

LANDER COUNTY
FINANCIAL STATEMENTS
FOR THE FISCAL YEAR ENDED JUNE 30, 2017
WITH REPORT OF
CERTIFIED PUBLIC ACCOUNTANTS

LANDER COUNTY

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LANDER COUNTY

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INTRODUCTORY SECTION

Lander County

50 State Route 305

Battle Mountain, Nevada 89820

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



January 11, 2018

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, 2017.

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 a 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 2016 was estimated to be 6,257. The population density is relatively .9 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, Civic Center and Rec 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 Gene Etcheverry (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,

Cynthia Benson
Fiscal Officer

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FINANCIAL SECTION

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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, 2017, 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, 2017, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, 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, Nevada Revised Statute 354.6113, and the schedule of fees imposed subject to the provisions of NRS 354.5989, 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 schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, and is also not a required part of the basic financial statements.

The combining statements and individual major and nonmajor fund and proprietary fund budgetary comparison schedules, Nevada Revised Statute 354.6113, the schedule of fees imposed subject to the provisions of NRS 354.5989, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining statements and individual major and nonmajor fund and proprietary fund budgetary comparison schedules, Nevada Revised Statute 354.6113, the schedule of fees imposed subject to the provisions of NRS 354.5989, and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

The 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 December 30, 2017, 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.



HintonBurdick, PLLC
St. George, Utah
December 30, 2017

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LANDER COUNTY
Management's Discussion and Analysis
June 30, 2017

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, 2017 provides an overview of the financial activities, financial performance and financial position of these entities as of June 30, 2017.

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 \$17.4 million or 6.8% as a result of this year's operations. Net position of our business – type activities increased by \$2.7 million, or 6.4%, and net position of our governmental activities increased by \$14.7 million, or 6.9%.
- During the year, the County had expenses for governmental activities that were \$16.7 million more than the \$4.1 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 \$1.38 million in FY 16-17. 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 \$695,415 up 3.34% from FY 15-16. 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, 2017. 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	
	2017	2016	2017	2016	2017	2016
Current and other assets	\$ 144,755,792	\$ 153,115,714	\$ 13,789,201	\$ 12,274,083	\$ 158,544,993	\$ 165,389,797
Capital assets	85,828,605	72,829,597	28,595,937	27,292,965	114,424,542	100,122,562
Total assets	230,584,397	225,945,311	42,385,138	39,567,048	272,969,535	265,512,359
Deferred outflows of resources	2,814,823	1,826,463	96,314	53,188	2,911,137	1,879,651
Long-term liabilities outstanding	14,428,251	12,980,289	495,404	372,642	14,923,655	13,352,931
Other liabilities	4,010,534	2,584,562	135,283	74,981	4,145,817	2,659,543
Total liabilities	18,438,785	15,564,851	630,687	447,623	19,069,472	16,012,474
Deferred inflows of resources	1,657,633	13,674,865	56,720	50,090	1,714,353	13,724,955
Net position:						
Net investment in capital assets	85,828,605	72,829,597	28,595,937	27,292,965	114,424,542	100,122,562
Restricted	53,518,044	56,049,125	6,807,144	4,157,636	60,325,188	60,206,761
Unrestricted	73,956,153	69,653,336	6,390,964	7,671,922	80,347,117	77,325,258
Total net position	\$ 213,302,802	\$ 198,532,058	\$ 41,794,045	\$ 39,122,523	\$ 255,096,847	\$ 237,654,581

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 \$255.1 million at June 30, 2017. A large portion of net position, 44.9%, 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, 22.5% 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 \$83.3 million may be used to meet the government's ongoing obligations to citizens and creditors. At June 30, 2017, 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 \$14.7 million, thereby accounting for 84.7% of the total growth of the net position of Lander County. Business-type activities increased the County's net position by \$2.7 million accounting for 15.3% 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	
	2017	2016	2017	2016	2017	2016
Revenues:						
Program revenues:						
Charges for services	\$ 2,474,736	\$ 2,123,369	\$ 1,480,699	\$ 1,499,241	\$ 3,955,435	\$ 3,622,610
Operating grants and contributions	434,311	483,049	-	-	434,311	483,049
Capital grants and contributions	1,274,999	607,144	-	-	1,274,999	607,144
General revenues:						
Taxes	16,933,182	16,996,457	695,415	672,936	17,628,597	17,669,393
State gaming licenses	137,003	138,096	-	-	137,003	138,096
Net proceeds from mines	16,728,988	2,449,300	-	-	16,728,988	2,449,300
Unrestricted investment earnings	(391,864)	2,767,597	139,850	109,294	(252,014)	2,876,891
Other revenue/(expense)	190,747	70,352	-	-	190,747	70,352
Total revenues	37,782,102	25,635,364	2,315,964	2,281,471	40,098,066	27,916,835
Expenses:						
General government	6,863,522	7,223,188	-	-	6,863,522	7,223,188
Judicial	1,911,717	1,860,027	-	-	1,911,717	1,860,027
Public safety	5,493,780	5,253,443	-	-	5,493,780	5,253,443
Public works	3,563,890	3,176,918	-	-	3,563,890	3,176,918
Health and sanitation	489,273	511,574	-	-	489,273	511,574
Welfare	930,974	1,093,339	-	-	930,974	1,093,339
Culture and recreation	1,463,333	1,372,470	-	-	1,463,333	1,372,470
Community support	146,900	159,038	-	-	146,900	159,038
Intergovernmental	42,877	96,881	-	-	42,877	96,881
Water	-	-	929,566	754,030	929,566	754,030
Sewer	-	-	778,867	705,809	778,867	705,809
Communication Site	-	-	41,101	42,426	41,101	42,426
Total expenses	20,906,266	20,746,878	1,749,534	1,502,265	22,655,800	22,249,143
Increase(Decrease) in net position before transfers and contributions	16,875,836	4,888,486	566,430	779,206	17,442,266	5,667,692
Transfers	(2,105,092)	(1,207,654)	2,105,092	1,207,654	-	-
Increase(decrease) in net position	14,770,744	3,680,832	2,671,522	1,986,860	17,442,266	5,667,692
Net position, beginning	198,532,058	194,851,226	39,122,523	37,135,663	237,654,581	231,986,889
Restatement adjustments	-	-	-	-	-	-
Net position, ending	\$ 213,302,802	\$ 198,532,058	\$ 41,794,045	\$ 39,122,523	\$ 255,096,847	\$ 237,654,581

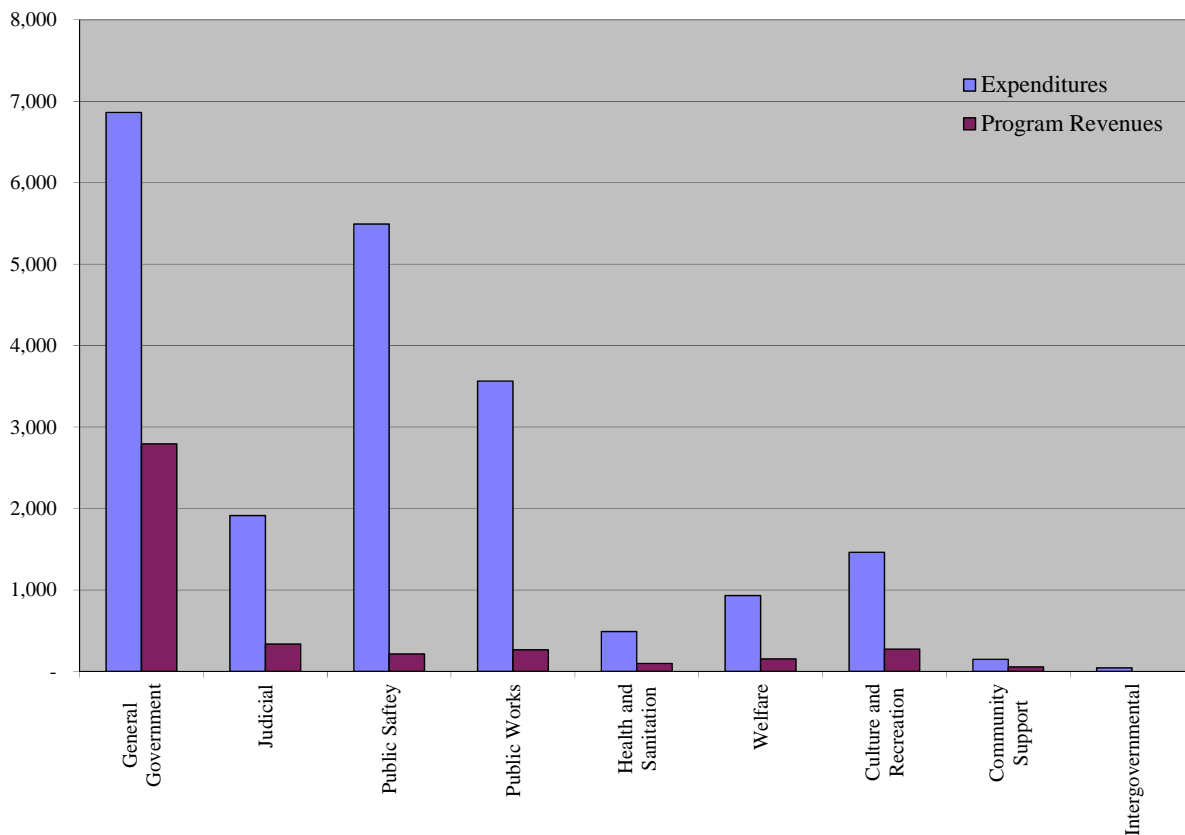
Total revenues: General revenue mainly comprised of various taxes and investment earnings represented 85.9% of total revenue. Program revenues are revenues directly related to service activities of a function and include charges for services, grants and contributions, and related investment earnings, when restricted for use in programs.

Program Expenses and Revenues for Governmental Activities

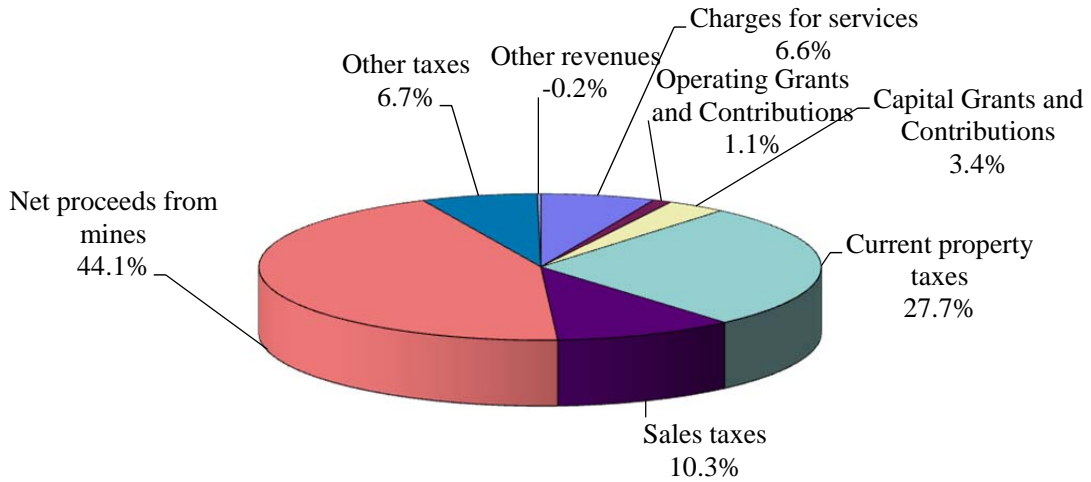
The following table presents program expenses and revenues for governmental activities. To aid in the understanding of the Statement of Activities, some additional explanation is given. Of particular interest is that the format is significantly different than a typical Statement of Revenues, Expenses, 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 public safety 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)



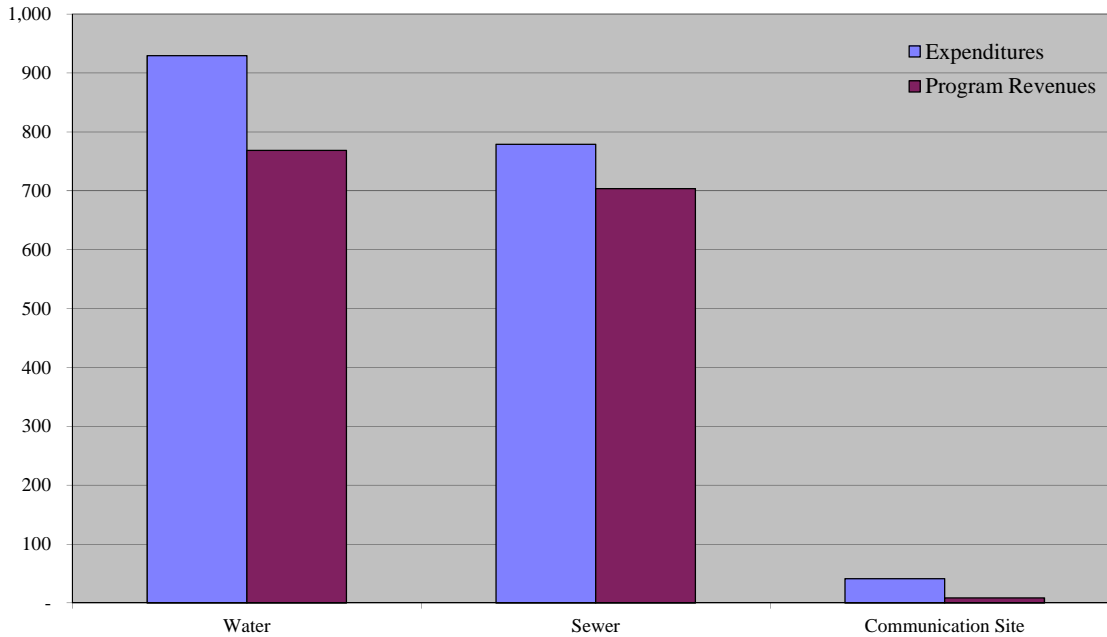
Revenue By Source - Governmental Activities



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 insufficient to cover program expenses. Expenses not covered by program revenues are supported by fund reserves and sales tax.

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 \$140.8 million, an increase of \$2.1 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 \$39.7 million. As a measure of liquidity, it is useful to compare the unassigned fund balance to total fund expenditures. Unassigned fund balance represents 371% 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 \$35.6 million, a decrease of \$7.6 million from the prior fiscal year. This decrease was derived from the construction of the Battle Mountain recreation center and various paving projects. Portions of these funds will be designated for construction of the Battle Mountain Levee Project.

The Airport Capital Improvement Fund was created to account for the construction of capital projects for the airports. The ending fund balance is \$3.1 million, a decrease of \$334,003 from the prior fiscal year. This decrease was derived from the construction of the Battle Mountain and Austin airports fuel systems projects.

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 2016-2017 operating loss for the water system was (\$161,004) and net position of the fund increased by \$134,370. The operating loss for the sewer system was (\$75,230) and net position of the fund increased by \$2.57 million.

General Fund Budgetary Highlights

Functions represent the legal level of budgetary control. The final budget appropriation was \$14,706,263 being the same as the original approved budget. Actual expenditures were 72.3% of appropriations and \$4.1 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, 2017 is \$114.4 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 14.3%

This year's 14.3% 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 41 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, 2017

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Assets			
Cash and investments	\$ 143,018,447	\$ 6,704,928	\$ 149,723,375
Receivables (net of allowance for uncollectibles)	1,699,717	257,839	1,957,556
Inventory	398	19,290	19,688
Restricted cash	-	6,807,144	6,807,144
Capital assets not being depreciated			
Land	2,582,603	162,596	2,745,199
Construction in progress	15,475,836	2,420,908	17,896,744
Capital assets being depreciated, net of accumulated depreciation			
Equipment and vehicles	8,092,828	355,793	8,448,621
Improvements other than buildings	8,081,669	24,910,174	32,991,843
Buildings	27,081,133	746,466	27,827,599
Infrastructure	24,514,536	-	24,514,536
Total assets	<u>230,584,397</u>	<u>42,385,138</u>	<u>272,969,535</u>
Deferred Outflows of Resources			
Deferred outflows related to pensions	<u>2,814,823</u>	<u>96,314</u>	<u>2,911,137</u>
Total deferred outflows of resources	<u>2,814,823</u>	<u>96,314</u>	<u>2,911,137</u>
Liabilities			
Accounts payable and other current liabilities	3,799,453	135,283	3,934,736
Unearned revenue	21,534	-	21,534
Due to other governments	32	-	32
Noncurrent liabilities:			
Due within one year	189,515	10,013	199,528
Due in more than one year	<u>14,428,251</u>	<u>485,391</u>	<u>14,913,642</u>
Total liabilities	<u>18,438,785</u>	<u>630,687</u>	<u>19,069,472</u>
Deferred Inflows of Resources			
Deferred inflows related to pensions	<u>1,657,633</u>	<u>56,720</u>	<u>1,714,353</u>
Total deferred inflows of resources	<u>1,657,633</u>	<u>56,720</u>	<u>1,714,353</u>
Net Position			
Net investment in capital assets	85,828,605	28,595,937	114,424,542
Restricted for:			
Capital projects	38,763,520	-	38,763,520
Other purposes	14,754,524	6,807,144	21,561,668
Unrestricted	<u>73,956,153</u>	<u>6,390,964</u>	<u>80,347,117</u>
Total net position	<u>\$ 213,302,802</u>	<u>\$ 41,794,045</u>	<u>\$ 255,096,847</u>

The accompanying notes are an integral part of the financial statements

LANDER COUNTY
Statement of Activities
For the Year Ended June 30, 2017

Functions/Programs	Expenses	Program Revenues			Net (Expense) / Revenue and Change in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 6,863,522	\$ 1,746,431	\$ -	\$ 1,046,539	\$ (4,070,552)	\$ -	\$ (4,070,552)
Judicial	1,911,717	335,665	-	-	(1,576,052)	-	(1,576,052)
Public safety	5,493,780	12,806	200,547	-	(5,280,427)	-	(5,280,427)
Public works	3,563,890	117,836	148,112	-	(3,297,942)	-	(3,297,942)
Health and sanitation	489,273	97,594	-	-	(391,679)	-	(391,679)
Welfare	930,974	65,559	85,652	-	(779,763)	-	(779,763)
Culture and recreation	1,463,333	98,845	-	175,000	(1,189,488)	-	(1,189,488)
Community support	146,900	-	-	53,460	(93,440)	-	(93,440)
Intergovernmental	42,877	-	-	-	(42,877)	-	(42,877)
Total governmental activities	<u>20,906,266</u>	<u>2,474,736</u>	<u>434,311</u>	<u>1,274,999</u>	<u>(16,722,220)</u>	<u>-</u>	<u>(16,722,220)</u>
Business-type activities:							
Water	929,566	768,562	-	-	-	(161,004)	(161,004)
Sewer	778,867	703,637	-	-	-	(75,230)	(75,230)
Communication Site	41,101	8,500	-	-	-	(32,601)	(32,601)
Total business-type activities	<u>1,749,534</u>	<u>1,480,699</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(268,835)</u>	<u>(268,835)</u>
Total primary government	<u>\$ 22,655,800</u>	<u>\$ 3,955,435</u>	<u>\$ 434,311</u>	<u>\$ 1,274,999</u>	<u>\$ (16,722,220)</u>	<u>\$ (268,835)</u>	<u>\$ (16,991,055)</u>
General revenues:							
Ad valorem taxes					10,503,728	-	10,503,728
Unrestricted intergovernmental revenues (consolidated taxes)					3,910,959	-	3,910,959
Motor vehicle fuel tax					1,382,146	-	1,382,146
Sales taxes					-	695,415	695,415
Franchise taxes					132,548	-	132,548
Payment in lieu of taxes					1,003,801	-	1,003,801
State gaming licenses					137,003	-	137,003
Net proceeds from mines					16,728,988	-	16,728,988
Unrestricted investment earnings (loss)					(391,864)	139,850	(252,014)
Other revenues					190,747	-	190,747
Transfers					(2,105,092)	2,105,092	-
Total general revenues					<u>31,492,964</u>	<u>2,940,357</u>	<u>34,433,321</u>
Change in net position					14,770,744	2,671,522	17,442,266
Net position - beginning					198,532,058	39,122,523	237,654,581
Net position - ending					<u>\$ 213,302,802</u>	<u>\$ 41,794,045</u>	<u>\$ 255,096,847</u>

