

LANDER COUNTY
FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2016
WITH REPORT OF
CERTIFIED PUBLIC ACCOUNTANTS

LANDER COUNTY

Table of Contents

INTRODUCTORY SECTION

Letter of Transmittal	i
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FINANCIAL SECTION

Independent Auditors' Report.....	1
Management's Discussion and Analysis.....	5
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position.....	14
Statement of Activities	15
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	16
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	17
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	18
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	19
Statement of Net Position – Proprietary Funds	20
Statement of Revenues, Expenses, and Changes In Fund Net Position – Proprietary Funds	21
Statement of Cash Flows – Proprietary Funds	22
Combined Statement of Fiduciary Net Position – Fiduciary Funds	23
Statement of Changes in Fiduciary Net Position – Fiduciary Funds	24
Notes to the Financial Statements	25
Required Supplementary Information:	
Schedule of the Proportionate Share of the Net Pension Liability	56
Schedule of Contributions	57
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual:	
General Fund (Detailed).....	58
Schedule of Funding Progress	63

LANDER COUNTY

Table of Contents (Continued)

Supplementary Information:

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual CCP Fund	66
Combining Balance Sheet – Non-major Governmental Funds	67
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Non-major Governmental Funds	71
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual Special Revenue Funds	75
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual Capital Project Funds	99
Schedule of Revenues, Expenditures, and Changes in Net Position – Budget and Actual Proprietary Funds	106
Combining Statement of Changes in Assets and Liabilities - All Trust and Agency Funds	110

OTHER COMMUNICATIONS FROM INDEPENDENT AUDITORS:

Report on Compliance and on Internal Control over Financial Reporting	119
Report on Compliance with State Statutes and Administrative Code.....	121
Nevada Revised Statute 354.6113	123
Schedule of Fees Imposed Subject to the Provision of NRS 354.5989	124
Schedule of Findings and Recommendations	125
Corrective Action Plan.....	to be inserted upon completion

INTRODUCTORY SECTION

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Lander County

50 State Route 305

Battle Mountain, Nevada 89820

Phone (775) 635-2573 Fax (775) 635-9256

November 29, 2016

Residents of Lander County
Town of Battle Mountain and
Town of Austin
The Honorable Board of County Commissioners
Lander County, Nevada

We are pleased to submit the Management's Discussion and Analysis Report for Lander County, Town of Battle Mountain and Town of Austin Nevada for the fiscal year ended June 30, 2016.

Nevada Revised Statutes (NRS) 354.624 requires the County to issue an annual report on its financial position and activities and that this report be audited by an independent certified public accounting firm.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with county management based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute assurance that the financial statements are free from material misstatements. We believe the data, as presented, is accurate in all material aspects and that it is presented in manner designed to fairly set forth the financial position and results of operations of the County; and that all disclosures necessary to enable the reader to gain an understanding of the County's financial activities have been included.

REPORT PRESENTATION

We are presenting Management's Discussion and Analysis as an introduction to the financial information. It immediately follows the auditor's opinion. This section provides an overview and analysis of the County's significant transactions to aid readers in understanding their financial impact and relationship to the financial statements and schedules provided. This section is presented to provide more meaningful information to our readers and to demonstrate accountability for our financial actions.

The Financial Reporting Entity and Its Services

Lander County was formed on December 19, 1862 and was named after General Frederick W. Lander, Civil War hero and prominent builder of a wagon road across Nevada. Situated in the center of the state, the Lander County region attracted prospectors fanning out across the Great Basin after the 1859 discovery of the Comstock Lode. The County originally encompassed the eastern third of the State and was called "The Mother of Counties." It was later divided into the Counties of Lander, Eureka, White Pine, and Elko. The first County seat was located in Jacobsville, six miles west of Austin. In September, 1863, voters mandated its move to Austin the following May, and then in 1979 to Battle Mountain.

Located in north central Nevada, Lander County encompasses 5,621 square miles. Over 85 percent of the County is currently public land managed by federal agencies. Interstate 80 traverses the County in an east-west fashion on the northern end, as does Highway 50 on the southern end. State Highway 305 which runs north and south, bisects the center of Lander County. This highway links the towns of Battle Mountain and Austin. The town of Kingston is located in the southern part of Lander County on Nevada State Highway 376.

The total population of Lander County in 2014 was estimated to be 6,560. The population density is relatively 1.17 persons per square mile. Approximately 85 percent of Lander County residents live in the northern portion of the County.

In recent years Lander County's economy has been dominated by mining. Agriculture also plays a significant role in the local economy. High quality alfalfa and alfalfa seed is produced. Although the mining industry has declined in Lander County in recent years, it is still the dominant sector of the local economy.

The County provides for the health, safety and welfare of its citizens through many programs. Programs for health and welfare include immunization and flu vaccinations at the Community Health Nurse Office one-time assistance with utility bills and transportation through the Social Services department. Planning, zoning and building permits, tax assessment and collections, and general governmental services are also provided by the County. The County also provides for new construction and maintenance on various streets and highways; builds and maintains parks; maintains our public cemetery; operates the library and Civic Center; adjudicates various civil and criminal matters in its State and local courts; maintains the civil peace through the Sheriff's Department and its law enforcement officers.

The County has established various funds to account for these activities in compliance with legal requirements to facilitate management control, or to satisfy the requirements of generally accepted accounting principles. Governmental, proprietary and fiduciary fund types are employed to record all financial transactions of the County. This annual report summarizes the activities of the general fund, two major revenue funds, twenty-one non-major special revenue funds, two major proprietary funds, six non-major proprietary funds, six non-major capital project funds and 25 agency funds. Lander County adheres to the Local Government Budget and Finance Act incorporated within the statutes of the State of Nevada. The budget is adopted annually for all governmental and proprietary funds of the County.

OTHER INFORMATION

Independent Audit

Nevada Revised Statutes (NRS 354.624) require an annual audit of the affairs, transactions and financial records of the County by independent auditors. The firm of HintonBurdick CPA and Advisors, was selected by the County to perform an audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Governmental Auditing Standards*. The auditor's report on the financial statements is included in the financial section of this report. Their reports on internal controls and compliance with applicable laws and regulations are included in the compliance section.

Those who wish to obtain a true understanding of the financial condition and results of the operations of Lander County are encouraged to review this report, including the detailed notes to the financial statements, which are an integral part of the statements.

Acknowledgements

The preparation of this report could not have been accomplished without the efficient and dedicated services of the Lander County Finance Office staff during the entire fiscal year as well as during the audit. Thank you also to Grace Kemp (Treasurer) and Lura Duvall (Assessor) for all their efforts. Thanks also to the dedicated professional staff from HintonBurdick, Certified Public Accountants, for their contribution and support throughout the process. Special thank you to the Board of County Commissioners for their keen interest and support in the planning and conducting of the financial operations of the County in a responsible, clear, transparent and progressive manner.

Respectfully submitted,

Elizabeth Dias
Fiscal Officer

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FINANCIAL SECTION

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HINTONBURDICK

CPAs & ADVISORS

MEMBERS:

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Independent Auditors' Report

The Honorable County Commissioners
Lander County
Battle Mountain, 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 Lander County, Nevada, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the 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 an opinion 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 United State of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinions

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

Report on Summarized Comparative Information

The financial statements of Lander County as of June 30, 2015, were audited by other auditors whose reported dated November 24, 2015, expressed an unmodified opinion on those statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2015, is consistent, in all material respects, with the audited financial statements from which it has been derived.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedules related to pensions, and schedule of funding progress as listed in the table of contents 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 required supplementary information 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.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The introductory section, combining statements and individual major and nonmajor fund and proprietary fund budgetary comparison schedules, and Nevada Revised Statute 354.6113, as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining statements and individual major and nonmajor fund and proprietary fund budgetary comparison schedules, and Nevada Revised Statute 354.6113 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 major and nonmajor fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

The introductory 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated November 11, 2016, on our consideration of Lander County, Nevada'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 the County's internal control over financial reporting and compliance.

Hinton Burdick, PLLC

HintonBurdick, PLLC

St. George, Utah

November 11, 2016

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LANDER COUNTY
Management's Discussion and Analysis
June 30, 2016

Lander County Management's discussion and analysis of Lander County, Town of Battle Mountain and Town of Austin financial statements for the fiscal year ended June 30, 2016 provides an overview of the financial activities, financial performance and financial position of these entities as of June 30, 2016.

We invite and encourage the readers to read this information in conjunction with the financial statement presentation and notes to the financial statements to gain a more complete picture of the information presented.

- The net position of Lander County increased \$5.7 million or 2.4% as a result of this year's operations. Net position of our business – type activities increased by \$2.0 million, or 5.35%, and net position of our governmental activities increased by \$3.7 million, or 1.9%.
- During the year, the County had expenses for governmental activities that were \$17.5 million more than the \$3.2 million generated in program revenues. This phenomenon is normal due to governmental activities being financed principally through tax and intergovernmental revenue, rather than program revenues.
- The County Option Motor Vehicle Fuel Tax generated \$1.39 million in FY 15-16. This money is apportioned between the Road & Bridge Dept. and Regional Street and Highway Funds. The proceeds of this tax must be used for construction and improvement or the repair and maintenance of Lander County roads.
- Lander County's additional sales tax rate of .25% generated \$672,936 up 1.4% from FY 14-15. This money is used to accommodate for sewer and water infrastructure; primarily the Battle Mountain Wastewater Treatment Facility.

USING THE ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on Pages 14-15) provide information about the financial activities of the County as a whole and present a longer-term view of the County's finances. Fund financial statements begin on page 16. Regarding governmental activities, these statements express how these services were financed in the short term as well as showing what remains for future spending. Fund financial statements also report the County's operations in more detail than the government-wide statements by providing information about the County's most significant funds. Finally, the fiduciary funds' statements provide financial information about activities for which the County acts solely as an agent for the benefit of those outside of the government.

Reporting the County as a Whole

The Statement of Net Position and the Statement of Activities

Our analysis of the County as a whole begins on page 7. Analysis of the County's financial statements is guided by the important question: "Is the County, as a whole, better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities report information about the County as a whole and about its activities in a manner that assists in answering this question. These statements include all assets and liabilities using the accrual basis of accounting, similar to the accounting basis used by most entities in the private-sector. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the County's net position and changes in them. You can think of the County's net position – the difference between assets plus deferred outflows of resources and liabilities plus deferred inflows of resources – as one way to measure the financial health or financial position as of June 30, 2016. Over time, increases or decreases in the County's net position are one indicator of whether its overall financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the County's ad valorem (property) tax base and the condition of the County's roads, buildings, and equipment to accurately assess the overall health of the County.

In the Statement of Net Position and the Statement of Activities, we divide the County into two kinds of activities:

- **Governmental Activities** – Most of the County's basic services are reported here, including the Sheriff's Department, fire and emergency medical services, judicial system, public works, health, welfare, culture and recreation, community support, and general administration. Ad valorem (property) taxes, net proceeds of mines tax, consolidated taxes, PILT payments, franchise fees, fines, and state and federal grants finance most of these activities.
- **Business-type Activities** – The County charges a fee to customers to help cover all or most of the cost of certain services it provides. The County's communication site, and the Town of Battle Mountain's sewer and water systems are reported here.

Reporting the County's Most Significant Funds

Fund Financial Statements

Our analysis of the County's Major funds begins on page 16. The fund financial statements provide detailed information about the most significant funds – not the County as a whole. Some funds are required to be established by State law and by bond covenants. However, the Board of Commissioners establishes many other funds to assist in controlling and managing money for specific purposes, (i.e., the Airport Capital Improvement Fund) or to show that the County is meeting legal responsibilities in administering certain taxes, grant funds or other monies. The County's two kinds of funds – governmental and proprietary – use different accounting approaches.

- **Governmental funds** – Most of the County's basic services are reported in governmental-type funds, which focus on how money flows into and out of those funds and the balances remaining at year-end that are available for spending. These funds are reported using an accounting method called "Modified Accrual Accounting," which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services provided through those operations. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation.
- **Proprietary funds** – Any time the County charges customers for the services it provides, these services are generally reported in proprietary fund types. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the County's enterprise funds are the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows.

The County as Trustee

Reporting the County's Fiduciary Responsibilities

The County is the trustee, or fiduciary, for numerous funds. Fiduciary funds include Agency funds. Agency funds are used to account for assets held by the County as an agent for other governments and organizations. The County's fiduciary activities are reported in a separate Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position on pages 23-24. These activities are excluded from the County's other financial statements because the County cannot use these assets to finance its operations. The County has fiduciary responsibility over the cash maintained in these funds.

Notes to the Financial Statements

The notes to the financial statements provide additional information essential to the full understanding of the data provided in the government-wide and fund financial statements.

Other

Supplementary information, including individual fund statements and schedules providing budget-to-actual comparisons, are presented following the basic financial statements. These schedules test compliance with budgetary constraints and management directives to enhance accountability at the fund and function level.

The County as a Whole

Net position is a useful indicator of a government's financial position.

LANDER COUNTY NET POSITION

	Governmental activities		Business-type activities		Combined total	
	2016	2015	2016	2015	2016	2015
Current and other assets	\$ 153,115,714	\$ 149,602,095	\$ 12,274,083	\$ 10,883,296	\$ 165,389,797	\$ 160,485,391
Capital assets	72,829,597	63,391,542	27,292,965	26,883,247	100,122,562	90,274,789
Total assets	225,945,311	212,993,637	39,567,048	37,766,543	265,512,359	250,760,180
Deferred outflows of resources	1,826,463	1,653,767	53,188	58,877	1,879,651	1,712,644
Long-term liabilities outstanding	12,980,289	11,587,009	372,642	469,661	13,352,931	12,056,670
Other liabilities	2,584,562	5,303,937	74,981	99,044	2,659,543	5,402,981
Total liabilities	15,564,851	16,890,946	447,623	568,705	16,012,474	17,459,651
Deferred inflows of resources	13,674,865	2,905,232	50,090	121,052	13,724,955	3,026,284
Net position:						
Net investment in capital assets	72,829,597	63,391,542	27,292,965	26,883,247	100,122,562	90,274,789
Restricted	56,049,125	63,517,320	4,157,636	3,507,636	60,206,761	67,024,956
Unrestricted	69,653,336	67,942,364	7,671,922	6,744,780	77,325,258	74,687,144
Total net position	\$ 198,532,058	\$ 194,851,226	\$ 39,122,523	\$ 37,135,663	\$ 237,654,581	\$ 231,986,889

For more detailed information see the Government-Wide Statement of Net Position and the Notes to the Financial Statements.

Net Position: Lander County's assets plus deferred outflows of resources exceeded liabilities plus deferred inflows of resources by \$237.7 million at June 30, 2016. A large portion of net position, 42.1%, reflects its investment in capital assets (e.g., land, buildings, equipment, improvements, infrastructure and construction in progress) less any related debt used to acquire those assets that is still outstanding. Lander County uses

these capital assets to provide services to citizens; therefore, they are not available for future spending. Although the investment in capital assets is reported net of related debt, the resources needed to repay this debt must be provided from other sources, since capital assets cannot be used to liquidate these liabilities.

An additional portion of Lander County's net position, 23.6% represents resources subject to external restrictions (statutory, bond covenants, or granting agency) on how they may be used. The remaining balance of unrestricted net position of \$81.5 million may be used to meet the government's ongoing obligations to citizens and creditors. At June 30, 2016, Lander County had positive balances in all three categories of net position, both for the government as a whole, as well as for separate governmental and business-type activities.

Governmental activities increased the County's net position by \$3.7 million, thereby accounting for 64.9% of the total growth of the net position of Lander County. Business-type activities increased the County's net position by \$1.98 million, accounting for 35.1% of the total growth. These changes were the result of the excess of revenues over expenses. Key elements of the increase are noted on the following table.

LANDER COUNTY CHANGE OF NET POSITION

	Governmental Activities		Business-type activities		Combined total	
	2016	2015	2016	2015	2016	2015
Revenues:						
Program revenues:						
Charges for services	\$ 2,123,369	\$ 2,636,973	\$ 1,499,241	\$ 1,430,445	\$ 3,622,610	\$ 4,067,418
Operating grants and contributions	483,049	341,993	-	-	483,049	341,993
Capital grants and contributions	607,144	697,933	-	-	607,144	697,933
General revenues:						
Taxes	16,996,457	17,504,024	672,936	663,478	17,669,393	18,167,502
State gaming licenses	138,096	142,504	-	-	138,096	142,504
Net proceeds from mines	2,468,549	12,711,951	-	-	2,468,549	12,711,951
Unrestricted investment earnings	2,767,597	1,731,176	109,294	10,842	2,876,891	1,742,018
Gains on sale of capital assets	-	130,616	-	-	-	130,616
Other revenue/(expense)	51,103	311,575	-	-	51,103	311,575
Total revenues	25,635,364	36,208,745	2,281,471	2,104,765	27,916,835	38,313,510
Expenses:						
General government	5,528,492	7,392,037	-	-	5,528,492	7,392,037
Judicial	1,857,872	1,807,890	-	-	1,857,872	1,807,890
Public safety	6,483,552	4,808,454	-	-	6,483,552	4,808,454
Public works	3,272,570	2,671,434	-	-	3,272,570	2,671,434
Health and sanitation	618,605	541,396	-	-	618,605	541,396
Welfare	1,093,339	1,026,949	-	-	1,093,339	1,026,949
Culture and recreation	1,714,344	1,177,401	-	-	1,714,344	1,177,401
Community support	81,223	92,455	-	-	81,223	92,455
Intergovernmental	96,881	-	-	-	96,881	-
Water	-	-	754,030	824,101	754,030	824,101
Sewer	-	-	705,809	794,967	705,809	794,967
Communication Site	-	-	42,426	42,060	42,426	42,060
Total expenses	20,746,878	19,518,016	1,502,265	1,661,128	22,249,143	21,179,144
Increase(Decrease) in net position before transfers and contributions	4,888,486	16,690,729	779,206	443,637	5,667,692	17,134,366
Transfers	(1,207,654)	(4,335,759)	1,207,654	4,335,759	-	-
Increase(decrease) in net position	3,680,832	12,354,970	1,986,860	4,779,396	5,667,692	17,134,366
Net position, beginning	194,851,226	195,051,377	37,135,663	32,879,397	231,986,889	227,930,774
Restatement adjustments	-	(12,555,121)	-	(523,130)	-	(13,078,251)
Net position, ending	\$ 198,532,058	\$ 194,851,226	\$ 39,122,523	\$ 37,135,663	\$ 237,654,581	\$ 231,986,889

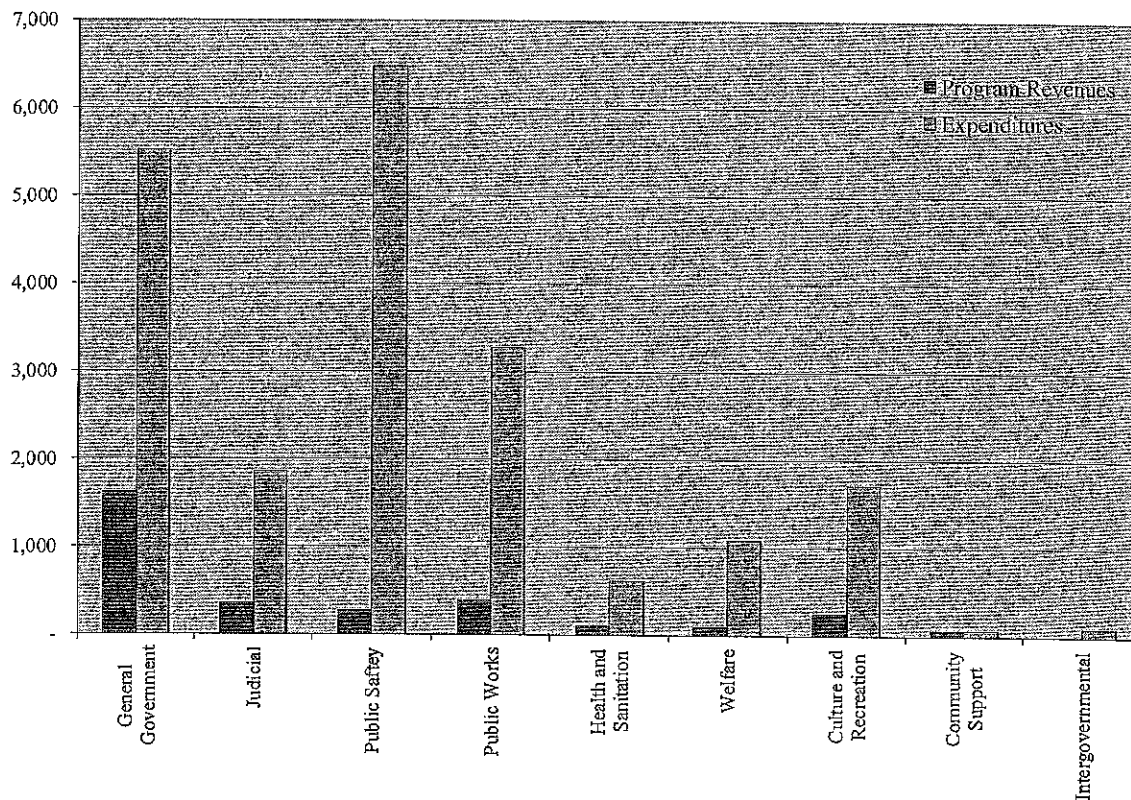
Total revenues: General revenue mainly comprised of various taxes and investment earnings represented 83.1% of total revenue. Program revenues are revenues directly related to service activities of a function and include charges for services, grants and contributions, and related investment earnings, when restricted for use in programs.

Program Expenses and Revenues for Governmental Activities

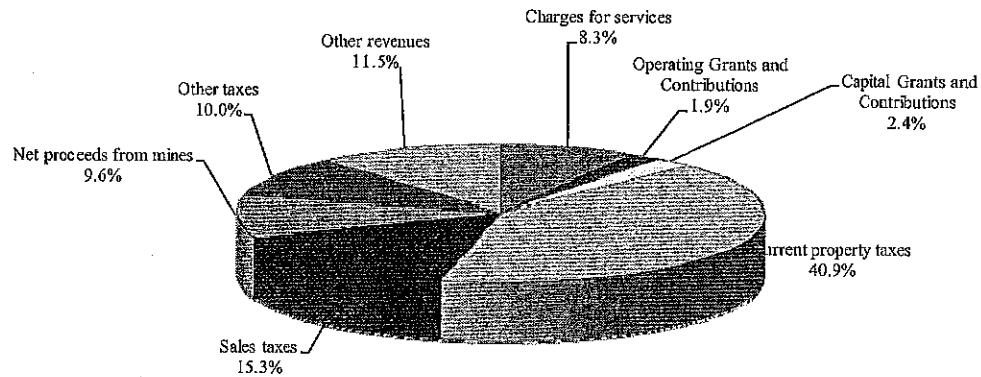
The following table presents program expenses and revenues for governmental activities. To aid in the understanding of the Statement of Activities, some additional explanation is given. Of particular interest is that the format is significantly different than a typical Statement of Revenues, Expenses, and Changes in Fund Balance. You will notice expenses are listed in the first column with revenues from that particular program reported to the right. The result is a Net (Expense)/Revenue. The reason for this kind of format is to highlight the relative financial burden of each of the functions on the County's taxpayers. It also identifies how much each function draws from the general revenues or if it is self-financing through fees and grants. Overall, program revenues were insufficient in covering program expenses for governmental activities. The net program expenses of these governmental activities were, therefore, supported by general revenues, - mainly taxes received and fund reserves applied. Expenses were up from prior year in public works, judicial and welfare due to increases associated with salaries, employee benefits as well as service & supplies.

The three largest revenue sources for the County are ad valorem taxes, consolidated taxes and net proceeds of mines taxes.

Program Revenues and Expenditures - Governmental Activities
(in Thousands)



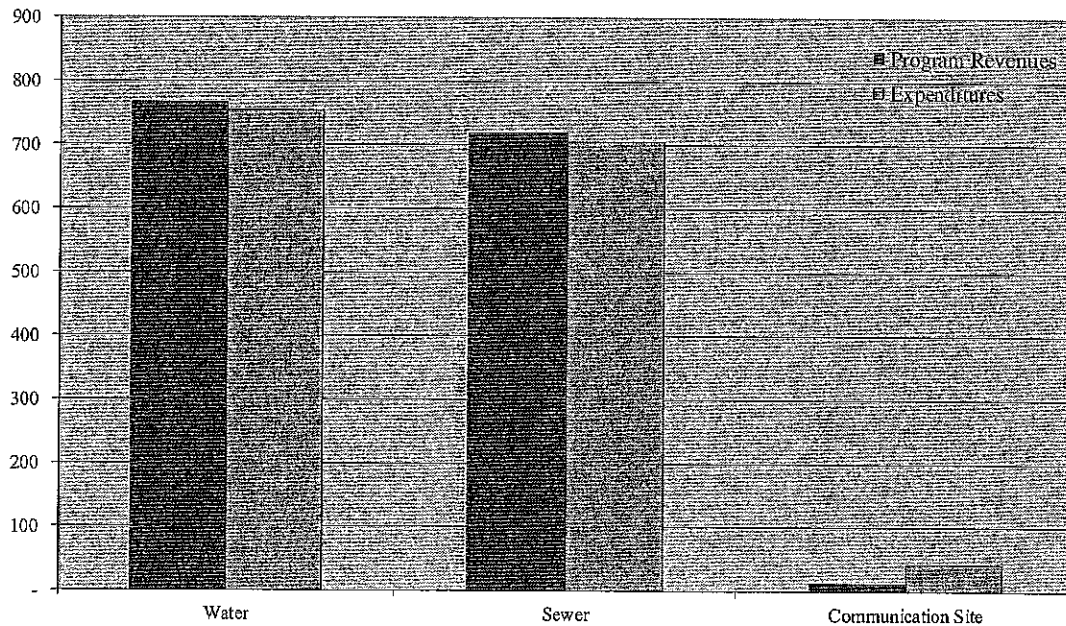
Revenue By Source - Governmental Activities



Program Expenses and Revenues for Business-type Activities

This table presents program expenses and revenues for business-type activities. Program revenues generated from the water and sewer fund were sufficient to cover program expenses. Expenses not covered by program revenues are supported by fund reserves.

