



Financial Statements
June 30, 2016

Pershing County

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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, 2016, 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 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, 2016, 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 4-13, budgetary comparison and reconciliation information on pages 53-63, Schedule of Funding Progress-Other Postemployment Benefits on page 64, Schedule of the County's Share of the Net Pension Liability on page 65, Schedule of County Contributions on page 66, and the notes to required supplementary information on page 67, 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 on pages 4-13, Schedule of Funding Progress-Other Postemployment Benefits on page 64, Schedule of the County's Share of the Net Pension Liability on page 65, and Schedule of County Contributions on page 66, 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 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 Schedule of Expenditures of Federal

Awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The 2016 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 2015 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 2015 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2015 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 28, 2016, 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, and grant agreements and other matters. The purpose of that report is 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 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 28, 2016

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, 2016.

FINANCIAL HIGHLIGHTS

- The assets of Pershing County exceeded its liabilities at the close of the most recent fiscal year by \$12,000,180 (net position). Of this amount, \$4,407,006 is restricted net position. The balance of unrestricted net position is \$(1,114,693).
- The County's total net position increased by \$1,625,155. The net position of the governmental activities increased by \$1,603,788 while the net position of the business-type activities increased by \$21,367.
- As of the close of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$11,016,513, an increase of \$460,573 in comparison with the prior year.
- At the end of the current fiscal year, unassigned fund balance for the General Fund was \$2,207,401, or 31% of total General Fund expenditures.
- The County's total debt increased by \$811,070 during the current fiscal year. The key factor in this increase was the issuance of a note payable for the purchase of fire trucks. Other postemployment benefits increased by \$143,956 over the prior year.
- The net pension liability, in the amount of \$8,018,310, is carried 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 a nonmajor funds of Pershing County.

The basic proprietary fund financial statements can be found on pages 20-23 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 24 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 25-52 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 53-67 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 68-115 of this report.

Accounting Changes. As of July 1, 2015, the County adopted GASB Statement No. 72, *Fair Value Measurement and Application*. The implementation of this standard requires governments to measure investments at fair value. The additional disclosures required by this standard are included in Note 3 to the financial statements.

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 \$12,000,180 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>2016</u> | <u>2015</u> | <u>2016</u> | <u>2015</u> | <u>2016</u> | <u>2015</u> |
| Current and other assets | \$12,605,940 | \$11,938,641 | \$1,327,920 | \$1,283,162 | \$13,933,860 | \$13,221,803 |
| Capital assets | 8,354,554 | 6,602,697 | 1,109,280 | 1,185,540 | 9,463,834 | 7,788,237 |
| Total assets | 20,960,494 | 18,541,338 | 2,437,200 | 2,468,702 | 23,397,694 | 21,010,040 |
| Deferred outflow of resources | 1,249,864 | 929,310 | 26,089 | 19,480 | 1,275,953 | 948,790 |
| Long-term liabilities outstanding | 9,650,555 | 8,033,581 | 170,693 | 187,033 | 9,821,248 | 8,220,614 |
| Other liabilities | 1,511,234 | 1,314,039 | 75,645 | 90,869 | 1,586,879 | 1,404,908 |
| Total liabilities | 11,161,789 | 9,347,620 | 246,338 | 277,902 | 11,408,127 | 9,625,522 |
| Deferred inflow of resources | 1,239,287 | 1,917,534 | 26,053 | 40,749 | 1,265,340 | 1,958,283 |
| Net position: | | | | | | |
| Net investment in capital assets | 7,598,587 | 6,602,697 | 1,109,280 | 1,199,040 | 8,707,867 | 7,801,737 |
| Restricted | 4,052,071 | 3,948,365 | 354,935 | 430,433 | 4,407,006 | 4,378,798 |
| Unrestricted | (1,841,376) | (2,345,568) | 726,683 | 540,058 | (1,114,693) | (1,805,510) |
| Total net position | \$9,809,282 | \$ 8,205,494 | \$2,190,898 | \$2,169,531 | \$12,000,180 | \$10,375,025 |

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 (\$1,114,693) 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 | |
|--------------------------------------|-------------------------|-------------|--------------------------|-------------|--------------|--------------|
| | <u>2016</u> | <u>2015</u> | <u>2016</u> | <u>2015</u> | <u>2016</u> | <u>2015</u> |
| Revenues: | | | | | | |
| Program revenues: | | | | | | |
| Charges for services | \$1,214,711 | \$1,040,038 | \$ 551,409 | \$ 566,438 | \$ 1,766,120 | \$ 1,606,476 |
| Operating grants and contributions | 1,968,308 | 785,493 | 4,855 | 7,523 | 1,973,163 | 793,016 |
| Capital grants and contributions | 670,487 | 161,026 | - | - | 670,487 | 161,026 |
| General revenues: | | | | | | |
| Property taxes | 3,625,316 | 2,656,227 | - | - | 3,625,316 | 2,656,227 |
| Other taxes | 3,892,206 | 3,857,130 | - | - | 3,892,206 | 3,857,130 |
| Other | 1,647,073 | 1,393,269 | - | - | 1,647,073 | 1,393,269 |
| Total revenues | 13,018,101 | 9,893,183 | 556,264 | 573,961 | 13,574,365 | 10,467,144 |
| Expenses: | | | | | | |
| General Government | 3,042,648 | 2,827,118 | - | - | 3,042,648 | 2,827,118 |
| Public Safety | 2,192,701 | 2,732,623 | - | - | 2,192,701 | 2,732,623 |
| Judicial | 2,702,614 | 1,546,093 | - | - | 2,702,614 | 1,546,093 |
| Public Works | 1,507,257 | 1,426,737 | - | - | 1,507,257 | 1,426,737 |
| Health | 502,375 | 409,019 | - | - | 502,375 | 409,109 |
| Welfare | 298,258 | 275,308 | - | - | 298,258 | 275,308 |
| Culture and Recreation | 540,571 | 596,992 | - | - | 540,571 | 596,992 |
| Community Support | 443,442 | 410,426 | - | - | 443,442 | 410,426 |
| Interest on long-term debt | 19,089 | - | - | - | 19,089 | - |
| Intergovernmental | 165,358 | 155,659 | - | - | 165,358 | 155,659 |
| Utilities | - | - | 61,861 | 64,518 | 61,861 | 64,518 |
| Landfill | - | - | 276,689 | 301,574 | 276,689 | 301,574 |
| Water services | - | - | 67,527 | 66,329 | 67,527 | 66,329 |
| Ambulance | - | - | 128,820 | 118,063 | 128,820 | 118,063 |
| Total expenses | 11,414,313 | 10,379,975 | 534,897 | 550,484 | 11,949,210 | 10,930,459 |
| Excess (deficiency) before Transfers | 1,603,788 | (486,792) | 21,367 | 23,477 | 1,625,155 | (463,315) |
| Transfers | - | (137,200) | - | 137,200 | - | - |
| Change in net position | 1,603,788 | (623,992) | 21,367 | 160,677 | 1,625,155 | (463,315) |
| Net position, July 1 | 8,205,494 | 8,829,486 | 2,169,531 | 2,008,854 | 10,375,025 | 10,838,340 |
| Net position, June 30 | \$9,809,282 | \$8,205,494 | \$2,190,898 | \$2,169,531 | \$12,000,180 | \$10,375,025 |

Governmental activities. Governmental activities increased Pershing County's net position by \$1,603,788. Key elements of this increase are shown above.

Business-type activities. Business-type activities increased Pershing County's net position by \$21,367. 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 \$11,016,513, an increase of \$460,573 in comparison with the prior year. Of this total amount, \$2,207,401 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 (\$8,809,112) 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 \$2,207,401, while total fund balance of the General Fund was \$3,757,275. 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 31% and total fund balance represents 53% of total General Fund expenditures, respectively.

The fund balance of Pershing County's General Fund increased by \$626,638 during the current fiscal year. Key factors in this change are as follows, in comparison to the prior year ended June 30, 2015:

- Total revenues increased \$1,593,222. The net increase consisted of the following major changes:
 - General Fund (Budgetary Basis) revenues at June 30, 2016 were \$7,389,557; June 30, 2015 revenues were \$6,038,448; an increase of \$1,351,109. The main increases were in taxes of approximately \$617,000, which was mainly related to net proceeds of mines, and intergovernmental revenues of approximately \$538,000, which was mainly related to grant funding received.
 - The In Lieu of Taxes Fund (internally reported fund) is combined with the General Fund for external reporting purposes. An increase in revenue was noted in the In Lieu of Taxes Fund (approximately \$186,000) related to federal payments in lieu of taxes.
- Total expenditures decreased \$146,685. The net decrease consisted of the following major changes:
 - General Fund (Budgetary Basis) expenditures decreased \$302,184. Expenditures at June 30, 2016 were \$4,993,930; expenditures at June 30, 2015 were \$5,296,114.
 - Decreases were noted in the Public Safety (\$508,000) and Judicial (\$454,000), related to the transfer of activities to the 11th Judicial District Court Fund.
 - General government expenditures increased approximately \$155,000, mainly related to increased grant funding from the Community Development Block Grant.
 - Increases were noted in Health (\$120,000) and Community Support (\$364,000), related to increased grant funding.
- Net other financing (uses) increased \$848,782. General Fund (Budgetary Basis) other financing uses increased approximately \$840,000 related to the transfer of funds to the 11th Judicial District Court Fund.

The other funds of the County remained relatively consistent; however, details or changes in comparison to the year ended June 30, 2015 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.
- The Building Fund received net proceeds of mines taxes during the year ended June 30, 2016; refunds were required to be paid during the prior year. Expenditures increased from the prior year by approximately \$430,000 related to projects or purchases (capital assets).

Nonmajor Governmental Funds:

- The Option Tax-Public Safety Fund, had in prior years, accumulated funds for capital projects related to public safety. During the current year ended June 30, 2016, expenditures were made from the Fund in the amount of \$1,098,406 related to capital outlay (capital assets), including the financing of three pumper tenders for the volunteer fire departments and one pumper tender fire truck to be delivered in the June 30, 2017 year. Prior year expenditures were \$140,200.

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>2016</u> | <u>2015</u> | <u>2016</u> | <u>2015</u> |
| Pershing County Electrical Utility Fund | \$320,590 | \$186,954 | \$210,435 | \$294,433 |
| Landfill Fund | 175,616 | 150,148 | - | - |
| Town of Imlay Utilities Fund | 34,558 | 37,405 | 144,500 | 136,000 |
| Ambulance Fund | 195,919 | 165,551 | - | - |
| Total | \$726,683 | \$540,058 | \$354,935 | \$430,433 |

An increase in net position was \$55,442 in the Landfill Fund and \$6,656 in the Ambulance Fund. Decreases in net position were \$3,826 in the Pershing County Electrical Utility Fund, and \$36,905 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 \$741,462. The main increases can be briefly summarized as follows:

- Revenue amounts were increased from the original budget in the amount of \$676,462. These increases were mainly 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 \$676,462.

- In addition, appropriations were increased by \$65,000 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, 2016 (decrease in fund balance of \$341,680) and the actual activity (increase in fund balance of \$469,111), showed a net change in fund balance in excess of that budgeted of \$810,791. The differences in revenues, expenditures and other financing sources and uses are discussed below:

- Overall revenues were above budget by \$762,500. All revenue sources were above that budgeted. The main revenues above that budgeted were taxes (related to net proceeds of mines), fines and forfeits, and miscellaneous.
- Expenditures were below budget by \$704,260. All functional categories of the General Fund were below budget. The main functional categories below budgeted appropriations were: General Government \$408,000, Public Safety \$97,000, Judicial \$80,000, and Community Support \$85,000.
- Other financing sources and uses were also in variance to budget by \$655,969; mainly related to the reduction in the transfer from other funds budgeted from the In Lieu of Taxes Fund; one of the internally reported funds of the County which are combined with General Fund for external reporting purposes. A reduction was also noted in the transfer to other funds budgeted to the 11th Judicial District Court Fund.

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, 2016, amounts to \$9,463,834 (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 \$1,675,597 (an increase of \$1,751,857 for governmental activities and a decrease of \$76,260 for business-type activities).

Capital asset events during the current fiscal year included the completion of the Imlay Firehouse and construction of the Archive Building (which is expected to be completed in the year ending June 30, 2017). Additional capital events included the Community Center Kitchen remodel, the Airport Tower renovation, and heating and air conditioning units updated and installed in the Courthouse. Decreases in capital assets related mainly to the sale of the Grass Valley Community Center, 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; a portable litter containment unit and trailer to be used at the landfill site, and the purchase of a new engine for one of the older ambulances. Decreases in capital assets related to depreciation.

Pershing County's Capital Assets
(net of depreciation)

| | Governmental Activities | | Business-type Activities | | Total | |
|----------------------------|-------------------------|-------------|--------------------------|-------------|-------------|-------------|
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| Land | \$ 778,422 | \$ 746,586 | \$ 14,476 | \$ 14,476 | \$ 792,898 | \$ 761,062 |
| Construction in progress | 269,876 | 133,963 | - | - | 269,876 | 133,963 |
| Buildings and improvements | 3,884,364 | 3,416,541 | - | - | 3,884,364 | 3,416,541 |
| Improvements | 873,938 | 493,688 | 908,423 | 991,619 | 1,782,361 | 1,485,307 |
| Infrastructure | 587,147 | 647,040 | - | - | 587,147 | 647,040 |
| Equipment and vehicles | 1,960,807 | 1,164,879 | 186,381 | 179,445 | 2,147,188 | 1,344,324 |
| Total | \$8,354,554 | \$6,602,697 | \$1,109,280 | \$1,185,540 | \$9,463,834 | \$7,788,237 |

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 total bonded debt outstanding of \$30,000. This amount is special assessment debt for which neither the full faith or credit nor the taxing power of the County is pledged to the payment of the bonds or related interest.

Pershing County's Outstanding Debt
General and Special Limited Obligations

| | Governmental Activities | | Business-type Activities | | Total | |
|-----------------------------|-------------------------|-----------|--------------------------|----------|-------------|-----------|
| | 2016 | 2015 | 2016 | 2015 | 2016 | 2015 |
| Other obligations | \$ 345,845 | \$236,535 | \$ 4,167 | \$ 3,374 | \$ 350,012 | \$239,909 |
| Note payable | 755,967 | - | - | - | 755,967 | - |
| Special limited obligations | - | - | 30,000 | 85,000 | 30,000 | 85,000 |
| Total | \$1,101,812 | \$236,535 | \$34,167 | \$88,374 | \$1,135,979 | \$324,909 |

Pershing County's total debt increased by \$811,070 during the current fiscal year. The key factor in this increase was the issuance of a note payable for the purchase of fire trucks.

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, 2016.

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, 2017, Pershing County's rate will remain unchanged.
- Net proceeds of mines tax collections increased in the fiscal year ended June 30, 2016. 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 2016-2017 fiscal year.

At June 30, 2016, assigned fund balance in the General Fund was \$796,290. Pershing County has appropriated this balance for spending in the 2017 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, 2016

| | Governmental Activities | Business-Type Activities | Total |
|---|----------------------------|-----------------------------|----------------------|
| Assets | | | |
| Cash on deposit and invested | \$ 11,326,311 | \$ 842,698 | \$ 12,169,009 |
| Interest receivable | 28,622 | - | 28,622 |
| Accounts receivable | 127,032 | 59,699 | 186,731 |
| Room taxes receivable | 15,543 | - | 15,543 |
| Taxes receivable | 94,900 | - | 94,900 |
| Assessments receivable | 2,382 | 37,738 | 40,120 |
| Internal balances | 537 | (537) | - |
| Due from other governments | 903,607 | - | 903,607 |
| Inventory | 19,844 | - | 19,844 |
| Prepaid items | 87,162 | 1,800 | 88,962 |
| Restricted Assets | | | |
| Cash on deposit and invested | - | 305,672 | 305,672 |
| Assessments receivable | - | 80,850 | 80,850 |
| Capital assets not being depreciated | 1,048,298 | 14,476 | 1,062,774 |
| Capital assets net of accumulated depreciation | 7,306,256 | 1,094,804 | 8,401,060 |
| Total assets | <u>20,960,494</u> | <u>2,437,200</u> | <u>23,397,694</u> |
| Deferred Outflows of Resources | | | |
| Net pension liability-related amounts | <u>1,249,864</u> | <u>26,089</u> | <u>1,275,953</u> |
| Liabilities | | | |
| Accounts payable | 961,900 | 27,087 | 988,987 |
| Accrued payroll | 380,791 | 5,008 | 385,799 |
| Accrued interest payable | 19,089 | - | 19,089 |
| Unearned revenue | 112,760 | 12,500 | 125,260 |
| Refundable deposits | 15,795 | - | 15,795 |
| Due to other governments | 20,899 | - | 20,899 |
| Current liabilities payable from restricted assets | | | |
| Interest payable | - | 1,050 | 1,050 |
| Bonds payable | - | 30,000 | 30,000 |
| Noncurrent liabilities | | | |
| Due within one year | 412,274 | 4,167 | 416,441 |
| Due in more than one year | 689,538 | - | 689,538 |
| Other postemployment benefits | 696,959 | - | 696,959 |
| Net pension liability | 7,851,784 | 166,526 | 8,018,310 |
| Total liabilities | <u>11,161,789</u> | <u>246,338</u> | <u>11,408,127</u> |
| Deferred Inflows of Resources | | | |
| Net pension liability-related amounts | <u>1,239,287</u> | <u>26,053</u> | <u>1,265,340</u> |
| Net Position | | | |
| Net investment in capital assets | 7,598,587 | 1,109,280 | 8,707,867 |
| Restricted for | | | |
| Debt service | - | 210,435 | 210,435 |
| General government | 525,440 | - | 525,440 |
| Judicial | 464,530 | - | 464,530 |
| Public works | 1,251,962 | - | 1,251,962 |
| Welfare | 236,796 | - | 236,796 |
| Capital projects | 1,091,852 | 144,500 | 1,236,352 |
| Other purposes | 481,491 | - | 481,491 |
| Unrestricted | <u>(1,841,376)</u> | <u>726,683</u> | <u>(1,114,693)</u> |
| Total net position | <u>\$ 9,809,282</u> | <u>\$ 2,190,898</u> | <u>\$ 12,000,180</u> |

| Functions/Programs | Expenses | Program Revenues | | |
|-----------------------------------|----------------------|-------------------------|--|--|
| | | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions |
| Primary Government | | | | |
| Governmental Activities | | | | |
| General government | \$ 3,042,648 | \$ 530,977 | \$ 87,362 | \$ 181,797 |
| Public safety | 2,192,701 | 368,548 | 83,754 | 98,841 |
| Judicial | 2,702,614 | 130,854 | 1,193,056 | 6,500 |
| Public works | 1,507,257 | 32,188 | - | - |
| Health | 502,375 | 1,050 | 399,651 | - |
| Welfare | 298,258 | - | 345 | - |
| Culture and recreation | 540,571 | 59,242 | 58,153 | - |
| Community support | 443,442 | 91,852 | 138,987 | 383,349 |
| Interest on long-term debt | 19,089 | - | - | - |
| Intergovernmental | 165,358 | - | 7,000 | - |
| Total governmental activities | <u>11,414,313</u> | <u>1,214,711</u> | <u>1,968,308</u> | <u>670,487</u> |
| Business-Type Activities | | | | |
| Utilities | 61,861 | 53,180 | 4,855 | - |
| Landfill | 276,689 | 332,131 | - | - |
| Water services | 67,527 | 30,622 | - | - |
| Ambulance | 128,820 | 135,476 | - | - |
| Total business-type activities | <u>534,897</u> | <u>551,409</u> | <u>4,855</u> | <u>-</u> |
| | <u>\$ 11,949,210</u> | <u>\$ 1,766,120</u> | <u>\$ 1,973,163</u> | <u>\$ 670,487</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> |
| \$ (2,242,512) | \$ - | \$ (2,242,512) |
| (1,641,558) | - | (1,641,558) |
| (1,372,204) | - | (1,372,204) |
| (1,475,069) | - | (1,475,069) |
| (101,674) | - | (101,674) |
| (297,913) | - | (297,913) |
| (423,176) | - | (423,176) |
| 170,746 | - | 170,746 |
| (19,089) | - | (19,089) |
| (158,358) | - | (158,358) |
| <u>(7,560,807)</u> | <u>-</u> | <u>(7,560,807)</u> |
| - | (3,826) | (3,826) |
| - | 55,442 | 55,442 |
| - | (36,905) | (36,905) |
| - | 6,656 | 6,656 |
| <u>-</u> | <u>21,367</u> | <u>21,367</u> |
| <u>(7,560,807)</u> | <u>21,367</u> | <u>(7,539,440)</u> |
| 3,625,316 | - | 3,625,316 |
| 2,140,035 | - | 2,140,035 |
| 1,752,171 | - | 1,752,171 |
| 1,162,839 | - | 1,162,839 |
| 154,041 | - | 154,041 |
| 127,481 | - | 127,481 |
| 202,712 | - | 202,712 |
| <u>9,164,595</u> | <u>-</u> | <u>9,164,595</u> |
| 1,603,788 | 21,367 | 1,625,155 |
| <u>8,205,494</u> | <u>2,169,531</u> | <u>10,375,025</u> |
| <u>\$ 9,809,282</u> | <u>\$ 2,190,898</u> | <u>\$ 12,000,180</u> |

| | General Fund (GAAP Basis) | Road Fund | 11th Judicial District Court Fund |
|--|---------------------------------|--------------------------|---|
| Assets | | | |
| Cash on deposit and invested | \$ 3,687,448 | \$ 382,370 | \$ 358,374 |
| Interest receivable | 28,622 | - | - |
| Accounts receivable | 81,214 | 594 | 15,242 |
| Room taxes receivable | - | - | - |
| Taxes receivable | 68,446 | - | - |
| Assessments receivable | - | - | - |
| Due from other funds | 537 | - | - |
| Due from other governments | 604,922 | 175,227 | 6,495 |
| Inventory | 19,844 | - | - |
| Prepaid items | 52,890 | 10,992 | 15,123 |
| | <u>\$ 4,543,923</u> | <u>\$ 569,183</u> | <u>\$ 395,234</u> |
| Liabilities | | | |
| Accounts payable | \$ 387,245 | \$ 29,956 | \$ 48,576 |
| Accrued payroll | 237,787 | 43,838 | 69,662 |
| Unearned revenue | 77,375 | 10,000 | 23,150 |
| Refundable deposits | 15,795 | - | - |
| Due to other governments | - | - | - |
| | <u>718,202</u> | <u>83,794</u> | <u>141,388</u> |
| Deferred Inflows of Resources | | | |
| Unavailable revenues, other revenue | - | - | - |
| Unavailable revenues, delinquent property taxes | 68,446 | - | - |
| | <u>68,446</u> | <u>-</u> | <u>-</u> |
| Fund Balances | | | |
| Nonspendable | 72,734 | 10,992 | 15,123 |
| Restricted | 680,850 | 474,397 | 238,723 |
| Committed | - | - | - |
| Assigned | 796,290 | - | - |
| Unassigned | 2,207,401 | - | - |
| | <u>3,757,275</u> | <u>485,389</u> | <u>253,846</u> |
| Total liabilities, deferred inflows of resources, and fund balances | <u><u>\$ 4,543,923</u></u> | <u><u>\$ 569,183</u></u> | <u><u>\$ 395,234</u></u> |

See Notes to Financial Statements

Pershing County
Balance Sheet – Governmental Funds
June 30, 2016

| Building Fund | Other Governmental Funds | Total Governmental Funds |
|---------------------|--------------------------------|--------------------------------|
| \$ 3,441,467 | \$ 3,456,652 | \$ 11,326,311 |
| - | - | 28,622 |
| - | 29,982 | 127,032 |
| - | 15,543 | 15,543 |
| - | 26,454 | 94,900 |
| - | 2,382 | 2,382 |
| - | - | 537 |
| - | 116,963 | 903,607 |
| - | - | 19,844 |
| - | 8,157 | 87,162 |
| <u>\$ 3,441,467</u> | <u>\$ 3,656,133</u> | <u>\$ 12,605,940</u> |
| \$ 197,338 | \$ 298,785 | \$ 961,900 |
| - | 29,504 | 380,791 |
| - | 2,235 | 112,760 |
| - | - | 15,795 |
| - | 20,899 | 20,899 |
| <u>197,338</u> | <u>351,423</u> | <u>1,492,145</u> |
| - | 2,382 | 2,382 |
| - | 26,454 | 94,900 |
| - | 28,836 | 97,282 |
| - | 8,157 | 107,006 |
| - | 2,778,583 | 4,172,553 |
| - | 378,292 | 378,292 |
| 3,244,129 | 110,842 | 4,151,261 |
| - | - | 2,207,401 |
| <u>3,244,129</u> | <u>3,275,874</u> | <u>11,016,513</u> |
| <u>\$ 3,441,467</u> | <u>\$ 3,656,133</u> | <u>\$ 12,605,940</u> |

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Pershing County
 Reconciliation of the Balances Sheet of Governmental Funds to the Statement of Net Position
 June 30, 2016

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

| | | |
|--|---------------------|----------------------------|
| Total fund balances - total governmental funds | | \$ 11,016,513 |
| Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds: | | |
| Capital assets | \$ 18,709,658 | |
| Accumulated depreciation | <u>(10,355,104)</u> | 8,354,554 |
| 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 | (19,089) | |
| Note payable | (755,967) | |
| Compensated absences | (345,845) | |
| Net other postemployment benefits obligation | (696,959) | |
| Net pension liability | <u>(7,851,784)</u> | (9,669,644) |
| Unavailable revenue represents amounts that are not available to fund current expenditures and, therefore, are not reported as revenue in the governmental funds. | | 97,282 |
| Deferred outflow of 2016 employer contributions related to pensions | | 1,249,864 |
| Deferred inflow of resources related to pensions | | <u>(1,239,287)</u> |
| Net position of governmental activities | | <u><u>\$ 9,809,282</u></u> |

| | General Fund (GAAP Basis) | Road Fund | 11th Judicial District Court Fund |
|---|---------------------------------|-------------------|---|
| Revenues | | | |
| Taxes | \$ 2,586,988 | \$ - | \$ - |
| Licenses and permits | 74,307 | - | - |
| Intergovernmental | 4,677,513 | 1,038,989 | 1,010,938 |
| Charges for services | 425,812 | - | 18,889 |
| Fines and forfeits | 333,982 | - | 4,245 |
| Miscellaneous | 546,810 | 95,755 | 20 |
| Total revenues | <u>8,645,412</u> | <u>1,134,744</u> | <u>1,034,092</u> |
| Expenditures | | | |
| Current | | | |
| General government | 2,562,594 | - | - |
| Public safety | 2,225,336 | - | - |
| Judicial | 1,018,216 | - | 1,620,262 |
| Public works | - | 1,183,070 | - |
| Health | 516,150 | - | - |
| Welfare | - | - | - |
| Culture and recreation | 59,608 | - | - |
| Community support | 467,472 | - | - |
| Intergovernmental | 174,866 | - | - |
| Capital outlay | - | - | - |
| Total expenditures | <u>7,024,242</u> | <u>1,183,070</u> | <u>1,620,262</u> |
| Excess (Deficiency) of Revenues over Expenditures | <u>1,621,170</u> | <u>(48,326)</u> | <u>(586,170)</u> |
| Other Financing Sources (Uses) | | | |
| Transfers from other funds | 58,484 | - | 840,016 |
| Transfers to other funds | (1,053,016) | - | - |
| Note payable financing | - | - | - |
| Sale of capital assets | - | - | - |
| Total other financing sources (uses) | <u>(994,532)</u> | <u>-</u> | <u>840,016</u> |
| Net Change in Fund Balances | 626,638 | (48,326) | 253,846 |
| Fund Balances, Beginning of Year | <u>3,130,637</u> | <u>533,715</u> | <u>-</u> |
| Fund Balances, End of Year | <u>\$ 3,757,275</u> | <u>\$ 485,389</u> | <u>\$ 253,846</u> |