The accompanying notes are an integral part of the financial statements

LANDER COUNTY
Balance Sheet
Governmental Funds
June 30, 2017

	General Fund	CCP Fund	Airport Capital Improvement	Other Governmental Funds	Total Governmental Funds
Assets					
Cash and investments	\$ 42,870,088	\$ 37,602,585	\$ 3,433,328	\$ 59,112,446	143,018,447
Accounts receivable	234,110	-	-	29,905	264,015
Property taxes receivable	173,962	-	-	34,390	208,352
Due from other governments	670,125	-	234,788	322,437	1,227,350
Inventory	-	-	-	398	398
Prepaid items	-	-	-	37,230	37,230
Total assets	<u>\$ 43,948,285</u>	<u>\$ 37,602,585</u>	<u>\$ 3,668,116</u>	<u>\$ 59,536,806</u>	<u>\$ 144,755,792</u>
Liabilities, Deferred Inflows, and Fund Balances					
Liabilities:					
Accounts payable	\$ 402,504	\$ 1,307,537	\$ 507,293	\$ 622,478	2,839,812
Accrued liabilities	183,744	-	-	83,546	267,290
Retainage payable	-	692,351	-	-	692,351
Unearned revenue	-	-	-	21,534	21,534
Due to other governments	32	-	-	-	32
Total liabilities	<u>586,280</u>	<u>1,999,888</u>	<u>507,293</u>	<u>727,558</u>	<u>3,821,019</u>
Deferred inflows of resources:					
Unavailable revenue - property taxes	147,691	-	-	29,505	177,196
Total deferred inflows of resources	<u>147,691</u>	<u>-</u>	<u>-</u>	<u>29,505</u>	<u>177,196</u>
Fund balances:					
Nonspendable:					
Inventory	-	-	-	398	398
Restricted for:					
General government	-	-	-	2,450,033	2,450,033
Judicial	-	-	-	283,789	283,789
Public safety	22,720	-	-	196,241	218,961
Public works	-	-	-	2,824,984	2,824,984
Welfare	-	-	-	8,726,260	8,726,260
Community support	-	-	-	273,217	273,217
Capital projects	-	35,602,697	3,160,823	-	38,763,520
Committed for:					
Retiree insurance	1,440,292	-	-	-	1,440,292
General government	-	-	-	2,889,604	2,889,604
Culture and recreation	-	-	-	6,771,740	6,771,740
Health and sanitation	-	-	-	7,289,140	7,289,140
Capital projects	-	-	-	13,884,457	13,884,457
Assigned for:					
Other purposes	-	-	-	13,189,880	13,189,880
FY2018 budget appropriation	2,068,348	-	-	-	2,068,348
Unassigned	39,682,954	-	-	-	39,682,954
Total fund balances	<u>43,214,314</u>	<u>35,602,697</u>	<u>3,160,823</u>	<u>58,779,743</u>	<u>140,757,577</u>
Total liabilities, deferred inflows, and fund balances	<u>\$ 43,948,285</u>	<u>\$ 37,602,585</u>	<u>\$ 3,668,116</u>	<u>\$ 59,536,806</u>	<u>\$ 144,755,792</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, 2017

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

Total fund balances - total governmental funds		\$ 140,757,577
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Governmental capital assets	\$ 128,024,884	
Accumulated depreciation	<u>(42,196,279)</u>	85,828,605
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	2,814,823	
Deferred inflows related to pensions	<u>(1,657,633)</u>	1,157,190
Revenues considered unavailable not reported in the funds.		177,196
Some liabilities are not due and payable in the current period and, therefore, are not reported in the funds.		
Compensated absences	(421,144)	
Net pension liability	(13,878,980)	
Net OPEB obligation	<u>(317,642)</u>	<u>(14,617,766)</u>
Net position of governmental activities		<u><u>\$ 213,302,802</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, 2017

	General Fund	CCP Fund	Airport Capital Improvement	Other Governmental Funds	Total Governmental Funds
Revenues					
Taxes	\$ 7,813,930	\$ 9,149,065	\$ 206,045	\$ 9,919,954	\$ 27,088,994
Licenses and permits	139,763	-	-	40,984	180,747
Intergovernmental	3,816,126	-	1,046,539	2,432,943	7,295,608
Charges for services	873,891	-	-	1,114,157	1,988,048
Fines and forfeitures	209,564	-	-	-	209,564
Investment earnings	(142,266)	(374,326)	-	132,977	(383,615)
Miscellaneous revenue	177,572	175,000	-	966,825	1,319,397
Total revenues	<u>12,888,580</u>	<u>8,949,739</u>	<u>1,252,584</u>	<u>14,607,840</u>	<u>37,698,743</u>
Expenditures					
Current:					
General government	3,969,141	-	-	1,308,307	5,277,448
Judicial	1,843,764	-	-	26,298	1,870,062
Public safety	4,779,541	-	-	26,894	4,806,435
Public works	-	-	-	1,773,944	1,773,944
Health and sanitation	-	-	-	322,818	322,818
Welfare	-	-	-	922,260	922,260
Culture and recreation	-	-	-	1,018,123	1,018,123
Community support	-	-	-	81,096	81,096
Intergovernmental expense	42,877	-	-	-	42,877
Capital outlay:					
General government	-	16,553,353	1,586,587	152,590	18,292,530
Public safety	6,936	-	-	-	6,936
Public works	-	-	-	909,086	909,086
Health and sanitation	-	-	-	115,171	115,171
Culture and recreation	-	-	-	87,402	87,402
Community support	-	-	-	54,730	54,730
Total expenditures	<u>10,642,259</u>	<u>16,553,353</u>	<u>1,586,587</u>	<u>6,798,719</u>	<u>35,580,918</u>
Excess revenues over (under) expenditures	<u>2,246,321</u>	<u>(7,603,614)</u>	<u>(334,003)</u>	<u>7,809,121</u>	<u>2,117,825</u>
Other financing sources (uses)					
Transfers in	156,465	-	-	77,140	233,605
Transfers out	(56,465)	-	-	(177,140)	(233,605)
Total other financing sources and uses	<u>100,000</u>	<u>-</u>	<u>-</u>	<u>(100,000)</u>	<u>-</u>
Net change in fund balances	2,346,321	(7,603,614)	(334,003)	7,709,121	2,117,825
Fund balances - beginning of year	40,867,993	43,206,311	3,494,826	51,070,622	138,639,752
Fund balances - end of year	<u>\$ 43,214,314</u>	<u>\$ 35,602,697</u>	<u>\$ 3,160,823</u>	<u>\$ 58,779,743</u>	<u>\$ 140,757,577</u>

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, 2017

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

Net changes in fund balances - total governmental funds	\$	2,117,825
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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.		83,359
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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 difference between depreciation expense and capital outlay in the current period.

Capital outlay	\$ 17,402,660		
Depreciation expense	<u>(4,393,690)</u>		13,008,970

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	\$ 1,255,712		
Pension expense	<u>(1,600,899)</u>		(345,187)

The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and disposals) is to decrease net position.		(9,962)
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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	(71,727)		
Net change in OPEB obligation	<u>(12,534)</u>		<u>(84,261)</u>

Change in net position of governmental activities	\$	<u><u>14,770,744</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, 2017

	Battle Mountain Water	Battle Mountain Sewer	Nonmajor Mt. Lewis Communication Site	Combined Total
Assets				
Current Assets:				
Cash and investments	\$ 1,608,063	\$ 4,912,802	\$ 184,063	\$ 6,704,928
Accounts receivable	76,780	62,371	225	139,376
Due from other governments	-	118,463	-	118,463
Inventory	19,290	-	-	19,290
Total current assets	<u>1,704,133</u>	<u>5,093,636</u>	<u>184,288</u>	<u>6,982,057</u>
Noncurrent assets:				
Restricted cash	1,957,335	4,849,809	-	6,807,144
Capital assets:				
Land	10,950	151,646	-	162,596
Buildings	578,846	770,298	-	1,349,144
Improvements	19,260,391	13,842,479	-	33,102,870
Furniture, equipment & vehicles	496,972	839,287	290,973	1,627,232
Construction in Progress	192,316	2,228,592	-	2,420,908
Less accumulated depreciation	(3,713,887)	(6,116,509)	(236,417)	(10,066,813)
Total noncurrent assets	<u>18,782,923</u>	<u>16,565,602</u>	<u>54,556</u>	<u>35,403,081</u>
Total assets	<u>20,487,056</u>	<u>21,659,238</u>	<u>238,844</u>	<u>42,385,138</u>
Deferred Outflows of Resources				
Deferred outflows related to pensions	48,157	48,157	-	96,314
Total deferred outflows of resources	<u>48,157</u>	<u>48,157</u>	<u>-</u>	<u>96,314</u>
Liabilities				
Current Liabilities:				
Accounts payable	88,450	10,979	151	99,580
Accrued wages and benefits	9,892	9,892	-	19,784
Customer deposits	12,966	12,966	-	25,932
Total current liabilities	<u>111,308</u>	<u>33,837</u>	<u>151</u>	<u>145,296</u>
Noncurrent liabilities:				
Net OPEB obligation	6,103	4,388	-	10,491
Net pension liability	237,450	237,450	-	474,900
Total long-term debt	<u>243,553</u>	<u>241,838</u>	<u>-</u>	<u>485,391</u>
Total liabilities	<u>354,861</u>	<u>275,675</u>	<u>151</u>	<u>630,687</u>
Deferred Inflows of Resources				
Deferred inflows related to pensions	28,360	28,360	-	56,720
Total deferred outflows of resources	<u>28,360</u>	<u>28,360</u>	<u>-</u>	<u>56,720</u>
Net Position				
Net investment in capital assets	16,825,588	11,715,793	54,556	28,595,937
Restricted	1,957,335	4,849,809	-	6,807,144
Unrestricted	1,369,069	4,837,758	184,137	6,390,964
Total net position	<u>\$ 20,151,992</u>	<u>\$ 21,403,360</u>	<u>\$ 238,693</u>	<u>\$ 41,794,045</u>

The accompanying notes are an integral part of the financial statements

LANDER COUNTY
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
For the Year Ended June 30, 2017

	Battle Mountain Water	Battle Mountain Sewer	Nonmajor Mt. Lewis Communication Site	Combined Total
Operating Revenues				
Charges for sales and services				
Communication use fees	\$ -	\$ -	\$ 8,500	\$ 8,500
Water use fees	764,988	-	-	764,988
Sewer use fees	-	703,032	-	703,032
Rents	605	605	-	1,210
Miscellaneous	2,969	-	-	2,969
	<u>768,562</u>	<u>703,637</u>	<u>8,500</u>	<u>1,480,699</u>
Operating Expenses				
Salaries and wages	116,426	116,047	-	232,473
Employee benefits	87,498	85,694	-	173,192
Service, supplies and other	317,658	212,258	4,729	534,645
Depreciation	407,984	364,868	36,372	809,224
	<u>929,566</u>	<u>778,867</u>	<u>41,101</u>	<u>1,749,534</u>
Operating income (loss)	<u>(161,004)</u>	<u>(75,230)</u>	<u>(32,601)</u>	<u>(268,835)</u>
Non-operating Revenues (Expenses)				
County option sales tax	-	695,415	-	695,415
Investment earnings	38,193	101,657	-	139,850
	<u>38,193</u>	<u>797,072</u>	<u>-</u>	<u>835,265</u>
Income (loss) before contributions and transfers	(122,811)	721,842	(32,601)	566,430
Capital contribution from governmental activities	257,181	1,847,911	-	2,105,092
Change in net position	134,370	2,569,753	(32,601)	2,671,522
Total net position, beginning of year	<u>20,017,622</u>	<u>18,833,607</u>	<u>271,294</u>	<u>39,122,523</u>
Total net position, end of year	<u>\$ 20,151,992</u>	<u>\$ 21,403,360</u>	<u>\$ 238,693</u>	<u>\$ 41,794,045</u>

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, 2017

	Battle Mountain Water	Battle Mountain Sewer	Nonmajor Mt. Lewis Communication Site	Combined Total
Cash flows from operating activities:				
Cash received from customers	\$ 778,921	\$ 711,455	\$ 9,475	\$ 1,499,851
Cash paid to suppliers	(252,238)	(215,542)	(5,657)	(473,437)
Cash paid to employees	(163,962)	(161,892)	-	(325,854)
Net cash flows from operating activities	<u>362,721</u>	<u>334,021</u>	<u>3,818</u>	<u>700,560</u>
Cash flows from noncapital financing activities:				
County option sales tax	-	695,415	-	695,415
Net cash flows from noncapital financing activities	<u>-</u>	<u>695,415</u>	<u>-</u>	<u>695,415</u>
Cash flows from capital and related financing activities:				
Purchase of capital assets	-	(7,105)	-	(7,105)
Net cash flows from capital and related financing activities	<u>-</u>	<u>(7,105)</u>	<u>-</u>	<u>(7,105)</u>
Cash flows from investing activities:				
Investment earnings	38,193	101,657	-	139,850
Net change in cash and cash equivalents	400,914	1,123,988	3,818	1,528,720
Cash and cash equivalents, beginning of year	<u>3,164,484</u>	<u>8,638,623</u>	<u>180,245</u>	<u>11,983,352</u>
Cash and cash equivalents, end of year	<u><u>\$ 3,565,398</u></u>	<u><u>\$ 9,762,611</u></u>	<u><u>\$ 184,063</u></u>	<u><u>\$ 13,512,072</u></u>
Reconciliation of operating income to net cash flows from operating activities:				
Net operating income/(loss)	\$ (161,004)	\$ (75,230)	\$ (32,601)	\$ (268,835)
Adjustments to reconcile net income/(loss) to net cash provided by operating activities:				
Depreciation/amortization	407,984	364,868	36,372	809,224
Pension expense	(55,781)	(55,781)	-	(111,562)
Employer pension contributions	93,223	93,223	-	186,446
Changes in operating assets and liabilities:				
(Increase)/Decrease in receivables	7,583	5,042	975	13,600
Increase/(Decrease) in accounts payables	65,420	(3,284)	(928)	61,208
Increase/(Decrease) in accrued liabilities & deposits	4,555	4,555	-	9,110
Increase/(Decrease) in OPEB obligation	741	628	-	1,369
Net cash flows from operating activities	<u><u>\$ 362,721</u></u>	<u><u>\$ 334,021</u></u>	<u><u>\$ 3,818</u></u>	<u><u>\$ 700,560</u></u>
Supplemental schedule of non-cash financing and investing activities:				
Capital contribution from governmental activities	\$ 257,181	\$ 1,847,911	\$ -	\$ 2,105,092

The accompanying notes are an integral part of the financial statements

LANDER COUNTY
Combined Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2017

	<u>Agency Funds</u>	<u>Investment Trust Fund</u>
Assets		
Cash and investments	\$ 2,161,994	\$ 1,398,079
Total Assets	<u>\$ 2,161,994</u>	<u>\$ 1,398,079</u>
Liabilities		
Funds held in trust	\$ 2,161,994	\$ -
Total Liabilities	<u>2,161,994</u>	<u>-</u>
Net Position		
Funds held in trust for pool participants	<u>-</u>	<u>1,398,079</u>
Total Net Position	<u>\$ -</u>	<u>\$ 1,398,079</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, 2017

	<u>Investment Trust Fund</u>
Additions	
Investment income	\$ 11,421
Capital share transactions	<u>(67,589)</u>
Total Additions	<u>(56,168)</u>
Change in Net Position	(56,168)
Net Position, beginning of year	<u>1,454,247</u>
Net Position, end of year	<u><u>\$ 1,398,079</u></u>

The accompanying notes are an integral part of the financial statements

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

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, 2017

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.

Airport Capital Improvement Fund – established to account for the construction of capital projects for the airport.

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, 2017

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, 2017

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, 2017

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, 2017

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, 2017

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, 2017

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.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

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 2015-2016 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, 2016, 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, 2017

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.

Compliance with Nevada Revised Statutes and Administrative Code

Lander County conformed to all significant statutory constraints on its financial administration during the year, except for the following:

Actual expenditures exceeded total appropriations of the Juvenile Administrative Assessment Fund by \$167, an apparent violation of NRS 354.626.

See additional compliance findings in the Schedule of Findings and Recommendations on page 139.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

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, 2017:

Cash and Investment balances held by:	
Governmental funds	\$ 143,016,690
Enterprise funds	13,512,072
Fiduciary funds	2,161,994
Total cash and investments	<u>\$ 158,690,756</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, 2017

NOTE 4. Deposits and Investments, Continued

As of June 30, 2017, the County had the following investments, ratings, and maturities:

	<u>Fair Value</u>	<u>Credit Rating (1)</u>	<u>Weighted Average Maturity (2)</u>
Investments:			
Local Government Investment Pool	\$ 11,908,030	*	310 days
Money Market	820,232	AAA/Aaa	N/A
Corporate Bonds	3,501,073	A1-Aaa/A-AA+	696 days
US Government Securities	9,291,630	AAA/AA+	1,035 days
Federal Agency Issues	59,293,335	AAA/AA+	943 days
Negotiable Certificates of Deposit	<u>47,976,456</u>	FDIC Insured	1,102 days
Total investments	<u>\$ 132,790,756</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.

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 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).

The Nevada Local Government's Investment Pool (LGIP) has the following recurring fair value measurements as of June 30, 2017:

Level 1 inputs	\$ 1,217,001
Level 2 inputs	<u>10,691,029</u>
Total LGIP investment	<u>\$ 11,908,030</u>

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.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

NOTE 4. Deposits and Investments, Continued

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, 2017, 6.38% of the County's total investments were in Fannie Mae, 13.31% of the County's total investments were in the Federal Home Loan Bank, and 14.26% of the County's total investments were in the Federal Farm Credit Bureau.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

NOTE 4. Deposits and Investments, Continued

Interest Earnings & Fair Market Value Assigned to Other Funds

Investment income of \$1,384,749 for fiscal year ending June 30, 2017 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	\$ 130,031	\$ 52,012	\$ 78,019	\$ 130,031
Indigent Fund	40,711	16,285	24,427	40,711
State Medical Indigent	156,190	62,476	93,714	156,190
Agricultural extension	6,949	2,780	4,170	6,949
Aged Services	50,584	20,233	30,350	50,584
Lander County Landfill	85,362	34,145	51,217	85,362
Airport	39,678	15,871	23,807	39,678
Lander Economic Development	1,454	582	872	1,454
DOE Nuclear Repository	668	267	401	668
Regional Streets & Highway	59,938	23,975	35,963	59,938
Austin Capital Acquisition	362	145	217	362
Town of Austin General Fund	1,481	593	889	1,481
Town of Battle Mountain Fund	11,976	4,791	7,186	11,976
Equipment/Building Replacement	193,944	77,578	116,366	193,944
Capital Acquisition	81,820	32,728	49,092	81,820
Culture and Recreation	143,875	57,550	86,325	143,875
Battle Mountain Capital Acquisition	2,213	885	1,328	2,213
Emergency Maintenance	80,528	32,211	48,317	80,528
Reserve Fund	10,584	4,234	6,350	10,584
Title III SRS/CRA	4,436	1,774	2,661	4,436
Administration Assessment Fees	1,068	427	641	1,068
Genetic Marker Testing	17	7	10	17
Forensic Services	135	54	81	135
Drug Court	1,566	627	940	1,566
Court Facility Fee	3,330	1,332	1,998	3,330
Juvenile Administration Assessment	252	101	151	252
Mine Map Fees	4,071	1,628	2,442	4,071
Technology Fees	28,511	11,404	17,106	28,511
Airport Capital	79,423	31,769	47,654	79,423
Court Facility Capital	8,052	3,221	4,831	8,052
Enterprise Funds				
Mt. Lewis Communications Site	4,249	1,700	2,550	4,249
Battle Mountain Water	41,404	16,561	24,842	41,404
Battle Mountain Sewer	109,887	43,955	65,932	109,887
Total	<u>\$ 1,384,749</u>	<u>\$ 553,900</u>	<u>\$ 830,849</u>	<u>\$ 1,384,749</u>

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

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	\$ 11,908,030	\$ 11,908,030	Variable	July 1, 2017

External Investment Pool Condensed Financial Statements
Statement of Net Position
6/30/2017

Assets:	
Local Government Investment Pool	<u>\$ 11,908,030</u>
Net Position Held in Trust for Pool Participants:	
Net Position consists of:	
Internal participant shares	10,509,951
External participant shares	<u>1,398,079</u>
Total Participant Shares Outstanding (\$1.00 par)	<u>\$ 11,908,030</u>
Price per share (\$11,908,030/11,908,030)	<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	\$ 80,538
Capital share transactions	<u>831</u>
Total increase/(decrease) in net position	81,369
Net Position, beginning of year	<u>11,826,661</u>
Net Position, end of year	<u>\$ 11,908,030</u>

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

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, 2017.