Program Revenues and Expenditures - Business-Type Activities (in Thousands)



The County's Funds

Lander County uses fund accounting and budgetary integration to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds: The focus of the County's governmental funds is to provide information on current inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's current funding requirements. In particular, unrestricted fund balance serves as a useful measure of net resources available for appropriation at the end of the fiscal year.

As of the current fiscal year, the County's governmental funds reported combined ending fund balances of \$138.6 million, a decrease of \$5.2 million over the prior fiscal year.

The General Fund is the County's primary operating fund. At the end of the current fiscal year, unassigned fund balance of the General Fund was \$37.5 million. As a measure of liquidity, it is useful to compare the unassigned fund balance to total fund expenditures. Unassigned fund balance represents 348% of total fund expenditures, including transfers out.

The CCP Fund was created under the authority granted under Nevada Revised Statutes (NRS) 354.6113. This statute provides for the construction of capital projects included within the plan for capital improvements prepared in accordance with NRS 350.013. Revenues of the fund include net proceeds of mines taxes and investment earnings. The ending fund balance is \$43.2 million, a decrease of \$7,408,515 from the prior fiscal year. This decrease was derived from a decrease in the amount of net proceeds received by the county. Portions of these funds will be designated for construction of a new Lander County Recreation Center and the construction of the Battle Mountain Levee Project.

Proprietary Fund statements provide the same type of information found in the government-wide financial statements, but in more detail. They are accounted for by using full accrual; therefore, no reconciliation is required to the government-wide level.

The Battle Mountain Town Water and Sewer Funds were established to account for county-owned and operated water and sewer systems serving the Town of Battle Mountain. The fiscal year 2015-2016 operating gain for the water system was \$12,415 and net position of the fund increased by \$143,508. The operating gain for the sewer system was \$13,787 and net position of the fund increased by \$1.87 million.

General Fund Budgetary Highlights

Functions represent the legal level of budgetary control. The final budget appropriation was \$15,016,463 being the same as the original approved budget. Actual expenditures were 70.8% of appropriations and \$4.4 million less than the final budget.

Capital Asset and Debt Administration

Capital Assets

The County's investment in capital assets for its governmental and business-type activities as of June 30, 2016 is \$100.1 million (net of accumulated depreciation). This investment in capital assets includes land, improvements other than buildings, building and improvements, equipment, vehicles, construction work in progress and infrastructure. The total increase in the County's investment in capital assets for the current fiscal year was 10.9%.

This year's 10.9% increase in both governmental and business-type activities is due to net current year additions and depreciation expense.

Detailed information on the County's capital assets can be found in Note 6, page 40 of this report.

Long -Term Debt

Lander County has no debt.

Economic Factors and Next Year's Budgets and Rates

Lander County has been fortunate through the past year of continued sluggish economic performance and has not had to face workforce curtailments or layoffs. The County's principle industry – mining – continues to prosper with growth in production as well as continually increasing prices for metals in global markets. The net proceeds of mines taxes received by Lander County was, once again, higher than anticipated this fiscal year. We are fully aware that the mines in Lander County are subject to the ups and downs predicated on the prices of metals produced in Lander County.

Regardless of the current circumstance of economic prosperity and realized revenues (in general) being higher than anticipated, Lander County continues to employ a conservative approach to budgeting and fiscal management. The course for current and future County budgets and financial management is to apply financial resources to improve community infrastructure and construction of projects to benefit the County's citizens and taxpayers many years into the future.

Contacting the County's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Department at 50 State Route 305, Battle Mountain, NV. 89820

BASIC FINANCIAL STATEMENTS

LANDER COUNTY
Statement of Net Position
June 30, 2016

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Assets			
Cash and investments	\$ 151,977,121	\$ 11,983,352	\$ 163,960,473
Receivables (net of allowance for uncollectibles)	1,138,195	271,441	1,409,636
Inventory	398	19,290	19,688
Capital assets not being depreciated			
Land	2,582,603	10,950	2,593,553
Construction in progress	3,765,325	532,327	4,297,652
Capital assets being depreciated, net of accumulated depreciation			
Equipment and vehicles	7,831,516	406,646	8,238,162
Improvements other than buildings	8,620,392	25,567,143	34,187,535
Buildings	27,435,582	775,899	28,211,481
Infrastructure	22,594,179	-	22,594,179
Total assets	<u>225,945,311</u>	<u>39,567,048</u>	<u>265,512,359</u>
Deferred Outflows of Resources			
Deferred outflows related to pensions	1,826,463	53,188	1,879,651
Total deferred outflows of resources	<u>1,826,463</u>	<u>53,188</u>	<u>1,879,651</u>
Liabilities			
Accounts payable and other current liabilities	2,350,277	74,981	2,425,258
Unearned revenue	76,888	-	76,888
Due to other governments	159	-	159
Noncurrent liabilities:			
Due within one year	157,238	-	157,238
Due in more than one year	12,980,289	372,642	13,352,931
Total liabilities	<u>15,564,851</u>	<u>447,623</u>	<u>16,012,474</u>
Deferred Inflows of Resources			
Deferred revenue -net proceeds	11,954,801	-	11,954,801
Deferred inflows related to pensions	1,720,064	50,090	1,770,154
Total deferred inflows of resources	<u>13,674,865</u>	<u>50,090</u>	<u>13,724,955</u>
Net Position			
Net investment in capital assets	72,829,597	27,292,965	100,122,562
Restricted for:			
Capital projects	43,206,311	-	43,206,311
Other purposes	12,842,814	4,157,636	17,000,450
Unrestricted	69,653,336	7,671,922	77,325,258
Total net position	<u>\$ 198,532,058</u>	<u>\$ 39,122,523</u>	<u>\$ 237,654,581</u>

The accompanying notes are an integral part of the financial statements

LANDER COUNTY
Statement of Activities
For the Year Ended June 30, 2016

Functions/Programs	Program Revenues				Net (Expense) / Revenue and Change in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 5,528,492	\$ 1,319,290	\$ -	\$ 307,345	\$ (3,901,857)	\$ -	\$ (3,901,857)
Judicial	1,857,872	353,522	-	10,000	(1,494,350)	-	(1,494,350)
Public safety	6,483,552	28,946	253,619	-	(6,200,987)	-	(6,200,987)
Public works	3,272,570	213,977	181,526	-	(2,877,067)	-	(2,877,067)
Health and sanitation	618,605	109,172	-	-	(509,433)	-	(509,433)
Welfare	1,093,339	56,285	47,904	-	(989,150)	-	(989,150)
Culture and recreation	1,714,344	42,177	-	210,000	(1,462,167)	-	(1,462,167)
Community support	81,223	-	-	79,799	(1,424)	-	(1,424)
Intergovernmental	96,881	-	-	-	(96,881)	-	(96,881)
Total governmental activities	20,746,878	2,123,369	483,049	607,144	(17,533,316)	-	(17,533,316)
Business-type activities:							
Water	754,030	766,445	-	-	-	12,415	12,415
Sewer	705,809	719,596	-	-	-	13,787	13,787
Communication Site	42,426	13,200	-	-	-	(29,226)	(29,226)
Total business-type activities	1,502,265	1,499,241	-	-	-	(3,024)	(3,024)
Total primary government	\$ 22,249,143	\$ 3,622,610	\$ 483,049	\$ 607,144	\$ (17,533,316)	\$ (3,024)	\$ (17,536,340)
General revenues:							
Ad valorem taxes					10,493,347	-	10,493,347
Unrestricted intergovernmental revenues (consolidated taxes)					3,934,022	-	3,934,022
Motor vehicle fuel tax					1,389,498	-	1,389,498
Sales taxes					-	672,936	672,936
Franchise taxes					121,005	-	121,005
Payment in lieu of taxes					1,058,585	-	1,058,585
State gaming licenses					138,096	-	138,096
Net proceeds from mines					2,468,549	-	2,468,549
Unrestricted investment earnings					2,767,597	109,294	2,876,891
Other revenues					51,103	-	51,103
Transfers					(1,207,654)	1,207,654	-
Total general revenues					21,214,148	1,989,884	23,204,032
Change in net position					3,680,832	1,986,860	5,667,692
Net position - beginning					194,851,226	37,135,663	231,986,889
Net position - ending					\$ 198,532,058	\$ 39,122,523	\$ 237,654,581

The accompanying notes are an integral part of the financial statements

LANDER COUNTY
Balance Sheet
Governmental Funds
June 30, 2016

	General Fund	CCP Fund	Other Governmental Funds	Total Governmental Funds
Assets				
Cash and investments	\$ 41,262,731	\$ 53,357,806	\$ 57,356,584	\$ 151,977,121
Accounts receivable	85,015	-	28,719	113,734
Property taxes receivable	84,330	-	22,730	107,060
Due from other governments	631,247	-	286,154	917,401
Inventory	-	-	398	398
Total assets	<u>\$ 42,063,323</u>	<u>\$ 53,357,806</u>	<u>\$ 57,694,585</u>	<u>\$ 153,115,714</u>
Liabilities, Deferred Inflows, and Fund Balances				
Liabilities:				
Accounts payable	\$ 370,249	\$ 930,026	\$ 753,127	\$ 2,053,402
Accrued liabilities	158,288	-	66,183	224,471
Retainage payable	-	72,404	-	72,404
Unearned revenue	-	-	76,888	76,888
Due to other governments	32	-	127	159
Total liabilities	<u>528,569</u>	<u>1,002,430</u>	<u>896,325</u>	<u>2,427,324</u>
Deferred inflows of resources:				
Deferred revenue - net proceeds	591,657	9,149,065	2,214,079	11,954,801
Unavailable revenue - property taxes	75,104	-	18,733	93,837
Total deferred inflows of resources	<u>666,761</u>	<u>9,149,065</u>	<u>2,232,812</u>	<u>12,048,638</u>
Fund balances:				
Nonspendable:				
Inventory	-	-	398	398
Restricted for:				
General government	-	-	2,134,565	2,134,565
Judicial	-	-	241,511	241,511
Public safety	22,720	-	195,061	217,781
Public works	-	-	2,450,920	2,450,920
Welfare	-	-	7,546,033	7,546,033
Community support	-	-	274,724	274,724
Capital projects	-	43,206,311	-	43,206,311
Committed for:				
Retiree insurance	1,504,847	-	-	1,504,847
General government	-	-	2,431,776	2,431,776
Culture and recreation	-	-	5,991,431	5,991,431
Health and sanitation	-	-	6,689,802	6,689,802
Capital projects	-	-	14,784,639	-
Assigned for:				
Other purposes	-	-	11,824,588	11,824,588
FY2017 budget appropriation	1,846,373	-	-	1,846,373
Unassigned	37,494,053	-	-	49,318,641
Total fund balances	<u>40,867,993</u>	<u>43,206,311</u>	<u>54,565,448</u>	<u>138,639,752</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 42,063,323</u>	<u>\$ 53,357,806</u>	<u>\$ 57,694,585</u>	<u>\$ 153,115,714</u>

The accompanying notes are an integral part of the financial statements

LANDER COUNTY
Reconciliation of the Balance Sheet of Governmental Funds
To the Statement of Net Position
For the Year Ended June 30, 2016

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

Total fund balances - total governmental funds		\$ 138,639,752
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Governmental capital assets	\$ 110,683,778	
Accumulated depreciation	<u>(37,854,181)</u>	72,829,597
Deferred outflows and inflows of resources related to pensions and deferred charges or credits on refundings are applicable to future reporting periods and, therefore are not reported in the funds.		
Deferred outflows related to pensions	1,826,463	
Deferred inflows related to pensions	<u>(1,720,064)</u>	106,399
Revenues considered unavailable not reported in the funds.		93,837
Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		
Compensated absences	(349,417)	
Net pension liability	(12,483,002)	
Net OPEB obligation	<u>(305,108)</u>	<u>(13,137,527)</u>
Net position of governmental activities		<u><u>\$ 198,532,058</u></u>

The accompanying notes are an integral part of the financial statements

LANDER COUNTY
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended June 30, 2016

	General Fund	CCP Fund	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes	\$ 7,486,827	\$ 1,951,755	\$ 4,576,760	\$ 14,015,342
Licenses and permits	236,753	-	43,638	280,391
Intergovernmental	3,868,892	-	2,891,770	6,760,662
Charges for services	915,589	-	633,988	1,549,577
Fines and forfeitures	241,424	-	-	241,424
Investment earnings	1,087,680	1,569,135	115,602	2,772,417
Miscellaneous revenue	27,228	210,000	297,158	534,386
Total revenues	13,864,393	3,730,890	8,558,916	26,154,199
Expenditures				
Current:				
General government	3,891,713	3,315	1,317,801	5,212,829
Judicial	1,829,565	-	19,185	1,848,750
Public safety	4,800,970	-	69,432	4,870,402
Public works	-	-	1,751,730	1,751,730
Health and sanitation	-	-	358,096	358,096
Welfare	-	-	1,084,625	1,084,625
Culture and recreation	-	-	758,738	758,738
Community support	-	-	80,429	80,429
Intergovernmental expense	96,881	-	-	96,881
Capital outlay:				
General government	-	11,226,169	2,549,866	13,776,035
Judicial	2,155	-	-	2,155
Public safety	9,250	-	-	9,250
Public works	-	-	661,643	661,643
Health and sanitation	-	-	736,936	736,936
Culture and recreation	-	-	33,393	33,393
Community support	-	-	77,815	77,815
Total expenditures	10,630,534	11,229,484	9,499,689	31,359,707
Excess revenues over (under) expenditures	3,233,859	(7,498,594)	(940,773)	(5,205,508)
Other financing sources (uses)				
Transfers in	140,379	90,079	77,712	308,170
Transfers out	(140,379)	-	(167,791)	(308,170)
Total other financing sources and uses	-	90,079	(90,079)	-
Net change in fund balances	3,233,859	(7,408,515)	(1,030,852)	(5,205,508)
Fund balances - beginning of year	37,634,134	50,614,826	55,596,300	143,845,260
Fund balances - end of year	\$ 40,867,993	\$ 43,206,311	\$ 54,565,448	\$ 138,639,752

The accompanying notes are an integral part of the financial statements

LANDER COUNTY
Reconciliation of the Statement of Revenues,
Expenditures, and Changes in Fund Balances of Governmental Funds
To The Statement of Activities
For the Year Ended June 30, 2016

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

Net changes in fund balances - total governmental funds	\$	(5,205,508)
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Revenues that do not provide current financial resources are not reported as revenues in governmental funds. This represents the change in unavailable revenues for property taxes that are deferred in the funds.		(518,835)
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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. This is the amount by which depreciation exceeded capital outlay in the current period.

Capital outlay	\$ 13,366,511	
Depreciation expense	<u>(3,924,456)</u>	9,442,055

Pension contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the statement of net position because the reported net pension liability is measured a year before the report date. Pension expense, which is the change in the net pension liability adjusted for changes in deferred outflows and inflows of resources related to pension, is reported in the statement of activities.

Pension contributions	\$ 1,347,036	
Pension expense	<u>(1,374,682)</u>	(27,646)

The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and disposals) is to decrease net position.		(4,000)
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Some changes in long term liabilities in the statement of activities do not reduce the use of current financial resources and, therefore, are not reported as expense reductions in the governmental funds.

Change in compensated absences	3,573	
Net change in OPEB obligation	<u>(8,807)</u>	<u>(5,234)</u>

Change in net position of governmental activities	\$	<u><u>3,680,832</u></u>
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The accompanying notes are an integral part of the financial statements

LANDER COUNTY
Statement of Net Position
Proprietary Funds
June 30, 2016

	Battle Mountain Water	Battle Mountain Sewer	Nonmajor Mt. Lewis Communication Site	Combined Total
Assets				
Current Assets:				
Cash and investments	\$ 3,164,484	\$ 8,638,623	\$ 180,245	\$ 11,983,352
Accounts receivable	84,363	71,255	1,200	156,818
Due from other governments	-	114,623	-	114,623
Inventory	19,290	-	-	19,290
Total current assets	<u>3,268,137</u>	<u>8,824,501</u>	<u>181,445</u>	<u>12,274,083</u>
Noncurrent assets:				
Land	10,950	-	-	10,950
Buildings	578,846	770,298	-	1,349,144
Improvements	19,239,135	13,842,479	-	33,081,614
Furniture, equipment & vehicles	453,363	832,182	290,974	1,576,519
Construction in Progress	-	532,327	-	532,327
Accumulated depreciation	(3,305,903)	(5,751,641)	(200,045)	(9,257,589)
Total noncurrent assets	<u>16,976,391</u>	<u>10,225,645</u>	<u>90,929</u>	<u>27,292,965</u>
Total assets	<u>20,244,528</u>	<u>19,050,146</u>	<u>272,374</u>	<u>39,567,048</u>
Deferred Outflows of Resources				
Deferred outflows related to pensions	26,594	26,594	-	53,188
Total deferred outflows of resources	<u>26,594</u>	<u>26,594</u>	<u>-</u>	<u>53,188</u>
Liabilities				
Current Liabilities:				
Accounts payable	23,030	14,265	1,080	38,375
Accrued wages and benefits	8,113	8,113	-	16,226
Customer deposits	10,190	10,190	-	20,380
Total current liabilities	<u>41,333</u>	<u>32,568</u>	<u>1,080</u>	<u>74,981</u>
Noncurrent liabilities:				
Net OPEB obligation	5,362	3,760	-	9,122
Net pension liability	181,760	181,760	-	363,520
Total long-term debt	<u>187,122</u>	<u>185,520</u>	<u>-</u>	<u>372,642</u>
Total liabilities	<u>228,455</u>	<u>218,088</u>	<u>1,080</u>	<u>447,623</u>
Deferred Inflows of Resources				
Deferred inflows related to pensions	25,045	25,045	-	50,090
Total deferred outflows of resources	<u>25,045</u>	<u>25,045</u>	<u>-</u>	<u>50,090</u>
Net Position				
Net investment in capital assets	16,976,391	10,225,645	90,929	27,292,965
Restricted	-	4,157,636	-	4,157,636
Unrestricted	3,041,231	4,450,326	180,365	7,671,922
Total net position	<u>\$ 20,017,622</u>	<u>\$ 18,833,607</u>	<u>\$ 271,294</u>	<u>\$ 39,122,523</u>

The accompanying notes are an integral part of the financial statements

LANDER COUNTY
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended June 30, 2016

	Battle Mountain Water	Battle Mountain Sewer	Nonmajor Mt. Lewis Communication Site	Combined Total
Operating Revenues				
Charges for sales and services				
Communication use fees	\$ -	\$ -	\$ 13,200	\$ 13,200
Water use fees	764,612	-	-	764,612
Sewer use fees	-	716,176	-	716,176
Rents	1,505	1,505	-	3,010
Miscellaneous	328	1,915	-	2,243
Total operating revenues	766,445	719,596	13,200	1,499,241
Operating Expenses				
Salaries and wages	109,335	104,472	-	213,807
Employee benefits	(36,129)	(32,815)	-	(68,944)
Service, supplies and other	275,153	278,259	6,054	559,466
Depreciation	405,671	355,893	36,372	797,936
Total operating expenses	754,030	705,809	42,426	1,502,265
Operating income (loss)	12,415	13,787	(29,226)	(3,024)
Non-operating Revenues (Expenses)				
County option sales tax	-	672,936	-	672,936
Investment earnings	30,920	78,374	-	109,294
Total non-operating revenue (expense)	30,920	751,310	-	782,230
Income (loss) before contributions and transfers	43,335	765,097	(29,226)	779,206
Capital contribution from governmental activities	100,173	1,107,481	-	1,207,654
Change in net position	143,508	1,872,578	(29,226)	1,986,860
Total net position, beginning of year	19,874,114	16,961,029	300,520	37,135,663
Total net position, end of year	\$ 20,017,622	\$ 18,833,607	\$ 271,294	\$ 39,122,523

The accompanying notes are an integral part of the financial statements

LANDER COUNTY
Statement of Cash Flows
Proprietary Funds
For the Year Ended June 30, 2016

	Battle Mountain Water	Battle Mountain Sewer	Nonmajor Mt. Lewis Communication Site	Combined Total
Cash flows from operating activities:				
Cash received from customers	\$ 756,910	\$ 700,702	\$ 12,000	\$ 1,469,612
Cash paid to suppliers	(283,826)	(292,477)	(5,125)	(581,428)
Cash paid to employees	(153,627)	(155,630)	-	(309,257)
Net cash flows from operating activities	<u>319,457</u>	<u>252,595</u>	<u>6,875</u>	<u>578,927</u>
Cash flows from noncapital financing activities:				
Net interfund receipts/(payments)	(161,175)	170,403	-	9,228
County option sales tax	-	672,936	-	672,936
Net cash flows from noncapital financing activities	<u>(161,175)</u>	<u>843,339</u>	<u>-</u>	<u>682,164</u>
Cash flows from investing activities:				
Investment earnings	<u>30,920</u>	<u>78,374</u>	<u>-</u>	<u>109,294</u>
Net change in cash and cash equivalents	189,202	1,174,308	6,875	1,370,385
Cash and cash equivalents, beginning of year	<u>2,975,282</u>	<u>7,464,315</u>	<u>173,370</u>	<u>10,612,967</u>
Cash and cash equivalents, end of year	<u>\$ 3,164,484</u>	<u>\$ 8,638,623</u>	<u>\$ 180,245</u>	<u>\$ 11,983,352</u>
Reconciliation of operating income to net cash flows from operating activities:				
Net operating income/(loss)	\$ 12,415	\$ 13,787	\$ (29,226)	\$ (3,024)
Adjustments to reconcile net income/(loss) to net cash provided by operating activities:				
Depreciation/amortization	405,671	355,893	36,372	797,936
Pension expense	(55,781)	(55,781)	-	(111,562)
Employer pension contributions	(26,864)	(25,723)	-	(52,587)
Changes in operating assets and liabilities:				
(Increase)/Decrease in receivables	(9,535)	(18,894)	(1,200)	(29,629)
Increase/(Decrease) in accounts payables	(8,673)	(14,218)	929	(21,962)
Increase/(Decrease) in accrued liabilities & deposits	772	(2,874)	-	(2,102)
Increase/(Decrease) in OPEB obligation	<u>1,452</u>	<u>405</u>	<u>-</u>	<u>1,857</u>
Net cash flows from operating activities	<u>\$ 319,457</u>	<u>\$ 252,595</u>	<u>\$ 6,875</u>	<u>\$ 578,927</u>
Supplemental schedule of non-cash financing and investing activities:				
Capital contribution from governmental activities	\$ 100,173	\$ 1,107,481	\$ -	\$ 1,207,654

The accompanying notes are an integral part of the financial statements

LANDER COUNTY
Combined Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2016

	Agency Funds	Investment Trust Fund
Assets		
Cash and investments	\$ 3,499,060	\$ 1,454,247
Total Assets	<u>\$ 3,499,060</u>	<u>\$ 1,454,247</u>
Liabilities		
Funds held in trust	\$ 3,499,060	\$ -
Total Liabilities	<u>3,499,060</u>	<u>-</u>
Net Position		
Funds held in trust for pool participants	-	1,454,247
Total Net Position	<u>\$ -</u>	<u>\$ 1,454,247</u>

The accompanying notes are an integral part of the financial statements

LANDER COUNTY
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
June 30, 2016

	<u>Investment Trust Fund</u>
Additions	
Investment income	\$ 5,369
Capital share transactions	<u>381,660</u>
Total Additions	<u>387,029</u>
Change in Net Position	387,029
Net Position, beginning of year	<u>1,067,218</u>
Net Position, end of year	<u><u>\$ 1,454,247</u></u>

The accompanying notes are an integral part of the financial statements

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 1. Summary of Significant Accounting Policies

Description of Government-wide Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. Likewise, when applicable, the *primary government* is reported separately from certain legally separate component units for which the primary government is financially accountable.

Reporting Entity

The County (government) is a political subdivision of the State of Nevada with a County Commission comprised of five commissioners elected at large. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government. As to the County there are no discretely presented component units which are included to form the reporting entity.

Blended Component Units. The County Commissioners, by state statute, act as the governing board for the unincorporated towns of Austin and Battle Mountain. These towns are considered blended component units of the County and are reported as special revenue funds.

Jurisdictions that are not considered to be part of the County include the incorporated Town of Kingston, Kingston Water District, Kingston Volunteer Fire Department, Austin Fair and Recreation, Battle Mountain Fair and Recreation, Austin Sewer and Water District #2, Lander County School District, Lander County Hospital District, and Lander County General Improvement District #1.

Basis of Presentation – Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds and internal service funds, while business-type activities incorporate data from the government's enterprise funds. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Interfund activities relating to services provided and used between functions are not eliminated. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 1. Summary of Significant Accounting Policies, Continued

Basis of Presentation – Fund Financial Statements

The fund financial statements provide information about the government's funds, including its fiduciary funds and blended component units. Separate statements for each fund category—governmental, proprietary, and fiduciary—are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column.

All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

The County reports the following major governmental funds:

General Fund - The general fund is the general operating fund of the County. It is used to account for all financial resources except those required to be accounted for in another fund. The retiree insurance fund is reported with the general fund.

CCP (Construction of Capital Projects) Fund – established pursuant to NRS 354.6113 and is used to account for the construction of capital projects included in the plan for capital improvement prepared pursuant to NRS 350.0035.

The County reports the following major enterprise funds:

Battle Mountain Water Fund – accounts for operations of the County's water system.

Battle Mountain Sewer Fund – accounts for operations of the County's sewer system.

Additionally the County reports the following fund types:

Fiduciary Funds

Agency Funds - are custodial in nature and cannot be used to support the County's own programs.

Investment Trust Fund – accounts for the external portion of the county investment pool.