See Notes to Financial Statements

Pershing County
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds
Year Ended June 30, 2016

| Building Fund | Other Governmental Funds | Total Governmental Funds |
|---------------------|--------------------------------|--------------------------------|
| \$ 144,907 | \$ 1,018,965 | \$ 3,750,860 |
| - | - | 74,307 |
| - | 771,851 | 7,499,291 |
| - | 19,787 | 464,488 |
| - | 71,159 | 409,386 |
| 15,000 | 136,653 | 794,238 |
| <u>159,907</u> | <u>2,018,415</u> | <u>12,992,570</u> |
| - | 89,689 | 2,652,283 |
| - | 22,179 | 2,247,515 |
| - | 54,477 | 2,692,955 |
| - | 361,512 | 1,544,582 |
| - | - | 516,150 |
| - | 296,350 | 296,350 |
| - | 485,385 | 544,993 |
| - | 293,246 | 760,718 |
| - | - | 174,866 |
| 722,196 | 1,181,524 | 1,903,720 |
| <u>722,196</u> | <u>2,784,362</u> | <u>13,334,132</u> |
| <u>(562,289)</u> | <u>(765,947)</u> | <u>(341,562)</u> |
| - | 213,000 | 1,111,500 |
| - | (58,484) | (1,111,500) |
| - | 755,967 | 755,967 |
| 46,168 | - | 46,168 |
| <u>46,168</u> | <u>910,483</u> | <u>802,135</u> |
| (516,121) | 144,536 | 460,573 |
| <u>3,760,250</u> | <u>3,131,338</u> | <u>10,555,940</u> |
| <u>\$ 3,244,129</u> | <u>\$ 3,275,874</u> | <u>\$ 11,016,513</u> |

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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, 2016

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

| | | |
|--|------------------|---------------------|
| Net change in fund balances - total governmental funds | | \$ 460,573 |
| <p>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.</p> | | |
| Capital outlay | 2,262,345 | |
| Depreciation | <u>(505,545)</u> | 1,756,800 |
| <p>The net effect of various miscellaneous transactions involving capital assets (sales, trade-ins, and donations) is to increase net position.</p> | | |
| Sale of capital assets | (46,168) | |
| Gain (loss) on disposition of capital assets | (26,253) | |
| Contribution of capital assets received | <u>67,478</u> | (4,943) |
| <p>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.</p> | | |
| County pension contributions | 1,225,058 | |
| County pension expense | <u>(833,998)</u> | 391,060 |
| <p>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.</p> | | |
| Change in unavailable revenue | | 28,620 |
| <p>The issuance of long-term debt provides current financial resources to government 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 assets.</p> | | |
| Note payable financing | | (755,967) |
| <p>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.</p> | | |
| Change in accrued interest | (19,089) | |
| Change in compensated absences | (109,310) | |
| Change in net other postemployment benefits obligation | <u>(143,956)</u> | <u>(272,355)</u> |
| Change in net position of governmental activities | | <u>\$ 1,603,788</u> |

| | Business-Type Activities Enterprise Funds | | |
|---|---|-------------------|---------------------------------|
| | Pershing County Electrical Utility Fund | Landfill Fund | Nonmajor Enterprise Funds |
| Assets | | | |
| Current assets | | | |
| Cash on deposit and invested | \$ 310,625 | \$ 327,504 | \$ 204,569 |
| Accounts receivable, net | 2,308 | 6,535 | 50,856 |
| Assessments receivable | 8,172 | 29,566 | - |
| Prepaid items | - | 1,800 | - |
| Total current assets | <u>321,105</u> | <u>365,405</u> | <u>255,425</u> |
| Noncurrent Assets | | | |
| Restricted | | | |
| Cash on deposit and invested | 161,172 | - | 144,500 |
| Assessments receivable | 80,850 | - | - |
| Capital assets not being depreciated | - | 4,479 | 9,997 |
| Capital assets net of accumulated depreciation | 435,108 | 54,643 | 605,053 |
| Total noncurrent assets | <u>677,130</u> | <u>59,122</u> | <u>759,550</u> |
| Total assets | <u>998,235</u> | <u>424,527</u> | <u>1,014,975</u> |
| Deferred Outflows of Resources | | | |
| Net pension liability-related amounts | - | 26,089 | - |
| Liabilities | | | |
| Current Liabilities | | | |
| Accounts payable | 515 | 14,124 | 12,448 |
| Accrued payroll | - | 5,008 | - |
| Compensated absences | - | 4,167 | - |
| Unearned revenue | - | - | 12,500 |
| Total current liabilities | <u>515</u> | <u>23,299</u> | <u>24,948</u> |
| Current Liabilities (Payable From Restricted Assets) | | | |
| Interest payable | 1,050 | - | - |
| Due to other funds | 537 | - | - |
| Bonds payable | 30,000 | - | - |
| Total current liabilities (payable from restricted assets) | <u>31,587</u> | <u>-</u> | <u>-</u> |
| Total current liabilities | <u>32,102</u> | <u>23,299</u> | <u>24,948</u> |
| Noncurrent Liabilities | | | |
| Net pension liability | - | 166,526 | - |
| Total liabilities | <u>32,102</u> | <u>189,825</u> | <u>24,948</u> |
| Deferred Inflows of Resources | | | |
| Net pension liability-related amounts | - | 26,053 | - |
| Net Position | | | |
| Net investment in capital assets | 435,108 | 59,122 | 615,050 |
| Restricted for | | | |
| Debt service | 210,435 | - | - |
| Capital replacement | - | - | 144,500 |
| Unrestricted | 320,590 | 175,616 | 230,477 |
| Total net position | <u>\$ 966,133</u> | <u>\$ 234,738</u> | <u>\$ 990,027</u> |

See Notes to Financial Statements

Pershing County
Statement of Net Position – Proprietary Funds
June 30, 2016

| Business-Type Activities | |
|--------------------------|-----------|
| Enterprise Funds | |
| Total | |
| Enterprise | |
| Funds | |
| \$ | 842,698 |
| | 59,699 |
| | 37,738 |
| | 1,800 |
| | 941,935 |
| | 305,672 |
| | 80,850 |
| | 14,476 |
| | 1,094,804 |
| | 1,495,802 |
| | 2,437,737 |
| | 26,089 |
| | 27,087 |
| | 5,008 |
| | 4,167 |
| | 12,500 |
| | 48,762 |
| | 1,050 |
| | 537 |
| | 30,000 |
| | 31,587 |
| | 80,349 |
| | 166,526 |
| | 246,875 |
| | 26,053 |
| | 1,109,280 |
| | 210,435 |
| | 144,500 |
| | 726,683 |
| \$ | 2,190,898 |

| | Business-Type Activities Enterprise Funds | | |
|--------------------------------------|---|-------------------|---------------------------------|
| | Pershing County Electrical Utility Fund | Landfill Fund | Nonmajor Enterprise Funds |
| Operating Revenues | | | |
| Charges for services | \$ 17,476 | \$ 328,460 | \$ 166,098 |
| Miscellaneous | - | 3,671 | - |
| Total operating revenues | <u>17,476</u> | <u>332,131</u> | <u>166,098</u> |
| Operating Expenses | | | |
| Salaries and wages | - | 86,751 | 38,139 |
| Employee benefits | - | 34,252 | - |
| Services and supplies | 18,922 | 144,106 | 70,551 |
| Depreciation | 39,964 | 11,580 | 87,657 |
| Total operating expenses | <u>58,886</u> | <u>276,689</u> | <u>196,347</u> |
| Operating Income (Loss) | <u>(41,410)</u> | <u>55,442</u> | <u>(30,249)</u> |
| Nonoperating Revenue (Expense) | | | |
| Interest income | 4,855 | - | - |
| Service availability charges | 35,704 | - | - |
| Interest expense | (2,975) | - | - |
| Total nonoperating revenue (expense) | <u>37,584</u> | <u>-</u> | <u>-</u> |
| Change in Net Position | (3,826) | 55,442 | (30,249) |
| Net Position, Beginning of Year | <u>969,959</u> | <u>179,296</u> | <u>1,020,276</u> |
| Net Position, End of Year | <u>\$ 966,133</u> | <u>\$ 234,738</u> | <u>\$ 990,027</u> |

See Notes to Financial Statements

Pershing County
Statement of Revenues, Expenditures, and Changes in Net Position – Proprietary Funds
Year Ended June 30, 2016

| | |
|----|--------------------------|
| | Business-Type Activities |
| | Enterprise Funds |
| | <u>Total</u> |
| | Enterprise |
| | Funds |
| | <u> </u> |
| \$ | 512,034 |
| | 3,671 |
| | <u>515,705</u> |
| | 124,890 |
| | 34,252 |
| | 233,579 |
| | <u>139,201</u> |
| | 531,922 |
| | <u>(16,217)</u> |
| | 4,855 |
| | 35,704 |
| | <u>(2,975)</u> |
| | 37,584 |
| | 21,367 |
| | <u>2,169,531</u> |
| \$ | <u><u>2,190,898</u></u> |

| | Business-Type Activities Enterprise Funds | | |
|--|---|------------------|---------------------------------|
| | Pershing County Electrical Utility Fund | Landfill Fund | Nonmajor Enterprise Funds |
| Operating Activities | | | |
| Cash received from users | \$ 18,470 | \$ 320,928 | \$ 155,683 |
| Cash received from interfund services provided | - | - | 600 |
| Payments for employees' salaries and benefits | - | (127,910) | (38,139) |
| Payments for internal services used | (904) | (28,482) | (14,265) |
| Payments for services and supplies | (18,409) | (122,756) | (50,840) |
| Net Cash from (used for) Operating Activities | (843) | 41,780 | 53,039 |
| Capital and Related Financing Activities | | | |
| Payments received for service availability | 34,568 | - | - |
| Principal payments received on assessments | 41,847 | - | - |
| Interest payments received on assessments | 4,309 | - | - |
| Capital grant, received | - | - | 12,500 |
| Acquisition of capital assets | - | (41,554) | (21,387) |
| Interest payments on long-term debt | (4,900) | - | - |
| Principal payments on long-term debt | (55,000) | - | - |
| Net Cash from (used for) Capital and Related Financing Activities | 20,824 | (41,554) | (8,887) |
| Investing Activities | | | |
| Interest earnings on investments | 546 | - | - |
| Net Change in Cash on Deposit and Invested | 20,527 | 226 | 44,152 |
| Cash on Deposit and Invested, Beginning of Year | 451,270 | 327,278 | 304,917 |
| Cash on Deposit and Invested, End of Year | \$ 471,797 | \$ 327,504 | \$ 349,069 |

See Notes to Financial Statements

Pershing County
Statement of Cash Flows – Proprietary Funds
Year Ended June 30, 2016

Business-Type Activities
Enterprise Funds

Total
Enterprise
Funds

\$ 495,081
600
(166,049)
(43,651)
(192,005)

93,976

34,568
41,847
4,309
12,500
(62,941)
(4,900)
(55,000)

(29,617)

546

64,905

1,083,465

\$ 1,148,370

| | Business-Type Activities Enterprise Funds | | |
|---|---|------------------|---------------------------------|
| | Pershing County Electrical Utility Fund | Landfill Fund | Nonmajor Enterprise Funds |
| Reconciliation of operating income (loss) to net cash from (used for) operating activities | | | |
| Operating income (loss) | \$ (41,410) | \$ 55,442 | \$ (30,249) |
| Adjustments to reconcile operating income (loss) to net cash from (used for) operating activities: | | | |
| Depreciation | 39,964 | 11,580 | 87,657 |
| Pension expense | - | 17,651 | - |
| Pension contributions | - | (26,089) | - |
| Changes in | | | |
| Accounts receivable, net | 994 | (1,271) | (9,815) |
| Assessments receivable | - | (9,932) | - |
| Prepaid items | - | (514) | - |
| Accounts payable | (24) | (7,132) | 5,446 |
| Accrued payroll | - | 1,252 | - |
| Due to other funds | (367) | - | - |
| Compensated absences | - | 793 | - |
| Net Cash from (used for) Operating Activities | <u>\$ (843)</u> | <u>\$ 41,780</u> | <u>\$ 53,039</u> |

Pershing County
Statement of Cash Flows – Proprietary Funds
Year Ended June 30, 2016

| Business-Type Activities Enterprise Funds | |
|--|---------------|
| <u>Total Enterprise Funds</u> | |
| \$ | (16,217) |
| | 139,201 |
| | 17,651 |
| | (26,089) |
| | (10,092) |
| | (9,932) |
| | (514) |
| | (1,710) |
| | 1,252 |
| | (367) |
| | 793 |
| \$ | <u>93,976</u> |

Pershing County
Statement of Fiduciary Net Position – Fiduciary Funds
June 30, 2016

| | <u>Agency Funds</u> |
|--------------------------------|-------------------------|
| Assets | |
| Cash on deposit and invested | <u>\$ 650,015</u> |
| Liabilities | |
| Due to other governments | \$ 69,996 |
| Funds held in trust for others | <u>580,019</u> |
| Total liabilities | <u>\$ 650,015</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. 72

As of July 1, 2015, the County adopted GASB Statement No. 72, *Fair Value Measurement and Application*. The implementation of this standard requires governments to measure investments at fair value. The additional disclosures required by this standard are included in Note 3.

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 was established by legislation, effective on July 1, 2015, 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 County contributions subsequent to the measurement date of the net pension liability. This item is 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, projected and actual earnings on pension plan investments, and changes in the County's proportion and differences between the County's contributions and the County's proportionate 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, assessments, and other revenue items. 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 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.

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 in the Ambulance Fund for \$93,348. 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 2014-2015 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

Bond covenants and other third party restrictions require a portion of the debt proceeds, as well as other resources, to be set aside for various purposes in the Pershing County Electrical Utility Fund and the Town of Inlay Utilities Fund. These amounts are reported as restricted assets.

Due To and Due From Other Funds

Interfund receivables and payables 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.

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 fair market 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 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, and 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 restricted or net investment in capital assets.

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 described above.

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 for the period January 1, 2016 through December 31, 2016 in comparison to estimated payments, are determined subsequent to the 2016 calendar year. Credits for overpayments, based on actual business for the period January 1, 2016 through December 31, 2016 in comparison to estimated payments, are applied to future tax payments in accordance with NRS 362.130. The overall financial impact to the County of future additional amounts due or future credits is not determinable at June 30, 2016 and are not reflected in these financial statements.

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

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 requested authorization for a medium-term obligation from the Department of Taxation subsequent to the acquisition of the debt, an apparent violation of NRS 350.089.
- An inventory of capital assets was not taken in the period required, at least once every two years, an apparent violation of NAC 354.750.

Note 3 - Cash on Deposit and Invested

As of June 30, 2016, Pershing County had the following cash and investments, and related maturities:

| | <u>Fair Value</u> | <u>Investment Maturities (in Years)</u> | |
|---|--------------------------|---|---------------------|
| | | <u>1 to 5</u> | <u>Less than 1</u> |
| Investments | | | |
| State of Nevada Local Government Investment Pool (LGIP) | \$ 1,213,482 | \$ 1,213,482 | \$ - |
| U.S. Agency Securities | 734,839 | 250,977 | 483,862 |
| Corporate Bonds and Notes | 916,638 | 406,457 | 510,181 |
| Certificates of Deposit | 4,450,393 | 1,657,562 | 2,792,831 |
| | <u>7,315,352</u> | <u>\$ 3,528,478</u> | <u>\$ 3,786,874</u> |
| Total Cash | <u>5,809,344</u> | | |
| Total Cash and Investments | <u>\$ 13,124,696</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, 2016, 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 Assests (Level 1) | Significant Other Observable Inputs (Level 2) |
| Investments | | | |
| State of Nevada Local Government Investment Pool (LGIP) | \$ 1,213,482 | \$ 330,552 | \$ 882,930 |
| U.S. Agency Securities | 734,839 | 734,839 | - |
| Corporate Bonds and Notes | 916,638 | 916,638 | - |
| Certificates of Deposit | 4,450,393 | - | 4,450,393 |
| Total Investments | \$ 7,315,352 | \$ 1,982,029 | \$ 5,333,323 |

For investments in LGIP, investments categorized as Level 2 are valued at fair value based on the observable market prices of the underlying assets held by LGIP, less liabilities.

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, 2016, the County's investments are rated as follows:

| | Fair Value | Quality Rating by Standard & Poors | | | | | |
|---|--------------|---------------------------------------|---------|---------|--------|---------|--------|
| | | Unrated | AA+ | A | AA- | A- | BBB+ |
| Investments | | | | | | | |
| State of Nevada Local Government Investment Pool (LGIP) | \$ 1,213,482 | \$ 1,213,482 | \$ - | \$ - | \$ - | \$ - | \$ - |
| U.S. Agency Securities | 734,839 | - | 734,839 | - | - | - | - |
| Corporate Bonds and Notes | 916,638 | - | 282,345 | 178,216 | 46,856 | 358,394 | 50,827 |
| Certificates of Deposit | 4,450,393 | 4,450,393 | - | - | - | - | - |

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, 2016, 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, 2016 was as follows:

| | Balance July 1, 2015 | Additions and Transfers In | Deletions and Transfers Out | Balance June 30, 2016 |
|---|-------------------------|-------------------------------|--------------------------------|--------------------------|
| Governmental Activities | | | | |
| Capital assets, not being depreciated | | | | |
| Land | \$ 746,586 | \$ 38,500 | \$ (6,664) | \$ 778,422 |
| Construction in progress | 133,963 | 383,888 | (247,975) | 269,876 |
| Total capital assets, not being depreciated | <u>880,549</u> | <u>422,388</u> | <u>(254,639)</u> | <u>1,048,298</u> |
| Capital assets, being depreciated | | | | |
| Buildings and improvements | 5,326,135 | 633,875 | (58,628) | 5,901,382 |
| Improvements | 1,562,469 | 443,843 | (16,030) | 1,990,282 |
| Infrastructure | 898,389 | - | - | 898,389 |
| Equipment and vehicles | 7,846,258 | 1,077,692 | (52,643) | 8,871,307 |
| Total capital assets, being depreciated | <u>15,633,251</u> | <u>2,155,410</u> | <u>(127,301)</u> | <u>17,661,360</u> |
| Less accumulated depreciation | | | | |
| Buildings and improvements | (1,909,594) | (113,875) | 6,451 | (2,017,018) |
| Improvements | (1,068,781) | (51,974) | 4,411 | (1,116,344) |
| Infrastructure | (251,349) | (59,893) | - | (311,242) |
| Equipment and vehicles | (6,681,379) | (279,803) | 50,682 | (6,910,500) |
| Total accumulated depreciation | <u>(9,911,103)</u> | <u>(505,545)</u> | <u>61,544</u> | <u>(10,355,104)</u> |
| Total capital assets, being depreciated, net | <u>5,722,148</u> | <u>1,649,865</u> | <u>(65,757)</u> | <u>7,306,256</u> |
| Governmental activities capital assets, net | <u>\$ 6,602,697</u> | <u>\$ 2,072,253</u> | <u>\$ (320,396)</u> | <u>\$ 8,354,554</u> |

The County has entered into contracts for construction, related to the Archival Building and fire equipment. As of June 30, 2016, the remaining commitment on these contracts was \$699,762.

Pershing County
Notes to Financial Statements
June 30, 2016

| | <u>Balance July 1, 2015</u> | <u>Additions and Transfers In*</u> | <u>Deletions and Transfers Out</u> | <u>Balance June 30, 2016</u> |
|---|---------------------------------|--|--|----------------------------------|
| Business-Type Activities | | | | |
| Capital assets, not being depreciated | | | | |
| Land | \$ 14,476 | \$ - | \$ - | \$ 14,476 |
| Capital assets, being depreciated | | | | |
| Improvements | 2,105,344 | - | - | 2,105,344 |
| Equipment and vehicles | 1,166,669 | 83,219 | - | 1,249,888 |
| Total capital assets, being depreciated | <u>3,272,013</u> | <u>83,219</u> | <u>-</u> | <u>3,355,232</u> |
| Less accumulated depreciation for | | | | |
| Improvements | (1,113,725) | (83,196) | - | (1,196,921) |
| Equipment and vehicles | (987,224) | (76,283) | - | (1,063,507) |
| Total accumulated depreciation | <u>(2,100,949)</u> | <u>(159,479)</u> | <u>-</u> | <u>(2,260,428)</u> |
| Total capital assets, being depreciated, net | <u>1,171,064</u> | <u>(76,260)</u> | <u>-</u> | <u>1,094,804</u> |
| Business-type activities capital assets, net | <u>\$ 1,185,540</u> | <u>\$ (76,260)</u> | <u>\$ -</u> | <u>\$ 1,109,280</u> |

*During the year ended June 30, 2016, a transfer of an asset, and related accumulated depreciation, of \$20,278 was made to the Business-Type Activities from the Governmental Activities.

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

| | |
|---|-------------------|
| Governmental Activities | |
| General Government | \$ 155,101 |
| Public Safety | 147,902 |
| Judicial | 14,836 |
| Public Works | 98,192 |
| Health | 2,920 |
| Welfare | 1,908 |
| Culture and Recreation | 58,576 |
| Community Support | 26,110 |
| | <u>505,545</u> |
| Total depreciation expense-governmental activities | <u>\$ 505,545</u> |
| Business-Type Activities | |
| Utilities | \$ 39,964 |
| Landfill | 11,580 |
| Water services | 42,558 |
| Ambulance | 45,099 |
| | <u>139,201</u> |
| Total depreciation expense-business-type activities | <u>\$ 139,201</u> |
| Depreciation expense was charged to the Landfill Fund | \$ 11,580 |
| Contribution of accumulated depreciation with contribution of asset | 20,278 |
| | <u>31,858</u> |
| Depreciation expense was charged to the business-type activities | \$ 139,201 |
| Contribution of accumulated depreciation with contribution of asset | 20,278 |
| | <u>159,479</u> |

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, 2016, interest expense has been recorded in the financial statements in the following funds:

| | |
|---|------------------------|
| Pershing County Electrical Utility Fund | <u><u>\$ 2,975</u></u> |
|---|------------------------|

| <u>Balance July 1, 2015</u> | <u>Additions</u> | <u>Deletions</u> | <u>Balance June 30, 2016</u> | <u>Due in 2016-2017</u> | <u>Date of Final Payment</u> |
|---------------------------------|---------------------|-------------------|----------------------------------|-----------------------------|--------------------------------------|
| \$ - | \$ 755,967 | \$ - | \$ 755,967 | \$ 66,429 | 08/25 |
| <u>236,535</u> | <u>345,845</u> | <u>236,535</u> | <u>345,845</u> | <u>345,845</u> | |
| <u>236,535</u> | <u>1,101,812</u> | <u>236,535</u> | <u>1,101,812</u> | <u>412,274</u> | |
| 85,000 | - | 55,000 | 30,000 | 30,000 | 07/16 |
| <u>3,374</u> | <u>4,167</u> | <u>3,374</u> | <u>4,167</u> | <u>4,167</u> | |
| <u>88,374</u> | <u>4,167</u> | <u>58,374</u> | <u>34,167</u> | <u>34,167</u> | |
| <u>\$ 324,909</u> | <u>\$ 1,105,979</u> | <u>\$ 294,909</u> | <u>\$ 1,135,979</u> | <u>\$ 446,441</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 | | Business-Type Activities Bonds Payable | |
|----------------------|---|-------------------|---|-----------------|
| | Principal | Interest | Principal | Interest |
| 2017 | \$ 66,429 | \$ 21,842 | \$ 30,000 | \$ 1,050 |
| 2018 | 68,068 | 20,203 | - | - |
| 2019 | 70,062 | 18,209 | - | - |
| 2020 | 72,115 | 16,156 | - | - |
| 2021 | 74,228 | 14,043 | - | - |
| 2022-2026 | 405,065 | 36,291 | - | - |
| | <u>\$ 755,967</u> | <u>\$ 126,744</u> | <u>\$ 30,000</u> | <u>\$ 1,050</u> |

Governmental activities debt is serviced through the Option Tax-Public Safety Fund for the note payable. Business-type debt is serviced through operations of the Pershing County Electrical Utility Fund for the special assessment bonds payable. Compensated absences are paid from the fund incurring the related salaries and wages.

Neither the full faith or credit nor the taxing power of the County is pledged to the payment of the Pershing County Electrical Utility Fund bonds and related interest. The bonds are not general obligations of the County, but are limited obligations of the County secured by and payable solely from the assessments related to the District.

As noted, assessments receivable of \$80,850 are restricted for payment of the bonds related to utility construction. Assessments are due in substantially equal semi-annual principal installments over a period of 15 years corresponding to the final maturity of the bonds. Interest is billed on the principal installment dates at one percent higher than the highest rate on the bonds. The additional one percent is used solely to pay County administrative costs related to the collection of special assessments and is not pledged to the payment of the bonds. Principal and interest payments on the bonds for the year ended June 30, 2016 was \$55,000 and \$4,900, respectively. Assessments collected for the year ended June 30, 2016 were \$42,188; interest received on assessments for the year ended June 30, 2016 was \$4,309. Assessment collections, including related interest, held in restricted cash balances (prior year collections), provide for 100% of the related debt service costs.