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, 2017 are shown in the following table:

	Transfers out:						Total
	General	Lander County Airports	Capital Acquisition	Non-major Administrative Assessment Fees	Technology Fees	Court Facility Fees	
Transfer in:							
General Fund	\$ -	\$ -	\$ -	\$ 520	\$ 125,000	\$ 30,945	\$ 156,465
Non-major Governmental Funds							
Road & Bridge	-	7,257	-	-	-	-	7,257
Austin Capital Acquisition	-	-	1,948	-	-	-	1,948
Battle Mountain Capital Acquisition	-	-	11,470	-	-	-	11,470
District Drug Court	25,000	-	-	-	-	-	25,000
Court Facilities Capital	31,465	-	-	-	-	-	31,465
Total	\$ 56,465	\$ 7,257	\$ 13,418	\$ 520	\$ 125,000	\$ 30,945	\$ 233,605

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

NOTE 6. Capital Assets

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

Governmental Activities:	Balance 6/30/2016	Additions	Deletions	Balance 6/30/2017
Capital assets, not being depreciated:				
Land	\$ 2,582,603	\$ -	\$ -	\$ 2,582,603
Construction in progress	<u>3,765,325</u>	<u>12,175,518</u>	<u>(465,007)</u>	<u>15,475,836</u>
Total capital assets, not being depreciated:	<u>6,347,928</u>	<u>12,175,518</u>	<u>(465,007)</u>	<u>18,058,439</u>
Capital assets, being depreciated:				
Improvements other than buildings	19,653,740	495,263	-	20,149,003
Buildings	31,600,615	182,835	-	31,783,450
Equipment & vehicles	18,422,353	1,338,431	(61,554)	19,699,230
Infrastructure	<u>34,659,142</u>	<u>3,675,620</u>	<u>-</u>	<u>38,334,762</u>
Total capital assets, being depreciated:	<u>104,335,850</u>	<u>5,692,149</u>	<u>(61,554)</u>	<u>109,966,445</u>
Less accumulated depreciation for:				
Improvements other than buildings	(11,033,348)	(1,033,986)	-	(12,067,334)
Buildings	(4,165,033)	(537,284)	-	(4,702,317)
Equipment & vehicles	(10,590,837)	(1,067,157)	51,592	(11,606,402)
Infrastructure	<u>(12,064,963)</u>	<u>(1,755,263)</u>	<u>-</u>	<u>(13,820,226)</u>
Total accumulated depreciation	<u>(37,854,181)</u>	<u>(4,393,690)</u>	<u>51,592</u>	<u>(42,196,279)</u>
Total capital assets, being depreciated, net	<u>66,481,669</u>	<u>1,298,459</u>	<u>(9,962)</u>	<u>67,770,166</u>
Governmental activities capital assets, net	<u>\$ 72,829,597</u>	<u>\$ 13,473,977</u>	<u>\$ (474,969)</u>	<u>\$ 85,828,605</u>

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

Governmental Activities:	
General government	\$ 1,823,079
Judicial	7,002
Public safety	474,552
Public works	1,573,310
Health and sanitation	159,715
Welfare	8,714
Culture and recreation	<u>347,318</u>
Total depreciation expense - governmental activities	<u>\$ 4,393,690</u>

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

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 6/30/2016	Additions	Deletions	Transfers	Balance 6/30/2017
Capital assets, not being depreciated:					
Land	\$ 10,950	\$ 151,646	\$ -	\$ -	\$ 162,596
Construction in progress	532,327	1,888,581	-	-	2,420,908
Total capital assets, not being depreciated:	<u>543,277</u>	<u>2,040,227</u>	<u>-</u>	<u>-</u>	<u>2,583,504</u>
Capital assets, being depreciated:					
Improvements other than buildings	33,081,614	21,256	-	-	33,102,870
Buildings	1,349,144	-	-	-	1,349,144
Equipment & vehicles	1,576,519	50,713	-	-	1,627,232
Total capital assets, being depreciated:	<u>36,007,277</u>	<u>71,969</u>	<u>-</u>	<u>-</u>	<u>36,079,246</u>
Less accumulated depreciation for:					
Improvements other than buildings	(7,514,471)	(678,225)	-	-	(8,192,696)
Buildings	(573,245)	(29,433)	-	-	(602,678)
Equipment & vehicles	(1,169,873)	(101,566)	-	-	(1,271,439)
Total accumulated depreciation	<u>(9,257,589)</u>	<u>(809,224)</u>	<u>-</u>	<u>-</u>	<u>(10,066,813)</u>
Total capital assets, being depreciated, net	<u>26,749,688</u>	<u>(737,255)</u>	<u>-</u>	<u>-</u>	<u>26,012,433</u>
Business type activities capital assets, net	<u>\$ 27,292,965</u>	<u>\$ 1,302,972</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 28,595,937</u>

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

Business Type Activities:	
Water	\$ 407,984
Sewer	364,868
Communication Site	36,372
Total depreciation expense - business type activities	<u>\$ 809,224</u>

Changes in construction in progress are summarized as follows:

The County is currently working on the following projects: Battle Mountain recreation center, Purple Pipe project, Flood Leave, Lift Station Rehab, Well 3 Upgrades, Austin Airport projects, Battle Mountain Airport projects, various paving projects and various others.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

NOTE 7. Long-Term Debt

The following is a summary of changes in long-term debt for the year ended June 30, 2017:

Governmental activities:	Balance 6/30/2016	Additions	Retirements	Balance 6/30/2017	Current Portion
Accrued Compensated Absences	\$ 349,417	\$ 206,508	\$ (134,781)	\$ 421,144	\$ 189,515
Net OPEB Obligation	305,108	80,650	(68,116)	317,642	-
Net Pension Liability	12,483,002	2,996,877	(1,600,899)	13,878,980	-
Total governmental long term liabilities	<u>\$ 13,137,527</u>	<u>\$ 3,284,035</u>	<u>\$ (1,803,796)</u>	<u>\$ 14,617,766</u>	<u>\$ 189,515</u>

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

Business-type activities	Balance 6/30/2016	Additions	Retirements	Balance 6/30/2017	Current Portion
Accrued Compensated Absences	\$ 6,610	\$ 6,126	\$ (2,723)	\$ 10,013	\$ 10,013
Net OPEB Obligation	9,122	2,959	(1,590)	10,491	-
Net Pension Liability	363,520	179,598	(68,218)	474,900	-
Total business-type long term liabilities	<u>\$ 379,252</u>	<u>\$ 188,683</u>	<u>\$ (72,531)</u>	<u>\$ 495,404</u>	<u>\$ 10,013</u>

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.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

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, 2017, the general obligation debt limit of Lander County was \$1,068,973,861. The County has general obligation long-term debt outstanding at year end of \$0. Accordingly, its legal borrowing capacity is \$1,068,973,861 at June 30, 2017.

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, 2017, the general obligation debt limit of the unincorporated towns of Austin and Battle Mountain was \$1,113,596 and \$11,764,324 respectively. As none of these towns had general obligation debt at June 30, 2017, 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, 2017

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

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

NOTE 12. Retirement and Pension Plan, Continued

consecutive months with special provisions for members entering the System on or after January 1, 2010, and July 1, 2015. Benefit payments to which participants or their beneficiaries may be entitled under the plan include pension benefits, disability benefits, and survivor benefits.

Monthly benefit allowances for members are computed as 2.5% of average compensation for each accredited year of service prior to July 1, 2001. For service earned on and after July 1, 2001, this factor is 2.67% of average compensation. For members entering the System on or after January 1, 2010, there is a 2.5% service time factor and for regular members entering the System on or after July 1, 2015, there is a 2.25% factor. 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 entering the System prior to January 1, 2010, 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. Regular members who entered the System on or after July 1, 2015, are eligible for retirement at age 65 with 5 years of service, or at age 62 with 10 years of service or at age 55 with 30 years of service or any age with 33 1/3 years of service.

Police/Fire members entering the System prior to January 1, 2010, 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.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

NOTE 12. Retirement and Pension Plan, Continued

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 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, the Statutory Employer/employee matching rate was 13.25% for Regular and 20.75% for Police/Fire. For fiscal years ended June 30, 2016 and 2017, the Statutory Employer/employee matching rate was 14.50% for Regular and 20.75% for Police/Fire.

For the fiscal year ended June 30, 2015 the Employer-Pay Contribution (EPC) rate was 25.75% for Regular and 40.50% for Police/Fire. For fiscal years ended June 30, 2016 and 2017, the EPC was 28% for Regular and 40.50% for Police/Fire.

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
2015	\$ 672,563	\$ 1,057,818
2016	739,324	1,069,379
2017	626,427	906,081

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

NOTE 12. Retirement and Pension Plan, Continued

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, 2016:

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

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

Pension liability

Net pension liability

At June 30, 2017, the County reported a liability of \$14,353,880 for its proportionate share of the PERS' net pension liability. The net pension liability was measured as of June 30, 2016, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The 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 combined employer and member contributions relative to the total combined employer and member contributions for all employers for the period ended June 30, 2016. The County's proportion measured as of June 30, 2016, was 0.117178 percent, which was an increase of 0.005074 percent from its proportion measured as of June 30, 2015.

Pension liability discount rate sensitivity

The following presents the net pension liability of the PERS as of June 30, 2017, 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	\$ 21,039,984	\$ 14,353,880	\$ 8,791,124

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

NOTE 12. Retirement and Pension Plan, Continued

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 www.nvpers.org.

Actuarial assumptions

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

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

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

The discount rate used to measure the total pension liability was 8.00% as of June 30, 2016 and June 30, 2015. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified in statute. Based on that assumption, the pension plan's fiduciary net position at June 30, 2016, was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2016 and June 30, 2015.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

NOTE 12. Retirement and Pension Plan, Continued

Pension expense and deferred outflows/inflows of resources related to pensions

For the year ended June 30, 2017, the County recognized pension expense for PERS of \$1,721,566. At June 30, 2017, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ -	\$ 961,173
Net difference between projected and actual earnings on pension plan investments	1,334,372	-
Subtotal	1,334,372	961,173
Changes in proportion and differences between contributions and proportional share of contributions	60,553	753,180
Contributions subsequent to the measurement date	1,516,213	-
Total	\$ 2,911,137	\$ 1,714,353
 Governmental activities	 \$ 2,784,891	 \$ 1,640,007
Business-type activities	126,246	74,346
	\$ 2,911,137	\$ 1,714,353

Average expected remaining service lives 6.48 years

The \$1,516,213 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
2018	\$ (110,614)
2019	(110,614)
2020	473,115
2021	228,838
2022	(88,103)
2023	(19,422)
Thereafter	-

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

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, 2017 no retirees were using this plan. The LCEHBP does not issue a publicly available financial report.

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, 2017, 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.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

NOTE 13. Postemployment Benefits Other Than Pensions, Continued

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 2017, the County contributed \$69,706 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.

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 2015 through 2017 were as follows:

	Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	% of Annual OPEB Cost Contributed	Net OPEB Obligation
LCEHBP	6/30/2017	\$ 29,363	\$ 3,507	12%	\$ 207,587
LCEHBP	6/30/2016	\$ 25,912	\$ 2,809	11%	\$ 181,731
LCEHBP	6/30/2015	\$ 25,836	-	0%	\$ 158,628
PEBP	6/30/2017	\$ 54,246	\$ 66,199	122%	\$ 120,546
PEBP	6/30/2016	\$ 50,368	\$ 62,807	125%	\$ 132,499
PEBP	6/30/2015	\$ 54,750	\$ 54,917	100%	\$ 144,938
Combined Totals	6/30/2017	\$ 83,609	\$ 69,706		
Combined Totals	6/30/2016	\$ 76,280	\$ 65,616		
Combined Totals	6/30/2015	\$ 80,586	\$ 54,917		

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

	LCEHBP	PEBP	Totals
Annual required contribution	\$ 32,604	\$ 58,115	\$ 90,719
Interest on net OPEB obligation	7,269	5,300	12,569
Adjustments to annual required contributions	(10,510)	(9,169)	(19,679)
Annual OPEB cost (expense)	29,363	54,246	83,609
Contributions made	(3,507)	(66,199)	(69,706)
Change in net OPEB obligation	25,856	(11,953)	13,903
Net OPEB obligation - beginning of year	181,731	132,499	314,230
Net OPEB obligation - end of year	<u>\$ 207,587</u>	<u>\$ 120,546</u>	<u>\$ 328,133</u>

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

NOTE 13. Postemployment Benefits Other Than Pensions, Continued

Funding Status and Funding Progress

The funding status of the plans as of June 30, 2017, was as follows:

	LCEHBP	PEBP	Totals
Accrued actuarial liability (a)	\$ 196,719	\$ 839,823	\$ 1,036,542
Actuarial value of plan assets (b)	-	-	-
Unfunded actuarial accrued liability (a)-(b)	\$ 196,719	\$ 839,823	\$ 1,036,542
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 $([(a)-(b)] / (c))$	2.89%		

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

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

NOTE 13. Postemployment Benefits Other Than Pensions, Continued

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		

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, 2017 the estimated closure and post-closure liability is \$513,243 and the insured amount is \$513,243.

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, 2017 the estimated remaining post-closure liability is \$48,211.

LANDER COUNTY
Notes to the Financial Statements
June 30, 2017

NOTE 15. Construction and Purchase Commitments

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

	Project Authorization	Expended/ Retainage	Commitment 6/30/2017
Airport Projects	\$ 2,965,609	\$ 2,250,303	\$ 715,306
Battle Mountain Recreation Center	10,929,595	10,714,707	214,888
Water and Sewer Projects	3,743,255	1,947,609	1,795,646
Various Projects	5,521,659	5,032,751	488,908
Total Projects	\$ 23,160,118	\$ 19,945,370	\$ 3,214,748

NOTE 16. Restricted Assets and Net Position

The County maintains restricted cash to comply with various legal and contractual requirements. Amounts restricted are as follows at June 30, 2017:

AB198 Capital Replacement Projects Fund	\$ 1,957,335
Battle Mountain Sewer Fund 1/4% Sales Tax Restricted by NRS 377B.030	1,913,492
	\$3,870,827

NOTE 17. Tax Abatements

State of Nevada Tax Abatements

For the fiscal year ended June 30, 2017, Lander County's revenues were reduced by a total amount of \$1,872,043 under agreements entered into by the State of Nevada as follows:

Renewable Energy, Nevada Revised Statutes (NRS) 701A.370

Partial abatement of one or more of property and local taxes imposed on renewable energy facilities:

Unsecured Property Taxes	\$1,872,043
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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, 2017
Last 10 Fiscal Years

	Reporting Fiscal Year (Measurement Date)	Reporting Fiscal Year (Measurement Date)	Reporting Fiscal Year (Measurement Date)
	2017 (2016)	2016 (2015)	2015 (2014)
Proportion of the net pension liability (asset)	0.117178%	11.210400%	0.110920%
Proportionate share of the net pension liability (asset)	\$ 14,353,880	\$ 12,846,521	\$ 11,559,888
Covered employee payroll	\$ 5,765,742	\$ 5,819,671	\$ 5,825,961
Proportionate share of the net pension liability (asset) as a percentage of its covered-employee payroll	248.95%	220.74%	198.42%
Plan fiduciary net position as a percentage of the total pension liability	72.2%	75.10%	76.30%

Note: In accordance with GASB 68, employers will need to disclose a 10-year history for the pension schedule above. Additional information will be displayed as it becomes available.

LANDER COUNTY
Schedule of Contributions
Public Employees' Retirement System of Nevada
June 30, 2017
Last 10 Fiscal Years

	Reporting Fiscal Year (Measurement Date)	Reporting Fiscal Year (Measurement Date)	Reporting Fiscal Year (Measurement Date)
	2017 (2016)	2016 (2015)	2015 (2014)
Contractually required contribution	\$ 1,808,703	\$ 1,730,381	\$ 1,711,073
Contributions in relation to the contractually required contribution	\$ (1,808,703)	\$ (1,730,381)	\$ (1,711,073)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	\$ 5,765,742	\$ 5,819,671	\$ 5,825,961
Contributions as a percentage of covered-employee payroll	31.37%	29.73%	29.37%

Note: In accordance with GASB 68, employers will need to disclose a 10-year history for the pension schedule above. Additional information will be displayed as it becomes available.

LANDER COUNTY
GENERAL FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual
For the Year Ended June 30, 2017
(With Comparative Totals for June 30, 2016)

REVENUES:	Budget		Actual	Variance	Actual 2016
	Original	Final		Favorable (Unfavorable)	
Tax revenue					
Ad valorem	\$ 7,346,696	\$ 7,346,696	\$ 6,850,686	\$ (496,010)	\$ 7,266,466
Penalties and interest	40,000	40,000	20,534	(19,466)	33,400
Net proceeds of mines	-	-	863,300	863,300	126,217
Franchise taxes	40,050	40,050	79,410	39,360	60,744
Total tax revenue	<u>7,426,746</u>	<u>7,426,746</u>	<u>7,813,930</u>	<u>387,184</u>	<u>7,486,827</u>
Licenses and permits					
Liquor licenses	6,000	6,000	6,200	200	5,430
County gaming licenses	14,005	14,005	14,930	925	16,614
Building permits	80,000	80,000	78,203	(1,797)	169,464
Motor vehicle licenses	40,000	40,000	39,633	(367)	44,513
Marriage licenses	1,800	1,800	777	(1,023)	714
Mobile home permits	30	30	20	(10)	18
Total licenses and permits	<u>141,835</u>	<u>141,835</u>	<u>139,763</u>	<u>(2,072)</u>	<u>236,753</u>
Intergovernmental					
Federal grants	-	-	2,560	2,560	28,221
State grants	-	-	8,601	8,601	12,983
State gaming licenses	140,000	140,000	137,003	(2,997)	138,096
Consolidated tax	<u>3,468,729</u>	<u>3,468,729</u>	<u>3,667,962</u>	<u>199,233</u>	<u>3,689,592</u>
Total intergovernmental	<u>3,608,729</u>	<u>3,608,729</u>	<u>3,816,126</u>	<u>207,397</u>	<u>3,868,892</u>
Charges for services					
Clerk fees	2,560	2,560	2,464	(96)	2,257
Recorder fees	80,000	80,000	83,129	3,129	77,285
Assessor's commissions	250,000	250,000	721,090	471,090	766,582
Sheriff's fees	5,000	5,000	4,490	(510)	4,732
Inmate housing fees	25,000	25,000	911	(24,089)	16,739
Law library fees	1,000	1,000	2,070	1,070	1,425
Divorce action fees	4,000	4,000	5,353	1,353	6,433
Civil cases	15,000	15,000	10,188	(4,812)	13,473
Copy fees	2,500	2,500	12,667	10,167	10,520
Justice court fees	8,000	8,000	14,171	6,171	10,988
Other	<u>11,325</u>	<u>11,325</u>	<u>17,358</u>	<u>6,033</u>	<u>5,155</u>
Total charges for services	<u>404,385</u>	<u>404,385</u>	<u>873,891</u>	<u>469,506</u>	<u>915,589</u>

(continued)

**LANDER COUNTY
GENERAL FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual (Continued)
For the Year Ended June 30, 2017
(With Comparative Totals for June 30, 2016)**

REVENUES (Continued):	Budget		Actual	Variance	Actual 2016
	Original	Final		(Unfavorable)	
Fines and forfeitures					
Fines and forfeitures	191,500	191,500	209,464	17,964	240,626
Other	500	500	100	(400)	798
Total fines and forfeitures	192,000	192,000	209,564	17,564	241,424
Investment earnings					
Interest	522,536	522,536	649,071	126,535	552,897
Net increase (decrease) in the fair value of investments	-	-	(791,337)	(791,337)	534,783
Total investment earnings	522,536	522,536	(142,266)	(664,802)	1,087,680
Other revenue					
Rents	4,500	4,500	10,933	6,433	10,079
Miscellaneous	20,000	20,000	166,639	146,639	17,149
Total other revenue	24,500	24,500	177,572	153,072	27,228
Total revenues	12,320,731	12,320,731	12,888,580	567,849	13,864,393 (continued)