During the course of operations the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 1. Summary of Significant Accounting Policies, Continued

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements.

Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as internal balances in the business-type activities column.

Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

The 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, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, sales taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). Expenditure driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). All other revenue items are considered to be measurable and available only when cash is received by the government.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 1. Summary of Significant Accounting Policies, Continued

The proprietary funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The agency fund has no measurement focus but utilizes the *accrual basis of accounting* for reporting its assets and liabilities.

Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance

Deposits and Investments

For purposes of the statement of cash flows, cash includes cash on hand, demand deposits with banks and other financial institutions, deposits in other types of accounts or cash management pools that have the general characteristics of demand deposit accounts and short-term investments with original maturities of three months or less from the date of acquisition. Statutes authorize the County to invest in the State Investment Pool, bonds and debentures of the United States, obligations of the Federal Land Banks, bills and notes of the U.S. Treasury, obligations of the U.S. Postal Service, obligations of the Federal National Mortgage Association, certificates of deposits, short-term bonds of local governments and Banker's acceptance. All investments are carried at fair value with unrealized gains and losses recorded as adjustments to investment earnings. Fair market values are based on quoted market prices.

Receivables / Due from Other Governments

Receivables in the governmental funds consist principally of franchise taxes and charges for services due from various businesses. Amounts due from other governments consist primarily of taxes due from the State of Nevada and grant revenues due from various granting agencies. All receivables and amounts due from other governments are considered by management to be fully collectible and therefore, no allowance for doubtful accounts is necessary.

Receivables in the proprietary funds represent service billings to customers and are shown net of an allowance for doubtful accounts. The allowance for doubtful accounts is estimated based on professional judgment and historical information. An allowance for doubtful accounts was not deemed necessary or recorded.

Inventories

Inventories for proprietary funds consist of general supplies and construction materials and are valued at lower of cost or market on a first-in/first-out (FIFO) basis. Inventory for the aged services fund consist of food inventory valued at cost using the first-in/first-out (FIFO) basis. The cost of such inventories is recorded as expenditures/expenses when consumed rather than when purchased. For all other funds, Lander County charges consumable supplies as expenditures against appropriations at the time of purchase. Any inventories of such supplies at June 30 are not material to the individual funds and are not recognized in these financial statements.

Capital Assets

Capital assets, which include property, equipment and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental and business-type activity columns in the government-wide financial statements. Capital assets are defined by the County as assets with an initial,

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 1. Summary of Significant Accounting Policies, Continued

individual cost of more than \$50,000 for infrastructure assets, land, buildings and improvements, and \$5,000 for all other classifications of capital assets. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Capital assets are being depreciated using the straight-line method over the following estimated useful lives:

Buildings & Improvements	5-65 years
Improvements (other than buildings)	10-60 years
Equipment and Vehicles	3-50 years
Infrastructure	30 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures by the governmental fund upon acquisition.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This 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 only one type of item that qualifies for reporting in this category on the statement of net position which is *deferred outflows related to pensions* (see Note 12).

In addition to liabilities, the statement of financial position will sometimes 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 government has one type of item that qualify for reporting in this category on the statement of net position which *deferred inflows related to pensions* (see Note 12). The governmental funds balance sheet reports *unavailable revenue – property taxes*. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

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 pension plan's fiduciary net position of the Public Employees' Retirement System of Nevada (PERS) and additions to/deductions from the plan'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.

Net Position Flow Assumption

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 1. Summary of Significant Accounting Policies, Continued

position and unrestricted – net position in the government-wide and proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

Fund Balance Flow Assumptions

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

Fund Balance Policies

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The government itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. The County Commission is the highest level of decision-making authority for the government that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The County Finance Director is authorized to assign amounts to a specific purpose in accordance with the County's budget policy. The County Commission may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

The Board also adopted a policy to maintain a minimum level of unrestricted fund balance for the General Fund at 8.3% of total expenditures, less any amounts budgeted within the General Fund for capital improvements or capital expenditures. By adopting this policy, the County wishes to provide for continuing operations of the County General Fund operations through the first month of the ensuing fiscal year.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 1. Summary of Significant Accounting Policies, Continued

Revenues and Expenditures/Expenses

Program Revenues

Amounts reported as 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 segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

Property Taxes

All real property within Lander County is assigned a parcel number in accordance with state law, with each parcel being subject to physical reappraisal every five years. A factoring system is used to adjust the appraised value during the years between physical appraisals. The assessed valuation of the property and its improvements is being assessed at 35% 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.

The maximum tax rate was established in the State Constitution at \$5.00 per hundred dollars of assessed valuation; however, as a result of the 1979 legislative sessions, the tax rate was further limited to \$3.66 per hundred dollars of assessed valuation unless an additional rate is approved by the electorate. In 2005 the Nevada State Legislature passed Assembly Bill 489 which provides for a partial abatement of the ad valorem taxes levied on qualified property. For qualified property, the abatement will 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 on property are due on the third Monday in August; however, they may be made in four installments payable on the third Monday in August, and the first Mondays in October, January and March. Penalties are assessed if a taxpayer fails to pay an installment within ten days of the installment due date. After a two year waiting period, 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 and mobile homes. In Lander County, taxes on motor vehicles are collected by the County Recorder and remitted to the State. The taxes are then returned to the County of origin to be apportioned based on a statutory formula.

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.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 1. Summary of Significant Accounting Policies, Continued

Proprietary Funds Operating and Nonoperating Revenues and Expenses

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Battle Mountain water fund, Battle Mountain sewer fund, and Mt. Lewis communication site fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Compensated Absences

Agreements with various employees' associations provide for payment of total accrued vacation time up to a specified maximum. Accumulated sick leave benefits are payable to terminated employees who have accumulated a set number of hours up to a specified maximum, depending on the particular employee association. The various agreements also provide for an employee to convert accumulated sick leave over a specified maximum to annual leave. Employees who have earned 720 hours of accumulated sick leave will receive 24 hours of annual leave for every 40 hours over 720 hours.

Agreements with various employees' associations provide for a longevity bonus to be paid based upon an employee's length of employment with the County. The minimum length of service to be considered for a bonus is five years. Eligible employees as of June 30 will be considered for a bonus. The amount of bonus varies depending on the employee association and the length of service with the County as of June 30.

The liability for these compensated absences is recorded as long-term debt in the government-wide statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. In proprietary funds, compensated absences are recorded when the liabilities are incurred.

Unemployment Insurance

Lander County and its unincorporated towns have elected to adopt the "reimbursement method" of providing for unemployment benefits to its eligible employees. Under this self-insurance method, the employer must reimburse the State of Nevada Employment Security Department for all eligible paid claims determined by the State.

Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is employed by the County. A purchase order is required for all purchases in excess of \$500.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 1. Summary of Significant Accounting Policies, Continued

Use of Estimates

Generally accepted accounting principles require management to make estimates and assumptions that affect assets and liabilities, contingent assets and liabilities, and revenues and expenditures. Actual results could differ from those estimates.

Prior-Year Summarized Comparative Information

Comparative data for the prior year has been extracted from the 2014-2015 financial statements and reclassified where necessary. It has been presented in the accompanying financial statements in order to provide an understanding of changes in the government's financial position and operations. However, comparative data has not been presented in all statements because their inclusion would make certain statements unduly complex and difficult to understand. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the County's financial statements for the year ended June 30, 2015, from which the summarized information was derived.

NOTE 2. Reconciliation of Government-Wide and Fund Financial Statements

The governmental fund balance sheet includes a reconciliation between total governmental fund balances and net position of governmental activities as reported in the government-wide statement of net position. This difference primarily results from the long-term economic focus of the statement of net position versus the current financial resources focus of the governmental fund balance sheets. The details of these differences are reported in the reconciliation on page 17.

The governmental fund statement of revenues, expenditures, and changes in fund balance includes a reconciliation between net changes in fund balances-total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. These differences are the result of converting from the current resources measurement focus and modified accrual basis for governmental fund statements to the economic resources measurement focus and full accrual basis used for government-wide statements. The details of these differences are reported in the reconciliation on page 19.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 3. Stewardship, Compliance and Accountability

Budgets and Budgetary Accounting

Lander County adheres to the Local Government Budget and Finance Act incorporated in Chapter 354 of the Nevada Revised Statutes. The provisions of this Act include the following major procedures to establish the budgetary data which is reflected in these financial statements.

1. On or before April 15, the Board of County Commissioners submits a tentative budget to the Nevada State Department of Taxation for the next fiscal year, commencing on July 1. The tentative budget includes the proposed expenditures and means of financing them.
2. Public budget 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 a favorable vote of a majority of the Board. The final budget must then be forwarded to the Nevada Tax Commission for final hearings and approval.
4. Budgets are adopted on a basis consistent with Accounting Principles Generally Accepted in the United States of America (GAAP) for all funds except the fiduciary funds, which do not require budgets. Formal budgetary integration in the financial records is employed to enhance management control during the year.
5. All budget amounts presented in these financial statements and schedules reflect the original budget and amended budget (which have been adjusted for legally authorized revisions of the annual budgets during the year). Appropriations lapse at the end of each fiscal year.
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 budget officer and/or the Board of County Commissioners, depending on established criteria. Budget augmentations in excess of original budgetary amounts may not be made without prior approval of the Lander County Board of Commissioners, following a scheduled and noticed public hearing, as necessary, and transmittal to the Department of Taxation.
7. The legal level of budgetary control is at the function level (excluding debt service function) for the General Fund, Special Revenue, and Capital Projects funds, and by the sum of operating and non-operating expenses in the Proprietary Funds, except as specifically permitted by NRS 354.626.

Expenditures over Appropriations

For the fiscal year 2016, genetic marking testing fund had expenditures in excess of final budget appropriations.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 4. Deposits and Investments

Deposits

To facilitate efficient management of County resources, the County maintains pooled operating and investment accounts unless cash is restricted and required to be maintained separately or is held by other custodians on behalf of the County, such as certain imprest bank and petty cash accounts.

Cash and deposits are carried at cost. The following schedule summarizes cash and investments for the County at June 30, 2016:

Cash and Investment balances held by:

Governmental funds	\$ 151,977,121
Enterprise funds	11,983,352
Fiduciary funds	<u>3,499,060</u>
Total cash and investments	<u><u>\$ 167,459,533</u></u>

Custodial Credit Risk

Deposits Custodial credit risk is the risk 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.

Investments

The County has a formal investment policy that, in the opinion of management, is designed to insure conformity with State Statutes and seeks to limit exposure to investment risks.

All investments are governed by the Board of Commissioners' policy of the "prudent person" rule. The prudent person rule is a standard to guide those with responsibility for investing the money of others. Such fiduciaries, must act as a prudent person would be expected to act, with discretion and intelligence, to seek reasonable income, preserve capital and, in general, avoid speculation.

Permitted investments allowed by the County's investment policy include the Local Government Investment Pool (LGIP) managed by the Office of the State Treasurer, mutual funds, agency discount notes, government agency securities (maturity of 10 years or less), AAA rated mortgage backed securities (through an investment advisor only), time certificates of deposit, and U.S. Treasuries (maturity of 10 years or less).

Investment in the State of Nevada Local Government Investment Pool is carried at fair value, which is the same as the value of the pool shares. The Local Government Investment Pool is an external investment pool administered by the Treasurer of the State of Nevada, with oversight provided by the Board of Finance.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 4. Deposits and Investments, Continued

As of June 30, 2016, the County had the following investments, ratings, and maturities:

	Fair Value	Credit Rating (1)	Weighted Average Maturity (2)
Investments:			
Local Government Investment Pool	\$ 11,826,661	*	142 days
Money Market	2,505,739	AAA/Aaa	N/A
Corporate Bonds	3,543,100	A1-Aaa/A-AA+	734 days
US Government Securities	8,478,778	AAA/AA+	914 days
Federal Agency Issues	24,230,862	AAA/AA+	1,185 days
Negotiable Certificates of Deposit	82,423,234	FDIC Insured	1,046 days
Total investments	<u>\$ 133,008,374</u>		

* This information is not readily available.

(1) Ratings are provided where applicable to indicate the associated credit risk.

(2) Interest rate risk is estimated using the weighted average days to maturity.

Interest Rate Risk

Interest rate risk is the risk of possible reduction in the value of a security, especially a bond, resulting from a rise in interest rates. This risk can be reduced by diversifying the durations of the fixed-income investments held at a given time. As a means of limiting its exposure to fair value losses arising from rising interest rates, the County's investment policy limits the maximum maturity of investments to 10 years.

Credit Risk

Credit risk is the risk an issuer or other counterparty to an investment will not fulfill its obligation and is a function of the credit quality ratings of investments. The County's investments in U.S. Government Securities are rated AAA by Moody's Investor Services. The LGIP is an unrated external investment pool, however, the County's investment policy allows this type of investment. The County's money market accounts consist of high-quality, short-term instruments backed by U.S. Treasury obligations.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County's policy reserves the right to place a limit on the amount invested with any one financial institution. As of June 30, 2016, 5.64% of the County's total investments were in the Federal Home Loan Bank.

Fair Value Measurements

The County holds investments that are measured at fair value on a recurring basis. The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 4. Deposits and Investments, Continued

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.

The governmental securities and federal agency issues, as listed above, are valued using quoted market prices (Level 1 inputs). The money market, certificates of deposits and the corporate bonds, as listed above, are valued using significant other observable inputs (Level 2 inputs).

Interest Earnings & Fair Market Value Assigned to Other Funds

Investment income of \$1,018,233 for fiscal year ending June 30, 2016 associated with various funds was assigned to the General Fund and CCP Fund as required by County policy. The schedule below shows the related funds and the amount assigned to the General and CCP Funds.

	Interest Earnings & Fair Market Value	General	CCP Fund	Total
Non-major Governmental Funds				
Road & Bridge	\$ 94,631	\$ 37,853	\$ 56,779	\$ 94,631
Indigent Fund	27,522	11,009	16,513	27,522
State Medical Indigent	116,735	46,694	70,041	116,735
Agricultural extension	5,211	2,084	3,127	5,211
Aged Services	34,321	13,729	20,593	34,321
Lander County Landfill	61,355	24,542	36,813	61,355
Airport	28,887	11,555	17,332	28,887
Lander Economic Development	1,958	783	1,175	1,958
DOE Nuclear Repository	1,556	623	934	1,556
Regional Streets & Highway	40,655	16,262	24,393	40,655
Austin Capital Acquisition	243	97	146	243
Town of Austin General Fund	860	344	516	860
Town of Battle Mountain Fund	8,426	3,370	5,056	8,426
Equipment/Building Replacement	148,819	59,528	89,292	148,819
Capital Acquisition	59,371	23,748	35,623	59,371
Culture and Recreation	100,212	40,085	60,127	100,212
Battle Mountain Capital Acquisition	1,492	597	895	1,492
Emergency Maintenance	65,652	26,261	39,391	65,652
Reserve Fund	5,973	2,389	3,584	5,973
Title III SRS/CRA	3,461	1,384	2,076	3,461
Administration Assessment Fees	736	294	442	736
Genetic Marker Testing	16	6	9	16
Forensic Services	78	31	47	78
Drug Court	955	382	573	955
Court Facility Fee	2,755	1,102	1,653	2,755
Juvenile Administration Assessment	140	56	84	140
Mine Map Fees	2,941	1,177	1,765	2,941
Technology Fees	21,739	8,696	13,043	21,739
Airport Capital	73,070	29,228	43,842	73,070
Court Facility Capital	9,614	3,846	5,769	9,614
Enterprise Funds				
Mt. Lewis Communications Site	3,293	1,317	1,976	3,293
Battle Mountain Water	26,955	10,782	16,173	26,955
Battle Mountain Sewer	68,599	27,440	41,159	68,599
Total	<u>\$ 1,018,233</u>	<u>\$ 407,293</u>	<u>\$ 610,940</u>	<u>\$ 1,018,233</u>

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 4. Deposits and Investments, Continued

External Investment Pool

Lander County administers an external investment pool combining Lander County funds with voluntary investments from the Battle Mountain Fair and Recreation, Austin Fair and Recreation, Town of Kingston, Kingston Water District, and Kingston Volunteer Fire. The Board of Commissioners has overall responsibility for investment of funds, including the external investment pool in accordance with NRS 355.175. The Lander County Treasurer is delegated investment responsibilities. Monthly, Wells Fargo determines the fair value of the investments held in the State of Nevada Local Government Pooled Investment Fund. Each participant's share is equal to their original investment plus or minus monthly allocations of interest income, and realized and unrealized gains and losses. The County has not provided nor obtained any legally binding guarantees to support the value of shares.

<u>Investment Type</u>	<u>Fair Value/ Carrying Amount</u>	<u>Principal Amount/ Number of Shares</u>	<u>Interest Rate</u>	<u>Maturity Date</u>
Local Government Investment Pool	\$ 11,826,661	\$ 11,826,661	Variable	July 1, 2016

External Investment Pool Condensed Financial Statements
Statement of Net Position
6/30/2016

Assets:	
Local Government Investment Pool	<u>\$ 11,826,661</u>
Net Position Held in Trust for Pool Participants:	
Net Position consists of:	
Internal participant shares	10,372,414
External participant shares	1,454,247
Total Participant Shares Outstanding (\$1.00 par)	<u>\$ 11,826,661</u>
Price per share (\$11,826,661/11,826,661)	<u>\$ 1.00</u>

External Investment Pool Condensed Financial Statements
Statement of Changes in Net Position
For the Year Ended June 30, 2016

Net Increase in Net Position Resulting from Operations:	
Investment Income	\$ 43,660
Capital share transactions	2,001,645
Total increase/(decrease) in net position	<u>2,045,305</u>
Net Position, beginning of year	9,781,356
Net Position, end of year	<u>\$ 11,826,661</u>

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 5. Interfund Receivables, Payables and Transfers

Interfund balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursed expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

There were no interfund balances as of June 30, 2016.

Transfers between funds occur primarily to finance programs accounted for in one fund with resources collected in other funds in accordance with budgetary authorizations. Interfund transfers for the year ended June 30, 2016 are shown in the following table:

Transfer in:	Transfers out:						Total
	General	Lander County Airports	Capital Acquisition	Non-major Administrative Assessment Fees	Technology Fees	Court Facility Fees	
General Fund	\$ -	\$ -	\$ -	\$ 15,385	\$ 90,079	\$ 34,915	\$ 140,379
CCP Fund	90,079	-	-	-	-	-	90,079
Non-major Governmental Funds							
Road & Bridge	-	5,121	-	-	-	-	5,121
Austin Capital Acquisition	-	-	3,237	-	-	-	3,237
Battle Mountain Capital Acquisition	-	-	19,054	-	-	-	19,054
Court Facilities Capital	50,300	-	-	-	-	-	50,300
Total	<u>\$ 140,379</u>	<u>\$ 5,121</u>	<u>\$ 22,291</u>	<u>\$ 15,385</u>	<u>\$ 90,079</u>	<u>\$ 34,915</u>	<u>\$ 308,170</u>

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 6. Capital Assets

The following table summarizes the changes to capital assets for governmental activities during the year:

Governmental Activities:	Balance 6/30/2015	Additions	Deletions	Balance 6/30/2016
Capital assets, not being depreciated:				
Land	\$ 2,582,603	\$ -	\$ -	\$ 2,582,603
Construction in progress	19,261,904	9,007,324	(24,503,903)	3,765,325
Total capital assets, not being depreciated:	21,844,507	9,007,324	(24,503,903)	6,347,928
Capital assets, being depreciated:				
Improvements other than buildings	17,061,798	2,611,942	(20,000)	19,653,740
Buildings	11,858,357	19,742,258	-	31,600,615
Equipment & vehicles	16,584,020	1,866,366	(28,033)	18,422,353
Infrastructure	30,016,618	4,642,524	-	34,659,142
Total capital assets, being depreciated:	75,520,793	28,863,090	(48,033)	104,335,850
Less accumulated depreciation for:				
Improvements other than buildings	(10,109,685)	(939,663)	16,000	(11,033,348)
Buildings	(3,781,051)	(383,982)	-	(4,165,033)
Equipment & vehicles	(9,617,170)	(1,001,700)	28,033	(10,590,837)
Infrastructure	(10,465,852)	(1,599,111)	-	(12,064,963)
Total accumulated depreciation	(33,973,758)	(3,924,456)	44,033	(37,854,181)
Total capital assets, being depreciated, net	41,547,035	24,938,634	(4,000)	66,481,669
Governmental activities capital assets, net	<u>\$ 63,391,542</u>	<u>\$ 33,945,958</u>	<u>\$ (24,507,903)</u>	<u>\$ 72,829,597</u>

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

Governmental Activities:	
General government	\$ 1,640,786
Judicial	7,089
Public safety	423,531
Public works	1,421,024
Health and sanitation	153,238
Welfare	8,714
Culture and recreation	270,074
Total depreciation expense - governmental activities	<u>\$ 3,924,456</u>

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 6. Capital Assets, Continued

The following table summarizes the changes to capital assets for business-type activities during the year:

Business Type Activities:	Balance 6/30/2015	Additions	Deletions	Transfers	Balance 6/30/2016
Capital assets, not being depreciated:					
Land	\$ 10,950	\$ -	\$ -	\$ -	\$ 10,950
Construction in progress	2,305,877	1,207,654	(2,981,204)	-	532,327
Total capital assets, not being depreciated:	2,316,827	1,207,654	(2,981,204)	-	543,277
Capital assets, being depreciated:					
Improvements other than buildings	31,277,465	2,981,204	-	(1,177,055)	33,081,614
Buildings	1,060,772	-	-	288,372	1,349,144
Equipment & vehicles	687,836	-	-	888,683	1,576,519
Total capital assets, being depreciated:	33,026,073	2,981,204	-	-	36,007,277
Less accumulated depreciation for:					
Improvements other than buildings	(7,719,183)	(659,454)	-	864,166	(7,514,471)
Buildings	(543,782)	(29,433)	-	(30)	(573,245)
Equipment & vehicles	(196,688)	(109,049)	-	(864,136)	(1,169,873)
Total accumulated depreciation	(8,459,653)	(797,936)	-	-	(9,257,589)
Total capital assets, being depreciated, net	24,566,420	2,183,268	-	-	26,749,688
Business type activities capital assets, net	\$ 26,883,247	\$ 3,390,922	\$ (2,981,204)	\$ -	\$ 27,292,965

Depreciation expense was charged to the business-type activities as follows:

Business Type Activities:	
Water	\$ 405,671
Sewer	355,893
Communication Site	36,372
Total depreciation expense - business type activities	<u>\$ 797,936</u>

Changes in construction in progress are summarized as follows:

The County is currently working on the following projects: Battle Mountain recreation center, airport projects, fuel system project, GES projects, flood levee, and lift station rehabilitation project.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 7. Long-Term Debt

The following is a summary of changes in long-term debt for the year ended June 30, 2016:

	Balance 6/30/2015	Additions	Retirements	Balance 6/30/2016	Current Portion
Governmental activities:					
Accrued Compensated Absences	\$ 352,990	\$ 99,060	\$ (102,633)	\$ 349,417	\$ 157,238
Net OPEB Obligation	296,301	72,947	(64,140)	305,108	-
Net Pension Liability	11,097,492	1,385,510	-	12,483,002	-
Total governmental long term liabilities	\$ 11,746,783	\$ 1,557,517	\$ (166,773)	\$ 13,137,527	\$ 157,238

For governmental activities, compensated absences, other post-employment benefits (OPEB), and net position liabilities are generally liquidated through the General Fund.

	Balance 6/30/2015	Additions	Retirements	Balance 6/30/2016	Current Portion
Business-type activities					
Accrued Compensated Absences	\$ 11,319	\$ 9,689	\$ (14,398)	\$ 6,610	\$ 6,610
Net OPEB Obligation	7,265	3,333	(1,476)	9,122	-
Net Pension Liability	462,396		(98,876)	363,520	-
Total business-type long term liabilities	\$ 480,980	\$ 13,022	\$ (114,750)	\$ 379,252	\$ 6,610

NOTE 8. Net Proceeds of Mines

The County receives net proceeds of mines taxes through the State of Nevada that is then apportioned by the County. The County receives a payment in June of each year as a settlement payment for the previous calendar year(s). This amount is recognized as revenue when received, consistent with prior years. In June of each year the County also receives an advance payment for current calendar year. In the past this amount would not have been received until after fiscal year end and therefore to be consistent the amount is recorded as a deferred inflow of resources when received.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 9. Available Borrowing Capacity

The lawful County government general obligation debt limit is established under NRS 244A.059 not to exceed an amount equal to 10 percent of the total of the last assessed valuation of taxable property situated within the County. At June 30, 2016, the general obligation debt limit of Lander County was \$1,168,524,947. The County has general obligation long-term debt outstanding at year end of \$0. Accordingly, its legal borrowing capacity is \$1,168,524,947 at June 30, 2016.

The lawful unincorporated town government general obligation debt limit is established under NRS 269.425 not to exceed an amount equal to 25 percent of the total of the last assessed valuation of taxable property situated within the town. At June 30, 2016, the general obligation debt limit of the unincorporated towns of Austin and Battle Mountain was \$1,119,038 and \$12,052,466 respectively. As none of these towns had general obligation debt at June 30, 2016, these amounts are also their available borrowing capacity amounts.

NOTE 10. Commitments and Contingencies

Lander County is obligated as follows:

Grants Received

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the Federal government. Any disallowed claims, including amounts already collected, may constitute a liability in the applicable funds. The amounts, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

Litigation

The County is party to legal proceedings which normally occur in governmental operations. County officials believe these legal proceedings are not likely to have a material adverse impact on the financial position of the County.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

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 to employees; and natural disasters. 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 and a \$10,000,000 general aggregate per member. 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, and money and securities.

The County has entered into an agreement with PACT (Public Agency Compensation Trust), a self-insured association for workers' compensation coverage. The purpose of the County's participation is to enhance its ability to control costs and to better serve and protect its employees. PACT is bound by statute as defined in NRS 616A-616D. The County pays premiums based on payroll costs to the PACT. The 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 (airport liability, bonding and boiler coverage) 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.

