpayments, based on actual business for the year in comparison to estimated payments, were applied to future tax payments in accordance with NRS 362.130.

Effective July 1, 2016, net proceeds are paid on an annual, calendar year basis. For the year ended June 30, 2017, net proceeds of mines received on actual business from January 1, 2016 through December 31, 2016 are reflected in the financial statements. Net proceeds of mines from January through June 2017 are neither measurable nor available to meet obligations existing at June 30, 2017. Overpayments must be credited toward the payment due the next calendar year, the amount of the remaining overpayment, after being credited to any other tax or fee due from the taxpayer, may be refunded. The overall financial impact to the County of future additional amounts due or future credits is not determinable at June 30, 2017 and are not reflected in these financial statements.

Note 2 - Compliance with Nevada Revised Statutes (NRS) and the Nevada Administrative Code (NAC)

The County conformed to all significant statutory constraints on its financial administration during the year, with the following possible exceptions:

- The County is authorized to invest in money issued by corporations organized and operating in the United States that are rated by a nationally recognized rating service as “A” or its equivalent, or better. At year end, the County held a corporate bond rated BBB+, an apparent violation of NRS 355.171.
- The County did not publish its intention to augment the appropriations of the Agricultural Extension Fund at least three days prior to the vote, an apparent violation of NRS 354.598005.
- Actual expenses exceeded budgeted appropriations in the Pershing County Electric Utility Fund by \$201,825, an apparent violation of NAC 354.481. The overexpenditure occurred as the result of the payment to the Pershing County, Nevada, Special Assessment District Surplus and Deficiency Fund (agency fund) as required by the bond agreement once the bonds were paid in full.

Note 3 - Cash on Deposit and Invested

As of June 30, 2017, Pershing County had the following cash and investments, and related maturities:

	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>	
		<u>Less than 1</u>	<u>1 to 5</u>
Investments			
State of Nevada Local Government Investment Pool (LGIP)	\$ 1,222,378	\$ 1,222,378	\$ -
U.S. Agency Securities	594,630	199,536	395,094
Corporate Bonds and Notes	923,939	-	923,939
Certificates of Deposit	4,800,790	800,595	4,000,195
	<u>7,541,737</u>	<u>\$ 2,222,509</u>	<u>\$ 5,319,228</u>
Total Cash	<u>4,856,891</u>		
Total Cash and Investments	<u>\$ 12,398,628</u>		

Pershing County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Pershing County does not have any investments that are measured using Level 3 inputs.

As of June 30, 2017, Pershing County's investments, including the recurring fair value measurement of investments, is as follows:

	Fair Value	Fair Value Measurements Using	
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Observable Inputs (Level 2)
Investments			
U.S. Agency Securities	\$ 594,630	\$ 594,630	\$ -
Corporate Bonds and Notes	923,939	923,939	-
Certificates of Deposit	4,800,790	-	4,800,790
	6,319,359	1,518,569	4,800,790
State of Nevada Local Government Investment Pool (LGIP)	1,222,378	-	-
Total Investments	\$ 7,541,737	\$ 1,518,569	\$ 4,800,790

As the LGIP is an external investment pool, the investment is not valued according to the hierarchy.

As previously noted, Nevada Revised Statutes (NRS 355.170, NRS 355.171 and NRS 355.167) set forth acceptable investments for Nevada local governments. The County has adopted a formal investment policy that further limits its investment choices or further limits its exposure to certain risks as set forth below.

Interest Rate Risk – Interest rate risk is the risk of the possible reduction in the value of a security, especially a bond, resulting from a rise in interest rates. As noted above, the County has a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates beyond those specified in statute. In accordance with its investment policy, the maximum maturity of investments is generally five years.

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation and is a function of the credit quality ratings of investments. As noted above, the County does have a formal investment policy. The policy, however, does not specify minimum acceptable credit ratings beyond those specified in statute.

State statutes authorize investments in direct obligations of, or obligations guaranteed by the United States of America. The County may also invest in corporate bonds rated "A" or its equivalent.

As of June 30, 2017, the County's investments are rated as follows:

Investments	Fair Value	Quality Rating by Standard & Poors					
		Unrated	AA+	AA-	A	A-	BBB+
State of Nevada Local Government Investment Pool (LGIP)	\$ 1,222,378	\$ 1,222,378	\$ -	\$ -	\$ -	\$ -	\$ -
U.S. Agency Securities	594,630	-	594,630	-	-	-	-
Corporate Bonds and Notes	923,939	-	100,938	45,722	360,415	335,029	81,835
Certificates of Deposit	4,800,790	4,800,790	-	-	-	-	-

Concentration of Credit Risk – Concentration of credit risk is the loss attributed to the magnitude of a government's investment in a single issuer. At June 30, 2017, no investments exceeded 5% of the County's total investments.

Custodial Credit Risk on Deposits – Custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned. The County's bank deposits are covered by Federal Deposit Insurance Corporation (FDIC) insurance and collateralized by the Office of the State Treasurer/Nevada Collateral Pool.

Note 4 - Capital Assets

Capital asset activity for the year ended June 30, 2017 was as follows:

	Balance July 1, 2016	Additions and Transfers In	Deletions and Transfers Out	Balance June 30, 2017
Governmental Activities				
Capital assets, not being depreciated				
Land	\$ 778,422	\$ -	\$ -	\$ 778,422
Construction in progress	269,876	861,117	(1,036,398)	94,595
Total capital assets, not being depreciated	1,048,298	861,117	(1,036,398)	873,017
Capital assets, being depreciated				
Buildings and improvements	5,901,382	926,399	(2,498)	6,825,283
Improvements	1,990,282	78,322	(1,188)	2,067,416
Infrastructure	898,389	257,748	-	1,156,137
Equipment and vehicles	8,871,307	642,759	(155,965)	9,358,101
Total capital assets, being depreciated	17,661,360	1,905,228	(159,651)	19,406,937
Less accumulated depreciation				
Buildings and improvements	(2,017,018)	(127,096)	1,150	(2,142,964)
Improvements	(1,116,344)	(64,095)	1,188	(1,179,251)
Infrastructure	(311,242)	(68,484)	-	(379,726)
Equipment and vehicles	(6,910,500)	(405,489)	99,516	(7,216,473)
Total accumulated depreciation	(10,355,104)	(665,164)	101,854	(10,918,414)
Total capital assets, being depreciated, net	7,306,256	1,240,064	(57,797)	8,488,523
Governmental activities capital assets, net	\$ 8,354,554	\$ 2,101,181	\$ (1,094,195)	\$ 9,361,540

The County has entered into a construction contract related to the Grass Valley Firehouse. As of June 30, 2017, the remaining commitment on the contract was \$114,953.

Pershing County
Notes to Financial Statements
June 30, 2017

	<u>Balance July 1, 2016</u>	<u>Additions and Transfers In</u>	<u>Deletions and Transfers Out</u>	<u>Balance June 30, 2017</u>
Business-Type Activities				
Capital assets, not being depreciated				
Land	\$ 14,476	\$ -	\$ -	\$ 14,476
Capital assets, being depreciated				
Improvements	2,105,344	-	(7,409)	2,097,935
Equipment and vehicles	1,249,888	60,585	(9,765)	1,300,708
Total capital assets, being depreciated	<u>3,355,232</u>	<u>60,585</u>	<u>(17,174)</u>	<u>3,398,643</u>
Less accumulated depreciation for				
Improvements	(1,196,921)	(82,115)	7,409	(1,271,627)
Equipment and vehicles	(1,063,507)	(36,824)	9,765	(1,090,566)
Total accumulated depreciation	<u>(2,260,428)</u>	<u>(118,939)</u>	<u>17,174</u>	<u>(2,362,193)</u>
Total capital assets, being depreciated, net	<u>1,094,804</u>	<u>(58,354)</u>	<u>-</u>	<u>1,036,450</u>
Business-type activities capital assets, net	<u>\$ 1,109,280</u>	<u>\$ (58,354)</u>	<u>\$ -</u>	<u>\$ 1,050,926</u>

Depreciation expense was charged to functions/programs of Pershing County as follows:

Governmental Activities	
General Government	\$ 174,324
Public Safety	289,811
Judicial	12,490
Public Works	98,476
Health	2,920
Welfare	2,155
Culture and Recreation	58,332
Community Support	26,656
	<hr/>
Total depreciation expense-governmental activities	\$ 665,164
	<hr/> <hr/>
Business-Type Activities	
Utilities	\$ 39,964
Landfill	7,759
Water services	41,724
Ambulance	29,492
	<hr/>
Total depreciation expense-business-type activities	\$ 118,939
	<hr/> <hr/>

Note 5 - Long-Term Debt

	Date of Issue	Original Issue	Interest Rate
Governmental Activities			
Note payable (Fire Trucks Purchase)	08/15	\$ 755,967	2.93%
Compensated absences	N/A	N/A	N/A
Total governmental activities			
Business-Type Activities			
Bonds payable (Special Assessment District No. 1) Local Improvement Bonds, Series 2001	06/01	\$ 985,000	6.75-7.00%
Compensated absences	N/A	N/A	N/A
Total business-type activities			

During the year ended June 30, 2017, interest expense has been recorded in the financial statements in the following funds:

Option Tax-Public Safety Fund (Fire Trucks Purchase)	<u><u>\$ 21,842</u></u>
--	-------------------------

<u>Balance July 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance June 30, 2017</u>	<u>Due in 2017-2018</u>	<u>Date of Final Payment</u>
\$ 755,967	\$ -	\$ 66,429	\$ 689,538	\$ 68,068	08/25
<u>345,845</u>	<u>360,401</u>	<u>345,845</u>	<u>360,401</u>	<u>360,401</u>	
<u>1,101,812</u>	<u>360,401</u>	<u>412,274</u>	<u>1,049,939</u>	<u>428,469</u>	
30,000	-	30,000	-	-	07/16
<u>4,167</u>	<u>5,244</u>	<u>4,167</u>	<u>5,244</u>	<u>5,244</u>	
<u>34,167</u>	<u>5,244</u>	<u>34,167</u>	<u>5,244</u>	<u>5,244</u>	
<u>\$ 1,135,979</u>	<u>\$ 365,645</u>	<u>\$ 446,441</u>	<u>\$ 1,055,183</u>	<u>\$ 433,713</u>	

Presented below is a summary of debt service requirements to maturity of the County's obligations, excluding compensated absences:

Year Ending June 30,	Governmental Activities Note Payable	
	Principal	Interest
2018	\$ 68,068	\$ 20,203
2019	70,062	18,209
2020	72,115	16,156
2021	74,228	14,043
2022	76,403	11,868
2023-2026	328,662	24,423
	\$ 689,538	\$ 104,902

Governmental activities debt is serviced through the Option Tax-Public Safety Fund for the note payable. The final payment on the Business-Type debt was made through the Pershing County Electric Utility Fund. Compensated absences are paid from the fund incurring the related salaries and wages.

The County was, in accordance with Nevada Revised Statutes, within the legal debt limit at June 30, 2017.

Note 6 - Fund Balances – Governmental Funds

As of June 30, 2017, fund balances are composed of the following.

	General Fund	Road Fund	11th Judicial District Court Fund	Building Fund	Nonmajor Governmental Funds	Total Governmental Funds
Nonspendable						
Inventory	\$ 31,952	\$ -	\$ -	\$ -	\$ -	\$ 31,952
Prepaid Items	43,276	7,481	11,840	-	6,016	68,613
	<u>75,228</u>	<u>7,481</u>	<u>11,840</u>	<u>-</u>	<u>6,016</u>	<u>100,565</u>
Restricted						
General government	520,465	-	-	-	100,618	621,083
Public safety	9,710	-	-	-	8,524	18,234
Judicial	85,375	-	462,702	-	305,586	853,663
Public works	-	452,577	-	-	695,434	1,148,011
Welfare	-	-	-	-	177,015	177,015
Culture and recreation	428	-	-	-	40,529	40,957
Community support	-	-	-	-	65,699	65,699
Intergovernmental	95,240	-	-	-	-	95,240
Capital projects	-	-	-	-	1,037,032	1,037,032
Town and District activities	-	-	-	-	185,897	185,897
	<u>711,218</u>	<u>452,577</u>	<u>462,702</u>	<u>-</u>	<u>2,616,334</u>	<u>4,242,831</u>
Committed						
Culture and Recreation	-	-	-	-	466,246	466,246
Assigned						
Amount to balance subsequent year's budget shortfall	1,804,208	-	-	1,880,000	22,615	3,706,823
Judicial	16,680	-	-	-	-	16,680
Community support	-	-	-	-	80,437	80,437
Capital projects	-	-	-	435,032	-	435,032
	<u>1,820,888</u>	<u>-</u>	<u>-</u>	<u>2,315,032</u>	<u>103,052</u>	<u>4,238,972</u>
Unassigned						
	<u>1,277,165</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,277,165</u>
Total fund balances	<u><u>\$ 3,884,499</u></u>	<u><u>\$ 460,058</u></u>	<u><u>\$ 474,542</u></u>	<u><u>\$ 2,315,032</u></u>	<u><u>\$ 3,191,648</u></u>	<u><u>\$ 10,325,779</u></u>

Note 7 - Interfund Activity

Interfund transfers for the year ended June 30, 2017 consisted of the following:

	General Fund	Transfers Out Nonmajor Governmental Funds	Total
Transfers In			
General Fund	\$ -	\$ 62,290	\$ 62,290
11 th Judicial District Court Fund	1,077,104	-	1,077,104
Nonmajor Governmental Funds	173,000	-	173,000
	\$ 1,250,104	\$ 62,290	\$ 1,312,394

Transfers are used to move revenues collected in a fund to finance various programs accounted for in other funds.

Note 8 - Other Postemployment Benefits (OPEB)

Pershing County Retiree Health Benefit Program

Plan Description – In accordance with Nevada Revised Statutes 287.010, the County adopted the Pershing County Retiree Health Benefit Program to provide postemployment benefits to eligible employees on retirement. The plan is a single employer defined benefit OPEB plan. Employees retiring from the County after September 1, 2008, are allowed continued participation (for retiree and eligible dependents) in the County’s group health insurance program (medical, dental, vision, and life insurance). Retirees are responsible for payment of unsubsidized monthly premiums. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan. All required disclosures are included in these financial statements; no separate reports are issued.

Eligibility requirements, benefit levels, employee contributions, and employer contributions are governed by the County and can be amended through the County.

Funding Policy – Retiree insurance premiums are subsidized by the County for employees retiring with at least 10 years of service at 60 years of age or retiring with at least 30 years of service at any age. At the age of 65, the retiree will no longer be eligible for the continued participation in the County’s group health insurance program. The subsidized premium is \$200, or the lower premium cost, per month for those eligible for continued participation in the transitional insurance program. The County finances the plan on a pay-as-you-go basis from operating resources of the General Fund.

The County’s obligation for subsidies is limited to payment of the subsidized premium. As of June 30, 2017, one retiree was participating in the transitional insurance program.

Annual OPEB Cost and Net OPEB Obligation – The County had an actuarial valuation performed for the plan as of June 30, 2016. The valuation was done to determine the funded status of the plan as well as the County’s annual required contribution (ARC) for the fiscal year end June 30, 2016; a rollforward of that valuation was included for the year ended June 30, 2017. As of June 30, 2017, the plan was zero percent funded. For the fiscal year 2017, the County’s employer contribution for retirees’ benefits was \$8,354. The County’s contribution was financed on a pay-as-you go basis.

<u>Year Ended June 30,</u>	<u>Annual OPEB Cost</u>	<u>Employer OPEB Contribution</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
2015	\$ 89,967	\$ 17,650	19.62%	\$ 391,937
2016	134,875	156	0.12%	526,656
2017	144,859	8,354	5.77%	663,161

The net OPEB obligation as of June 30, 2017 was calculated as follows:

Determination of Annual Required Contribution (ARC)		
Normal		\$ 106,030
Amortization of Unfunded Actuarial Accrued Liability (UAAL)		44,193
		<u>\$ 150,223</u>
Determination of Net OPEB Obligation		
Annual Required Contribution		\$ 150,223
Interest on Net OPEB Obligation		21,066
Adjustment to ARC		<u>(26,430)</u>
Annual OPEB Cost		144,859
Retiree benefits paid by the County		<u>(8,354)</u>
Increase in Net OPEB Obligation		136,505
Net OPEB Obligation, Beginning of Year		<u>526,656</u>
Net OPEB Obligation, End of Year		<u>\$ 663,161</u>

Funded Status and Funding Progress – The funded status and funding progress as of the most recent actuarial valuation are shown below:

Actuarial Accrued Liability (AAL)	\$ 915,842
Actuarial Value of Plan Assets	-
	-
Unfunded Actuarial Accrued Liability (UAAL)	\$ 915,842
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.00%
Covered Payroll (Active Plan Members 2017)	\$ 4,543,082
UAAL as a Percentage of Covered Payroll	20.16%

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, will present multiyear trend information as it becomes available. The Schedule will show whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumption – Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the June 30, 2016 actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions include a 4% investment rate of return and an annual healthcare trend rate beginning at 6.5% for fiscal year 2018, declining by .5% for the fiscal year 2019, and then declining by .25% each year until an ultimate trend rate of 5% is reached in 2023. These rates include a 2.75% general inflation rate. The actuarial value of plan assets was not determined as the County has not advance-funded its obligation. The plan’s unfunded actuarial accrued liability is amortized on a level percentage of payroll over 30 years on a closed basis; 23 years remain in the amortization period at June 30, 2017. It was assumed the County’s payroll would increase 4% per year.

State of Nevada’s Public Employee Benefit Program (PEBP)

Plan Description – NRS 287.023 allows retired employees of governmental entities within the State of Nevada to join the State’s Public Employees’ Benefit Program (PEBP), an agent multiple-employer defined benefit OPEB plan administered by a nine member governing board. PEBP provides medical, prescription, vision, life and accident insurance, and dental for retirees. Retirees can choose between a self-funded preferred provider organization (PPO) and a health maintenance organization (HMO) plan. Retirees are responsible for payment of unsubsidized premiums. The plan is not accounted for as a trust fund, as an irrevocable trust has not been established to account for the plan and no financial reports are issued.

Eligibility and contribution requirements are governed by statutes of the State of Nevada and can only be amended through legislation. The statutes were revised with an effective date of November 30, 2008, to create new participation limitations so that only active members of PEBP can elect coverage after retirement. Based on the statute revision, former County employees and retirees must have retired and joined PEBP by September 1, 2008 to elect PEBP membership. Consequently, no employees retiring from the County on or after September 1, 2008 will be eligible to participate in the PEBP plan as a retiree at the County's expense.

Funding Policy – The County is required to provide a subsidy for their retirees who have elected to join PEBP. The subsidy is paid on the pay-as-you-go basis. Contribution requirements for plan members and the participating employers are assessed by the PEBP Board annually. The contributions required for PEBP subsidies depends on the date of retirement and years of Public Employees Retirement System (PERS) service former employees earned in total, and while working for the County. The County's subsidy ranges from a minimum of \$3 to a maximum of \$774 per month. Subsidies for retiree premiums participating in the State PEBP are paid directly to the State when due. The County's obligation for subsidies is limited to payment of the statutorily required contribution. The current year contribution to PEBP was \$60,099 for 29 retirees, which equaled the required contribution.

Annual OPEB Cost and Net OPEB Obligation – The County had an actuarial valuation performed for the plan as of June 30, 2016. The valuation was done to determine the funded status of the plan as well as the County's annual required contribution (ARC) for the fiscal year end June 30, 2016; a rollforward of that valuation was included for the year ended June 30, 2017. As of June 30, 2017, the plan was zero percent funded. For the fiscal year 2017, the County's employer contribution for retirees' benefits was \$60,099 for 29 eligible participants. The County's contribution was financed on a pay-as-you-go basis with PEBP subsidy payments paid directly to PEBP.