**LANDER COUNTY
GENERAL FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual (Continued)
For the Year Ended June 30, 2017
(With Comparative Totals for June 30, 2016)**

EXPENDITURES:	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
General government					
Commissioners					
Salaries and wages	150,480	150,480	150,410	70	147,063
Employee benefits	111,755	111,755	85,601	26,154	87,541
Services and supplies	85,600	85,600	92,490	(6,890)	39,914
	<u>347,835</u>	<u>347,835</u>	<u>328,501</u>	<u>19,334</u>	<u>274,518</u>
Clerk					
Salaries and wages	171,765	171,765	157,350	14,415	208,296
Employee benefits	99,265	99,265	69,735	29,530	97,802
Services and supplies	92,850	92,850	96,606	(3,756)	65,747
	<u>363,880</u>	<u>363,880</u>	<u>323,691</u>	<u>40,189</u>	<u>371,845</u>
Treasurer					
Salaries and wages	234,185	234,185	225,519	8,666	219,320
Employee benefits	166,035	166,035	106,309	59,726	100,632
Services and supplies	39,634	39,634	30,064	9,570	30,015
	<u>439,854</u>	<u>439,854</u>	<u>361,892</u>	<u>77,962</u>	<u>349,967</u>
Executive director					
Salaries and wages	223,120	223,120	198,060	25,060	220,912
Employee benefits	106,415	106,415	70,333	36,082	86,596
Services and supplies	549,950	549,950	361,936	188,014	266,407
	<u>879,485</u>	<u>879,485</u>	<u>630,329</u>	<u>249,156</u>	<u>573,915</u>
Assessor					
Salaries and wages	334,180	334,180	227,113	107,067	236,996
Employee benefits	178,020	178,020	97,725	80,295	101,256
Services and supplies	134,435	134,435	63,325	71,110	48,354
	<u>646,635</u>	<u>646,635</u>	<u>388,163</u>	<u>258,472</u>	<u>386,606</u>
Finance department					
Salaries and wages	207,160	207,160	169,895	37,265	202,528
Employee benefits	96,815	96,815	61,672	35,143	54,205
Services and supplies	144,255	144,255	106,667	37,588	121,364
	<u>448,230</u>	<u>448,230</u>	<u>338,234</u>	<u>109,996</u>	<u>378,097</u>
Building & planning					
Salaries and wages	108,290	108,290	98,194	10,096	137,492
Employee benefits	93,580	93,580	44,655	48,925	62,809
Services and supplies	57,500	57,500	19,879	37,621	39,938
	<u>259,370</u>	<u>259,370</u>	<u>162,728</u>	<u>96,642</u>	<u>240,239</u>
Building maintenance					
Salaries and wages	65,535	65,535	59,637	5,898	30,796
Employee benefits	34,745	34,745	27,130	7,615	11,190
Services and supplies	397,828	397,828	350,225	47,603	332,231
	<u>498,108</u>	<u>498,108</u>	<u>436,992</u>	<u>61,116</u>	<u>374,217</u>
Recorder					
Salaries and wages	220,410	220,410	230,239	(9,829)	220,517
Employee benefits	146,470	146,470	92,966	53,504	91,839
Services and supplies	45,750	45,750	16,872	28,878	29,036
	<u>412,630</u>	<u>412,630</u>	<u>340,077</u>	<u>72,553</u>	<u>341,392</u>
Other general					
Retiree insurance	500,000	500,000	64,555	435,445	63,401
Services and supplies	1,064,005	1,064,005	593,979	470,026	537,516
	<u>1,564,005</u>	<u>1,564,005</u>	<u>658,534</u>	<u>905,471</u>	<u>600,917</u>
Total general government	<u>5,860,032</u>	<u>5,860,032</u>	<u>3,969,141</u>	<u>1,890,891</u>	<u>3,891,713</u>

(continued)

**LANDER COUNTY
GENERAL FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual (Continued)
For the Year Ended June 30, 2017
(With Comparative Totals for June 30, 2016)**

EXPENDITURES (Continued):	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
Public safety					
Sheriff					
Salaries and wages	1,998,910	1,998,910	1,809,126	189,784	1,672,798
Employee benefits	1,508,285	1,508,285	1,032,033	476,252	968,357
Services and supplies	500,700	500,700	415,334	85,366	365,223
Capital outlay	4,500	4,500	4,475	25	5,000
	<u>4,012,395</u>	<u>4,012,395</u>	<u>3,260,968</u>	<u>751,427</u>	<u>3,011,378</u>
Jail operations					
Salaries and wages	658,570	658,570	481,438	177,132	613,175
Employee benefits	587,300	587,300	327,127	260,173	364,074
Services and supplies	297,200	297,200	206,271	90,929	191,663
Capital outlay	21,500	21,500	1,500	20,000	-
	<u>1,564,570</u>	<u>1,564,570</u>	<u>1,016,336</u>	<u>548,234</u>	<u>1,168,912</u>
Animal control					
Salaries and wages	61,245	61,245	43,447	17,798	48,896
Employee benefits	33,930	33,930	22,749	11,181	23,563
Services and supplies	26,460	26,460	14,210	12,250	15,285
Capital outlay	1,000	1,000	-	1,000	1,630
	<u>122,635</u>	<u>122,635</u>	<u>80,406</u>	<u>42,229</u>	<u>89,374</u>
Austin fire department					
Salaries and wages	600	600	-	600	-
Employee benefits	15,665	15,665	7,550	8,115	5,418
Services and supplies	28,100	28,100	10,008	18,092	4,897
Capital outlay	2,800	2,800	-	2,800	521
	<u>47,165</u>	<u>47,165</u>	<u>17,558</u>	<u>29,607</u>	<u>10,836</u>
Austin ambulance					
Salaries and wages	28,280	28,280	20,490	7,790	-
Employee benefits	5,290	5,290	3,698	1,592	-
Services and supplies	52,500	52,500	44,092	8,408	72,533
	<u>86,070</u>	<u>86,070</u>	<u>68,280</u>	<u>17,790</u>	<u>72,533</u>
Battle Mountain fire department					
Salaries and wages	1,800	1,800	1,800	-	1,800
Employee benefits	34,640	34,640	31,320	3,320	31,599
Services and supplies	211,700	211,700	170,784	40,916	170,312
Capital outlay	5,000	5,000	961	4,039	2,099
	<u>253,140</u>	<u>253,140</u>	<u>204,865</u>	<u>48,275</u>	<u>205,810</u>
Battle Mountain ambulance					
Services and supplies	138,000	138,000	138,064	(64)	251,377
	<u>138,000</u>	<u>138,000</u>	<u>138,064</u>	<u>(64)</u>	<u>251,377</u>
Total public safety	<u>6,223,975</u>	<u>6,223,975</u>	<u>4,786,477</u>	<u>1,437,498</u>	<u>4,810,220</u>

(continued)

**LANDER COUNTY
GENERAL FUND
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget and Actual (Continued)
For the Year Ended June 30, 2017
(With Comparative Totals for June 30, 2016)**

EXPENDITURES (Continued):	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
Judicial					
District court					
Services and supplies	307,838	307,838	312,560	(4,722)	245,791
Capital outlay	2,000	2,000	-	2,000	2,155
	<u>309,838</u>	<u>309,838</u>	<u>312,560</u>	<u>(2,722)</u>	<u>247,946</u>
District attorney					
Salaries and wages	406,685	406,685	366,462	40,223	349,452
Employee benefits	199,000	199,000	136,057	62,943	131,487
Services and supplies	92,000	92,000	55,302	36,698	73,791
	<u>697,685</u>	<u>697,685</u>	<u>557,821</u>	<u>139,864</u>	<u>554,730</u>
Juvenile probation					
Services and supplies	779,308	779,308	395,832	383,476	431,867
	<u>779,308</u>	<u>779,308</u>	<u>395,832</u>	<u>383,476</u>	<u>431,867</u>
Justice court - Argenta					
Salaries and wages	265,040	265,040	265,856	(816)	250,959
Employee benefits	135,070	135,070	107,415	27,655	106,853
Services and supplies	87,600	87,600	27,439	60,161	40,765
	<u>487,710</u>	<u>487,710</u>	<u>400,710</u>	<u>87,000</u>	<u>398,577</u>
Justic court - Austin					
Salaries and wages	58,190	58,190	58,891	(701)	59,630
Employee benefits	26,545	26,545	19,967	6,578	21,076
Services and supplies	15,300	15,300	6,877	8,423	6,724
	<u>100,035</u>	<u>100,035</u>	<u>85,735</u>	<u>14,300</u>	<u>87,430</u>
Public defender					
Services and supplies	128,500	128,500	91,106	37,394	111,170
	<u>128,500</u>	<u>128,500</u>	<u>91,106</u>	<u>37,394</u>	<u>111,170</u>
Total judicial	<u>2,503,076</u>	<u>2,503,076</u>	<u>1,843,764</u>	<u>659,312</u>	<u>1,831,720</u>
Intergovernmental					
Services and supplies	119,180	119,180	42,877	76,303	96,881
Total intergovernmental	<u>119,180</u>	<u>119,180</u>	<u>42,877</u>	<u>76,303</u>	<u>96,881</u>
Total expenditures	<u>14,706,263</u>	<u>14,706,263</u>	<u>10,642,259</u>	<u>4,064,004</u>	<u>10,630,534</u>
Excess of revenues over (under) expenditures	<u>(2,385,532)</u>	<u>(2,385,532)</u>	<u>2,246,321</u>	<u>4,631,853</u>	<u>3,233,859</u>
Other financing sources (uses):					
Transfers in	172,032	172,032	156,465	(15,567)	140,379
Transfers out	<u>(64,773)</u>	<u>(47,035)</u>	<u>(56,465)</u>	<u>(9,430)</u>	<u>(140,379)</u>
Total other financing sources (uses)	<u>107,259</u>	<u>124,997</u>	<u>100,000</u>	<u>(24,997)</u>	<u>-</u>
Net change in fund balance	<u>(2,278,273)</u>	<u>(2,260,535)</u>	<u>2,346,321</u>	<u>4,606,856</u>	<u>3,233,859</u>
Fund balance, beginning of year	<u>40,867,993</u>	<u>40,867,993</u>	<u>40,867,993</u>	<u>-</u>	<u>37,634,134</u>
Fund balance, end of year	<u>\$ 38,589,720</u>	<u>\$ 38,607,458</u>	<u>\$ 43,214,314</u>	<u>\$ 4,606,856</u>	<u>\$ 40,867,993</u>

LANDER COUNTY
Required Supplementary Information
Schedule of Funding Progress
Other Post-Employment Benefits
For the Year Ended June 30, 2017

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Tax revenue					
Net proceeds of mines	\$ -	\$ -	\$ 9,149,065	\$ 9,149,065	\$ 1,951,755
Total tax revenue	<u>-</u>	<u>-</u>	<u>9,149,065</u>	<u>9,149,065</u>	<u>1,951,755</u>
Investment earnings					
Interest	561,826	561,826	812,680	250,854	756,196
Net increase (decrease) in the fair value of investments	-	-	(1,187,006)	(1,187,006)	812,939
Total investment earnings	<u>561,826</u>	<u>561,826</u>	<u>(374,326)</u>	<u>(936,152)</u>	<u>1,569,135</u>
Other revenue					
Miscellaneous	-	-	175,000	175,000	210,000
Total other revenue	<u>-</u>	<u>-</u>	<u>175,000</u>	<u>175,000</u>	<u>210,000</u>
Total revenues	<u>561,826</u>	<u>561,826</u>	<u>8,949,739</u>	<u>8,387,913</u>	<u>3,730,890</u>
EXPENDITURES:					
General government					
Services and supplies	-	-	-	-	-
Capital outlay	28,404,710	28,404,710	16,553,353	11,851,357	11,229,484
Total expenditures	<u>28,404,710</u>	<u>28,404,710</u>	<u>16,553,353</u>	<u>11,851,357</u>	<u>11,229,484</u>
Excess of revenues over (under) expenditures	<u>(27,842,884)</u>	<u>(27,842,884)</u>	<u>(7,603,614)</u>	<u>20,239,270</u>	<u>(7,498,594)</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	90,079
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>90,079</u>
Net change in fund balance	<u>(27,842,884)</u>	<u>(27,842,884)</u>	<u>(7,603,614)</u>	<u>20,239,270</u>	<u>(7,408,515)</u>
Fund balance, beginning of year	<u>43,206,311</u>	<u>43,206,311</u>	<u>43,206,311</u>	<u>-</u>	<u>50,614,826</u>
Fund balance, end of year	<u>\$ 15,363,427</u>	<u>\$ 15,363,427</u>	<u>\$ 35,602,697</u>	<u>\$ 20,239,270</u>	<u>\$ 43,206,311</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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Tax revenue					
Net proceeds of mines	\$ -	\$ -	\$ 206,045	\$ 206,045	\$ 43,955
Total tax revenue	-	-	206,045	206,045	43,955
Intergovernmental					
Federal grants	2,192,500	2,192,500	1,046,539	(1,145,961)	307,345
Total intergovernmental	2,192,500	2,192,500	1,046,539	(1,145,961)	307,345
Total revenues	2,192,500	2,192,500	1,252,584	(939,916)	351,300
EXPENDITURES:					
General government					
Capital outlay	2,523,940	2,523,940	1,586,587	937,353	1,064,791
Total expenditures	2,523,940	2,523,940	1,586,587	937,353	1,064,791
Excess of revenues over (under) expenditures	(331,440)	(331,440)	(334,003)	(2,563)	(713,491)
Net change in fund balance	(331,440)	(331,440)	(334,003)	(2,563)	(713,491)
Fund balance, beginning of year	3,494,826	3,494,826	3,494,826	-	4,208,317
Fund balance, end of year	<u>\$ 3,163,386</u>	<u>\$ 3,163,386</u>	<u>\$ 3,160,823</u>	<u>\$ (2,563)</u>	<u>\$ 3,494,826</u>

LANDER COUNTY
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2017

	Road and Bridge	Indigent	State Medical Indigent	Agricultural Extension	Aged Services	Lander County Landfill
Assets						
Cash and investments	\$ 5,700,948	\$ 1,796,743	\$ 7,123,659	\$ 284,031	\$ 2,437,048	\$ 7,297,367
Accounts receivable	1,031	102	12	2,196	2,446	9,093
Taxes receivable	9,532	3,779	4,046	750	4,264	2,576
Due from other governments	174,880	2,105	2,244	418	22,512	1,394
Inventory	-	-	-	-	398	-
Prepaid items	-	-	-	-	-	-
Total assets	<u>\$ 5,886,391</u>	<u>\$ 1,802,729</u>	<u>\$ 7,129,961</u>	<u>\$ 287,395</u>	<u>\$ 2,466,668</u>	<u>\$ 7,310,430</u>
Liabilities, Deferred Inflows, and Fund Balances						
Liabilities:						
Accounts payable	83,314	768	194,359	11,857	7,537	13,077
Accrued salaries	42,985	3,302	1,267	1,675	8,805	5,984
Unearned revenue	-	-	-	-	-	-
Total liabilities	<u>126,299</u>	<u>4,070</u>	<u>195,626</u>	<u>13,532</u>	<u>16,342</u>	<u>19,061</u>
Deferred inflows of resources:						
Unavailable revenue - property taxes	8,205	3,250	3,484	646	3,679	2,229
Total deferred inflows of resources	<u>8,205</u>	<u>3,250</u>	<u>3,484</u>	<u>646</u>	<u>3,679</u>	<u>2,229</u>
Fund balances:						
Nonspendable	-	-	-	-	398	-
Restricted for:						
General government	-	-	-	-	-	-
Judicial	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Welfare	-	1,795,409	6,930,851	-	-	-
Community support	-	-	-	273,217	-	-
Committed for:						
General government	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	7,289,140
Capital projects	-	-	-	-	-	-
Assigned	5,751,887	-	-	-	2,446,249	-
Total fund balances	<u>5,751,887</u>	<u>1,795,409</u>	<u>6,930,851</u>	<u>273,217</u>	<u>2,446,647</u>	<u>7,289,140</u>
Total liabilities, deferred inflows, & fund balances	<u>\$ 5,886,391</u>	<u>\$ 1,802,729</u>	<u>\$ 7,129,961</u>	<u>\$ 287,395</u>	<u>\$ 2,466,668</u>	<u>\$ 7,310,430</u>

(Continued)

LANDER COUNTY
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2017

	Lander County Airports	Lander Economic Development	DOE Nuclear Repository	Regional Street and Highway	Town of Austin	Town of Battle Mountain	Culture & Recreation	Reserve
Assets								
Cash and investments	\$ 1,770,240	\$ 34,105	\$ 13,784	\$ 2,757,245	\$ 122,563	\$ 874,528	\$ 6,851,803	\$ 1,120,543
Accounts receivable	-	-	-	-	1,981	10,609	2,425	-
Taxes receivable	2,006	-	-	-	637	792	4,500	-
Due from other governments	1,115	-	-	67,739	2,610	39,089	7,495	-
Inventory	-	-	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-	-	-
Total assets	<u>\$ 1,773,361</u>	<u>\$ 34,105</u>	<u>\$ 13,784</u>	<u>\$ 2,824,984</u>	<u>\$ 127,791</u>	<u>\$ 925,018</u>	<u>\$ 6,866,223</u>	<u>\$ 1,120,543</u>
Liabilities, Deferred Inflows, and Fund Balances								
Liabilities:								
Accounts payable	2,570	-	-	-	1,109	18,523	71,075	-
Accrued salaries	-	-	-	-	-	-	19,528	-
Unearned revenue	-	7,750	13,784	-	-	-	-	-
Total liabilities	<u>2,570</u>	<u>7,750</u>	<u>13,784</u>	<u>-</u>	<u>1,109</u>	<u>18,523</u>	<u>90,603</u>	<u>-</u>
Deferred inflows of resources:								
Unavailable revenue - property taxes	1,730	-	-	-	436	667	3,880	-
Total deferred inflows of resources	<u>1,730</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>436</u>	<u>667</u>	<u>3,880</u>	<u>-</u>
Fund balances:								
Nonspendable	-	-	-	-	-	-	-	-
Restricted for:								
General government	-	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Public works	-	-	-	2,824,984	-	-	-	-
Welfare	-	-	-	-	-	-	-	-
Community support	-	-	-	-	-	-	-	-
Committed for:								
General government	1,769,061	-	-	-	-	-	-	1,120,543
Culture and recreation	-	-	-	-	-	-	6,771,740	-
Health and sanitation	-	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-	-
Assigned	-	26,355	-	-	126,246	905,828	-	-
Total fund balances	<u>1,769,061</u>	<u>26,355</u>	<u>-</u>	<u>2,824,984</u>	<u>126,246</u>	<u>905,828</u>	<u>6,771,740</u>	<u>1,120,543</u>
Total liabilities, deferred inflows, & fund balances	<u>\$ 1,773,361</u>	<u>\$ 34,105</u>	<u>\$ 13,784</u>	<u>\$ 2,824,984</u>	<u>\$ 127,791</u>	<u>\$ 925,018</u>	<u>\$ 6,866,223</u>	<u>\$ 1,120,543</u>

(Continued)