The County was, in accordance with Nevada Revised Statutes, within the legal debt limit at June 30, 2016.

Note 6 - Fund Balances – Governmental Funds

As of June 30, 2016, 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 | \$ 19,844 | \$ - | \$ - | \$ - | \$ - | \$ 19,844 |
| Prepaid Items | 52,890 | 10,992 | 15,123 | - | 8,157 | 87,162 |
| | <u>72,734</u> | <u>10,992</u> | <u>15,123</u> | <u>-</u> | <u>8,157</u> | <u>107,006</u> |
| Restricted | | | | | | |
| General government | 525,440 | - | - | - | 94,002 | 619,442 |
| Public safety | 6,308 | - | - | - | 40,556 | 46,864 |
| Judicial | 81,882 | - | 238,723 | - | 219,589 | 540,194 |
| Public works | - | 474,397 | - | - | 818,994 | 1,293,391 |
| Welfare | - | - | - | - | 227,578 | 227,578 |
| Culture and recreation | 300 | - | - | - | 39,774 | 40,074 |
| Community support | - | - | - | - | 57,449 | 57,449 |
| Intergovernmental | 66,920 | - | - | - | - | 66,920 |
| Capital projects | - | - | - | - | 1,107,430 | 1,107,430 |
| Town and District activities | - | - | - | - | 173,211 | 173,211 |
| | <u>680,850</u> | <u>474,397</u> | <u>238,723</u> | <u>-</u> | <u>2,778,583</u> | <u>4,172,553</u> |
| Committed | | | | | | |
| Culture and Recreation | - | - | - | - | 378,292 | 378,292 |
| Assigned | | | | | | |
| Amount to balance subsequent year's budget shortfall | 796,290 | - | - | 1,352,500 | 23,631 | 2,172,421 |
| Community support | - | - | - | - | 87,211 | 87,211 |
| Capital projects | - | - | - | 1,891,629 | - | 1,891,629 |
| | <u>796,290</u> | <u>-</u> | <u>-</u> | <u>3,244,129</u> | <u>110,842</u> | <u>4,151,261</u> |
| Unassigned | <u>2,207,401</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>2,207,401</u> |
| Total fund balances | <u><u>\$ 3,757,275</u></u> | <u><u>\$ 485,389</u></u> | <u><u>\$ 253,846</u></u> | <u><u>\$ 3,244,129</u></u> | <u><u>\$ 3,275,874</u></u> | <u><u>\$ 11,016,513</u></u> |

Note 7 - Interfund Balances and Activity

The composition of interfund balances (amounts owing to other funds for services) and internal balances (on the government-wide financial statements) at June 30, 2016 is as follows:

| | | |
|--------------------------------|---|---------------|
| <u>Due To/From Other Funds</u> | | |
| <u>Receivable Fund</u> | <u>Payable Fund</u> | <u>Amount</u> |
| General Fund | Pershing County Electrical Utility Fund | \$ 537 |
| | | |
| <u>Internal Balances</u> | | |
| <u>Receivable Fund</u> | <u>Payable Fund</u> | <u>Amount</u> |
| General Fund | Pershing County Electrical Utility Fund | \$ 537 |

Balances may result from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures/expenses occur and transactions are recorded in the accounting system, and (2) payments between funds are made. Balances may also result from the time lag between the dates that (1) collection of revenues occur and transactions are recorded in the accounting system, and (2) payments between the funds are made.

Interfund transfers for the year ended June 30, 2016 consisted of the following:

| | Transfers Out | | |
|-----------------------------------|-----------------|-----------------------------------|--------------|
| | General Fund | Nonmajor Governmental Funds | Total |
| Transfers In | | | |
| General Fund | \$ - | \$ 58,484 | \$ 58,484 |
| 11th Judicial District Court Fund | 840,016 | - | 840,016 |
| Nonmajor Governmental Funds | 213,000 | - | 213,000 |
| | \$ 1,053,016 | \$ 58,484 | \$ 1,111,500 |

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, 2016, no retirees were 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. As of June 30, 2016, the plan was zero percent funded. For the fiscal year 2016, the County’s employer contribution for retirees’ benefits was \$156. 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> |
|----------------------------|-----------------------------|---|---|--------------------------------|
| 2014 | \$ 85,585 | \$ 11,296 | 13.20% | \$ 319,620 |
| 2015 | 89,967 | 17,650 | 19.62% | 391,937 |
| 2016 | 134,875 | 156 | 0.12% | 526,656 |

The net OPEB obligation as of June 30, 2016 was calculated as follows:

| | | |
|---|--|-------------------|
| Determination of Annual Required Contribution (ARC) | | |
| Normal | | \$ 101,952 |
| Amortization of Unfunded Actuarial Accrued Liability (UAAL) | | 36,183 |
| | | <u>\$ 138,135</u> |
| Determination of Net OPEB Obligation | | |
| Annual Required Contribution | | \$ 138,135 |
| Interest on Net OPEB Obligation | | 15,677 |
| Adjustment to ARC | | (18,937) |
| | | <u>134,875</u> |
| Annual OPEB Cost | | 134,875 |
| Retiree benefits paid by the County | | (156) |
| | | <u>134,719</u> |
| Increase in Net OPEB Obligation | | 134,719 |
| Net OPEB Obligation, Beginning of Year | | <u>391,937</u> |
| Net OPEB Obligation, End of Year | | <u>\$ 526,656</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) | \$ 778,815 |
| Actuarial Value of Plan Assets | - |
| | |
| Unfunded Actuarial Accrued Liability (UAAL) | \$ 778,815 |
| | |
| Funded Ratio (Actual Value of Plan Assets/AAL) | 0.00% |
| Covered Payroll (Active Plan Members 2016) | \$ 4,368,348 |
| UAAL as a Percentage of Covered Payroll | 17.83% |

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% valuation interest rate on investments and an annual healthcare trend rate beginning at 7% for fiscal year 2017, declining by .5% for the fiscal year 2018, 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; 24 years remain in the amortization period at June 30, 2016. 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 \$772 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 \$59,354 for 30 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. As of June 30, 2016, the plan was zero percent funded. For the fiscal year 2016, the County's employer contribution for retirees' benefits was \$59,354 for 30 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> |
|----------------------------|-----------------------------|---|---|--------------------------------|
| 2014 | \$ 75,013 | \$ 60,705 | 80.93% | \$ 140,940 |
| 2015 | 75,680 | 55,554 | 73.41% | 161,066 |
| 2016 | 68,591 | 59,354 | 86.53% | 170,303 |

The net OPEB obligation as of June 30, 2016 was calculated as follows:

| | |
|---|------------|
| Determination of Annual Required Contribution (ARC) | |
| Normal Cost | \$ - |
| Amortization of Unfunded Actuarial Accrued Liability (UAAL) | 72,712 |
| | \$ 72,712 |
| Determination of Net OPEB Obligation | |
| Annual Required Contribution | \$ 72,712 |
| Interest on Net OPEB Obligation | 6,443 |
| Adjustment to ARC | (10,564) |
| | 68,591 |
| Annual OPEB Cost | 68,591 |
| Retiree benefits paid by the County | (59,354) |
| | 9,237 |
| Increase in Net OPEB Obligation | 9,237 |
| Net OPEB Obligation, Beginning of Year | 161,066 |
| Net OPEB Obligation, End of Year | \$ 170,303 |

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) | \$ 1,152,989 |
| Actuarial Value of Plan Assets | - |
| Unfunded Actuarial Accrued Liability (UAAL) | \$ 1,152,989 |
| Funded Ratio (Actual Value of Plan Assets/AAL) | 0.00% |
| Covered Payroll (Active Plan Members 2016) | 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% valuation interest rate on investments and an annual healthcare trend rate beginning at 7% for fiscal year 2017, declining by .5% for the fiscal year 2018, 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; 24 years remain in the amortization period at June 30, 2016.

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 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. 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. 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.

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, 2015 and June 30, 2016, the Statutory Employer/Employee matching rate for Regular members was 13.25% and 14.50%, respectively; the rate was 20.75% for Police/Fire in both years. The Employer-pay contribution (EPC) rate for Regular members was 25.75% and 28.00% for the fiscal years ended June 30, 2015 and June 30, 2016, respectively; the rate was 40.50% for Police/Fire in both years.

The County’s contributions were \$945,121 for the year ended June 30, 2015 and \$1,251,147 for the year ended June 30, 2016.

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, 2015:

| 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, 2015 PERS’ long-term inflation assumption was 3.50%.

Net Pension Liability – At June 30, 2016, the County reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2015, 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 \$8,018,310 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, 2015, the County’s proportion was 0.06997 percent, which was a decrease of .00102 from its proportion measured as of June 30, 2014.

Pension Liability Discount Rate Sensitivity – The following presents the net pension liability of the County as of June 30, 2015, 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 | \$ 12,218,299 | \$ 8,018,310 | \$ 4,525,726 |

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, 2015, 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, 2015 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, 2015 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, 2015 and June 30, 2014. 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, 2015, 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, 2015 and June 30, 2014.

Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – For the year ended June 30, 2016, the County recognized pension expense of \$850,070. At June 30, 2016, 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 | \$ - | \$ (603,115) |
| Net difference between projected and actual earnings on pension plan investments | - | (434,324) |
| Changes in the County's proportion and differences between the County's contributions and the County's share of proportionate contributions | 24,806 | (227,901) |
| County contributions subsequent to the measurement date | 1,251,147 | - |
| | \$ 1,275,953 | \$ (1,265,340) |

The \$1,251,147 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, 2017.

The average of the expected remaining service lives of all employees that are provided with pensions through PERS (active and inactive employees) is 6.55 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, | | |
|----------------------|----|-----------|
| 2017 | \$ | (360,207) |
| 2018 | | (360,207) |
| 2019 | | (360,207) |
| 2020 | | 22,717 |
| 2021 | | (135,071) |
| Thereafter | | (47,559) |

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 - 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, 2016**.

| | |
|-------------------------------------|------------------|
| Computer enhancements and equipment | <u>\$ 83,118</u> |
|-------------------------------------|------------------|

In addition, \$7,630 was remitted to other local governments as required by statute and \$58,484 was transferred to the General Fund (General Fund and internally reported Law Enforcement Fund) for capital asset purchases.

Note 11 - 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 12 - 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, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|---|--------------------|------------------|------------------|-----------------------------|------------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Taxes | | | | | |
| Ad valorem | | | | | |
| Real property | \$ 1,666,366 | \$ 1,666,366 | \$ 1,613,304 | \$ (53,062) | \$ 1,590,149 |
| Personal property | 539,821 | 539,821 | 503,568 | (36,253) | 417,747 |
| Net proceeds of mines | - | - | 437,801 | 437,801 | (66,420) |
| | <u>2,206,187</u> | <u>2,206,187</u> | <u>2,554,673</u> | <u>348,486</u> | <u>1,941,476</u> |
| Room taxes | 34,000 | 34,000 | 32,315 | (1,685) | 29,019 |
| Total taxes | <u>2,240,187</u> | <u>2,240,187</u> | <u>2,586,988</u> | <u>346,801</u> | <u>1,970,495</u> |
| Licenses and Permits | | | | | |
| Business licenses and permits | | | | | |
| Business licenses | 6,000 | 6,000 | 8,960 | 2,960 | 8,610 |
| Liquor licenses | 1,000 | 1,000 | 1,040 | 40 | 1,580 |
| County gaming licenses | 15,000 | 15,000 | 15,945 | 945 | 18,720 |
| Nonbusiness licenses and permits | | | | | |
| Marriage licenses | 700 | 700 | 609 | (91) | 819 |
| Building permits | 25,000 | 25,000 | 45,503 | 20,503 | 34,224 |
| Mobile home inspections | 1,200 | 1,200 | 1,000 | (200) | 1,825 |
| Septic inspections | 750 | 750 | 1,250 | 500 | 1,625 |
| Total licenses and permits | <u>49,650</u> | <u>49,650</u> | <u>74,307</u> | <u>24,657</u> | <u>67,403</u> |
| Intergovernmental | | | | | |
| Federal grants | | | | | |
| Child Support Enforcement | 83,366 | 85,730 | 104,952 | 19,222 | 110,045 |
| Community Development Block Grants | - | 181,370 | 181,370 | - | 75,437 |
| Airport Improvement Program | 416,091 | 416,091 | 383,349 | (32,742) | 29,548 |
| Emergency Management Performance | - | 13,790 | 13,790 | - | 6,572 |
| Interagency Hazardous Materials | - | 1,471 | 1,471 | - | 3,166 |
| Special Supplemental Nutrition Program (WIC) | - | 399,551 | 399,551 | - | 288,211 |
| Emergency Food and Shelter | - | 1,810 | 1,810 | - | 1,560 |
| State grants | | | | | |
| State Economic Development Grant | - | 28,913 | 28,913 | - | 29,600 |
| State Emergency Response Grant | - | 26,108 | 26,108 | - | 32,350 |
| State Emergency Response (United We Stand) Grant | - | - | - | - | 29,960 |
| State shared revenues | | | | | |
| Consolidated tax revenue | 2,106,300 | 2,106,300 | 2,140,035 | 33,735 | 2,136,359 |
| State gaming licenses | 150,000 | 150,000 | 138,096 | (11,904) | 142,504 |
| Administrative assessments, Juvenile Court | 3,000 | 11,357 | 7,985 | (3,372) | 3,878 |
| District Court administrative fees | 150 | 150 | - | (150) | 160 |
| Real property transfer tax collection fee | 600 | 600 | 575 | (25) | 1,085 |
| Other government shared revenues | | | | | |
| Economic Development | 14,000 | 14,000 | 14,000 | - | 14,000 |
| Total intergovernmental | <u>2,773,507</u> | <u>3,437,241</u> | <u>3,442,005</u> | <u>4,764</u> | <u>2,904,435</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Fund (Budgetary Basis)
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)
(Continued)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--------------------------------------|--------------------|------------------|------------------|-----------------------------|------------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Charges for Services | | | | | |
| General government | | | | | |
| Clerk fees | \$ - | \$ - | \$ 2,253 | \$ 2,253 | \$ 7,418 |
| Recorder fees | 80,000 | 80,000 | 62,382 | (17,618) | 70,402 |
| Recorder technology fees | 5,000 | 5,595 | 8,188 | 2,593 | 9,040 |
| Recorder scan and copy fees | 4,000 | 4,000 | 3,297 | (703) | 3,942 |
| Imlay Utilities administrative fees | 11,460 | 11,460 | 11,460 | - | 9,528 |
| Senior Center administrative fees | 4,041 | 4,041 | 4,286 | 245 | 4,339 |
| Map fees | 30,000 | 30,171 | 10,029 | (20,142) | 9,778 |
| Assessor commissions | 165,000 | 165,000 | 185,809 | 20,809 | 115,036 |
| Assessor technology fees | 50,000 | 61,962 | 70,312 | 8,350 | 29,139 |
| Motor vehicle registration | 8,000 | 8,000 | 8,268 | 268 | 8,926 |
| Candidate filing fees | - | - | 820 | 820 | - |
| Map filing fees, development | 2,500 | 2,500 | 2,450 | (50) | 5,169 |
| Electric administrative fees | 3,000 | 3,000 | 537 | (2,463) | 904 |
| Other | 10 | 10 | 5,540 | 5,530 | 5,505 |
| | <u>363,011</u> | <u>375,739</u> | <u>375,631</u> | <u>(108)</u> | <u>279,126</u> |
| Judicial | | | | | |
| District Court filing fees | - | - | - | - | 4,682 |
| District Court capital fees | - | - | - | - | 7,840 |
| Child attorney fees | - | - | 7,722 | 7,722 | 8,895 |
| Civil actions | 3,500 | 3,500 | 3,904 | 404 | 4,235 |
| District Court technology fees | - | - | - | - | 216 |
| DNA testing | - | - | 10,167 | 10,167 | 4,834 |
| Public defender fees | 1,500 | 1,500 | 1,497 | (3) | 2,367 |
| Court security fees | - | - | - | - | 1,360 |
| Check restitution administrative fee | 400 | 400 | - | (400) | 200 |
| Check restitution class fee | 200 | 200 | - | (200) | 75 |
| Traffic class administrative fee | 3,000 | 3,000 | 6,320 | 3,320 | 4,560 |
| | <u>8,600</u> | <u>8,600</u> | <u>29,610</u> | <u>21,010</u> | <u>39,264</u> |
| Public safety | | | | | |
| Fire recovery revenue | - | - | 1,168 | 1,168 | - |
| Total charges for services | <u>371,611</u> | <u>384,339</u> | <u>406,409</u> | <u>22,070</u> | <u>318,390</u> |
| Fines and Forfeits | | | | | |
| Forfeits | | | | | |
| Bail | 110,000 | 110,000 | 333,982 | 223,982 | 166,814 |
| Miscellaneous | | | | | |
| Interest earnings | 50,000 | 50,000 | 127,481 | 77,481 | 71,028 |
| Tax penalties | 60,000 | 60,000 | 62,972 | 2,972 | 145,691 |
| Copy machine revenue | 10,000 | 10,000 | 5,297 | (4,703) | 6,381 |
| Refunds and reimbursements | 20,000 | 20,000 | 26,594 | 6,594 | 104,861 |
| Community Centers rents | 6,000 | 6,000 | 5,449 | (551) | 8,500 |
| Reimbursements, City of Lovelock | 10,000 | 10,000 | 11,085 | 1,085 | 14,097 |
| Geothermal lease | 85,000 | 85,000 | 46,693 | (38,307) | 56,384 |
| Reimbursements, Humboldt County | 60,000 | 60,000 | 39,330 | (20,670) | 70,238 |
| Sales and rentals | 15,840 | 15,840 | 15,840 | - | 15,840 |
| Airport fuel sales and revenue | 86,800 | 86,800 | 62,126 | (24,674) | 65,079 |
| Restitution | - | - | 857 | 857 | 489 |
| Excess proceeds and costs remitted | - | - | 139,700 | 139,700 | 35,803 |
| Special events revenue and insurance | 2,000 | 2,000 | 1,790 | (210) | 2,785 |
| Insurance program | - | - | - | - | 4,410 |
| Loss Control Award | - | - | - | - | 1,801 |
| Stray animal pickup | - | - | 40 | 40 | 690 |
| Other | - | - | 612 | 612 | 6,834 |
| Total miscellaneous | <u>405,640</u> | <u>405,640</u> | <u>545,866</u> | <u>140,226</u> | <u>610,911</u> |
| Total revenues | <u>5,950,595</u> | <u>6,627,057</u> | <u>7,389,557</u> | <u>762,500</u> | <u>6,038,448</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Fund (Budgetary Basis)
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)
(Continued)

| | 2016 Budget Amount | | 2016 | | 2015 |
|---|--------------------|------------|------------|-----------------------------|------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Expenditures | | | | | |
| General Government | | | | | |
| Legislative Activity | | | | | |
| Commissioners | | | | | |
| Salaries and wages | \$ 143,646 | \$ 143,646 | \$ 144,780 | \$ (1,134) | \$ 132,070 |
| Employee benefits | 48,764 | 48,764 | 47,093 | 1,671 | 41,036 |
| Services and supplies | 7,700 | 7,700 | 6,506 | 1,194 | 5,402 |
| Total legislative activity | 200,110 | 200,110 | 198,379 | 1,731 | 178,508 |
| Executive Activity | | | | | |
| Clerk-Treasurer | | | | | |
| Salaries and wages | 170,591 | 170,591 | 155,742 | 14,849 | 148,851 |
| Employee benefits | 70,740 | 70,740 | 71,094 | (354) | 61,872 |
| Services and supplies | 25,750 | 25,750 | 20,941 | 4,809 | 20,681 |
| Total executive activity | 267,081 | 267,081 | 247,777 | 19,304 | 231,404 |
| Recorder-Auditor | | | | | |
| Salaries and wages | 184,299 | 184,299 | 169,587 | 14,712 | 156,939 |
| Employee benefits | 96,319 | 96,319 | 77,566 | 18,753 | 68,692 |
| Services and supplies | 31,700 | 31,700 | 13,179 | 18,521 | 18,805 |
| Capital outlay (from surveyor and technology fees) | - | 766 | 766 | - | 3,638 |
| Total recorder-auditor activity | 312,318 | 313,084 | 261,098 | 51,986 | 248,074 |
| Assessor | | | | | |
| Salaries and wages | 178,842 | 178,842 | 166,107 | 12,735 | 160,532 |
| Employee benefits | 75,424 | 75,424 | 66,419 | 9,005 | 62,901 |
| Services and supplies | 25,200 | 25,200 | 13,495 | 11,705 | 23,659 |
| Capital outlay | - | - | - | - | 8,422 |
| Capital outlay (from technology fees) | 50,000 | 61,962 | 61,962 | - | 59,749 |
| Total assessor activity | 329,466 | 341,428 | 307,983 | 33,445 | 315,263 |
| Total executive activity | 908,865 | 921,593 | 816,858 | 104,735 | 794,741 |
| Other General Government Activity | | | | | |
| Buildings and Grounds | | | | | |
| Salaries and wages | 243,017 | 243,017 | 236,505 | 6,512 | 230,628 |
| Employee benefits | 107,732 | 107,732 | 100,815 | 6,917 | 92,467 |
| Services and supplies | 130,603 | 123,750 | 126,140 | (2,390) | 111,906 |
| Capital outlay | - | 6,853 | 4,461 | 2,392 | - |
| Total buildings and grounds activity | 481,352 | 481,352 | 467,921 | 13,431 | 435,001 |
| Planning Department | | | | | |
| Salaries and wages | 76,399 | 113,474 | 109,053 | 4,421 | 74,720 |
| Employee benefits | 40,938 | 58,863 | 53,070 | 5,793 | 34,292 |
| Services and supplies | 18,820 | 18,820 | 14,386 | 4,434 | 12,259 |
| Capital outlay | - | - | - | - | 1,536 |
| Total planning department activity | 136,157 | 191,157 | 176,509 | 14,648 | 122,807 |
| Emergency Management Grants | | | | | |
| Services and supplies | | | | | |
| Emergency Management Performance | 12,500 | 26,290 | 27,677 | (1,387) | 13,084 |
| State Emergency Response | - | 26,108 | 26,108 | - | 32,350 |
| State Emergency Response (United We Stand) | - | - | - | - | 29,960 |
| Hazardous Materials Training | - | 1,471 | 1,471 | - | 3,166 |
| Total emergency management grants activity | 12,500 | 53,869 | 55,256 | (1,387) | 78,560 |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Fund (Budgetary Basis)
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)
(Continued)