The County has obtained insurance to cover the costs of closure and post-closure of the Battle Mountain landfill (see Note 14).

NOTE 12. Retirement and Pension Plan

Public Employees' Retirement System of Nevada (PERS)

Plan description

PERS administers a cost-sharing, multiple-employer, defined benefit public employees' retirement system which includes both Regular and Police/Fire members. The System was established by the Nevada Legislature in 1947, effective July 1, 1948. The System 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 the Nevada Revised Statutes (NRS or statute), are determined by the number of years of accredited service at time of retirement and the member's highest average compensation in any 36 consecutive months with special provisions for members entering the System on or after January 1, 2010.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 12. Retirement and Pension Plan, Continued

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% of average compensation for each accredited year of service prior to July 1, 2001. For service earned on and after July 1, 2001, this multiplier is 2.67% of average compensation. For members entering the System on or after January 1, 2010, there is a 2.5% multiplier. The System 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 - .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 the System 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 the System 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 to 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.

The System's 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.

The System receives an actuarial valuation on an annual basis indicating the contribution rates required to fund the System on an actuarial reserve basis. Contributions actually made are in accordance with the required rates

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 12. Retirement and Pension Plan, Continued

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 year ended June 30, 2015 and June 30, 2016 the Statutory Employer/employee matching rate was 13.25% and 14.50% for Regular and 20.75% and 20.75% for Police/Fire, respectively. The Employer-pay contribution (EPC) rate was 25.75% and 28.00% for Regular and 40.50% and 40.50% for Police/Fire, respectively.

The County's contributions for the current and two preceding fiscal years, all of which were equal to the required contributions, were as follows:

Year Ended June 30,	Regular Fund	Police/Fire Fund
2014	\$ 656,746	\$ 1,032,940
2015	672,563	1,057,818
2016	747,270	1,080,873

Investment policy

The System's policies which determine the investment portfolio target asset allocation are established by the 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 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%

*As of June 30, 2015, PERS' long-term inflation assumption was 3.50%.

Pension liability

Net pension liability

At June 30, 2016, the County reported a liability of \$12,846,521 for its proportionate share of the PERS' 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 employer allocation percentage of the net pension liability was based on the total contributions due on wages paid during the measurement period. Each employer's proportion of the net pension liability is based on their

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 12. Retirement and Pension Plan, Continued

combined employer and member contributions relative to the total combined employer and member contributions for all employers for the period ended June 30, 2015. The County's proportion measured as of June 30, 2015, was 0.112104 percent, which was an decrease of 0.006916 percent from its proportion measured as of June 30, 2014.

Pension liability discount rate sensitivity

The following presents the net pension liability of the PERS as of June 30, 2015, calculated using the discount rate of 8.00%, as well as what the PERS 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 (7.00%)	Discount Rate (8.00%)	1% Increase (9.00%)
Proportionate share of Net pension (asset) / liability	\$ 19,584,402	\$ 12,846,521	\$ 7,243,553

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

Actuarial assumptions used in the June 30, 2015 valuation were based on the results of the experience review completed in 2013.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 12. Retirement and Pension Plan, Continued

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 and deferred outflows/inflows of resources related to pensions

For the year ended June 30, 2016, the County recognized pension expense for PERS of \$1,414,714. 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	\$ -	\$ 966,280
Net difference between projected and actual earnings on pension plan investments	-	695,853
Subtotal	-	1,662,133
Changes in proportion and differences between contributions and proportional share of contributions	70,705	108,021
Contributions subsequent to the measurement date	1,808,947	-
Total	<u>\$ 1,879,652</u>	<u>\$ 1,770,154</u>
Governmental activities	\$ 1,807,285	\$ 1,702,003
Business-type activities	72,367	68,151
	<u>\$ 1,879,652</u>	<u>\$ 1,770,154</u>
Average expected remaining service lives	6.70 years	

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 12. Retirement and Pension Plan, Continued

The \$1,808,947 reported as deferred outflows of resources related to PERS pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS pensions will be recognized in pension expense as follows:

Year Ending June 30,	Deferred Outflows (Inflows) of Resources
2017	\$ (516,466)
2018	(516,466)
2019	(516,466)
2020	97,036
2021	(159,700)
2022	(50,070)
Thereafter	-

NOTE 13. Postemployment Benefits Other Than Pensions

Plan Description

The County administers a single-employer defined benefit healthcare plan, Lander County Employee Health Benefit Plan (LCEHBP). Additionally, the County subsidizes eligible retirees' contributions to an agent multiple-employer defined benefit postemployment healthcare plan, Public Employees' Benefits Plan (PEBP). Each plan provides medical, vision, dental, and life insurance benefits to eligible County retirees and their beneficiaries.

Benefit provisions for the LCEHBP are established pursuant to NRS 287.023 and amended through negotiations between the County and the respective associations. NRS 288.150 assigns the authority to establish benefit provisions to the Board of Commissioners. The plan provides healthcare insurance for eligible retirees and their beneficiaries through the County's group health insurance plan, which covers both active and retired members. Under NRS 287.023 eligible retirees are able to participate in the plan with blended rates, thereby benefitting from an implicit subsidy. Retirees are required to pay 100% of their premiums under the plan. As of June 30, 2016 no retirees were using this plan. The LCEHBP does not issue a publicly available financial report.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 13. Postemployment Benefits Other Than Pensions, Continued

Benefit provisions for the PEBP are administered by the State of Nevada. NRS 287.043 assigns the authority to establish and amend benefit provisions to the PEBP nine-member board of trustees. County employees who met the eligibility requirements effective August 1, 2008 for retirement within the Public Employee Retirement System had the option upon retirement to enroll in coverage under the PEBP. NRS 287.023 sunsetted the option to join PEBP for County employees who retired after November 29, 2008. Local governments are required to pay the same portion of cost of coverage for those persons joining PEBP that the State of Nevada pays for state retirees participating in the plan. The subsidy provided by the County is determined by their number of years of service. The PEBP issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Public Employee's Benefits Program, 901 S. Stewart Street, Suite 1001, Carson City, NV, 89701, by calling (800) 326-5496, or by accessing the website at www.pebp.stat.nv.us/informed/financial.htm.

Funding Policy and Annual OPEB Cost

For LCEHBP, contribution requirements of the plan members and the County are established and may be amended through negotiations between the County and the associations. Retirees pay 100% of the pay-as-you-go premiums based on a blended rate that blends active participants and retirees. The County's contribution requirements for retirees relate to the implicit subsidy that results from using the blended rates and is determined in actuarial studies contracted for by the County.

For the PEBP, NRS 287.046 establishes the subsidies to be contributed toward the premium costs of the eligible County retirees. Plan members receiving benefits have their monthly contribution deducted from their pension checks based on the health plan chosen by the retiree as reduced by the amount of the subsidy, therefore, their contributions are not available. For the plan year ended June 30, 2016, retirees qualified for a subsidy of \$116 at five years of service and \$636 at 20 years of service with incremental increases for each year of service between. Subsidy rates for retirees covered under the Medicare Exchange were \$55 at five years of service and \$220 at 20 years of service with \$11 increases for each year of service in between. The contribution requirements of plan members and the County are established and amended by the PEBP board of trustees. As a participating employer, the County is billed for the subsidy on a monthly basis and is legally required under NRS 287.023 to provide for it. For fiscal year 2016, the County contributed \$65,616 to the plan for the current premiums equal to the required contributions. The County did not prefund any future benefits.

Annual OPEB Cost and Net OPEB Obligation

The County's annual other postemployment benefit (OPEB) cost (expense) for the plans is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal costs each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 13. Postemployment Benefits Other Than Pensions, Continued

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plans, and the net OPEB obligations (assets), by plan, for fiscal years 2014 through 2016 were as follows:

	Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	% of Annual OPEB Cost Contributed	Net OPEB Obligation
LCEHBP	6/30/2016	\$ 25,912	\$ 2,809	11%	\$ 181,731
LCEHBP	6/30/2015	\$ 25,836	\$ -	0%	\$ 158,628
LCEHBP	6/30/2014	\$ 32,076	\$ -	0%	\$ 132,792
PEBP	6/30/2016	\$ 50,368	\$ 62,807	125%	\$ 132,499
PEBP	6/30/2015	\$ 54,750	\$ 54,917	100%	\$ 144,938
PEBP	6/30/2014	\$ 67,951	\$ 63,103	93%	\$ 145,105
Combined Totals	6/30/2016	\$ 76,280	\$ 65,616		
Combined Totals	6/30/2015	\$ 80,586	\$ 54,917		
Combined Totals	6/30/2014	\$ 100,027	\$ 63,103		

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

	LCEHBP	PEBP	Totals
Annual required contribution	\$ 30,371	\$ 58,419	\$ 88,790
Interest on net OPEB obligation	6,279	5,629	11,908
Adjustments to annual required contributions	(10,738)	(13,680)	(24,418)
Annual OPEB cost (expense)	25,912	50,368	76,280
Contributions made	(2,809)	(62,807)	(65,616)
Change in net OPEB obligation	23,103	(12,439)	10,664
Net OPEB obligation - beginning of year	158,628	144,938	303,566
Net OPEB obligation - end of year	\$ 181,731	\$ 132,499	\$ 314,230

Funding Status and Funding Progress

The funding status of the plans as of June 30, 2016, was as follows:

	LCEHBP	PEBP	Totals
Accrued actuarial liability (a)	\$ 172,228	\$ 867,913	\$ 1,040,141
Actuarial value of plan assets (b)	-	-	-
Unfunded actuarial accrued liability (a)-(b)	\$ 172,228	\$ 867,913	\$ 1,040,141
Funded ratio (b)/(a)	0.00%	0.00%	0.00%
Covered payroll (c)	\$ 6,800,000	N/A	
Unfunded actuarial accrued liability as a percentage of covered payroll $[(a)-(b)] / (c)$	2.53%		

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 13. Postemployment Benefits Other Than Pensions, Continued

Actuarial valuations 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 the healthcare cost trend. 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 to 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, presents information about 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 benefit costs between the County and the plan members to that point. Actuarial calculations reflect long-term perspective and employ methods and assumptions that are designed to reduce short-term volatility in actuarial accrued liabilities and the actuarial value of assets. Significant methods and assumptions are as follows:

	LCEHBP	PEBP
Actuarial valuation date	7/1/2014	7/1/2014
Actuarial cost method	Entry Age Normal Cost	Entry Age Normal Cost
Amortization method	Level dollar/ open	Level dollar/ closed
Amortization period (closed)	30 years	23 years
Asset valuation method	Market value	Market value
Actuarial assumptions	LCEHBP	PEBP
Investment rate of return	4.00%	4.00%
Projected salary increases	4.00%	4.00%
Inflation rate (per year)	3.00%	3.00%
Healthcare inflation rate*	7.50%	7.50%
*Decreasing .50% each year until ultimate trend rate of 5% is reached		

LANDER COUNTY
Notes to the Financial Statements
June 30, 2016

NOTE 14. Landfill Closure and Postclosure Care Cost

State and federal laws and regulations require Lander County to place final covers on its Battle Mountain and Austin landfill sites when they stop accepting waste and to perform certain maintenance and monitoring functions at the sites for 30 years after closure. During the year ended June 30, 1999, the County Commissioners approved the County's purchase of insurance to cover the costs of closure and post-closure of the landfills. As such, the County has not recorded its liability in the Lander County Landfills Fund. The County is obligated under the insurance policy to pay an annual premium over 15 years. The County paid its final annual premium during fiscal year 2014. The County continually evaluates an expected closure date for the Battle Mountain landfill. Per an engineering study performed in 2003, the predicted life of the landfill was 77 years, through 2080. The engineer reevaluates the landfill capacity and adjusts it annually based on the landfill usage. At June 30, 2016 the estimated closure and post-closure liability is \$497,515 and the insured amount is \$500,145.

The Austin landfill was closed in 2006. During the fiscal year ended June 30, 2007, the County received State approval on the Austin landfill closure. A trust fund for post-closure financial assurance was established with Nevada Division of Environmental Protection named beneficiary of the trust. The trust was fully funded in 2007 in the amount of \$64,200 pursuant to an engineering report. The earnings in the trust have met the inflationary requirements set by the Nevada Division of Environmental Protection. At June 30, 2016 the estimated remaining post-closure liability is \$50,050.

NOTE 15. Construction and Purchase Commitments

Lander County has entered into contracts for construction and asset purchases as follows:

	Project Authorization	Expended/ Retainage	Commitment 6/30/2016
Airport Projects	\$ 4,155,950	\$ 1,624,842	\$ 2,531,108
– Battle Mountain Recreation Center	16,014,127	1,423,405	14,590,722
Water and Sewer Projects	2,507,199	532,327	1,974,872
Various Projects	961,691	717,076	244,615
Total Projects	<u>\$ 23,638,967</u>	<u>\$ 4,297,650</u>	<u>\$ 19,341,317</u>

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REQUIRED SUPPLEMENTARY INFORMATION

LANDER COUNTY
Schedule of the Proportionate Share of the Net Pension Liability
Public Employees' Retirement System of Nevada
June 30, 2016
Last 10 Fiscal Years

	Reporting Fiscal Year (Measurement Date)	Reporting Fiscal Year (Measurement Date)
	2016 (2015)	2015 (2014)
Proportion of the net pension liability (asset)	0.112104%	0.110920%
Proportionate share of the net pension liability (asset)	\$ 12,846,521	\$ 11,559,888
Covered employee payroll	\$ 5,819,671	\$ 5,825,961
Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	220.74%	198.42%
Plan fiduciary net position as a percentage of the total pension liability	75.1%	76.30%

Note: County implemented GASB 68 in fiscal year 2015. Some prior year information is not available.

LANDER COUNTY
Schedule of Contributions
Public Employees' Retirement System of Nevada
June 30, 2016
Last 10 Fiscal Years

	Reporting Fiscal Year (Measurement Date)	Reporting Fiscal Year (Measurement Date)
	2016 (2015)	2015 (2014)
Contractually required contribution	\$ 1,730,381	\$ 1,711,073
Contributions in relation to the contractually required contribution	\$ (1,730,381)	\$ (1,711,073)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	\$ 5,819,671	\$ 5,825,961
Contributions as a percentage of covered-employee payroll	29.73%	29.37%

Note: County implemented GASB 68 in fiscal year 2015. Some prior year information is not available.

LANDER COUNTY
GENERAL FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Totals for June 30, 2015)

REVENUES:	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2015
	Original	Final			
Tax revenue					
Ad valorem	\$ 8,513,960	\$ 8,513,960	\$ 7,266,466	\$ (1,247,494)	\$ 7,176,990
Penalties and interest	45,000	45,000	33,400	(11,600)	37,149
Net proceeds of mines	-	-	126,217	126,217	651,099
Franchise taxes	12,050	12,050	60,744	48,694	83,926
Total tax revenue	8,571,010	8,571,010	7,486,827	(1,084,183)	7,949,164
Licenses and permits					
Liquor licenses	6,000	6,000	5,430	(570)	6,609
County gaming licenses	13,005	13,005	16,614	3,609	15,631
Building permits	77,500	77,500	169,464	91,964	87,225
Motor vehicle licenses	42,500	42,500	44,513	2,013	46,122
Marriage licenses	1,800	1,800	714	(1,086)	882
Mobile home permits	30	30	18	(12)	22
Total licenses and permits	140,835	140,835	236,753	95,918	156,491
Intergovernmental					
Federal grants	-	-	28,221	28,221	53,134
State grants	-	-	12,983	12,983	1,108
State gaming licenses	130,000	130,000	138,096	8,096	142,504
Consolidated tax	3,394,825	3,394,825	3,689,592	294,767	3,560,587
Total intergovernmental	3,524,825	3,524,825	3,868,892	344,067	3,757,333
Charges for services					
Clerk fees	2,560	2,560	2,257	(303)	1,954
Recorder fees	80,000	80,000	77,285	(2,715)	74,303
Assessor's commissions	325,000	325,000	766,582	441,582	840,879
Sheriff's fees	5,000	5,000	4,732	(268)	4,416
Inmate housing fees	25,000	25,000	16,739	(8,261)	2,543
Law library fees	1,000	1,000	1,425	425	1,290
Divorce action fees	5,000	5,000	6,433	1,433	9,059
Civil cases	15,000	15,000	13,473	(1,527)	11,027
Copy fees	8,500	8,500	10,520	2,020	7,211
Justice court fees	8,000	8,000	10,988	2,988	12,906
Ambulance fees	-	-	-	-	100
Other	11,800	11,800	5,155	(6,645)	-
Total charges for services	486,860	486,860	915,589	428,729	965,688

(continued)

**LANDER COUNTY
GENERAL FUND**
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Continued)
For the Year Ended June 30, 2016
(With Comparative Totals for June 30, 2015)

REVENUES (Continued):	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2015
	Original	Final			
Fines and forfeitures					
Fines and forfeitures	182,000	182,000	240,626	58,626	182,156
Other	250	250	798	548	975
Total fines and forfeitures	<u>182,250</u>	<u>182,250</u>	<u>241,424</u>	<u>59,174</u>	<u>183,131</u>
Investment earnings					
Interest	518,580	518,580	552,897	34,317	360,901
Net increase (decrease) in the fair value of investments	-	-	534,783	534,783	43,728
Total investment earnings	<u>518,580</u>	<u>518,580</u>	<u>1,087,680</u>	<u>569,100</u>	<u>404,629</u>
Other revenue					
Rents	22,500	22,500	10,079	(12,421)	28,340
Sales of tax deeded property	-	-	-	-	23,060
Miscellaneous	20,000	20,000	17,149	(2,851)	26,457
Total other revenue	<u>42,500</u>	<u>42,500</u>	<u>27,228</u>	<u>(15,272)</u>	<u>77,857</u>
Total revenues	<u>13,466,860</u>	<u>13,466,860</u>	<u>13,864,393</u>	<u>397,533</u>	<u>13,494,293</u> (continued)

LANDER COUNTY
GENERAL FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Continued)
For the Year Ended June 30, 2016
(With Comparative Totals for June 30, 2015)

EXPENDITURES:	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2015
	Original	Final			
General government					
Commissioners					
Salaries and wages	148,085	148,085	147,063	1,022	129,866
Employee benefits	112,945	112,945	87,541	25,404	82,656
Services and supplies	85,600	85,600	39,914	45,686	64,234
	<u>346,630</u>	<u>346,630</u>	<u>274,518</u>	<u>72,112</u>	<u>276,756</u>
Clerk					
Salaries and wages	206,010	209,665	208,296	1,369	184,783
Employee benefits	130,875	127,220	97,802	29,418	92,799
Services and supplies	92,850	92,850	65,747	27,103	61,458
	<u>429,735</u>	<u>429,735</u>	<u>371,845</u>	<u>57,890</u>	<u>339,040</u>
Treasurer					
Salaries and wages	229,420	229,420	219,320	10,100	208,782
Employee benefits	134,015	134,015	100,632	33,383	109,420
Services and supplies	38,784	38,784	30,015	8,769	32,889
	<u>402,219</u>	<u>402,219</u>	<u>349,967</u>	<u>52,252</u>	<u>351,091</u>
Executive director					
Salaries and wages	306,485	306,485	220,912	85,573	256,414
Employee benefits	150,575	150,575	86,596	63,979	95,695
Services and supplies	615,450	615,450	266,407	349,043	141,590
	<u>1,072,510</u>	<u>1,072,510</u>	<u>573,915</u>	<u>498,595</u>	<u>493,699</u>
Assessor					
Salaries and wages	383,035	376,035	236,996	139,039	257,415
Employee benefits	193,565	193,565	101,256	92,309	112,996
Services and supplies	128,020	128,020	48,354	79,666	43,543
	<u>704,620</u>	<u>697,620</u>	<u>386,606</u>	<u>311,014</u>	<u>413,954</u>
Finance department					
Salaries and wages	245,620	245,620	202,528	43,092	179,437
Employee benefits	107,275	107,275	54,205	53,070	46,600
Services and supplies	164,255	164,255	121,364	42,891	134,679
	<u>517,150</u>	<u>517,150</u>	<u>378,097</u>	<u>139,053</u>	<u>360,716</u>
Building & planning					
Salaries and wages	174,920	174,920	137,492	37,428	141,025
Employee benefits	127,950	127,950	62,809	65,141	65,083
Services and supplies	76,500	76,500	39,938	36,562	23,344
	<u>379,370</u>	<u>379,370</u>	<u>240,239</u>	<u>139,131</u>	<u>229,452</u>
Building maintenance					
Salaries and wages	19,040	34,055	30,796	3,259	-
Employee benefits	9,115	14,100	11,190	2,910	701
Services and supplies	422,828	402,828	332,231	70,597	243,345
	<u>450,983</u>	<u>450,983</u>	<u>374,217</u>	<u>76,766</u>	<u>244,046</u>
Recorder					
Salaries and wages	206,445	221,945	220,517	1,428	188,682
Employee benefits	126,020	117,520	91,839	25,681	88,430
Services and supplies	48,250	48,250	29,036	19,214	31,994
	<u>380,715</u>	<u>387,715</u>	<u>341,392</u>	<u>46,323</u>	<u>309,106</u>
Other general					
Retiree insurance	500,000	500,000	63,401	436,599	54,917
Services and supplies	873,839	871,339	537,516	333,823	485,537
	<u>1,373,839</u>	<u>1,371,339</u>	<u>600,917</u>	<u>770,422</u>	<u>540,454</u>
Total general government	<u>6,057,771</u>	<u>6,055,271</u>	<u>3,891,713</u>	<u>2,163,558</u>	<u>3,558,314</u>

(continued)

LANDER COUNTY
GENERAL FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Continued)
For the Year Ended June 30, 2016
(With Comparative Totals for June 30, 2015)

EXPENDITURES (Continued):	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2015
	Original	Final			
Public safety					
Sheriff					
Salaries and wages	1,993,740	1,993,740	1,672,798	320,942	1,689,379
Employee benefits	1,598,580	1,598,580	968,357	630,223	998,594
Services and supplies	537,200	537,200	365,223	171,977	412,940
Capital outlay	5,000	5,000	5,000	-	8,000
	<u>4,134,520</u>	<u>4,134,520</u>	<u>3,011,378</u>	<u>1,123,142</u>	<u>3,108,913</u>
Jail operations					
Salaries and wages	645,425	645,425	613,175	32,250	536,032
Employee benefits	548,315	548,315	364,074	184,241	345,457
Services and supplies	291,400	291,400	191,663	99,737	187,923
Capital outlay	20,000	20,000	-	20,000	-
	<u>1,505,140</u>	<u>1,505,140</u>	<u>1,168,912</u>	<u>336,228</u>	<u>1,069,412</u>
Animal control					
Salaries and wages	61,590	61,590	48,896	12,694	46,509
Employee benefits	32,990	32,990	23,563	9,427	19,872
Services and supplies	23,660	26,160	15,285	10,875	12,445
Capital outlay	1,500	1,500	1,630	(130)	-
	<u>119,740</u>	<u>122,240</u>	<u>89,374</u>	<u>32,866</u>	<u>78,826</u>
Austin fire department					
Salaries and wages	600	600	-	600	-
Employee benefits	15,666	15,666	5,418	10,248	2,735
Services and supplies	44,900	44,900	4,897	40,003	10,529
Capital outlay	2,800	2,800	521	2,279	-
	<u>63,966</u>	<u>63,966</u>	<u>10,836</u>	<u>53,130</u>	<u>13,264</u>
Austin ambulance					
Services and supplies	83,800	83,800	72,533	11,267	74,924
	<u>83,800</u>	<u>83,800</u>	<u>72,533</u>	<u>11,267</u>	<u>74,924</u>
Battle Mountain fire department					
Salaries and wages	1,800	1,800	1,800	-	1,800
Employee benefits	34,530	34,530	31,599	2,931	30,209
Services and supplies	205,700	205,700	170,312	35,388	169,019
Capital outlay	5,000	5,000	2,099	2,901	-
	<u>247,030</u>	<u>247,030</u>	<u>205,810</u>	<u>41,220</u>	<u>201,028</u>
Battle Mountain ambulance					
Salaries and wages	-	-	-	-	1,950
Services and supplies	268,000	268,000	251,377	16,623	258,125
	<u>268,000</u>	<u>268,000</u>	<u>251,377</u>	<u>16,623</u>	<u>260,075</u>
Total public safety	<u>6,422,196</u>	<u>6,424,696</u>	<u>4,810,220</u>	<u>1,614,476</u>	<u>4,806,442</u>

(continued)

**LANDER COUNTY
GENERAL FUND**
Schedule of Revenues, Expenditures, and Changes in Fund Balances
Budget and Actual (Continued)
For the Year Ended June 30, 2016
(With Comparative Totals for June 30, 2015)