LANDER COUNTY
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2017

	Title III SRS/CRA	Administrative Assessment Fees	Genetic Marker Testing	Forensic Services	District Drug Court	Court Facility Fees	Juvenile Administrative Assessment	Mine Map Fees
Assets								
Cash and investments	\$ 189,858	\$ 53,781	\$ 828	\$ 6,383	\$ 92,368	\$ 132,156	\$ 11,593	\$ 177,602
Accounts receivable	-	-	-	-	-	-	10	-
Taxes receivable	-	-	-	-	-	-	-	-
Due from other governments	-	-	-	-	-	-	-	-
Inventory	-	-	-	-	-	-	-	-
Prepaid items	-	-	-	-	-	-	-	-
Total assets	<u>\$ 189,858</u>	<u>\$ 53,781</u>	<u>\$ 828</u>	<u>\$ 6,383</u>	<u>\$ 92,368</u>	<u>\$ 132,156</u>	<u>\$ 11,603</u>	<u>\$ 177,602</u>
Liabilities, Deferred Inflows, and Fund Balances								
Liabilities:								
Accounts payable	-	115	828	-	3,196	-	2,808	1,595
Accrued salaries	-	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-
Total liabilities	<u>-</u>	<u>115</u>	<u>828</u>	<u>-</u>	<u>3,196</u>	<u>-</u>	<u>2,808</u>	<u>1,595</u>
Deferred inflows of resources:								
Unavailable revenue - property taxes	-	-	-	-	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:								
Nonspendable	-	-	-	-	-	-	-	-
Restricted for:								
General government	-	-	-	-	-	-	-	176,007
Judicial	-	53,666	-	-	89,172	132,156	8,795	-
Public safety	189,858	-	-	6,383	-	-	-	-
Public works	-	-	-	-	-	-	-	-
Welfare	-	-	-	-	-	-	-	-
Community support	-	-	-	-	-	-	-	-
Committed for:								
General government	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-	-	-
Capital projects	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-
Total fund balances	<u>189,858</u>	<u>53,666</u>	<u>-</u>	<u>6,383</u>	<u>89,172</u>	<u>132,156</u>	<u>8,795</u>	<u>176,007</u>
Total liabilities, deferred inflows, & fund balances	<u>\$ 189,858</u>	<u>\$ 53,781</u>	<u>\$ 828</u>	<u>\$ 6,383</u>	<u>\$ 92,368</u>	<u>\$ 132,156</u>	<u>\$ 11,603</u>	<u>\$ 177,602</u>

(Continued)

LANDER COUNTY
Combining Balance Sheet
Nonmajor Governmental Funds
June 30, 2017

	Technology Fees	Austin Capital Acquisition	Equipment/ Building Replacement	Capital Acquisition	Battle Mountain Capital Acquisition	Emergency Maintenance	Court Facilities Capital	Total Nonmajor Gvtl. Funds
Assets								
Cash and investments	\$ 2,291,024	\$ 32,286	\$ 10,108,543	\$ 3,703,021	\$ 196,963	\$ 3,244,481	\$ 686,952	\$ 59,112,446
Accounts receivable	-	-	-	-	-	-	-	29,905
Taxes receivable	-	-	-	1,508	-	-	-	34,390
Due from other governments	-	-	-	836	-	-	-	322,437
Inventory	-	-	-	-	-	-	-	398
Prepaid items	37,230	-	-	-	-	-	-	37,230
Total assets	\$ 2,328,254	\$ 32,286	\$ 10,108,543	\$ 3,705,365	\$ 196,963	\$ 3,244,481	\$ 686,952	\$ 59,536,806
Liabilities, Deferred Inflows, and Fund Balances								
Liabilities:								
Accounts payable	54,228	-	48,260	-	-	107,259	-	\$ 622,478
Accrued salaries	-	-	-	-	-	-	-	83,546
Unearned revenue	-	-	-	-	-	-	-	21,534
Total liabilities	54,228	-	48,260	-	-	107,259	-	727,558
Deferred inflows of resources:								
Unavailable revenue - property taxes	-	-	-	1,299	-	-	-	29,505
Total deferred inflows of resources	-	-	-	1,299	-	-	-	29,505
Fund balances:								
Nonspendable	-	-	-	-	-	-	-	398
Restricted for:								
General government	2,274,026	-	-	-	-	-	-	2,450,033
Judicial	-	-	-	-	-	-	-	283,789
Public safety	-	-	-	-	-	-	-	196,241
Public works	-	-	-	-	-	-	-	2,824,984
Welfare	-	-	-	-	-	-	-	8,726,260
Community support	-	-	-	-	-	-	-	273,217
Committed for:								
General government	-	-	-	-	-	-	-	2,889,604
Culture and recreation	-	-	-	-	-	-	-	6,771,740
Health and sanitation	-	-	-	-	-	-	-	7,289,140
Capital projects	-	-	10,060,283	-	-	3,137,222	686,952	13,884,457
Assigned	-	32,286	-	3,704,066	196,963	-	-	13,189,880
Total fund balances	2,274,026	32,286	10,060,283	3,704,066	196,963	3,137,222	686,952	58,779,743
Total liabilities, deferred inflows, & fund balances	\$ 2,328,254	\$ 32,286	\$ 10,108,543	\$ 3,705,365	\$ 196,963	\$ 3,244,481	\$ 686,952	\$ 59,536,806

LANDER COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2017

REVENUES:	Road and Bridge	Indigent	State Medical Indigent	Agricultural Extension	Aged Services	Lander County Landfill
Taxes	\$ 1,028,884	\$ 406,936	\$ 1,347,074	\$ 80,859	\$ 458,163	\$ 836,692
Licenses, permits and fees	-	-	-	-	-	-
Intergovernmental	1,020,139	-	-	-	85,652	-
Charges for services	-	-	-	-	39,783	97,594
Investment earnings	-	-	-	-	-	78,640
Other revenues	106,930	-	-	-	240,023	3,082
Total	2,155,953	406,936	1,347,074	80,859	823,621	1,016,008
EXPENDITURES:						
Current:						
General government	-	-	-	-	-	-
Public safety	-	-	-	-	-	-
Judicial	-	-	-	-	-	-
Public works	1,764,627	-	-	-	-	-
Welfare	-	208,352	365,431	-	348,477	-
Health and sanitation	-	-	-	-	-	301,499
Culture and recreation	-	-	-	-	-	-
Community support	-	-	-	81,096	-	-
Capital outlay:						
General government	-	-	-	-	-	-
Public works	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	115,171
Culture and recreation	-	-	-	-	-	-
Community support	-	-	-	1,270	-	-
Total	1,764,627	208,352	365,431	82,366	348,477	416,670
Excess of revenues over (under) expenditures	391,326	198,584	981,643	(1,507)	475,144	599,338
Other financing sources (uses):						
Transfers in	7,257	-	-	-	-	-
Transfers out	-	-	-	-	-	-
Total other financing sources (uses)	7,257	-	-	-	-	-
Net change in fund balances	398,583	198,584	981,643	(1,507)	475,144	599,338
Fund balances - beginning	5,353,304	1,596,825	5,949,208	274,724	1,971,503	6,689,802
Fund balances - ending	\$ 5,751,887	\$ 1,795,409	\$ 6,930,851	\$ 273,217	\$ 2,446,647	\$ 7,289,140

(Continued)

LANDER COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Lander County Airports	Lander Economic Development	DOE Nuclear Repository	Regional Street and Highway	Town of Austin	Town of Battle Mountain	Culture & Recreation	Reserve
REVENUES:								
Taxes	\$ 216,235	\$ -	\$ -	\$ 374,064	\$ 58,391	\$ 68,063	\$ 482,414	\$ -
Licenses, permits and fees	-	-	-	-	1,320	39,664	-	-
Intergovernmental	-	53,460	26,894	-	15,210	227,787	1,003,801	-
Charges for services	4,597	-	-	-	100	-	65,024	-
Investment earnings	-	-	-	-	1,328	10,268	-	10,659
Other revenues	67,803	-	-	-	10	-	259,312	287,256
Total	288,635	53,460	26,894	374,064	76,359	345,782	1,810,551	297,915
EXPENDITURES:								
Current:								
General government	121,439	-	-	-	20,824	308,253	-	-
Public safety	-	-	26,894	-	-	-	-	-
Judicial	-	-	-	-	-	-	-	-
Public works	-	-	-	-	3,050	-	-	-
Welfare	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	6,000	-	15,319	-
Culture and recreation	-	-	-	-	3,200	-	1,014,923	-
Community support	-	-	-	-	-	-	-	-
Capital outlay:								
General government	26	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	87,402	-	-
Community support	-	53,460	-	-	-	-	-	-
Total	121,465	53,460	26,894	-	33,074	395,655	1,030,242	-
Excess of revenues over (under) expenditures	167,170	-	-	374,064	43,285	(49,873)	780,309	297,915
Other financing sources (uses):								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	(7,257)	-	-	-	-	-	-	-
Total other financing sources (uses)	(7,257)	-	-	-	-	-	-	-
Net change in fund balances	159,913	-	-	374,064	43,285	(49,873)	780,309	297,915
Fund balances - beginning	1,609,148	26,355	-	2,450,920	82,961	955,701	5,991,431	822,628
Fund balances - ending	\$ 1,769,061	\$ 26,355	\$ -	\$ 2,824,984	\$ 126,246	\$ 905,828	\$ 6,771,740	\$ 1,120,543

(Continued)

LANDER COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2017

	Title III SRS/CRA	Administrative Assessment Fees	Genetic Marker Testing	Forensic Services	District Drug Court	Court Facility Fees	Juvenile Administrative Assessment	Mine Map Fees
REVENUES:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses, permits and fees	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	-	18,207	8,436	1,180	16,485	25,846	6,067	26,760
Investment earnings	-	-	-	-	-	-	-	-
Other revenues	-	-	-	-	-	-	-	-
Total	-	18,207	8,436	1,180	16,485	25,846	6,067	26,760
EXPENDITURES:								
Current:								
General government	-	-	-	-	-	-	-	15,425
Public safety	-	-	-	-	-	-	-	-
Judicial	-	1,556	8,436	-	10,139	-	6,167	-
Public works	-	-	-	-	-	-	-	-
Welfare	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Community support	-	-	-	-	-	-	-	-
Capital outlay:								
General government	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-
Health and sanitation	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Community support	-	-	-	-	-	-	-	-
Total	-	1,556	8,436	-	10,139	-	6,167	15,425
Excess of revenues over (under) expenditures	-	16,651	-	1,180	6,346	25,846	(100)	11,335
Other financing sources (uses):								
Transfers in	-	-	-	-	25,000	-	-	-
Transfers out	-	(520)	-	-	-	(30,945)	-	-
Total other financing sources (uses)	-	(520)	-	-	25,000	(30,945)	-	-
Net change in fund balances	-	16,131	-	1,180	31,346	(5,099)	(100)	11,335
Fund balances - beginning	189,858	37,535	-	5,203	57,826	137,255	8,895	164,672
Fund balances - ending	\$ 189,858	\$ 53,666	\$ -	\$ 6,383	\$ 89,172	\$ 132,156	\$ 8,795	\$ 176,007

(Continued)

LANDER COUNTY
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended June 30, 2017

REVENUES:	Technology Fees	Austin Capital Acquisition	Equipment/ Building Replacement	Capital Acquisition	Battle Mountain Capital Acquisition	Emergency Maintenance	Court Facilities Capital	Total Nonmajor Gvtl. Funds
Taxes	\$ -	\$ -	\$ 4,060,168	\$ 502,011	\$ -	\$ -	\$ -	\$ 9,919,954
Licenses, permits and fees	-	-	-	-	-	-	-	40,984
Intergovernmental	-	-	-	-	-	-	-	2,432,943
Charges for services	804,078	-	-	-	-	-	-	1,114,157
Investment earnings	24,832	-	-	-	-	-	7,250	132,977
Other revenues	-	339	-	-	2,070	-	-	966,825
Total	828,910	339	4,060,168	502,011	2,070	-	7,250	14,607,840
EXPENDITURES:								
Current:								
General government	247,213	-	251,236	-	-	343,917	-	1,308,307
Public safety	-	-	-	-	-	-	-	26,894
Judicial	-	-	-	-	-	-	-	26,298
Public works	-	-	-	6,267	-	-	-	1,773,944
Welfare	-	-	-	-	-	-	-	922,260
Health and sanitation	-	-	-	-	-	-	-	322,818
Culture and recreation	-	-	-	-	-	-	-	1,018,123
Community support	-	-	-	-	-	-	-	81,096
Capital outlay:								
General government	152,564	-	-	-	-	-	-	152,590
Public works	-	-	909,086	-	-	-	-	909,086
Health and sanitation	-	-	-	-	-	-	-	115,171
Culture and recreation	-	-	-	-	-	-	-	87,402
Community support	-	-	-	-	-	-	-	54,730
Total	399,777	-	1,160,322	6,267	-	343,917	-	6,798,719
Excess of revenues over (under) expenditures	429,133	339	2,899,846	495,744	2,070	(343,917)	7,250	7,809,121
Other financing sources (uses):								
Transfers in	-	1,948	-	-	11,470	-	31,465	77,140
Transfers out	(125,000)	-	-	(13,418)	-	-	-	(177,140)
Total other financing sources (uses)	(125,000)	1,948	-	(13,418)	11,470	-	31,465	(100,000)
Net change in fund balances	304,133	2,287	2,899,846	482,326	13,540	(343,917)	38,715	7,709,121
Fund balances - beginning	1,969,893	29,999	7,160,437	3,221,740	183,423	3,481,139	648,237	51,070,622
Fund balances - ending	\$ 2,274,026	\$ 32,286	\$ 10,060,283	\$ 3,704,066	\$ 196,963	\$ 3,137,222	\$ 686,952	\$ 58,779,743

**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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)**

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Tax revenue					
Ad valorem	\$ 1,106,147	\$ 1,106,147	\$ 1,028,884	\$ (77,263)	\$ 1,058,221
Total tax revenue	<u>1,106,147</u>	<u>1,106,147</u>	<u>1,028,884</u>	<u>(77,263)</u>	<u>1,058,221</u>
Intergovernmental					
State motor vehicle fuel tax	960,676	960,676	1,007,449	46,773	1,009,215
Forest reserve fees	20,000	20,000	12,690	(7,310)	58,572
Total intergovernmental	<u>980,676</u>	<u>980,676</u>	<u>1,020,139</u>	<u>39,463</u>	<u>1,067,787</u>
Other revenue					
Miscellaneous	200	200	106,930	106,730	120
Total other revenues	<u>200</u>	<u>200</u>	<u>106,930</u>	<u>106,730</u>	<u>120</u>
Total revenues	<u>2,087,023</u>	<u>2,087,023</u>	<u>2,155,953</u>	<u>68,930</u>	<u>2,126,128</u>
EXPENDITURES:					
Public works					
Highway and streets - Austin					
Salaries and wages	360,985	360,985	331,994	28,991	340,422
Employee benefits	235,695	235,695	154,608	81,087	178,062
Services and supplies	291,565	291,565	218,222	73,343	234,497
Capital outlay	50,000	50,000	-	50,000	-
Total highway and streets - Austin	<u>938,245</u>	<u>938,245</u>	<u>704,824</u>	<u>233,421</u>	<u>752,981</u>
Highway and streets - Battle Mountain					
Salaries and wages	550,890	550,890	528,186	22,704	532,156
Employee benefits	328,305	328,305	264,935	63,370	226,543
Services and supplies	411,720	411,720	266,682	145,038	236,983
Capital outlay	50,000	50,000	-	50,000	-
Total highway and streets - BM	<u>1,340,915</u>	<u>1,340,915</u>	<u>1,059,803</u>	<u>281,112</u>	<u>995,682</u>
Total expenditures	<u>2,279,160</u>	<u>2,279,160</u>	<u>1,764,627</u>	<u>514,533</u>	<u>1,748,663</u>
Excess of revenues over (under) expenditures	<u>(192,137)</u>	<u>(192,137)</u>	<u>391,326</u>	<u>583,463</u>	<u>377,465</u>
Other financing sources (uses):					
Transfers in	15,500	15,500	7,257	(8,243)	5,121
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>15,500</u>	<u>15,500</u>	<u>7,257</u>	<u>(8,243)</u>	<u>5,121</u>
Net change in fund balance	<u>(176,637)</u>	<u>(176,637)</u>	<u>398,583</u>	<u>575,220</u>	<u>382,586</u>
Fund balance, beginning of year	<u>5,353,304</u>	<u>5,353,304</u>	<u>5,353,304</u>	<u>-</u>	<u>4,970,718</u>
Fund balance, end of year	<u>\$ 5,176,667</u>	<u>\$ 5,176,667</u>	<u>\$ 5,751,887</u>	<u>\$ 575,220</u>	<u>\$ 5,353,304</u>

**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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)**

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Tax revenue					
Ad valorem	\$ 437,504	\$ 437,476	\$ 406,936	\$ (30,540)	\$ 430,682
Total tax revenue	<u>437,504</u>	<u>437,476</u>	<u>406,936</u>	<u>(30,540)</u>	<u>430,682</u>
Other Revenue					
Miscellaneous	-	-	-	-	-
Total Other	-	-	-	-	-
Total revenues	<u>437,504</u>	<u>437,476</u>	<u>406,936</u>	<u>(30,540)</u>	<u>430,682</u>
EXPENDITURES:					
Welfare					
Health nurse					
Salaries and wages	44,400	44,400	45,010	(610)	37,436
Employee benefits	26,465	26,465	17,416	9,049	10,843
Services and supplies	588,700	588,700	107,634	481,066	133,178
Total health nurse	<u>659,565</u>	<u>659,565</u>	<u>170,060</u>	<u>489,505</u>	<u>181,457</u>
Other indigent					
Salaries and wages	25,145	25,145	25,524	(379)	25,131
Employee benefits	21,350	21,350	11,898	9,452	11,200
Services and supplies	21,000	21,000	870	20,130	614
Total other indigent	<u>67,495</u>	<u>67,495</u>	<u>38,292</u>	<u>29,203</u>	<u>36,945</u>
Total expenditures	<u>727,060</u>	<u>727,060</u>	<u>208,352</u>	<u>518,708</u>	<u>218,402</u>
Excess of revenues over (under) expenditures	<u>(289,556)</u>	<u>(289,584)</u>	<u>198,584</u>	<u>488,168</u>	<u>212,280</u>
Net change in fund balance	(289,556)	(289,584)	198,584	488,168	212,280
Fund balance, beginning of year	<u>1,596,825</u>	<u>1,596,825</u>	<u>1,596,825</u>	-	<u>1,384,545</u>
Fund balance, end of year	<u>\$ 1,307,269</u>	<u>\$ 1,307,241</u>	<u>\$ 1,795,409</u>	<u>\$ 488,168</u>	<u>\$ 1,596,825</u>

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance	Actual 2016
	Original	Final		Favorable (Unfavorable)	
REVENUES:					
Tax revenue					
Ad valorem	\$ 379,532	\$ 379,532	\$ 353,069	\$ (26,463)	\$ 373,761
Ad valorem auto	86,916	86,916	80,841	(6,075)	85,493
Net proceeds of mines	-	-	743,009	743,009	84,054
Net proceeds auto	-	-	170,155	170,155	19,249
Total tax revenue	<u>466,448</u>	<u>466,448</u>	<u>1,347,074</u>	<u>880,626</u>	<u>562,557</u>
Total revenues	<u>466,448</u>	<u>466,448</u>	<u>1,347,074</u>	<u>880,626</u>	<u>562,557</u>
EXPENDITURES:					
Welfare					
Salaries and wages	25,145	25,145	25,524	(379)	25,131
Employee benefits	21,350	21,350	12,085	9,265	10,967
Services and supplies	503,133	503,133	132,500	370,633	161,916
Remittance to state	<u>822,482</u>	<u>822,482</u>	<u>195,322</u>	<u>627,160</u>	<u>330,759</u>
Total expenditures	<u>1,372,110</u>	<u>1,372,110</u>	<u>365,431</u>	<u>1,006,679</u>	<u>528,773</u>
Excess of revenues over (under) expenditures	<u>(905,662)</u>	<u>(905,662)</u>	<u>981,643</u>	<u>1,887,305</u>	<u>33,784</u>
Net change in fund balance	(905,662)	(905,662)	981,643	1,887,305	33,784
Fund balance, beginning of year	<u>5,949,208</u>	<u>5,949,208</u>	<u>5,949,208</u>	<u>-</u>	<u>5,915,424</u>
Fund balance, end of year	<u>\$ 5,043,546</u>	<u>\$ 5,043,546</u>	<u>\$ 6,930,851</u>	<u>\$ 1,887,305</u>	<u>\$ 5,949,208</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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance	Actual 2016
	Original	Final		(Unfavorable)	
REVENUES:					
Tax revenue					
Ad valorem	\$ 86,916	\$ 86,916	\$ 80,859	\$ (6,057)	\$ 85,579
Total tax revenue	<u>86,916</u>	<u>86,916</u>	<u>80,859</u>	<u>(6,057)</u>	<u>85,579</u>
Other revenue					
Miscellaneous	-	-	-	-	-
Total other revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>86,916</u>	<u>86,916</u>	<u>80,859</u>	<u>(6,057)</u>	<u>85,579</u>
EXPENDITURES:					
Community support					
Salaries and wages	36,105	36,105	36,408	(303)	35,147
Employee benefits	19,155	19,155	13,181	5,974	12,209
Services and supplies	33,340	33,340	31,507	1,833	27,073
Capital outlay	-	-	1,270	(1,270)	4,016
Total expenditures	<u>88,600</u>	<u>88,600</u>	<u>82,366</u>	<u>6,234</u>	<u>78,445</u>
Excess of revenues over (under) expenditures	<u>(1,684)</u>	<u>(1,684)</u>	<u>(1,507)</u>	<u>177</u>	<u>7,134</u>
Net change in fund balance	(1,684)	(1,684)	(1,507)	177	7,134
Fund balance, beginning of year	<u>274,724</u>	<u>274,724</u>	<u>274,724</u>	<u>-</u>	<u>267,590</u>
Fund balance, end of year	<u>\$ 273,040</u>	<u>\$ 273,040</u>	<u>\$ 273,217</u>	<u>\$ 177</u>	<u>\$ 274,724</u>