| | 2016 Budget Amount | | 2016 | | 2015 |
|------------------------------------|--------------------|----------------|----------------|-----------------------------|----------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Other County Grants | | | | | |
| Services and supplies | | | | | |
| Emergency Food and Shelter | \$ - | \$ 1,810 | \$ 1,810 | \$ - | \$ 1,560 |
| Child Support Enforcement | 10,000 | 12,364 | 11,578 | 786 | 18,489 |
| Community Development Block | - | 181,370 | 181,370 | - | 75,437 |
| State Economic Development | - | 28,913 | 28,913 | - | 29,600 |
| | <u>10,000</u> | <u>224,457</u> | <u>223,671</u> | <u>786</u> | <u>125,086</u> |
| Other | | | | | |
| Salaries and wages | 25,058 | 25,058 | 30,833 | (5,775) | 23,430 |
| Employee benefits | 8,376 | 8,376 | 10,118 | (1,742) | 7,615 |
| Services and supplies | | | | | |
| Advertising and printing | 10,000 | 10,000 | 6,022 | 3,978 | 20,084 |
| 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 | 66,450 | 21,550 | 107,150 |
| Aqua Protest | 1,000 | 1,000 | - | 1,000 | - |
| Association dues | 12,000 | 12,000 | 12,726 | (726) | 15,887 |
| Burning Man litigation | 25,000 | 25,000 | 2,944 | 22,056 | 5,531 |
| BLM Horse Lawsuit | 5,000 | 5,000 | - | 5,000 | 905 |
| Central Nevada Water Authority | 7,500 | 7,500 | 7,500 | - | 7,500 |
| Claims | 20,000 | 20,000 | 17,692 | 2,308 | 2,454 |
| Cobra events | 2,000 | 2,000 | 1,831 | 169 | 1,900 |
| Computer supplies | 81,000 | 81,000 | 37,448 | 43,552 | 43,411 |
| Consulting and budget | 10,000 | 10,000 | - | 10,000 | 1,500 |
| Copy machine | 19,000 | 19,000 | 22,441 | (3,441) | 21,314 |
| County code update | 4,000 | 4,000 | 500 | 3,500 | 2,838 |
| County Water Resource Plan | 20,000 | 20,000 | 1,812 | 18,188 | 8,155 |
| DNA testing | 7,500 | 7,500 | 12,448 | (4,948) | 4,834 |
| Elevator | 4,500 | 4,500 | 5,468 | (968) | 4,087 |
| Emergency 911 | 8,000 | 8,000 | 7,309 | 691 | 7,538 |
| Forestry Crew | - | - | - | - | 800 |
| General insurance | 145,000 | 145,000 | 127,156 | 17,844 | 138,914 |
| Grass Valley Community Center | 7,257 | 7,257 | 5,382 | 1,875 | 4,133 |
| Insurance program | - | - | - | - | 4,410 |
| Legal Services Contract | 5,000 | 5,000 | 5,000 | - | 3,750 |
| Loss Control Award | - | - | - | - | 1,787 |
| Maintenance agreement | 11,500 | 11,500 | 11,192 | 308 | 10,724 |
| Miscellaneous | 138,000 | 138,000 | 7,392 | 130,608 | 3,238 |
| Mosquito Abatement | 5,500 | 5,500 | - | 5,500 | - |
| National Resource and Land Use | 2,000 | 2,000 | - | 2,000 | - |
| PACT, workers compensation | 30,000 | 30,000 | 18,653 | 11,347 | 27,076 |
| Personnel consultants | 20,000 | 20,000 | 35,527 | (15,527) | 17,337 |
| Planning Board | 1,000 | 1,000 | 9 | 991 | 12 |
| Postage meter | 8,000 | 8,000 | 4,821 | 3,179 | 3,673 |
| Property title search | - | - | - | - | 9,125 |
| Public Administrator | 1,800 | 1,800 | 1,800 | - | 1,800 |
| Rent | - | - | - | - | 4,964 |
| Retired employees health insurance | 58,000 | 58,000 | 59,354 | (1,354) | 56,198 |
| River Basin Water Authority | 12,000 | 12,000 | 15,308 | (3,308) | 11,060 |
| RSVP Program | 3,500 | 3,500 | 2,020 | 1,480 | 2,818 |
| Safety Committee | 7,500 | 7,500 | 7,368 | 132 | 7,417 |
| 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, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)
(Continued)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--|--------------------|------------------|------------------|-----------------------------|------------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Technical Service Planning | \$ 1,000 | \$ 1,000 | \$ - | \$ 1,000 | \$ - |
| Website | 6,000 | 6,000 | 2,450 | 3,550 | 200 |
| Wildlife Fire Protection Program | 50,000 | 50,000 | 50,000 | - | 50,000 |
| | <u>864,584</u> | <u>864,584</u> | <u>583,049</u> | <u>281,535</u> | <u>641,550</u> |
| | <u>898,018</u> | <u>898,018</u> | <u>624,000</u> | <u>274,018</u> | <u>672,595</u> |
| Total other general government activity | 1,538,027 | 1,848,853 | 1,547,357 | 301,496 | 1,434,049 |
| Total general government | <u>2,647,002</u> | <u>2,970,556</u> | <u>2,562,594</u> | <u>407,962</u> | <u>2,407,298</u> |
| Public Safety | | | | | |
| Fire Activity | | | | | |
| Fire Protection, Lovelock | | | | | |
| Salaries and wages | 5,000 | 5,000 | 3,900 | 1,100 | 5,265 |
| Employee benefits | 41,760 | 41,760 | 31,088 | 10,672 | 30,263 |
| Services and supplies | 54,975 | 54,975 | 35,707 | 19,268 | 45,017 |
| Capital outlay | 9,000 | 9,000 | 8,500 | 500 | 5,510 |
| | <u>110,735</u> | <u>110,735</u> | <u>79,195</u> | <u>31,540</u> | <u>86,055</u> |
| Fire Protection, Imlay | | | | | |
| Salaries and wages | 3,000 | 3,000 | 2,715 | 285 | 2,055 |
| Employee benefits | 17,375 | 17,375 | 12,870 | 4,505 | 14,098 |
| Services and supplies | 29,202 | 29,202 | 16,777 | 12,425 | 17,445 |
| Capital outlay | 5,200 | 5,200 | 1,310 | 3,890 | - |
| | <u>54,777</u> | <u>54,777</u> | <u>33,672</u> | <u>21,105</u> | <u>33,598</u> |
| Fire Protection, Grass Valley | | | | | |
| Salaries and wages | 4,000 | 4,000 | 3,855 | 145 | 3,915 |
| Employee benefits | 25,022 | 25,022 | 19,337 | 5,685 | 17,537 |
| Services and supplies | 34,590 | 34,590 | 30,643 | 3,947 | 27,205 |
| Capital outlay | 7,300 | 7,300 | 7,127 | 173 | 5,731 |
| | <u>70,912</u> | <u>70,912</u> | <u>60,962</u> | <u>9,950</u> | <u>54,388</u> |
| Fire Protection, Rye Patch | | | | | |
| Salaries and wages | 3,500 | 3,500 | 1,050 | 2,450 | 1,440 |
| Employee benefits | 19,460 | 19,460 | 9,941 | 9,519 | 5,506 |
| Services and supplies | 25,460 | 25,460 | 15,950 | 9,510 | 17,710 |
| Capital outlay | 4,000 | 4,000 | 3,890 | 110 | 5,115 |
| | <u>52,420</u> | <u>52,420</u> | <u>30,831</u> | <u>21,589</u> | <u>29,771</u> |
| Total fire activity | <u>288,844</u> | <u>288,844</u> | <u>204,660</u> | <u>84,184</u> | <u>203,812</u> |
| Protective Services Activity | | | | | |
| Juvenile Probation | | | | | |
| Employee benefits | 200 | 200 | 134 | 66 | 106 |
| Services and supplies | 31,732 | 31,732 | 18,748 | 12,984 | 535,171 |
| Capital outlay (from administrative assessments) | - | 8,357 | 8,357 | - | 514 |
| Total protective services activity | <u>31,932</u> | <u>40,289</u> | <u>27,239</u> | <u>13,050</u> | <u>535,791</u> |
| Total public safety | <u>320,776</u> | <u>329,133</u> | <u>231,899</u> | <u>97,234</u> | <u>739,603</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Fund (Budgetary Basis)
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)
(Continued)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--|--------------------|------------------|----------------|-----------------------------|------------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Judicial | | | | | |
| District Attorney | | | | | |
| Salaries and wages | \$ 432,239 | \$ 432,239 | \$ 417,978 | \$ 14,261 | \$ 411,514 |
| Employee benefits | 194,235 | 194,235 | 151,621 | 42,614 | 144,851 |
| Services and supplies | 22,700 | 22,700 | 20,511 | 2,189 | 10,506 |
| Capital outlay | - | - | - | - | 3,915 |
| | <u>649,174</u> | <u>649,174</u> | <u>590,110</u> | <u>59,064</u> | <u>570,786</u> |
| District Court | | | | | |
| Salaries and wages | - | - | - | - | 84,039 |
| Employee benefits | - | - | - | - | 34,003 |
| Services and supplies | - | - | - | - | 232,903 |
| Capital outlay | - | - | - | - | 8,080 |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>359,025</u> |
| Justice Court | | | | | |
| Salaries and wages | 134,283 | 144,283 | 144,765 | (482) | 128,870 |
| Employee benefits | 63,867 | 63,867 | 61,571 | 2,296 | 53,684 |
| Services and supplies | 14,500 | 14,500 | 9,273 | 5,227 | 9,803 |
| | <u>212,650</u> | <u>222,650</u> | <u>215,609</u> | <u>7,041</u> | <u>192,357</u> |
| Other Legal Expense | | | | | |
| Employee benefits | - | - | - | - | 118 |
| Services and supplies | - | - | - | - | 155,561 |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>155,679</u> |
| Check Restitution and Traffic Safety Program | | | | | |
| Services and supplies | 2,400 | 2,400 | 1,894 | 506 | 553 |
| | <u>2,400</u> | <u>2,400</u> | <u>1,894</u> | <u>506</u> | <u>553</u> |
| Public Defender | | | | | |
| Salaries and wages | 133,105 | 133,105 | 135,293 | (2,188) | 126,716 |
| Employee benefits | 42,220 | 42,220 | 40,074 | 2,146 | 35,558 |
| Services and supplies | 26,315 | 26,315 | 12,684 | 13,631 | 7,266 |
| Capital outlay | - | - | - | - | 1,759 |
| | <u>201,640</u> | <u>201,640</u> | <u>188,051</u> | <u>13,589</u> | <u>171,299</u> |
| Total judicial | <u>1,065,864</u> | <u>1,075,864</u> | <u>995,664</u> | <u>80,200</u> | <u>1,449,699</u> |
| Health | | | | | |
| Health Department | | | | | |
| Salaries and wages | 17,843 | 17,843 | 15,679 | 2,164 | 17,373 |
| Employee benefits | 10,408 | 10,408 | 6,999 | 3,409 | 9,766 |
| Services and supplies | 96,256 | 96,256 | 79,598 | 16,658 | 66,251 |
| | <u>124,507</u> | <u>124,507</u> | <u>102,276</u> | <u>22,231</u> | <u>93,390</u> |
| Women Infants and Children | | | | | |
| Salaries and wages | - | 168,000 | 167,973 | 27 | 155,966 |
| Employee benefits | - | 73,500 | 72,944 | 556 | 66,281 |
| Services and supplies | - | 158,051 | 158,634 | (583) | 65,964 |
| | <u>-</u> | <u>399,551</u> | <u>399,551</u> | <u>-</u> | <u>288,211</u> |
| Total health | <u>124,507</u> | <u>524,058</u> | <u>501,827</u> | <u>22,231</u> | <u>381,601</u> |
| Culture and Recreation | | | | | |
| Community Center | | | | | |
| Salaries and wages | 21,362 | 21,362 | 21,879 | (517) | 20,814 |
| Employee benefits | 8,118 | 8,118 | 7,782 | 336 | 7,045 |
| Services and supplies | 20,750 | 20,750 | 18,677 | 2,073 | 16,304 |
| | <u>50,230</u> | <u>50,230</u> | <u>48,338</u> | <u>1,892</u> | <u>44,163</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Fund (Budgetary Basis)
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)
(Continued)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--|--------------------|--------------------|---------------------|-----------------------------|---------------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Museum | | | | | |
| Salaries and wages | \$ 5,425 | \$ 5,425 | \$ 5,365 | \$ 60 | \$ 1,351 |
| Employee benefits | 689 | 689 | 591 | 98 | 154 |
| Services and supplies | 6,700 | 6,700 | 5,314 | 1,386 | 6,602 |
| | <u>12,814</u> | <u>12,814</u> | <u>11,270</u> | <u>1,544</u> | <u>8,107</u> |
| Total culture and recreation | <u>63,044</u> | <u>63,044</u> | <u>59,608</u> | <u>3,436</u> | <u>52,270</u> |
| Community Support | | | | | |
| Airport | | | | | |
| Services and supplies | <u>552,730</u> | <u>552,730</u> | <u>467,472</u> | <u>85,258</u> | <u>103,058</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>13,000</u> |
| Pershing County Economic Development | | | | | |
| Salaries and wages | 24,502 | 24,502 | 24,047 | 455 | 14,037 |
| Employee benefits | 8,761 | 8,761 | 8,931 | (170) | 5,364 |
| Services and supplies | 7,600 | 7,600 | 1,946 | 5,654 | 2,242 |
| | <u>40,863</u> | <u>40,863</u> | <u>34,924</u> | <u>5,939</u> | <u>21,643</u> |
| Total intergovernmental | <u>182,805</u> | <u>182,805</u> | <u>174,866</u> | <u>7,939</u> | <u>162,585</u> |
| Total expenditures | <u>4,956,728</u> | <u>5,698,190</u> | <u>4,993,930</u> | <u>704,260</u> | <u>5,296,114</u> |
| Excess (Deficiency) of Revenues Under Expenditures | <u>993,867</u> | <u>928,867</u> | <u>2,395,627</u> | <u>1,466,760</u> | <u>742,334</u> |
| Other Financing Sources (Uses) | | | | | |
| Contingency | (100,000) | (35,000) | - | 35,000 | - |
| Transfers from other funds | | | | | |
| Ad Valorem Capital Projects Fund | 2,000 | 2,000 | 2,000 | - | 17,778 |
| In Lieu of Taxes Fund | 1,770,000 | 1,770,000 | 900,000 | (870,000) | 1,100,000 |
| Transfers to other funds: | | | | | |
| 11th Judicial District Court Fund | (1,047,047) | (1,019,047) | (840,016) | 179,031 | - |
| Law Library Fund | - | (28,000) | (28,000) | - | - |
| Law Enforcement Fund | (1,960,500) | (1,960,500) | (1,960,500) | - | (1,747,500) |
| Total other financing sources (uses) | <u>(1,335,547)</u> | <u>(1,270,547)</u> | <u>(1,926,516)</u> | <u>(655,969)</u> | <u>(629,722)</u> |
| Net Change in Fund Balances | <u>(341,680)</u> | <u>(341,680)</u> | <u>469,111</u> | <u>810,791</u> | <u>112,612</u> |
| Fund Balances, Beginning of Year, as Previously Reported | 739,228 | 739,228 | 1,812,949 | 1,073,721 | 1,028,273 |
| Prior Period Adjustment | - | - | - | - | 672,064 |
| Fund Balances, Beginning of Year, as Restated | <u>739,228</u> | <u>739,228</u> | <u>1,812,949</u> | <u>1,073,721</u> | <u>1,700,337</u> |
| Fund Balances, End of Year | <u>\$ 397,548</u> | <u>\$ 397,548</u> | <u>\$ 2,282,060</u> | <u>\$ 1,884,512</u> | <u>\$ 1,812,949</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Road Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--|--------------------|------------------|-------------------|-----------------------------|-------------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Intergovernmental | | | | | |
| State shared revenues | | | | | |
| County option motor vehicle tax, 1.00¢ | \$ 27,000 | \$ 27,000 | \$ 26,835 | \$ (165) | \$ 27,458 |
| Motor vehicle fuel tax, 1.25¢ | 355,000 | 355,000 | 355,030 | 30 | 355,030 |
| Motor vehicle fuel tax, 1.75¢ | 60,000 | 60,000 | 59,644 | (356) | 60,242 |
| Motor vehicle fuel tax, 2.35¢ | 595,000 | 595,000 | 597,480 | 2,480 | 596,392 |
| | <u>1,037,000</u> | <u>1,037,000</u> | <u>1,038,989</u> | <u>1,989</u> | <u>1,039,122</u> |
| Miscellaneous | | | | | |
| Refunds and reimbursements | 95,000 | 95,000 | 80,530 | (14,470) | 89,236 |
| Recycling revenue | - | - | 225 | 225 | 1,332 |
| Other | - | - | 15,000 | 15,000 | 5,173 |
| | <u>95,000</u> | <u>95,000</u> | <u>95,755</u> | <u>755</u> | <u>95,741</u> |
| Total revenues | <u>1,132,000</u> | <u>1,132,000</u> | <u>1,134,744</u> | <u>2,744</u> | <u>1,134,863</u> |
| Expenditures | | | | | |
| Public Works | | | | | |
| Highways and streets | | | | | |
| Salaries and wages | 633,795 | 633,795 | 605,324 | 28,471 | 597,627 |
| Employee benefits | 245,494 | 245,494 | 239,807 | 5,687 | 214,824 |
| Services and supplies | 470,000 | 470,000 | 308,964 | 161,036 | 357,026 |
| Capital outlay | - | - | 28,975 | (28,975) | 30,579 |
| Total expenditures | <u>1,349,289</u> | <u>1,349,289</u> | <u>1,183,070</u> | <u>166,219</u> | <u>1,200,056</u> |
| Net Change in Fund Balances | <u>(217,289)</u> | <u>(217,289)</u> | <u>(48,326)</u> | <u>168,963</u> | <u>(65,193)</u> |
| Fund Balances, Beginning of Year as Previously Reported | 277,498 | 277,498 | 533,715 | 256,217 | 456,835 |
| Prior Period Adjustment | - | - | - | - | 142,073 |
| Fund Balances, Beginning of Year as Restated | <u>277,498</u> | <u>277,498</u> | <u>533,715</u> | <u>256,217</u> | <u>598,908</u> |
| Fund Balances, End of Year | <u>\$ 60,209</u> | <u>\$ 60,209</u> | <u>\$ 485,389</u> | <u>\$ 425,180</u> | <u>\$ 533,715</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
11th Judicial District Court Fund
Year Ended June 30, 2016

| | 2016 Budget Amount | | 2016 | |
|-------------------------------------|--------------------|------------------|------------------|--------------------------|
| | Original | Final | Actual | Variance to Final Budget |
| Revenues | | | | |
| Intergovernmental | | | | |
| State grants | | | | |
| Administrative Office of the Courts | \$ - | \$ 6,500 | \$ 6,500 | \$ - |
| Nevada State Juvenile Justice | 69,714 | 69,714 | 26,187 | (43,527) |
| State shared revenues | | | | |
| District Court administrative fees | - | - | 175 | 175 |
| Other government shared revenues | | | | |
| Lander County contribution | 746,511 | 746,511 | 629,279 | (117,232) |
| Mineral County contribution | 302,131 | 302,131 | 286,083 | (16,048) |
| Other County contributions | - | - | 62,714 | 62,714 |
| | <u>1,118,356</u> | <u>1,124,856</u> | <u>1,010,938</u> | <u>(113,918)</u> |
| Charges for Services | | | | |
| Judicial | | | | |
| Clerk fees | 6,000 | 6,000 | 4,077 | (1,923) |
| District Court filing fees | 4,300 | 4,300 | 3,955 | (345) |
| District Court capital fees | - | 14,463 | 6,980 | (7,483) |
| District Court technology fees | - | - | 216 | 216 |
| District Court security fees | - | - | 1,380 | 1,380 |
| DNA testing revenue | 3,500 | 3,500 | 2,281 | (1,219) |
| | <u>13,800</u> | <u>28,263</u> | <u>18,889</u> | <u>(9,374)</u> |
| Fines and Forfeits | | | | |
| Bails and fines | <u>2,400</u> | <u>2,400</u> | <u>4,245</u> | <u>1,845</u> |
| Miscellaneous | | | | |
| Restitution | <u>-</u> | <u>-</u> | <u>20</u> | <u>20</u> |
| Total revenues | <u>1,134,556</u> | <u>1,155,519</u> | <u>1,034,092</u> | <u>(121,427)</u> |
| Expenditures | | | | |
| Judicial | | | | |
| Administration | | | | |
| Salaries and wages | 275,364 | 275,364 | 264,157 | 11,207 |
| Employee benefits | 115,720 | 115,720 | 102,800 | 12,920 |
| Services and supplies | 15,000 | 21,500 | 22,054 | (554) |
| | <u>406,084</u> | <u>412,584</u> | <u>389,011</u> | <u>23,573</u> |
| Juvenile Probation | | | | |
| Salaries and wages | 549,316 | 549,316 | 485,599 | 63,717 |
| Employee benefits | 352,720 | 352,720 | 289,647 | 63,073 |
| Services and supplies | 549,404 | 549,404 | 164,028 | 385,376 |
| Capital outlay | - | - | 8,414 | (8,414) |
| | <u>1,451,440</u> | <u>1,451,440</u> | <u>947,688</u> | <u>503,752</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
11th Judicial District Court Fund
Year Ended June 30, 2016

| | 2016 Budget Amount | | 2016 | |
|--|--------------------|------------------|-------------------|-----------------------------|
| | Original | Final | Actual | Variance to Final Budget |
| Other Legal Expense | | | | |
| Employee benefits | \$ 45 | \$ 45 | \$ - | \$ 45 |
| Services and supplies | 156,290 | 156,290 | 116,786 | 39,504 |
| | <u>156,335</u> | <u>156,335</u> | <u>116,786</u> | <u>39,549</u> |
| District Court | | | | |
| Salaries and wages | 83,076 | 85,041 | 92,752 | (7,711) |
| Employee benefits | 37,135 | 37,356 | 41,134 | (3,778) |
| Services and supplies | 23,990 | 23,990 | 20,614 | 3,376 |
| Capital outlay | - | 12,277 | 12,277 | - |
| | <u>144,201</u> | <u>158,664</u> | <u>166,777</u> | <u>(8,113)</u> |
| Total expenditures | <u>2,158,060</u> | <u>2,179,023</u> | <u>1,620,262</u> | <u>558,761</u> |
| Excess (Deficiency) of Revenues over Expenditures | (1,023,504) | (1,023,504) | (586,170) | 437,334 |
| Other Financing Sources (Uses) | | | | |
| Transfers from other funds | | | | |
| General Fund | <u>1,047,047</u> | <u>1,047,047</u> | <u>840,016</u> | <u>(207,031)</u> |
| Net Change in Fund Balances | 23,543 | 23,543 | 253,846 | 230,303 |
| Fund Balances, Beginning of Year | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| Fund Balances, End of Year | <u>\$ 23,543</u> | <u>\$ 23,543</u> | <u>\$ 253,846</u> | <u>\$ 230,303</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, 2016**

| | General Fund (Budgetary Basis) | Internally Reported Funds | Eliminations | General Fund (GAAP Basis) |
|--|--------------------------------------|---------------------------------|--------------|---------------------------------|
| Revenues | | | | |
| Taxes | \$ 2,586,988 | \$ - | \$ - | \$ 2,586,988 |
| Licenses and permits | 74,307 | - | - | 74,307 |
| Intergovernmental | 3,442,005 | 1,235,508 | - | 4,677,513 |
| Charges for services | 406,409 | 19,403 | - | 425,812 |
| Fines and forfeits | 333,982 | - | - | 333,982 |
| Miscellaneous | 545,866 | 944 | - | 546,810 |
| Total revenues | 7,389,557 | 1,255,855 | - | 8,645,412 |
| Expenditures | | | | |
| General government | 2,562,594 | - | - | 2,562,594 |
| Public safety | 231,899 | 1,993,437 | - | 2,225,336 |
| Judicial | 995,664 | 22,552 | - | 1,018,216 |
| Health | 501,827 | 14,323 | - | 516,150 |
| Culture and recreation | 59,608 | - | - | 59,608 |
| Community support | 467,472 | - | - | 467,472 |
| Intergovernmental | 174,866 | - | - | 174,866 |
| Total expenditures | 4,993,930 | 2,030,312 | - | 7,024,242 |
| Excess (Deficiency) of Revenues over Expenditures | 2,395,627 | (774,457) | - | 1,621,170 |
| Other Financing Sources (Uses) | | | | |
| Transfers from other funds | 902,000 | 2,054,984 | (2,898,500) | 58,484 |
| Transfers to other funds | (2,828,516) | (1,123,000) | 2,898,500 | (1,053,016) |
| Total other financing sources (uses) | (1,926,516) | 931,984 | - | (994,532) |
| Net Change in Fund Balances | 469,111 | 157,527 | - | 626,638 |
| Fund Balances, Beginning of Year | 1,812,949 | 1,317,688 | - | 3,130,637 |
| Fund Balances, End of Year | \$ 2,282,060 | \$ 1,475,215 | \$ - | \$ 3,757,275 |

Pershing County
Schedule of Funding Progress – Other Post-Employment Benefits
Year Ended June 30, 2016

Pershing County Retiree Health Benefit Program

| Actuarial Valuation Date | (a) Actuarial Value of Assets | (b) Actuarial Accrued Liability (AAL) | (a/b) Funded Ratio | (b-a) Unfunded Actuarial Accrued Liability (UAAL) | (c) Covered Payroll | (b - a) / (c) 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)

| Actuarial Valuation Date | (a) Actuarial Value of Assets | (b) Actuarial Accrued Liability (AAL) | (a/b) Funded Ratio | (b-a) Unfunded Actuarial Accrued Liability (UAAL) | (c) Covered Payroll | (b - a) / (c) 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

| | 2014 | 2015 |
|---|--------------|--------------|
| County's proportion of the net pension liability | 0.07099% | 0.06997% |
| County's proportionate share of the net pension liability | \$ 7,397,702 | \$ 8,018,310 |
| County's covered-employee payroll | \$ 3,551,814 | \$ 3,571,931 |
| County's proportionate share of the net pension liability as a percentage of its covered-employee payroll | 208.28% | 224.48% |
| Plan fiduciary net position as a percentage of the total pension liability | 76.31% | 75.13% |

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

| | 2015 | 2016 |
|--|--------------|--------------|
| Statutorily required contribution | \$ 945,121 | \$ 1,251,147 |
| Contributions in relation to the statutorily required contribution | (945,121) | (1,251,147) |
| Contribution deficiency (excess) | \$ - | \$ - |
| County's covered-employee payroll | \$ 3,571,931 | \$ 4,316,384 |
| Contributions as a percentage of covered-employee payroll | 26.46% | 28.99% |

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, 2016

| | General Fund (Budgetary Basis) | Internally Reported Funds | Eliminations | General Fund (GAAP Basis) |
|---|--------------------------------------|---------------------------------|--------------|---------------------------------|
| Assets | | | | |
| Cash on deposit and invested | \$ 2,117,715 | \$ 1,569,733 | \$ - | \$ 3,687,448 |
| Interest receivable | 28,622 | - | - | 28,622 |
| Accounts receivable | 80,075 | 1,139 | - | 81,214 |
| Taxes receivable | 68,446 | - | - | 68,446 |
| Due from other funds | 537 | - | - | 537 |
| Due from other governments | 585,961 | 18,961 | - | 604,922 |
| Inventory | 19,844 | - | - | 19,844 |
| Prepaid items | 34,387 | 18,503 | - | 52,890 |
| | <u>\$ 2,935,587</u> | <u>\$ 1,608,336</u> | <u>\$ -</u> | <u>\$ 4,543,923</u> |
| Liabilities | | | | |
| Accounts payable | \$ 326,980 | \$ 60,265 | \$ - | \$ 387,245 |
| Accrued payroll | 164,931 | 72,856 | - | 237,787 |
| Unearned revenue | 77,375 | - | - | 77,375 |
| Refundable deposits | 15,795 | - | - | 15,795 |
| | <u>585,081</u> | <u>133,121</u> | <u>-</u> | <u>718,202</u> |
| Deferred Inflow of Resources | | | | |
| Unavailable revenue, delinquent property taxes | 68,446 | - | - | 68,446 |
| Fund Balances | | | | |
| Nonspendable | 54,231 | 18,503 | - | 72,734 |
| Restricted | 680,850 | - | - | 680,850 |
| Assigned | 493,724 | 302,566 | - | 796,290 |
| Unassigned | 1,053,255 | 1,154,146 | - | 2,207,401 |
| | <u>2,282,060</u> | <u>1,475,215</u> | <u>-</u> | <u>3,757,275</u> |
| Total liabilities, deferred inflow of resources, and fund balances | <u>\$ 2,935,587</u> | <u>\$ 1,608,336</u> | <u>\$ -</u> | <u>\$ 4,543,923</u> |

Pershing County
Combining Balance Sheet – Nonmajor Governmental Funds
June 30, 2016

| | Special Revenue Funds | Capital Projects Funds | Total |
|--|-----------------------------|------------------------------|---------------------|
| Assets | | | |
| Cash on deposit and invested | \$ 2,238,491 | \$ 1,218,161 | \$ 3,456,652 |
| Accounts receivable | 29,607 | 375 | 29,982 |
| Room taxes receivable | 15,543 | - | 15,543 |
| Taxes receivable | 22,943 | 3,511 | 26,454 |
| Assessments receivable | 2,382 | - | 2,382 |
| Due from other governments | 82,698 | 34,265 | 116,963 |
| Prepaid items | 8,157 | - | 8,157 |
| | <u>\$ 2,399,821</u> | <u>\$ 1,256,312</u> | <u>\$ 3,656,133</u> |
| Liabilities | | | |
| Accounts payable | \$ 154,825 | \$ 143,960 | \$ 298,785 |
| Accrued payroll | 29,504 | - | 29,504 |
| Unearned revenue | 2,235 | - | 2,235 |
| Due to other governments | 19,488 | 1,411 | 20,899 |
| | <u>206,052</u> | <u>145,371</u> | <u>351,423</u> |
| Deferred Inflows of Resources | | | |
| Unavailable revenue, other revenue | 2,382 | - | 2,382 |
| Unavailable revenue, delinquent property taxes | 22,943 | 3,511 | 26,454 |
| | <u>25,325</u> | <u>3,511</u> | <u>28,836</u> |
| Fund Balances | | | |
| Nonspendable | 8,157 | - | 8,157 |
| Restricted | 1,671,153 | 1,107,430 | 2,778,583 |
| Committed | 378,292 | - | 378,292 |
| Assigned | 110,842 | - | 110,842 |
| | <u>2,168,444</u> | <u>1,107,430</u> | <u>3,275,874</u> |
| Total liabilities, deferred inflows of resources, and fund balances | <u>\$ 2,399,821</u> | <u>\$ 1,256,312</u> | <u>\$ 3,656,133</u> |