<u>Year Ended June 30,</u>	<u>Annual OPEB Cost</u>	<u>Employer OPEB Contribution</u>	<u>Percentage of Annual OPEB Cost Contributed</u>	<u>Net OPEB Obligation</u>
2015	\$ 75,680	\$ 55,554	73.41%	\$ 161,066
2016	68,591	59,354	86.53%	170,303
2017	69,114	60,099	86.96%	179,318

The net OPEB obligation as of June 30, 2017 was calculated as follows:

Determination of Annual Required Contribution (ARC)	
Normal Cost	\$ -
Amortization of Unfunded Actuarial Accrued Liability (UAAL)	73,765
	\$ 73,765
Determination of Net OPEB Obligation	
Annual Required Contribution	\$ 73,765
Interest on Net OPEB Obligation	6,812
Adjustment to ARC	(11,463)
	69,114
Annual OPEB Cost	69,114
Retiree benefits paid by the County	(60,099)
	9,015
Increase in Net OPEB Obligation	9,015
Net OPEB Obligation, Beginning of Year	170,303
Net OPEB Obligation, End of Year	\$ 179,318

Funded Status and Funding Progress – The funded status and funding progress as of the most recent actuarial valuation are shown below:

Actuarial Accrued Liability (AAL)	\$ 1,139,755
Actuarial Value of Plan Assets	-
Unfunded Actuarial Accrued Liability (UAAL)	\$ 1,139,755
Funded Ratio (Actuarial Value of Plan Assets/AAL)	0.00%
Covered Payroll (Active Plan Members 2017)	N/A
UAAL as a Percentage of Covered Payroll	N/A

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future mortality and healthcare cost trends. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, will present multiyear trend information as it becomes available. The Schedule will show whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions – Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the June 30, 2016 actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions include a 4% investment rate of return and an annual healthcare trend rate beginning at 6.5% for fiscal year 2018, declining by .5% for the fiscal year 2019, and then declining by .25% each year until an ultimate trend rate of 5% is reached in 2023. These rates include a 2.75% general inflation rate. The actuarial value of plan assets was not determined as the County has not advance-funded its obligation. The plan's unfunded actuarial accrued liability is amortized on a level dollar basis over 30 years on a closed basis; 23 years remain in the amortization period at June 30, 2017.

Note 9 - Defined Benefit Pension Plan

Plan Description – Pershing County contributes to the Public Employees' Retirement System of the State of Nevada (PERS). PERS administers a cost sharing, multiple employer, defined benefit public employees' retirement system which includes both Regular and Police/Fire members. PERS was established by the Nevada Legislature in 1947, effective July 1, 1948. PERS is administered to provide a reasonable base income to qualified employees who have been employed by a public employer and whose earnings capacities have been removed or substantially impaired by age or disability.

Benefits Provided – Benefits, as required by Nevada Revised Statutes (NRS or statute), 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 PERS on or after January 1, 2010 and July 1, 2015. 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 percent of average compensation for each accredited year of service prior to July 1, 2001. For service earned on or after July 1, 2001, this multiplier is 2.67% of average compensation. For members entering PERS on or after January 1, 2010, there is a 2.5% multiplier and for members entering PERS on or after July 1, 2015, there is a 2.25% multiplier. PERS 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.

Post-retirement increases are provided by authority of NRS 286.575 – 286.579.

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 thirty years of service. Regular members entering PERS 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 thirty years of service. Regular members entering PERS on or after July 1, 2015 are eligible for retirement at age 65 with five years of service, or age 62 with 10 years of service, or at 55 with 30 years of service, or at any age with 33 1/3 years of service.

Police/Fire members are eligible for retirement at age 65 with five years of service, at age 55 with ten years of service, at age 50 with twenty years of service, or at any age with twenty-five years of service. Police/Fire members entering PERS on or after January 1, 2010, are eligible for retirement at 65 with five years of service, or age 60 with ten years of service, or age 50 with twenty years of service, or at any age with thirty years of service. Only service performed in a position as a police officer or firefighter may be counted towards eligibility for retirement as Police/Fire accredited 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 of up to 90% of average compensation. Both Regular and Police/Fire members become fully vested as to benefits upon completion of five years of service.

Contributions – The authority for establishing and amending the obligation to make contributions and member contribution rates, is set by statute. 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 of 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.

PERS’ 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.

PERS receives an actuarial valuation on an annual basis indicating the contribution rates required to fund PERS 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 NRS 286.421 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.

For the fiscal years ended June 30, 2016 and June 30, 2017, the Statutory Employer/Employee matching rate for Regular members was 14.50%; the rate was 20.75% for Police/Fire in both years. The Employer-pay contribution (EPC) rate for Regular members was 28.00% for the fiscal years ended June 30, 2016 and June 30, 2017; the rate was 40.50% for Police/Fire in both years.

The County’s contributions were \$1,251,147 for the year ended June 30, 2016 and \$1,368,904 for the year ended June 30, 2017.

PERS Investment Policy – PERS’ policies which determine the investment portfolio target asset allocation are established by the PERS Board. The asset allocation is reviewed annually and is designed to meet the future risk and return needs of the System.

The following was the PERS Board adopted policy target asset allocation as of June 30, 2016:

Asset Class	Target Allocation	Long-Term Geometric Expected Real Rate of Return
Domestic equity	42%	5.50%
International equity	18%	5.75%
Domestic fixed income	30%	0.25%
Private markets	10%	6.80%
	100%	

As of June 30, 2016 PERS’ long-term inflation assumption was 3.50%.

Net Pension Liability – At June 30, 2017, the County reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County’s proportion of the net pension liability of \$11,091,422 was based on the County’s share of contributions in PERS pension plan relative to the total contributions of all participating PERS employers and members. At July 1, 2016, the County’s proportion was 0.08242 percent, which was an increase of 0.01245 from its proportion measured as of June 30, 2015.

Pension Liability Discount Rate Sensitivity – The following presents the net pension liability of the County as of June 30, 2016, calculated using the discount rate of 8.00%, as well as what the County’s net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (7.00%) or 1-percentage-point higher (9.00%) than the current discount rate:

	1% Decrease in Discount Rate (7.00%)	Discount Rate (8.00%)	1% Increase in Discount Rate (9.00%)
County's proportionate share of the net pension liability	\$ 16,257,858	\$ 11,091,422	\$ 6,793,011

Pension Plan Fiduciary Net Position – Detailed information about the pension plan’s fiduciary net position is available in the PERS Comprehensive Annual Financial Report, available on the PERS website.

Actuarial Assumptions – The County’s net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation rate	3.50%
Payroll growth	5.00% including inflation
Investment rate of return	8.00%
Productivity pay increase	0.75%
Projected salary increases	Regular: 4.60% to 9.75%, depending on service Police/Fire: 5.25% to 14.50%, depending on service Rates include inflation and productivity increases
Consumer price index	3.50%
Other assumptions	Same as those used in the June 30, 2016 funding actuarial valuation

Mortality rates for non-disabled male Regular members were based on the RP-2000 Combined Healthy Mortality Table and mortality rates for non-disabled female Regular members were based on the RP-2000 Combined Healthy Mortality Table set back one year. The mortality rates for all non-disabled Police/Fire members were based on the RP-2000 Combined Healthy Mortality Table set forward one year. The mortality table used in the actuarial valuation to project mortality rates for all disabled Regular members and all disabled Police/Fire members is the RP-2000 Disabled Retiree Mortality Table set forward three years.

Actuarial assumptions used in the June 30, 2016 valuation were based on the results of the experience review completed in 2013.

The discount rate used to measure the total pension liability was 8.00% as of June 30, 2016. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified in statute. Based on that assumption, the pension plan's fiduciary net position at June 30, 2016, was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2016.

Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – For the year ended June 30, 2017, the County recognized pension expense of \$1,636,281. At June 30, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ (742,710)
Net difference between projected and actual investment earnings on pension plan investments	1,031,085	-
Changes in the County's proportion and differences between the County's contributions and the County's proportionate share of contributions	1,433,374	(274,306)
County contributions subsequent to the measurement date	1,368,904	-
	\$ 3,833,363	\$ (1,017,016)

The \$1,368,904 reported as deferred outflows of resources related to pensions, resulting from County contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended June 30, 2018.

The average of the expected remaining service lives of all employees that are provided with pensions through PERS (active and inactive employees) is 6.48 years.

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

Year Ending June 30,		
2018	\$	(118,341)
2019		(118,341)
2020		(569,395)
2021		(383,096)
2022		(157,279)
Thereafter		(100,991)

Additional Information – Additional information supporting the Schedule of Employer Allocations and the Schedule of Pension Amounts by Employer is located in the PERS Comprehensive Annual Financial Report (CAFR) available on the PERS website at www.nvpers.org under Quick Links – Publications.

Note 10 - Tax Abatements

The County has entered into an abatement, through the Nevada Governor's Office of Economic Development, in accordance with Nevada Revised Statutes that allows for partial abatement on certain qualifying renewable energy properties. Property tax abatements on certified eligible properties are equal to 55% of the taxes payable on real and personal property. In addition, forty-five percent (45%) of the taxes after abatement must be distributed to the Nevada State Renewable Energy Fund.

For the year ended June 30, 2017, the County abated property taxes totaling \$154,098.

Note 11 - Ad Valorem Capital Projects Fund

Pursuant to NRS 354.598155, the Ad Valorem Capital Projects Fund expended the following amounts during the year ended June 30, 2017.

Computer enhancements and equipment	<u>\$ 53,710</u>
-------------------------------------	------------------

In addition, \$5,895 was remitted to other local governments as required by statute and \$62,290 was transferred to the General Fund (internally reported Law Enforcement Fund) for capital asset purchases.

Note 12 - Risk Management

The County is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries of employees; and natural disasters, as are all entities.

The County has joined together with similar public agencies (cities, counties and special districts) throughout the State of Nevada to create a pool under the Nevada Interlocal Cooperation Act. The Nevada Public Agency Insurance Pool (Pool) is a public entity risk pool currently operating as a common risk management and insurance program for its members.

The County pays an annual premium and specific deductibles, as necessary, to the Pool for its general insurance coverage. The Pool is considered a self-sustaining risk pool that will provide liability coverage for its members up to \$10,000,000 per event. Property, crime and equipment breakdown coverage is provided to its members up to \$300,000,000 per loss with various sublimits established for earthquake, flood, equipment breakdown, cyber security, and money and securities.

The County has also joined together with similar public agencies, under the Nevada Interlocal Cooperation Act, to create an intergovernmental self-insured association for workers compensation insurance, the Public Agency Compensation Trust (PACT).

The County pays premiums to PACT based on payroll costs. PACT is considered a self-sustaining pool that will provide coverage based on established statutory limits.

The County continues to carry commercial insurance for other risks of loss, including specific risks of loss not covered by the Pool and employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

State and federal laws and regulations require the County to place a final cover on its landfill site when it discontinues accepting waste and perform certain maintenance and monitoring functions at the site after closure. The County has obtained insurance to fund the closure and post-closure costs of the landfill. The insurance coverage fulfills the financial assurance requirements in accordance with the Nevada Administrative Code.

Note 13 - Contingencies

Legal action is presently pending against Pershing County. Management estimates that the potential claims against the County will not materially affect the financial condition of the County.

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Fund (Budgetary Basis)
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Taxes					
Ad valorem					
Real property	\$ 1,782,216	\$ 1,782,216	\$ 1,686,452	\$ (95,764)	\$ 1,613,304
Personal property	625,498	625,498	597,891	(27,607)	503,568
Net proceeds of mines	-	-	3,818	3,818	437,801
	<u>2,407,714</u>	<u>2,407,714</u>	<u>2,288,161</u>	<u>(119,553)</u>	<u>2,554,673</u>
Room taxes	30,000	30,000	33,728	3,728	32,315
Total taxes	<u>2,437,714</u>	<u>2,437,714</u>	<u>2,321,889</u>	<u>(115,825)</u>	<u>2,586,988</u>
Licenses and Permits					
Business licenses and permits					
Business licenses	8,500	8,500	9,127	627	8,960
Liquor licenses	1,100	1,100	1,400	300	1,040
County gaming licenses	17,000	17,000	15,720	(1,280)	15,945
Nonbusiness licenses and permits					
Marriage licenses	800	800	651	(149)	609
Building permits	28,000	28,000	27,291	(709)	45,503
Mobile home inspections	1,500	1,500	125	(1,375)	1,000
Septic inspections	1,000	1,000	625	(375)	1,250
Total licenses and permits	<u>57,900</u>	<u>57,900</u>	<u>54,939</u>	<u>(2,961)</u>	<u>74,307</u>
Intergovernmental					
Federal grants					
Child Support Enforcement	83,366	88,364	120,934	32,570	104,952
Community Development Block Grants	-	163,022	163,022	-	181,370
Airport Improvement Program	80,000	80,000	64,017	(15,983)	383,349
Emergency Management Performance	-	12,308	12,308	-	13,790
Interagency Hazardous Materials	-	4,110	4,110	-	1,471
Special Supplemental Nutrition Program (WIC)	-	346,240	346,240	-	399,551
Emergency Food and Shelter	-	-	-	-	1,810
State grants					
State Economic Development Grant	-	32,600	32,600	-	28,913
State Emergency Response Grant	-	25,918	25,918	-	26,108
State Emergency Response (United We Stand) Grant	-	24,641	24,641	-	-
Family Resource Center	-	19,043	19,043	-	-
State shared revenues					
Consolidated tax revenue	2,199,949	2,199,949	2,251,000	51,051	2,140,035
State gaming licenses	150,000	150,000	134,036	(15,964)	138,096
Administrative assessments, Juvenile Court	4,000	4,000	9,710	5,710	7,985
Real property transfer tax collection fee	800	800	479	(321)	575
Other government shared revenues					
Economic Development	14,000	14,000	14,000	-	14,000
Total intergovernmental	<u>2,532,115</u>	<u>3,164,995</u>	<u>3,222,058</u>	<u>57,063</u>	<u>3,442,005</u>

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Fund (Budgetary Basis)
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)
(Continued)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Charges for Services					
General government					
Clerk fees	\$ 5,000	\$ 5,000	\$ 2,100	\$ (2,900)	\$ 2,253
Recorder fees	80,100	80,100	61,045	(19,055)	62,382
Recorder technology fees	5,000	5,000	9,270	4,270	8,188
Recorder scan and copy fees	4,000	4,000	4,104	104	3,297
Inlay Utilities administrative fees	6,055	6,055	6,055	-	11,460
Senior Center administrative fees	4,541	4,541	4,286	(255)	4,286
11 th Judicial District Court administrative fees					
Map fees	30,000	30,000	12,247	(17,753)	10,029
Assessor commissions	150,000	150,000	172,274	22,274	185,809
Assessor technology fees	50,000	50,000	50,561	561	70,312
Motor vehicle registration	8,500	8,500	8,072	(428)	8,268
Candidate filing fees	-	-	-	-	820
Map filing fees, development	4,000	4,000	6,026	2,026	2,450
Electric administrative fees	1,000	1,000	482	(518)	537
Other	5,510	5,510	5,500	(10)	5,540
	<u>353,706</u>	<u>353,706</u>	<u>349,522</u>	<u>(4,184)</u>	<u>375,631</u>
Judicial					
Child attorney fees	-	-	8,241	8,241	7,722
Civil actions	4,000	4,000	4,346	346	3,904
DNA testing	8,000	8,000	12,754	4,754	10,167
Public defender fees	2,000	2,000	1,555	(445)	1,497
Check restitution administrative fee	200	200	-	(200)	-
Check restitution class fee	100	100	-	(100)	-
Traffic class administrative fee	3,000	3,000	7,260	4,260	6,320
	<u>17,300</u>	<u>17,300</u>	<u>34,156</u>	<u>16,856</u>	<u>29,610</u>
Public safety					
Fire recovery revenue	-	-	-	-	1,168
Total charges for services	<u>371,006</u>	<u>371,006</u>	<u>383,678</u>	<u>12,672</u>	<u>406,409</u>
Fines and Forfeits					
Fines					
Juvenile Court fines	2,400	2,400	-	(2,400)	-
Forfeits					
Bail	160,000	160,000	470,664	310,664	333,982
	<u>162,400</u>	<u>162,400</u>	<u>470,664</u>	<u>308,264</u>	<u>333,982</u>
Miscellaneous					
Interest earnings	75,000	75,000	26,197	(48,803)	127,481
Tax penalties	85,000	85,000	106,755	21,755	62,972
Copy machine revenue	10,000	10,000	2,255	(7,745)	5,297
Refunds and reimbursements	23,500	23,500	86,091	62,591	26,594
Community Centers rents	8,000	8,000	7,835	(165)	5,449
Reimbursements, City of Lovelock	14,000	14,000	12,587	(1,413)	11,085
Geothermal lease	60,000	60,000	38,245	(21,755)	46,693
Reimbursements, Humboldt County	60,000	60,000	17,393	(42,607)	39,330
Sales and rentals	15,840	15,840	15,840	-	15,840
Airport fuel sales and revenue	71,800	71,800	63,542	(8,258)	62,126
Restitution	1,000	1,000	1,950	950	857
Contributions	-	-	8,260	8,260	-
Excess proceeds and costs remitted	-	-	12,845	12,845	139,700
Special events revenue and insurance	2,000	2,000	675	(1,325)	1,790
Loss Control Award	-	-	250	250	-
Stray animal pickup	-	-	65	65	40
Other	2,000	2,000	280	(1,720)	612
Total miscellaneous	<u>428,140</u>	<u>428,140</u>	<u>401,065</u>	<u>(27,075)</u>	<u>545,866</u>
Total revenues	<u>5,989,275</u>	<u>6,622,155</u>	<u>6,854,293</u>	<u>232,138</u>	<u>7,389,557</u>

See Notes to Required Supplementary Information

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Fund (Budgetary Basis)
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)
(Continued)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Expenditures					
General Government					
Legislative Activity					
Commissioners					
Salaries and wages	\$ 147,441	\$ 147,441	\$ 142,666	\$ 4,775	\$ 144,780
Employee benefits	51,269	51,269	50,373	896	47,093
Services and supplies	7,000	9,000	10,533	(1,533)	6,506
Capital outlay	-	5,000	5,392	(392)	-
Total legislative activity	205,710	212,710	208,964	3,746	198,379
Executive Activity					
Clerk-Treasurer					
Salaries and wages	163,016	163,016	157,848	5,168	155,742
Employee benefits	81,371	81,371	59,221	22,150	71,094
Services and supplies	25,050	25,050	30,999	(5,949)	20,941
Capital outlay	16,700	16,700	-	16,700	-
Total executive activity	286,137	286,137	248,068	38,069	247,777
Recorder-Auditor					
Salaries and wages	190,709	190,709	174,543	16,166	169,587
Employee benefits	102,315	102,315	82,555	19,760	77,566
Services and supplies	26,270	26,270	17,135	9,135	13,179
Capital outlay (from surveyor and technology fees)	-	-	29,717	(29,717)	766
Total recorder-auditor activity	319,294	319,294	303,950	15,344	261,098
Assessor					
Salaries and wages	185,476	185,476	163,105	22,371	166,107
Employee benefits	88,002	88,002	83,598	4,404	66,419
Services and supplies	15,500	15,500	11,811	3,689	13,495
Capital outlay (from technology fees)	50,000	50,000	43,639	6,361	61,962
Total assessor activity	338,978	338,978	302,153	36,825	307,983
Total executive activity	944,409	944,409	854,171	90,238	816,858
Other General Government Activity					
Buildings and Grounds					
Salaries and wages	257,428	257,428	243,664	13,764	236,505
Employee benefits	115,848	115,848	111,673	4,175	100,815
Services and supplies	126,250	126,250	148,292	(22,042)	126,140
Capital outlay	-	-	2,172	(2,172)	4,461
Total buildings and grounds activity	499,526	499,526	505,801	(6,275)	467,921
Planning Department					
Salaries and wages	111,290	111,290	71,639	39,651	109,053
Employee benefits	63,291	63,291	32,941	30,350	53,070
Services and supplies	21,320	21,320	12,021	9,299	14,386
Total planning department activity	195,901	195,901	116,601	79,300	176,509
Emergency Management Grants					
Services and supplies					
Emergency Management Performance	12,500	24,808	24,616	192	27,677
State Emergency Response	-	25,918	25,918	-	26,108
State Emergency Response (United We Stand)	-	24,641	24,641	-	-
Hazardous Materials Training	-	4,110	4,110	-	1,471
Total emergency management grants activity	12,500	79,477	79,285	192	55,256