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Tax revenue					
Ad valorem	\$ 492,522	\$ 492,522	\$ 458,163	\$ (34,359)	\$ 484,931
Total tax revenue	<u>492,522</u>	<u>492,522</u>	<u>458,163</u>	<u>(34,359)</u>	<u>484,931</u>
Intergovernmental					
Federal grants	61,225	61,225	85,652	24,427	47,904
Total intergovernmental	<u>61,225</u>	<u>61,225</u>	<u>85,652</u>	<u>24,427</u>	<u>47,904</u>
Charges for services					
Meal fees	30,250	30,250	39,783	9,533	33,538
Total charges for services	<u>30,250</u>	<u>30,250</u>	<u>39,783</u>	<u>9,533</u>	<u>33,538</u>
Other revenue					
Miscellaneous	25,500	25,500	240,023	214,523	22,747
Total other revenue	<u>25,500</u>	<u>25,500</u>	<u>240,023</u>	<u>214,523</u>	<u>22,747</u>
Total revenues	<u>609,497</u>	<u>609,497</u>	<u>823,621</u>	<u>214,124</u>	<u>589,120</u>
EXPENDITURES:					
Welfare					
Senior center					
Salaries and wages	223,260	223,260	174,166	49,094	167,725
Employee benefits	157,185	157,185	104,208	52,977	87,998
Services and supplies	136,885	136,885	58,681	78,204	69,086
Capital outlay	23,500	23,500	-	23,500	-
Total senior center	<u>540,830</u>	<u>540,830</u>	<u>337,055</u>	<u>203,775</u>	<u>324,809</u>
Austin school					
Salaries and wages	11,335	11,335	5,741	5,594	5,977
Employee benefits	5,175	5,175	2,731	2,444	2,628
Services and supplies	8,160	8,160	2,950	5,210	4,036
Total austin school	<u>24,670</u>	<u>24,670</u>	<u>11,422</u>	<u>13,248</u>	<u>12,641</u>
Total expenditures	<u>565,500</u>	<u>565,500</u>	<u>348,477</u>	<u>217,023</u>	<u>337,450</u>
Excess of revenues over (under) expenditures	<u>43,997</u>	<u>43,997</u>	<u>475,144</u>	<u>431,147</u>	<u>251,670</u>
Net change in fund balance	<u>43,997</u>	<u>43,997</u>	<u>475,144</u>	<u>431,147</u>	<u>251,670</u>
Fund balance, beginning of year	1,971,503	1,971,503	1,971,503	-	1,719,833
Fund balance, end of year	<u>\$ 2,015,500</u>	<u>\$ 2,015,500</u>	<u>\$ 2,446,647</u>	<u>\$ 431,147</u>	<u>\$ 1,971,503</u>

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance	Actual 2016
	Original	Final		(Unfavorable)	
REVENUES:					
Tax revenue					
Ad valorem	\$ 289,719	\$ 289,719	\$ 269,509	\$ (20,210)	\$ 285,299
Net proceeds of mines	-	-	567,183	567,183	64,163
Total tax revenue	<u>289,719</u>	<u>289,719</u>	<u>836,692</u>	<u>546,973</u>	<u>349,462</u>
Charges for services					
Gate fees	65,000	65,000	97,594	32,594	109,172
Total charges for services	<u>65,000</u>	<u>65,000</u>	<u>97,594</u>	<u>32,594</u>	<u>109,172</u>
Investment earnings					
Interest	5,960	5,960	78,640	72,680	66,047
Total investment earnings	<u>5,960</u>	<u>5,960</u>	<u>78,640</u>	<u>72,680</u>	<u>66,047</u>
Other revenue					
Miscellaneous	1,000	1,000	3,082	2,082	-
Total other revenue	<u>1,000</u>	<u>1,000</u>	<u>3,082</u>	<u>2,082</u>	<u>-</u>
Total revenues	<u>361,679</u>	<u>361,679</u>	<u>1,016,008</u>	<u>654,329</u>	<u>524,681</u>
EXPENDITURES:					
Health and sanitation					
Salaries and wages	160,675	160,675	127,082	33,593	140,463
Employee benefits	114,190	114,190	55,847	58,343	61,554
Services and supplies	267,350	267,350	118,570	148,780	131,632
Capital outlay	180,000	180,000	115,171	64,829	736,936
Total expenditures	<u>722,215</u>	<u>722,215</u>	<u>416,670</u>	<u>305,545</u>	<u>1,070,585</u>
Excess of revenues over (under) expenditures	<u>(360,536)</u>	<u>(360,536)</u>	<u>599,338</u>	<u>959,874</u>	<u>(545,904)</u>
Net change in fund balance	(360,536)	(360,536)	599,338	959,874	(545,904)
Fund balance, beginning of year	6,689,802	6,689,802	6,689,802	-	7,235,706
Fund balance, end of year	<u>\$ 6,329,266</u>	<u>\$ 6,329,266</u>	<u>\$ 7,289,140</u>	<u>\$ 959,874</u>	<u>\$ 6,689,802</u>

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance	Actual 2016
	Original	Final		Favorable (Unfavorable)	
REVENUES:					
Tax revenue					
Ad valorem	\$ 231,775	\$ 231,775	\$ 215,602	\$ (16,173)	\$ 228,196
Gasoline tax	500	500	633	133	599
Total tax revenue	<u>232,275</u>	<u>232,275</u>	<u>216,235</u>	<u>(16,040)</u>	<u>228,795</u>
Charges for services					
User fees and fuel sales	4,300	4,300	4,597	297	4,703
Total charges for services	<u>4,300</u>	<u>4,300</u>	<u>4,597</u>	<u>297</u>	<u>4,703</u>
Other revenues					
Rent	16,500	16,500	25,945	9,445	19,156
Miscellaneous	-	-	41,858	41,858	-
Total other revenues	<u>16,500</u>	<u>16,500</u>	<u>67,803</u>	<u>51,303</u>	<u>19,156</u>
Total revenues	<u>253,075</u>	<u>253,075</u>	<u>288,635</u>	<u>35,560</u>	<u>252,654</u>
EXPENDITURES:					
General government					
Services and supplies	179,675	179,675	121,439	58,236	130,511
Capital outlay	4,610	4,610	26	4,584	11
Total expenditures	<u>184,285</u>	<u>184,285</u>	<u>121,465</u>	<u>62,820</u>	<u>130,522</u>
Excess of revenues over (under) expenditures	<u>68,790</u>	<u>68,790</u>	<u>167,170</u>	<u>98,380</u>	<u>122,132</u>
Other financing sources (uses):					
Transfers out	(15,500)	(15,500)	(7,257)	8,243	(5,121)
Total other financing sources (uses)	<u>(15,500)</u>	<u>(15,500)</u>	<u>(7,257)</u>	<u>8,243</u>	<u>(5,121)</u>
Net change in fund balance	53,290	53,290	159,913	106,623	117,011
Fund balance, beginning of year	1,609,148	1,609,148	1,609,148	-	1,492,137
Fund balance, end of year	<u>\$ 1,662,438</u>	<u>\$ 1,662,438</u>	<u>\$ 1,769,061</u>	<u>\$ 106,623</u>	<u>\$ 1,609,148</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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Intergovernmental					
Federal grants	\$ 8,103	\$ 8,103	\$ -	\$ (8,103)	\$ -
State grants	70,000	70,000	53,460	(16,540)	79,799
Total intergovernmental	<u>78,103</u>	<u>78,103</u>	<u>53,460</u>	<u>(24,643)</u>	<u>79,799</u>
Total revenues	<u>78,103</u>	<u>78,103</u>	<u>53,460</u>	<u>(24,643)</u>	<u>79,799</u>
EXPENDITURES:					
Community support					
Services and supplies	20,000	20,000	-	20,000	6,000
Capital outlay	58,103	58,103	53,460	4,643	73,799
Total expenditures	<u>78,103</u>	<u>78,103</u>	<u>53,460</u>	<u>24,643</u>	<u>79,799</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	<u>26,355</u>	<u>26,355</u>	<u>26,355</u>	<u>-</u>	<u>26,355</u>
Fund balance, end of year	<u>\$ 26,355</u>	<u>\$ 26,355</u>	<u>\$ 26,355</u>	<u>\$ -</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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance	Actual 2016
	Original	Final		Favorable (Unfavorable)	
REVENUES:					
Intergovernmental					
Federal grants	\$ 32,900	\$ 32,900	\$ 26,894	\$ (6,006)	\$ 69,432
Total intergovernmental	<u>32,900</u>	<u>32,900</u>	<u>26,894</u>	<u>(6,006)</u>	<u>69,432</u>
Total revenues	<u>32,900</u>	<u>32,900</u>	<u>26,894</u>	<u>(6,006)</u>	<u>69,432</u>
EXPENDITURES:					
Public safety					
Services and supplies	32,900	32,900	26,894	6,006	69,432
Total expenditures	<u>32,900</u>	<u>32,900</u>	<u>26,894</u>	<u>6,006</u>	<u>69,432</u>
Excess of revenues over (under) expenditures	-	-	-	-	-
Net change in fund balance	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance	Actual 2016
	Original	Final		Favorable (Unfavorable)	
REVENUES:					
Tax revenue					
Gasoline tax	\$ 368,967	\$ 368,967	\$ 374,064	\$ 5,097	\$ 379,684
Total tax revenue	<u>368,967</u>	<u>368,967</u>	<u>374,064</u>	<u>5,097</u>	<u>379,684</u>
Total revenues	<u>368,967</u>	<u>368,967</u>	<u>374,064</u>	<u>5,097</u>	<u>379,684</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>-</u>	<u>1,500,000</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>(1,131,033)</u>	<u>(1,131,033)</u>	<u>374,064</u>	<u>1,505,097</u>	<u>379,684</u>
Net change in fund balance	<u>(1,131,033)</u>	<u>(1,131,033)</u>	<u>374,064</u>	<u>1,505,097</u>	<u>379,684</u>
Fund balance, beginning of year	<u>2,450,920</u>	<u>2,450,920</u>	<u>2,450,920</u>	<u>-</u>	<u>2,071,236</u>
Fund balance, end of year	<u>\$ 1,319,887</u>	<u>\$ 1,319,887</u>	<u>\$ 2,824,984</u>	<u>\$ 1,505,097</u>	<u>\$ 2,450,920</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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance	Actual 2016
	Original	Final		Favorable (Unfavorable)	
REVENUES:					
Tax revenue					
Ad valorem	\$ 9,750	\$ 9,750	\$ 9,131	\$ (619)	\$ 9,087
Net proceeds of mines	-	-	41,209	41,209	8,791
Franchise taxes	7,500	7,500	8,051	551	8,314
Total Taxes	<u>17,250</u>	<u>17,250</u>	<u>58,391</u>	<u>41,141</u>	<u>26,192</u>
Licenses and permits					
Business licenses	1,300	1,300	1,320	20	1,200
Gaming licenses	100	100	-	(100)	-
Animal licenses	50	50	-	(50)	-
Total licenses and permits	<u>1,450</u>	<u>1,450</u>	<u>1,320</u>	<u>(130)</u>	<u>1,200</u>
Intergovernmental					
Consolidated tax	14,388	14,388	15,210	822	15,299
Total intergovernmental	<u>14,388</u>	<u>14,388</u>	<u>15,210</u>	<u>822</u>	<u>15,299</u>
Charges for services					
Cemetery fees	500	500	100	(400)	200
Total charges for services	<u>500</u>	<u>500</u>	<u>100</u>	<u>(400)</u>	<u>200</u>
Investment earnings					
Interest	40	40	1,328	1,288	713
Total investment earnings	<u>40</u>	<u>40</u>	<u>1,328</u>	<u>1,288</u>	<u>713</u>
Other revenue					
Miscellaneous	-	-	10	10	10
Total other revenue	<u>-</u>	<u>-</u>	<u>10</u>	<u>10</u>	<u>10</u>
Total revenues	<u>33,628</u>	<u>33,628</u>	<u>76,359</u>	<u>42,731</u>	<u>43,614</u>
EXPENDITURES:					
General government					
Services and supplies	29,700	29,700	20,824	8,876	24,103
Total general government	<u>29,700</u>	<u>29,700</u>	<u>20,824</u>	<u>8,876</u>	<u>24,103</u>
Public works					
Services and supplies	12,000	12,000	3,050	8,950	2,740
Total public works	<u>12,000</u>	<u>12,000</u>	<u>3,050</u>	<u>8,950</u>	<u>2,740</u>
Health and sanitation					
Services and supplies	6,000	6,000	6,000	-	6,000
Total health and sanitation	<u>6,000</u>	<u>6,000</u>	<u>6,000</u>	<u>-</u>	<u>6,000</u>
Culture and recreation					
Services and supplies	3,200	3,200	3,200	-	7,500
Total culture and recreation	<u>3,200</u>	<u>3,200</u>	<u>3,200</u>	<u>-</u>	<u>7,500</u>
Total expenditures	<u>50,900</u>	<u>50,900</u>	<u>33,074</u>	<u>17,826</u>	<u>40,343</u>
Excess of revenues over (under) expenditures	<u>(17,272)</u>	<u>(17,272)</u>	<u>43,285</u>	<u>60,557</u>	<u>3,271</u>
Net change in fund balance	<u>(17,272)</u>	<u>(17,272)</u>	<u>43,285</u>	<u>60,557</u>	<u>3,271</u>
Fund balance, beginning of year	82,961	82,961	82,961	-	79,690
Fund balance, end of year	<u>\$ 65,689</u>	<u>\$ 65,689</u>	<u>\$ 126,246</u>	<u>\$ 60,557</u>	<u>\$ 82,961</u>

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance	Actual 2016
	Original	Final		Favorable (Unfavorable)	
REVENUES:					
Tax revenue					
Ad valorem	\$ 23,213	\$ 23,213	\$ 22,976	\$ (237)	\$ 22,638
Franchise taxes	52,000	52,000	45,087	(6,913)	51,947
Total tax revenue	<u>75,213</u>	<u>75,213</u>	<u>68,063</u>	<u>(7,150)</u>	<u>74,585</u>
Licenses and permits					
Business licenses	20,500	20,500	24,710	4,210	25,700
Gaming licenses	14,000	14,000	14,929	929	16,613
Animal licenses	250	250	25	(225)	125
Total licenses and permits	<u>34,750</u>	<u>34,750</u>	<u>39,664</u>	<u>4,914</u>	<u>42,438</u>
Intergovernmental					
Consolidated Tax	215,429	215,429	227,787	12,358	229,130
Total intergovernmental	<u>215,429</u>	<u>215,429</u>	<u>227,787</u>	<u>12,358</u>	<u>229,130</u>
Investment earnings					
Interest	600	600	10,268	9,668	9,727
Total investment earnings	<u>600</u>	<u>600</u>	<u>10,268</u>	<u>9,668</u>	<u>9,727</u>
Other revenue					
Miscellaneous	-	-	-	-	500
Total other revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>500</u>
Total revenues	<u>325,992</u>	<u>325,992</u>	<u>345,782</u>	<u>19,790</u>	<u>356,380</u>
EXPENDITURES:					
General government					
Services and supplies	326,000	326,000	308,253	17,747	318,703
Capital outlay	50,000	50,000	-	50,000	-
Total general government	<u>376,000</u>	<u>376,000</u>	<u>308,253</u>	<u>67,747</u>	<u>318,703</u>
Culture and recreation					
Capital outlay	91,150	91,150	87,402	3,748	33,393
Total culture and recreation	<u>91,150</u>	<u>91,150</u>	<u>87,402</u>	<u>3,748</u>	<u>33,393</u>
Total expenditures	<u>467,150</u>	<u>467,150</u>	<u>395,655</u>	<u>71,495</u>	<u>352,096</u>
Excess of revenues over (under) expenditures	<u>(141,158)</u>	<u>(141,158)</u>	<u>(49,873)</u>	<u>91,285</u>	<u>4,284</u>
Net change in fund balance	(141,158)	(141,158)	(49,873)	91,285	4,284
Fund balance, beginning of year	955,701	955,701	955,701	-	951,417
Fund balance, end of year	<u>\$ 814,543</u>	<u>\$ 814,543</u>	<u>\$ 905,828</u>	<u>\$ 91,285</u>	<u>\$ 955,701</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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)**

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Tax revenue					
Ad valorem	\$ 518,597	\$ 518,597	\$ 482,414	\$ (36,183)	\$ 510,602
Total tax revenue	<u>518,597</u>	<u>518,597</u>	<u>482,414</u>	<u>(36,183)</u>	<u>510,602</u>
Intergovernmental					
Federal payment in lieu of taxes	450,000	450,000	1,003,801	553,801	1,058,585
Total intergovernmental	<u>450,000</u>	<u>450,000</u>	<u>1,003,801</u>	<u>553,801</u>	<u>1,058,585</u>
Charges for services					
Cemetery fees	3,200	3,200	6,315	3,115	5,715
Green fees	35,000	35,000	34,992	(8)	23,727
Golf cart fees	7,000	7,000	6,650	(350)	5,500
Pool fees	15,000	15,000	717	(14,283)	5,835
Trail fees	4,000	4,000	3,600	(400)	75
Event fees	1,000	1,000	12,750	11,750	1,125
Total charges for services	<u>65,200</u>	<u>65,200</u>	<u>65,024</u>	<u>(176)</u>	<u>41,977</u>
Other revenue					
Rental income	20,000	20,000	32,462	12,462	-
Miscellaneous	-	-	226,850	226,850	-
Total other revenues	<u>20,000</u>	<u>20,000</u>	<u>259,312</u>	<u>239,312</u>	<u>-</u>
Total revenues	<u>1,033,797</u>	<u>1,053,797</u>	<u>1,810,551</u>	<u>756,754</u>	<u>1,611,164</u> (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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)**