EXPENDITURES (Continued):	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2015
	Original	Final			
Judicial					
District court					
Services and supplies	274,500	274,500	245,791	28,709	256,811
Capital outlay	5,000	5,000	2,155	2,845	-
	<u>279,500</u>	<u>279,500</u>	<u>247,946</u>	<u>31,554</u>	<u>256,811</u>
District attorney					
Salaries and wages	444,140	444,140	349,452	94,688	298,609
Employee benefits	207,535	207,535	131,487	76,048	102,745
Services and supplies	92,750	92,750	73,791	18,959	69,278
	<u>744,425</u>	<u>744,425</u>	<u>554,730</u>	<u>189,695</u>	<u>470,632</u>
Juvenile probation					
Services and supplies	649,516	649,516	431,867	217,649	531,258
	<u>649,516</u>	<u>649,516</u>	<u>431,867</u>	<u>217,649</u>	<u>531,258</u>
Justice court - Argenta					
Salaries and wages	246,365	263,465	250,959	12,506	220,378
Employee benefits	139,310	145,330	106,853	38,477	97,085
Services and supplies	100,100	76,980	40,765	36,215	37,905
	<u>485,775</u>	<u>485,775</u>	<u>398,577</u>	<u>87,198</u>	<u>355,368</u>
Justice court - Austin					
Salaries and wages	59,220	60,720	59,630	1,090	59,875
Employee benefits	27,790	26,290	21,076	5,214	20,879
Services and supplies	14,950	14,950	6,724	8,226	17,005
	<u>101,960</u>	<u>101,960</u>	<u>87,430</u>	<u>14,530</u>	<u>97,759</u>
Public defender					
Services and supplies	128,500	128,500	111,170	17,330	87,043
	<u>128,500</u>	<u>128,500</u>	<u>111,170</u>	<u>17,330</u>	<u>87,043</u>
Total judicial	<u>2,389,676</u>	<u>2,389,676</u>	<u>1,831,720</u>	<u>557,956</u>	<u>1,798,871</u>
Intergovernmental					
Services and supplies	146,820	146,820	96,881	49,939	196,690
Total intergovernmental	<u>146,820</u>	<u>146,820</u>	<u>96,881</u>	<u>49,939</u>	<u>196,690</u>
Total expenditures	<u>15,016,463</u>	<u>15,016,463</u>	<u>10,630,534</u>	<u>4,385,929</u>	<u>10,360,317</u>
Excess of revenues over (under) expenditures	<u>(1,549,603)</u>	<u>(1,549,603)</u>	<u>3,233,859</u>	<u>4,783,462</u>	<u>3,133,976</u>
Other financing sources (uses):					
Transfers in	52,653	52,653	140,379	87,726	478,414
Transfers out	<u>(52,653)</u>	<u>(52,653)</u>	<u>(140,379)</u>	<u>(87,726)</u>	<u>(2,011,099)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,532,685)</u>
Net change in fund balance	<u>(1,549,603)</u>	<u>(1,549,603)</u>	<u>3,233,859</u>	<u>4,783,462</u>	<u>1,601,291</u>
Fund balance, beginning of year	<u>37,634,134</u>	<u>37,634,134</u>	<u>37,634,134</u>	<u>-</u>	<u>36,032,843</u>
Fund balance, end of year	<u>\$ 36,084,531</u>	<u>\$ 36,084,531</u>	<u>\$ 40,867,993</u>	<u>\$ 4,783,462</u>	<u>\$ 37,634,134</u>

LANDER COUNTY
Required Supplementary Information
Schedule of Funding Progress
Other Post-Employment Benefits
For the Year Ended June 30, 2016

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) EANC LCEHBP (b)	Actuarial Accrued Liability (AAL) EANC PEBP (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
7/1/2014	\$ -	\$ 148,109	\$ 891,425	\$ 1,039,534	0.0%	\$ 6,800,000	2.2%
7/1/2011	\$ -	\$ 170,341	\$ 1,140,305	\$ 1,310,646	0.0%	\$ 5,212,351	3.3%
7/1/2008	\$ -	\$ 148,388	\$ 2,851,024	\$ 2,999,412	0.0%	\$ 4,862,000	3.1%

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SUPPLEMENTARY INFORMATION

MAJOR CAPITAL PROJECTS FUND

**NONMAJOR GOVERNMENTAL FUNDS
COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS**

**PROPRIETARY INDIVIDUAL FUND
FINANCIAL STATEMENTS**

LANDER COUNTY
CCP (CONSTRUCTION OF CAPITAL PROJECTS) FUND
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Tax revenue					
Net proceeds of mines	\$ -	\$ -	\$ 1,951,755	\$ 1,951,755	\$ 7,450,222
Total tax revenue	-	-	1,951,755	1,951,755	7,450,222
Investment earnings					
Interest	553,850	553,850	756,196	202,346	652,423
Net increase (decrease) in the fair value of investments	-	-	812,939	812,939	238,302
Total investment earnings	553,850	553,850	1,569,135	1,015,285	890,725
Other revenue					
Miscellaneous	-	-	210,000	210,000	99,431
Total other revenue	-	-	210,000	210,000	99,431
Total revenues	553,850	553,850	3,730,890	3,177,040	8,440,378
EXPENDITURES:					
General government					
Services and supplies	300,000	300,000	3,315	296,685	9,439
Capital outlay	31,217,305	31,217,305	11,226,169	19,991,136	23,010,597
Total expenditures	31,517,305	31,517,305	11,229,484	20,287,821	23,020,036
Excess of revenues over (under) expenditures	(30,963,455)	(30,963,455)	(7,498,594)	23,464,861	(14,579,658)
Other financing sources (uses):					
Transfers in	-	-	90,079	90,079	1,938,086
Total other financing sources (uses)	-	-	90,079	90,079	1,938,086
Net change in fund balance	(30,963,455)	(30,963,455)	(7,408,515)	23,554,940	(12,641,572)
Fund balance, beginning of year	50,614,826	50,614,826	50,614,826	-	63,256,398
Fund balance, end of year	\$ 19,651,371	\$ 19,651,371	\$ 43,206,311	\$ 23,554,940	\$ 50,614,826

LANDER COUNTY
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2016

	Road and Bridge	Indigent	State Medical Indigent	Agricultural Extension	Aged Services	Lander County Landfill	Lander County Airports	Lander County Economic Development
Assets								
Cash and investments	\$ 5,328,136	\$ 1,600,400	\$ 6,597,198	\$ 285,428	\$ 1,983,821	\$ 7,019,146	\$ 1,608,953	\$ 115,441
Accounts receivable	1,008	-	-	1,896	751	10,772	1,233	-
Taxes receivable	6,262	2,477	2,688	500	2,843	1,781	1,330	-
Due from other governments	171,279	-	-	-	-	-	297	-
Inventory	-	-	-	-	398	-	-	-
Total assets	\$ 5,506,685	\$ 1,602,877	\$ 6,599,886	\$ 287,824	\$ 1,987,813	\$ 7,031,699	\$ 1,611,813	\$ 115,441
Liabilities, Deferred Inflows, and Fund Balances								
Liabilities:								
Accounts payable	108,179	985	163,103	11,287	6,557	35,623	1,571	52,876
Accrued salaries	40,056	3,037	1,118	1,401	7,413	4,015	-	-
Unearned revenue	-	-	-	-	-	-	-	36,210
Due to other governments	-	-	-	-	-	-	-	-
Total liabilities	148,235	4,022	164,221	12,688	13,970	39,638	1,571	89,086
Deferred inflows of resources:								
Deferred revenue - net proceeds	-	-	484,245	-	-	300,773	-	-
Unavailable revenue - property taxes	5,146	2,030	2,212	412	2,340	1,486	1,094	-
Total deferred inflows of resources	5,146	2,030	486,457	412	2,340	302,259	1,094	-
Fund balances:								
Nonspendable	-	-	-	-	398	-	-	-
Restricted for:								
General government	-	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-
Welfare	-	1,596,825	5,949,208	-	-	-	-	-
Community support	-	-	-	274,724	-	-	-	-
Committed for:								
General government	-	-	-	-	-	-	1,609,148	-
Culture and recreation	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	6,689,802	-	-
Capital projects	-	-	-	-	-	-	-	-
Assigned	5,353,304	-	-	-	1,971,105	-	-	26,355
Total fund balances	5,353,304	1,596,825	5,949,208	274,724	1,971,503	6,689,802	1,609,148	26,355
Total liabilities, deferred inflows, & fund balances	\$ 5,506,685	\$ 1,602,877	\$ 6,599,886	\$ 287,824	\$ 1,987,813	\$ 7,031,699	\$ 1,611,813	\$ 115,441

(Continued)

LANDER COUNTY
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2016

	DOE Nuclear Repository	Regional Street and Highway	Town of Austin	Town of Battle Mountain	Culture & Recreation	Reserve	Title III SRS/CRA	Administrative Assessment Fees
Assets								
Cash and investments	\$ 40,678	\$ 2,377,688	\$ 121,461	\$ 1,021,842	\$ 6,041,806	\$ 822,628	\$ 189,858	\$ 37,650
Accounts receivable	-	-	1,619	11,139	301	-	-	-
Taxes receivable	-	-	326	533	2,991	-	-	-
Due from other governments	-	73,232	2,583	38,763	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Total assets	\$ 40,678	\$ 2,450,920	\$ 125,989	\$ 1,072,277	\$ 6,045,098	\$ 822,628	\$ 189,858	\$ 37,650
Liabilities, Deferred Inflows, and Fund Balances								
Liabilities:								
Accounts payable	-	-	1,493	116,173	42,062	-	-	115
Accrued salaries	-	-	-	-	9,143	-	-	-
Unearned revenue	40,678	-	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-	-	-
Total liabilities	40,678	-	1,493	116,173	51,205	-	-	115
Deferred inflows of resources:								
Deferred revenue - net proceeds	-	-	41,209	-	-	-	-	-
Unavailable revenue - property taxes	-	-	326	403	2,462	-	-	-
Total deferred inflows of resources	-	-	41,535	403	2,462	-	-	-
Fund balances:								
Nonspendable	-	-	-	-	-	-	-	-
Restricted for:								
General government	-	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	-	37,535
Public safety	-	-	-	-	-	-	189,858	-
Public works	-	2,450,920	-	-	-	-	-	-
Welfare	-	-	-	-	-	-	-	-
Community support	-	-	-	-	-	-	-	-
Committed for:								
General government	-	-	-	-	-	822,628	-	-
Culture and recreation	-	-	-	-	5,991,431	-	-	-
Health and sanitation	-	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-	-
Assigned	-	-	82,961	955,701	-	-	-	-
Total fund balances	-	2,450,920	82,961	955,701	5,991,431	822,628	189,858	37,535
Total liabilities, deferred inflows, & fund balances	\$ 40,678	\$ 2,450,920	\$ 125,989	\$ 1,072,277	\$ 6,045,098	\$ 822,628	\$ 189,858	\$ 37,650

(Continued)

LANDER COUNTY
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2016

	Genetic Marker Testing	Forensic Services	District Drug Court	Court Facility Fees	Juvenile Administrative Assessment	Mine Map Fees	Technology Fees	Austin Capital Acquisition
Assets								
Cash and investments	\$ 655	\$ 5,203	\$ 57,826	\$ 137,255	\$ 8,895	\$ 166,952	\$ 2,436,691	\$ 29,999
Accounts receivable	-	-	-	-	-	-	-	-
Taxes receivable	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Total assets	\$ 655	\$ 5,203	\$ 57,826	\$ 137,255	\$ 8,895	\$ 166,952	\$ 2,436,691	\$ 29,999
Liabilities, Deferred Inflows, and Fund Balances								
Liabilities:								
Accounts payable	655	-	-	-	-	2,280	83,589	-
Accrued salaries	-	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-	-	-
Total liabilities	655	-	-	-	-	2,280	83,589	-
Deferred inflows of resources:								
Deferred revenue - net proceeds	-	-	-	-	-	-	383,209	-
Unavailable revenue - property taxes	-	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	383,209	-
Fund balances:								
Nonspendable	-	-	-	-	-	-	-	-
Restricted for:								
General government	-	-	-	-	-	164,672	1,969,893	-
Judicial	-	-	57,826	137,255	8,895	-	-	-
Public safety	-	5,203	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-
Welfare	-	-	-	-	-	-	-	-
Community support	-	-	-	-	-	-	-	-
Committed for:								
General government	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	29,999
Total fund balances	-	5,203	57,826	137,255	8,895	164,672	1,969,893	29,999
Total liabilities, deferred inflows, & fund balances	\$ 655	\$ 5,203	\$ 57,826	\$ 137,255	\$ 8,895	\$ 166,952	\$ 2,436,691	\$ 29,999

(Continued)

LANDER COUNTY
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2016

	Equipment/ Building Replacement	Capital Acquisition	Battle Mountain Capital Acquisition	Emergency Maintenance	Airport Capital Improvement	Court Facilities Capital	Total Nonmajor Govtl. Funds
Assets							
Cash and investments	\$ 7,896,681	\$ 3,402,154	\$ 183,423	\$ 3,481,139	\$ 3,709,340	\$ 648,237	\$ 57,356,584
Accounts receivable	-	-	-	-	-	-	28,719
Taxes receivable	-	999	-	-	-	-	22,730
Due from other governments	-	-	-	-	-	-	286,154
Inventory	-	-	-	-	-	-	398
Total assets	\$ 7,896,681	\$ 3,403,153	\$ 183,423	\$ 3,481,139	\$ 3,709,340	\$ 648,237	\$ 57,694,585
Liabilities, Deferred Inflows, and Fund Balances							
Liabilities:							
Accounts payable	118,110	-	-	-	8,469	-	\$ 753,127
Accrued salaries	-	-	-	-	-	-	66,183
Unearned revenue	-	-	-	-	-	-	76,888
Due to other governments	-	127	-	-	-	-	127
Total liabilities	118,110	127	-	-	8,469	-	896,325
Deferred inflows of resources:							
Deferred revenue - net proceeds	618,134	180,464	-	-	206,045	-	2,214,079
Unavailable revenue - property taxes	-	822	-	-	-	-	18,733
Total deferred inflows of resources	618,134	181,286	-	-	206,045	-	2,232,812
Fund balances:							
Nonspendable	-	-	-	-	-	-	398
Restricted for:							
General government	-	-	-	-	-	-	2,134,565
Judicial	-	-	-	-	-	-	241,511
Public safety	-	-	-	-	-	-	195,061
Public works	-	-	-	-	-	-	2,450,920
Welfare	-	-	-	-	-	-	7,546,033
Community support	-	-	-	-	-	-	274,724
Committed for:							
General government	-	-	-	-	-	-	2,431,776
Culture and recreation	-	-	-	-	-	-	5,991,431
Health and sanitation	-	-	-	-	-	-	6,689,802
Capital projects	7,160,437	-	-	3,481,139	3,494,826	648,237	14,784,639
Assigned	-	3,221,740	183,423	-	-	-	11,824,588
Total fund balances	7,160,437	3,221,740	183,423	3,481,139	3,494,826	648,237	54,565,448
Total liabilities, deferred inflows, & fund balances	\$ 7,896,681	\$ 3,403,153	\$ 183,423	\$ 3,481,139	\$ 3,709,340	\$ 648,237	\$ 57,694,585

LANDER COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2016

	Road and Bridge	Indigent	State Medical Indigent	Agricultural Extension	Aged Services	Lander County Landfill	Lander County Airports	Lander Economic Development
REVENUES:								
Taxes	\$ 1,058,221	\$ 430,682	\$ 562,557	\$ 85,579	\$ 484,931	\$ 349,462	\$ 228,795	\$ -
Licenses, permits and fees	-	-	-	-	-	-	-	-
Intergovernmental	1,067,787	-	-	-	47,904	-	-	79,799
Charges for services	-	-	-	-	33,538	109,172	4,703	-
Investment earnings	-	-	-	-	-	66,047	-	-
Other revenues	120	-	-	-	22,747	-	19,156	-
Total	2,126,128	430,682	562,557	85,579	589,120	524,681	252,654	79,799
EXPENDITURES:								
Current:								
General government	-	-	-	-	-	-	130,511	-
Public safety	-	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	-	-
Public works	1,748,663	-	-	-	-	-	-	-
Welfare	-	218,402	528,773	-	337,450	-	-	-
Health and sanitation	-	-	-	-	-	333,649	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Community support	-	-	-	74,429	-	-	-	6,000
Capital outlay:								
General government	-	-	-	-	-	-	11	-
Public works	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	736,936	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Community support	-	-	-	4,016	-	-	-	73,799
Total	1,748,663	218,402	528,773	78,445	337,450	1,070,585	130,522	79,799
Excess of revenues over (under) expenditures	377,465	212,280	33,784	7,134	251,670	(545,904)	122,132	-
Other financing sources (uses):								
Transfers in	5,121	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	(5,121)	-
Total other financing sources (uses)	5,121	-	-	-	-	-	(5,121)	-
Net change in fund balances	382,586	212,280	33,784	7,134	251,670	(545,904)	117,011	-
Fund balances - beginning	4,970,718	1,384,545	5,915,424	267,590	1,719,833	7,235,706	1,492,137	26,355
Fund balances - ending	\$ 5,353,304	\$ 1,596,825	\$ 5,949,208	\$ 274,724	\$ 1,971,503	\$ 6,689,802	\$ 1,609,148	\$ 26,355

(Continued)

LANDER COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2016

	DOE Nuclear Repository	Regional Street and Highway	Town of Austin	Town of Battle Mountain	Culture & Recreation	Reserve	Title III SRS/CRA	Administrative Assessment Fees
REVENUES:								
Taxes	\$ -	\$ 379,684	\$ 26,192	\$ 74,585	\$ 510,602	\$ -	\$ -	\$ -
Licenses, permits and fees	-	-	1,200	42,438	-	-	-	-
Intergovernmental	69,432	-	15,299	229,130	1,058,585	-	6,489	-
Charges for services	-	-	200	-	41,977	-	-	21,726
Investment earnings	-	-	713	9,727	-	6,786	-	-
Other revenues	-	-	10	500	-	252,661	-	-
Total	69,432	379,684	43,614	356,380	1,611,164	259,447	6,489	21,726
EXPENDITURES:								
Current:								
General government	-	-	24,103	318,703	-	-	-	-
Public safety	69,432	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	-	2,354
Public works	-	-	2,740	-	-	-	-	-
Welfare	-	-	-	-	-	-	-	-
Health and sanitation	-	-	6,000	-	18,447	-	-	-
Culture and recreation	-	-	7,500	-	751,238	-	-	-
Community support	-	-	-	-	-	-	-	-
Capital outlay:								
General government	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	33,393	-	-	-	-
Community support	-	-	-	-	-	-	-	-
Total	69,432	-	40,343	352,096	769,685	-	-	2,354
Excess of revenues over (under) expenditures	-	379,684	3,271	4,284	841,479	259,447	6,489	19,372
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	(15,385)
Total other financing sources (uses)	-	-	-	-	-	-	-	(15,385)
Net change in fund balances	-	379,684	3,271	4,284	841,479	259,447	6,489	3,987
Fund balances - beginning	-	2,071,236	79,690	951,417	5,149,952	563,181	183,369	33,548
Fund balances - ending	\$ -	\$ 2,450,920	\$ 82,961	\$ 955,701	\$ 5,991,431	\$ 822,628	\$ 189,858	\$ 37,535

(Continued)

LANDER COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2016

	Genetic Marker Testing	Forensic Services	District Drug Court	Court Facility Fees	Juvenile Administrative Assessment	Mine Map Fees	Technology Fees	Austin Capital Acquisition
REVENUES:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits and fees	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	9,754	1,920	6,739	30,890	6,982	21,290	345,097	-
Investment earnings	-	-	-	-	-	-	22,911	-
Other revenues	-	-	-	-	-	-	-	276
Total	9,754	1,920	6,739	30,890	6,982	21,290	368,008	276
EXPENDITURES:								
Current:								
General government	-	-	-	-	-	13,392	361,059	-
Public safety	-	-	-	-	-	-	-	-
Judicial	9,754	-	4,182	-	2,895	-	-	-
Public works	-	-	-	-	-	-	-	182
Welfare	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Community support	-	-	-	-	-	-	-	-
Capital outlay:								
General government	-	-	-	-	-	-	483,992	-
Public works	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Community support	-	-	-	-	-	-	-	-
Total	9,754	-	4,182	-	2,895	13,392	845,051	182
Excess of revenues over (under) expenditures	-	1,920	2,557	30,890	4,087	7,898	(477,043)	94
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	3,237
Transfers out	-	-	-	(34,915)	-	-	(90,079)	-
Total other financing sources (uses)	-	-	-	(34,915)	-	-	(90,079)	3,237
Net change in fund balances	-	1,920	2,557	(4,025)	4,087	7,898	(567,122)	3,331
Fund balances - beginning	-	3,283	55,269	141,280	4,808	156,774	2,537,015	26,668
Fund balances - ending	\$ -	\$ 5,203	\$ 57,826	\$ 137,255	\$ 8,895	\$ 164,672	\$ 1,969,893	\$ 29,999

(Continued)

LANDER COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2016

	Equipment/ Building Replacement	Capital Acquisition	Battle Mountain Capital Acquisition	Emergency Maintenance	Airport Capital Improvement	Court Facilities Capital	Total Nonmajor Govt. Funds
REVENUES:							
Taxes	\$ 131,866	\$ 209,649	\$ -	\$ -	\$ 43,955	\$ -	\$ 4,576,760
Licenses, permits and fees	-	-	-	-	-	-	43,638
Intergovernmental	-	-	-	-	-	-	2,891,770
Charges for services	-	-	-	-	307,345	10,000	633,988
Investment earnings	-	-	-	-	-	-	115,602
Other revenues	-	-	1,688	-	-	9,418	297,158
Total	131,866	209,649	1,688	-	351,300	19,418	8,558,916
EXPENDITURES:							
Current:							
General government	385,130	-	-	84,903	-	-	1,317,801
Public safety	-	-	-	-	-	-	69,432
Judicial	-	-	-	-	-	-	19,185
Public works	-	145	-	-	-	-	1,751,730
Welfare	-	-	-	-	-	-	1,084,625
Health and sanitation	-	-	-	-	-	-	358,096
Culture and recreation	-	-	-	-	-	-	758,738
Community support	-	-	-	-	-	-	80,429
Capital outlay:							
General government	-	-	1,072	-	1,064,791	1,000,000	2,549,866
Public works	661,643	-	-	-	-	-	661,643
Health and sanitation	-	-	-	-	-	-	736,936
Culture and recreation	-	-	-	-	-	-	33,393
Community support	-	-	-	-	-	-	77,815
Total	1,046,773	145	1,072	84,903	1,064,791	1,000,000	9,499,689
Excess of revenues over (under) expenditures	(914,907)	209,504	616	(84,903)	(713,491)	(980,582)	(940,773)
Other financing sources (uses):							
Transfers in	-	-	19,054	-	-	50,300	77,712
Transfers out	-	(22,291)	-	-	-	-	(167,791)
Total other financing sources (uses)	-	(22,291)	19,054	-	-	50,300	(90,079)
Net change in fund balances	(914,907)	187,213	19,670	(84,903)	(713,491)	(930,282)	(1,030,852)
Fund balances - beginning	8,075,344	3,034,527	163,753	3,566,042	4,208,317	1,578,519	55,596,300
Fund balances - ending	\$ 7,160,437	\$ 3,221,740	\$ 183,423	\$ 3,481,139	\$ 3,494,826	\$ 648,237	\$ 54,565,448

LANDER COUNTY
ROAD AND BRIDGE FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Tax revenue					
Ad valorem	\$ 1,240,264	\$ 1,240,264	\$ 1,058,221	\$ (182,043)	\$ 1,041,540
Total tax revenue	1,240,264	1,240,264	1,058,221	(182,043)	1,041,540
Intergovernmental					
State motor vehicle fuel tax	965,430	965,430	1,009,215	43,785	1,012,314
Forest reserve fees	11,500	11,500	58,572	47,072	59,688
Total intergovernmental	976,930	976,930	1,067,787	90,857	1,072,002
Investment earnings					
Interest	-	-	-	-	32,379
Net increase (decrease) in the fair value of investments	-	-	-	-	10,942
Total investment earnings	-	-	-	-	43,321
Other revenue					
Miscellaneous	200	200	120	(80)	240
Total other revenues	200	200	120	(80)	240
Total revenues	2,217,394	2,217,394	2,126,128	(91,266)	2,157,103
EXPENDITURES:					
Public works					
Highway and streets - Austin					
Salaries and wages	407,195	407,195	340,422	66,773	364,744
Employee benefits	285,725	285,725	178,062	107,663	192,962
Services and supplies	291,565	291,565	234,497	57,068	191,366
Capital outlay	50,000	50,000	-	50,000	-
Total highway and streets - Austin	1,034,485	1,034,485	752,981	281,504	749,072
Highway and streets - Battle Mountain					
Salaries and wages	562,445	562,445	532,156	30,289	513,409
Employee benefits	388,975	388,975	226,543	162,432	252,644
Services and supplies	413,920	413,920	236,983	176,937	293,570
Capital outlay	222,450	222,450	-	222,450	-
Total highway and streets - BM	1,587,790	1,587,790	995,682	592,108	1,059,623
Total expenditures	2,622,275	2,622,275	1,748,663	873,612	1,808,695
Excess of revenues over (under) expenditures	(404,881)	(404,881)	377,465	782,346	348,408
Other financing sources (uses):					
Proceeds from sale of capital assets	-	-	-	-	172,450
Transfers in	15,500	15,500	5,121	(10,379)	6,626
Transfers out	-	-	-	-	(43,321)
Total other financing sources (uses)	15,500	15,500	5,121	(10,379)	135,755
Net change in fund balance	(389,381)	(389,381)	382,586	771,967	484,163
Fund balance, beginning of year	4,970,718	4,970,718	4,970,718	-	4,486,555
Fund balance, end of year	\$ 4,581,337	\$ 4,581,337	\$ 5,353,304	\$ 771,967	\$ 4,970,718

LANDER COUNTY
INDIGENT FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Tax revenue					
Ad valorem	\$ 504,798	\$ 504,798	\$ 430,682	\$ (74,116)	\$ 425,206
Total tax revenue	504,798	504,798	430,682	(74,116)	425,206
Total revenues	504,798	504,798	430,682	(74,116)	425,206
EXPENDITURES:					
Welfare					
Health nurse					
Salaries and wages	44,400	44,400	37,436	6,964	43,004
Employee benefits	26,470	26,470	10,843	15,627	26,086
Services and supplies	588,700	588,700	133,178	455,522	123,836
Total health nurse	659,570	659,570	181,457	478,113	192,926
Other indigent					
Salaries and wages	24,955	25,205	25,131	74	22,399
Employee benefits	15,295	15,045	11,200	3,845	10,372
Services and supplies	21,000	21,000	614	20,386	1,208
Total other indigent	61,250	61,250	36,945	24,305	33,979
Total expenditures	720,820	720,820	218,402	502,418	226,905
Excess of revenues over (under) expenditures	(216,022)	(216,022)	212,280	428,302	198,301
Net change in fund balance	(216,022)	(216,022)	212,280	428,302	198,301
Fund balance, beginning of year	1,384,545	1,384,545	1,384,545	-	1,186,244
Fund balance, end of year	\$ 1,168,523	\$ 1,168,523	\$ 1,596,825	\$ 428,302	\$ 1,384,545