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Fund (Budgetary Basis)
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)
(Continued)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Other County Grants					
Services and supplies					
Emergency Food and Shelter	\$ -	\$ -	\$ -	\$ -	\$ 1,810
Child Support Enforcement	10,000	14,998	13,533	1,465	11,578
Community Development Block	-	163,022	162,898	124	181,370
State Economic Development	-	32,600	32,600	-	28,913
	10,000	210,620	209,031	1,589	223,671
Other					
Salaries and wages	40,063	40,063	27,115	12,948	30,833
Employee benefits	14,202	14,202	11,002	3,200	10,118
Services and supplies					
Advertising and printing	10,000	10,000	6,209	3,791	6,022
America Lands membership	5,000	5,000	-	5,000	5,000
Animal Shelter	20,000	20,000	20,000	-	20,000
Annual audit	88,000	88,000	78,950	9,050	66,450
Aqua Protest	1,000	1,000	-	1,000	-
Association dues	14,000	14,000	16,391	(2,391)	12,726
Burning Man litigation	25,000	25,000	1,045	23,955	2,944
BLM Horse Lawsuit	5,000	5,000	-	5,000	-
Central Nevada Water Authority	7,500	7,500	7,500	-	7,500
Claims	20,000	20,000	25	19,975	17,692
Cobra events	2,100	2,100	1,638	462	1,831
Computer supplies	81,000	81,000	65,623	15,377	37,448
Consulting and budget	10,000	10,000	-	10,000	-
Copy machine	23,000	23,000	24,077	(1,077)	22,441
County code update	4,000	4,000	1,617	2,383	500
County Water Resource Plan	20,000	20,000	2,175	17,825	1,812
Drug testing and physicals	-	-	90	(90)	-
DNA testing	6,000	6,000	12,760	(6,760)	12,448
Elevator	4,500	4,500	8,028	(3,528)	5,468
Emergency 911	8,000	8,000	13,096	(5,096)	7,309
Forestry Crew	1,000	1,000	1,200	(200)	-
General insurance	145,000	145,000	118,539	26,461	127,156
Grass Valley Community Center	7,020	7,020	4,214	2,806	5,382
Legal Services Contract	5,000	5,000	5,000	-	5,000
Maintenance agreement	11,500	11,500	6,980	4,520	11,192
Miscellaneous	138,000	138,000	18,169	119,831	7,392
Mosquito Abatement	2,000	2,000	-	2,000	-
National Resource and Land Use	2,000	2,000	-	2,000	-
PACT, workers compensation	30,000	30,000	19,340	10,660	18,653
Personnel consultants	20,000	20,000	22,624	(2,624)	35,527
Planning Board	1,000	1,000	1,007	(7)	9
Postage meter	8,000	8,000	4,645	3,355	4,821
Property title search	10,000	10,000	-	10,000	-
Public Administrator	1,800	1,800	2,650	(850)	1,800
Retired employees health insurance	60,000	60,000	60,362	(362)	59,354
River Basin Water Authority	10,000	10,000	10,369	(369)	15,308
RSVP Program	3,500	3,500	3,134	366	2,020
Safety Committee	8,400	8,400	6,143	2,257	7,368
Special events insurance	2,027	2,027	2,026	1	2,026

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Fund (Budgetary Basis)
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)
(Continued)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Technical Service Planning	\$ 1,000	\$ 1,000	\$ -	\$ 1,000	\$ -
Website	6,000	6,000	5,200	800	2,450
Wildlife Fire Protection Program	50,000	50,000	50,000	-	50,000
	<u>877,347</u>	<u>877,347</u>	<u>600,826</u>	<u>276,521</u>	<u>583,049</u>
	931,612	931,612	638,943	292,669	624,000
Total other general government activity	1,649,539	1,917,136	1,549,661	367,475	1,547,357
Total general government	<u>2,799,658</u>	<u>3,074,255</u>	<u>2,612,796</u>	<u>461,459</u>	<u>2,562,594</u>
Public Safety					
Fire Activity					
Fire Protection, Lovelock					
Salaries and wages	4,000	4,000	3,495	505	3,900
Employee benefits	41,760	41,760	27,742	14,018	31,088
Services and supplies	52,659	52,659	40,296	12,363	35,707
Capital outlay	11,053	11,053	14,512	(3,459)	8,500
	<u>109,472</u>	<u>109,472</u>	<u>86,045</u>	<u>23,427</u>	<u>79,195</u>
Fire Protection, Imlay					
Salaries and wages	3,000	3,000	3,045	(45)	2,715
Employee benefits	17,375	17,375	14,073	3,302	12,870
Services and supplies	28,360	28,360	11,080	17,280	16,777
Capital outlay	8,250	8,250	7,274	976	1,310
	<u>56,985</u>	<u>56,985</u>	<u>35,472</u>	<u>21,513</u>	<u>33,672</u>
Fire Protection, Grass Valley					
Salaries and wages	4,000	4,000	3,645	355	3,855
Employee benefits	25,022	25,022	22,855	2,167	19,337
Services and supplies	32,635	32,635	23,822	8,813	30,643
Capital outlay	4,000	4,000	3,580	420	7,127
	<u>65,657</u>	<u>65,657</u>	<u>53,902</u>	<u>11,755</u>	<u>60,962</u>
Fire Protection, Rye Patch					
Salaries and wages	2,000	2,000	630	1,370	1,050
Employee benefits	19,460	19,460	7,672	11,788	9,941
Services and supplies	22,844	22,844	15,386	7,458	15,950
Capital outlay	6,000	6,000	18,600	(12,600)	3,890
	<u>50,304</u>	<u>50,304</u>	<u>42,288</u>	<u>8,016</u>	<u>30,831</u>
Total fire activity	<u>282,418</u>	<u>282,418</u>	<u>217,707</u>	<u>64,711</u>	<u>204,660</u>
Protective Services Activity					
Juvenile Probation					
Employee benefits	200	200	144	56	134
Services and supplies	22,081	22,081	18,721	3,360	18,748
Capital outlay (from administrative assessments)	-	-	6,309	(6,309)	8,357
Total protective services activity	<u>22,281</u>	<u>22,281</u>	<u>25,174</u>	<u>(2,893)</u>	<u>27,239</u>
Total public safety	<u>304,699</u>	<u>304,699</u>	<u>242,881</u>	<u>61,818</u>	<u>231,899</u>

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Fund (Budgetary Basis)
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)
(Continued)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Judicial					
District Attorney					
Salaries and wages	\$ 464,492	\$ 464,492	\$ 435,027	\$ 29,465	\$ 417,978
Employee benefits	186,958	186,958	160,657	26,301	151,621
Services and supplies	23,200	23,200	12,323	10,877	20,511
	<u>674,650</u>	<u>674,650</u>	<u>608,007</u>	<u>66,643</u>	<u>590,110</u>
Justice Court					
Salaries and wages	146,469	146,469	151,530	(5,061)	144,765
Employee benefits	67,121	67,121	69,433	(2,312)	61,571
Services and supplies	10,400	10,400	11,177	(777)	9,273
	<u>223,990</u>	<u>223,990</u>	<u>232,140</u>	<u>(8,150)</u>	<u>215,609</u>
Check Restitution and Traffic Safety Program					
Services and supplies	2,400	2,400	1,729	671	1,894
Public Defender					
Salaries and wages	137,429	137,429	137,668	(239)	135,293
Employee benefits	45,456	45,456	41,163	4,293	40,074
Services and supplies	26,225	26,225	5,108	21,117	12,684
	<u>209,110</u>	<u>209,110</u>	<u>183,939</u>	<u>25,171</u>	<u>188,051</u>
Total judicial	<u>1,110,150</u>	<u>1,110,150</u>	<u>1,025,815</u>	<u>84,335</u>	<u>995,664</u>
Health					
Health Department					
Salaries and wages	17,156	17,156	16,753	403	15,679
Employee benefits	10,857	10,857	6,792	4,065	6,999
Services and supplies	94,054	94,054	62,176	31,878	79,598
	<u>122,067</u>	<u>122,067</u>	<u>85,721</u>	<u>36,346</u>	<u>102,276</u>
Women Infants and Children					
Salaries and wages	-	180,000	179,386	614	167,973
Employee benefits	-	70,000	78,150	(8,150)	72,944
Services and supplies	-	96,240	88,704	7,536	158,634
	<u>-</u>	<u>346,240</u>	<u>346,240</u>	<u>-</u>	<u>399,551</u>
Family Resource Center					
Salaries and wages	-	10,400	10,385	15	-
Employee benefits	-	4,000	4,427	(427)	-
Services and supplies	-	4,643	4,231	412	-
	<u>-</u>	<u>19,043</u>	<u>19,043</u>	<u>-</u>	<u>-</u>
Total health	<u>122,067</u>	<u>487,350</u>	<u>451,004</u>	<u>36,346</u>	<u>501,827</u>
Culture and Recreation					
Community Center					
Salaries and wages	22,110	22,110	22,781	(671)	21,879
Employee benefits	8,860	8,860	8,582	278	7,782
Services and supplies	23,050	23,050	17,989	5,061	18,677
Capital outlay	-	5,000	7,425	(2,425)	-
	<u>54,020</u>	<u>59,020</u>	<u>56,777</u>	<u>2,243</u>	<u>48,338</u>

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Fund (Budgetary Basis)
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)
(Continued)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Museum					
Salaries and wages	\$ 5,425	\$ 5,425	\$ 5,425	\$ -	\$ 5,365
Employee benefits	659	659	627	32	591
Services and supplies	7,400	7,400	5,455	1,945	5,314
	<u>13,484</u>	<u>13,484</u>	<u>11,507</u>	<u>1,977</u>	<u>11,270</u>
Total culture and recreation	<u>67,504</u>	<u>72,504</u>	<u>68,284</u>	<u>4,220</u>	<u>59,608</u>
Community Support					
Airport					
Services and supplies	<u>194,900</u>	<u>194,900</u>	<u>125,136</u>	<u>69,764</u>	<u>467,472</u>
Intergovernmental					
City of Lovelock					
Services and supplies	<u>127,942</u>	<u>127,942</u>	<u>127,942</u>	<u>-</u>	<u>127,942</u>
Economic Development					
Services and supplies	<u>14,000</u>	<u>14,000</u>	<u>12,000</u>	<u>2,000</u>	<u>12,000</u>
Pershing County Economic Development					
Salaries and wages	25,366	25,366	10,194	15,172	24,047
Employee benefits	9,525	9,525	3,666	5,859	8,931
Services and supplies	4,450	4,450	548	3,902	1,946
	<u>39,341</u>	<u>39,341</u>	<u>14,408</u>	<u>24,933</u>	<u>34,924</u>
Total intergovernmental	<u>181,283</u>	<u>181,283</u>	<u>154,350</u>	<u>26,933</u>	<u>174,866</u>
Total expenditures	<u>4,780,261</u>	<u>5,425,141</u>	<u>4,680,266</u>	<u>744,875</u>	<u>4,993,930</u>
Excess (Deficiency) of Revenues Under Expenditures	<u>1,209,014</u>	<u>1,197,014</u>	<u>2,174,027</u>	<u>977,013</u>	<u>2,395,627</u>
Other Financing Sources (Uses)					
Contingency	(100,000)	(88,000)	-	88,000	-
Transfers from other funds					
In Lieu of Taxes Fund	1,091,469	1,091,469	750,000	(341,469)	900,000
Building Fund	550,000	550,000	-	(550,000)	-
Ad Valorem Capital Projects Fund	110,133	110,133	-	(110,133)	2,000
Transfers to other funds					
11th Judicial District Court Fund	(1,123,795)	(1,123,795)	(1,077,104)	46,691	(840,016)
Law Enforcement Fund	(2,302,500)	(2,302,500)	(1,998,750)	303,750	(1,960,500)
Law Library Fund	(28,045)	(28,045)	(28,000)	45	(28,000)
Total other financing sources (uses)	<u>(1,802,738)</u>	<u>(1,790,738)</u>	<u>(2,353,854)</u>	<u>(563,116)</u>	<u>(1,926,516)</u>
Net Change in Fund Balances	(593,724)	(593,724)	(179,827)	413,897	469,111
Fund Balances, Beginning of Year	<u>1,782,761</u>	<u>1,782,761</u>	<u>2,282,060</u>	<u>499,299</u>	<u>1,812,949</u>
Fund Balances, End of Year	<u>\$ 1,189,037</u>	<u>\$ 1,189,037</u>	<u>\$ 2,102,233</u>	<u>\$ 913,196</u>	<u>\$ 2,282,060</u>

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Road Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Intergovernmental					
State shared revenues					
County option motor vehicle tax, 1.00¢	\$ 28,000	\$ 28,000	\$ 27,945	\$ (55)	\$ 26,835
Motor vehicle fuel tax, 1.25¢	355,000	355,000	355,030	30	355,030
Motor vehicle fuel tax, 1.75¢	61,500	61,500	61,298	(202)	59,644
Motor vehicle fuel tax, 2.35¢	598,000	598,000	597,480	(520)	597,480
	<u>1,042,500</u>	<u>1,042,500</u>	<u>1,041,753</u>	<u>(747)</u>	<u>1,038,989</u>
Miscellaneous					
Refunds and reimbursements	95,000	95,000	84,258	(10,742)	80,530
Recycling revenue	1,000	1,000	-	(1,000)	225
Other	6,000	6,000	35,000	29,000	15,000
	<u>102,000</u>	<u>102,000</u>	<u>119,258</u>	<u>17,258</u>	<u>95,755</u>
Total revenues	<u>1,144,500</u>	<u>1,144,500</u>	<u>1,161,011</u>	<u>16,511</u>	<u>1,134,744</u>
Expenditures					
Public Works					
Highways and streets					
Salaries and wages	639,991	639,991	593,944	46,047	605,324
Employee benefits	265,442	265,442	238,316	27,126	239,807
Services and supplies	430,200	430,200	352,239	77,961	308,964
Capital outlay	-	-	1,843	(1,843)	28,975
Total expenditures	<u>1,335,633</u>	<u>1,335,633</u>	<u>1,186,342</u>	<u>149,291</u>	<u>1,183,070</u>
Net Change in Fund Balances	(191,133)	(191,133)	(25,331)	165,802	(48,326)
Fund Balances, Beginning of Year	<u>382,075</u>	<u>382,075</u>	<u>485,389</u>	<u>103,314</u>	<u>533,715</u>
Fund Balances, End of Year	<u>\$ 190,942</u>	<u>\$ 190,942</u>	<u>\$ 460,058</u>	<u>\$ 269,116</u>	<u>\$ 485,389</u>

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
11th Judicial District Court Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Intergovernmental					
Federal grants					
Juvenile Justice and Delinquency Prevention					
Youth Apprentice Program	\$ -	\$ 7,253	\$ 7,253	\$ -	\$ -
Frontier Community Coalition, Project Magic	-	24,487	24,487	-	-
Alcohol and Marijuana Wise	-	4,200	4,200	-	-
Substance Abuse and Mental Health					
Frontier Community Coalition, Functional Family Project	-	17,999	17,999	-	-
Edward Byrne (Security Upgrade)	-	26,050	26,050	-	-
State grants					
Administrative Office of the Courts	-	-	-	-	6,500
Nevada State Juvenile Justice	20,422	20,422	25,059	4,637	26,187
State shared revenues					
District Court administrative fees	-	-	185	185	175
Other government shared revenues					
Lander County contribution	699,249	699,249	656,929	(42,320)	629,279
Mineral County contribution	396,878	396,878	359,802	(37,076)	286,083
Other County contributions	-	-	-	-	62,714
	<u>1,116,549</u>	<u>1,196,538</u>	<u>1,121,964</u>	<u>(74,574)</u>	<u>1,010,938</u>
Charges for Services					
Judicial					
Clerk fees	6,000	6,000	4,556	(1,444)	4,077
District Court filing fees	4,300	4,300	4,279	(21)	3,955
District Court capital fees	7,000	7,000	7,566	566	6,980
District Court technology fees	300	300	96	(204)	216
District Court security fees	2,400	2,400	1,400	(1,000)	1,380
DNA testing revenue	3,500	3,500	2,811	(689)	2,281
	<u>23,500</u>	<u>23,500</u>	<u>20,708</u>	<u>(2,792)</u>	<u>18,889</u>
Fines and Forfeits					
Bails and fines	2,400	2,400	4,974	2,574	4,245
Miscellaneous					
Restitution	-	-	-	-	20
Total revenues	<u>1,142,449</u>	<u>1,222,438</u>	<u>1,147,646</u>	<u>(74,792)</u>	<u>1,034,092</u>
Expenditures					
Judicial					
Administration					
Salaries and wages	256,152	256,152	250,025	6,127	264,157
Employee benefits	121,668	121,668	104,615	17,053	102,800
Services and supplies	31,000	57,050	48,473	8,577	22,054
	<u>408,820</u>	<u>434,870</u>	<u>403,113</u>	<u>31,757</u>	<u>389,011</u>

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
11th Judicial District Court Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)
(Continued)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Juvenile Probation					
Salaries and wages	\$ 615,851	\$ 615,851	\$ 594,944	\$ 20,907	\$ 485,599
Employee benefits	393,233	393,233	344,082	49,151	289,647
Services and supplies	390,057	443,996	173,553	270,443	164,028
Capital outlay	25,000	25,000	25,622	(622)	8,414
	<u>1,424,141</u>	<u>1,478,080</u>	<u>1,138,201</u>	<u>339,879</u>	<u>947,688</u>
Other Legal Expense					
Employee benefits	45	45	130	(85)	-
Services and supplies	128,500	128,500	129,479	(979)	116,786
	<u>128,545</u>	<u>128,545</u>	<u>129,609</u>	<u>(1,064)</u>	<u>116,786</u>
District Court					
Salaries and wages	199,929	199,929	185,981	13,948	92,752
Employee benefits	89,133	89,133	78,164	10,969	41,134
Services and supplies	52,490	52,490	53,215	(725)	20,614
Capital outlay	-	-	15,771	(15,771)	12,277
	<u>341,552</u>	<u>341,552</u>	<u>333,131</u>	<u>8,421</u>	<u>166,777</u>
Total expenditures	<u>2,303,058</u>	<u>2,383,047</u>	<u>2,004,054</u>	<u>378,993</u>	<u>1,620,262</u>
Excess (Deficiency) of Revenues over Expenditures	(1,160,609)	(1,160,609)	(856,408)	304,201	(586,170)
Other Financing Sources (Uses)					
Transfers from other funds					
General Fund	1,123,795	1,123,795	1,077,104	(46,691)	840,016
Net Change in Fund Balances	(36,814)	(36,814)	220,696	257,510	253,846
Fund Balances, Beginning of Year	<u>266,794</u>	<u>266,794</u>	<u>253,846</u>	<u>(12,948)</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ 229,980</u>	<u>\$ 229,980</u>	<u>\$ 474,542</u>	<u>\$ 244,562</u>	<u>\$ 253,846</u>

Pershing County

**Reconciliation of the General Fund (Budgetary Basis) to the General Fund (GAAP Basis) – Schedule of
Revenues, Expenditures, and Changes in Fund Balances
Year Ended June 30, 2017**

	General Fund (Budgetary Basis)	Internally Reported Funds	Eliminations	General Fund (GAAP Basis)
Revenues				
Taxes	\$ 2,321,889	\$ -	\$ -	\$ 2,321,889
Licenses and permits	54,939	-	-	54,939
Intergovernmental	3,222,058	1,230,271	-	4,452,329
Charges for services	383,678	26,621	-	410,299
Fines and forfeits	470,664	-	-	470,664
Miscellaneous	401,065	2,345	-	403,410
Total revenues	6,854,293	1,259,237	-	8,113,530
Expenditures				
General government	2,612,796	-	-	2,612,796
Public safety	242,881	2,089,060	-	2,331,941
Judicial	1,025,815	19,319	-	1,045,134
Health	451,004	9,847	-	460,851
Culture and recreation	68,284	-	-	68,284
Community support	125,136	-	-	125,136
Intergovernmental	154,350	-	-	154,350
Total expenditures	4,680,266	2,118,226	-	6,798,492
Excess (Deficiency) of Revenues over Expenditures	2,174,027	(858,989)	-	1,315,038
Other Financing Sources (Uses)				
Transfers from other funds	750,000	2,099,040	(2,786,750)	62,290
Transfers to other funds	(3,103,854)	(933,000)	2,786,750	(1,250,104)
Total other financing sources (uses)	(2,353,854)	1,166,040	-	(1,187,814)
Net Change in Fund Balances	(179,827)	307,051	-	127,224
Fund Balances, Beginning of Year	2,282,060	1,475,215	-	3,757,275
Fund Balances, End of Year	\$ 2,102,233	\$ 1,782,266	\$ -	\$ 3,884,499

Pershing County
Schedule of Funding Progress – Other Post-Employment Benefits
Year Ended June 30, 2017

Pershing County Retiree Health Benefit Program

	(a)	(b)	(a/b)	(b-a)	(c)	(b - a) / (c)
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Funded Ratio	Unfunded Actuarial Accrued Liability (UAAL)	Covered Payroll	UAAL as a Percent of Covered Payroll
June 30, 2010	\$ -	\$ 368,626	0.00%	\$ 368,626	\$ 3,248,648	11.35%
June 30, 2013	-	483,396	0.00%	483,396	3,730,990	12.96%
June 30, 2016	-	778,815	0.00%	778,815	4,368,348	17.83%

Pershing County - State of Nevada Public Employee Benefit Plan (PEBP)

	(a)	(b)	(a/b)	(b-a)	(c)	(b - a) / (c)
Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL)	Funded Ratio	Unfunded Actuarial Accrued Liability (UAAL)	Covered Payroll	UAAL as a Percent of Covered Payroll
June 30, 2010	\$ -	\$ 2,688,265	0.00%	\$ 2,688,265	N/A	N/A
June 30, 2013	-	1,326,806	0.00%	1,326,806	N/A	N/A
June 30, 2016	-	1,152,989	0.00%	1,152,989	N/A	N/A

Note: PEBP is a closed plan as of September, 2008.