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
EXPENDITURES:					
Health and sanitation					
Cemeteries					
Services and supplies	33,350	33,350	15,319	18,031	18,447
Total cemeteries	<u>33,350</u>	<u>33,350</u>	<u>15,319</u>	<u>18,031</u>	<u>18,447</u>
Culture and Recreation					
Battle Mountain golf course					
Salaries and wages	127,900	127,900	90,743	37,157	88,186
Employee benefits	76,250	76,250	38,246	38,004	49,085
Services and supplies	146,100	146,100	169,478	(23,378)	120,123
Total Battle Mountain golf course	<u>350,250</u>	<u>350,250</u>	<u>298,467</u>	<u>51,783</u>	<u>257,394</u>
Lander County parks					
Salaries and wages	61,635	61,635	15,033	46,602	15,266
Employee benefits	41,250	41,250	6,066	35,184	8,625
Services and supplies	337,600	337,600	271,824	65,776	242,177
Total Lander County parks	<u>440,485</u>	<u>440,485</u>	<u>292,923</u>	<u>147,562</u>	<u>266,068</u>
Lander County pools					
Salaries and wages	211,680	211,680	30,831	180,849	45,636
Employee benefits	81,120	81,120	16,452	64,668	12,124
Services and supplies	72,380	72,380	31,742	40,638	27,271
Total Lander County pools	<u>365,180</u>	<u>365,180</u>	<u>79,025</u>	<u>286,155</u>	<u>85,031</u>
Other culture and recreation					
Salaries and wages	82,900	82,900	83,402	(502)	-
Employee benefits	33,060	33,060	31,307	1,753	-
Total other culture and recreation	<u>115,960</u>	<u>115,960</u>	<u>114,709</u>	<u>1,251</u>	<u>-</u>
Battle Mountain civic center					
Services and supplies	163,000	163,000	114,069	48,931	27,250
Total Battle Mountain civic center	<u>163,000</u>	<u>163,000</u>	<u>114,069</u>	<u>48,931</u>	<u>27,250</u>
Battle Mountain & Austin libraries					
Services and supplies	116,020	116,020	115,730	290	115,495
Total BM & Austin libraries	<u>116,020</u>	<u>116,020</u>	<u>115,730</u>	<u>290</u>	<u>115,495</u>
 Total expenditures	 <u>1,584,245</u>	 <u>1,584,245</u>	 <u>1,030,242</u>	 <u>554,003</u>	 <u>769,685</u>
Excess of revenues over (under) expenditures	(550,448)	(530,448)	780,309	1,310,757	841,479
Other financing sources (uses):					
Transfers in	-	-	-	-	47,193
Transfers out	-	-	-	-	(47,193)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	(550,448)	(530,448)	780,309	1,310,757	841,479
Fund balance, beginning of year	5,991,431	5,991,431	5,991,431	-	5,149,952
Fund balance, end of year	<u>\$ 5,440,983</u>	<u>\$ 5,460,983</u>	<u>\$ 6,771,740</u>	<u>\$ 1,310,757</u>	<u>\$ 5,991,431</u>

**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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)**

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Investment earnings					
Interest	\$ -	\$ -	\$ 10,659	\$ 10,659	\$ 6,786
Total investment earnings	-	-	10,659	10,659	6,786
Other revenue					
Geothermal revenue	85,000	85,000	287,256	202,256	252,661
Total other revenue	85,000	85,000	287,256	202,256	252,661
Total revenues	85,000	85,000	297,915	212,915	259,447
EXPENDITURES:					
General government					
Capital outlay	485,000	485,000	-	485,000	-
Total Expenditures	485,000	485,000	-	485,000	-
Excess of revenues over (under) expenditures	(400,000)	(400,000)	297,915	697,915	259,447
Net change in fund balance	(400,000)	(400,000)	297,915	697,915	259,447
Fund balance, beginning of year	822,628	822,628	822,628	-	563,181
Fund balance, end of year	\$ 422,628	\$ 422,628	\$ 1,120,543	\$ 697,915	\$ 822,628

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Intergovernmental					
Forest reserve fees	\$ -	\$ -	\$ -	\$ -	\$ 6,489
Total intergovernmental	-	-	-	-	6,489
Total revenues	-	-	-	-	6,489
EXPENDITURES:					
Public works					
Services and supplies	183,365	183,365	-	183,365	-
Total expenditures	183,365	183,365	-	183,365	-
Excess of revenues over (under) expenditures	(183,365)	(183,365)	-	183,365	6,489
Net change in fund balance	(183,365)	(183,365)	-	183,365	6,489
Fund balance, beginning of year	189,858	189,858	189,858	-	183,369
Fund balance, end of year	\$ 6,493	\$ 6,493	\$ 189,858	\$ 183,365	\$ 189,858

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Charges for services					
Administrative assessments	\$ 14,000	\$ 14,000	\$ 18,207	\$ 4,207	\$ 21,726
Total charges for services	14,000	14,000	18,207	4,207	21,726
Total revenues	14,000	14,000	18,207	4,207	21,726
EXPENDITURES:					
Judicial					
Services and supplies	22,000	22,000	1,556	20,444	2,354
Total expenditures	22,000	22,000	1,556	20,444	2,354
Excess of revenues over (under) expenditures	(8,000)	(8,000)	16,651	24,651	19,372
Other financing sources (uses):					
Transfers out	(16,090)	(16,090)	(520)	15,570	(15,385)
Total other financing sources (uses)	(16,090)	(16,090)	(520)	15,570	(15,385)
Net change in fund balance	(24,090)	(24,090)	16,131	40,221	3,987
Fund balance, beginning of year	37,535	37,535	37,535	-	33,548
Fund balance, end of year	\$ 13,445	\$ 13,445	\$ 53,666	\$ 40,221	\$ 37,535

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance	Actual 2016
	Original	Final		Favorable (Unfavorable)	
REVENUES:					
Charges for services					
Fees	\$ 14,100	\$ 14,100	\$ 8,436	\$ (5,664)	\$ 9,754
Total charges for services	<u>14,100</u>	<u>14,100</u>	<u>8,436</u>	<u>(5,664)</u>	<u>9,754</u>
Total revenues	<u>14,100</u>	<u>14,100</u>	<u>8,436</u>	<u>(5,664)</u>	<u>9,754</u>
EXPENDITURES:					
Judicial					
Services and supplies	\$ 14,100	\$ 14,100	\$ 8,436	5,664	\$ 9,754
Total expenditures	<u>14,100</u>	<u>14,100</u>	<u>8,436</u>	<u>5,664</u>	<u>9,754</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)**

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Charges for services					
Fees	\$ 1,800	\$ 1,800	\$ 1,180	\$ (620)	\$ 1,920
Total charges for services	<u>1,800</u>	<u>1,800</u>	<u>1,180</u>	<u>(620)</u>	<u>1,920</u>
Total revenues	<u>1,800</u>	<u>1,800</u>	<u>1,180</u>	<u>(620)</u>	<u>1,920</u>
EXPENDITURES:					
Public safety					
Services and supplies	3,000	3,000	-	3,000	-
Total expenditures	<u>3,000</u>	<u>3,000</u>	<u>-</u>	<u>3,000</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>(1,200)</u>	<u>(1,200)</u>	<u>1,180</u>	<u>2,380</u>	<u>1,920</u>
Net change in fund balance	(1,200)	(1,200)	1,180	2,380	1,920
Fund balance, beginning of year	<u>5,203</u>	<u>5,203</u>	<u>5,203</u>	<u>-</u>	<u>3,283</u>
Fund balance, end of year	<u>\$ 4,003</u>	<u>\$ 4,003</u>	<u>\$ 6,383</u>	<u>\$ 2,380</u>	<u>\$ 5,203</u>

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Charges for services					
Fees	\$ 8,500	\$ 8,500	\$ 16,485	\$ 7,985	\$ 6,739
Total charges for services	8,500	8,500	16,485	7,985	6,739
Total revenues	8,500	8,500	16,485	7,985	6,739
EXPENDITURES:					
Judicial					
Services and supplies	35,000	35,000	10,139	24,861	4,182
Total expenditures	35,000	35,000	10,139	24,861	4,182
Excess of revenues over (under) expenditures	(26,500)	(26,500)	6,346	32,846	2,557
Other financing sources (uses):					
Transfers in	-	-	25,000	25,000	-
Total other financing sources (uses)	-	-	25,000	25,000	-
Net change in fund balance	(26,500)	(26,500)	31,346	57,846	2,557
Fund balance, beginning of year	57,826	57,826	57,826	-	55,269
Fund balance, end of year	\$ 31,326	\$ 31,326	\$ 89,172	\$ 57,846	\$ 57,826

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Charges for services					
Court fees	\$ 22,000	\$ 22,000	\$ 25,846	\$ 3,846	\$ 30,890
Total charges for services	<u>22,000</u>	<u>22,000</u>	<u>25,846</u>	<u>3,846</u>	<u>30,890</u>
Total revenues	<u>22,000</u>	<u>22,000</u>	<u>25,846</u>	<u>3,846</u>	<u>30,890</u>
Excess of revenues over (under) expenditures	<u>22,000</u>	<u>22,000</u>	<u>25,846</u>	<u>3,846</u>	<u>30,890</u>
Other financing sources (uses):					
Transfers out	(30,945)	(30,945)	(30,945)	-	(34,915)
Total other financing sources (uses)	<u>(30,945)</u>	<u>(30,945)</u>	<u>(30,945)</u>	<u>-</u>	<u>(34,915)</u>
Net change in fund balance	(8,945)	(8,945)	(5,099)	3,846	(4,025)
Fund balance, beginning of year	<u>137,255</u>	<u>137,255</u>	<u>137,255</u>	<u>-</u>	<u>141,280</u>
Fund balance, end of year	<u>\$ 128,310</u>	<u>\$ 128,310</u>	<u>\$ 132,156</u>	<u>\$ 3,846</u>	<u>\$ 137,255</u>

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance	Actual 2016
	Original	Final		Favorable (Unfavorable)	
REVENUES:					
Charges for services					
Administrative assessments	\$ 7,500	\$ 7,500	\$ 6,067	\$ (1,433)	\$ 6,982
Total charges for services	<u>7,500</u>	<u>7,500</u>	<u>6,067</u>	<u>(1,433)</u>	<u>6,982</u>
Total revenues	<u>7,500</u>	<u>7,500</u>	<u>6,067</u>	<u>(1,433)</u>	<u>6,982</u>
EXPENDITURES:					
Judicial					
Services and supplies	6,000	6,000	6,167	(167)	2,895
Total expenditures	<u>6,000</u>	<u>6,000</u>	<u>6,167</u>	<u>(167)</u>	<u>2,895</u>
Excess of revenues over (under) expenditures	<u>1,500</u>	<u>1,500</u>	<u>(100)</u>	<u>(1,600)</u>	<u>4,087</u>
Net change in fund balance	1,500	1,500	(100)	(1,600)	4,087
Fund balance, beginning of year	<u>8,895</u>	<u>8,895</u>	<u>8,895</u>	<u>-</u>	<u>4,808</u>
Fund balance, end of year	<u>\$ 10,395</u>	<u>\$ 10,395</u>	<u>\$ 8,795</u>	<u>\$ (1,600)</u>	<u>\$ 8,895</u>

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Charges for services					
Map fees	\$ 16,000	\$ 16,000	\$ 26,760	\$ 10,760	\$ 21,290
Total charges for services	16,000	16,000	26,760	10,760	21,290
Total revenues	16,000	16,000	26,760	10,760	21,290
EXPENDITURES:					
General government					
Services and supplies	150,500	150,500	15,425	135,075	13,392
Total expenditures	150,500	150,500	15,425	135,075	13,392
Excess of revenues over (under) expenditures	(134,500)	(134,500)	11,335	145,835	7,898
Net change in fund balance	(134,500)	(134,500)	11,335	145,835	7,898
Fund balance, beginning of year	164,672	164,672	164,672	-	156,774
Fund balance, end of year	\$ 30,172	\$ 30,172	\$ 176,007	\$ 145,835	\$ 164,672

**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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)**

	Budget		Actual	Variance	Actual 2016
	Original	Final		Favorable (Unfavorable)	
REVENUES:					
Charges for services					
Recorder fees	\$ 8,500	\$ 8,500	\$ 9,711	\$ 1,211	\$ 7,820
Assessor commissions	300,000	300,000	794,367	494,367	337,277
Total charges for services	<u>308,500</u>	<u>308,500</u>	<u>804,078</u>	<u>495,578</u>	<u>345,097</u>
Investment earnings					
Interest	2,146	2,146	24,832	22,686	22,911
Total investment earnings	<u>2,146</u>	<u>2,146</u>	<u>24,832</u>	<u>22,686</u>	<u>22,911</u>
Total revenues	<u>310,646</u>	<u>310,646</u>	<u>828,910</u>	<u>518,264</u>	<u>368,008</u>
EXPENDITURES:					
General government					
Recorder					
Services and supplies	25,000	25,000	4,289	20,711	2,360
Total recorder	<u>25,000</u>	<u>25,000</u>	<u>4,289</u>	<u>20,711</u>	<u>2,360</u>
Assessor					
Services and supplies	865,000	865,000	242,924	622,076	358,699
Capital outlay	770,000	770,000	152,564	617,436	483,992
Total assessor	<u>1,635,000</u>	<u>1,635,000</u>	<u>395,488</u>	<u>1,239,512</u>	<u>842,691</u>
Total expenditures	<u>1,660,000</u>	<u>1,660,000</u>	<u>399,777</u>	<u>1,260,223</u>	<u>845,051</u>
Excess of revenues over (under) expenditures	<u>(1,349,354)</u>	<u>(1,349,354)</u>	<u>429,133</u>	<u>1,778,487</u>	<u>(477,043)</u>
Other financing sources (uses):					
Transfers out	(125,000)	(125,000)	(125,000)	-	(90,079)
Total other financing sources (uses)	<u>(125,000)</u>	<u>(125,000)</u>	<u>(125,000)</u>	<u>-</u>	<u>(90,079)</u>
Net change in fund balance	<u>(1,474,354)</u>	<u>(1,474,354)</u>	<u>304,133</u>	<u>1,778,487</u>	<u>(567,122)</u>
Fund balance, beginning of year	<u>1,969,893</u>	<u>1,969,893</u>	<u>1,969,893</u>	<u>-</u>	<u>2,537,015</u>
Fund balance, end of year	<u>\$ 495,539</u>	<u>\$ 495,539</u>	<u>\$ 2,274,026</u>	<u>\$ 1,778,487</u>	<u>\$ 1,969,893</u>

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Investment earnings					
Interest	\$ 18	\$ 18	\$ 339	\$ 321	\$ 276
Total investment earnings	18	18	339	321	276
Total revenues	18	18	339	321	276
EXPENDITURES:					
Public works					
Services and supplies	12,000	12,000	-	12,000	182
Total expenditures	12,000	12,000	-	12,000	182
Excess of revenues over (under) expenditures	(11,982)	(11,982)	339	12,321	94
Other financing sources (uses):					
Transfers in	1,443	1,443	1,948	505	3,237
Total other financing sources (uses)	1,443	1,443	1,948	505	3,237
Net change in fund balance	(10,539)	(10,539)	2,287	12,826	3,331
Fund balance, beginning of year	29,999	29,999	29,999	-	26,668
Fund balance, end of year	\$ 19,460	\$ 19,460	\$ 32,286	\$ 12,826	\$ 29,999

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Tax revenue					
Net proceeds of mines	\$ -	\$ -	\$ 4,060,168	\$ 4,060,168	\$ 131,866
Total tax revenue	-	-	4,060,168	4,060,168	131,866
Total revenues	-	-	4,060,168	4,060,168	131,866
EXPENDITURES:					
General government					
Services and supplies	334,985	334,985	251,236	83,749	385,130
Total general government	334,985	334,985	251,236	83,749	385,130
Public works					
Capital outlay	1,740,200	1,740,200	909,086	831,114	661,643
Total public works	1,740,200	1,740,200	909,086	831,114	661,643
Total expenditures	2,075,185	2,075,185	1,160,322	914,863	1,046,773
Excess of revenues over (under) expenditures	(2,075,185)	(2,075,185)	2,899,846	4,975,031	(914,907)
Net change in fund balance	(2,075,185)	(2,075,185)	2,899,846	4,975,031	(914,907)
Fund balance, beginning of year	7,160,437	7,160,437	7,160,437	-	8,075,344
Fund balance, end of year	\$ 5,085,252	\$ 5,085,252	\$ 10,060,283	\$ 4,975,031	\$ 7,160,437

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Tax revenue					
Ad Valorem	\$ 173,831	\$ 173,831	\$ 161,701	\$ (12,130)	\$ 171,151
Net proceeds of mines	-	-	340,310	340,310	38,498
Total tax revenue	<u>173,831</u>	<u>173,831</u>	<u>502,011</u>	<u>328,180</u>	<u>209,649</u>
Total revenues	<u>173,831</u>	<u>173,831</u>	<u>502,011</u>	<u>328,180</u>	<u>209,649</u>
EXPENDITURES:					
Public works					
Services and supplies	40,000	40,000	6,267	33,733	145
Capital outlay	<u>60,000</u>	<u>60,000</u>	-	<u>60,000</u>	-
Total expenditures	<u>100,000</u>	<u>100,000</u>	<u>6,267</u>	<u>93,733</u>	<u>145</u>
Excess of revenues over (under) expenditures	<u>73,831</u>	<u>73,831</u>	<u>495,744</u>	<u>421,913</u>	<u>209,504</u>
Other financing sources (uses):					
Transfers out	<u>(42,500)</u>	<u>(42,500)</u>	<u>(13,418)</u>	<u>29,082</u>	<u>(22,291)</u>
Total other financing sources (uses)	<u>(42,500)</u>	<u>(42,500)</u>	<u>(13,418)</u>	<u>29,082</u>	<u>(22,291)</u>
Net change in fund balance	31,331	31,331	482,326	450,995	187,213
Fund balance, beginning of year	<u>3,221,740</u>	<u>3,221,740</u>	<u>3,221,740</u>	-	<u>3,034,527</u>
Fund balance, end of year	<u>\$ 3,253,071</u>	<u>\$ 3,253,071</u>	<u>\$ 3,704,066</u>	<u>\$ 450,995</u>	<u>\$ 3,221,740</u>

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
REVENUES:					
Investment earnings					
Interest	\$ 118	\$ 118	\$ 2,070	\$ 1,952	\$ 1,688
Total investment earnings	118	118	2,070	1,952	1,688
Total revenues	118	118	2,070	1,952	1,688
EXPENDITURES:					
General government					
Capital outlay	40,000	40,000	-	40,000	1,072
Total expenditures	40,000	40,000	-	40,000	1,072
Excess of revenues over (under) expenditures	(39,882)	(39,882)	2,070	41,952	616
Other financing sources (uses):					
Transfers in	8,494	8,494	11,470	2,976	19,054
Total other financing sources (uses)	8,494	8,494	11,470	2,976	19,054
Net change in fund balance	(31,388)	(31,388)	13,540	44,928	19,670
Fund balance, beginning of year	183,423	183,423	183,423	-	163,753
Fund balance, end of year	\$ 152,035	\$ 152,035	\$ 196,963	\$ 44,928	\$ 183,423

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance	Actual 2016
	Original	Final		Favorable (Unfavorable)	
REVENUES:					
Investment earnings					
Interest	\$ -	\$ -	\$ -	\$ -	\$ -
Total investment earnings	-	-	-	-	-
Total revenues	-	-	-	-	-
EXPENDITURES:					
General government					
Services and supplies	750,000	750,000	129,315	620,685	84,903
Capital outlay	50,000	50,000	214,602	(164,602)	-
Total expenditures	800,000	800,000	343,917	456,083	84,903
Excess of revenues over (under) expenditures	(800,000)	(800,000)	(343,917)	456,083	(84,903)
Net change in fund balance	(800,000)	(800,000)	(343,917)	456,083	(84,903)
Fund balance, beginning of year	3,481,139	3,481,139	3,481,139	-	3,566,042
Fund balance, end of year	\$ 2,681,139	\$ 2,681,139	\$ 3,137,222	\$ 456,083	\$ 3,481,139

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, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance	Actual 2016
	Original	Final		Favorable (Unfavorable)	
REVENUES:					
Intergovernmental					
State grants	\$ -	\$ -	\$ -	\$ -	\$ 10,000
Total intergovernmental	-	-	-	-	10,000
Investment Earnings					
Interest	1,262	1,262	7,250	5,988	9,418
Total investment earnings	1,262	1,262	7,250	5,988	9,418
Total revenues	1,262	1,262	7,250	5,988	19,418
EXPENDITURES:					
General government					
Capital outlay	575,000	575,000	-	575,000	1,000,000
Total expenditures	575,000	575,000	-	575,000	1,000,000
Excess of revenues over (under) expenditures	(573,738)	(573,738)	7,250	580,988	(980,582)
Other financing sources (uses):					
Transfers in	47,035	47,035	31,465	(15,570)	50,300
Total other financing sources (uses)	47,035	47,035	31,465	(15,570)	50,300
Net change in fund balance	(526,703)	(526,703)	38,715	565,418	(930,282)
Fund balance, beginning of year	648,237	648,237	648,237	-	1,578,519
Fund balance, end of year	\$ 121,534	\$ 121,534	\$ 686,952	\$ 565,418	\$ 648,237