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Pershing County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –
Nonmajor Governmental Funds
Year Ended June 30, 2016

| | Special Revenue Funds | Capital Projects Funds | Total |
|--|-----------------------------|------------------------------|---------------------|
| Revenues | | | |
| Taxes | \$ 886,307 | \$ 132,658 | \$ 1,018,965 |
| Intergovernmental | 550,639 | 221,212 | 771,851 |
| Charges for services | 19,787 | - | 19,787 |
| Fines and forfeits | 71,159 | - | 71,159 |
| Miscellaneous | 135,956 | 697 | 136,653 |
| Total revenues | <u>1,663,848</u> | <u>354,567</u> | <u>2,018,415</u> |
| Expenditures | | | |
| Current | | | |
| General government | 82,059 | 7,630 | 89,689 |
| Public safety | 22,179 | - | 22,179 |
| Judicial | 54,477 | - | 54,477 |
| Public works | 361,512 | - | 361,512 |
| Welfare | 296,350 | - | 296,350 |
| Culture and recreation | 485,385 | - | 485,385 |
| Community support | 293,246 | - | 293,246 |
| Capital outlay | - | 1,181,524 | 1,181,524 |
| Total expenditures | <u>1,595,208</u> | <u>1,189,154</u> | <u>2,784,362</u> |
| Excess (Deficiency) of Revenues over Expenditures | <u>68,640</u> | <u>(834,587)</u> | <u>(765,947)</u> |
| Other Financing Sources (Uses) | | | |
| Transfers from other funds | 213,000 | - | 213,000 |
| Transfers to other funds | - | (58,484) | (58,484) |
| Note payable financing | - | 755,967 | 755,967 |
| Total other financing sources (uses) | <u>213,000</u> | <u>697,483</u> | <u>910,483</u> |
| Net Change in Fund Balances | 281,640 | (137,104) | 144,536 |
| Fund Balances, Beginning of Year | <u>1,886,804</u> | <u>1,244,534</u> | <u>3,131,338</u> |
| Fund Balances, End of Year | <u>\$ 2,168,444</u> | <u>\$ 1,107,430</u> | <u>\$ 3,275,874</u> |

| | General Indigent Fund | Medical Indigent Fund | Medical Indigent 2 Fund |
|--|-----------------------------|-----------------------------|-------------------------------|
| Assets | | | |
| Cash on deposit and invested | \$ 23,338 | \$ 150,360 | \$ 103,847 |
| Accounts receivable | 45 | 1,388 | 451 |
| Room taxes receivable | - | - | - |
| Taxes receivable | 416 | 4,594 | 4,208 |
| Assessments receivable | - | - | - |
| Due from other governments | - | - | - |
| Prepaid items | - | - | - |
| Total assets | \$ 23,799 | \$ 156,342 | \$ 108,506 |
| Liabilities | | | |
| Accounts payable | \$ 2,865 | \$ 18,203 | \$ 12,197 |
| Accrued payroll | - | - | - |
| Unearned revenue | - | - | - |
| Due to other governments | - | 13,744 | 4,842 |
| Total liabilities | 2,865 | 31,947 | 17,039 |
| Deferred Inflows of Resources | | | |
| Unavailable revenue, other revenue | - | - | - |
| Unavailable revenue, delinquent property taxes | 416 | 4,594 | 4,208 |
| Total deferred inflows of resources | 416 | 4,594 | 4,208 |
| Fund Balances | | | |
| Nonspendable | - | - | - |
| Restricted | 20,518 | 119,801 | 87,259 |
| Committed | - | - | - |
| Assigned | - | - | - |
| Total fund balances | 20,518 | 119,801 | 87,259 |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 23,799 | \$ 156,342 | \$ 108,506 |

Pershing County
Combining Balance Sheet – Nonmajor Special Revenue Funds
June 30, 2016

| Library Fund | Agricultural Extension Fund | Senior Citizens Fund | J.P. Admin Fee Fund | Regional Street and Highway Fund | 911 Surcharge Fee Fund |
|-------------------|-----------------------------------|----------------------------|---------------------------|--|------------------------------|
| \$ 144,215 | \$ 103,985 | \$ 122,488 | \$ 117,538 | \$ 822,163 | \$ 8,702 |
| 1,652 | 279 | 170 | 8,403 | 6,084 | 1,414 |
| - | - | - | - | - | - |
| 9,550 | 2,594 | - | - | - | - |
| - | - | - | - | - | - |
| 11,502 | - | 4,434 | - | 66,646 | - |
| 3,200 | 1,008 | 3,949 | - | - | - |
| <u>\$ 170,119</u> | <u>\$ 107,866</u> | <u>\$ 131,041</u> | <u>\$ 125,941</u> | <u>\$ 894,893</u> | <u>\$ 10,116</u> |
| \$ 7,466 | \$ 7,228 | \$ 6,932 | \$ - | \$ 75,899 | \$ 3,524 |
| 9,616 | 2,641 | 9,318 | - | - | - |
| 250 | 1,985 | - | - | - | - |
| - | - | - | - | - | - |
| <u>17,332</u> | <u>11,854</u> | <u>16,250</u> | <u>-</u> | <u>75,899</u> | <u>3,524</u> |
| - | - | - | - | - | - |
| <u>9,550</u> | <u>2,594</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| <u>9,550</u> | <u>2,594</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| 3,200 | 1,008 | 3,949 | - | - | - |
| - | 92,410 | - | 125,941 | 818,994 | 6,592 |
| 140,037 | - | - | - | - | - |
| - | - | 110,842 | - | - | - |
| <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>\$ 170,119</u> | <u>\$ 107,866</u> | <u>\$ 131,041</u> | <u>\$ 125,941</u> | <u>\$ 894,893</u> | <u>\$ 10,116</u> |

| | Forensic Services Fund | Town of Imlay Operating Fund | Drug Court Fund |
|--|------------------------------|------------------------------------|-----------------------|
| Assets | | | |
| Cash on deposit and invested | \$ 752 | \$ 5,043 | \$ 94,745 |
| Accounts receivable | 840 | 14 | - |
| Room taxes receivable | - | - | - |
| Taxes receivable | - | 180 | - |
| Assessments receivable | - | - | - |
| Due from other governments | - | - | - |
| Prepaid items | - | - | - |
| Total assets | \$ 1,592 | \$ 5,237 | \$ 94,745 |
| Liabilities | | | |
| Accounts payable | \$ - | \$ 275 | \$ 1,097 |
| Accrued payroll | - | - | - |
| Unearned revenue | - | - | - |
| Due to other governments | - | - | - |
| Total liabilities | - | 275 | 1,097 |
| Deferred Inflows of Resources | | | |
| Unavailable revenue, other revenue | - | - | - |
| Unavailable revenue, delinquent property taxes | - | 180 | - |
| Total deferred inflows of resources | - | 180 | - |
| Fund Balances | | | |
| Nonspendable | - | - | - |
| Restricted | 1,592 | 4,782 | 93,648 |
| Committed | - | - | - |
| Assigned | - | - | - |
| Total fund balances | 1,592 | 4,782 | 93,648 |
| Total liabilities, deferred inflows of resources, and fund balances | \$ 1,592 | \$ 5,237 | \$ 94,745 |

Pershing County
Combining Balance Sheet – Nonmajor Special Revenue Funds
June 30, 2016
(Continued)

| Television District Fund | Recreation Fund | Gift Fund | Criminal Asset Forfeiture Fund | Total |
|--------------------------------|--------------------|------------------|--------------------------------------|---------------------|
| \$ 170,017 | \$ 239,091 | \$ 98,243 | \$ 33,964 | \$ 2,238,491 |
| 325 | 8,542 | - | - | 29,607 |
| - | 15,543 | - | - | 15,543 |
| - | 1,401 | - | - | 22,943 |
| 2,382 | - | - | - | 2,382 |
| - | 116 | - | - | 82,698 |
| - | - | - | - | 8,157 |
| <u>\$ 172,724</u> | <u>\$ 264,693</u> | <u>\$ 98,243</u> | <u>\$ 33,964</u> | <u>\$ 2,399,821</u> |
| \$ 1,913 | \$ 16,206 | \$ 1,020 | \$ - | \$ 154,825 |
| - | 7,929 | - | - | 29,504 |
| - | - | - | - | 2,235 |
| - | 902 | - | - | 19,488 |
| <u>1,913</u> | <u>25,037</u> | <u>1,020</u> | <u>-</u> | <u>206,052</u> |
| 2,382 | - | - | - | 2,382 |
| - | 1,401 | - | - | 22,943 |
| <u>2,382</u> | <u>1,401</u> | <u>-</u> | <u>-</u> | <u>25,325</u> |
| - | - | - | - | 8,157 |
| 168,429 | - | 97,223 | 33,964 | 1,671,153 |
| - | 238,255 | - | - | 378,292 |
| - | - | - | - | 110,842 |
| <u>168,429</u> | <u>238,255</u> | <u>97,223</u> | <u>33,964</u> | <u>2,168,444</u> |
| <u>\$ 172,724</u> | <u>\$ 264,693</u> | <u>\$ 98,243</u> | <u>\$ 33,964</u> | <u>\$ 2,399,821</u> |

| | General Indigent Fund | Medical Indigent Fund | Medical Indigent 2 Fund |
|--|-----------------------------|-----------------------------|-------------------------------|
| Revenues | | | |
| Taxes | \$ 12,920 | \$ 173,717 | \$ 159,036 |
| Intergovernmental | - | - | - |
| Charges for services | - | - | - |
| Fines and forfeits | - | - | - |
| Miscellaneous | - | - | 345 |
| Total revenues | <u>12,920</u> | <u>173,717</u> | <u>159,381</u> |
| Expenditures | | | |
| Current | | | |
| General government | - | - | - |
| Public safety | - | - | - |
| Judicial | - | - | - |
| Public works | - | - | - |
| Welfare | 9,480 | 138,687 | 148,183 |
| Culture and recreation | - | - | - |
| Community support | - | - | - |
| Total expenditures | <u>9,480</u> | <u>138,687</u> | <u>148,183</u> |
| Excess (Deficiency) of Revenues over Expenditures | 3,440 | 35,030 | 11,198 |
| Other Financing Sources (Uses) | | | |
| Transfers from other funds | - | - | - |
| Net Change in Fund Balances | 3,440 | 35,030 | 11,198 |
| Fund Balances, Beginning of Year | <u>17,078</u> | <u>84,771</u> | <u>76,061</u> |
| Fund Balances, End of Year | <u>\$ 20,518</u> | <u>\$ 119,801</u> | <u>\$ 87,259</u> |

Pershing County
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances –
 Nonmajor Special Revenue Funds
 Year Ended June 30, 2016

| Library Fund | Agricultural Extension Fund | Senior Citizens Fund | J.P. Admin Fee Fund | Regional Street and Highway Fund | 911 Surcharge Fee Fund |
|-------------------|-----------------------------------|----------------------------|---------------------------|--|------------------------------|
| \$ 293,466 | \$ 79,880 | \$ - | \$ - | \$ - | \$ - |
| 19,736 | - | 102,722 | - | 338,807 | - |
| - | - | - | - | - | - |
| 2,066 | - | - | 58,374 | - | - |
| 794 | - | 29,064 | - | - | 13,764 |
| <u>316,062</u> | <u>79,880</u> | <u>131,786</u> | <u>58,374</u> | <u>338,807</u> | <u>13,764</u> |
| - | 75,363 | - | - | - | - |
| - | - | - | - | - | 21,959 |
| - | - | - | 5,125 | - | - |
| - | - | - | - | 361,512 | - |
| - | - | - | - | - | - |
| 274,048 | - | - | - | - | - |
| - | - | 286,439 | - | - | - |
| <u>274,048</u> | <u>75,363</u> | <u>286,439</u> | <u>5,125</u> | <u>361,512</u> | <u>21,959</u> |
| 42,014 | 4,517 | (154,653) | 53,249 | (22,705) | (8,195) |
| <u>15,000</u> | <u>-</u> | <u>198,000</u> | <u>-</u> | <u>-</u> | <u>-</u> |
| 57,014 | 4,517 | 43,347 | 53,249 | (22,705) | (8,195) |
| <u>86,223</u> | <u>88,901</u> | <u>71,444</u> | <u>72,692</u> | <u>841,699</u> | <u>14,787</u> |
| <u>\$ 143,237</u> | <u>\$ 93,418</u> | <u>\$ 114,791</u> | <u>\$ 125,941</u> | <u>\$ 818,994</u> | <u>\$ 6,592</u> |

| | Forensic Services Fund | Town of Imlay Operating Fund | Drug Court Fund |
|--|------------------------------|------------------------------------|-----------------------|
| Revenues | | | |
| Taxes | \$ - | \$ 3,328 | \$ - |
| Intergovernmental | - | - | 44,511 |
| Charges for services | - | - | - |
| Fines and forfeits | 2,653 | - | 8,066 |
| Miscellaneous | - | - | - |
| Total revenues | <u>2,653</u> | <u>3,328</u> | <u>52,577</u> |
| Expenditures | | | |
| Current | | | |
| General government | 2,000 | 4,696 | - |
| Public safety | - | - | - |
| Judicial | - | - | 49,352 |
| Public works | - | - | - |
| Welfare | - | - | - |
| Culture and recreation | - | - | - |
| Community support | - | - | - |
| Total expenditures | <u>2,000</u> | <u>4,696</u> | <u>49,352</u> |
| Excess (Deficiency) of Revenues over Expenditures | 653 | (1,368) | 3,225 |
| Other Financing Sources (Uses) | | | |
| Transfers from other funds | - | - | - |
| Net Change in Fund Balances | 653 | (1,368) | 3,225 |
| Fund Balances, Beginning of Year | <u>939</u> | <u>6,150</u> | <u>90,423</u> |
| Fund Balances, End of Year | <u>\$ 1,592</u> | <u>\$ 4,782</u> | <u>\$ 93,648</u> |

Pershing County
Combining Statement of Revenues, Expenditures and Changes in Fund Balances –
Nonmajor Special Revenue Funds
Year Ended June 30, 2016
(Continued)

| Television District Fund | Recreation Fund | Gift Fund | Criminal Asset Forfeiture Fund | Total |
|--------------------------------|--------------------|------------------|--------------------------------------|---------------------|
| \$ - | \$ 163,960 | \$ - | \$ - | \$ 886,307 |
| - | 13,500 | - | 31,363 | 550,639 |
| - | 19,787 | - | - | 19,787 |
| - | - | - | - | 71,159 |
| 30,145 | - | 61,844 | - | 135,956 |
| <u>30,145</u> | <u>197,247</u> | <u>61,844</u> | <u>31,363</u> | <u>1,663,848</u> |
| - | - | - | - | 82,059 |
| - | - | - | 220 | 22,179 |
| - | - | - | - | 54,477 |
| - | - | - | - | 361,512 |
| - | - | - | - | 296,350 |
| 56,401 | 154,192 | 744 | - | 485,385 |
| - | - | 6,807 | - | 293,246 |
| <u>56,401</u> | <u>154,192</u> | <u>7,551</u> | <u>220</u> | <u>1,595,208</u> |
| (26,256) | 43,055 | 54,293 | 31,143 | 68,640 |
| <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>213,000</u> |
| (26,256) | 43,055 | 54,293 | 31,143 | 281,640 |
| <u>194,685</u> | <u>195,200</u> | <u>42,930</u> | <u>2,821</u> | <u>1,886,804</u> |
| <u>\$ 168,429</u> | <u>\$ 238,255</u> | <u>\$ 97,223</u> | <u>\$ 33,964</u> | <u>\$ 2,168,444</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
General Indigent Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|----------------------------------|--------------------|------------------|------------------|-----------------------------|------------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Taxes | | | | | |
| Ad valorem | | | | | |
| Real property | \$ 10,178 | \$ 10,178 | \$ 9,844 | \$ (334) | \$ 9,703 |
| Personal property | 3,297 | 3,297 | 3,076 | (221) | 2,551 |
| Total revenues | <u>13,475</u> | <u>13,475</u> | <u>12,920</u> | <u>(555)</u> | <u>12,254</u> |
| Expenditures | | | | | |
| Welfare | | | | | |
| Indigent | | | | | |
| Services and supplies | <u>10,000</u> | <u>10,000</u> | <u>9,480</u> | <u>520</u> | <u>5,061</u> |
| Net Change in Fund Balances | 3,475 | 3,475 | 3,440 | (35) | 7,193 |
| Fund Balances, Beginning of Year | <u>14,764</u> | <u>14,764</u> | <u>17,078</u> | <u>2,314</u> | <u>9,885</u> |
| Fund Balances, End of Year | <u>\$ 18,239</u> | <u>\$ 18,239</u> | <u>\$ 20,518</u> | <u>\$ 2,279</u> | <u>\$ 17,078</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Medical Indigent Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|----------------------------------|--------------------|------------------|-------------------|-----------------------------|------------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Taxes | | | | | |
| Ad valorem | | | | | |
| Real property | \$ 85,668 | \$ 85,668 | \$ 83,081 | \$ (2,587) | \$ 82,056 |
| Personal property | 27,752 | 27,752 | 25,890 | (1,862) | 21,479 |
| Net proceeds of mines | - | - | 24,899 | 24,899 | (3,777) |
| Auto accident indigent | 33,689 | 33,689 | 39,847 | 6,158 | 29,633 |
| Total revenues | <u>147,109</u> | <u>147,109</u> | <u>173,717</u> | <u>26,608</u> | <u>129,391</u> |
| Expenditures | | | | | |
| Welfare | | | | | |
| Indigent medical | | | | | |
| Services and supplies | <u>164,000</u> | <u>164,000</u> | <u>138,687</u> | <u>25,313</u> | <u>148,036</u> |
| Net Change in Fund Balances | (16,891) | (16,891) | 35,030 | 51,921 | (18,645) |
| Fund Balances, Beginning of Year | <u>92,219</u> | <u>92,219</u> | <u>84,771</u> | <u>(7,448)</u> | <u>103,416</u> |
| Fund Balances, End of Year | <u>\$ 75,328</u> | <u>\$ 75,328</u> | <u>\$ 119,801</u> | <u>\$ 44,473</u> | <u>\$ 84,771</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Medical 2 Indigent Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|----------------------------------|--------------------|------------------|------------------|-----------------------------|------------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Taxes | | | | | |
| Ad valorem | | | | | |
| Real property | \$ 101,784 | \$ 101,784 | \$ 98,691 | \$ (3,093) | \$ 97,488 |
| Personal property | 32,973 | 32,973 | 30,761 | (2,212) | 25,519 |
| Net proceeds of mines | - | - | 29,584 | 29,584 | (4,488) |
| | <u>134,757</u> | <u>134,757</u> | <u>159,036</u> | <u>24,279</u> | <u>118,519</u> |
| Miscellaneous | | | | | |
| Interest earnings | <u>300</u> | <u>300</u> | <u>345</u> | <u>45</u> | <u>127</u> |
| Total revenues | <u>135,057</u> | <u>135,057</u> | <u>159,381</u> | <u>24,324</u> | <u>118,646</u> |
| Expenditures | | | | | |
| Welfare | | | | | |
| Indigent medical | | | | | |
| Services and supplies | <u>123,500</u> | <u>163,500</u> | <u>148,183</u> | <u>15,317</u> | <u>120,303</u> |
| Net Change in Fund Balances | 11,557 | (28,443) | 11,198 | 39,641 | (1,657) |
| Fund Balances, Beginning of Year | <u>15,625</u> | <u>55,625</u> | <u>76,061</u> | <u>20,436</u> | <u>77,718</u> |
| Fund Balances, End of Year | <u>\$ 27,182</u> | <u>\$ 27,182</u> | <u>\$ 87,259</u> | <u>\$ 60,077</u> | <u>\$ 76,061</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Library Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--|--------------------|------------------|-------------------|-----------------------------|------------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Taxes | | | | | |
| Ad valorem | | | | | |
| Real property | \$ 230,709 | \$ 230,709 | \$ 223,746 | \$ (6,963) | \$ 220,643 |
| Personal property | 74,739 | 74,739 | 69,720 | (5,019) | 57,838 |
| | <u>305,448</u> | <u>305,448</u> | <u>293,466</u> | <u>(11,982)</u> | <u>278,481</u> |
| Intergovernmental | | | | | |
| Federal grant | | | | | |
| Grants to States | - | 17,923 | 17,923 | - | 10,368 |
| State grant | | | | | |
| Statewide Collection Development | - | 1,813 | 1,813 | - | 1,683 |
| | <u>-</u> | <u>19,736</u> | <u>19,736</u> | <u>-</u> | <u>12,051</u> |
| Fines and Forfeits | | | | | |
| Fines | | | | | |
| Library | 1,500 | 1,500 | 2,066 | 566 | 2,321 |
| Miscellaneous | | | | | |
| Copy machine revenue | 1,000 | 1,000 | 794 | (206) | 1,232 |
| | <u>1,000</u> | <u>1,000</u> | <u>794</u> | <u>(206)</u> | <u>1,232</u> |
| Total revenues | <u>307,948</u> | <u>327,684</u> | <u>316,062</u> | <u>(11,622)</u> | <u>294,085</u> |
| Expenditures | | | | | |
| Culture and Recreation | | | | | |
| Library | | | | | |
| Salaries and wages | 166,244 | 166,244 | 135,236 | 31,008 | 166,687 |
| Employee benefits | 70,905 | 70,905 | 57,289 | 13,616 | 63,644 |
| Services and supplies | 67,133 | 86,869 | 81,523 | 5,346 | 69,770 |
| Capital outlay | 1,550 | 1,550 | - | 1,550 | 1,451 |
| | <u>1,550</u> | <u>1,550</u> | <u>-</u> | <u>1,550</u> | <u>1,451</u> |
| Total expenditures | <u>305,832</u> | <u>325,568</u> | <u>274,048</u> | <u>51,520</u> | <u>301,552</u> |
| Excess (Deficiency) of Revenues over Expenditures | 2,116 | 2,116 | 42,014 | 39,898 | (7,467) |
| Other Financing Sources (Uses) | | | | | |
| Transfers from other funds | | | | | |
| In Lieu of Taxes Fund | 15,000 | 15,000 | 15,000 | - | 20,000 |
| | <u>15,000</u> | <u>15,000</u> | <u>15,000</u> | <u>-</u> | <u>20,000</u> |
| Net Change in Fund Balances | 17,116 | 17,116 | 57,014 | 39,898 | 12,533 |
| Fund Balances, Beginning of Year | 77,510 | 77,510 | 86,223 | 8,713 | 73,690 |
| | <u>77,510</u> | <u>77,510</u> | <u>86,223</u> | <u>8,713</u> | <u>73,690</u> |
| Fund Balances, End of Year | <u>\$ 94,626</u> | <u>\$ 94,626</u> | <u>\$ 143,237</u> | <u>\$ 48,611</u> | <u>\$ 86,223</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Agricultural Extension Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|---|--------------------|-------------------|------------------|-----------------------------|------------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Taxes | | | | | |
| Ad valorem | | | | | |
| Real property | \$ 62,767 | \$ 62,767 | \$ 60,912 | \$ (1,855) | \$ 60,059 |
| Personal property | 20,333 | 20,333 | 18,968 | (1,365) | 15,736 |
| | <u>83,100</u> | <u>83,100</u> | <u>79,880</u> | <u>(3,220)</u> | <u>75,795</u> |
| Intergovernmental | | | | | |
| State grants | | | | | |
| University of Nevada, Cooperative Extension | - | - | - | - | 10,015 |
| Other government shared revenues | | | | | |
| Nevada Department of Wildlife, Heritage Fund | - | - | - | - | 300 |
| | <u>-</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>10,315</u> |
| Total revenues | <u>83,100</u> | <u>83,100</u> | <u>79,880</u> | <u>(3,220)</u> | <u>86,110</u> |
| Expenditures | | | | | |
| General Government | | | | | |
| Other | | | | | |
| Salaries and wages | 33,669 | 33,669 | 34,188 | (519) | 33,195 |
| Employee benefits | 18,930 | 18,930 | 19,229 | (299) | 17,437 |
| Services and supplies | 24,417 | 24,417 | 21,946 | 2,471 | 30,593 |
| Total expenditures | <u>77,016</u> | <u>77,016</u> | <u>75,363</u> | <u>1,653</u> | <u>81,225</u> |
| Net Change in Fund Balances | 6,084 | 6,084 | 4,517 | (1,567) | 4,885 |
| Fund Balances, Beginning of Year | <u>98,286</u> | <u>98,286</u> | <u>88,901</u> | <u>(9,385)</u> | <u>84,016</u> |
| Fund Balances, End of Year | <u>\$ 104,370</u> | <u>\$ 104,370</u> | <u>\$ 93,418</u> | <u>\$ (10,952)</u> | <u>\$ 88,901</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Senior Citizens Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--|--------------------|------------------|------------------|-----------------------------|------------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Intergovernmental | | | | | |
| Federal grants | | | | | |
| Special Programs for the Aging | | | | | |
| Senior-B | \$ 22,000 | \$ 22,000 | \$ 24,443 | \$ 2,443 | \$ 24,444 |
| Senior-CI | 31,000 | 31,000 | 20,790 | (10,210) | 14,530 |
| Senior-CII | 25,000 | 25,000 | 20,708 | (4,292) | 16,451 |
| Nutrition Services (Commodities) | - | - | - | - | 3,312 |
| Nutrition Services | 8,500 | 8,500 | 10,727 | 2,227 | 12,517 |
| State grants | | | | | |
| Nevada Division for Aging Services | - | - | 23,054 | 23,054 | 28,818 |
| Other government shared revenues | | | | | |
| City contribution | 3,000 | 3,000 | 3,000 | - | 3,000 |
| | <u>89,500</u> | <u>89,500</u> | <u>102,722</u> | <u>13,222</u> | <u>103,072</u> |
| Miscellaneous | | | | | |
| Program income | 27,100 | 27,100 | 28,993 | 1,893 | 29,903 |
| Other | - | - | 71 | 71 | 4,457 |
| | <u>27,100</u> | <u>27,100</u> | <u>29,064</u> | <u>1,964</u> | <u>34,360</u> |
| Total revenues | <u>116,600</u> | <u>116,600</u> | <u>131,786</u> | <u>15,186</u> | <u>137,432</u> |
| Expenditures | | | | | |
| Community Support | | | | | |
| Senior Citizens | | | | | |
| Salaries and wages | 140,263 | 140,263 | 117,208 | 23,055 | 118,479 |
| Employee benefits | 70,414 | 70,414 | 63,168 | 7,246 | 57,673 |
| Services and supplies | 12,400 | 12,400 | 7,456 | 4,944 | 11,269 |
| Capital outlay | 3,000 | 3,000 | 3,945 | (945) | 783 |
| | <u>226,077</u> | <u>226,077</u> | <u>191,777</u> | <u>34,300</u> | <u>188,204</u> |
| Nutrition Services - CI | | | | | |
| Services and supplies | 48,600 | 48,600 | 44,707 | 3,893 | 43,223 |
| Nutrition Services - CII | | | | | |
| Services and supplies | 41,550 | 41,550 | 34,675 | 6,875 | 34,077 |
| Grants for Support - B | | | | | |
| Services and supplies | 14,091 | 14,091 | 15,280 | (1,189) | 12,951 |
| Total expenditures | <u>330,318</u> | <u>330,318</u> | <u>286,439</u> | <u>43,879</u> | <u>278,455</u> |
| Excess (Deficiency) of Revenues over Expenditures | <u>(213,718)</u> | <u>(213,718)</u> | <u>(154,653)</u> | <u>59,065</u> | <u>(141,023)</u> |