LANDER COUNTY
STATE MEDICAL INDIGENT FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Tax revenue					
Ad valorem	\$ 437,937	\$ 437,937	\$ 373,761	\$ (64,176)	\$ 368,977
Ad valorem auto	100,291	100,291	85,493	(14,798)	84,505
Net proceeds of mines	-	-	84,054	84,054	432,843
Net proceeds auto	-	-	19,249	19,249	99,124
Total tax revenue	<u>538,228</u>	<u>538,228</u>	<u>562,557</u>	<u>24,329</u>	<u>985,449</u>
Investment earnings					
Interest	4,566	4,566	-	(4,566)	58,377
Net increase (decrease) in the fair value of investments	-	-	-	-	1,864
Total investment earnings	<u>4,566</u>	<u>4,566</u>	<u>-</u>	<u>(4,566)</u>	<u>60,241</u>
Total revenues	<u>542,794</u>	<u>542,794</u>	<u>562,557</u>	<u>19,763</u>	<u>1,045,690</u>
EXPENDITURES:					
Welfare					
Salaries and wages	24,955	25,205	25,131	74	24,069
Employee benefits	15,575	15,325	10,967	4,358	10,672
Services and supplies	500,132	500,132	161,916	338,216	118,516
Remittance to state	<u>822,482</u>	<u>822,482</u>	<u>330,759</u>	<u>491,723</u>	<u>304,954</u>
Total expenditures	<u>1,363,144</u>	<u>1,363,144</u>	<u>528,773</u>	<u>834,371</u>	<u>458,211</u>
Excess of revenues over (under) expenditures	<u>(820,350)</u>	<u>(820,350)</u>	<u>33,784</u>	<u>854,134</u>	<u>587,479</u>
Net change in fund balance	<u>(820,350)</u>	<u>(820,350)</u>	<u>33,784</u>	<u>854,134</u>	<u>587,479</u>
Fund balance, beginning of year	<u>5,915,424</u>	<u>5,915,424</u>	<u>5,915,424</u>	<u>-</u>	<u>5,327,945</u>
Fund balance, end of year	<u>\$ 5,095,074</u>	<u>\$ 5,095,074</u>	<u>\$ 5,949,208</u>	<u>\$ 854,134</u>	<u>\$ 5,915,424</u>

LANDER COUNTY
AGRICULTURAL EXTENSION FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Tax revenue					
Ad valorem	\$ 100,291	\$ 100,291	\$ 85,579	\$ (14,712)	\$ 84,508
Total tax revenue	100,291	100,291	85,579	(14,712)	84,508
Total revenues	100,291	100,291	85,579	(14,712)	84,508
EXPENDITURES:					
Community support					
Salaries and wages	34,070	35,870	35,147	723	31,568
Employee benefits	19,095	17,295	12,209	5,086	12,496
Services and supplies	33,340	33,340	27,073	6,267	14,165
Capital outlay	-	-	4,016	(4,016)	-
Total expenditures	86,505	86,505	78,445	8,060	58,229
Excess of revenues over (under) expenditures	13,786	13,786	7,134	(6,652)	26,279
Net change in fund balance	13,786	13,786	7,134	(6,652)	26,279
Fund balance, beginning of year	267,590	267,590	267,590	-	241,311
Fund balance, end of year	\$ 281,376	\$ 281,376	\$ 274,724	\$ (6,652)	\$ 267,590

LANDER COUNTY
AGED SERVICES FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Tax revenue					
Ad valorem	\$ 568,315	\$ 568,315	\$ 484,931	\$ (83,384)	\$ 478,836
Total tax revenue	568,315	568,315	484,931	(83,384)	478,836
Intergovernmental					
Federal grants	61,225	61,225	47,904	(13,321)	66,349
Total intergovernmental	61,225	61,225	47,904	(13,321)	66,349
Charges for services					
Meal fees	30,250	30,250	33,538	3,288	34,854
Total charges for services	30,250	30,250	33,538	3,288	34,854
Investment earnings					
Interest	-	-	-	-	9,285
Net increase (decrease) in the fair value of investments	-	-	-	-	7,380
Total investment earnings	-	-	-	-	16,665
Other revenue					
Miscellaneous	25,500	25,500	22,747	(2,753)	25,225
Total other revenue	25,500	25,500	22,747	(2,753)	25,225
Total revenues	685,290	685,290	589,120	(96,170)	621,929
EXPENDITURES:					
Welfare					
Senior center					
Salaries and wages	215,030	215,530	167,725	47,805	160,799
Employee benefits	130,825	130,325	87,998	42,327	83,443
Services and supplies	142,885	142,885	69,086	73,799	77,912
Capital outlay	23,500	23,500	-	23,500	-
Total senior center	512,240	512,240	324,809	187,431	322,154
Austin school					
Salaries and wages	9,180	9,180	5,977	3,203	5,704
Employee benefits	4,685	4,685	2,628	2,057	2,199
Services and supplies	8,160	8,160	4,036	4,124	3,971
Total austin school	22,025	22,025	12,641	9,384	11,874
Total expenditures	534,265	534,265	337,450	196,815	334,028
Excess of revenues over (under) expenditures	151,025	151,025	251,670	100,645	287,901
Other financing sources (uses):					
Transfers out	-	-	-	-	(16,665)
Total other financing sources (uses)	-	-	-	-	(16,665)
Net change in fund balance	151,025	151,025	251,670	100,645	271,236
Fund balance, beginning of year	1,719,833	1,719,833	1,719,833	-	1,448,597
Fund balance, end of year	\$ 1,870,858	\$ 1,870,858	\$ 1,971,503	\$ 100,645	\$ 1,719,833

LANDER COUNTY
LANDER COUNTY LANDFILL FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Tax revenue					
Ad valorem	\$ 334,303	\$ 334,303	\$ 285,299	\$ (49,004)	\$ 281,911
Net proceeds of mines	-	-	64,163	64,163	330,414
Total tax revenue	334,303	334,303	349,462	15,159	612,325
Charges for services					
Gate fees	100,000	100,000	109,172	9,172	122,457
Total charges for services	100,000	100,000	109,172	9,172	122,457
Investment earnings					
Interest	5,960	5,960	66,047	60,087	91,752
Net increase (decrease) in the fair value of investments	-	-	-	-	(32,714)
Total investment earnings	5,960	5,960	66,047	60,087	59,038
Other revenue					
Miscellaneous	1,000	1,000	-	(1,000)	-
Total other revenue	1,000	1,000	-	(1,000)	-
Total revenues	441,263	441,263	524,681	83,418	793,820
EXPENDITURES:					
Health and sanitation					
Salaries and wages	171,305	171,305	140,463	30,842	164,313
Employee benefits	132,500	132,500	61,554	70,946	75,925
Services and supplies	266,750	266,750	131,632	135,118	386,998
Capital outlay	806,940	806,940	736,936	70,004	-
Total expenditures	1,377,495	1,377,495	1,070,585	306,910	627,236
Excess of revenues over (under) expenditures	(936,232)	(936,232)	(545,904)	390,328	166,584
Other financing sources (uses):					
Proceeds from sale of capital assets	-	-	-	-	24,440
Total other financing sources (uses)	-	-	-	-	24,440
Net change in fund balance	(936,232)	(936,232)	(545,904)	390,328	191,024
Fund balance, beginning of year	7,235,706	7,235,706	7,235,706	-	7,044,682
Fund balance, end of year	\$ 6,299,474	\$ 6,299,474	\$ 6,689,802	\$ 390,328	\$ 7,235,706

LANDER COUNTY
LANDER COUNTY AIRPORTS FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Tax revenue					
Ad valorem	\$ 267,442	\$ 267,442	\$ 228,196	\$ (39,246)	\$ 225,307
Gasoline tax	500	500	599	99	228
Total tax revenue	<u>267,942</u>	<u>267,942</u>	<u>228,795</u>	<u>(39,147)</u>	<u>225,535</u>
Charges for services					
User fees and fuel sales	4,300	4,300	4,703	403	2,768
Total charges for services	<u>4,300</u>	<u>4,300</u>	<u>4,703</u>	<u>403</u>	<u>2,768</u>
Investment earnings					
Interest	992	992	-	(992)	1,722
Total investment earnings	<u>992</u>	<u>992</u>	<u>-</u>	<u>(992)</u>	<u>1,722</u>
Other revenues					
Rent	16,500	16,500	19,156	2,656	16,906
Total other revenues	<u>16,500</u>	<u>16,500</u>	<u>19,156</u>	<u>2,656</u>	<u>16,906</u>
Total revenues	<u>289,734</u>	<u>289,734</u>	<u>252,654</u>	<u>(37,080)</u>	<u>246,931</u>
EXPENDITURES:					
General government					
Services and supplies	173,300	173,300	130,511	42,789	104,436
Capital outlay	4,610	4,610	11	4,599	-
Total expenditures	<u>177,910</u>	<u>177,910</u>	<u>130,522</u>	<u>47,388</u>	<u>104,436</u>
Excess of revenues over (under) expenditures	<u>111,824</u>	<u>111,824</u>	<u>122,132</u>	<u>10,308</u>	<u>142,495</u>
Other financing sources (uses):					
Transfers out	(15,500)	(15,500)	(5,121)	10,379	(6,626)
Total other financing sources (uses)	<u>(15,500)</u>	<u>(15,500)</u>	<u>(5,121)</u>	<u>10,379</u>	<u>(6,626)</u>
Net change in fund balance	96,324	96,324	117,011	20,687	135,869
Fund balance, beginning of year	<u>1,492,137</u>	<u>1,492,137</u>	<u>1,492,137</u>	<u>-</u>	<u>1,356,268</u>
Fund balance, end of year	<u>\$ 1,588,461</u>	<u>\$ 1,588,461</u>	<u>\$ 1,609,148</u>	<u>\$ 20,687</u>	<u>\$ 1,492,137</u>

LANDER COUNTY
LANDER ECONOMIC DEVELOPMENT FUND
Special Revenue Fund
Statement of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Intergovernmental					
Federal grants	\$ 16,000	\$ 16,000	\$ -	\$ (16,000)	\$ -
State grants	30,000	30,000	79,799	49,799	11,015
Total intergovernmental	<u>46,000</u>	<u>46,000</u>	<u>79,799</u>	<u>33,799</u>	<u>11,015</u>
Other revenue					
Miscellaneous	-	-	-	-	6,798
Total other revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,798</u>
Total revenues	<u>46,000</u>	<u>46,000</u>	<u>79,799</u>	<u>33,799</u>	<u>17,813</u>
EXPENDITURES:					
Community support					
Services and supplies	20,000	20,000	6,000	14,000	34,734
Capital outlay	<u>66,775</u>	<u>66,775</u>	<u>73,799</u>	<u>(7,024)</u>	<u>-</u>
Total expenditures	<u>86,775</u>	<u>86,775</u>	<u>79,799</u>	<u>6,976</u>	<u>34,734</u>
Excess of revenues over (under) expenditures	<u>(40,775)</u>	<u>(40,775)</u>	<u>-</u>	<u>40,775</u>	<u>(16,921)</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	20,000
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,000</u>
Net change in fund balance	<u>(40,775)</u>	<u>(40,775)</u>	<u>-</u>	<u>40,775</u>	<u>3,079</u>
Fund balance, beginning of year	<u>26,355</u>	<u>26,355</u>	<u>26,355</u>	<u>-</u>	<u>23,276</u>
Fund balance, end of year	<u>\$ (14,420)</u>	<u>\$ (14,420)</u>	<u>\$ 26,355</u>	<u>\$ 40,775</u>	<u>\$ 26,355</u>

LANDER COUNTY
DOE NUCLEAR REPOSITORY FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Intergovernmental					
Federal grants	\$ 108,900	\$ 108,900	\$ 69,432	\$ (39,468)	\$ 148,034
Total intergovernmental	108,900	108,900	69,432	(39,468)	148,034
Investment earnings					
Interest	212	212	-	(212)	263
Total investment earnings	212	212	-	(212)	263
Total revenues	109,112	109,112	69,432	(39,680)	148,297
EXPENDITURES:					
Public safety					
Salaries and wages	-	-	-	-	38,597
Employee benefits	-	-	-	-	9,892
Services and supplies	109,112	109,112	69,432	39,680	99,808
Total expenditures	109,112	109,112	69,432	39,680	148,297
Excess of revenues over (under) expenditures	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -

LANDER COUNTY
REGIONAL STREETS & HIGHWAYS FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Tax revenue					
Gasoline tax	\$ 392,835	\$ 392,835	\$ 379,684	\$ (13,151)	\$ 394,906
Total tax revenue	<u>392,835</u>	<u>392,835</u>	<u>379,684</u>	<u>(13,151)</u>	<u>394,906</u>
Investment earnings					
Interest	-	-	-	-	10,970
Net increase (decrease) in the fair value of investments	-	-	-	-	8,352
Total investment earnings	-	-	-	-	<u>19,322</u>
Total revenues	<u>392,835</u>	<u>392,835</u>	<u>379,684</u>	<u>(13,151)</u>	<u>414,228</u>
EXPENDITURES:					
Public works					
Services and supplies	50,000	50,000	-	50,000	-
Capital outlay	<u>1,450,000</u>	<u>1,450,000</u>	-	<u>1,450,000</u>	-
Total expenditures	<u>1,500,000</u>	<u>1,500,000</u>	-	<u>1,500,000</u>	-
Excess of revenues over (under) expenditures	<u>(1,107,165)</u>	<u>(1,107,165)</u>	<u>379,684</u>	<u>1,486,849</u>	<u>414,228</u>
Other financing sources (uses):					
Transfers out	-	-	-	-	(19,322)
Total other financing sources (uses)	-	-	-	-	<u>(19,322)</u>
Net change in fund balance	<u>(1,107,165)</u>	<u>(1,107,165)</u>	<u>379,684</u>	<u>1,486,849</u>	<u>394,906</u>
Fund balance, beginning of year	<u>2,071,236</u>	<u>2,071,236</u>	<u>2,071,236</u>	-	<u>1,676,330</u>
Fund balance, end of year	<u>\$ 964,071</u>	<u>\$ 964,071</u>	<u>\$ 2,450,920</u>	<u>\$ 1,486,849</u>	<u>\$ 2,071,236</u>

LANDER COUNTY
TOWN OF AUSTIN FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Tax revenue					
Ad valorem	\$ 9,772	\$ 9,772	\$ 9,087	\$ (685)	\$ 6,206
Net proceeds of mines	-	-	8,791	8,791	-
Franchise taxes	7,200	7,200	8,314	1,114	8,758
Total Taxes	16,972	16,972	26,192	9,220	14,964
Licenses and permits					
Business licenses	1,500	1,500	1,200	(300)	1,300
Gaming licenses	275	275	-	(275)	-
Animal licenses	50	50	-	(50)	-
Total licenses and permits	1,825	1,825	1,200	(625)	1,300
Intergovernmental					
Consolidated tax	14,120	14,120	15,299	1,179	14,807
Total intergovernmental	14,120	14,120	15,299	1,179	14,807
Charges for services					
Cemetery fees	500	500	200	(300)	-
Total charges for services	500	500	200	(300)	-
Investment earnings					
Interest	40	40	713	673	85
Total investment earnings	40	40	713	673	85
Other revenue					
Miscellaneous	-	-	10	10	-
Total other revenue	-	-	10	10	-
Total revenues	33,457	33,457	43,614	10,157	31,156
EXPENDITURES:					
General government					
Services and supplies	29,700	29,700	24,103	5,597	22,657
Total general government	29,700	29,700	24,103	5,597	22,657
Public works					
Services and supplies	12,000	12,000	2,740	9,260	7,385
Total public works	12,000	12,000	2,740	9,260	7,385
Health and sanitation					
Services and supplies	6,000	6,000	6,000	-	6,000
Total health and sanitation	6,000	6,000	6,000	-	6,000
Culture and recreation					
Services and supplies	7,500	7,500	7,500	-	7,500
Total culture and recreation	7,500	7,500	7,500	-	7,500
Total expenditures	55,200	55,200	40,343	14,857	43,542
Excess of revenues over (under) expenditures	(21,743)	(21,743)	3,271	25,014	(12,386)
Net change in fund balance	(21,743)	(21,743)	3,271	25,014	(12,386)
Fund balance, beginning of year	79,690	79,690	79,690	-	92,076
Fund balance, end of year	\$ 57,947	\$ 57,947	\$ 82,961	\$ 25,014	\$ 79,690

LANDER COUNTY
TOWN OF BATTLE MOUNTAIN FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Tax revenue					
Ad valorem	\$ 23,803	\$ 23,803	\$ 22,638	\$ (1,165)	\$ 21,255
Franchise taxes	50,000	50,000	51,947	1,947	56,810
Total tax revenue	<u>73,803</u>	<u>73,803</u>	<u>74,585</u>	<u>782</u>	<u>78,065</u>
Licenses and permits					
Business licenses	20,500	20,500	25,700	5,200	26,610
Gaming licenses	18,000	18,000	16,613	(1,387)	14,887
Animal licenses	250	250	125	(125)	220
Total licenses and permits	<u>38,750</u>	<u>38,750</u>	<u>42,438</u>	<u>3,688</u>	<u>41,717</u>
Intergovernmental					
Consolidated Tax	210,968	210,968	229,130	18,162	221,263
Total intergovernmental	<u>210,968</u>	<u>210,968</u>	<u>229,130</u>	<u>18,162</u>	<u>221,263</u>
Investment earnings					
Interest	600	600	9,727	9,127	1,042
Total investment earnings	<u>600</u>	<u>600</u>	<u>9,727</u>	<u>9,127</u>	<u>1,042</u>
Other revenue					
Miscellaneous	-	-	500	500	2,042
Total other revenue	<u>-</u>	<u>-</u>	<u>500</u>	<u>500</u>	<u>2,042</u>
Total revenues	<u>324,121</u>	<u>324,121</u>	<u>356,380</u>	<u>32,259</u>	<u>344,129</u>
EXPENDITURES:					
General government					
Services and supplies	326,000	326,000	318,703	7,297	203,658
Capital outlay	50,000	50,000	-	50,000	-
Total general government	<u>376,000</u>	<u>376,000</u>	<u>318,703</u>	<u>57,297</u>	<u>203,658</u>
Culture and recreation					
Capital outlay	65,750	65,750	33,393	32,357	69,154
Total culture and recreation	<u>65,750</u>	<u>65,750</u>	<u>33,393</u>	<u>32,357</u>	<u>69,154</u>
Total expenditures	<u>441,750</u>	<u>441,750</u>	<u>352,096</u>	<u>89,654</u>	<u>272,812</u>
Excess of revenues over (under) expenditures	<u>(117,629)</u>	<u>(117,629)</u>	<u>4,284</u>	<u>121,913</u>	<u>71,317</u>
Net change in fund balance	<u>(117,629)</u>	<u>(117,629)</u>	<u>4,284</u>	<u>121,913</u>	<u>71,317</u>
Fund balance, beginning of year	951,417	951,417	951,417	-	880,100
Fund balance, end of year	<u>\$ 833,788</u>	<u>\$ 833,788</u>	<u>\$ 955,701</u>	<u>\$ 121,913</u>	<u>\$ 951,417</u>

LANDER COUNTY
CULTURE AND RECREATION
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2015
	Original	Final			
REVENUES:					
Tax revenue					
Ad valorem	\$ 598,402	\$ 598,402	\$ 510,602	\$ (87,800)	\$ 504,187
Total tax revenue	598,402	598,402	510,602	(87,800)	504,187
Intergovernmental					
Federal payment in lieu of taxes	450,000	450,000	1,058,585	608,585	889,537
Total intergovernmental	450,000	450,000	1,058,585	608,585	889,537
Charges for services					
Cemetery fees	3,200	3,200	5,715	2,515	2,533
Green fees	35,000	35,000	23,727	(11,273)	51,944
Golf cart fees	7,000	7,000	5,500	(1,500)	6,050
Pool fees	15,000	15,000	5,835	(9,165)	13,868
Trail fees	4,000	4,000	75	(3,925)	3,775
Event fees	-	-	1,125	1,125	400
Total charges for services	64,200	64,200	41,977	(22,223)	78,570
Investment earnings					
Interest	-	-	-	-	38,945
Net increase (decrease) in the fair value of investments	-	-	-	-	17,040
Total investment earnings	-	-	-	-	55,985
Total revenues	1,112,602	1,112,602	1,611,164	498,562	1,528,279

(continued)

LANDER COUNTY
CULTURE AND RECREATION
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual (Continued)
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2015
	Original	Final			
EXPENDITURES:					
Health and sanitation					
Cemeteries					
Services and supplies	43,500	43,500	18,447	25,053	20,910
Total cemeteries	43,500	43,500	18,447	25,053	20,910
Culture and Recreation					
Battle Mountain golf course					
Salaries and wages	130,355	130,355	88,186	42,169	113,733
Employee benefits	102,250	102,250	49,085	53,165	54,589
Services and supplies	171,400	171,400	120,123	51,277	133,846
Capital outlay	-	-	-	-	58,026
Total Battle Mountain golf course	404,005	404,005	257,394	146,611	360,194
Lander County parks					
Salaries and wages	54,480	54,480	15,266	39,214	49,650
Employee benefits	38,740	38,740	8,625	30,115	25,875
Services and supplies	324,025	324,025	242,177	81,848	233,884
Total Lander County parks	417,245	417,245	266,068	151,177	309,409
Lander County pools					
Salaries and wages	163,310	163,310	45,636	117,674	74,942
Employee benefits	47,935	47,935	12,124	35,811	24,271
Services and supplies	72,380	72,380	27,271	45,109	38,524
Total Lander County pools	283,625	283,625	85,031	198,594	137,737
Battle Mountain civic center					
Services and supplies	35,000	35,000	27,250	7,750	23,493
Total Battle Mountain civic center	35,000	35,000	27,250	7,750	23,493
Battle Mountain & Austin libraries					
Services and supplies	116,726	116,726	115,495	1,231	112,015
Total BM & Austin libraries	116,726	116,726	115,495	1,231	112,015
Total expenditures	1,300,101	1,300,101	769,685	530,416	963,758
Excess of revenues over (under) expenditures	(187,499)	(187,499)	841,479	1,028,978	564,521
Net change in fund balance	(187,499)	(187,499)	841,479	1,028,978	508,536
Fund balance, beginning of year	5,149,952	5,149,952	5,149,952	-	4,641,416
Fund balance, end of year	\$ 4,962,453	\$ 4,962,453	\$ 5,991,431	\$ 1,028,978	\$ 5,149,952

LANDER COUNTY
RESERVE FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Investment earnings					
Interest	\$ 240	\$ 240	\$ 6,786	\$ 6,546	\$ 533
Total investment earnings	240	240	6,786	6,546	533
Other revenue					
Geothermal revenue	72,750	72,750	252,661	179,911	180,572
Total other revenue	72,750	72,750	252,661	179,911	180,572
Total revenues	72,990	72,990	259,447	186,457	181,105
EXPENDITURES:					
General government					
Capital outlay	450,000	450,000	-	450,000	189,229
Total Expenditures	450,000	450,000	-	450,000	189,229
Excess of revenues over (under) expenditures	(377,010)	(377,010)	259,447	636,457	(8,124)
Net change in fund balance	(377,010)	(377,010)	259,447	636,457	(8,124)
Fund balance, beginning of year	563,181	563,181	563,181	-	571,305
Fund balance, end of year	\$ 186,171	\$ 186,171	\$ 822,628	\$ 636,457	\$ 563,181

LANDER COUNTY
TITLE III SRS/CRA FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Intergovernmental					
Forest reserve fees	\$ 7,000	\$ 7,000	\$ 6,489	\$ (511)	\$ -
Total intergovernmental	7,000	7,000	6,489	(511)	-
Investment earnings					
Interest	154	154	-	(154)	185
Total investment earnings	154	154	-	(154)	185
Total revenues	7,154	7,154	6,489	(665)	185
EXPENDITURES:					
Public works					
Services and supplies	183,275	183,275	-	183,275	-
Total expenditures	183,275	183,275	-	183,275	-
Excess of revenues over (under) expenditures	(176,121)	(176,121)	6,489	182,610	185
Net change in fund balance	(176,121)	(176,121)	6,489	182,610	185
Fund balance, beginning of year	183,369	183,369	183,369	-	183,184
Fund balance, end of year	\$ 7,248	\$ 7,248	\$ 189,858	\$ 182,610	\$ 183,369

LANDER COUNTY
ADMINISTRATIVE ASSESSMENT FEES FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Charges for services					
Administrative assessments	\$ 13,000	\$ 13,000	\$ 21,726	\$ 8,726	\$ 16,087
Total charges for services	13,000	13,000	21,726	8,726	16,087
Total revenues	13,000	13,000	21,726	8,726	16,087
EXPENDITURES:					
Judicial					
Services and supplies	22,000	22,000	2,354	19,646	2,551
Total expenditures	22,000	22,000	2,354	19,646	2,551
Excess of revenues over (under) expenditures	(9,000)	(9,000)	19,372	28,372	13,536
Other financing sources (uses):					
Transfers out	(17,738)	(17,738)	(15,385)	2,353	(16,432)
Total other financing sources (uses)	(17,738)	(17,738)	(15,385)	2,353	(16,432)
Net change in fund balance	(26,738)	(26,738)	3,987	30,725	(2,896)
Fund balance, beginning of year	33,548	33,548	33,548	-	36,444
Fund balance, end of year	\$ 6,810	\$ 6,810	\$ 37,535	\$ 30,725	\$ 33,548