Pershing County adopted GASB 45, *Accounting and Financial Reporting for Postemployment Benefits Other than Pensions*, for the year ended June 30, 2010. Schedule of Funding Progress information is not available prior to that time.

The primary reasons for the increase in the Actuarial Accrued Liability (AAL) of the Pershing County Retiree Health Benefit Program are:

- (a) updates to employee and premium data,
- (b) updates to assumed rates of retirement, termination, and mortality,
- (c) updated trend assumptions for future increases in medical premiums and expected retiree claims costs,
- (d) change in developing age related retiree medical claim costs.

The primary reasons for the decrease in the Actuarial Accrued Liability (AAL) of the Pershing County - State of Nevada Public Employee Benefit Plan (PEBP) are:

- (a) updates in members covered and in the amount of their monthly subsidy from the County,
- (b) an update in the mortality assumption (longer life expectancies),
- (c) changes to the trend assumption for future increases in subsidies.

Pershing County
 Schedule of the County's Share of the Net Pension Liability
 Public Employees' Retirement System (PERS)
 Last Ten Fiscal Years

	2016	2015	2014
County's proportion of the net pension liability	0.08242%	0.06997%	0.07099%
County's proportionate share of the net pension liability	\$ 11,091,422	\$ 8,018,310	\$ 7,397,702
County's covered payroll	\$ 4,316,384	\$ 3,571,931	\$ 3,551,814
County's proportionate share of the net pension liability as a percentage of its covered payroll	256.96%	224.48%	208.28%
Plan fiduciary net position as a percentage of the total pension liability	72.23%	75.13%	76.31%

Pershing County adopted GASB 68, *Accounting and Financial Reporting for Pensions*, for the year ended June 30, 2015. Schedule of the County's Proportionate Share of the Net Pension Liability information is not available prior to that time.

Pershing County
Schedule of County Contributions
Public Employees' Retirement System (PERS)
Last Ten Fiscal Years

	<u>2017</u>	<u>2016</u>	<u>2015</u>
Statutorily required contribution	\$ 1,368,904	\$ 1,251,147	\$ 945,121
Contributions in relation to the statutorily required contribution	<u>(1,368,904)</u>	<u>(1,251,147)</u>	<u>(945,121)</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
County's covered payroll	\$ 4,786,796	\$ 4,316,384	\$ 3,571,931
Contributions as a percentage of covered payroll	28.60%	28.99%	26.46%

Pershing County adopted GASB 68, *Accounting and Financial Reporting for Pensions*, for the year ended June 30, 2015. Schedule of the County Contribution information is not available prior to that time.

Note 1 - Internally Reported (Budgetary Basis) Funds

The accompanying Reconciliation of the General Fund (Budgetary Basis) to the General Fund (GAAP Basis) presents balances combined for external reporting purposes.

Budget to actual comparisons are presented for all funds of the County, except for Agency Funds, as required by Nevada Revised Statutes. Such budget comparisons are required to be presented using the budget as adopted, and approved by the State of Nevada Department of Taxation. However, guidance provided by Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, specify that four of these internally reported funds of Pershing County, not meeting the definition of special revenue funds, do not qualify to be separately presented for external reporting purposes.

These internally reported funds of Pershing County (In Lieu of Taxes Fund, Law Enforcement Fund, Cemetery Fund, and Law Library Fund) are combined with the General Fund for external reporting purposes.

Reconciliation of the General Fund (Budgetary Basis) to the General Fund (GAAP Basis) – Balance Sheet
June 30, 2017

	General Fund (Budgetary Basis)	Internally Reported Funds	Eliminations	General Fund (GAAP Basis)
Assets				
Cash on deposit and invested	\$ 1,864,031	\$ 1,822,490	\$ -	\$ 3,686,521
Interest receivable	30,928	-	-	30,928
Accounts receivable	12,017	4,959	-	16,976
Taxes receivable	70,974	-	-	70,974
Due from other governments	506,806	48,196	-	555,002
Inventory	31,952	-	-	31,952
Prepaid items	27,934	15,342	-	43,276
	<u>2,544,642</u>	<u>1,890,987</u>	<u>-</u>	<u>4,435,629</u>
Total assets	\$ 2,544,642	\$ 1,890,987	\$ -	\$ 4,435,629
Liabilities				
Accounts payable	\$ 219,194	\$ 86,833	\$ -	\$ 306,027
Accrued payroll	80,123	21,888	-	102,011
Unearned revenue	67,918	-	-	67,918
Refundable deposits	4,200	-	-	4,200
	<u>371,435</u>	<u>108,721</u>	<u>-</u>	<u>480,156</u>
Total liabilities	371,435	108,721	-	480,156
Deferred Inflow of Resources				
Unavailable revenue, delinquent property taxes	70,974	-	-	70,974
	<u>70,974</u>	<u>-</u>	<u>-</u>	<u>70,974</u>
Fund Balances				
Nonspendable	59,886	15,342	-	75,228
Restricted	711,218	-	-	711,218
Assigned	590,540	1,230,348	-	1,820,888
Unassigned	740,589	536,576	-	1,277,165
	<u>2,102,233</u>	<u>1,782,266</u>	<u>-</u>	<u>3,884,499</u>
Total fund balances	2,102,233	1,782,266	-	3,884,499
Total liabilities, deferred inflow of resources, and fund balances	\$ 2,544,642	\$ 1,890,987	\$ -	\$ 4,435,629

Pershing County
Combining Balance Sheet – Nonmajor Governmental Funds
June 30, 2017

	Special Revenue Funds	Capital Projects Funds	Total
Assets			
Cash on deposit and invested	\$ 2,248,752	\$ 990,205	\$ 3,238,957
Accounts receivable	2,989	-	2,989
Room taxes receivable	33,715	-	33,715
Taxes receivable	23,789	3,635	27,424
Assessments receivable	2,446	-	2,446
Due from other governments	70,137	54,562	124,699
Prepaid items	6,016	-	6,016
	<u>2,387,844</u>	<u>1,048,402</u>	<u>3,436,246</u>
Total assets	\$ 2,387,844	\$ 1,048,402	\$ 3,436,246
Liabilities			
Accounts payable	\$ 190,383	\$ 7,110	\$ 197,493
Accrued payroll	9,304	-	9,304
Unearned revenue	100	-	100
Due to other governments	7,206	625	7,831
	<u>206,993</u>	<u>7,735</u>	<u>214,728</u>
Total liabilities	206,993	7,735	214,728
Deferred Inflows of Resources			
Unavailable revenue, other revenue	2,446	-	2,446
Unavailable revenue, delinquent property taxes	23,789	3,635	27,424
	<u>26,235</u>	<u>3,635</u>	<u>29,870</u>
Total deferred inflows of resources	26,235	3,635	29,870
Fund Balances			
Nonspendable	6,016	-	6,016
Restricted	1,579,302	1,037,032	2,616,334
Committed	466,246	-	466,246
Assigned	103,052	-	103,052
	<u>2,154,616</u>	<u>1,037,032</u>	<u>3,191,648</u>
Total fund balances	2,154,616	1,037,032	3,191,648
Total liabilities, deferred inflows of resources, and fund balances	\$ 2,387,844	\$ 1,048,402	\$ 3,436,246

This page intentionally left blank.

Pershing County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –
Nonmajor Governmental Funds
Year Ended June 30, 2017

	Special Revenue Funds	Capital Projects Funds	Total
Revenues			
Taxes	\$ 887,861	\$ 116,616	\$ 1,004,477
Intergovernmental	519,671	277,485	797,156
Charges for services	18,980	-	18,980
Fines and forfeits	87,423	-	87,423
Miscellaneous	89,760	1,446	91,206
Total revenues	<u>1,603,695</u>	<u>395,547</u>	<u>1,999,242</u>
Expenditures			
Current			
General government	87,344	5,895	93,239
Public safety	57,590	-	57,590
Judicial	41,495	-	41,495
Public works	471,693	-	471,693
Welfare	357,718	-	357,718
Culture and recreation	474,832	-	474,832
Community support	299,851	-	299,851
Debt service	-	88,271	88,271
Capital outlay	-	309,489	309,489
Total expenditures	<u>1,790,523</u>	<u>403,655</u>	<u>2,194,178</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(186,828)</u>	<u>(8,108)</u>	<u>(194,936)</u>
Other Financing Sources (Uses)			
Transfers from other funds	173,000	-	173,000
Transfers to other funds	-	(62,290)	(62,290)
Total other financing sources (uses)	<u>173,000</u>	<u>(62,290)</u>	<u>110,710</u>
Net Change in Fund Balances	(13,828)	(70,398)	(84,226)
Fund Balances, Beginning of Year	<u>2,168,444</u>	<u>1,107,430</u>	<u>3,275,874</u>
Fund Balances, End of Year	<u>\$ 2,154,616</u>	<u>\$ 1,037,032</u>	<u>\$ 3,191,648</u>

	General Indigent Fund	Medical Indigent Fund	Medical Indigent 2 Fund
Assets			
Cash on deposit and invested	\$ 25,218	\$ 190,765	\$ 50,951
Accounts receivable	-	-	-
Room taxes receivable	-	-	-
Taxes receivable	430	4,753	4,359
Assessments receivable	-	-	-
Due from other governments	-	-	-
Prepaid items	-	-	-
Total assets	<u>\$ 25,648</u>	<u>\$ 195,518</u>	<u>\$ 55,310</u>
Liabilities			
Accounts payable	\$ 710	\$ 75,571	\$ 7,466
Accrued payroll	-	-	-
Unearned revenue	-	-	-
Due to other governments	-	3,742	2,430
Total liabilities	<u>710</u>	<u>79,313</u>	<u>9,896</u>
Deferred Inflows of Resources			
Unavailable revenue, other revenue	-	-	-
Unavailable revenue, delinquent property taxes	430	4,753	4,359
Total deferred inflows of resources	<u>430</u>	<u>4,753</u>	<u>4,359</u>
Fund Balances			
Nonspendable	-	-	-
Restricted	24,508	111,452	41,055
Committed	-	-	-
Assigned	-	-	-
Total fund balances	<u>24,508</u>	<u>111,452</u>	<u>41,055</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 25,648</u>	<u>\$ 195,518</u>	<u>\$ 55,310</u>

Pershing County
Combining Balance Sheet – Nonmajor Special Revenue Funds
June 30, 2017

Library Fund	Agricultural Extension Fund	Senior Citizens Fund	J.P. Admin Fee Fund	Regional Street and Highway Fund	911 Surcharge Fee Fund
\$ 221,090	\$ 105,617	\$ 115,838	\$ 193,711	\$ 692,245	\$ 1,685
915	33	-	-	-	-
-	-	-	-	-	-
9,882	2,681	-	-	-	-
-	-	-	-	-	-
-	-	-	-	70,137	-
2,405	740	2,871	-	-	-
<u>\$ 234,292</u>	<u>\$ 109,071</u>	<u>\$ 118,709</u>	<u>\$ 193,711</u>	<u>\$ 762,382</u>	<u>\$ 1,685</u>
\$ 4,696	\$ 6,716	\$ 9,895	\$ -	\$ 66,948	\$ -
3,103	857	2,891	-	-	-
100	-	-	-	-	-
-	-	-	-	-	-
7,899	7,573	12,786	-	66,948	-
-	-	-	-	-	-
9,882	2,681	-	-	-	-
9,882	2,681	-	-	-	-
2,405	740	2,871	-	-	-
-	98,077	-	193,711	695,434	1,685
214,106	-	-	-	-	-
-	-	103,052	-	-	-
216,511	98,817	105,923	193,711	695,434	1,685
<u>\$ 234,292</u>	<u>\$ 109,071</u>	<u>\$ 118,709</u>	<u>\$ 193,711</u>	<u>\$ 762,382</u>	<u>\$ 1,685</u>

	Forensic Services Fund	Town of Imlay Operating Fund	Drug Court Fund
Assets			
Cash on deposit and invested	\$ 2,541	\$ 5,943	\$ 119,472
Accounts receivable	-	-	2,041
Room taxes receivable	-	-	-
Taxes receivable	-	237	-
Assessments receivable	-	-	-
Due from other governments	-	-	-
Prepaid items	-	-	-
Total assets	\$ 2,541	\$ 6,180	\$ 121,513
Liabilities			
Accounts payable	\$ -	\$ 242	\$ 9,638
Accrued payroll	-	-	-
Unearned revenue	-	-	-
Due to other governments	-	-	-
Total liabilities	-	242	9,638
Deferred Inflows of Resources			
Unavailable revenue, other revenue	-	-	-
Unavailable revenue, delinquent property taxes	-	237	-
Total deferred inflows of resources	-	237	-
Fund Balances			
Nonspendable	-	-	-
Restricted	2,541	5,701	111,875
Committed	-	-	-
Assigned	-	-	-
Total fund balances	2,541	5,701	111,875
Total liabilities, deferred inflows of resources, and fund balances	\$ 2,541	\$ 6,180	\$ 121,513

Pershing County
Combining Balance Sheet – Nonmajor Special Revenue Funds
June 30, 2017
(Continued)

Television District Fund	Recreation Fund	Gift Fund	Criminal Asset Forfeiture Fund	Total
\$ 180,701	\$ 229,033	\$ 107,103	\$ 6,839	\$ 2,248,752
-	-	-	-	2,989
-	33,715	-	-	33,715
-	1,447	-	-	23,789
2,446	-	-	-	2,446
-	-	-	-	70,137
-	-	-	-	6,016
<u>\$ 183,147</u>	<u>\$ 264,195</u>	<u>\$ 107,103</u>	<u>\$ 6,839</u>	<u>\$ 2,387,844</u>
\$ 505	\$ 7,121	\$ 875	\$ -	\$ 190,383
-	2,453	-	-	9,304
-	-	-	-	100
-	1,034	-	-	7,206
<u>505</u>	<u>10,608</u>	<u>875</u>	<u>-</u>	<u>206,993</u>
2,446	-	-	-	2,446
-	1,447	-	-	23,789
<u>2,446</u>	<u>1,447</u>	<u>-</u>	<u>-</u>	<u>26,235</u>
-	-	-	-	6,016
180,196	-	106,228	6,839	1,579,302
-	252,140	-	-	466,246
-	-	-	-	103,052
<u>180,196</u>	<u>252,140</u>	<u>106,228</u>	<u>6,839</u>	<u>2,154,616</u>
<u>\$ 183,147</u>	<u>\$ 264,195</u>	<u>\$ 107,103</u>	<u>\$ 6,839</u>	<u>\$ 2,387,844</u>

	General Indigent Fund	Medical Indigent Fund	Medical Indigent 2 Fund
Revenues			
Taxes	\$ 13,956	\$ 152,785	\$ 139,943
Intergovernmental	-	-	-
Charges for services	-	-	-
Fines and forfeits	-	-	-
Miscellaneous	-	-	471
Total revenues	<u>13,956</u>	<u>152,785</u>	<u>140,414</u>
Expenditures			
Current			
General government	-	-	-
Public safety	-	-	-
Judicial	-	-	-
Public works	-	-	-
Welfare	9,966	161,134	186,618
Culture and recreation	-	-	-
Community support	-	-	-
Total expenditures	<u>9,966</u>	<u>161,134</u>	<u>186,618</u>
Excess (Deficiency) of Revenues over Expenditures	3,990	(8,349)	(46,204)
Other Financing Sources (Uses)			
Transfers from other funds	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	3,990	(8,349)	(46,204)
Fund Balances, Beginning of Year	<u>20,518</u>	<u>119,801</u>	<u>87,259</u>
Fund Balances, End of Year	<u><u>\$ 24,508</u></u>	<u><u>\$ 111,452</u></u>	<u><u>\$ 41,055</u></u>

Pershing County
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances –
 Nonmajor Special Revenue Funds
 Year Ended June 30, 2017

Library Fund	Agricultural Extension Fund	Senior Citizens Fund	J.P. Admin Fee Fund	Regional Street and Highway Fund	911 Surcharge Fee Fund
\$ 316,612	\$ 86,138	\$ -	\$ -	\$ -	\$ -
5,730	1,985	91,839	-	348,133	-
-	-	-	-	-	-
2,106	-	-	72,895	-	-
909	-	27,607	-	-	11,698
<u>325,357</u>	<u>88,123</u>	<u>119,446</u>	<u>72,895</u>	<u>348,133</u>	<u>11,698</u>
-	82,724	-	-	-	-
-	-	-	-	-	16,605
-	-	-	5,125	-	-
-	-	-	-	471,693	-
-	-	-	-	-	-
262,083	-	-	-	-	-
-	-	291,314	-	-	-
<u>262,083</u>	<u>82,724</u>	<u>291,314</u>	<u>5,125</u>	<u>471,693</u>	<u>16,605</u>
63,274	5,399	(171,868)	67,770	(123,560)	(4,907)
<u>10,000</u>	<u>-</u>	<u>163,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
73,274	5,399	(8,868)	67,770	(123,560)	(4,907)
<u>143,237</u>	<u>93,418</u>	<u>114,791</u>	<u>125,941</u>	<u>818,994</u>	<u>6,592</u>
<u>\$ 216,511</u>	<u>\$ 98,817</u>	<u>\$ 105,923</u>	<u>\$ 193,711</u>	<u>\$ 695,434</u>	<u>\$ 1,685</u>