Pershing County
 Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
 Senior Citizens Fund
 Year Ended June 30, 2016
 (with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--------------------------------------|--------------------|------------|------------|-----------------------------|------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Other Financing Sources (Uses) | | | | | |
| Transfers from other funds | | | | | |
| In Lieu of Taxes Fund | \$ 198,000 | \$ 198,000 | \$ 198,000 | \$ - | \$ 188,000 |
| Ad Valorem Capital Projects Fund | - | - | - | - | 783 |
| Total other financing sources (uses) | 198,000 | 198,000 | 198,000 | - | 188,783 |
| Net Change in Fund Balances | (15,718) | (15,718) | 43,347 | 59,065 | 47,760 |
| Fund Balances, Beginning of Year | 46,815 | 46,815 | 71,444 | 24,629 | 23,684 |
| Fund Balances, End of Year | \$ 31,097 | \$ 31,097 | \$ 114,791 | \$ 83,694 | \$ 71,444 |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
J.P. Admin Fee Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--|--------------------|-----------|------------|-----------------------------|-----------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Fines and Forfeits | | | | | |
| Fines | | | | | |
| Justice Court administrative fees | \$ 8,000 | \$ 8,000 | \$ 24,225 | \$ 16,225 | \$ 9,608 |
| Justice Court facility assessment fees | 11,000 | 11,000 | 34,149 | 23,149 | 13,770 |
| Total revenues | 19,000 | 19,000 | 58,374 | 39,374 | 23,378 |
| Expenditures | | | | | |
| Judicial | | | | | |
| Other | | | | | |
| Capital outlay | 40,000 | 40,000 | 5,125 | 34,875 | 8,257 |
| Net Change in Fund Balances | (21,000) | (21,000) | 53,249 | 74,249 | 15,121 |
| Fund Balances, Beginning of Year | 38,571 | 38,571 | 72,692 | 34,121 | 57,571 |
| Fund Balances, End of Year | \$ 17,571 | \$ 17,571 | \$ 125,941 | \$ 108,370 | \$ 72,692 |

Pershing County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Regional Street and Highway Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--|--------------------|------------|------------|-----------------------------|------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Intergovernmental | | | | | |
| State shared revenues | | | | | |
| County option motor vehicle fuel tax, 9.00¢ | \$ 340,000 | \$ 340,000 | \$ 338,807 | \$ (1,193) | \$ 345,697 |
| Expenditures | | | | | |
| Public Works | | | | | |
| Highways and streets | | | | | |
| Services and supplies | 678,700 | 678,700 | 361,512 | 317,188 | 366,793 |
| Net Change in Fund Balances | (338,700) | (338,700) | (22,705) | 315,995 | (21,096) |
| Fund Balances, Beginning of Year | 941,796 | 941,796 | 841,699 | (100,097) | 862,795 |
| Fund Balances, End of Year | \$ 603,096 | \$ 603,096 | \$ 818,994 | \$ 215,898 | \$ 841,699 |

Pershing County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
911 Surcharge Fee Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|----------------------------------|--------------------|-----------|-----------|-----------------------------|-----------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Miscellaneous | | | | | |
| 911 surcharge fee | \$ 13,000 | \$ 13,000 | \$ 13,764 | \$ 764 | \$ 13,384 |
| Expenditures | | | | | |
| Public Safety | | | | | |
| Other | | | | | |
| Services and supplies | 22,056 | 22,056 | 21,959 | 97 | 22,197 |
| Net Change in Fund Balances | (9,056) | (9,056) | (8,195) | 861 | (8,813) |
| Fund Balances, Beginning of Year | 14,544 | 14,544 | 14,787 | 243 | 23,600 |
| Fund Balances, End of Year | \$ 5,488 | \$ 5,488 | \$ 6,592 | \$ 1,104 | \$ 14,787 |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Forensic Services Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|----------------------------------|--------------------|---------------|-----------------|-----------------------------|---------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Fines and Forfeits | | | | | |
| Fines | | | | | |
| Alcohol | \$ 1,750 | \$ 1,750 | \$ 1,293 | \$ (457) | \$ 1,985 |
| Drug | 1,000 | 1,000 | 1,360 | 360 | 900 |
| Total revenues | <u>2,750</u> | <u>2,750</u> | <u>2,653</u> | <u>(97)</u> | <u>2,885</u> |
| Expenditures | | | | | |
| General Government | | | | | |
| Other | | | | | |
| Services and supplies | <u>3,000</u> | <u>3,000</u> | <u>2,000</u> | <u>1,000</u> | <u>3,000</u> |
| Net Change in Fund Balances | (250) | (250) | 653 | 903 | (115) |
| Fund Balances, Beginning of Year | <u>555</u> | <u>555</u> | <u>939</u> | <u>384</u> | <u>1,054</u> |
| Fund Balances, End of Year | <u>\$ 305</u> | <u>\$ 305</u> | <u>\$ 1,592</u> | <u>\$ 1,287</u> | <u>\$ 939</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Town of Imlay Operating Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|----------------------------------|--------------------|---------------|-----------------|-----------------------------|-----------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Taxes | | | | | |
| Ad valorem | | | | | |
| Real property | \$ 3,023 | \$ 3,023 | \$ 2,917 | \$ (106) | \$ 3,144 |
| Personal property | 383 | 383 | 411 | 28 | (2,042) |
| Total revenues | <u>3,406</u> | <u>3,406</u> | <u>3,328</u> | <u>(78)</u> | <u>1,102</u> |
| Expenditures | | | | | |
| General Government | | | | | |
| Other | | | | | |
| Services and supplies | <u>8,250</u> | <u>8,250</u> | <u>4,696</u> | <u>3,554</u> | <u>2,810</u> |
| Net Change in Fund Balances | (4,844) | (4,844) | (1,368) | 3,476 | (1,708) |
| Fund Balances, Beginning of Year | <u>5,507</u> | <u>5,507</u> | <u>6,150</u> | <u>643</u> | <u>7,858</u> |
| Fund Balances, End of Year | <u>\$ 663</u> | <u>\$ 663</u> | <u>\$ 4,782</u> | <u>\$ 4,119</u> | <u>\$ 6,150</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Drug Court Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|-------------------------------------|--------------------|-----------|-----------|-----------------------------|-----------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Intergovernmental | | | | | |
| State grant | | | | | |
| Administrative Office of the Courts | \$ 39,258 | \$ 39,258 | \$ 44,511 | \$ 5,253 | \$ 45,124 |
| Fines and Forfeits | | | | | |
| Fines | | | | | |
| Client assessments | 20,000 | 20,000 | 8,066 | (11,934) | 36,635 |
| Total revenues | 59,258 | 59,258 | 52,577 | (6,681) | 81,759 |
| Expenditures | | | | | |
| Judicial | | | | | |
| Other | | | | | |
| Salaries and wages | 29,063 | 29,063 | 10,753 | 18,310 | 28,360 |
| Employee benefits | 17,367 | 17,367 | 4,705 | 12,662 | 16,188 |
| Services and supplies | 33,215 | 33,215 | 32,714 | 501 | 25,245 |
| Capital outlay | - | - | 1,180 | (1,180) | - |
| Total expenditures | 79,645 | 79,645 | 49,352 | 30,293 | 69,793 |
| Net Change in Fund Balances | (20,387) | (20,387) | 3,225 | 23,612 | 11,966 |
| Fund Balances, Beginning of Year | 75,213 | 75,213 | 90,423 | 15,210 | 78,457 |
| Fund Balances, End of Year | \$ 54,826 | \$ 54,826 | \$ 93,648 | \$ 38,822 | \$ 90,423 |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Television District Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|----------------------------------|--------------------|-----------|------------|-----------------------------|------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Licenses and permits | | | | | |
| Business licenses and permits | | | | | |
| Franchise fees | \$ - | \$ - | \$ - | \$ - | \$ 35 |
| Miscellaneous | | | | | |
| Assessments | 30,439 | 30,439 | 30,145 | (294) | 31,347 |
| Total revenues | 30,439 | 30,439 | 30,145 | (294) | 31,382 |
| Expenditures | | | | | |
| Culture and Recreation | | | | | |
| Other | | | | | |
| Services and supplies | 134,900 | 134,900 | 31,949 | 102,951 | 11,726 |
| Capital outlay | 21,066 | 21,066 | 24,452 | (3,386) | 24,761 |
| Total expenditures | 155,966 | 155,966 | 56,401 | 99,565 | 36,487 |
| Net Change in Fund Balances | (125,527) | (125,527) | (26,256) | 99,271 | (5,105) |
| Fund Balances, Beginning of Year | 185,168 | 185,168 | 194,685 | 9,517 | 199,790 |
| Fund Balances, End of Year | \$ 59,641 | \$ 59,641 | \$ 168,429 | \$ 108,788 | \$ 194,685 |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Recreation Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|----------------------------------|--------------------|----------------|----------------|-----------------------------|----------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Taxes | | | | | |
| Ad valorem | | | | | |
| Real property | \$ 33,928 | \$ 33,928 | \$ 32,859 | \$ (1,069) | \$ 32,403 |
| Personal property | 10,991 | 10,991 | 10,253 | (738) | 8,505 |
| | <u>44,919</u> | <u>44,919</u> | <u>43,112</u> | <u>(1,807)</u> | <u>40,908</u> |
| Room taxes | 115,000 | 115,000 | 120,848 | 5,848 | 105,935 |
| | <u>159,919</u> | <u>159,919</u> | <u>163,960</u> | <u>4,041</u> | <u>146,843</u> |
| Intergovernmental | | | | | |
| Other government shared revenues | | | | | |
| Contributions | 7,500 | 7,500 | 13,500 | 6,000 | 9,500 |
| | <u>7,500</u> | <u>7,500</u> | <u>13,500</u> | <u>6,000</u> | <u>9,500</u> |
| Charges for Services | | | | | |
| Culture and Recreation | | | | | |
| Gymnastics | 2,000 | 2,000 | 3,836 | 1,836 | 4,147 |
| Swimming pool | 16,000 | 16,000 | 15,951 | (49) | 17,739 |
| | <u>18,000</u> | <u>18,000</u> | <u>19,787</u> | <u>1,787</u> | <u>21,886</u> |
| Total revenues | <u>185,419</u> | <u>185,419</u> | <u>197,247</u> | <u>11,828</u> | <u>178,229</u> |
| Expenditures | | | | | |
| Culture and Recreation | | | | | |
| Recreation centers | | | | | |
| Recreation | | | | | |
| Salaries and wages | 7,000 | 7,000 | 6,775 | 225 | 6,225 |
| Employee benefits | 658 | 658 | 766 | (108) | 768 |
| Services and supplies | 172,100 | 172,100 | 40,780 | 131,320 | 42,884 |
| | <u>179,758</u> | <u>179,758</u> | <u>48,321</u> | <u>131,437</u> | <u>49,877</u> |
| Swimming pool | | | | | |
| Salaries and wages | 31,000 | 31,000 | 27,444 | 3,556 | 29,586 |
| Employee benefits | 3,600 | 3,600 | 3,177 | 423 | 3,425 |
| Services and supplies | 45,400 | 45,400 | 34,094 | 11,306 | 30,527 |
| Capital outlay | 10,000 | 10,000 | 5,834 | 4,166 | - |
| | <u>90,000</u> | <u>90,000</u> | <u>70,549</u> | <u>19,451</u> | <u>63,538</u> |
| | <u>269,758</u> | <u>269,758</u> | <u>118,870</u> | <u>150,888</u> | <u>113,415</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Recreation Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|----------------------------------|--------------------|-----------|------------|-----------------------------|------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Tourism | | | | | |
| Administration | | | | | |
| Services and supplies | \$ 43,000 | \$ 43,000 | \$ 22,717 | \$ 20,283 | \$ 33,687 |
| Ballfield | | | | | |
| Services and supplies | 19,000 | 19,000 | 12,605 | 6,395 | 15,075 |
| | 62,000 | 62,000 | 35,322 | 26,678 | 48,762 |
| Total expenditures | 331,758 | 331,758 | 154,192 | 177,566 | 162,177 |
| Net Change in Fund Balances | (146,339) | (146,339) | 43,055 | 189,394 | 16,052 |
| Fund Balances, Beginning of Year | 190,502 | 190,502 | 195,200 | 4,698 | 179,148 |
| Fund Balances, End of Year | \$ 44,163 | \$ 44,163 | \$ 238,255 | \$ 194,092 | \$ 195,200 |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Gift Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|----------------------------------|--------------------|------------------|------------------|-----------------------------|------------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Miscellaneous | | | | | |
| Contributions | \$ 9,100 | \$ 9,100 | \$ 56,785 | \$ 47,685 | \$ 14,560 |
| Fund raising | 3,000 | 3,000 | 4,397 | 1,397 | 1,566 |
| Special events | 1,500 | 1,500 | 662 | (838) | 1,543 |
| Total revenues | <u>13,600</u> | <u>13,600</u> | <u>61,844</u> | <u>48,244</u> | <u>17,669</u> |
| Expenditures | | | | | |
| Culture and Recreation | | | | | |
| Museum | | | | | |
| Services and supplies | 13,000 | 13,000 | 744 | 12,256 | 884 |
| Capital outlay | - | - | - | - | 8,275 |
| | <u>13,000</u> | <u>13,000</u> | <u>744</u> | <u>12,256</u> | <u>9,159</u> |
| Library | | | | | |
| Services and supplies | 1,500 | 1,500 | - | 1,500 | 3,198 |
| Total culture and recreation | <u>14,500</u> | <u>14,500</u> | <u>744</u> | <u>13,756</u> | <u>12,357</u> |
| Community Support | | | | | |
| Senior Citizens | | | | | |
| Services and supplies | 6,000 | 6,000 | 6,512 | (512) | 6,006 |
| Capital outlay | 5,000 | 5,000 | 295 | 4,705 | - |
| Total community support | <u>11,000</u> | <u>11,000</u> | <u>6,807</u> | <u>4,193</u> | <u>6,006</u> |
| Total expenditures | <u>25,500</u> | <u>25,500</u> | <u>7,551</u> | <u>17,949</u> | <u>18,363</u> |
| Net Change in Fund Balances | (11,900) | (11,900) | 54,293 | 66,193 | (694) |
| Fund Balances, Beginning of Year | <u>38,484</u> | <u>38,484</u> | <u>42,930</u> | <u>4,446</u> | <u>43,624</u> |
| Fund Balances, End of Year | <u>\$ 26,584</u> | <u>\$ 26,584</u> | <u>\$ 97,223</u> | <u>\$ 70,639</u> | <u>\$ 42,930</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Criminal Asset Forfeiture Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|----------------------------------|--------------------|---------|-----------|-----------------------------|----------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Intergovernmental | | | | | |
| State grant | | | | | |
| Forfeitures | \$ 150 | \$ 150 | \$ 31,363 | \$ 31,213 | \$ 110 |
| Expenditures | | | | | |
| Public Safety | | | | | |
| Sheriff | | | | | |
| Services and supplies | 500 | 500 | 220 | 280 | - |
| Capital outlay | 1,800 | 1,800 | - | 1,800 | 1,700 |
| Total expenditures | 2,300 | 2,300 | 220 | 2,080 | 1,700 |
| Net Change in Fund Balances | (2,150) | (2,150) | 31,143 | 33,293 | (1,590) |
| Fund Balances, Beginning of Year | 2,821 | 2,821 | 2,821 | - | 4,411 |
| Fund Balances, End of Year | \$ 671 | \$ 671 | \$ 33,964 | \$ 33,293 | \$ 2,821 |

Pershing County
Combining Balance Sheet - Internally Reported (Budgetary Basis) Funds
Reported as Part of the General Fund for External Reporting Purposes
June 30, 2016

| | In Lieu of Taxes Fund | Law Enforcement Fund | Cemetery Fund | Law Library Fund | Internally Reported Total |
|--|--------------------------|----------------------------|------------------|---------------------|---------------------------------|
| Assets | | | | | |
| Cash on deposit and invested | \$ 1,335,028 | \$ 199,890 | \$ 26,672 | \$ 8,143 | \$ 1,569,733 |
| Accounts receivable | - | 1,019 | - | 120 | 1,139 |
| Due from other governments | - | 18,961 | - | - | 18,961 |
| Prepaid items | - | 18,503 | - | - | 18,503 |
| Total assets | \$ 1,335,028 | \$ 238,373 | \$ 26,672 | \$ 8,263 | \$ 1,608,336 |
| Liabilities | | | | | |
| Accounts payable | \$ - | \$ 55,663 | \$ 2,207 | \$ 2,395 | \$ 60,265 |
| Accrued payroll | - | 72,468 | 388 | - | 72,856 |
| Total liabilities | - | 128,131 | 2,595 | 2,395 | 133,121 |
| Fund Balances | | | | | |
| Nonspendable | - | 18,503 | - | - | 18,503 |
| Assigned | 284,469 | - | 18,097 | - | 302,566 |
| Unassigned | 1,050,559 | 91,739 | 5,980 | 5,868 | 1,154,146 |
| Total fund balances | 1,335,028 | 110,242 | 24,077 | 5,868 | 1,475,215 |
| Total Liabilities and Fund Balances | \$ 1,335,028 | \$ 238,373 | \$ 26,672 | \$ 8,263 | \$ 1,608,336 |

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, 2016

| | In Lieu of Taxes Fund | Law Enforcement Fund | Cemetery Fund | Law Library Fund | Internally Reported Total |
|--|--------------------------|----------------------------|------------------|---------------------|---------------------------------|
| Revenues | | | | | |
| Intergovernmental | \$ 1,162,839 | \$ 72,669 | \$ - | \$ - | \$ 1,235,508 |
| Charges for services | - | 17,933 | 1,050 | 420 | 19,403 |
| Miscellaneous | - | 844 | 100 | - | 944 |
| Total revenues | <u>1,162,839</u> | <u>91,446</u> | <u>1,150</u> | <u>420</u> | <u>1,255,855</u> |
| Expenditures | | | | | |
| Current | | | | | |
| Public safety | - | 1,993,437 | - | - | 1,993,437 |
| Judicial | - | - | - | 22,552 | 22,552 |
| Health | - | - | 14,323 | - | 14,323 |
| Total expenditures | <u>-</u> | <u>1,993,437</u> | <u>14,323</u> | <u>22,552</u> | <u>2,030,312</u> |
| Excess (Deficiency) of Revenues over Expenditures | <u>1,162,839</u> | <u>(1,901,991)</u> | <u>(13,173)</u> | <u>(22,132)</u> | <u>(774,457)</u> |
| Other Financing Sources (Uses) | | | | | |
| Transfers from other funds | - | 2,016,984 | 10,000 | 28,000 | 2,054,984 |
| Transfers to other funds | <u>(1,123,000)</u> | <u>-</u> | <u>-</u> | <u>-</u> | <u>(1,123,000)</u> |
| Total other financing sources (uses) | <u>(1,123,000)</u> | <u>2,016,984</u> | <u>10,000</u> | <u>28,000</u> | <u>931,984</u> |
| Net Change in Fund Balances | 39,839 | 114,993 | (3,173) | 5,868 | 157,527 |
| Fund Balances, Beginning of Year | <u>1,295,189</u> | <u>(4,751)</u> | <u>27,250</u> | <u>-</u> | <u>1,317,688</u> |
| Fund Balances, End of Year | <u>\$ 1,335,028</u> | <u>\$ 110,242</u> | <u>\$ 24,077</u> | <u>\$ 5,868</u> | <u>\$ 1,475,215</u> |

Pershing County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
In Lieu of Taxes Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--|--------------------|--------------|--------------|-----------------------------|--------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Intergovernmental | | | | | |
| Federal payments in lieu of taxes | \$ 1,000,000 | \$ 1,000,000 | \$ 1,162,839 | \$ 162,839 | \$ 977,138 |
| Expenditures | | | | | |
| General Government | | | | | |
| Other | | | | | |
| Services and supplies | - | - | - | - | - |
| Excess (Deficiency) of Revenues over Expenditures | 1,000,000 | 1,000,000 | 1,162,839 | 162,839 | 977,138 |
| Other Financing Sources (Uses) | | | | | |
| Transfers to other funds | | | | | |
| General Fund | (1,770,000) | (1,770,000) | (900,000) | 870,000 | (1,100,000) |
| Library Fund | (15,000) | (15,000) | (15,000) | - | (20,000) |
| Cemetery Fund | (10,000) | (10,000) | (10,000) | - | (10,000) |
| Senior Citizens Fund | (198,000) | (198,000) | (198,000) | - | (188,000) |
| Total other financing sources (uses) | (1,993,000) | (1,993,000) | (1,123,000) | 870,000 | (1,318,000) |
| Net Change in Fund Balances | (993,000) | (993,000) | 39,839 | 1,032,839 | (340,862) |
| Fund Balances, Beginning of Year | 1,053,051 | 1,053,051 | 1,295,189 | 242,138 | 1,636,051 |
| Fund Balances, End of Year | \$ 60,051 | \$ 60,051 | \$ 1,335,028 | \$ 1,274,977 | \$ 1,295,189 |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Law Enforcement Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--|--------------------|------------------|------------------|-----------------------------|------------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Intergovernmental | | | | | |
| Federal grants | | | | | |
| BJA Illegal Alien | \$ - | \$ - | \$ 3,047 | \$ 3,047 | \$ 1,686 |
| Edward Byrne (Youth Resource Officer) | | 69,100 | 69,100 | - | - |
| State grants | | | | | |
| Frontier Community Coalition | - | 522 | 522 | - | - |
| | <u>-</u> | <u>69,622</u> | <u>72,669</u> | <u>3,047</u> | <u>1,686</u> |
| Charges for Services | | | | | |
| Public safety | | | | | |
| Sheriff fees | 17,000 | 17,000 | 17,933 | 933 | 23,570 |
| Miscellaneous | | | | | |
| Jail extradition revenue | - | - | 816 | 816 | 8,258 |
| Other revenue | - | - | 28 | 28 | 530 |
| | <u>-</u> | <u>-</u> | <u>844</u> | <u>844</u> | <u>8,788</u> |
| Total revenues | <u>17,000</u> | <u>86,622</u> | <u>91,446</u> | <u>4,824</u> | <u>34,044</u> |
| Expenditures | | | | | |
| Public Safety | | | | | |
| Police Activity | | | | | |
| Sheriff | | | | | |
| Salaries and wages | 568,593 | 568,593 | 562,892 | 5,701 | 585,560 |
| Employee benefits | 377,975 | 377,975 | 324,955 | 53,020 | 323,020 |
| Services and supplies | 194,400 | 264,022 | 252,200 | 11,822 | 180,465 |
| Capital outlay | 54,493 | 54,493 | 57,147 | (2,654) | 41,580 |
| | <u>1,195,461</u> | <u>1,265,083</u> | <u>1,197,194</u> | <u>67,889</u> | <u>1,130,625</u> |
| Dispatch | | | | | |
| Salaries and wages | 200,887 | 200,887 | 200,322 | 565 | 185,341 |
| Employee benefits | 93,164 | 93,164 | 91,041 | 2,123 | 77,396 |
| Services and supplies | 21,750 | 21,750 | 12,512 | 9,238 | 13,609 |
| Capital outlay | 15,604 | 15,604 | 10,181 | 5,423 | 4,219 |
| | <u>331,405</u> | <u>331,405</u> | <u>314,056</u> | <u>17,349</u> | <u>280,565</u> |
| Total police activity | <u>1,526,866</u> | <u>1,596,488</u> | <u>1,511,250</u> | <u>85,238</u> | <u>1,411,190</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Law Enforcement Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|---|--------------------|-------------|-------------|-----------------------------|-------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Protective Services Activity | | | | | |
| Jail | | | | | |
| Salaries and wages | \$ 292,407 | \$ 292,407 | \$ 252,640 | \$ 39,767 | \$ 218,410 |
| Employee benefits | 197,838 | 197,838 | 159,426 | 38,412 | 138,089 |
| Services and supplies | 81,000 | 81,000 | 70,121 | 10,879 | 84,446 |
| Capital outlay | 9,428 | 9,428 | - | 9,428 | 932 |
| Total protective services activity | 580,673 | 580,673 | 482,187 | 98,486 | 441,877 |
| Total expenditures | 2,107,539 | 2,177,161 | 1,993,437 | 183,724 | 1,853,067 |
| Excess (Deficiency) of Revenues over Expenditures | (2,090,539) | (2,090,539) | (1,901,991) | 188,548 | (1,819,023) |
| Other Financing Sources (Uses) | | | | | |
| Transfers from other funds | | | | | |
| General Fund | 1,960,500 | 1,960,500 | 1,960,500 | - | 1,747,500 |
| Ad Valorem Capital Projects Fund | 77,845 | 77,845 | 56,484 | (21,361) | 44,472 |
| Total other financing sources (uses) | 2,038,345 | 2,038,345 | 2,016,984 | (21,361) | 1,791,972 |
| Net Change in Fund Balances | (52,194) | (52,194) | 114,993 | 167,187 | (27,051) |
| Fund Balances, Beginning of Year | 128,042 | 128,042 | (4,751) | (132,793) | 22,300 |
| Fund Balances, End of Year | \$ 75,848 | \$ 75,848 | \$ 110,242 | \$ 34,394 | \$ (4,751) |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Cemetery Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--|--------------------|----------|-----------|-----------------------------|-----------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Charges for Services | | | | | |
| General Government | | | | | |
| Cemetery fees | \$ - | \$ - | \$ 1,050 | \$ 1,050 | \$ 1,560 |
| Miscellaneous | | | | | |
| Contributions | - | - | 100 | 100 | 1,000 |
| Total revenues | - | - | 1,150 | 1,150 | 2,560 |
| Expenditures | | | | | |
| Health | | | | | |
| Salaries and wages | 5,050 | 5,050 | 5,741 | (691) | 8,822 |
| Employee benefits | 613 | 613 | 640 | (27) | 985 |
| Services and supplies | 15,025 | 15,025 | 7,942 | 7,083 | 11,939 |
| Total expenditures | 20,688 | 20,688 | 14,323 | 6,365 | 21,746 |
| Excess (Deficiency) of Revenues over Expenditures | (20,688) | (20,688) | (13,173) | 7,515 | (19,186) |
| 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 | (10,688) | (10,688) | (3,173) | 7,515 | (9,186) |
| Fund Balances, Beginning of Year | 17,749 | 17,749 | 27,250 | 9,501 | 36,436 |
| Fund Balances, End of Year | \$ 7,061 | \$ 7,061 | \$ 24,077 | \$ 17,016 | \$ 27,250 |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Law Library Fund
Year Ended June 30, 2016