LANDER COUNTY
GENETIC MARKING TESTING FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Charges for services					
Fees	\$ 9,100	\$ 9,100	\$ 9,754	\$ 654	\$ 6,777
Total charges for services	9,100	9,100	9,754	654	6,777
Total revenues	9,100	9,100	9,754	654	6,777
EXPENDITURES:					
Judicial					
Services and supplies	\$ 9,100	\$ 9,100	\$ 9,754	(654)	\$ 6,777
Total expenditures	9,100	9,100	9,754	(654)	6,777
Excess of revenues over (under) expenditures	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -

LANDER COUNTY
FORENSIC SERVICES FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Charges for services					
Fees	\$ 1,600	\$ 1,600	\$ 1,920	\$ 320	\$ 1,190
Total charges for services	1,600	1,600	1,920	320	1,190
Total revenues	1,600	1,600	1,920	320	1,190
EXPENDITURES:					
Public safety					
Services and supplies	2,500	2,500	-	2,500	6,657
Total expenditures	2,500	2,500	-	2,500	6,657
Excess of revenues over (under) expenditures	(900)	(900)	1,920	2,820	(5,467)
Net change in fund balance	(900)	(900)	1,920	2,820	(5,467)
Fund balance, beginning of year	3,283	3,283	3,283	-	8,750
Fund balance, end of year	\$ 2,383	\$ 2,383	\$ 5,203	\$ 2,820	\$ 3,283

LANDER COUNTY
DISTRICT DRUG COURT FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Charges for services					
Fees	\$ 8,500	\$ 8,500	\$ 6,739	\$ (1,761)	\$ 1,180
Total charges for services	8,500	8,500	6,739	(1,761)	1,180
Total revenues	8,500	8,500	6,739	(1,761)	1,180
EXPENDITURES:					
Judicial					
Services and supplies	35,000	35,000	4,182	30,818	5,968
Total expenditures	35,000	35,000	4,182	30,818	5,968
Excess of revenues over (under) expenditures	(26,500)	(26,500)	2,557	29,057	(4,788)
Net change in fund balance	(26,500)	(26,500)	2,557	29,057	(4,788)
Fund balance, beginning of year	55,269	55,269	55,269	-	60,057
Fund balance, end of year	\$ 28,769	\$ 28,769	\$ 57,826	\$ 29,057	\$ 55,269

LANDER COUNTY
COURT FACILITY FEES FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Charges for services					
Court fees	\$ 22,000	\$ 22,000	\$ 30,890	\$ 8,890	\$ 22,965
Total charges for services	22,000	22,000	30,890	8,890	22,965
Total revenues	22,000	22,000	30,890	8,890	22,965
Excess of revenues over (under) expenditures	22,000	22,000	30,890	8,890	22,965
Other financing sources (uses):					
Transfers out	(34,915)	(34,915)	(34,915)	-	(36,582)
Total other financing sources (uses)	(34,915)	(34,915)	(34,915)	-	(36,582)
Net change in fund balance	(12,915)	(12,915)	(4,025)	8,890	(13,617)
Fund balance, beginning of year	141,280	141,280	141,280	-	154,897
Fund balance, end of year	\$ 128,365	\$ 128,365	\$ 137,255	\$ 8,890	\$ 141,280

LANDER COUNTY
JUVENILE ADMINISTRATIVE ASSESSMENT FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Charges for services					
Administrative assessments	\$ 7,500	\$ 7,500	\$ 6,982	\$ (518)	\$ 5,554
Total charges for services	7,500	7,500	6,982	(518)	5,554
Total revenues	7,500	7,500	6,982	(518)	5,554
EXPENDITURES:					
Judicial					
Services and supplies	3,000	3,000	2,895	105	1,994
Total expenditures	3,000	3,000	2,895	105	1,994
Excess of revenues over (under) expenditures	4,500	4,500	4,087	(413)	3,560
Net change in fund balance	4,500	4,500	4,087	(413)	3,560
Fund balance, beginning of year	4,808	4,808	4,808	-	1,248
Fund balance, end of year	\$ 9,308	\$ 9,308	\$ 8,895	\$ (413)	\$ 4,808

LANDER COUNTY
MINE MAP FEES FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Charges for services					
Map fees	\$ 16,000	\$ 16,000	\$ 21,290	\$ 5,290	\$ 11,120
Total charges for services	16,000	16,000	21,290	5,290	11,120
Total revenues	16,000	16,000	21,290	5,290	11,120
EXPENDITURES:					
General government					
Services and supplies	153,500	153,500	13,392	140,108	47,434
Total expenditures	153,500	153,500	13,392	140,108	47,434
Excess of revenues over (under) expenditures	(137,500)	(137,500)	7,898	145,398	(36,314)
Net change in fund balance	(137,500)	(137,500)	7,898	145,398	(36,314)
Fund balance, beginning of year	156,774	156,774	156,774	-	193,088
Fund balance, end of year	\$ 19,274	\$ 19,274	\$ 164,672	\$ 145,398	\$ 156,774

LANDER COUNTY
TECHNOLOGY FEES FUND
Special Revenue Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Charges for services					
Recorder fees	\$ 8,500	\$ 8,500	\$ 7,820	\$ (680)	\$ 6,516
Assessor commissions	300,000	300,000	337,277	37,277	701,267
Total charges for services	308,500	308,500	345,097	36,597	707,783
Investment earnings					
Interest	2,146	2,146	22,911	20,765	2,454
Total investment earnings	2,146	2,146	22,911	20,765	2,454
Total revenues	310,646	310,646	368,008	57,362	710,237
EXPENDITURES:					
General government					
Recorder					
Services and supplies	25,000	25,000	2,360	22,640	2,283
Total recorder	25,000	25,000	2,360	22,640	2,283
Assessor					
Services and supplies	1,200,000	1,200,000	358,699	841,301	571,168
Capital outlay	645,000	645,000	483,992	161,008	67,932
Total assessor	1,845,000	1,845,000	842,691	1,002,309	639,100
Total expenditures	1,870,000	1,870,000	845,051	1,024,949	641,383
Excess of revenues over (under) expenditures	(1,559,354)	(1,559,354)	(477,043)	1,082,311	68,854
Other financing sources (uses):					
Transfers out	-	-	(90,079)	(90,079)	(138,086)
Total other financing sources (uses)	-	-	(90,079)	(90,079)	(138,086)
Net change in fund balance	(1,559,354)	(1,559,354)	(567,122)	992,232	(69,232)
Fund balance, beginning of year	2,537,015	2,537,015	2,537,015	-	2,606,247
Fund balance, end of year	\$ 977,661	\$ 977,661	\$ 1,969,893	\$ 992,232	\$ 2,537,015

LANDER COUNTY
AUSTIN CAPITAL ACQUISITION FUND
Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Investment earnings					
Interest	\$ 18	\$ 18	\$ 276	\$ 258	\$ 24
Total investment earnings	18	18	276	258	24
Total revenues	18	18	276	258	24
EXPENDITURES:					
Public works					
Services and supplies	12,000	12,000	182	11,818	-
Total expenditures	12,000	12,000	182	11,818	-
Excess of revenues over (under) expenditures	(11,982)	(11,982)	94	12,076	24
Other financing sources (uses):					
Transfers in	1,665	1,665	3,237	1,572	3,048
Total other financing sources (uses)	1,665	1,665	3,237	1,572	3,048
Net change in fund balance	(10,317)	(10,317)	3,331	13,648	3,072
Fund balance, beginning of year	26,668	26,668	26,668	-	23,596
Fund balance, end of year	\$ 16,351	\$ 16,351	\$ 29,999	\$ 13,648	\$ 26,668

LANDER COUNTY
EQUIPMENT/BUILDING REPLACEMENT FUND
Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Tax revenue					
Net proceeds of mines	\$ -	\$ -	\$ 131,866	\$ 131,866	\$ 3,000,000
Total tax revenue	-	-	131,866	131,866	3,000,000
Investment earnings					
Interest	-	-	-	-	69,623
Net increase (decrease) in the fair value of investments	-	-	-	-	41,428
Total investment earnings	-	-	-	-	111,051
Total revenues	-	-	131,866	131,866	3,111,051
EXPENDITURES:					
General government					
Services and supplies	780,645	780,645	385,130	395,515	180,886
Total general government	780,645	780,645	385,130	395,515	180,886
Public works					
Capital outlay	1,534,000	1,534,000	661,643	872,357	887,640
Total public works	1,534,000	1,534,000	661,643	872,357	887,640
Total expenditures	2,314,645	2,314,645	1,046,773	1,267,872	1,068,526
Excess of revenues over (under) expenditures	(2,314,645)	(2,314,645)	(914,907)	1,399,738	2,042,525
Other financing sources (uses):					
Transfers out	-	-	-	-	(111,051)
Total other financing sources (uses)	-	-	-	-	(111,051)
Net change in fund balance	(2,314,645)	(2,314,645)	(914,907)	1,399,738	1,931,474
Fund balance, beginning of year	8,075,344	8,075,344	8,075,344	-	6,143,870
Fund balance, end of year	\$ 5,760,699	\$ 5,760,699	\$ 7,160,437	\$ 1,399,738	\$ 8,075,344

LANDER COUNTY
CAPITAL ACQUISITION FUND
Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Tax revenue					
Ad Valorem	\$ 200,582	\$ 200,582	\$ 171,151	\$ (29,431)	\$ 169,000
Net proceeds of mines	-	-	38,498	38,498	198,249
Total tax revenue	200,582	200,582	209,649	9,067	367,249
Investment earnings					
Interest	2,310	2,310	-	(2,310)	2,837
Total investment earnings	2,310	2,310	-	(2,310)	2,837
Total revenues	202,892	202,892	209,649	6,757	370,086
EXPENDITURES:					
Public works					
Services and supplies	40,000	40,000	145	39,855	9,437
Capital outlay	60,000	60,000	-	60,000	15,100
Total expenditures	100,000	100,000	145	99,855	24,537
Excess of revenues over (under) expenditures	102,892	102,892	209,504	106,612	345,549
Other financing sources (uses):					
Transfers out	(42,500)	(42,500)	(22,291)	20,209	(20,994)
Total other financing sources (uses)	(42,500)	(42,500)	(22,291)	20,209	(20,994)
Net change in fund balance	60,392	60,392	187,213	126,821	324,555
Fund balance, beginning of year	3,034,527	3,034,527	3,034,527	-	2,709,972
Fund balance, end of year	\$ 3,094,919	\$ 3,094,919	\$ 3,221,740	\$ 126,821	\$ 3,034,527

LANDER COUNTY
BATTLE MOUNTAIN CAPITAL ACQUISITION FUND
Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Investment earnings					
Interest	\$ 118	\$ 118	\$ 1,688	\$ 1,570	\$ 150
Total investment earnings	118	118	1,688	1,570	150
Total revenues	118	118	1,688	1,570	150
EXPENDITURES:					
General government					
Capital outlay	40,000	40,000	1,072	38,928	-
Total expenditures	40,000	40,000	1,072	38,928	-
Excess of revenues over (under) expenditures	(39,882)	(39,882)	616	40,498	150
Other financing sources (uses):					
Transfers in	9,801	9,801	19,054	9,253	17,945
Total other financing sources (uses)	9,801	9,801	19,054	9,253	17,945
Net change in fund balance	(30,081)	(30,081)	19,670	49,751	18,095
Fund balance, beginning of year	163,753	163,753	163,753	-	145,658
Fund balance, end of year	\$ 133,672	\$ 133,672	\$ 183,423	\$ 49,751	\$ 163,753

LANDER COUNTY
EMERGENCY MAINTENANCE FUND
Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Investment earnings					
Interest	\$ 3,096	\$ 3,096	\$ -	\$ (3,096)	\$ 6,603
Net increase (decrease) in the fair value of investments	-	-	-	-	(5,119)
Total investment earnings	3,096	3,096	-	(3,096)	1,484
Total revenues	3,096	3,096	-	(3,096)	1,484
EXPENDITURES:					
General government					
Services and supplies	750,000	750,000	84,903	665,097	112,891
Total expenditures	750,000	750,000	84,903	665,097	112,891
Excess of revenues over (under) expenditures	(746,904)	(746,904)	(84,903)	662,001	(111,407)
Net change in fund balance	(746,904)	(746,904)	(84,903)	662,001	(111,407)
Fund balance, beginning of year	3,566,042	3,566,042	3,566,042	-	3,677,449
Fund balance, end of year	<u>\$ 2,819,138</u>	<u>\$ 2,819,138</u>	<u>\$ 3,481,139</u>	<u>\$ 662,001</u>	<u>\$ 3,566,042</u>

LANDER COUNTY
AIRPORT CAPITAL IMPROVEMENT FUND
Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
REVENUES:					
Tax revenue					
Net proceeds of mines	\$ -	\$ -	\$ 43,955	\$ 43,955	\$ 550,000
Total tax revenue	-	-	43,955	43,955	550,000
Intergovernmental					
Federal grants	407,000	407,000	307,345	(99,655)	672,807
Total intergovernmental	407,000	407,000	307,345	(99,655)	672,807
Investment earnings					
Interest	-	-	-	-	28,331
Net increase (decrease) in the fair value of investments	-	-	-	-	12,639
Total investment earnings	-	-	-	-	40,970
Total revenues	407,000	407,000	351,300	(55,700)	1,263,777
EXPENDITURES:					
General government					
Capital outlay	1,919,175	1,919,175	1,064,791	854,384	724,523
Total expenditures	1,919,175	1,919,175	1,064,791	854,384	724,523
Excess of revenues over (under) expenditures	(1,512,175)	(1,512,175)	(713,491)	798,684	539,254
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	(40,970)
Total other financing sources (uses)	-	-	-	-	(40,970)
Net change in fund balance	(1,512,175)	(1,512,175)	(713,491)	798,684	498,284
Fund balance, beginning of year	4,208,317	4,208,317	4,208,317	-	3,710,033
Fund balance, end of year	\$ 2,696,142	\$ 2,696,142	\$ 3,494,826	\$ 798,684	\$ 4,208,317

LANDER COUNTY
COURT FACILITIES CAPITAL FUND
Capital Projects Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2015
	Original	Final			
REVENUES:					
Intergovernmental					
State grants	\$ -	\$ -	\$ 10,000	\$ 10,000	\$ -
Total intergovernmental	-	-	10,000	10,000	-
Investment Earnings					
Interest	1,262	1,262	9,418	8,156	14,360
Net increase (decrease) in the fair value of investments	-	-	-	-	4,090
Total investment earnings	1,262	1,262	9,418	8,156	18,450
Total revenues	1,262	1,262	19,418	18,156	18,450
EXPENDITURES:					
General government					
Capital outlay	1,250,000	1,250,000	1,000,000	250,000	-
Total expenditures	1,250,000	1,250,000	1,000,000	250,000	-
Excess of revenues over (under) expenditures	(1,248,738)	(1,248,738)	(980,582)	268,156	18,450
Other financing sources (uses):					
Transfers in	52,655	52,653	50,300	(2,353)	53,013
Total other financing sources (uses)	52,655	52,653	50,300	(2,353)	53,013
Net change in fund balance	(1,196,083)	(1,196,085)	(930,282)	265,803	71,463
Fund balance, beginning of year	1,578,519	1,578,519	1,578,519	-	1,507,056
Fund balance, end of year	\$ 382,436	\$ 382,434	\$ 648,237	\$ 265,803	\$ 1,578,519

LANDER COUNTY
BATTLE MOUNTAIN WATER FUND
Proprietary Fund
Schedule of Revenues, Expenses and Changes in Net Position
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
OPERATING REVENUES:					
Water use fees	\$ 700,000	\$ 700,000	\$ 764,612	\$ 64,612	\$ 721,193
Rent	-	-	1,505	1,505	1,205
Miscellaneous	-	-	328	328	688
Total operating revenues	<u>700,000</u>	<u>700,000</u>	<u>766,445</u>	<u>66,445</u>	<u>723,086</u>
OPERATING EXPENDITURES:					
Salaries and wages	169,640	169,640	109,335	60,305	136,110
Employee benefits	120,555	120,555	(36,129)	156,684	63,094
Services and supplies	540,375	540,375	275,153	265,222	343,074
Depreciation	206,750	206,750	405,671	(198,921)	281,823
Total operating expenditures	<u>1,037,320</u>	<u>1,037,320</u>	<u>754,030</u>	<u>283,290</u>	<u>824,101</u>
Operating income (Loss)	<u>(337,320)</u>	<u>(337,320)</u>	<u>12,415</u>	<u>349,735</u>	<u>(101,015)</u>
NON-OPERATING REVENUES (EXPENSES)					
Investment earnings	<u>2,244</u>	<u>2,244</u>	<u>30,920</u>	<u>28,676</u>	<u>3,018</u>
Total non-operating revenues (expenses)	<u>2,244</u>	<u>2,244</u>	<u>30,920</u>	<u>28,676</u>	<u>3,018</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS					
Contributions	<u>-</u>	<u>-</u>	<u>100,173</u>	<u>100,173</u>	<u>2,036,486</u>
Net change in net position	<u>(335,076)</u>	<u>(335,076)</u>	<u>143,508</u>	<u>478,584</u>	<u>1,938,489</u>
Net position, beginning of year	19,874,114	19,874,114	19,874,114	-	18,197,190
Restatement adjustment	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(261,565)</u>
Net position, end of year	<u>\$ 19,539,038</u>	<u>\$ 19,539,038</u>	<u>\$ 20,017,622</u>	<u>\$ 478,584</u>	<u>\$ 19,874,114</u>

LANDER COUNTY
BATTLE MOUNTAIN SEWER FUND
Proprietary Fund
Schedule of Revenues, Expenses and Changes in Net Position
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget			Variance	
	Original	Final	Actual	Favorable (Unfavorable)	Actual 2015
OPERATING REVENUES:					
Sewer use fees	\$ 701,000	\$ 701,000	\$ 716,176	\$ 15,176	\$ 692,654
Rent	800	800	1,505	705	1,205
Miscellaneous	1,000	1,000	1,915	915	-
Total operating revenues	702,800	702,800	719,596	16,796	693,859
OPERATING EXPENDITURES:					
Salaries and wages	146,940	146,940	104,472	42,468	142,415
Employee benefits	120,555	120,555	(32,815)	153,370	65,810
Services and supplies	477,300	477,300	278,259	199,041	272,814
Depreciation	340,000	340,000	355,893	(15,893)	313,928
Total operating expenditures	1,084,795	1,084,795	705,809	378,986	794,967
Operating income (loss)	(381,995)	(381,995)	13,787	395,782	(101,108)
NON-OPERATING REVENUES (EXPENSES)					
Investment earnings	4,930	4,930	78,374	73,444	7,824
County option sales tax	700,000	700,000	672,936	(27,064)	663,478
Total non-operating revenues (expenses)	704,930	704,930	751,310	46,380	671,302
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS					
Contributions	-	-	1,107,481	1,107,481	2,299,273
Net change in net position	322,935	322,935	1,872,578	1,549,643	2,869,467
Net position, beginning of year	16,961,029	16,961,029	16,961,029	-	14,353,127
Restatement adjustment	-	-	-	-	(261,565)
Net position, end of year	\$ 17,283,964	\$ 17,283,964	\$ 18,833,607	\$ 1,549,643	\$ 16,961,029

LANDER COUNTY
MT. LEWIS COMMUNICATION SITE FUND
Proprietary Fund
Schedule of Revenues, Expenses and Changes in Net Position
Budget and Actual
For the Year Ended June 30, 2016
(With Comparative Actual Amounts for the Year Ended June 30, 2015)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2015
	Original	Final			
OPERATING REVENUES:					
Communication use fees	\$ 13,500	\$ 13,500	\$ 13,200	\$ (300)	\$ 13,500
Total operating revenues	13,500	13,500	13,200	(300)	13,500
OPERATING EXPENDITURES:					
Services and supplies	10,150	10,150	6,054	4,096	5,688
Depreciation	36,372	36,372	36,372	-	36,372
Total operating expenditures	46,522	46,522	42,426	4,096	42,060
Operating income (loss)	(33,022)	(33,022)	(29,226)	3,796	(28,560)
Net change in net position	(33,022)	(33,022)	(29,226)	3,796	(28,560)
Net position, beginning of year	300,520	300,520	300,520	-	329,080
Net position, end of year	<u>\$ 267,498</u>	<u>\$ 267,498</u>	<u>\$ 271,294</u>	<u>\$ 3,796</u>	<u>\$ 300,520</u>

**COMBINING AND INDIVIDUAL FUND
FINANCIAL STATEMENTS**

**Fiduciary Funds
Trust and Agency**

Trust and Agency Funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

LANDER COUNTY
All Trust and Agency Funds
Combining Statement of Changes in Assets and Liabilities
For the Year Ended June 30, 2016

	Balance 6/30/2015	Additions	Deductions	Balance 6/30/2016
ARGENTA TELEVISION MAINTENANCE DISTRICT				
Assets:				
Cash	\$ 219	\$ 52,075	\$ 51,977	\$ 317
Total Assets	<u>\$ 219</u>	<u>\$ 52,075</u>	<u>\$ 51,977</u>	<u>\$ 317</u>
Liabilities:				
Funds Held in Trust	\$ 219	\$ 52,075	\$ 51,977	\$ 317
Total Liabilities	<u>\$ 219</u>	<u>\$ 52,075</u>	<u>\$ 51,977</u>	<u>\$ 317</u>
BATTLE MOUNTAIN FAIR AND RECREATION FUND				
Assets:				
Cash	\$ 27,289	\$ 1,017,898	\$ 209,530	\$ 835,657
Total Assets	<u>\$ 27,289</u>	<u>\$ 1,017,898</u>	<u>\$ 209,530</u>	<u>\$ 835,657</u>
Liabilities:				
Funds Held in Trust	\$ 27,289	\$ 1,017,898	\$ 209,530	\$ 835,657
Total Liabilities	<u>\$ 27,289</u>	<u>\$ 1,017,898</u>	<u>\$ 209,530</u>	<u>\$ 835,657</u>
AUSTIN FAIR AND RECREATION FUND				
Assets:				
Cash	\$ -	\$ 212,699	\$ 33,110	\$ 179,589
Total Assets	<u>\$ -</u>	<u>\$ 212,699</u>	<u>\$ 33,110</u>	<u>\$ 179,589</u>
Liabilities:				
Funds Held in Trust	\$ -	\$ 212,699	\$ 33,110	\$ 179,589
Total Liabilities	<u>\$ -</u>	<u>\$ 212,699</u>	<u>\$ 33,110</u>	<u>\$ 179,589</u>
SEWER AND WATER DISTRICT NO.2				
Assets:				
Cash	\$ 296	\$ 6,357	\$ 6,335	\$ 318
Total Assets	<u>\$ 296</u>	<u>\$ 6,357</u>	<u>\$ 6,335</u>	<u>\$ 318</u>
Liabilities:				
Funds Held in Trust	\$ 296	\$ 6,357	\$ 6,335	\$ 318
Total Liabilities	<u>\$ 296</u>	<u>\$ 6,357</u>	<u>\$ 6,335</u>	<u>\$ 318</u>
LANDER COUNTY HOSPITAL DISTRICT				
Assets:				
Cash	\$ 107,334	\$ 3,537,548	\$ 5,989,604	\$ 574,913
Total Assets	<u>\$ 107,334</u>	<u>\$ 3,537,548</u>	<u>\$ 5,989,604</u>	<u>\$ 574,913</u>
Liabilities:				
Funds Held in Trust	\$ 107,334	\$ 3,537,548	\$ 5,989,604	\$ 574,913
Total Liabilities	<u>\$ 107,334</u>	<u>\$ 3,537,548</u>	<u>\$ 5,989,604</u>	<u>\$ 574,913</u>

LANDER COUNTY
All Trust and Agency Funds
Combining Statement of Changes in Assets and Liabilities (Continued)
For the Year Ended June 30, 2016

	Balance 6/30/2015	Additions	Deductions	Balance 6/30/2016
LANDER COUNTY SCHOOL DISTRICT				
Assets:				
Cash	\$ 203,935	\$ 5,238,666	\$ 8,884,645	\$ 843,974
Total Assets	<u>\$ 203,935</u>	<u>\$ 5,238,666</u>	<u>\$ 8,884,645</u>	<u>\$ 843,974</u>
Liabilities:				
Funds Held in Trust	\$ 203,935	\$ 5,238,666	\$ 8,884,645	\$ 843,974
Total Liabilities	<u>\$ 203,935</u>	<u>\$ 5,238,666</u>	<u>\$ 8,884,645</u>	<u>\$ 843,974</u>
LANDER COUNTY CLERK				
Assets:				
Cash	\$ 21,453	\$ 23,090	\$ 11,350	\$ 33,193
Total Assets	<u>\$ 21,453</u>	<u>\$ 23,090</u>	<u>\$ 11,350</u>	<u>\$ 33,193</u>
Liabilities:				
Funds Held in Trust	\$ 21,453	\$ 23,090	\$ 11,350	\$ 33,193
Total Liabilities	<u>\$ 21,453</u>	<u>\$ 23,090</u>	<u>\$ 11,350</u>	<u>\$ 33,193</u>
FISH AND GAME FUND				
Assets:				
Cash	\$ 9,894	\$ -	\$ 530	\$ 9,364
Total Assets	<u>\$ 9,894</u>	<u>\$ -</u>	<u>\$ 530</u>	<u>\$ 9,364</u>
Liabilities:				
Funds Held in Trust	\$ 9,894	\$ -	\$ 530	\$ 9,364
Total Liabilities	<u>\$ 9,894</u>	<u>\$ -</u>	<u>\$ 530</u>	<u>\$ 9,364</u>
STATE OF NEVADA				
Assets:				
Cash	\$ 35,467	\$ 1,405,946	\$ 1,378,874	\$ 62,539
Total Assets	<u>\$ 35,467</u>	<u>\$ 1,405,946</u>	<u>\$ 1,378,874</u>	<u>\$ 62,539</u>
Liabilities:				
Funds Held in Trust	\$ 35,467	\$ 1,405,946	\$ 1,378,874	\$ 62,539
Total Liabilities	<u>\$ 35,467</u>	<u>\$ 1,405,946</u>	<u>\$ 1,378,874</u>	<u>\$ 62,539</u>
RANGE IMPROVEMENT DISTRICT NO. 6				
Assets:				
Cash	\$ 137,953	\$ 16,710	\$ 12,181	\$ 142,482
Total Assets	<u>\$ 137,953</u>	<u>\$ 16,710</u>	<u>\$ 12,181</u>	<u>\$ 142,482</u>
Liabilities:				
Funds Held in Trust	\$ 137,953	\$ 16,710	\$ 12,181	\$ 142,482
Total Liabilities	<u>\$ 137,953</u>	<u>\$ 16,710</u>	<u>\$ 12,181</u>	<u>\$ 142,482</u>