	Forensic Services Fund	Town of Imlay Operating Fund	Drug Court Fund
Revenues			
Taxes	\$ -	\$ 3,539	\$ -
Intergovernmental	-	-	45,124
Charges for services	-	-	-
Fines and forfeits	2,949	-	9,473
Miscellaneous	-	-	-
Total revenues	<u>2,949</u>	<u>3,539</u>	<u>54,597</u>
Expenditures			
Current			
General government	2,000	2,620	-
Public safety	-	-	-
Judicial	-	-	36,370
Public works	-	-	-
Welfare	-	-	-
Culture and recreation	-	-	-
Community support	-	-	-
Total expenditures	<u>2,000</u>	<u>2,620</u>	<u>36,370</u>
Excess (Deficiency) of Revenues over Expenditures	949	919	18,227
Other Financing Sources (Uses)			
Transfers from other funds	-	-	-
Net Change in Fund Balances	949	919	18,227
Fund Balances, Beginning of Year	<u>1,592</u>	<u>4,782</u>	<u>93,648</u>
Fund Balances, End of Year	<u>\$ 2,541</u>	<u>\$ 5,701</u>	<u>\$ 111,875</u>

Pershing County
Combining Statement of Revenues, Expenditures and Changes in Fund Balances –
Nonmajor Special Revenue Funds
Year Ended June 30, 2017
(Continued)

Television District Fund	Recreation Fund	Gift Fund	Criminal Asset Forfeiture Fund	Total
\$ -	\$ 174,888	\$ -	\$ -	\$ 887,861
-	13,000	-	13,860	519,671
-	18,980	-	-	18,980
-	-	-	-	87,423
30,684	-	18,391	-	89,760
<u>30,684</u>	<u>206,868</u>	<u>18,391</u>	<u>13,860</u>	<u>1,603,695</u>
-	-	-	-	87,344
-	-	-	40,985	57,590
-	-	-	-	41,495
-	-	-	-	471,693
-	-	-	-	357,718
18,917	192,983	849	-	474,832
-	-	8,537	-	299,851
<u>18,917</u>	<u>192,983</u>	<u>9,386</u>	<u>40,985</u>	<u>1,790,523</u>
11,767	13,885	9,005	(27,125)	(186,828)
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>173,000</u>
11,767	13,885	9,005	(27,125)	(13,828)
168,429	238,255	97,223	33,964	2,168,444
<u>\$ 180,196</u>	<u>\$ 252,140</u>	<u>\$ 106,228</u>	<u>\$ 6,839</u>	<u>\$ 2,154,616</u>

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Indigent Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Taxes					
Ad valorem					
Real property	\$ 10,886	\$ 10,886	\$ 10,303	\$ (583)	\$ 9,844
Personal property	3,821	3,821	3,653	(168)	3,076
Total revenues	14,707	14,707	13,956	(751)	12,920
Expenditures					
Welfare					
Indigent					
Services and supplies	10,000	10,000	9,966	34	9,480
Net Change in Fund Balances	4,707	4,707	3,990	(717)	3,440
Fund Balances, Beginning of Year	22,329	22,329	20,518	(1,811)	17,078
Fund Balances, End of Year	\$ 27,036	\$ 27,036	\$ 24,508	\$ (2,528)	\$ 20,518

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Medical Indigent Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Taxes					
Ad valorem					
Real property	\$ 91,624	\$ 91,624	\$ 86,836	\$ (4,788)	\$ 83,081
Personal property	32,157	32,157	30,741	(1,416)	25,890
Net proceeds of mines	-	-	217	217	24,899
Auto accident indigent	36,766	36,766	34,991	(1,775)	39,847
Total revenues	<u>160,547</u>	<u>160,547</u>	<u>152,785</u>	<u>(7,762)</u>	<u>173,717</u>
Expenditures					
Welfare					
Indigent medical					
Services and supplies	<u>175,000</u>	<u>175,000</u>	<u>161,134</u>	<u>13,866</u>	<u>138,687</u>
Net Change in Fund Balances	(14,453)	(14,453)	(8,349)	6,104	35,030
Fund Balances, Beginning of Year	<u>85,634</u>	<u>85,634</u>	<u>119,801</u>	<u>34,167</u>	<u>84,771</u>
Fund Balances, End of Year	<u>\$ 71,181</u>	<u>\$ 71,181</u>	<u>\$ 111,452</u>	<u>\$ 40,271</u>	<u>\$ 119,801</u>

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Medical 2 Indigent Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Taxes					
Ad valorem					
Real property	\$ 108,860	\$ 108,860	\$ 103,159	\$ (5,701)	\$ 98,691
Personal property	38,206	38,206	36,526	(1,680)	30,761
Net proceeds of mines	-	-	258	258	29,584
	<u>147,066</u>	<u>147,066</u>	<u>139,943</u>	<u>(7,123)</u>	<u>159,036</u>
Miscellaneous					
Interest earnings	200	200	471	271	345
Total revenues	<u>147,266</u>	<u>147,266</u>	<u>140,414</u>	<u>(6,852)</u>	<u>159,381</u>
Expenditures					
Welfare					
Indigent medical					
Services and supplies	179,000	202,880	186,618	16,262	148,183
Net Change in Fund Balances	(31,734)	(55,614)	(46,204)	9,410	11,198
Fund Balances, Beginning of Year	<u>63,379</u>	<u>87,259</u>	<u>87,259</u>	<u>-</u>	<u>76,061</u>
Fund Balances, End of Year	<u>\$ 31,645</u>	<u>\$ 31,645</u>	<u>\$ 41,055</u>	<u>\$ 9,410</u>	<u>\$ 87,259</u>

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Library Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Taxes					
Ad valorem					
Real property	\$ 246,749	\$ 246,749	\$ 233,833	\$ (12,916)	\$ 223,746
Personal property	86,601	86,601	82,779	(3,822)	69,720
	<u>333,350</u>	<u>333,350</u>	<u>316,612</u>	<u>(16,738)</u>	<u>293,466</u>
Intergovernmental					
Federal grant					
Grants to States	-	4,064	4,064	-	17,923
State grant					
Family Planning Services	-	150	150	-	-
Statewide Collection Development	-	1,516	1,516	-	1,813
	<u>-</u>	<u>5,730</u>	<u>5,730</u>	<u>-</u>	<u>19,736</u>
Fines and Forfeits					
Fines					
Library	1,500	1,500	2,106	606	2,066
Miscellaneous					
Copy machine revenue	1,000	1,000	909	(91)	794
Total revenues	<u>335,850</u>	<u>341,580</u>	<u>325,357</u>	<u>(16,223)</u>	<u>316,062</u>
Expenditures					
Culture and Recreation					
Library					
Salaries and wages	138,141	138,141	133,058	5,083	135,236
Employee benefits	63,506	63,506	60,872	2,634	57,289
Services and supplies	66,355	72,085	66,603	5,482	81,523
Capital outlay	1,550	1,550	1,550	-	-
Total expenditures	<u>269,552</u>	<u>275,282</u>	<u>262,083</u>	<u>13,199</u>	<u>274,048</u>
Excess (Deficiency) of Revenues over Expenditures	66,298	66,298	63,274	(3,024)	42,014
Other Financing Sources (Uses)					
Transfers from other funds					
In Lieu of Taxes Fund	20,000	20,000	10,000	(10,000)	15,000
Net Change in Fund Balances	86,298	86,298	73,274	(13,024)	57,014
Fund Balances, Beginning of Year	109,560	109,560	143,237	33,677	86,223
Fund Balances, End of Year	<u>\$ 195,858</u>	<u>\$ 195,858</u>	<u>\$ 216,511</u>	<u>\$ 20,653</u>	<u>\$ 143,237</u>

Pershing County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Agricultural Extension Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Taxes					
Ad valorem					
Real property	\$ 67,130	\$ 67,130	\$ 63,617	\$ (3,513)	\$ 60,912
Personal property	23,560	23,560	22,521	(1,039)	18,968
	<u>90,690</u>	<u>90,690</u>	<u>86,138</u>	<u>(4,552)</u>	<u>79,880</u>
Intergovernmental					
State grants					
University of Nevada, Cooperative Extension	-	1,985	1,985	-	-
Total revenues	<u>90,690</u>	<u>92,675</u>	<u>88,123</u>	<u>(4,552)</u>	<u>79,880</u>
Expenditures					
General Government					
Other					
Salaries and wages	34,252	34,252	34,382	(130)	34,188
Employee benefits	20,305	20,305	20,113	192	19,229
Services and supplies	24,632	26,617	24,103	2,514	21,946
Capital outlay	1,000	2,400	4,126	(1,726)	-
Total expenditures	<u>80,189</u>	<u>83,574</u>	<u>82,724</u>	<u>850</u>	<u>75,363</u>
Net Change in Fund Balances	10,501	9,101	5,399	(3,702)	4,517
Fund Balances, Beginning of Year	<u>92,013</u>	<u>93,413</u>	<u>93,418</u>	<u>5</u>	<u>88,901</u>
Fund Balances, End of Year	<u>\$ 102,514</u>	<u>\$ 102,514</u>	<u>\$ 98,817</u>	<u>\$ (3,697)</u>	<u>\$ 93,418</u>

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Senior Citizens Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Intergovernmental					
Federal grants					
Special Programs for the Aging					
Senior-B	\$ 24,443	\$ 24,443	\$ 24,455	\$ 12	\$ 24,443
Senior-CI	34,982	34,982	21,787	(13,195)	20,790
Senior-CII	30,573	30,573	13,220	(17,353)	20,708
Nutrition Services (Commodities)	-	-	408	408	-
Nutrition Services	9,000	9,000	5,915	(3,085)	10,727
State grants					
Nevada Division for Aging Services	-	-	23,054	23,054	23,054
Other government shared revenues					
City contribution	3,000	3,000	3,000	-	3,000
	<u>101,998</u>	<u>101,998</u>	<u>91,839</u>	<u>(10,159)</u>	<u>102,722</u>
Miscellaneous					
Program income	27,500	27,500	27,513	13	28,993
Other	-	-	94	94	71
	<u>27,500</u>	<u>27,500</u>	<u>27,607</u>	<u>107</u>	<u>29,064</u>
Total revenues	<u>129,498</u>	<u>129,498</u>	<u>119,446</u>	<u>(10,052)</u>	<u>131,786</u>
Expenditures					
Community Support					
Senior Citizens					
Salaries and wages	129,270	129,270	122,770	6,500	117,208
Employee benefits	73,518	73,518	66,497	7,021	63,168
Services and supplies	8,400	8,400	7,694	706	7,456
Capital outlay	-	-	1,743	(1,743)	3,945
	<u>211,188</u>	<u>211,188</u>	<u>198,704</u>	<u>12,484</u>	<u>191,777</u>
Nutrition Services - CI					
Services and supplies	48,600	48,600	47,214	1,386	44,707
Nutrition Services - CII					
Services and supplies	42,100	42,100	31,901	10,199	34,675
Grants for Support - B					
Services and supplies	14,241	14,241	13,495	746	15,280
Total expenditures	<u>316,129</u>	<u>316,129</u>	<u>291,314</u>	<u>24,815</u>	<u>286,439</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(186,631)</u>	<u>(186,631)</u>	<u>(171,868)</u>	<u>14,763</u>	<u>(154,653)</u>

Pershing County
 Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
 Senior Citizens Fund
 Year Ended June 30, 2017
 (with Comparative Actual Amounts for the Year Ended June 30, 2016)
 (Continued)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Other Financing Sources (Uses)					
Transfers from other funds					
In Lieu of Taxes Fund	\$ 163,000	\$ 163,000	\$ 163,000	\$ -	\$ 198,000
Net Change in Fund Balances	(23,631)	(23,631)	(8,868)	14,763	43,347
Fund Balances, Beginning of Year	76,356	76,356	114,791	38,435	71,444
Fund Balances, End of Year	\$ 52,725	\$ 52,725	\$ 105,923	\$ 53,198	\$ 114,791

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
J.P. Admin Fee Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Fines and Forfeits					
Fines					
Justice Court administrative fees	\$ 10,000	\$ 10,000	\$ 30,105	\$ 20,105	\$ 24,225
Justice Court facility assessment fees	15,000	15,000	42,790	27,790	34,149
Total revenues	25,000	25,000	72,895	47,895	58,374
Expenditures					
Judicial					
Other					
Capital outlay	70,000	70,000	5,125	64,875	5,125
Net Change in Fund Balances	(45,000)	(45,000)	67,770	112,770	53,249
Fund Balances, Beginning of Year	90,692	90,692	125,941	35,249	72,692
Fund Balances, End of Year	\$ 45,692	\$ 45,692	\$ 193,711	\$ 148,019	\$ 125,941

Pershing County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Regional Street and Highway Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Intergovernmental					
State shared revenues					
County option motor vehicle fuel tax, 9.00¢	\$ 349,000	\$ 349,000	\$ 348,133	\$ (867)	\$ 338,807
Expenditures					
Public Works					
Highways and streets					
Services and supplies	800,000	800,000	471,693	328,307	361,512
Net Change in Fund Balances	(451,000)	(451,000)	(123,560)	327,440	(22,705)
Fund Balances, Beginning of Year	502,998	502,998	818,994	315,996	841,699
Fund Balances, End of Year	<u>\$ 51,998</u>	<u>\$ 51,998</u>	<u>\$ 695,434</u>	<u>\$ 643,436</u>	<u>\$ 818,994</u>

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
911 Surcharge Fee Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Miscellaneous					
911 surcharge fee	\$ 13,000	\$ 13,000	\$ 11,698	\$ (1,302)	\$ 13,764
Expenditures					
Public Safety					
Other					
Services and supplies	17,700	17,700	16,605	1,095	21,959
Net Change in Fund Balances	(4,700)	(4,700)	(4,907)	(207)	(8,195)
Fund Balances, Beginning of Year	5,731	5,731	6,592	861	14,787
Fund Balances, End of Year	\$ 1,031	\$ 1,031	\$ 1,685	\$ 654	\$ 6,592

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Forensic Services Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Fines and Forfeits					
Fines					
Alcohol	\$ 1,000	\$ 1,000	\$ 1,516	\$ 516	\$ 1,293
Drug	1,000	1,000	1,433	433	1,360
Total revenues	2,000	2,000	2,949	949	2,653
Expenditures					
General Government					
Other					
Services and supplies	2,000	2,000	2,000	-	2,000
Net Change in Fund Balances	-	-	949	949	653
Fund Balances, Beginning of Year	139	139	1,592	1,453	939
Fund Balances, End of Year	\$ 139	\$ 139	\$ 2,541	\$ 2,402	\$ 1,592

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Town of Imlay Operating Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Taxes					
Ad valorem					
Real property	\$ 3,238	\$ 3,238	\$ 3,162	\$ (76)	\$ 2,917
Personal property	406	406	377	(29)	411
Total revenues	<u>3,644</u>	<u>3,644</u>	<u>3,539</u>	<u>(105)</u>	<u>3,328</u>
Expenditures					
General Government					
Other					
Services and supplies	<u>9,250</u>	<u>9,250</u>	<u>2,620</u>	<u>6,630</u>	<u>4,696</u>
Net Change in Fund Balances	(5,606)	(5,606)	919	6,525	(1,368)
Fund Balances, Beginning of Year	<u>6,513</u>	<u>6,513</u>	<u>4,782</u>	<u>(1,731)</u>	<u>6,150</u>
Fund Balances, End of Year	<u>\$ 907</u>	<u>\$ 907</u>	<u>\$ 5,701</u>	<u>\$ 4,794</u>	<u>\$ 4,782</u>

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Drug Court Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Intergovernmental					
State grant					
Administrative Office of the Courts	\$ 39,258	\$ 39,258	\$ 45,124	\$ 5,866	\$ 44,511
Fines and Forfeits					
Fines					
Client assessments	20,000	20,000	9,473	(10,527)	8,066
Total revenues	59,258	59,258	54,597	(4,661)	52,577
Expenditures					
Judicial					
Other					
Salaries and wages	-	-	-	-	10,753
Employee benefits	-	-	-	-	4,705
Services and supplies	64,180	63,000	36,370	26,630	32,714
Capital outlay	-	1,180	-	1,180	1,180
Total expenditures	64,180	64,180	36,370	27,810	49,352
Net Change in Fund Balances	(4,922)	(4,922)	18,227	23,149	3,225
Fund Balances, Beginning of Year	98,827	98,827	93,648	(5,179)	90,423
Fund Balances, End of Year	\$ 93,905	\$ 93,905	\$ 111,875	\$ 17,970	\$ 93,648

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Television District Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Miscellaneous					
Assessments	\$ 30,519	\$ 30,519	\$ 30,684	\$ 165	\$ 30,145
Expenditures					
Culture and Recreation					
Other					
Services and supplies	144,400	136,400	11,022	125,378	31,949
Capital outlay	10,000	18,000	7,895	10,105	24,452
Total expenditures	154,400	154,400	18,917	135,483	56,401
Net Change in Fund Balances	(123,881)	(123,881)	11,767	135,648	(26,256)
Fund Balances, Beginning of Year	163,941	163,941	168,429	4,488	194,685
Fund Balances, End of Year	\$ 40,060	\$ 40,060	\$ 180,196	\$ 140,136	\$ 168,429

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Recreation Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Taxes					
Ad valorem					
Real property	\$ 36,287	\$ 36,287	\$ 34,381	\$ (1,906)	\$ 32,859
Personal property	12,735	12,735	12,174	(561)	10,253
	<u>49,022</u>	<u>49,022</u>	<u>46,555</u>	<u>(2,467)</u>	<u>43,112</u>
Room taxes	100,000	100,000	128,333	28,333	120,848
	<u>149,022</u>	<u>149,022</u>	<u>174,888</u>	<u>25,866</u>	<u>163,960</u>
Intergovernmental					
Other government shared revenues					
Contributions	7,500	7,500	13,000	5,500	13,500
Charges for Services					
Culture and Recreation					
Gymnastics	2,500	2,500	2,516	16	3,836
Swimming pool	10,000	10,000	16,464	6,464	15,951
	<u>12,500</u>	<u>12,500</u>	<u>18,980</u>	<u>6,480</u>	<u>19,787</u>
Total revenues	<u>169,022</u>	<u>169,022</u>	<u>206,868</u>	<u>37,846</u>	<u>197,247</u>
Expenditures					
Culture and Recreation					
Recreation centers					
Recreation					
Salaries and wages	7,000	7,000	6,776	224	6,775
Employee benefits	792	792	782	10	766
Services and supplies	174,400	174,400	67,148	107,252	40,780
	<u>182,192</u>	<u>182,192</u>	<u>74,706</u>	<u>107,486</u>	<u>48,321</u>
Swimming pool					
Salaries and wages	31,000	31,000	29,697	1,303	27,444
Employee benefits	3,600	3,600	3,827	(227)	3,177
Services and supplies	45,400	45,400	30,314	15,086	34,094
Capital outlay	20,000	20,000	15,410	4,590	5,834
	<u>100,000</u>	<u>100,000</u>	<u>79,248</u>	<u>20,752</u>	<u>70,549</u>
	<u>282,192</u>	<u>282,192</u>	<u>153,954</u>	<u>128,238</u>	<u>118,870</u>