| | 2016 Budget Amount | | 2016 | |
|--|--------------------|-------------|-----------------|-----------------------------|
| | Original | Final | Actual | Variance to Final Budget |
| Revenues | | | | |
| Charges for services | | | | |
| Judicial | | | | |
| Law library fees | \$ - | \$ - | \$ 420 | \$ 420 |
| Expenditures | | | | |
| Judicial | | | | |
| Other Legal Expense | | | | |
| Services and supplies | - | 28,000 | 22,552 | 5,448 |
| Total expenditures | - | 28,000 | 22,552 | 5,448 |
| Excess (Deficiency) of Revenues over Expenditures | - | (28,000) | (22,132) | 5,868 |
| Other Financing Sources (Uses) | | | | |
| Transfers from other funds | | | | |
| General Fund | - | 28,000 | 28,000 | - |
| Net Change in Fund Balances | - | - | 5,868 | 5,868 |
| Fund Balances, Beginning of Year | - | - | - | - |
| Fund Balances, End of Year | <u>\$ -</u> | <u>\$ -</u> | <u>\$ 5,868</u> | <u>\$ 5,868</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Building Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--|--------------------|-------------------|---------------------|-----------------------------|---------------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Taxes | | | | | |
| Ad valorem | | | | | |
| Net proceeds of mines | \$ - | \$ - | \$ 144,907 | \$ 144,907 | \$ (21,984) |
| Miscellaneous | | | | | |
| Interest earnings | 1,600 | 1,600 | - | (1,600) | 1,695 |
| Contributions | - | - | 15,000 | 15,000 | - |
| | <u>1,600</u> | <u>1,600</u> | <u>15,000</u> | <u>13,400</u> | <u>1,695</u> |
| Total revenues | <u>1,600</u> | <u>1,600</u> | <u>159,907</u> | <u>158,307</u> | <u>(20,289)</u> |
| Expenditures | | | | | |
| General Government | | | | | |
| Other | | | | | |
| Capital outlay | <u>2,862,500</u> | <u>2,862,500</u> | <u>722,196</u> | <u>2,140,304</u> | <u>292,068</u> |
| Excess (Deficiency) of Revenues over Expenditures | (2,860,900) | (2,860,900) | (562,289) | 2,298,611 | (312,357) |
| Other Financing Sources (Uses) | | | | | |
| Sale of capital assets | <u>75,000</u> | <u>75,000</u> | <u>46,168</u> | <u>(28,832)</u> | <u>211,000</u> |
| Net Change in Fund Balances | (2,785,900) | (2,785,900) | (516,121) | 2,269,779 | (101,357) |
| Fund Balances, Beginning of Year | <u>3,346,956</u> | <u>3,346,956</u> | <u>3,760,250</u> | <u>413,294</u> | <u>3,861,607</u> |
| Fund Balances, End of Year | <u>\$ 561,056</u> | <u>\$ 561,056</u> | <u>\$ 3,244,129</u> | <u>\$ 2,683,073</u> | <u>\$ 3,760,250</u> |

Pershing County
Combining Balance Sheet – Nonmajor Capital Projects Funds
June 30, 2016

| | Ad Valorem Capital Projects Fund | Option Tax- Public Safety Fund | Total |
|---|---|---|---------------------|
| Assets | | | |
| Cash on deposit and invested | \$ 178,112 | \$ 1,040,049 | \$ 1,218,161 |
| Accounts receivable | 375 | - | 375 |
| Taxes receivable | 3,511 | - | 3,511 |
| Due from other governments | - | 34,265 | 34,265 |
| | <u> </u> | <u> </u> | <u> </u> |
| Total assets | <u>\$ 181,998</u> | <u>\$ 1,074,314</u> | <u>\$ 1,256,312</u> |
| Liabilities | | | |
| Accounts payable | \$ 18,264 | 125,696 | \$ 143,960 |
| Due to other governments | 1,411 | - | 1,411 |
| | <u> </u> | <u> </u> | <u> </u> |
| Total liabilities | <u>19,675</u> | <u>125,696</u> | <u>145,371</u> |
| Deferred Inflow of Resources | | | |
| Unavailable revenue, delinquent property taxes | 3,511 | - | 3,511 |
| | <u> </u> | <u> </u> | <u> </u> |
| Fund Balances | | | |
| Restricted | <u>158,812</u> | <u>948,618</u> | <u>1,107,430</u> |
| Total liabilities, deferred inflow of resources, and fund balances | | | |
| | <u>\$ 181,998</u> | <u>\$ 1,074,314</u> | <u>\$ 1,256,312</u> |

Pershing County
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances –
Nonmajor Capital Projects Funds
Year Ended June 30, 2016

| | Ad Valorem Capital Projects Fund | Option Tax- Public Safety Fund | Total |
|---|---|---|---------------------|
| Revenues | | | |
| Taxes | \$ 132,658 | \$ - | \$ 132,658 |
| Intergovernmental | - | 221,212 | 221,212 |
| Miscellaneous | 697 | - | 697 |
| Total revenues | <u>133,355</u> | <u>221,212</u> | <u>354,567</u> |
| Expenditures | | | |
| Current | | | |
| General government | 7,630 | - | 7,630 |
| Capital outlay | 83,118 | 1,098,406 | 1,181,524 |
| Total expenditures | <u>90,748</u> | <u>1,098,406</u> | <u>1,189,154</u> |
| Excess (Deficiency) of Revenues over Expenditures | <u>42,607</u> | <u>(877,194)</u> | <u>(834,587)</u> |
| Other Financing Sources (Uses) | | | |
| Transfers to other funds | (58,484) | - | (58,484) |
| Note payable financing | - | 755,967 | 755,967 |
| Total Other Financing Sources (Uses) | <u>(58,484)</u> | <u>755,967</u> | <u>697,483</u> |
| Net Changes in Fund Balances | (15,877) | (121,227) | (137,104) |
| Fund Balances, Beginning of Year | <u>174,689</u> | <u>1,069,845</u> | <u>1,244,534</u> |
| Fund Balances, End of Year | <u>\$ 158,812</u> | <u>\$ 948,618</u> | <u>\$ 1,107,430</u> |

Pershing County
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Ad Valorem Capital Projects Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--|--------------------|------------------|-------------------|-----------------------------|-------------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Taxes | | | | | |
| Ad valorem | | | | | |
| Real property | \$ 84,820 | \$ 84,820 | \$ 82,328 | \$ (2,492) | \$ 81,178 |
| Personal property | 27,477 | 27,477 | 25,632 | (1,845) | 21,264 |
| Net proceeds of mines | - | - | 24,698 | 24,698 | (3,747) |
| | <u>112,297</u> | <u>112,297</u> | <u>132,658</u> | <u>20,361</u> | <u>98,695</u> |
| Miscellaneous | | | | | |
| Interest earnings | 300 | 300 | 697 | 397 | 289 |
| Total revenues | <u>112,597</u> | <u>112,597</u> | <u>133,355</u> | <u>20,758</u> | <u>98,984</u> |
| Expenditures | | | | | |
| General Government | | | | | |
| Other | | | | | |
| Services and supplies | 6,000 | 6,000 | 7,630 | (1,630) | 9,587 |
| Capital outlay | 134,000 | 134,000 | 83,118 | 50,882 | 99,301 |
| Total expenditures | <u>140,000</u> | <u>140,000</u> | <u>90,748</u> | <u>49,252</u> | <u>108,888</u> |
| Excess (Deficiency) of Revenues over Expenditures | <u>(27,403)</u> | <u>(27,403)</u> | <u>42,607</u> | <u>70,010</u> | <u>(9,904)</u> |
| Other Financing Sources (Uses) | | | | | |
| Transfers to other funds | | | | | |
| General Fund | (2,000) | (2,000) | (2,000) | - | (17,778) |
| Senior Citizens Fund | - | - | - | - | (783) |
| Law Enforcement Fund | (77,845) | (77,845) | (56,484) | 21,361 | (44,472) |
| Total other financing sources (uses) | <u>(79,845)</u> | <u>(79,845)</u> | <u>(58,484)</u> | <u>21,361</u> | <u>(63,033)</u> |
| Net Change in Fund Balances | (107,248) | (107,248) | (15,877) | 91,371 | (72,937) |
| Fund Balances, Beginning of Year | <u>139,621</u> | <u>139,621</u> | <u>174,689</u> | <u>35,068</u> | <u>247,626</u> |
| Fund Balances, End of Year | <u>\$ 32,373</u> | <u>\$ 32,373</u> | <u>\$ 158,812</u> | <u>\$ 126,439</u> | <u>\$ 174,689</u> |

Pershing County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual
Option Tax-Public Safety Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--|--------------------|-------------|------------|-----------------------------|--------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Revenues | | | | | |
| Intergovernmental | | | | | |
| State shared revenues | | | | | |
| Option tax-public safety | \$ 220,000 | \$ 220,000 | \$ 221,212 | \$ 1,212 | \$ 200,998 |
| Expenditures | | | | | |
| Public Safety | | | | | |
| Fire Activity | | | | | |
| Capital outlay | 895,500 | 1,651,467 | 1,098,406 | 553,061 | 140,200 |
| Excess (Deficiency) of Revenues over Expenditures | (675,500) | (1,431,467) | (877,194) | 554,273 | 60,798 |
| Other Financing Sources (Uses) | | | | | |
| Note payable financing | - | 755,967 | 755,967 | - | - |
| Net Change in Fund Balances | (675,500) | (675,500) | (121,227) | 554,273 | 60,798 |
| Fund Balances, Beginning of Year | 679,047 | 679,047 | 1,069,845 | 390,798 | 1,009,047 |
| Fund Balances, End of Year | \$ 3,547 | \$ 3,547 | \$ 948,618 | \$ 945,071 | \$ 1,069,845 |

Pershing County
Schedule of Revenues, Expenses, and Changes in Net Position – Budget and Actual
Pershing County Electrical Utility Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--------------------------------------|--------------------|-------------|------------|-----------------------------|------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Operating Revenues | | | | | |
| Charges for Services | | | | | |
| Electrical fees | \$ 19,000 | \$ 19,000 | \$ 17,476 | \$ (1,524) | \$ 17,735 |
| Operating Expenses | | | | | |
| Services and supplies | 25,750 | 25,750 | 18,922 | 6,828 | 17,555 |
| Depreciation | 40,000 | 40,000 | 39,964 | 36 | 39,963 |
| Total operating expenses | 65,750 | 65,750 | 58,886 | 6,864 | 57,518 |
| Operating Income (Loss) | (46,750) | (46,750) | (41,410) | 5,340 | (39,783) |
| Nonoperating Revenue (Expense) | | | | | |
| Interest income | 3,110 | 3,110 | 4,855 | 1,745 | 7,523 |
| Service availability charges | 34,000 | 34,000 | 35,704 | 1,704 | 34,938 |
| Interest expense | (4,900) | (4,900) | (2,975) | 1,925 | (7,000) |
| Total nonoperating revenue (expense) | 32,210 | 32,210 | 37,584 | 5,374 | 35,461 |
| Change in Net Position | \$ (14,540) | \$ (14,540) | (3,826) | \$ 10,714 | (4,322) |
| Net Position, Beginning of Year | | | 969,959 | | 974,281 |
| Net Position, End of Year | | | \$ 966,133 | | \$ 969,959 |

Pershing County
Schedule of Revenues, Expenses, and Changes in Net Position – Budget and Actual
Landfill Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|--|--------------------|------------|------------|-----------------------------|------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Operating Revenues | | | | | |
| Charges for Services | | | | | |
| Landfill fees | \$ 319,142 | \$ 319,142 | \$ 328,460 | \$ 9,318 | \$ 321,544 |
| Miscellaneous | | | | | |
| Recycling revenue | 5,000 | 5,000 | 3,671 | (1,329) | 18,929 |
| Total operating revenues | 324,142 | 324,142 | 332,131 | 7,989 | 340,473 |
| Operating Expenses | | | | | |
| Salaries and wages | 81,612 | 81,612 | 86,751 | (5,139) | 80,046 |
| Employee benefits | 42,094 | 42,094 | 34,252 | 7,842 | 38,287 |
| Services and supplies | 151,600 | 151,600 | 144,106 | 7,494 | 148,634 |
| Depreciation | 33,000 | 33,000 | 11,580 | 21,420 | 34,607 |
| Total operating expenses | 308,306 | 308,306 | 276,689 | 31,617 | 301,574 |
| Change in Net Position | \$ 15,836 | \$ 15,836 | 55,442 | \$ 39,606 | 38,899 |
| Net Position, Beginning of Year, as Previously Reported | | | 179,296 | | 314,873 |
| Prior Period Adjustment | | | - | | (174,476) |
| Net Position, Beginning of Year, as Restated | | | 179,296 | | 140,397 |
| Net Position, End of Year | | | \$ 234,738 | | \$ 179,296 |

Pershing County
Combining Balance Sheet – Nonmajor Enterprise Funds
Year Ended June 30, 2016

| | Town of Imlay Utilities Fund | Ambulance Fund | Total |
|--|------------------------------------|-------------------|-------------------|
| Assets | | | |
| Current assets | | | |
| Cash on deposit and invested | \$ 25,489 | \$ 179,080 | \$ 204,569 |
| Accounts receivable, net | 9,490 | 41,366 | 50,856 |
| Total current assets | 34,979 | 220,446 | 255,425 |
| Noncurrent Assets | | | |
| Restricted | | | |
| Cash on deposit and invested | 144,500 | - | 144,500 |
| Capital assets not being depreciated | 9,997 | - | 9,997 |
| Capital assets net of accumulated depreciation | 472,794 | 132,259 | 605,053 |
| Total noncurrent assets | 627,291 | 132,259 | 759,550 |
| Total assets | 662,270 | 352,705 | 1,014,975 |
| Liabilities | | | |
| Current Liabilities | | | |
| Accounts payable | 421 | 12,027 | 12,448 |
| Unearned revenue | - | 12,500 | 12,500 |
| Total liabilities | 421 | 24,527 | 24,948 |
| Net Position | | | |
| Net investment in capital assets | 482,791 | 132,259 | 615,050 |
| Restricted for | | | |
| Capital replacement | 144,500 | - | 144,500 |
| Unrestricted | 34,558 | 195,919 | 230,477 |
| Total net position | \$ 661,849 | \$ 328,178 | \$ 990,027 |

Pershing County

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances– Nonmajor Enterprise Funds
Year Ended June 30, 2016

| | <u>Town of Imlay Utilities Fund</u> | <u>Ambulance Fund</u> | <u>Total</u> |
|---------------------------------|---|---------------------------|-------------------|
| Operating Revenues | | | |
| Charges for services | \$ 30,622 | \$ 135,476 | \$ 166,098 |
| Operating Expenses | | | |
| Salaries and wages | - | 38,139 | 38,139 |
| Services and supplies | 24,969 | 45,582 | 70,551 |
| Depreciation | 42,558 | 45,099 | 87,657 |
| Total operating expenses | <u>67,527</u> | <u>128,820</u> | <u>196,347</u> |
| Change in Net Position | (36,905) | 6,656 | (30,249) |
| Net Position, Beginning of Year | <u>698,754</u> | <u>321,522</u> | <u>1,020,276</u> |
| Net Position, End of Year | <u>\$ 661,849</u> | <u>\$ 328,178</u> | <u>\$ 990,027</u> |

Pershing County
Combining Statement of Cash Flows– Nonmajor Enterprise Funds
Year Ended June 30, 2016

| | Town of Imlay Utilities Fund | Ambulance Fund | Total |
|--|------------------------------------|-------------------|-------------------|
| Operating Activities | | | |
| Cash received from users | \$ 29,808 | \$ 125,875 | \$ 155,683 |
| Cash received from interfund services provided | 600 | - | 600 |
| Payments for employees' salaries and benefits | - | (38,139) | (38,139) |
| Payments for internal services used | (11,704) | (2,561) | (14,265) |
| Payments for services and supplies | (13,127) | (37,713) | (50,840) |
| Net Cash from (used for) Operating Activities | <u>5,577</u> | <u>47,462</u> | <u>53,039</u> |
| Capital and Related Financing Activities | | | |
| Capital grant, received | - | 12,500 | 12,500 |
| Acquisition of capital assets | - | (21,387) | (21,387) |
| Net Cash from (used for) Capital and Related Financing Activities | <u>-</u> | <u>(8,887)</u> | <u>(8,887)</u> |
| Net Change in Cash on Deposit and Invested | 5,577 | 38,575 | 44,152 |
| Cash on Deposit and Invested, Beginning of Year | <u>164,412</u> | <u>140,505</u> | <u>304,917</u> |
| Cash on Deposit and Invested, End of Year | <u>\$ 169,989</u> | <u>\$ 179,080</u> | <u>\$ 349,069</u> |
| Reconciliation of operating income (loss) to net cash from (used for) operating activities | | | |
| Operating income (loss) | \$ (36,905) | \$ 6,656 | \$ (30,249) |
| Adjustments to reconcile operating income (loss) to net cash from (used for) operating activities: | | | |
| Depreciation | 42,558 | 45,099 | 87,657 |
| Changes in | | | |
| Accounts receivable, net | (214) | (9,601) | (9,815) |
| Accounts payable | 138 | 5,308 | 5,446 |
| Net Cash from (used for) Operating Activities | <u>\$ 5,577</u> | <u>\$ 47,462</u> | <u>\$ 53,039</u> |

Pershing County
Schedule of Revenues, Expenses, and Changes in Net Position – Budget and Actual
Town of Imlay Utilities Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|---------------------------------|--------------------|-------------|------------|-----------------------------|------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Operating Revenues | | | | | |
| Charges for Services | | | | | |
| Water fees | \$ 30,000 | \$ 30,000 | \$ 30,622 | \$ 622 | \$ 30,488 |
| Operating Expenses | | | | | |
| Services and supplies | 27,310 | 27,310 | 24,969 | 2,341 | 23,564 |
| Depreciation | 42,870 | 42,870 | 42,558 | 312 | 42,765 |
| Total operating expenses | 70,180 | 70,180 | 67,527 | 2,653 | 66,329 |
| Change in Net Position | \$ (40,180) | \$ (40,180) | (36,905) | \$ 3,275 | (35,841) |
| Net Position, Beginning of Year | | | 698,754 | | 734,595 |
| Net Position, End of Year | | | \$ 661,849 | | \$ 698,754 |

Pershing County
Schedule of Revenues, Expenses, and Changes in Net Position – Budget and Actual
Ambulance Fund
Year Ended June 30, 2016
(with Comparative Actual Amounts for the Year Ended June 30, 2015)

| | 2016 Budget Amount | | 2016 | | 2015 |
|---------------------------------|--------------------|-------------|------------|-----------------------------|------------|
| | Original | Final | Actual | Variance to Final Budget | Actual |
| Operating Revenues | | | | | |
| Charges for Services | | | | | |
| Ambulance fees | \$ 95,000 | \$ 95,000 | \$ 135,476 | \$ 40,476 | \$ 142,804 |
| Operating Expenses | | | | | |
| Salaries and wages | 39,000 | 39,000 | 38,139 | 861 | 42,313 |
| Services and supplies | 54,515 | 89,515 | 45,582 | 43,933 | 45,953 |
| Depreciation | 35,000 | 35,000 | 45,099 | (10,099) | 29,797 |
| Total operating expenses | 128,515 | 163,515 | 128,820 | 34,695 | 118,063 |
| Income (Loss) Before Transfers | (33,515) | (68,515) | 6,656 | 75,171 | 24,741 |
| Transfers In (Out) | | | | | |
| Transfer in of capital assets | - | - | - | - | 137,200 |
| Change in Net Position | \$ (33,515) | \$ (68,515) | 6,656 | \$ 75,171 | 161,941 |
| Net Position, Beginning of Year | | | 321,522 | | 159,581 |
| Net Position, End of Year | | | \$ 328,178 | | \$ 321,522 |

Pershing County
Combining Statements of Changes in Assets and Liabilities – Agency Funds
Year Ended June 30, 2016

| | Balance July 1, 2015 | Additions | Deductions | Balance June 30, 2016 |
|--|----------------------------|--------------|--------------|-----------------------------|
| <u>State Settlement</u> | | | | |
| Assets | | | | |
| Cash on deposit and invested | \$ 74,648 | \$ 790,777 | \$ 834,931 | \$ 30,494 |
| Liabilities | | | | |
| Due to other governments | \$ 74,648 | \$ 790,777 | \$ 834,931 | \$ 30,494 |
| <u>City of Lovelock</u> | | | | |
| Assets | | | | |
| Cash on deposit and invested | \$ 4,669 | \$ 169,241 | \$ 173,039 | \$ 871 |
| Liabilities | | | | |
| Due to other governments | \$ 4,669 | \$ 169,241 | \$ 173,039 | \$ 871 |
| <u>Pershing County School District</u> | | | | |
| Assets | | | | |
| Cash on deposit and invested | \$ - | \$ 3,450,056 | \$ 3,450,056 | \$ - |
| Liabilities | | | | |
| Due to other governments | \$ - | \$ 3,450,056 | \$ 3,450,056 | \$ - |
| <u>Pershing General Hospital</u> | | | | |
| Assets | | | | |
| Cash on deposit and invested | \$ 8,580 | \$ 1,206,685 | \$ 1,211,494 | \$ 3,771 |
| Liabilities | | | | |
| Due to other governments | \$ 8,580 | \$ 1,206,685 | \$ 1,211,494 | \$ 3,771 |
| <u>Lovelock Valley Weed Control District</u> | | | | |
| Assets | | | | |
| Cash on deposit and invested | \$ 14,154 | \$ 46,621 | \$ 33,361 | \$ 27,414 |
| Liabilities | | | | |
| Due to other governments | \$ 14,154 | \$ 46,621 | \$ 33,361 | \$ 27,414 |
| <u>Aid to Victims of Domestic Violence</u> | | | | |
| Assets | | | | |
| Cash on deposit and invested | \$ 115 | \$ 850 | \$ 850 | \$ 115 |
| Liabilities | | | | |
| Due to other governments | \$ 115 | \$ 850 | \$ 850 | \$ 115 |

Pershing County
Combining Statements of Changes in Assets and Liabilities – Agency Funds
Year Ended June 30, 2016

| | Balance July 1, 2015 | Additions | Deductions | Balance June 30, 2016 |
|---|----------------------------|--------------|--------------|-----------------------------|
| <u>Advisory Board to Management Wildlife</u> | | | | |
| Assets | | | | |
| Cash on deposit and invested | \$ 3,145 | \$ 2,576 | \$ 4,663 | \$ 1,058 |
| Liabilities | | | | |
| Due to other governments | \$ 3,145 | \$ 2,576 | \$ 4,663 | \$ 1,058 |
| <u>Taylor Grazing Act</u> | | | | |
| Assets | | | | |
| Cash on deposit and invested | \$ 6,561 | \$ 8,726 | \$ 13,387 | \$ 1,900 |
| Liabilities | | | | |
| Due to other governments | \$ 6,561 | \$ 8,726 | \$ 13,387 | \$ 1,900 |
| <u>Pershing County Water Conservancy District</u> | | | | |
| Assets | | | | |
| Cash on deposit and invested | \$ 7,789 | \$ 1,083,219 | \$ 1,086,879 | \$ 4,129 |
| Liabilities | | | | |
| Due to other governments | \$ 7,789 | \$ 1,083,219 | \$ 1,086,879 | \$ 4,129 |
| <u>Pershing County Assessor</u> | | | | |
| Assets | | | | |
| Cash on deposit | \$ 244 | \$ - * | \$ - * | \$ 244 |
| Liabilities | | | | |
| Due to other governments | \$ 244 | \$ - * | \$ - * | \$ 244 |
| <u>Land Use Fees</u> | | | | |
| Assets | | | | |
| Cash on deposit and invested | \$ 86 | \$ 1,015 | \$ 725 | \$ 376 |
| Liabilities | | | | |
| Funds held in trust for others | \$ 86 | \$ 1,015 | \$ 725 | \$ 376 |
| <u>Clerk Trust</u> | | | | |
| Assets | | | | |
| Cash on deposit | \$ 27,176 | \$ 1,080 * | \$ - | \$ 28,256 |
| Liabilities | | | | |
| Funds held in trust for others | \$ 27,176 | \$ 1,080 * | \$ - | \$ 28,256 |