LANDER COUNTY
All Trust and Agency Funds
Combining Statement of Changes in Assets and Liabilities (Continued)
For the Year Ended June 30, 2016

	Balance 6/30/2015	Additions	Deductions	Balance 6/30/2016
KINGSTON CAPITAL ACQUISITION				
Assets:				
Cash	\$ 27,533	\$ 1,602	\$ -	\$ 29,135
Total Assets	<u>\$ 27,533</u>	<u>\$ 1,602</u>	<u>\$ -</u>	<u>\$ 29,135</u>
Liabilities:				
Funds Held in Trust	\$ 27,533	\$ 1,602	\$ -	\$ 29,135
Total Liabilities	<u>\$ 27,533</u>	<u>\$ 1,602</u>	<u>\$ -</u>	<u>\$ 29,135</u>
KINGSTON TOWN GENERAL FUND				
Assets:				
Cash	\$ 1,100	\$ 126,264	\$ 52,783	\$ 74,581
Total Assets	<u>\$ 1,100</u>	<u>\$ 126,264</u>	<u>\$ 52,783</u>	<u>\$ 74,581</u>
Liabilities:				
Funds Held in Trust	\$ 1,100	\$ 126,264	\$ 52,783	\$ 74,581
Total Liabilities	<u>\$ 1,100</u>	<u>\$ 126,264</u>	<u>\$ 52,783</u>	<u>\$ 74,581</u>
KINGSTON VOLUNTEER FIRE DEPARTMENT				
Assets:				
Cash	\$ 13,923	\$ 13,093	\$ 7,566	\$ 19,450
Total Assets	<u>\$ 13,923</u>	<u>\$ 13,093</u>	<u>\$ 7,566</u>	<u>\$ 19,450</u>
Liabilities:				
Funds Held in Trust	\$ 13,923	\$ 13,093	\$ 7,566	\$ 19,450
Total Liabilities	<u>\$ 13,923</u>	<u>\$ 13,093</u>	<u>\$ 7,566</u>	<u>\$ 19,450</u>
KINGSTON TOWN WATER DISTRICT				
Assets:				
Cash	\$ 466,992	\$ 26,627	\$ 181,427	\$ 312,192
Total Assets	<u>\$ 466,992</u>	<u>\$ 26,627</u>	<u>\$ 181,427</u>	<u>\$ 312,192</u>
Liabilities:				
Funds Held in Trust	\$ 466,992	\$ 26,627	\$ 181,427	\$ 312,192
Total Liabilities	<u>\$ 466,992</u>	<u>\$ 26,627</u>	<u>\$ 181,427</u>	<u>\$ 312,192</u>
ASSISTANCE TO VICTIMS OF DOMESTIC VIOLENCE				
Assets:				
Cash	\$ 150	\$ 920	\$ 895	\$ 175
Total Assets	<u>\$ 150</u>	<u>\$ 920</u>	<u>\$ 895</u>	<u>\$ 175</u>
Liabilities:				
Funds Held in Trust	\$ 150	\$ 920	\$ 895	\$ 175
Total Liabilities	<u>\$ 150</u>	<u>\$ 920</u>	<u>\$ 895</u>	<u>\$ 175</u>

LANDER COUNTY
All Trust and Agency Funds
Combining Statement of Changes in Assets and Liabilities (Continued)
For the Year Ended June 30, 2016

	Balance 6/30/2015	Additions	Deductions	Balance 6/30/2016
DISTRICT ATTORNEY TRUST ACCOUNT				
Assets:				
Cash	\$ 9,418	\$ 254,144	\$ 129,778	\$ 133,784
Total Assets	<u>\$ 9,418</u>	<u>\$ 254,144</u>	<u>\$ 129,778</u>	<u>\$ 133,784</u>
Liabilities:				
Funds Held in Trust	\$ 9,418	\$ 254,144	\$ 129,778	\$ 133,784
Total Liabilities	<u>\$ 9,418</u>	<u>\$ 254,144</u>	<u>\$ 129,778</u>	<u>\$ 133,784</u>
INMATE COMMISSARY				
Assets:				
Cash	\$ 34,187	\$ 93,180	\$ 90,363	\$ 37,004
Total Assets	<u>\$ 34,187</u>	<u>\$ 93,180</u>	<u>\$ 90,363</u>	<u>\$ 37,004</u>
Liabilities:				
Funds Held in Trust	\$ 34,187	\$ 93,180	\$ 90,363	\$ 37,004
Total Liabilities	<u>\$ 34,187</u>	<u>\$ 93,180</u>	<u>\$ 90,363</u>	<u>\$ 37,004</u>
INMATE WELFARE FUND ACCOUNT				
Assets:				
Cash	\$ 3,850	\$ 2,241	\$ 2,121	\$ 3,970
Total Assets	<u>\$ 3,850</u>	<u>\$ 2,241</u>	<u>\$ 2,121</u>	<u>\$ 3,970</u>
Liabilities:				
Funds Held in Trust	\$ 3,850	\$ 2,241	\$ 2,121	\$ 3,970
Total Liabilities	<u>\$ 3,850</u>	<u>\$ 2,241</u>	<u>\$ 2,121</u>	<u>\$ 3,970</u>
BATTLE MOUNTAIN CEMETERY DISTRICT				
Assets:				
Cash	\$ 1	\$ 12,065	\$ 12,065	\$ 1
Total Assets	<u>\$ 1</u>	<u>\$ 12,065</u>	<u>\$ 12,065</u>	<u>\$ 1</u>
Liabilities:				
Funds Held in Trust	\$ 1	\$ 12,065	\$ 12,065	\$ 1
Total Liabilities	<u>\$ 1</u>	<u>\$ 12,065</u>	<u>\$ 12,065</u>	<u>\$ 1</u>
ARGENTA JUSTICE COURT				
Assets:				
Cash	\$ 6,340	\$ 461,912	\$ 449,494	\$ 18,758
Total Assets	<u>\$ 6,340</u>	<u>\$ 461,912</u>	<u>\$ 449,494</u>	<u>\$ 18,758</u>
Liabilities:				
Funds Held in Trust	\$ 6,340	\$ 461,912	\$ 449,494	\$ 18,758
Total Liabilities	<u>\$ 6,340</u>	<u>\$ 461,912</u>	<u>\$ 449,494</u>	<u>\$ 18,758</u>

LANDER COUNTY
All Trust and Agency Funds
Combining Statement of Changes in Assets and Liabilities (Continued)
For the Year Ended June 30, 2016

	Balance 6/30/2015	Additions	Deductions	Balance 6/30/2016
AUSTIN JUSTICE COURT				
Assets:				
Cash	\$ 4,127	\$ 75,745	\$ 79,392	\$ 480
Total Assets	<u>\$ 4,127</u>	<u>\$ 75,745</u>	<u>\$ 79,392</u>	<u>\$ 480</u>
Liabilities:				
Funds Held in Trust	\$ 4,127	\$ 75,745	\$ 79,392	\$ 480
Total Liabilities	<u>\$ 4,127</u>	<u>\$ 75,745</u>	<u>\$ 79,392</u>	<u>\$ 480</u>
LANDER COUNTY TREASURER DISTRICT ATTORNEY PUBLIC ADMIN BROWN'S ESTATE				
Assets:				
Cash	\$ 30,119	\$ 3	\$ -	\$ 30,122
Total Assets	<u>\$ 30,119</u>	<u>\$ 3</u>	<u>\$ -</u>	<u>\$ 30,122</u>
Liabilities:				
Funds Held in Trust	\$ 30,119	\$ 3	\$ -	\$ 30,122
Total Liabilities	<u>\$ 30,119</u>	<u>\$ 3</u>	<u>\$ -</u>	<u>\$ 30,122</u>
LANDER COUNTY TREASURER GENERAL IMPROVEMENT DISTRICT				
Assets:				
Cash	\$ 115,398	\$ 116	\$ 20,252	\$ 95,262
Total Assets	<u>\$ 115,398</u>	<u>\$ 116</u>	<u>\$ 20,252</u>	<u>\$ 95,262</u>
Liabilities:				
Funds Held in Trust	\$ 115,398	\$ 116	\$ 20,252	\$ 95,262
Total Liabilities	<u>\$ 115,398</u>	<u>\$ 116</u>	<u>\$ 20,252</u>	<u>\$ 95,262</u>
LANDER COUNTY TREASURER GENERAL IMPROVEMENT DISTRICT #1				
Assets:				
Cash	\$ 23,672	\$ 61,885	\$ 48,418	\$ 37,139
Total Assets	<u>\$ 23,672</u>	<u>\$ 61,885</u>	<u>\$ 48,418</u>	<u>\$ 37,139</u>
Liabilities:				
Funds Held in Trust	\$ 23,672	\$ 61,885	\$ 48,418	\$ 37,139
Total Liabilities	<u>\$ 23,672</u>	<u>\$ 61,885</u>	<u>\$ 48,418</u>	<u>\$ 37,139</u>
LANDER COUNTY TREASURER DISTRICT ATTORNEY PUBLIC ADMIN MAYS ESTATE				
Assets:				
Cash	\$ 3,711	\$ -	\$ -	\$ 3,711
Total Assets	<u>\$ 3,711</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,711</u>
Liabilities:				
Funds Held in Trust	\$ 3,711	\$ -	\$ -	\$ 3,711
Total Liabilities	<u>\$ 3,711</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,711</u>

LANDER COUNTY
All Trust and Agency Funds
Combining Statement of Changes in Assets and Liabilities (Continued)
For the Year Ended June 30, 2016

	Balance 6/30/2015	Additions	Deductions	Balance 6/30/2016
ELEVENTH JUDICIAL DISTRICT COURT				
Assets:				
Cash	\$ -	\$ 205	\$ -	\$ 205
Total Assets	<u>\$ -</u>	<u>\$ 205</u>	<u>\$ -</u>	<u>\$ 205</u>
Liabilities:				
Funds Held in Trust	\$ -	\$ 205	\$ -	\$ 205
Total Liabilities	<u>\$ -</u>	<u>\$ 205</u>	<u>\$ -</u>	<u>\$ 205</u>
BATTLE MOUNTAIN WATER AND SEWER CUSTOMER DEPOSIT ACCOUNT				
Assets:				
Cash	\$ -	\$ 27,000	\$ 6,255	\$ 20,745
Total Assets	<u>\$ -</u>	<u>\$ 27,000</u>	<u>\$ 6,255</u>	<u>\$ 20,745</u>
Liabilities:				
Funds Held in Trust	\$ -	\$ 27,000	\$ 6,255	\$ 20,745
Total Liabilities	<u>\$ -</u>	<u>\$ 27,000</u>	<u>\$ 6,255</u>	<u>\$ 20,745</u>
TOTAL - ALL TRUST AND AGENCY FUNDS				
Assets:				
Cash	\$ 1,284,361	\$ 12,667,991	\$ 17,658,945	\$ 3,499,060
Total Assets	<u>\$ 1,284,361</u>	<u>\$ 12,667,991</u>	<u>\$ 17,658,945</u>	<u>\$ 3,499,060</u>
Liabilities:				
Funds Held in Trust	\$ 1,284,361	\$ 12,667,991	\$ 17,658,945	\$ 3,499,060
Total Liabilities	<u>\$ 1,284,361</u>	<u>\$ 12,667,991</u>	<u>\$ 17,658,945</u>	<u>\$ 3,499,060</u>

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OTHER COMMUNICATIONS FROM INDEPENDENT AUDITORS

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MEMBERS:

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**Independent Auditors' 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***

The Honorable County Commission
Lander County
Battle Mountain, 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, the business-type activities, each major fund, and the aggregate remaining fund information of Lander County, Nevada, as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated November 11, 2016.

Internal Control over Financial Reporting

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

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

Our consideration of internal control 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. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify certain deficiencies in internal control, described in the accompanying Schedule of Findings and Recommendations that we consider to be significant deficiencies.

2016-001	<u>Bank Reconciliation Review</u>
2016-002	<u>Golf Course Internal Controls</u>
2016-003	<u>Segregation of Duties in Small Departments</u>
2016-004	<u>Segregation of Duties in Treasurer's Office</u>
2016-005	<u>Credit Card Internal Controls</u>

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the County's financial statements are free from 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*.

Lander County, Nevada's Response to Findings

Lander County, Nevada's response to the findings identified in our audit is described in the accompanying corrective action plan. Lander County's response was not subjected to the auditing procedures applies in the audit of the financial statements and, accordingly, we express no opinion on it.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

HintonBurdick, PLLC

HintonBurdick, PLLC
St. George, Utah
November 11, 2016



HINTONBURDICK

CPAs & ADVISORS

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Independent Auditors' Report on Compliance With Statutes and Administrative Code in Accordance with NRS 354.624(4)(C) and 354.6241

The Honorable County Commissioners
Lander County
Battle Mountain, Nevada

We have audited the basic financial statements of Lander County, Nevada, for the year ended June 30, 2016, and have issued our report thereon dated November 11, 2016. Our audit also included test work on Lander County, Nevada's compliance with selected requirements identified in the State of Nevada Revised Statutes (NRS) including, but not limited to, NRS section 354.624 and section 354.6241.

The management of Lander County, Nevada is responsible for the County's compliance with the NRS and regulations (Nevada Administrative Code). Our responsibility is to express an opinion on compliance with those requirements based on our audit and make specific statements regarding funds established and the status of prior year findings and recommendations; accordingly, we make the following statements:

The County did not have any prior year compliance findings that needed to be resolved. We noted two new instances of noncompliance during the fiscal year 2016 which are described in the accompanying Schedule of Findings and Recommendations.

2016-006 List of Refunds
2016-007 Budgetary Compliance

Lander County has established several funds in accordance with NRS 354.624 as follows:

Funds whose balance is required to be used only for specific purposes or carried forward to the succeeding fiscal year in any designated amount:

Fiduciary Funds:

Domestic Violence	Kingston Town
Kingston Capital Acquisitions	Kingston Water District
Kingston Vol. Fire Dept.	Argenta TV Maint. District
Austin Fair and Recreation	Battle Mountain Fair and Recreation
Sewer & Water District #2	Hospital District
Lander County School District	State of Nevada
Fish and Game	Range Improvement #6 Trust
Lander County Clerk	District Attorney Trust Account
Inmate Commissary	Inmate Welfare Fund Account
Argenta Justice Court	Battle Mountain Cemetery District
Austin Justice Court	Eleventh Judicial District Court
Lander County Treasurer	District Attorney Public Admin Brown's Estate
Lander County Treasurer	General Improvement District
Lander County Treasurer	General Improvement District #1

Lander County Treasurer District Attorney Public Admin May's Estate
Battle Mountain Water and Sewer Customer Deposit Account

Special Revenue Funds:

Road and Bridge	Indigent
State Medical Indigent	Aged Services
Lander County Landfill	Lander County Airports
Lander Economic Develop.	DOE Nuclear Repository
Regional Street & Hwy	Town of Austin
Town of Battle Mountain	Culture & Recreation
Reserve	Title III SRS/CRA
Admin Assessment Fees	Genetic Marker Testing
Forensic Services	District Drug Court
Court Facility Fees	Juvenile Admin Assessment
Mine Map Fees	Technology Fees
Agricultural Extension	

Capital Project Funds:

Austin Capital Acquisitions	Equipment/Building Replacement
Capital Acquisition	Battle Mountain Capital Acquisition
CCP	Emergency Maintenance
Airport Capital Improvement	Court Facilities Capital

Lander County appears to be using the above listed funds expressly for the purposes for which they were created in accordance with NRS 354.624. The funds are being administered in accordance with Generally Accepted Accounting Principles and the reserves, as applicable, appear reasonable and necessary to carry out the purposes of the funds. Sources of revenues available and fund balances are reflected in the individual fund financial statements.

NRS 354.624 requires that a schedule of all fees imposed by the County which are subject to the provisions of NRS 354.5989 be presented. See page 124.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *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 material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, Lander County complied, in all material respects, with the requirements identified above for the year ended June 30, 2016.

This report is intended solely for the use of Lander County, the State of Nevada, and other audit agencies and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which upon acceptance by Lander County is a matter of public record.

HintonBurdick, PLLC
HintonBurdick, PLLC
St. George, Utah
November 11, 2016

LANDER COUNTY
Nevada Revised Statute 354.6113
For the Year Ended June 30, 2016

The County created the CCP (Construction of Capital Projects) Fund under the authority of NRS 354.6113. This statute provides for construction of capital projects. The following are affirmative statements pertaining to the items required by the statute.

- Interest earned on the cash balance of the fund was credited to the fund.
- The money in the fund was used only for the construction of capital projects which were included in the plan for capital improvement of the local government prepared pursuant to NRS 350.013.
- In fiscal year 2016, the money from the fund was used to construct the County Administration Complex building, recreation center project, golf course project, water and sewer projects, airport projects, flood levee project, and various paving projects as specified in the capital improvement plan for the County.
- According to the fiscal year 2017 approved budget, the only money to be deposited in the fund next year will be interest earnings on investment balances.
- In the next fiscal year, the County plans to use the remaining funds to continue construction on the recreation center project, water and sewer projects, airport projects, and flood levee project.
- According to the fiscal year 2017 approved budget, there is no planned accumulation of money in the fund.

The County complied with the provisions of NRS 354.6113.

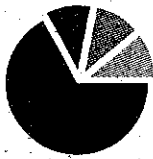
LANDER COUNTY
Schedule of Fees Imposed Subject to the Provision of NRS 354.5989
Limitation on Fees for Business Licenses
For the Year Ended June 30, 2016

Flat Fixed Fees:

Business license revenue adjusted base at June 30, 2015	<u>\$ 24,037</u>
--	------------------

Adjustment to Base:

1. Percentage increase (decrease) in population of the local government	3.4%	
2. 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	<u>1.0%</u>	<u>4.40%</u>
Increase in base		<u>1,058</u>
Adjusted base at June 30, 2016		<u>25,095</u>
Actual revenue		<u>26,900</u>
Amount over (under) allowable amount		<u><u>\$ 1,805</u></u>



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Findings and Recommendations
For the Fiscal Year Ended June 30, 2016

To the Honorable County Commissioners
Lander County
Battle Mountain, Nevada

Professional standards require that we provide written communications regarding deficiencies in internal control over financial reporting that are considered significant deficiencies or material weaknesses that are identified during the audit of the financial statements. We noted a few areas needing corrective action in order for the County to be in compliance with laws and regulations and we found circumstances that, if improved, would strengthen the County's accounting system and control over its assets. These items are discussed below for your consideration.

INTERNAL CONTROL OVER FINANCIAL REPORTING:

Material Weaknesses:

None noted

Significant Deficiencies:

2016-001 Bank Reconciliation Review

Condition: The monthly bank reconciliations are not being reviewed by a person independent of the preparation process after they are completed.

Effect: Reconciliation discrepancies and adjustments may go unnoticed. Misstatements in financial reporting may occur or go undetected.

Cause: The County's internal controls are not designed to provide a review of the bank reconciliations after they are completed.

Criteria: Bank reconciliations should be reviewed monthly by a person independent of the preparation process.

Recommendation: We recommend the Lander County Finance Director review the bank reconciliations after they are prepared and initial the reconciliations to document the review.

2016-002

Golf Course Internal Controls

Conditions: At the time of audit fieldwork, greens fees collected by the golf course management company between March 2016 and the end of the fiscal year, had not been receipted or accrued by the County Treasurer. We also noted the golf course management contract between the County and the independent contractor was not formally authorized or adopted.

Effect: Greens fee revenue was understated for fiscal year 2016. The understatement was not material to the financial statements.

Causes: The golf course management contract between the County and the independent contractor was not formally authorized and enforced. Internal controls over cash receipting at the golf course were not properly designed and implemented before the end of the fiscal year.

Criteria: Internal controls over golf course cash receipting should be designed and implemented to ensure that revenues are collected, receipted, and properly accounted for in the County's financial statements. A contract with the independent contractor to oversee the County's golf course should be authorized prior to the contractor beginning work for the County.

Recommendations: We recommend the Commission finalize and then authorize the contract with the independent contractor to oversee the golf course as soon as possible. Fiscal year 2016 green fees and any other fees in arrears should be collected and receipted as soon as possible. Internal controls over golf course cash receipting should be designed and implemented in fiscal year 2017 by the County Finance Director.

2016-003

Segregation of Duties in Small Departments

Conditions: The County has inadequate segregation of duties over key financial controls in the following activities or departments: water and sewer new customer billing and collection, building department cash receipting, golf course cash receipting, County Clerk cash receipting, landfill gate fees cash receipting, and road and bridge fee cash receipting.

Effect: Inadequate segregation of duties creates the potential for fraud, theft, or errors in financial reporting to occur.

Cause: The County's small departments have limited staff to be able to adequately segregate cash receipting and customer record keeping.

Criteria: Authorization of transactions, custody of assets (primarily cash receipting), and record keeping duties should be segregated between different individuals.

Recommendations: We recommend the County establish a policy requiring cash receipting for the following activities or departments to be moved to the Treasurer's office as soon as possible: water and sewer new customer billing and collection, building department cash receipting, County Clerk cash receipting, road and bridge fee cash receipting as well as any other small departments receipting cash on behalf of the County. Customers should obtain the amounts due for the appropriate fees from the departments listed, then they should make their payments directly to the Treasurer's office. After payment, the proof of payment can be returned to the appropriate department for

recordkeeping. We also recommend the Lander County Finance Director design and implement controls over the golf course and landfill cash receipting to ensure timely deposit of funds and better oversight of cash receipting locations with limited staff. A cloud based software technology could possibly be used to receipt and report County revenues from these locations.

2016-004

Segregation of Duties in Treasurer's Office

Condition: The County has inadequate segregation of duties over key financial controls in the Treasurer's office. The County Treasurer can perform cash receipting, adjust customer payments, and perform bank reconciliations. Mitigating controls appear to be in place, such as review of the payment adjustments, however the review of payment adjustments occurs only once a year.

Effect: Inadequate segregation of duties creates the potential for fraud, theft, or errors in financial reporting to occur.

Cause: The County's internal control design allows the Treasurer to authorize transactions, handle customer payments, and perform record keeping duties for the County with infrequent oversight from others.

Criteria: Authorization of transactions, custody of assets, and record keeping duties should be segregated between different individuals. Otherwise, mitigating controls should be implemented.

Recommendation: We recommend the County Finance Director review the customer payment adjustments monthly as opposed to annually. The Finance Director should initial the payment adjustments as evidence of the review and keep a record of the reviews.

2016-005

Credit Card Internal Controls

Conditions: The County uses credit cards for various purchases including purchases exceeding the County's purchase order limitation. We also noted that credit card limits can be changed by the County Treasurer without approval from the County Manager.

Effect: Purchases made on County credit cards can effectively circumvent the County's purchase order limitation if the credit card limit is set high enough. Credit card limits can be changed as-needed without proper authorization.

Causes: The County's internal control policies have not been updated to address preauthorization of purchases when the intended method of payment will be a credit card. A regular process to notify the County Manager regarding changes in credit card limits has not been established internally or with the banking institution.

Criteria: County purchase limitations should be followed for all transactions, including credit card transactions. The County Manager should authorize and oversee any changes to card limitations for the County.

Recommendation: We recommend the County establish internal control policies over credit card purchases so that appropriate preauthorization for purchases exceeding the County's purchase limitations are obtained and documented. We also recommend that

the County Manager establish internal controls to more effectively authorize and monitor credit card limits.

COMPLIANCE AND OTHER MATTERS:

Compliance:

2016-006 List of Refunds

Condition: The County Treasurer is not providing a list of refunds made during the month to the Board of County Commissioners.

Effect: The County did not comply with Nevada Revised Statute (NRS) 354.240 for fiscal year 2016.

Cause: The County has not established controls to ensure compliance with NRS 354.240.

Criteria: NRS 354.240 states, "At the end of each month the county treasurer shall provide to the board of county commissioners a list of all refunds made by the county treasurer during that month. The list must contain the name of each taxpayer or other person to whom a refund was made and the amount of the refund. The county treasurer shall maintain a copy of the list and make it available for public inspection."

Recommendation: We recommend the County establish controls to ensure compliance with NRS 354.240 as soon as possible.

2016-007 Budgetary Compliance

Condition: Expenditures in the Genetic Marking Testing Fund exceeded final budget appropriations for fiscal year 2016.

Effect: The County did not comply with Nevada Revised Statute (NRS) 354.626 for fiscal year 2016.

Cause: The County has not established controls to ensure compliance with NRS 354.626.

Criteria: NRS 354.626 states, "No governing body or member thereof, officer, office, department or agency may, during any fiscal year, expend or contract to expend any money or incur any liability, or enter into any contract which by its terms involves the expenditure of money, in excess of the amounts appropriated for that function,"

Recommendation: We recommend the County establish controls to ensure compliance with NRS 354.626 as soon as possible.

Other Matters:

None noted.

Please respond to the above findings and recommendations in letter form.

This letter is intended solely for the use of the Commission, management and various federal and state agencies and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

It has been a pleasure to be of service to the County this year. We would like to express special thanks to each of you who assisted us so efficiently in this year's audit. We invite you to ask questions of us throughout the year as you feel it necessary and we look forward to a continued pleasant professional relationship.

Sincerely,

Hinton Burdick, PLLC
HintonBurdick, PLLC
November 11, 2016

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