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Recreation Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)
(Continued)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Tourism					
Administration					
Services and supplies	\$ 33,000	\$ 33,000	\$ 29,372	\$ 3,628	\$ 22,717
Ballfield					
Services and supplies	19,000	19,000	9,657	9,343	12,605
Capital outlay	20,000	20,000	-	20,000	-
	39,000	39,000	9,657	29,343	12,605
	72,000	72,000	39,029	32,971	35,322
Total expenditures	354,192	354,192	192,983	161,209	154,192
Net Change in Fund Balances	(185,170)	(185,170)	13,885	199,055	43,055
Fund Balances, Beginning of Year	200,177	200,177	238,255	38,078	195,200
Fund Balances, End of Year	\$ 15,007	\$ 15,007	\$ 252,140	\$ 237,133	\$ 238,255

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Gift Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Miscellaneous					
Contributions	\$ 10,100	\$ 10,100	\$ 13,460	\$ 3,360	\$ 56,785
Fund raising	3,000	3,000	4,642	1,642	4,397
Special events	1,000	1,000	289	(711)	662
Total revenues	14,100	14,100	18,391	4,291	61,844
Expenditures					
Culture and Recreation					
Museum					
Services and supplies	3,000	3,000	849	2,151	744
Capital outlay	10,000	10,000	-	10,000	-
	13,000	13,000	849	12,151	744
Library					
Services and supplies	1,000	1,000	-	1,000	-
Total culture and recreation	14,000	14,000	849	13,151	744
Community Support					
Senior Citizens					
Services and supplies	6,600	6,600	6,662	(62)	6,512
Capital outlay	15,000	15,000	1,875	13,125	295
Total community support	21,600	21,600	8,537	13,063	6,807
Total expenditures	35,600	35,600	9,386	26,214	7,551
Net Change in Fund Balances	(21,500)	(21,500)	9,005	30,505	54,293
Fund Balances, Beginning of Year	85,667	85,667	97,223	11,556	42,930
Fund Balances, End of Year	\$ 64,167	\$ 64,167	\$ 106,228	\$ 42,061	\$ 97,223

Pershing County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Criminal Asset Forfeiture Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Intergovernmental					
State grant					
Forfeitures	\$ 100	\$ 13,100	\$ 13,860	\$ 760	\$ 31,363
Expenditures					
Public Safety					
Sheriff					
Services and supplies	-	-	447	(447)	220
Capital outlay	16,800	44,862	40,538	4,324	-
Total expenditures	16,800	44,862	40,985	3,877	220
Net Change in Fund Balances	(16,700)	(31,762)	(27,125)	4,637	31,143
Fund Balances, Beginning of Year	18,902	33,964	33,964	-	2,821
Fund Balances, End of Year	\$ 2,202	\$ 2,202	\$ 6,839	\$ 4,637	\$ 33,964

Pershing County
Combining Balance Sheet - Internally Reported (Budgetary Basis) Funds
Reported as Part of the General Fund for External Reporting Purposes
June 30, 2017

	In Lieu of Taxes Fund	Law Enforcement Fund	Cemetery Fund	Law Library Fund	Internally Reported Total
Assets					
Cash on deposit and invested	\$ 1,504,656	\$ 275,739	\$ 26,532	\$ 15,563	\$ 1,822,490
Accounts receivable	-	2,320	-	2,639	4,959
Due from other governments	-	48,196	-	-	48,196
Prepaid items	-	15,342	-	-	15,342
Total assets	\$ 1,504,656	\$ 341,597	\$ 26,532	\$ 18,202	\$ 1,890,987
Liabilities					
Accounts payable	\$ -	\$ 84,747	\$ 564	\$ 1,522	\$ 86,833
Accrued payroll	-	21,850	38	-	21,888
Total liabilities	-	106,597	602	1,522	108,721
Fund Balances					
Nonspendable	-	15,342	-	-	15,342
Assigned	1,000,000	194,934	18,734	16,680	1,230,348
Unassigned	504,656	24,724	7,196	-	536,576
Total fund balances	1,504,656	235,000	25,930	16,680	1,782,266
Total Liabilities and Fund Balances	\$ 1,504,656	\$ 341,597	\$ 26,532	\$ 18,202	\$ 1,890,987

Pershing County

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –
Internally Reported (Budgetary Basis) Funds
Reported as Part of the General Fund for External Reporting Purposes
Year Ended June 30, 2017

	In Lieu of Taxes Fund	Law Enforcement Fund	Cemetery Fund	Law Library Fund	Internally Reported Total
Revenues					
Intergovernmental	\$ 1,102,628	\$ 127,643	\$ -	\$ -	\$ 1,230,271
Charges for services	-	22,990	1,500	2,131	26,621
Miscellaneous	-	2,145	200	-	2,345
Total revenues	<u>1,102,628</u>	<u>152,778</u>	<u>1,700</u>	<u>2,131</u>	<u>1,259,237</u>
Expenditures					
Current					
Public safety	-	2,089,060	-	-	2,089,060
Judicial	-	-	-	19,319	19,319
Health	-	-	9,847	-	9,847
Total expenditures	<u>-</u>	<u>2,089,060</u>	<u>9,847</u>	<u>19,319</u>	<u>2,118,226</u>
Excess (Deficiency) of Revenues over Expenditures	<u>1,102,628</u>	<u>(1,936,282)</u>	<u>(8,147)</u>	<u>(17,188)</u>	<u>(858,989)</u>
Other Financing Sources (Uses)					
Transfers from other funds	-	2,061,040	10,000	28,000	2,099,040
Transfers to other funds	(933,000)	-	-	-	(933,000)
Total other financing sources (uses)	<u>(933,000)</u>	<u>2,061,040</u>	<u>10,000</u>	<u>28,000</u>	<u>1,166,040</u>
Net Change in Fund Balances	169,628	124,758	1,853	10,812	307,051
Fund Balances, Beginning of Year	<u>1,335,028</u>	<u>110,242</u>	<u>24,077</u>	<u>5,868</u>	<u>1,475,215</u>
Fund Balances, End of Year	<u>\$ 1,504,656</u>	<u>\$ 235,000</u>	<u>\$ 25,930</u>	<u>\$ 16,680</u>	<u>\$ 1,782,266</u>

Pershing County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
In Lieu of Taxes Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Intergovernmental					
Federal payments in lieu of taxes	\$ 1,000,000	\$ 1,000,000	\$ 1,102,628	\$ 102,628	\$ 1,162,839
Expenditures					
General Government					
Other					
Services and supplies	-	-	-	-	-
Excess (Deficiency) of Revenues over Expenditures	1,000,000	1,000,000	1,102,628	102,628	1,162,839
Other Financing Sources (Uses)					
Transfers to other funds					
General Fund	(1,091,469)	(1,091,469)	(750,000)	341,469	(900,000)
Library Fund	(20,000)	(20,000)	(10,000)	10,000	(15,000)
Senior Citizens Fund	(163,000)	(163,000)	(163,000)	-	(198,000)
Cemetery Fund	(10,000)	(10,000)	(10,000)	-	(10,000)
Total other financing sources (uses)	(1,284,469)	(1,284,469)	(933,000)	351,469	(1,123,000)
Net Change in Fund Balances	(284,469)	(284,469)	169,628	454,097	39,839
Fund Balances, Beginning of Year	337,189	337,189	1,335,028	997,839	1,295,189
Fund Balances, End of Year	\$ 52,720	\$ 52,720	\$ 1,504,656	\$ 1,451,936	\$ 1,335,028

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Law Enforcement Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Intergovernmental					
Federal grants					
BJA Illegal Alien	\$ -	\$ -	\$ 2,494	\$ 2,494	\$ 3,047
Edward Byrne (Youth Resource Officer)		89,719	89,719	-	69,100
National Priority Safety Programs	-	35,430	35,430	-	-
State grants					
Frontier Community Coalition	-	-	-	-	522
	-	125,149	127,643	2,494	72,669
Charges for Services					
Public safety					
Sheriff fees	17,000	17,000	22,990	5,990	17,933
Miscellaneous					
Refunds and reimbursements	-	-	259	259	-
Jail extradition revenue	-	-	1,851	1,851	816
Other revenue	-	-	35	35	28
	-	-	2,145	2,145	844
Total revenues	17,000	142,149	152,778	10,629	91,446
Expenditures					
Public Safety					
Police Activity					
Sheriff					
Salaries and wages	586,077	586,077	498,748	87,329	562,892
Employee benefits	400,974	400,974	311,526	89,448	324,955
Services and supplies	200,100	325,249	301,339	23,910	252,200
Capital outlay	59,000	59,000	65,316	(6,316)	57,147
	1,246,151	1,371,300	1,176,929	194,371	1,197,194
Dispatch					
Salaries and wages	199,551	199,551	198,517	1,034	200,322
Employee benefits	98,407	98,407	95,952	2,455	91,041
Services and supplies	20,500	20,500	20,001	499	12,512
Capital outlay	4,400	4,400	4,808	(408)	10,181
	322,858	322,858	319,278	3,580	314,056
Total police activity	1,569,009	1,694,158	1,496,207	197,951	1,511,250

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Law Enforcement Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)
(Continued)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Protective Services Activity					
Jail					
Salaries and wages	\$ 325,453	\$ 325,453	\$ 304,040	\$ 21,413	\$ 252,640
Employee benefits	233,724	233,724	191,653	42,071	159,426
Services and supplies	87,500	87,500	74,878	12,622	70,121
Capital outlay	34,433	34,433	22,282	12,151	-
Total protective services activity	681,110	681,110	592,853	88,257	482,187
Total expenditures	2,250,119	2,375,268	2,089,060	286,208	1,993,437
Excess (Deficiency) of Revenues over Expenditures	(2,233,119)	(2,233,119)	(1,936,282)	296,837	(1,901,991)
Other Financing Sources (Uses)					
Transfers from other funds					
General Fund	2,302,500	2,302,500	1,998,750	(303,750)	1,960,500
Ad Valorem Capital Projects Fund	-	-	62,290	62,290	56,484
Total other financing sources (uses)	2,302,500	2,302,500	2,061,040	(241,460)	2,016,984
Net Change in Fund Balances	69,381	69,381	124,758	55,377	114,993
Fund Balances, Beginning of Year	5,589	5,589	110,242	104,653	(4,751)
Fund Balances, End of Year	\$ 74,970	\$ 74,970	\$ 235,000	\$ 160,030	\$ 110,242

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Cemetery Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Charges for Services					
General Government					
Cemetery fees	\$ 1,300	1,300	\$ 1,500	\$ 200	\$ 1,050
Miscellaneous					
Contributions	-	-	200	200	100
Total revenues	1,300	1,300	1,700	400	1,150
Expenditures					
Health					
Salaries and wages	5,887	5,887	2,819	3,068	5,741
Employee benefits	715	715	336	379	640
Services and supplies	22,795	22,795	6,692	16,103	7,942
Total expenditures	29,397	29,397	9,847	19,550	14,323
Excess (Deficiency) of Revenues over Expenditures	(28,097)	(28,097)	(8,147)	19,950	(13,173)
Other Financing Sources (Uses)					
Transfers from other funds					
In Lieu of Taxes Fund	10,000	10,000	10,000	-	10,000
Net Change in Fund Balances	(18,097)	(18,097)	1,853	19,950	(3,173)
Fund Balances, Beginning of Year	19,518	19,518	24,077	4,559	27,250
Fund Balances, End of Year	\$ 1,421	\$ 1,421	\$ 25,930	\$ 24,509	\$ 24,077

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Law Library Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Charges for services					
Judicial					
Law library fees	\$ -	\$ -	\$ 2,131	\$ 2,131	\$ 420
Expenditures					
Judicial					
Other Legal Expense					
Employee benefits	45	45	-	45	-
Services and supplies	28,000	28,000	19,319	8,681	22,552
Total expenditures	28,045	28,045	19,319	8,726	22,552
Excess (Deficiency) of Revenues over Expenditures	(28,045)	(28,045)	(17,188)	10,857	(22,132)
Other Financing Sources (Uses)					
Transfers from other funds					
General Fund	28,045	28,045	28,000	(45)	28,000
Net Change in Fund Balances	-	-	10,812	10,812	5,868
Fund Balances, Beginning of Year	-	-	5,868	5,868	-
Fund Balances, End of Year	\$ -	\$ -	\$ 16,680	\$ 16,680	\$ 5,868

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Building Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Taxes					
Ad valorem					
Net proceeds of mines	\$ -	\$ -	\$ 1,264	\$ 1,264	\$ 144,907
Miscellaneous					
Contributions	-	-	15,000	15,000	15,000
Total revenues	-	-	16,264	16,264	159,907
Expenditures					
General Government					
Other					
Capital outlay	1,352,500	1,352,500	945,361	407,139	722,196
Excess (Deficiency) of Revenues over Expenditures	(1,352,500)	(1,352,500)	(929,097)	423,403	(562,289)
Other Financing Sources (Uses)					
Transfers to other funds					
General Fund	(550,000)	(550,000)	-	550,000	-
Sale of capital assets	-	-	-	-	46,168
Total other financing sources (uses)	(550,000)	(550,000)	-	550,000	46,168
Net Change in Fund Balances	(1,902,500)	(1,902,500)	(929,097)	973,403	(516,121)
Fund Balances, Beginning of Year	2,453,159	2,453,159	3,244,129	790,970	3,760,250
Fund Balances, End of Year	\$ 550,659	\$ 550,659	\$ 2,315,032	\$ 1,764,373	\$ 3,244,129

Pershing County
Combining Balance Sheet – Nonmajor Capital Projects Funds
June 30, 2017

	Ad Valorem Capital Projects Fund	Option Tax- Public Safety Fund	Total
Assets			
Cash on deposit and invested	\$ 162,254	\$ 827,951	\$ 990,205
Taxes receivable	3,635	-	3,635
Due from other governments	-	54,562	54,562
Total assets	\$ 165,889	\$ 882,513	\$ 1,048,402
Liabilities			
Accounts payable	\$ 6,650	\$ 460	\$ 7,110
Due to other governments	625	-	625
Total liabilities	7,275	460	7,735
Deferred Inflow of Resources			
Unavailable revenue, delinquent property taxes	3,635	-	3,635
Fund Balances			
Restricted	154,979	882,053	1,037,032
Total liabilities, deferred inflow of resources, and fund balances	\$ 165,889	\$ 882,513	\$ 1,048,402

Pershing County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –
Nonmajor Capital Projects Funds
Year Ended June 30, 2017

	Ad Valorem Capital Projects Fund	Option Tax- Public Safety Fund	Total
Revenues			
Taxes	\$ 116,616	\$ -	\$ 116,616
Intergovernmental	-	277,485	277,485
Miscellaneous	1,446	-	1,446
Total revenues	<u>118,062</u>	<u>277,485</u>	<u>395,547</u>
Expenditures			
Current			
General government	5,895	-	5,895
Debt service	-	88,271	88,271
Capital outlay	53,710	255,779	309,489
Total expenditures	<u>59,605</u>	<u>344,050</u>	<u>403,655</u>
Excess (Deficiency) of Revenues over Expenditures	58,457	(66,565)	(8,108)
Other Financing Sources (Uses)			
Transfers to other funds	<u>(62,290)</u>	<u>-</u>	<u>(62,290)</u>
Net Changes in Fund Balances	(3,833)	(66,565)	(70,398)
Fund Balances, Beginning of Year	<u>158,812</u>	<u>948,618</u>	<u>1,107,430</u>
Fund Balances, End of Year	<u>\$ 154,979</u>	<u>\$ 882,053</u>	<u>\$ 1,037,032</u>

Pershing County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Ad Valorem Capital Projects Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Taxes					
Ad valorem					
Real property	\$ 90,716	\$ 90,716	\$ 85,967	\$ (4,749)	\$ 82,328
Personal property	31,838	31,838	30,433	(1,405)	25,632
Net proceeds of mines	-	-	216	216	24,698
	<u>122,554</u>	<u>122,554</u>	<u>116,616</u>	<u>(5,938)</u>	<u>132,658</u>
Miscellaneous					
Interest earnings	300	300	1,446	1,146	697
Total revenues	<u>122,854</u>	<u>122,854</u>	<u>118,062</u>	<u>(4,792)</u>	<u>133,355</u>
Expenditures					
General Government					
Other					
Services and supplies	17,000	17,000	5,895	11,105	7,630
Capital outlay	98,867	98,867	53,710	45,157	83,118
Total expenditures	<u>115,867</u>	<u>115,867</u>	<u>59,605</u>	<u>56,262</u>	<u>90,748</u>
Excess (Deficiency) of Revenues over Expenditures	<u>6,987</u>	<u>6,987</u>	<u>58,457</u>	<u>51,470</u>	<u>42,607</u>
Other Financing Sources (Uses)					
Transfers to other funds					
General Fund	(16,700)	(16,700)	-	16,700	(2,000)
Law Enforcement Fund	(93,433)	(93,433)	(62,290)	31,143	(56,484)
Total other financing sources (uses)	<u>(110,133)</u>	<u>(110,133)</u>	<u>(62,290)</u>	<u>47,843</u>	<u>(58,484)</u>
Net Change in Fund Balances	(103,146)	(103,146)	(3,833)	99,313	(15,877)
Fund Balances, Beginning of Year	<u>129,697</u>	<u>129,697</u>	<u>158,812</u>	<u>29,115</u>	<u>174,689</u>
Fund Balances, End of Year	<u>\$ 26,551</u>	<u>\$ 26,551</u>	<u>\$ 154,979</u>	<u>\$ 128,428</u>	<u>\$ 158,812</u>

Pershing County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Option Tax-Public Safety Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Revenues					
Intergovernmental					
State shared revenues					
Option tax-public safety	\$ 220,000	\$ 220,000	\$ 277,485	\$ 57,485	\$ 221,212
Expenditures					
Debt Service					
Interest	21,842	21,842	21,842	-	-
Principal	66,429	66,429	66,429	-	-
	88,271	88,271	88,271	-	-
Public Safety					
Fire Activity					
Capital outlay	760,000	760,000	255,779	504,221	1,098,406
Total expenditures	848,271	848,271	344,050	504,221	1,098,406
Excess (Deficiency) of Revenues over Expenditures	(628,271)	(628,271)	(66,565)	561,706	(877,194)
Other Financing Sources (Uses)					
Note payable financing	-	-	-	-	755,967
Net Change in Fund Balances	(628,271)	(628,271)	(66,565)	561,706	(121,227)
Fund Balances, Beginning of Year	640,623	640,623	948,618	307,995	1,069,845
Fund Balances, End of Year	\$ 12,352	\$ 12,352	\$ 882,053	\$ 869,701	\$ 948,618

Pershing County
Schedule of Revenues, Expenses, and Changes in Net Position – Budget and Actual
Pershing County Electrical Utility Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Operating Revenues					
Charges for Services					
Electrical fees	\$ 18,000	\$ 18,000	\$ 17,409	\$ (591)	\$ 17,476
Operating Expenses					
Services and supplies	23,250	23,250	15,385	7,865	18,922
Depreciation	40,000	40,000	39,964	36	39,964
Total operating expenses	63,250	63,250	55,349	7,901	58,886
Operating Income (Loss)	(45,250)	(45,250)	(37,940)	7,310	(41,410)
Nonoperating Revenue (Expense)					
Interest income	926	926	-	(926)	4,855
Service availability charges	35,000	35,000	33,708	(1,292)	35,704
Payment to Surplus and Deficiency Fund	-	-	(210,776)	(210,776)	-
Interest expense	(1,050)	(1,050)	-	1,050	(2,975)
Total nonoperating revenue (expense)	34,876	34,876	(177,068)	(211,944)	37,584
Change in Net Position	\$ (10,374)	\$ (10,374)	(215,008)	\$ (204,634)	(3,826)
Net Position, Beginning of Year			966,133		969,959
Net Position, End of Year			\$ 751,125		\$ 966,133