Pershing County
Combining Statements of Changes in Assets and Liabilities – Agency Funds
Year Ended June 30, 2016

| | Balance July 1, 2015 | Additions | Deductions | Balance June 30, 2016 |
|--|----------------------------|-------------|------------|-----------------------------|
| <u>Lake Township Justice Court</u> | | | | |
| Assets | | | | |
| Cash on deposit | \$ 27,485 | \$ 18,577 * | \$ - | \$ 46,062 |
| Liabilities | | | | |
| Funds held in trust for others | \$ 27,485 | \$ 18,577 * | \$ - | \$ 46,062 |
| <u>11th Judicial District Court</u> | | | | |
| Assets | | | | |
| Cash on deposit | \$ - | \$ 81 * | \$ - | 81 |
| Liabilities | | | | |
| Funds held in trust for others | \$ - | \$ 81 * | \$ - | 81 |
| <u>Legal Services</u> | | | | |
| Assets | | | | |
| Cash on deposit and invested | \$ 326 | \$ 2,021 | \$ 2,143 | \$ 204 |
| Liabilities | | | | |
| Funds held in trust for others | \$ 326 | \$ 2,021 | \$ 2,143 | \$ 204 |
| <u>Commissary Fund, Sheriff</u> | | | | |
| Assets | | | | |
| Cash on deposit | \$ 29,697 | \$ 3,384 * | \$ - | \$ 33,081 |
| Liabilities | | | | |
| Funds held in trust for others | \$ 29,697 | \$ 3,384 * | \$ - | \$ 33,081 |
| <u>Jail Operations, Sheriff</u> | | | | |
| Assets | | | | |
| Cash on deposit | \$ 117 | \$ 50 * | \$ - | \$ 167 |
| Liabilities | | | | |
| Funds held in trust for others | \$ 117 | \$ 50 * | \$ - | \$ 167 |
| <u>Check Restitution Fund, District Attorney</u> | | | | |
| Assets | | | | |
| Cash on deposit | \$ 169 | \$ - | \$ 4 * | \$ 165 |
| Liabilities | | | | |
| Funds held in trust for others | \$ 169 | \$ - | \$ 4 * | \$ 165 |

Pershing County
Combining Statements of Changes in Assets and Liabilities – Agency Funds
Year Ended June 30, 2016

| | Balance July 1, 2015 | Additions | Deductions | Balance June 30, 2016 |
|--|----------------------------|--------------|--------------|-----------------------------|
| Traffic Citation Diversion Program, District Attorney | | | | |
| Assets | | | | |
| Cash on deposit | \$ 249 | \$ 312 * | \$ - | \$ 561 |
| Liabilities | | | | |
| Funds held in trust for others | \$ 249 | \$ 312 * | \$ - | \$ 561 |
| Pershing County Public Administrator | | | | |
| Assets | | | | |
| Cash on deposit | \$ 139,213 | \$ 305,519 * | \$ - | \$ 444,732 |
| Liabilities | | | | |
| Funds held in trust for others | \$ 139,213 | \$ 305,519 * | \$ - | \$ 444,732 |
| Public Guardianship, District Attorney | | | | |
| Assets | | | | |
| Cash on deposit | \$ - | \$ 26,334 * | \$ - | \$ 26,334 |
| Liabilities | | | | |
| Funds held in trust for others | \$ - | \$ 26,334 * | \$ - | \$ 26,334 |
| Totals | | | | |
| Assets | | | | |
| Cash on deposit and invested | \$ 344,423 | \$ 7,117,124 | \$ 6,811,532 | \$ 650,015 |
| Liabilities | | | | |
| Due to other governments | \$ 119,905 | \$ 6,758,751 | \$ 6,808,660 | \$ 69,996 |
| Funds held in trust for others | 224,518 | 358,373 | 2,872 | 580,019 |
| | \$ 344,423 | \$ 7,117,124 | \$ 6,811,532 | \$ 650,015 |

* 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, 2016

| | | |
|--|-------|---------|
| Flat Fixed Fees | | |
| Business license revenue adjusted base at June 30, 2015 | \$ | 11,956 |
| Adjustment to Base | | |
| Base | | 11,956 |
| Percentage increase in population of the local government | 0.00% | |
| 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 | 0.50% | 0.50% |
| | | 60 |
| Adjusted base at June 30, 2016 | | 12,016 |
| Actual revenue | | 8,960 |
| Amount over (under) allowable amount | \$ | (3,056) |

Pershing County
Schedule No. 1 – Summary Schedule of Ending Cash and Investment Balances
Years Ended June 30, 2016 through 2013

| | 2016 | 2015 | 2014 | 2013 |
|--|----------------------|----------------------|----------------------|----------------------|
| County Funds | | | | |
| General | \$ 2,117,715 | \$ 1,485,853 | \$ 1,307,357 | \$ 1,094,064 |
| In Lieu of Taxes | 1,335,028 | 1,295,189 | 1,636,051 | 1,886,216 |
| Law Enforcement | 199,890 | 85,902 | 62,219 | 65,951 |
| Cemetery | 26,672 | 27,895 | 37,552 | 39,467 |
| Law Library | 8,143 | - | - | - |
| Road | 382,370 | 414,614 | 456,188 | 505,662 |
| 11th Judicial District Court | 358,374 | - | - | - |
| Building | 3,441,467 | 3,833,182 | 3,911,400 | 3,675,434 |
| General Indigent | 23,338 | 15,683 | 10,343 | 6,285 |
| Medical Indigent | 150,360 | 83,976 | 141,386 | 149,335 |
| Medical Indigent 2 | 103,847 | 81,352 | 201,807 | 199,760 |
| Library | 144,215 | 57,096 | 81,092 | 52,554 |
| Agricultural Extension | 103,985 | 85,231 | 100,622 | 86,985 |
| Senior Citizens | 122,488 | 77,640 | 31,207 | 18,804 |
| J.P. Admin Fee | 117,538 | 69,706 | 55,728 | 56,542 |
| Regional Street and Highway | 822,163 | 993,445 | 846,695 | 831,754 |
| 911 Surcharge Fee | 8,702 | 16,625 | 27,247 | 32,088 |
| Forensic Services | 752 | 656 | 851 | 1,356 |
| Town of Imlay Operating | 5,043 | 5,936 | 8,086 | 5,226 |
| Drug Court | 94,745 | 96,567 | 82,357 | 51,850 |
| Television District | 170,017 | 196,604 | 199,925 | 191,244 |
| Recreation | 239,091 | 188,924 | 156,115 | 154,916 |
| Gift | 98,243 | 43,148 | 45,835 | 40,306 |
| Capital Asset Forfeiture | 33,964 | 4,521 | 4,411 | 6,240 |
| Ad Valorem Capital Projects | 178,112 | 199,670 | 266,302 | 319,705 |
| Option Tax-Public Safety | 1,040,049 | 1,023,434 | 974,036 | 812,820 |
| Pershing County Electrical Utility | 471,797 | 451,270 | 426,436 | 412,639 |
| Landfill | 327,504 | 327,278 | 263,645 | 288,385 |
| Town of Imlay Utilities | 169,989 | 164,412 | 152,483 | 144,712 |
| Ambulance | 179,080 | 140,505 | 81,776 | 20,257 |
| Total county funds | <u>12,474,681</u> | <u>11,466,314</u> | <u>11,569,152</u> | <u>11,150,557</u> |
| Fiduciary Funds | <u>650,015</u> | <u>344,423</u> | <u>328,653</u> | <u>247,023</u> |
| | <u>\$ 13,124,696</u> | <u>\$ 11,810,737</u> | <u>\$ 11,897,805</u> | <u>\$ 11,397,580</u> |
| Cash on Hand | <u>\$ 2,625</u> | <u>\$ 2,625</u> | <u>\$ 2,625</u> | <u>\$ 2,625</u> |
| Demand Deposit Accounts | | | | |
| Treasurer | 2,039,350 | 1,899,245 | 1,850,891 | 1,921,585 |
| Assessor | 244 | 244 | 244 | 324 |
| Clerk Trust | 28,256 | 27,176 | 59,217 | 28,277 |
| Lake Township Justice Court | 46,062 | 27,485 | 28,147 | 34,884 |
| 11th Judicial District Court | 81 | - | - | - |
| Sheriff | 33,248 | 29,814 | 30,182 | 24,222 |
| District Attorney | 27,060 | 418 | 939 | 331 |
| Public Administrator | 444,732 | 139,213 | 10,466 | 16,187 |
| Total demand deposit accounts | <u>2,619,033</u> | <u>2,123,595</u> | <u>1,980,086</u> | <u>2,025,810</u> |
| Cash Deposited/Invested in Other than Demand Deposit Accounts | <u>10,503,038</u> | <u>9,684,517</u> | <u>9,915,094</u> | <u>9,369,145</u> |
| | <u>\$ 13,124,696</u> | <u>\$ 11,810,737</u> | <u>\$ 11,897,805</u> | <u>\$ 11,397,580</u> |
| % Cash Deposited/Invested in Other than Demand Deposit Accounts at June 30 | <u>80.0%</u> | <u>82.0%</u> | <u>83.3%</u> | <u>82.2%</u> |

Pershing County

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

Years Ended June 30, 2016 through 2013

| | 2016 | 2015 | 2014 | 2013 |
|---|----------------------|----------------------|----------------------|---------------------|
| Revenues | | | | |
| Taxes | \$ 3,750,860 | \$ 2,809,591 | \$ 3,516,312 | \$ 4,226,480 |
| Licenses and permits | 74,307 | 67,438 | 55,174 | 46,357 |
| Intergovernmental | 4,894,450 | 3,896,603 | 3,924,984 | 3,835,795 |
| Grants | 1,442,002 | 775,507 | 647,902 | 768,789 |
| Federal payments in lieu of taxes | 1,162,839 | 977,138 | 1,072,835 | 1,001,367 |
| Charges for services | 464,488 | 365,406 | 438,550 | 507,123 |
| Fines and forfeits | 409,386 | 232,033 | 244,074 | 154,298 |
| Miscellaneous, other | 665,715 | 743,404 | 864,064 | 848,425 |
| Interest earnings | 128,523 | 73,139 | 64,064 | 85,937 |
| Total revenues | <u>12,992,570</u> | <u>9,940,259</u> | <u>10,827,959</u> | <u>11,474,571</u> |
| Expenditures | | | | |
| Salaries, wages, and benefits | 7,005,979 | 5,585,475 | 5,515,578 | 5,305,023 |
| Services and supplies | 4,170,235 | 4,194,798 | 4,311,075 | 4,606,752 |
| Capital outlay | 2,157,918 | 758,075 | 593,560 | 1,046,345 |
| Principal | - | - | - | 19,956 |
| Interest | - | - | - | 896 |
| Total expenditures | <u>13,334,132</u> | <u>10,538,348</u> | <u>10,420,213</u> | <u>10,978,972</u> |
| Excess (Deficiency) of Revenues over Expenditures | <u>(341,562)</u> | <u>(598,089)</u> | <u>407,746</u> | <u>495,599</u> |
| Other Financing Sources (Uses) | | | | |
| Transfers from other funds | 1,111,500 | 271,033 | 251,892 | 284,000 |
| Transfers to other funds | (1,111,500) | (271,033) | (251,892) | (284,000) |
| Note payable financing | 755,967 | - | - | - |
| Sale of capital assets | 46,168 | 211,000 | 292,541 | - |
| Insurance settlements | - | - | - | 20,426 |
| Total other financing sources (uses) | <u>802,135</u> | <u>211,000</u> | <u>292,541</u> | <u>20,426</u> |
| Special Item | | | | |
| Contribution of assets (net) from Pershing County Tourism Authority Board | - | - | - | 52,943 |
| Net Change in Fund Balances | <u>460,573</u> | <u>(387,089)</u> | <u>700,287</u> | <u>568,968</u> |
| Fund Balances, Beginning of Year, as Previously Reported | 10,555,940 | 10,128,892 | 9,428,605 | 8,859,637 |
| Prior Period Adjustment | - | 814,137 | - | - |
| Fund Balances, Beginning of Year, as Restated | <u>10,555,940</u> | <u>10,943,029</u> | <u>9,428,605</u> | <u>8,859,637</u> |
| Fund Balance, End of Year | <u>\$ 11,016,513</u> | <u>\$ 10,555,940</u> | <u>\$ 10,128,892</u> | <u>\$ 9,428,605</u> |

| Roll Year | County | Pershing County School District | State of Nevada |
|----------------------------|--------|------------------------------------|--------------------|
| 2007-08: | | | |
| Local government unit rate | 1.3068 | 1.2000 | 0.1700 |
| 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 |

| Roll Year | Assessed Valuations | | |
|-----------|---------------------|---------------|--------------|
| | Total County | City | Town |
| 2007-08 | \$ 191,199,951 | \$ 18,864,410 | \$ 1,323,270 |
| 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 |

Pershing County
 Schedule No. 3 – Schedule of Property Tax Rates and Assessed Valuations
 Years Ended June 30, 2008 through 2017

| Hospital District | Total County Rate | City of Loveland | 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 |

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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, 2016, 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 28, 2016.

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 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 were not 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 considered the deficiency described in the accompanying Schedule of Findings and Questioned Costs to be a material weakness – 2016-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 responses to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs and Corrective Action Plan. Pershing County's responses were not subjected to the auditing procedures in the audit of the financial statements, and accordingly, we express no opinion on the responses.

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.

Handwritten signature of Eide Sallie LLP in cursive script.

Reno, Nevada
November 28, 2016

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, 2016. 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 opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Pershing County's compliance.

Basis for Qualified Opinion on the Airport Improvement Program

As described in the accompanying Schedule of Findings and Questioned Costs, Pershing County did not comply with requirements regarding CFDA 20.106, Airport Improvement Program, as described in Finding 2016-001 for Equipment and Real Property Management. 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 Airport Improvement Program

In our opinion, except for the noncompliance described in the Basis of Qualified Opinion paragraph, Pershing County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on the Airport Improvement Program for the year ended June 30, 2016.

Opinion on the Other Major Federal Program

In our opinion, Pershing County complied, in all material respects, with the 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, 2016.

Other Matters

Pershing County's responses to the noncompliance finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs and Corrective Action Plan. Pershing County's responses were not subjected to the auditing procedures in the audit of the financial statements, and accordingly, we express no opinion on the responses.

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 or significant deficiencies may exist that were not identified. However, as discussed below, we identified certain deficiencies in internal control over compliance that we consider to be material weaknesses and significant deficiencies.

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 2016-001 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 deficiencies in internal

control over compliance described in the accompanying Schedule of Findings and Questioned Costs as items 2016-002 through 2016-004 to be significant deficiencies.

Pershing County's responses to the internal control over compliance findings identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs and Corrective Action Plan. Pershing County's responses were 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.

Eide Bailly LLP

Reno, Nevada
November 28, 2016

Pershing County
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2016

| 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 | \$ 399,551 |
| <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 | CDBG/13/PF/12 | \$ 166,797 |
| Community Development Block Grants/State's Program and Non-Entitlement Grants in Hawaii | 14.228 | CDGB/14/PF/12 | 14,573 |
| Total U.S. Department of Housing and Urban Development | | | <u>\$ 181,370</u> |
| <u>U.S. Department of Justice</u> | | | |
| Passed through Nevada Department of Public Safety: Edward Byrne Memorial Justice Assistance Grant Program | 16.738 | 15-JAG-24 | \$ 69,100 |
| <u>U.S. Department of Transportation</u> | | | |
| Direct Award: Airport Improvement Program | 20.106 | 3-32-0011-14 | \$ 383,349 |
| Passed through Nevada Department of Public Safety: Interagency Hazardous Materials Public Sector Training and Planning Grants | 20.703 | 14-HMEP-14-01 | 1,471 |
| Total U.S. Department of Transportation | | | <u>\$ 384,820</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 | 2015-20 | \$ 2,856 |
| Grants to States | 45.310 | 2015-20 | 1,820 |
| Grants to States | 45.310 | 2015-06 | 4,293 |
| Grants to States | 45.310 | 2014-17 | 8,954 |
| Total Institute of Museum and Library Services | | | <u>\$ 17,923</u> |
| <u>U.S. Department of Health and Human Services</u> | | | |
| 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-16 | \$ 24,443 |
| Program Income | 93.044 | -- | 3,535 |
| | | | <u>27,978</u> |

Pershing County
Schedule of Expenditures of Federal Awards
Year Ended June 30, 2016

| Federal Grantor/Pass-Through Grantor/Program or Cluster Title | Federal CFDA Number | Identifying Number | Expenditures |
|---|---------------------------|-----------------------|---------------------|
| Special Programs for the Aging - Title III, Part C - Nutrition Services | 93.045 | 14-000-07-13-15 | \$ 7,750 |
| Special Programs for the Aging - Title III, Part C - Nutrition Services | 93.045 | 14-000-07-13-16 | 13,040 |
| Special Programs for the Aging - Title III, Part C - Nutrition Services | 93.045 | 14-000-04-24-15 | 7,641 |
| Special Programs for the Aging - Title III, Part C - Nutrition Services | 93.045 | 14-000-04-24-16 | 13,067 |
| Program Income | 93.045 | -- | 25,458 |
| | | | <u>66,956</u> |
| Passed through Nevada Aging and Disability Services Division: | | | |
| Nutrition Services Incentive Program | 93.053 | 14-000-57-NX-15 | 3,626 |
| Nutrition Services Incentive Program | 93.053 | 14-000-57-NX-16 | 7,101 |
| | | | <u>10,727</u> |
| Total Aging Cluster | | | <u>105,661</u> |
| Passed through Nevada Division of Welfare and Supportive Services: | | | |
| Child Support Enforcement | 93.563 | -- | <u>104,952</u> |
| Total U.S. Department of Health and Human Services | | | <u>\$ 210,613</u> |
| <u>U.S. Department of Homeland Security</u> | | | |
| Passed through United Way of Northern Nevada and the Sierra: Emergency Food and Shelter National Board Program | 97.024 | -- | \$ 1,810 |
| Passed through Nevada Department of Public Safety: Emergency Management Performance Grants | 97.042 | 9704216 | 13,790 |
| Total U.S. Department of Homeland Security | | | <u>\$ 15,600</u> |
| Other Federal Assistance: | | | |
| <u>U.S. Department of Interior</u> | | | |
| Passed through State of Nevada, Office of State Controller: Distribution of Receipts to State and Local Governments ¹ | 15.227 | -- | <u>\$ 8,726</u> |
| Total Expenditures of Federal Awards | | | <u>\$ 1,287,703</u> |

¹ 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.

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.

The organization 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 deficiencies identified not considered to be material weaknesses | Yes |
| Type of auditor's report issued on compliance for major programs: | Qualified |
| 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> |
|---|--------------------|
| Airport Improvement Program | 20.106 |
| 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 III – Federal Award Findings and Questioned Costs

**2016-001: U.S. Department of Transportation
Airport Improvement Program, CFDA 20.106**

**Equipment and Real Property Management
Material Weakness in Internal Control over Compliance and Material Noncompliance**

Grant Award Number: Affects the grant award included under CFDA 20.106.

Criteria: 2 CFR Part 200.313 provides that the entity maintain proper records for equipment, a physical inventory of equipment shall be taken at least once every two years, and the disposition of any equipment acquired under a Federal award is in accordance with Federal requirements.

Condition: During our audit testing of equipment management, we noted the equipment purchase selected for testing was not recorded as a capital asset addition in the capital asset system. We also noted the last physical inventory of equipment acquired under Federal awards was taken in FY2011-12 and thus was not within the last two years.

Cause: Pershing County did not have adequate controls in place to ensure that assets purchased with Federal awards were identified and properly recorded.

Effect: Capital assets were understated prior to adjustment. The absence of a physical inventory at least once every two years could result in improper use, maintenance, and disposal of equipment purchased with federal awards.

Questioned Costs: None.

Context/Sampling: One out of two equipment purchases was selected for testing.

Repeat Finding from Prior Year(s): No

Recommendation: We recommend Pershing County enhance controls to ensure that assets purchased with Federal funds are identified and properly recorded in the capital asset system.

Views of Responsible Officials: Management agrees with the finding.

**2016-002: U.S. Department of Transportation
Airport Improvement Program, CFDA 20.106**

**Procurement and Suspension and Debarment
Significant Deficiency in Internal Control over Compliance**

Grant Award Number: Affects the grant award included under CFDA 20.106.

Criteria: 2 CFR Part 200.313 requires that procurements are made in compliance with procurement requirements specific to the federal award. The U.S. Department of Transportation Federal Aviation Administration grant agreement conditions require the sponsor to insert a clause on banning texting while driving in all subgrants, contracts, and subcontracts.

Condition: During our audit testing over procurement, we noted the contract did not include a clause on banning texting while driving.

Cause: Pershing County did not have adequate controls in place to ensure that contracts include all requirements specified in the Federal award.

Effect: Payments may be made to a contractor who is not in compliance with the Federal award conditions.

Questioned Costs: None.

Context/Sampling: One contract out of a population of three was selected for testing.

Repeat Finding from Prior Year(s): No

Recommendation: We recommend Pershing County enhance controls to ensure that contracts include all requirements specified in the Federal award.

Views of Responsible Officials: Management agrees with the finding.

**2016-003: U.S. Department of Transportation
Airport Improvement Program, CFDA 20.106**

**Reporting
Significant Deficiency in Internal Control over Compliance**

Grant Award Number: Affects the grant award included under CFDA 20.106.

Criteria: 2 CFR Part 200.313 requires that reports submitted to the Federal awarding agency include all activity of the reporting period and are presented in accordance with program requirements.

Condition: During our audit testing of reporting over the SF-425, we noted that lines 10a and 10b did not agree to the County's underlying accounting data for the period. We also noted line 10i was incorrectly calculated based on Federal funds authorized rather than on the Federal share of expenditures. During our testing of the Forms 271, we noted that the forms were marked as being prepared on the cash basis; however, the Forms 271 appear to have been prepared on the accrual basis.

Cause: Pershing County did not have adequate controls in place to ensure that data entered into the SF-425 report was supported by underlying accounting data, the reported information was calculated correctly, and the proper basis of accounting was selected on the Forms 271.

Effect: Incorrect information was submitted on the SF-425 report and potentially on the Forms 271.

Questioned Costs: None.

Context/Sampling: We selected the only SF-425 submitted during the fiscal year and a nonstatistical sample of two out of five Forms 271.

Repeat Finding from Prior Year(s): No

Recommendation: We recommend Pershing County enhance controls to ensure that data entered into the SF-425 is supported by underlying accounting data, each line item is calculated correctly, and the proper basis of accounting is selected on the Forms 271.

Views of Responsible Officials: Management agrees with the finding.

**2016-004: 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**

**Cash Management
Significant Deficiency in Internal Control over Compliance**

| | |
|---|---|
| <i>Grant Award Number:</i> | Affects the grant award included under CFDA 14.228. |
| <i>Criteria:</i> | The <i>Compliance Supplement</i> requires that non-Federal entities receiving Federal awards establish and maintain internal controls designed to reasonably ensure compliance with Federal laws, regulations, and program compliance requirements. |
| <i>Condition:</i> | During our audit testing of Federal cash draws, we noted that the draws are prepared and submitted without review by an individual independent of the cash draw preparation. The review process is a key aspect of maintaining effective internal controls. |
| <i>Cause:</i> | Pershing County did not have controls in place to provide for the review of Federal cash draws by an individual independent of the preparation. |
| <i>Effect:</i> | Inaccurate Federal cash draws may be prepared and the incorrect amount of Federal dollars may be received. |
| <i>Questioned Costs:</i> | None. |
| <i>Context/Sampling:</i> | A nonstatistical sample of three cash draws out of a population of seven cash draws were selected for testing. |
| <i>Repeat Finding from Prior Year(s):</i> | No |
| <i>Recommendation:</i> | We recommend Pershing County implement controls to provide for the review of Federal cash draws by an individual independent of the preparation. |
| <i>Views of Responsible Officials:</i> | Management agrees with the finding. |

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CORRECTIVE ACTION PLAN FOR AUDIT FINDINGS

Finding Number: 2016-A

Contact (s) Responsible for Correction Action: Rene Childs, Pershing County Recorder-Auditor

Corrective Action Planned: Management believes the cost of internally preparing the financial statements would exceed the benefits from doing so, considering current staffing levels. The County will continue to contract with the external audit firm to prepare the year-end financial statements. Improvement to the records, mainly related to capital assets, will continue to be a focus for improvement.

Anticipated Date of Correction Action Plan: 6/30/2017

Finding Number: 2016-001

Contact (s) Responsible for Correction Action: Rene Childs, Pershing County Recorder-Auditor

Corrective Action Planned: The Auditor's Office will monitor capital assets on a quarterly basis to identify and record them in the Capital Asset System in a timelier manner. We will also add a Federal Identifier to those assets which are paid with Federal monies. Physical inventory of equipment will now be completed every 2 years.

Anticipated Date of Correction Action Plan: 6/30/2017

Finding Number: 2016-002

Contact(s) Responsible for Corrective Action: Lacey Donaldson, Clerk-Treasurer

Corrective Action Planned: Controls will be enhanced to ensure that contracts include all requirements specified in the Federal Award.

Anticipated Date of Corrective Action Plan: Immediately

Finding Number: 2016-003

Contact(s) Responsible for Corrective Action: Lacey Donaldson, Clerk-Treasurer

Corrective Action Planned: The SF-425 will be filled out on an accrual basis as opposed to a cash basis and controls will be enhanced to ensure that the accounting data is calculated correctly.

Anticipated Date of Corrective Action Plan: Immediately

Finding Number: 2016-004

Contact (s) Responsible for Correction Action: Karen Wesner, Administrative Assistant

Corrective Action Planned: All payment vouchers will be prepared by the Grant Administrator for the CDBG Grants. The CDBG Draw Request will be reviewed and signed off by the Auditor-Recorder who is authorized to sign pursuant to the Certification Letter on file with each grant.

Anticipated Date of Correction Action Plan: 6/30/2017

**2015-A Financial Reporting
Material Weakness**

Initial Fiscal Year Finding Occurred: June 30, 2007.

Finding Summary: 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. Several instances were noted that required audit adjustments to the records of Pershing County.

Status: Not corrected. The Finding has been repeated as Finding 2016-A.

**2015-001: 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**

Initial Fiscal Year Finding Occurred: June 30, 2014.

Finding Summary: During our testing of 60 participants, we noted four instances where there was no indication of verification of proof of residency and one instance where there was no indication of proof of identity by Pershing County WIC clinic personnel.

Status: Partially corrected. Chart audits were completed by the WIC Director during the year ended June 30, 2016. Eligibility determinations, related to proof of residency and proof of identity, were supported by proper documentation in the clinic sites tested at June 30, 2015.

During the year ended June 30, 2016, another clinic site was placed under the jurisdiction of Pershing County; the clinic had previously been under another local government. Proof of residency and identity were not supported by proper documentation at the new clinic site.

Supervision of the new clinic site will focus on proper documentation procedures and training of personnel on required procedures.

**2015-002: 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

Initial Fiscal Year Finding

Occurred: June 30, 2015.

Finding Summary:

During our testing of 60 participants, we noted two instances where applicants were issued more than one month of benefits, even though they were unable to provide appropriate income documentation.

Status:

Corrected.

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 (the County) as of and for the year ended June 30, 2016, 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 actual expenditures and expenses during the year ended June 30, 2016.

Prior Year Recommendations

The status of prior year recommendations are included in the Summary Schedule of Prior Year Findings as part of the June 30, 2016 audit.

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, 2016 audit.



Reno, Nevada
November 28, 2016