Pershing County
Schedule of Revenues, Expenses, and Changes in Net Position – Budget and Actual
Landfill Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Operating Revenues					
Charges for Services					
Landfill fees	\$ 319,002	\$ 319,002	\$ 305,605	\$ (13,397)	\$ 328,460
Miscellaneous					
Recycling revenue	3,000	3,000	20,778	17,778	3,671
Total operating revenues	322,002	322,002	326,383	4,381	332,131
Operating Expenses					
Salaries and wages	85,865	85,865	87,005	(1,140)	86,751
Employee benefits	46,487	46,487	49,234	(2,747)	34,252
Services and supplies	158,450	158,450	181,499	(23,049)	144,106
Depreciation	35,000	35,000	7,759	27,241	11,580
Total operating expenses	325,802	325,802	325,497	305	276,689
Income (Loss) Before Capital Contributions	(3,800)	(3,800)	886	4,686	55,442
Capital Contributions					
Contribution of capital assets	-	-	4,200	4,200	-
Change in Net Position	\$ (3,800)	\$ (3,800)	5,086	\$ 8,886	55,442
Net Position, Beginning of Year			234,738		179,296
Net Position, End of Year			\$ 239,824		\$ 234,738

Pershing County
Combining Balance Sheet – Nonmajor Enterprise Funds
Year Ended June 30, 2017

	Town of Imlay Utilities Fund	Ambulance Fund	Total
Assets			
Current assets			
Cash on deposit and invested	\$ 28,850	\$ 146,634	\$ 175,484
Accounts receivable, net	15,750	74,750	90,500
Total current assets	<u>44,600</u>	<u>221,384</u>	<u>265,984</u>
Noncurrent Assets			
Restricted			
Cash on deposit and invested	153,000	-	153,000
Capital assets not being depreciated	9,997	-	9,997
Capital assets net of accumulated depreciation	431,070	146,037	577,107
Total noncurrent assets	<u>594,067</u>	<u>146,037</u>	<u>740,104</u>
Total assets	<u>638,667</u>	<u>367,421</u>	<u>1,006,088</u>
Liabilities			
Current Liabilities			
Accounts payable	1,335	3,328	4,663
Total liabilities	<u>1,335</u>	<u>3,328</u>	<u>4,663</u>
Net Position			
Net investment in capital assets	441,067	146,037	587,104
Restricted for			
Capital replacement	153,000	-	153,000
Unrestricted	43,265	218,056	261,321
Total net position	<u>\$ 637,332</u>	<u>\$ 364,093</u>	<u>\$ 1,001,425</u>

Pershing County

Combining Statement of Revenues, Expenses, and Changes in Fund Balances – Nonmajor Enterprise Funds
Year Ended June 30, 2017

	<u>Town of Imlay Utilities Fund</u>	<u>Ambulance Fund</u>	<u>Total</u>
Operating Revenues			
Charges for services	\$ 38,845	\$ 124,893	\$ 163,738
Operating Expenses			
Salaries and wages	-	35,879	35,879
Services and supplies	21,638	51,372	73,010
Depreciation	41,724	29,492	71,216
Total operating expenses	<u>63,362</u>	<u>116,743</u>	<u>180,105</u>
Income (Loss) Before Capital Contributions	(24,517)	8,150	(16,367)
Capital Contributions			
Capital grants	<u>-</u>	<u>27,765</u>	<u>27,765</u>
Change in Net Position	(24,517)	35,915	11,398
Net Position, Beginning of Year	<u>661,849</u>	<u>328,178</u>	<u>990,027</u>
Net Position, End of Year	<u>\$ 637,332</u>	<u>\$ 364,093</u>	<u>\$ 1,001,425</u>

Pershing County
Combining Statement of Cash Flows– Nonmajor Enterprise Funds
Year Ended June 30, 2017

	Town of Imlay Utilities Fund	Ambulance Fund	Total
Operating Activities			
Cash received from users	\$ 31,925	\$ 90,534	\$ 122,459
Cash received from interfund services provided	660	975	1,635
Payments for employees' salaries and benefits	-	(35,879)	(35,879)
Payments for internal services used	(6,151)	(1,098)	(7,249)
Payments for services and supplies	(14,573)	(58,973)	(73,546)
Net Cash from (used for) Operating Activities	<u>11,861</u>	<u>(4,441)</u>	<u>7,420</u>
Capital and Related Financing Activities			
Capital grant, received	-	15,265	15,265
Acquisition of capital assets	-	(43,270)	(43,270)
Net Cash from (used for) Capital and Related Financing Activities	<u>-</u>	<u>(28,005)</u>	<u>(28,005)</u>
Net Change in Cash on Deposit and Invested	11,861	(32,446)	(20,585)
Cash on Deposit and Invested, Beginning of Year	<u>169,989</u>	<u>179,080</u>	<u>349,069</u>
Cash on Deposit and Invested, End of Year	<u>\$ 181,850</u>	<u>\$ 146,634</u>	<u>\$ 328,484</u>
Reconciliation of operating income (loss) to net cash from (used for) operating activities			
Operating income (loss)	\$ (24,517)	\$ 8,150	\$ (16,367)
Adjustments to reconcile operating income (loss) to net cash from (used for) operating activities:			
Depreciation	41,724	29,492	71,216
Changes in			
Accounts receivable, net	(6,260)	(33,384)	(39,644)
Accounts payable	914	(8,699)	(7,785)
Net Cash from (used for) Operating Activities	<u>\$ 11,861</u>	<u>\$ (4,441)</u>	<u>\$ 7,420</u>

Pershing County
Schedule of Revenues, Expenses, and Changes in Net Position – Budget and Actual
Town of Imlay Utilities Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Operating Revenues					
Charges for Services					
Water fees	\$ 30,000	\$ 30,000	\$ 38,845	\$ 8,845	\$ 30,622
Operating Expenses					
Services and supplies	23,955	23,955	21,638	2,317	24,969
Depreciation	42,870	42,870	41,724	1,146	42,558
Total operating expenses	66,825	66,825	63,362	3,463	67,527
Change in Net Position	\$ (36,825)	\$ (36,825)	(24,517)	\$ 12,308	(36,905)
Net Position, Beginning of Year			661,849		698,754
Net Position, End of Year			\$ 637,332		\$ 661,849

Pershing County
Schedule of Revenues, Expenses, and Changes in Net Position – Budget and Actual
Ambulance Fund
Year Ended June 30, 2017
(with Comparative Actual Amounts for the Year Ended June 30, 2016)

	2017 Budget Amount		2017		2016
	Original	Final	Actual	Variance to Final Budget	Actual
Operating Revenues					
Charges for Services					
Ambulance fees	\$ 110,000	\$ 110,000	\$ 124,893	\$ 14,893	\$ 135,476
Operating Expenses					
Salaries and wages	38,000	38,000	35,879	2,121	38,139
Services and supplies	76,975	104,740	51,372	53,368	45,582
Depreciation	36,000	36,000	29,492	6,508	45,099
Total operating expenses	150,975	178,740	116,743	61,997	128,820
Income (Loss) Before Capital Contributions	(40,975)	(68,740)	8,150	76,890	6,656
Capital Contributions					
Capital grants	-	27,765	27,765	-	-
Change in Net Position	\$ (40,975)	\$ (40,975)	35,915	\$ 76,890	6,656
Net Position, Beginning of Year			328,178		321,522
Net Position, End of Year			\$ 364,093		\$ 328,178

Pershing County
Combining Statements of Changes in Assets and Liabilities – Agency Funds
Year Ended June 30, 2017

	Balance July 1, 2016	Additions	Deductions	Balance June 30, 2017
<u>State Settlement</u>				
Assets				
Cash on deposit and invested	\$ 30,494	\$ 998,799	\$ 950,834	\$ 78,459
Liabilities				
Due to other governments	\$ 30,494	\$ 998,799	\$ 950,834	\$ 78,459
<u>City of Lovelock</u>				
Assets				
Cash on deposit and invested	\$ 871	\$ 164,989	\$ 157,840	\$ 8,020
Liabilities				
Due to other governments	\$ 871	\$ 164,989	\$ 157,840	\$ 8,020
<u>Pershing County School District</u>				
Assets				
Cash on deposit and invested	\$ -	\$ 2,736,422	\$ 2,693,008	\$ 43,414
Liabilities				
Due to other governments	\$ -	\$ 2,736,422	\$ 2,693,008	\$ 43,414
<u>Pershing General Hospital</u>				
Assets				
Cash on deposit and invested	\$ 3,771	\$ 961,739	\$ 956,814	\$ 8,696
Liabilities				
Due to other governments	\$ 3,771	\$ 961,739	\$ 956,814	\$ 8,696
<u>Lovelock Valley Weed Control District</u>				
Assets				
Cash on deposit and invested	\$ 27,414	\$ 46,110	\$ 26,519	\$ 47,005
Liabilities				
Due to other governments	\$ 27,414	\$ 46,110	\$ 26,519	\$ 47,005
<u>Aid to Victims of Domestic Violence</u>				
Assets				
Cash on deposit and invested	\$ 115	\$ 1,120	\$ 1,205	\$ 30
Liabilities				
Due to other governments	\$ 115	\$ 1,120	\$ 1,205	\$ 30

Pershing County
Combining Statements of Changes in Assets and Liabilities – Agency Funds
Year Ended June 30, 2017

	Balance July 1, 2016	Additions	Deductions	Balance June 30, 2017
<u>Advisory Board to Management Wildlife</u>				
Assets				
Cash on deposit and invested	\$ 1,058	\$ 3,449	\$ 3,477	\$ 1,030
Liabilities				
Due to other governments	\$ 1,058	\$ 3,449	\$ 3,477	\$ 1,030
<u>Taylor Grazing Act</u>				
Assets				
Cash on deposit and invested	\$ 1,900	\$ 12,957	\$ 9,157	\$ 5,700
Liabilities				
Due to other governments	\$ 1,900	\$ 12,957	\$ 9,157	\$ 5,700
<u>Pershing County Water Conservancy District</u>				
Assets				
Cash on deposit and invested	\$ 4,129	\$ 1,469,803	\$ 1,473,932	\$ -
Liabilities				
Due to other governments	\$ 4,129	\$ 1,469,803	\$ 1,473,932	\$ -
<u>Pershing County Assessor</u>				
Assets				
Cash on deposit	\$ 244	\$ 10 *	\$ -	\$ 254
Liabilities				
Due to other governments	\$ 244	\$ 10 *	\$ -	\$ 254
<u>Land Use Fees</u>				
Assets				
Cash on deposit and invested	\$ 376	\$ 725	\$ 1,015	\$ 86
Liabilities				
Funds held in trust for others	\$ 376	\$ 725	\$ 1,015	\$ 86
<u>Clerk Trust</u>				
Assets				
Cash on deposit	\$ 28,256	\$ 4,490 *	\$ -	\$ 32,746
Liabilities				
Funds held in trust for others	\$ 28,256	\$ 4,490 *	\$ -	\$ 32,746

Pershing County
Combining Statements of Changes in Assets and Liabilities – Agency Funds
Year Ended June 30, 2017

	Balance July 1, 2016	Additions	Deductions	Balance June 30, 2017
<u>Lake Township Justice Court</u>				
Assets				
Cash on deposit	\$ 46,062	\$ -	\$ 18,278 *	\$ 27,784
Liabilities				
Funds held in trust for others	\$ 46,062	\$ -	\$ 18,278 *	\$ 27,784
<u>11th Judicial District Court</u>				
Assets				
Cash on deposit	\$ 81	\$ -	\$ 20 *	\$ 61
Liabilities				
Funds held in trust for others	\$ 81	\$ -	\$ 20 *	\$ 61
<u>Legal Services</u>				
Assets				
Cash on deposit and invested	\$ 204	\$ 1,779	\$ 1,594	\$ 389
Liabilities				
Funds held in trust for others	\$ 204	\$ 1,779	\$ 1,594	\$ 389
<u>Commissary Fund, Sheriff</u>				
Assets				
Cash on deposit	\$ 33,081	\$ 1,012 *	\$ -	\$ 34,093
Liabilities				
Funds held in trust for others	\$ 33,081	\$ 1,012 *	\$ -	\$ 34,093
<u>Jail Operations, Sheriff</u>				
Assets				
Cash on deposit	\$ 167	\$ 300 *	\$ -	\$ 467
Liabilities				
Funds held in trust for others	\$ 167	\$ 300 *	\$ -	\$ 467
<u>Check Restitution Fund, District Attorney</u>				
Assets				
Cash on deposit	\$ 165	\$ 427 *	\$ -	\$ 592
Liabilities				
Funds held in trust for others	\$ 165	\$ 427 *	\$ -	\$ 592

Pershing County
Combining Statements of Changes in Assets and Liabilities – Agency Funds
Year Ended June 30, 2017

	Balance July 1, 2016	Additions	Deductions	Balance June 30, 2017
<u>Traffic Citation Diversion Program, District Attorney</u>				
Assets				
Cash on deposit	\$ 561	\$ 203 *	\$ -	\$ 764
Liabilities				
Funds held in trust for others	\$ 561	\$ 203 *	\$ -	\$ 764
<u>Pershing County Public Administrator</u>				
Assets				
Cash on deposit	\$ 444,732	\$ 235,565 *	\$ -	\$ 680,297
Liabilities				
Funds held in trust for others	\$ 444,732	\$ 235,565 *	\$ -	\$ 680,297
<u>Public Guardianship, District Attorney</u>				
Assets				
Cash on deposit	\$ 26,334	\$ -	\$ 7,532 *	\$ 18,802
Liabilities				
Funds held in trust for others	\$ 26,334	\$ -	\$ 7,532 *	\$ 18,802
<u>Pershing County, Nevada, Special Assessment District Surplus and Deficiency Fund</u>				
Assets				
Cash on deposit	\$ -	\$ 149,153	\$ -	149,153
Liabilities				
Funds held in trust for others	\$ -	\$ 149,153	\$ -	149,153
<u>Totals</u>				
Assets				
Cash on deposit and invested	\$ 650,015	\$ 6,789,052	\$ 6,301,225	\$ 1,137,842
Liabilities				
Due to other governments	\$ 69,996	\$ 6,395,398	\$ 6,272,786	\$ 192,608
Funds held in trust for others	580,019	393,654	28,439	945,234
	\$ 650,015	\$ 6,789,052	\$ 6,301,225	\$ 1,137,842

* The net change in the account balance is shown since information on total additions and deductions is not readily available.

Pershing County
 Schedule of Fees Imposed Subject to the Provisions of NRS 354.5989, Limitation of Fees for Business Licenses
 Year Ended June 30, 2017

Flat Fixed Fees		
Business license revenue adjusted base at June 30, 2016		\$ 12,016
Adjustment to Base		
Base		12,016
Percentage increase in population of the local government	0.54%	
Percentage increase in the Consumer Price Index for the year ending on December 31 next preceding the year for which the limit is being calculated	1.80%	2.34%
		281
Adjusted base at June 30, 2017		12,297
Actual revenue		9,127
Amount over (under) allowable amount		\$ (3,170)

Pershing County
Schedule No. 1 – Summary Schedule of Ending Cash and Investment Balances
Years Ended June 30, 2017 through 2014

	2017	2016	2015	2014
County Funds				
General	\$ 1,864,031	\$ 2,117,715	\$ 1,485,853	\$ 1,307,357
In Lieu of Taxes	1,504,656	1,335,028	1,295,189	1,636,051
Law Enforcement	275,739	199,890	85,902	62,219
Cemetery	26,532	26,672	27,895	37,552
Law Library	15,563	8,143	-	-
Road	364,087	382,370	414,614	456,188
11th Judicial District Court	587,401	358,374	-	-
Building	2,371,890	3,441,467	3,833,182	3,911,400
General Indigent	25,218	23,338	15,683	10,343
Medical Indigent	190,765	150,360	83,976	141,386
Medical Indigent 2	50,951	103,847	81,352	201,807
Library	221,090	144,215	57,096	81,092
Agricultural Extension	105,617	103,985	85,231	100,622
Senior Citizens	115,838	122,488	77,640	31,207
J.P. Admin Fee	193,711	117,538	69,706	55,728
Regional Street and Highway	692,245	822,163	993,445	846,695
911 Surcharge Fee	1,685	8,702	16,625	27,247
Forensic Services	2,541	752	656	851
Town of Imlay Operating	5,943	5,043	5,936	8,086
Drug Court	119,472	94,745	96,567	82,357
Television District	180,701	170,017	196,604	199,925
Recreation	229,033	239,091	188,924	156,115
Gift	107,103	98,243	43,148	45,835
Capital Asset Forfeiture	6,839	33,964	4,521	4,411
Ad Valorem Capital Projects	162,254	178,112	199,670	266,302
Option Tax-Public Safety	827,951	1,040,049	1,023,434	974,036
Pershing County Electrical Utility	348,120	471,797	451,270	426,436
Landfill	335,326	327,504	327,278	263,645
Town of Imlay Utilities	181,850	169,989	164,412	152,483
Ambulance	146,634	179,080	140,505	81,776
Total county funds	<u>11,260,786</u>	<u>12,474,681</u>	<u>11,466,314</u>	<u>11,569,152</u>
Fiduciary Funds	<u>1,137,842</u>	<u>650,015</u>	<u>344,423</u>	<u>328,653</u>
	<u>\$ 12,398,628</u>	<u>\$ 13,124,696</u>	<u>\$ 11,810,737</u>	<u>\$ 11,897,805</u>
Cash on Hand	<u>\$ 2,625</u>	<u>\$ 2,625</u>	<u>\$ 2,625</u>	<u>\$ 2,625</u>
Demand Deposit Accounts				
Treasurer	1,865,820	2,039,350	1,899,245	1,850,891
Assessor	254	244	244	244
Clerk Trust	32,746	28,256	27,176	59,217
Lake Township Justice Court	27,784	46,062	27,485	28,147
11 th Judicial District Court	61	81	-	-
Sheriff	34,560	33,248	29,814	30,182
District Attorney	20,158	27,060	418	939
Public Administrator	680,297	444,732	139,213	10,466
Total demand deposit accounts	<u>2,661,680</u>	<u>2,619,033</u>	<u>2,123,595</u>	<u>1,980,086</u>
Cash Deposited/Invested in Other than Demand Deposit Accounts	<u>9,734,323</u>	<u>10,503,038</u>	<u>9,684,517</u>	<u>9,915,094</u>
	<u>\$ 12,398,628</u>	<u>\$ 13,124,696</u>	<u>\$ 11,810,737</u>	<u>\$ 11,897,805</u>
% Cash Deposited/Invested in Other than Demand Deposit Accounts at June 30	<u>78.5%</u>	<u>80.0%</u>	<u>82.0%</u>	<u>83.3%</u>

Pershing County

Schedule No. 2 – Summary Schedule of Revenues, Expenditures, and Changes in Fund Balances –
Governmental Funds

Years Ended June 30, 2017 through 2014

	2017	2016	2015	2014
Revenues				
Taxes	\$ 3,327,630	\$ 3,750,860	\$ 2,809,591	\$ 3,516,312
Licenses and permits	54,939	74,307	67,438	55,174
Intergovernmental	5,109,512	4,894,450	3,896,603	3,924,984
Grants	1,201,062	1,442,002	775,507	647,902
Federal payments in lieu of taxes	1,102,628	1,162,839	977,138	1,072,835
Charges for services	449,987	464,488	365,406	438,550
Fines and forfeits	563,061	409,386	232,033	244,074
Miscellaneous, other	600,760	665,715	743,404	864,064
Interest earnings	28,114	128,523	73,139	64,064
Total revenues	<u>12,437,693</u>	<u>12,992,570</u>	<u>9,940,259</u>	<u>10,827,959</u>
Expenditures				
Salaries, wages, and benefits	7,310,456	7,005,979	5,585,475	5,515,578
Services and supplies	4,122,326	4,170,235	4,194,798	4,311,075
Capital outlay	1,607,374	2,157,918	758,075	593,560
Interest	21,842	-	-	-
Principal	66,429	-	-	-
Total expenditures	<u>13,128,427</u>	<u>13,334,132</u>	<u>10,538,348</u>	<u>10,420,213</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(690,734)</u>	<u>(341,562)</u>	<u>(598,089)</u>	<u>407,746</u>
Other Financing Sources (Uses)				
Transfers from other funds	1,312,394	1,111,500	271,033	251,892
Transfers to other funds	(1,312,394)	(1,111,500)	(271,033)	(251,892)
Note payable financing	-	755,967	-	-
Sale of capital assets	-	46,168	211,000	292,541
Total other financing sources (uses)	<u>-</u>	<u>802,135</u>	<u>211,000</u>	<u>292,541</u>
Net Change in Fund Balances	<u>(690,734)</u>	<u>460,573</u>	<u>(387,089)</u>	<u>700,287</u>
Fund Balances, Beginning of Year, as Previously Reported	11,016,513	10,555,940	10,128,892	9,428,605
Prior Period Adjustment	-	-	814,137	-
Fund Balances, Beginning of Year, as Restated	<u>11,016,513</u>	<u>10,555,940</u>	<u>10,943,029</u>	<u>9,428,605</u>
Fund Balance, End of Year	<u>\$ 10,325,779</u>	<u>\$ 11,016,513</u>	<u>\$ 10,555,940</u>	<u>\$ 10,128,892</u>

Roll Year	County	Pershing County School District	State of Nevada
2008-09:			
Local government unit rate	1.3568	1.1500	0.1700
2009-10:			
Local government unit rate	1.3568	1.1500	0.1700
2010-11			
Local government unit rate	1.3568	1.1500	0.1700
2011-12			
Local government unit rate	1.3568	1.1500	0.1700
2012-13			
Local government unit rate	1.3568	1.1500	0.1700
2013-2014:			
Local government unit rate	1.3568	1.1500	0.1700
2014-2015:			
Local government unit rate	1.3568	1.1500	0.1700
2015-2016:			
Local government unit rate	1.3568	1.1500	0.1700
2016-2017:			
Local government unit rate	1.3568	1.1500	0.1700
2017-2018:			
Local government unit rate	1.3568	1.1500	0.1700

Roll Year	Assessed Valuations		
	Total County	City	Town
2008-09	\$ 204,359,144	\$ 21,019,718	\$ 1,626,860
2009-10	207,736,183	21,502,522	1,758,488
2010-11	205,761,093	21,144,902	1,850,730
2011-12	206,416,225	20,975,000	1,927,999
2012-13	236,436,566	21,637,144	2,137,337
2013-14	325,501,979	23,619,883	2,155,532
2014-15	283,724,599	29,588,175	4,283,986
2015-16	253,552,819	24,129,837	2,360,639
2016-17	301,128,604	25,281,896	2,619,148
2017-18	317,408,981	24,414,860	2,706,393

Pershing County
 Schedule No. 3 – Schedule of Property Tax Rates and Assessed Valuations
 Years Ended June 30, 2009 through 2018

Hospital District	Total County Rate	City of Lovellock	Total City Rate	Town of Imlay	Total Town Rate
0.4200	3.0968	0.5624	3.6592	0.1500	3.2468
0.4200	3.0968	0.5624	3.6592	0.1500	3.2468
0.4200	3.0968	0.5624	3.6592	0.1500	3.2468
0.4200	3.0968	0.5624	3.6592	0.1500	3.2468
0.4200	3.0968	0.5624	3.6592	0.1500	3.2468
0.4200	3.0968	0.5624	3.6592	0.1500	3.2468
0.4200	3.0968	0.5624	3.6592	0.1500	3.2468
0.4200	3.0968	0.5624	3.6592	0.1500	3.2468
0.4200	3.0968	0.5624	3.6592	0.1500	3.2468
0.4200	3.0968	0.5624	3.6592	0.1500	3.2468



**Independent Auditor’s 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***

To the Honorable Board of Commissioners
Pershing County, Nevada
Lovelock, 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 governmental activities, business-type activities, each major fund, and the aggregate remaining fund information of Pershing County, Nevada, as of and for the year ended June 30, 2017, and the related notes to the financial statements, which collectively comprise Pershing County’s basic financial statements and have issued our report thereon dated November 29, 2017.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered Pershing County’s internal control over financial reporting (internal control) to determine the 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 Pershing County’s internal control. Accordingly, we do not express an opinion on the effectiveness of Pershing County’s internal control.

Our consideration of internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified a certain deficiency in internal control that we consider to be a material weakness.

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 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. We consider the deficiency described in the accompanying Schedule of Findings and Questioned Costs to be a material weakness – 2017-A.

A significant deficiency is a deficiency, or combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charges with governance.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Pershing County's financial statements are free of 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 determination of financial statement amounts. 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*.

Pershing County's Response to Findings

Pershing County's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. Pershing County's response was not subjected to the auditing procedures in the audit of the financial statements, and accordingly, we express no opinion on it.

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 Audit Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Reno, Nevada
November 29, 2017



Independent Auditor’s Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance

To the Honorable Board of County Commissioners
Pershing County, Nevada
Lovelock, Nevada

Report on Compliance for Each Major Program

We have audited Pershing County, Nevada’s compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Pershing County’s major federal programs for the year ended June 30, 2017. Pershing County’s major federal programs are identified in the summary of auditor’s results section of the accompanying Schedule of Findings and Questioned Costs.

Management’s Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor’s Responsibility

Our responsibility is to express an opinion on compliance for each of Pershing County’s major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; 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). Those standards and Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Pershing County’s compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our qualified and unmodified opinions on compliance for each major federal programs. However, our audit does not provide a legal determination of Pershing County’s compliance.

Basis for Qualified Opinion on the Special Supplemental Nutrition Program for Women, Infants, and Children

As described in the accompanying Schedule of Findings and Questioned Costs, Pershing County did not comply with requirements regarding CFDA 10.557, Special Supplemental Nutrition Program for Women, Infants, and Children, as described in finding number 2017-001 for Eligibility. Compliance with such requirements is necessary, in our opinion, for Pershing County to comply with the requirements applicable to that program.

Qualified Opinion on the Special Supplemental Nutrition Program for Women, Infants, and Children

In our opinion, except for the noncompliance described in the Basis of Qualified Opinion paragraph, Pershing County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the Special Supplemental Nutrition Program for Women, Infants, and Children for the year ended June 30, 2017.

Opinion on the Other Major Federal Program

In our opinion, Pershing County complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the other major federal program identified in the summary of auditor's results section of the accompanying Schedule of Findings and Questions Costs for the year ended June 30, 2017.

Other Matters

Pershing County's response to the noncompliance finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. Pershing County's response was not subjected to the auditing procedures applied in the audit of the compliance, and accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Management of Pershing County is responsible for establishing and maintaining effective internal control over compliance with the compliance requirements referred to above. In planning and performing our audit of compliance, we considered Pershing County's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Pershing County's internal control over compliance.

Our consideration of internal control over compliance 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 and therefore, material weaknesses and significant deficiencies may exist that have not been identified. However, as discussed below, we identified a certain deficiency in internal control over compliance that we consider to be a material weakness and another 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 combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a compliance requirement will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying Schedule of Findings and Questioned Costs as item 2017-001 to be a material weakness.

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 2017-002 to be a significant deficiency.

Pershing County's response to the internal control over compliance findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. Pershing County's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

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.

The image shows a handwritten signature in cursive script that reads "Eide Bailly LLP". The signature is written in dark ink and is positioned in the lower-left quadrant of the page.

Reno, Nevada
November 29, 2017



Auditor's Comments

To the Honorable Board of County Commissioners
Pershing County, Nevada
Lovelock, Nevada

In connection with our audit of the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Pershing County, Nevada (the County), as of and for the year ended June 30, 2017, and the related notes to the financial statements, except as noted below, nothing came to our attention that caused us to believe that Pershing County failed to comply with the specific requirements of Nevada Revised Statutes cited below. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the County's noncompliance with the requirements of Nevada Revised Statutes cited below, insofar as they relate to accounting matters.

Current Year Statute Compliance

Pershing County conformed to all significant statutory constraints on its financial administration during the year, except for those items identified in Note 2 of the accompanying financial statements.

Progress on Prior Year Statute Compliance

The County monitored investments during the year ended June 30, 2017. However, at June 30, 2017, a corporate bond rated BBB+ was held by the County as reported in Note 2 to the financial statements.

Authorization for a medium-term obligation from the Department of Taxation was requested subsequent to the acquisition of the debt during the year ended June 30, 2016. No obligations were issued during the year ended June 30, 2017. As a result, authorization from the Department of Taxation would not be applicable during the current year.

An inventory of capital assets was taken during the year ended June 30, 2017.

Prior Year Recommendations

The status of prior year recommendations are included in the Summary Schedule of Prior Year Findings, included under separate cover.

Current Year Recommendations

The recommendations made for the current year are included in the Schedule of Findings and Questioned Costs as part of the June 30, 2017 audit.

A handwritten signature in cursive script that reads "Eide Bailly LLP".

Reno, Nevada
November 29, 2017

Pershing County
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2017

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Identifying Number	Expenditures
<u>U.S. Department of Agriculture</u>			
Passed through Nevada Department of Health and Human Services: Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	7NV700NV7	\$ 346,240
<u>U.S. Department of Housing and Urban Development</u>			
Passed through Nevada Commission on Economic Development: Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228	CDGB/14/PF/12	\$ 162,898
<u>U.S. Department of Justice</u>			
Passed through Nevada Department of Public Safety: Edward Byrne Memorial Justice Assistance Grant Program	16.738	16-JAG-20	\$ 89,719
Edward Byrne Memorial Justice Assistance Grant Program	16.738	16-JAG-7	26,050
			<u>115,769</u>
Passed through Nevada Department of Health and Human Services: Juvenile Justice and Delinquency Prevention Title II, Part B Formula Grants	16.540	FORMULA 2016-005	900
Juvenile Justice and Delinquency Prevention Title II, Part B Formula Grants	16.540	FORMULA 2016-006	7,253
			<u>8,153</u>
Passed through Frontier Community Coalition: Juvenile Justice and Delinquency Prevention Title II, Part B Formula Grants	16.540	FORMULA 2016-005	3,300
Juvenile Justice and Delinquency Prevention Title II, Part B Formula Grants	16.540	FORMULA 2016-007	24,487
			<u>27,787</u>
			<u>35,940</u>
Total U.S. Department of Justice			<u>\$ 151,709</u>
<u>U.S. Department of Transportation</u>			
Direct Award: Airport Improvement Program	20.106	3-32-0011-015-2016	\$ 64,017
Passed through Nevada Department of Public Safety: Interagency Hazardous Materials Public Sector Training and Planning Grants	20.703	17-HMEP-14-01-16	4,110
Highway and Safety Cluster: National Priority Safety Programs	20.616	LFD-2017-PCSO-00006	35,430
Total U.S. Department of Transportation			<u>\$ 103,557</u>
<u>Institute of Museum and Library Services</u>			
Passed through Nevada Department of Cultural Affairs, State Library and Archives: Grants to States	45.310	2016-20	\$ 2,613
Grants to States	45.310	2016-20-DIA	1,451
Total Institute of Museum and Library Services			<u>\$ 4,064</u>

Pershing County
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2017
(Continued)

Federal Grantor/Pass-Through Grantor/Program or Cluster Title	Federal CFDA Number	Identifying Number	Expenditures
U.S. Department of Health and Human Services			
Aging Cluster:			
Passed through Nevada Aging and Disability Services Division: Special Programs for the Aging - Title III, Part B - Grants for Supportive Services and Senior Centers	93.044	14-000-10-BC-17	\$ 24,455
Program Income	93.044	14-000-10-BC-17	3,015
			<u>27,470</u>
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	14-000-07-13-16	8,747
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	14-000-07-13-17	13,040
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	14-000-04-24-16	7,647
Special Programs for the Aging - Title III, Part C - Nutrition Services	93.045	14-000-04-24-17	5,573
Program Income	93.045	14-000-04-24-17	24,498
			<u>59,505</u>
Passed through Nevada Department of Agriculture:			
Nutrition Services Incentive Program (Commodities) ¹	93.053	UNKNOWN	408
Passed through Nevada Aging and Disability Services Division:			
Nutrition Services Incentive Program	93.053	14-000-57-NX-16	3,626
Nutrition Services Incentive Program	93.053	14-000-57-NX-17	2,289
			<u>5,915</u>
			<u>6,323</u>
Total Aging Cluster			<u>93,298</u>
Passed through Frontier Community Coalition:			
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243	15-698-34-000	17,999
Passed through Nevada Division of Welfare and Supportive Services:			
Child Support Enforcement	93.563	UNKNOWN	120,934
Total U.S. Department of Health and Human Services			<u>\$ 232,231</u>
U.S. Department of Homeland Security			
Passed through Nevada Department of Public Safety:			
Emergency Management Performance Grants	97.042	9704216	\$ 12,308
Other Federal Assistance:			
U.S. Department of Interior			
Passed through State of Nevada, Office of State Controller:			
Distribution of Receipts to State and Local Governments ²	15.227	UNKNOWN	\$ 12,957
Total Expenditures of Federal Awards			<u>\$ 1,025,964</u>

¹ Pershing County receives no monies from this program. The County receives food commodities for the Senior Citizens Center. The non-cash assistance is calculated according to the actual value received (delivery dates) during fiscal year 2017.

² Pershing County receives this program in an agency capacity. As such, amounts are recorded in the Agency Fund, Taylor Grazing Act.

See Notes to Schedule of Expenditures of Federal Awards.

Note A - Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of Pershing County, and is presented on the modified accrual basis of accounting. The information in this Schedule is presented in accordance with the requirements of the Uniform Guidance. Pershing County received federal awards both directly from federal agencies and indirectly through pass-through entities. No federal financial assistance has been provided to a subrecipient.

Note B - Significant Accounting Policies

Governmental fund types account for Pershing County's federal grant activity. Therefore, expenditures in the Schedule of Expenditures of Federal Awards are recognized on the modified accrual basis – when they become a demand on current available financial resources. Pershing County's summary of significant accounting policies is presented in Note 1 in the County's basic financial statements.

Pershing County has not elected to use the 10% de minimis cost rate.

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued:	Unmodified
Internal control over financial reporting:	
Material weaknesses identified	Yes
Significant deficiencies identified not considered to be material weaknesses	None Reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major program:	
Material weaknesses identified	Yes
Significant deficiency identified not considered to be material weaknesses	Yes
Unmodified for the major federal program, Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii.	
Qualified for the major federal program, Special Supplemental Nutrition Program for Women, Infants, and Children.	
Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance 2 CFR 200.516	Yes

Identification of major programs:

<u>Name of Federal Program</u>	<u>CFDA Number</u>
Special Supplemental Nutrition Program for Women, Infants, and Children	10.557
Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii	14.228
Dollar threshold used to distinguish between Type A and Type B programs:	\$750,000
Auditee qualified as low-risk auditee?	No

Section II – Financial Statement Findings

**2017-A Financial Reporting
Material Weakness**

Criteria: Management is responsible for establishing and maintaining an effective system of internal control over financial reporting. One of the components of an effective system of internal control over financial reporting is the preparation of full disclosure financial statements that do not require adjustment as part of the audit process.

Condition: During our audit testing, we noted several instances where the County records required audit adjustments. Based on the audit adjustments, it appears the County would have difficulty preparing the financial statements in accordance with generally accepted accounting principles. The County contracts with the external audit firm to prepare the County's audited financial statements and related note disclosures from the general ledger and applicable County records provided by the County's staff.

Cause: Procedures have not been implemented to ensure County personnel possess the experience to prepare the County's financial statements in accordance with generally accepted accounting principles.

Effect: Prior to adjustment, financial information prepared by the County does not comply with generally accepted accounting principles.

Recommendation: We recommend the County implement procedures to provide training in the preparation of governmental financial statements in accordance with generally accepted accounting principles.

Views of Responsible Officials: Management agrees with the finding.

Section III – Federal Award Findings and Questioned Costs

**2017-001: U.S. Department of Agriculture
Passed through Nevada Department of Health and Human Services
Special Supplemental Nutrition Program for Women, Infants, and Children (WIC),
CFDA 10.557**

Eligibility

Material Weakness in Internal Control over Compliance and Material Noncompliance

Grant Award Number: Affects the grant award included under CFDA 10.557.

Criteria: 2 CFR Part 200.313 provides that applicants for WIC Program Benefits are screened at WIC clinic sites to determine their WIC eligibility. To be certified eligible, WIC applicants must meet several criteria including, but not limited to, providing proof of residency and income upon eligibility determination.

The local agency may, if it has determined that an applicant meets all other eligibility criteria, screen for residency and/or income eligibility based on self-declaration via a signed statement from the applicant; provide one month of food or food instruments; and require that appropriate residency and/or income documentation be brought in within 30 days. If the applicant fails to provide the documentation within the 30 day time limit, the individual shall be determined ineligible for WIC.

Condition: During our audit testing of eligibility, we noted six instances where applicants were issued more than one month of benefits although they were unable to provide appropriate residency and/or income documentation at the initial certification date or within the 30 day time limit.

Cause: Pershing County did not have adequate controls in place to ensure that residency and/or income was always verified and properly documented as a part of eligibility determination during the applicant certification process. Further, Pershing County did not have adequate controls in place to ensure that benefits were issued in accordance with federal and State guidance.

Effect: The State of Nevada was issuing WIC benefits to ineligible applicants, improperly determined to be eligible by Pershing County WIC clinic personnel.

Questioned Costs: None.

Context/Sampling: A nonstatistical sample of 60 out of 2,458 participants was selected for testing. In one instance, residency was not verified and properly documented at the initial certification date or within the 30 day time limit and, in five instances, income was not verified and properly documented at the initial certification date or within the 30 day time limit.

*Repeat Finding from
Prior Year:*

No

Recommendation:

We recommend Pershing County enhance controls to ensure that all eligibility determinations and benefit issuances are supported by proper documentation.

*Views of Responsible
Officials:*

Management agrees with this finding.

**2017-002: U.S. Department of Housing and Urban Development
Passed through Nevada Commission on Economic Development
Community Development Block Grants/State's Program and Non-Entitlement Grants in
Hawaii, CFDA 14.228**

**Special Tests and Provisions – Wage Rate Requirements
Significant Deficiency in Internal Control Over Compliance**

Grant Award Number: Affects the grant award included under CFDA 14.228.

Criteria: The OMB Compliance Supplement states that non-Federal entities shall include in their construction contracts subject to the Wage Rate Requirements (which still may be referenced as the Davis-Bacon Act), a provision that the contractor or subcontractor comply with those requirements and the DOL regulations (29 CFR part 5, Labor Standards Provisions Applicable to Contracts Governing Federally Financed and Assisted Construction). This includes a requirement for the contractor or subcontractor to submit to the non-Federal entity weekly, for each week in which any contract work is performed, a copy of the payroll and a statement of compliance (certified payrolls).

Condition: During our audit testing, we noted certified payrolls were not submitted weekly as required and there was no documentation of timely follow up with contractors to support efforts to ensure future reports would be submitted weekly as required.

Cause: Pershing County did not have adequate internal controls to ensure that timely follow up with the contractor was performed when the required certified payrolls were not received weekly as required.

Effect: Noncompliance with the Wage Rate Requirements by a contractor or subcontractor could occur and not be detected or followed up on by the County in a timely manner.

Questioned Costs: None.

Context/Sampling: No sampling was used. One contractor and its one subcontractor were subject to this requirement in the current fiscal year and selected for testing. A total of 21 weekly payrolls were tested, and although all certified payrolls were received, 17 payrolls were not submitted weekly as required. For all of the payrolls that were not submitted weekly, there was no documentation of follow up with the contractors.

*Repeat Finding from
Prior Year:* No

Recommendation: We recommend Pershing County enhance controls to ensure that all certified payrolls are submitted weekly for each week in which any contract work is performed.

*Views of Responsible
Officials:* Management agrees with the finding.