LANDER COUNTY
BATTLE MOUNTAIN WATER FUND
Proprietary Fund
Schedule of Revenues, Expenditures, and Changes in Net Position
Budget and Actual
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
OPERATING REVENUES:					
Water use fees	\$ 632,000	\$ 632,000	\$ 764,988	\$ 132,988	\$ 764,612
Rent	1,200	1,200	605	(595)	1,505
Miscellaneous	-	-	2,969	2,969	328
Total operating revenues	<u>633,200</u>	<u>633,200</u>	<u>768,562</u>	<u>135,362</u>	<u>766,445</u>
OPERATING EXPENDITURES:					
Salaries and wages	119,315	119,315	116,426	2,889	109,335
Employee benefits	95,880	95,880	87,498	8,382	(36,129)
Services and supplies	600,125	600,125	317,658	282,467	275,153
Depreciation	300,000	300,000	407,984	(107,984)	405,671
Total operating expenditures	<u>1,115,320</u>	<u>1,115,320</u>	<u>929,566</u>	<u>185,754</u>	<u>754,030</u>
Operating income (Loss)	<u>(482,120)</u>	<u>(482,120)</u>	<u>(161,004)</u>	<u>321,116</u>	<u>12,415</u>
NON-OPERATING REVENUES (EXPENSES)					
Investment earnings	2,244	2,244	38,193	35,949	30,920
Total non-operating revenues (expenses)	<u>2,244</u>	<u>2,244</u>	<u>38,193</u>	<u>35,949</u>	<u>30,920</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS					
Contributions	-	-	257,181	257,181	100,173
Net change in net position	<u>(479,876)</u>	<u>(479,876)</u>	<u>134,370</u>	<u>614,246</u>	<u>143,508</u>
Net position, beginning of year	<u>20,017,622</u>	<u>20,017,622</u>	<u>20,017,622</u>	<u>-</u>	<u>19,874,114</u>
Net position, end of year	<u>\$ 19,537,746</u>	<u>\$ 19,537,746</u>	<u>\$ 20,151,992</u>	<u>\$ 614,246</u>	<u>\$ 20,017,622</u>

LANDER COUNTY
BATTLE MOUNTAIN SEWER FUND
Proprietary Fund
Schedule of Revenues, Expenditures, and Changes in Net Position
Budget and Actual
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance Favorable (Unfavorable)	Actual 2016
	Original	Final			
OPERATING REVENUES:					
Sewer use fees	\$ 691,000	\$ 691,000	\$ 703,032	\$ 12,032	\$ 716,176
Rent	2,100	2,100	605	(1,495)	1,505
Miscellaneous	-	-	-	-	1,915
Total operating revenues	<u>693,100</u>	<u>693,100</u>	<u>703,637</u>	<u>10,537</u>	<u>719,596</u>
OPERATING EXPENDITURES:					
Salaries and wages	119,315	119,315	116,047	3,268	104,472
Employee benefits	95,880	95,880	85,694	10,186	(32,815)
Services and supplies	512,300	512,300	212,258	300,042	278,259
Depreciation	340,000	340,000	364,868	(24,868)	355,893
Total operating expenditures	<u>1,067,495</u>	<u>1,067,495</u>	<u>778,867</u>	<u>288,628</u>	<u>705,809</u>
Operating income (loss)	<u>(374,395)</u>	<u>(374,395)</u>	<u>(75,230)</u>	<u>299,165</u>	<u>13,787</u>
NON-OPERATING REVENUES (EXPENSES)					
Investment earnings	4,930	4,930	101,657	96,727	78,374
County option sales tax	650,000	650,000	695,415	45,415	672,936
Total non-operating revenues (expenses)	<u>654,930</u>	<u>654,930</u>	<u>797,072</u>	<u>142,142</u>	<u>751,310</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS					
Contributions	-	-	1,847,911	1,847,911	1,107,481
Net change in net position	280,535	280,535	2,569,753	2,289,218	1,872,578
Net position, beginning of year	<u>18,833,607</u>	<u>18,833,607</u>	<u>18,833,607</u>	<u>-</u>	<u>16,961,029</u>
Net position, end of year	<u>\$ 19,114,142</u>	<u>\$ 19,114,142</u>	<u>\$ 21,403,360</u>	<u>\$ 2,289,218</u>	<u>\$ 18,833,607</u>

LANDER COUNTY
MT. LEWIS COMMUNICATION SITE FUND
Proprietary Fund
Schedule of Revenues, Expenditures, and Changes in Net Position
Budget and Actual
For the Year Ended June 30, 2017
(With Comparative Actual Amounts for the Year Ended June 30, 2016)

	Budget		Actual	Variance	Actual 2016
	Original	Final		Favorable (Unfavorable)	
OPERATING REVENUES:					
Communication use fees	\$ 13,500	\$ 13,500	\$ 8,500	\$ (5,000)	\$ 13,200
Total operating revenues	<u>13,500</u>	<u>13,500</u>	<u>8,500</u>	<u>(5,000)</u>	<u>13,200</u>
OPERATING EXPENDITURES:					
Services and supplies	10,400	10,400	4,729	5,671	6,054
Depreciation	<u>36,372</u>	<u>36,372</u>	<u>36,372</u>	<u>-</u>	<u>36,372</u>
Total operating expenditures	<u>46,772</u>	<u>46,772</u>	<u>41,101</u>	<u>5,671</u>	<u>42,426</u>
Operating income (loss)	<u>(33,272)</u>	<u>(33,272)</u>	<u>(32,601)</u>	<u>671</u>	<u>(29,226)</u>
Net change in net position	(33,272)	(33,272)	(32,601)	671	(29,226)
Net position, beginning of year	<u>271,294</u>	<u>271,294</u>	<u>271,294</u>	<u>-</u>	<u>300,520</u>
Net position, end of year	<u>\$ 238,022</u>	<u>\$ 238,022</u>	<u>\$ 238,693</u>	<u>\$ 671</u>	<u>\$ 271,294</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, 2017

	Balance 6/30/2016	Additions	Deductions	Balance 6/30/2017
ARGENTA TELEVISION MAINTENANCE DISTRICT				
Assets:				
Cash	\$ 317	\$ 50,064	\$ 50,056	\$ 325
Total Assets	<u>\$ 317</u>	<u>\$ 50,064</u>	<u>\$ 50,056</u>	<u>\$ 325</u>
Liabilities:				
Funds Held in Trust	\$ 317	\$ 50,064	\$ 50,056	\$ 325
Total Liabilities	<u>\$ 317</u>	<u>\$ 50,064</u>	<u>\$ 50,056</u>	<u>\$ 325</u>
BATTLE MOUNTAIN FAIR AND RECREATION FUND				
Assets:				
Cash	\$ 835,657	\$ 386,489	\$ 506,677	\$ 715,469
Total Assets	<u>\$ 835,657</u>	<u>\$ 386,489</u>	<u>\$ 506,677</u>	<u>\$ 715,469</u>
Liabilities:				
Funds Held in Trust	\$ 835,657	\$ 386,489	\$ 506,677	\$ 715,469
Total Liabilities	<u>\$ 835,657</u>	<u>\$ 386,489</u>	<u>\$ 506,677</u>	<u>\$ 715,469</u>
AUSTIN FAIR AND RECREATION FUND				
Assets:				
Cash	\$ 179,589	\$ 40,993	\$ 41,874	\$ 178,708
Total Assets	<u>\$ 179,589</u>	<u>\$ 40,993</u>	<u>\$ 41,874</u>	<u>\$ 178,708</u>
Liabilities:				
Funds Held in Trust	\$ 179,589	\$ 40,993	\$ 41,874	\$ 178,708
Total Liabilities	<u>\$ 179,589</u>	<u>\$ 40,993</u>	<u>\$ 41,874</u>	<u>\$ 178,708</u>
SEWER AND WATER DISTRICT NO.2				
Assets:				
Cash	\$ 318	\$ 6,347	\$ 5,382	\$ 1,283
Total Assets	<u>\$ 318</u>	<u>\$ 6,347</u>	<u>\$ 5,382</u>	<u>\$ 1,283</u>
Liabilities:				
Funds Held in Trust	\$ 318	\$ 6,347	\$ 5,382	\$ 1,283
Total Liabilities	<u>\$ 318</u>	<u>\$ 6,347</u>	<u>\$ 5,382</u>	<u>\$ 1,283</u>
LANDER COUNTY HOSPITAL DISTRICT				
Assets:				
Cash	\$ 574,913	\$ 3,483,735	\$ 3,991,461	\$ 67,187
Total Assets	<u>\$ 574,913</u>	<u>\$ 3,483,735</u>	<u>\$ 3,991,461</u>	<u>\$ 67,187</u>
Liabilities:				
Funds Held in Trust	\$ 574,913	\$ 3,483,735	\$ 3,991,461	\$ 67,187
Total Liabilities	<u>\$ 574,913</u>	<u>\$ 3,483,735</u>	<u>\$ 3,991,461</u>	<u>\$ 67,187</u>

LANDER COUNTY
All Trust and Agency Funds
Combining Statement of Changes in Assets and Liabilities (Continued)
For the Year Ended June 30, 2017

	Balance 6/30/2016	Additions	Deductions	Balance 6/30/2017
LANDER COUNTY SCHOOL DISTRICT				
Assets:				
Cash	\$ 843,974	\$ 5,126,790	\$ 5,859,443	\$ 111,321
Total Assets	<u>\$ 843,974</u>	<u>\$ 5,126,790</u>	<u>\$ 5,859,443</u>	<u>\$ 111,321</u>
Liabilities:				
Funds Held in Trust	\$ 843,974	\$ 5,126,790	\$ 5,859,443	\$ 111,321
Total Liabilities	<u>\$ 843,974</u>	<u>\$ 5,126,790</u>	<u>\$ 5,859,443</u>	<u>\$ 111,321</u>
LANDER COUNTY CLERK				
Assets:				
Cash	\$ 33,193	\$ 7,820	\$ 17,654	\$ 23,359
Total Assets	<u>\$ 33,193</u>	<u>\$ 7,820</u>	<u>\$ 17,654</u>	<u>\$ 23,359</u>
Liabilities:				
Funds Held in Trust	\$ 33,193	\$ 7,820	\$ 17,654	\$ 23,359
Total Liabilities	<u>\$ 33,193</u>	<u>\$ 7,820</u>	<u>\$ 17,654</u>	<u>\$ 23,359</u>
FISH AND GAME FUND				
Assets:				
Cash	\$ 9,364	\$ -	\$ 406	\$ 8,958
Total Assets	<u>\$ 9,364</u>	<u>\$ -</u>	<u>\$ 406</u>	<u>\$ 8,958</u>
Liabilities:				
Funds Held in Trust	\$ 9,364	\$ -	\$ 406	\$ 8,958
Total Liabilities	<u>\$ 9,364</u>	<u>\$ -</u>	<u>\$ 406</u>	<u>\$ 8,958</u>
STATE OF NEVADA				
Assets:				
Cash	\$ 62,539	\$ 1,393,104	\$ 1,419,788	\$ 35,855
Total Assets	<u>\$ 62,539</u>	<u>\$ 1,393,104</u>	<u>\$ 1,419,788</u>	<u>\$ 35,855</u>
Liabilities:				
Funds Held in Trust	\$ 62,539	\$ 1,393,104	\$ 1,419,788	\$ 35,855
Total Liabilities	<u>\$ 62,539</u>	<u>\$ 1,393,104</u>	<u>\$ 1,419,788</u>	<u>\$ 35,855</u>
RANGE IMPROVEMENT DISTRICT NO. 6				
Assets:				
Cash	\$ 142,482	\$ 44,410	\$ 1,340	\$ 185,552
Total Assets	<u>\$ 142,482</u>	<u>\$ 44,410</u>	<u>\$ 1,340</u>	<u>\$ 185,552</u>
Liabilities:				
Funds Held in Trust	\$ 142,482	\$ 44,410	\$ 1,340	\$ 185,552
Total Liabilities	<u>\$ 142,482</u>	<u>\$ 44,410</u>	<u>\$ 1,340</u>	<u>\$ 185,552</u>

LANDER COUNTY
All Trust and Agency Funds
Combining Statement of Changes in Assets and Liabilities (Continued)
For the Year Ended June 30, 2017

	Balance 6/30/2016	Additions	Deductions	Balance 6/30/2017
KINGSTON CAPITAL ACQUISITION				
Assets:				
Cash	\$ 29,135	\$ 1,298	\$ -	\$ 30,433
Total Assets	<u>\$ 29,135</u>	<u>\$ 1,298</u>	<u>\$ -</u>	<u>\$ 30,433</u>
Liabilities:				
Funds Held in Trust	\$ 29,135	\$ 1,298	\$ -	\$ 30,433
Total Liabilities	<u>\$ 29,135</u>	<u>\$ 1,298</u>	<u>\$ -</u>	<u>\$ 30,433</u>
KINGSTON TOWN GENERAL FUND				
Assets:				
Cash	\$ 74,581	\$ 44,117	\$ 44,870	\$ 73,828
Total Assets	<u>\$ 74,581</u>	<u>\$ 44,117</u>	<u>\$ 44,870</u>	<u>\$ 73,828</u>
Liabilities:				
Funds Held in Trust	\$ 74,581	\$ 44,117	\$ 44,870	\$ 73,828
Total Liabilities	<u>\$ 74,581</u>	<u>\$ 44,117</u>	<u>\$ 44,870</u>	<u>\$ 73,828</u>
KINGSTON VOLUNTEER FIRE DEPARTMENT				
Assets:				
Cash	\$ 19,450	\$ 10,306	\$ 15,753	\$ 14,003
Total Assets	<u>\$ 19,450</u>	<u>\$ 10,306</u>	<u>\$ 15,753</u>	<u>\$ 14,003</u>
Liabilities:				
Funds Held in Trust	\$ 19,450	\$ 10,306	\$ 15,753	\$ 14,003
Total Liabilities	<u>\$ 19,450</u>	<u>\$ 10,306</u>	<u>\$ 15,753</u>	<u>\$ 14,003</u>
KINGSTON TOWN WATER DISTRICT				
Assets:				
Cash	\$ 312,192	\$ 94,928	\$ 89,002	\$ 318,118
Total Assets	<u>\$ 312,192</u>	<u>\$ 94,928</u>	<u>\$ 89,002</u>	<u>\$ 318,118</u>
Liabilities:				
Funds Held in Trust	\$ 312,192	\$ 94,928	\$ 89,002	\$ 318,118
Total Liabilities	<u>\$ 312,192</u>	<u>\$ 94,928</u>	<u>\$ 89,002</u>	<u>\$ 318,118</u>
ASSISTANCE TO VICTIMS OF DOMESTIC VIOLENCE				
Assets:				
Cash	\$ 175	\$ 1,065	\$ 1,115	\$ 125
Total Assets	<u>\$ 175</u>	<u>\$ 1,065</u>	<u>\$ 1,115</u>	<u>\$ 125</u>
Liabilities:				
Funds Held in Trust	\$ 175	\$ 1,065	\$ 1,115	\$ 125
Total Liabilities	<u>\$ 175</u>	<u>\$ 1,065</u>	<u>\$ 1,115</u>	<u>\$ 125</u>

LANDER COUNTY
All Trust and Agency Funds
Combining Statement of Changes in Assets and Liabilities (Continued)
For the Year Ended June 30, 2017

	Balance 6/30/2016	Additions	Deductions	Balance 6/30/2017
DISTRICT ATTORNEY TRUST ACCOUNT				
Assets:				
Cash	\$ 133,784	\$ 14,762	\$ 5,686	\$ 142,860
Total Assets	<u>\$ 133,784</u>	<u>\$ 14,762</u>	<u>\$ 5,686</u>	<u>\$ 142,860</u>
Liabilities:				
Funds Held in Trust	\$ 133,784	\$ 14,762	\$ 5,686	\$ 142,860
Total Liabilities	<u>\$ 133,784</u>	<u>\$ 14,762</u>	<u>\$ 5,686</u>	<u>\$ 142,860</u>
INMATE COMMISSARY				
Assets:				
Cash	\$ 37,004	\$ 61,429	\$ 56,064	\$ 42,369
Total Assets	<u>\$ 37,004</u>	<u>\$ 61,429</u>	<u>\$ 56,064</u>	<u>\$ 42,369</u>
Liabilities:				
Funds Held in Trust	\$ 37,004	\$ 61,429	\$ 56,064	\$ 42,369
Total Liabilities	<u>\$ 37,004</u>	<u>\$ 61,429</u>	<u>\$ 56,064</u>	<u>\$ 42,369</u>
INMATE WELFARE FUND ACCOUNT				
Assets:				
Cash	\$ 3,970	\$ 2,636	\$ 2,989	\$ 3,617
Total Assets	<u>\$ 3,970</u>	<u>\$ 2,636</u>	<u>\$ 2,989</u>	<u>\$ 3,617</u>
Liabilities:				
Funds Held in Trust	\$ 3,970	\$ 2,636	\$ 2,989	\$ 3,617
Total Liabilities	<u>\$ 3,970</u>	<u>\$ 2,636</u>	<u>\$ 2,989</u>	<u>\$ 3,617</u>
BATTLE MOUNTAIN CEMETERY DISTRICT				
Assets:				
Cash	\$ 1	\$ 11,340	\$ 10,840	\$ 501
Total Assets	<u>\$ 1</u>	<u>\$ 11,340</u>	<u>\$ 10,840</u>	<u>\$ 501</u>
Liabilities:				
Funds Held in Trust	\$ 1	\$ 11,340	\$ 10,840	\$ 501
Total Liabilities	<u>\$ 1</u>	<u>\$ 11,340</u>	<u>\$ 10,840</u>	<u>\$ 501</u>
ARGENTA JUSTICE COURT				
Assets:				
Cash	\$ 18,758	\$ 321,168	\$ 334,326	\$ 5,600
Total Assets	<u>\$ 18,758</u>	<u>\$ 321,168</u>	<u>\$ 334,326</u>	<u>\$ 5,600</u>
Liabilities:				
Funds Held in Trust	\$ 18,758	\$ 321,168	\$ 334,326	\$ 5,600
Total Liabilities	<u>\$ 18,758</u>	<u>\$ 321,168</u>	<u>\$ 334,326</u>	<u>\$ 5,600</u>

LANDER COUNTY
All Trust and Agency Funds
Combining Statement of Changes in Assets and Liabilities (Continued)
For the Year Ended June 30, 2017

	Balance 6/30/2017	Additions	Deductions	Balance 6/30/2017
AUSTIN JUSTICE COURT				
Assets:				
Cash	\$ 480	\$ 101,184	\$ 97,352	\$ 4,312
Total Assets	<u>\$ 480</u>	<u>\$ 101,184</u>	<u>\$ 97,352</u>	<u>\$ 4,312</u>
Liabilities:				
Funds Held in Trust	\$ 480	\$ 101,184	\$ 97,352	\$ 4,312
Total Liabilities	<u>\$ 480</u>	<u>\$ 101,184</u>	<u>\$ 97,352</u>	<u>\$ 4,312</u>
LANDER COUNTY TREASURER DISTRICT ATTORNEY PUBLIC ADMIN BROWN'S ESTATE				
Assets:				
Cash	\$ 30,122	\$ 3	\$ -	\$ 30,125
Total Assets	<u>\$ 30,122</u>	<u>\$ 3</u>	<u>\$ -</u>	<u>\$ 30,125</u>
Liabilities:				
Funds Held in Trust	\$ 30,122	\$ 3	\$ -	\$ 30,125
Total Liabilities	<u>\$ 30,122</u>	<u>\$ 3</u>	<u>\$ -</u>	<u>\$ 30,125</u>
LANDER COUNTY TREASURER GENERAL IMPROVEMENT DISTRICT				
Assets:				
Cash	\$ 95,262	\$ 126	\$ 1,972	\$ 93,416
Total Assets	<u>\$ 95,262</u>	<u>\$ 126</u>	<u>\$ 1,972</u>	<u>\$ 93,416</u>
Liabilities:				
Funds Held in Trust	\$ 95,262	\$ 126	\$ 1,972	\$ 93,416
Total Liabilities	<u>\$ 95,262</u>	<u>\$ 126</u>	<u>\$ 1,972</u>	<u>\$ 93,416</u>
LANDER COUNTY TREASURER GENERAL IMPROVEMENT DISTRICT #1				
Assets:				
Cash	\$ 37,139	\$ 60,356	\$ 26,735	\$ 70,760
Total Assets	<u>\$ 37,139</u>	<u>\$ 60,356</u>	<u>\$ 26,735</u>	<u>\$ 70,760</u>
Liabilities:				
Funds Held in Trust	\$ 37,139	\$ 60,356	\$ 26,735	\$ 70,760
Total Liabilities	<u>\$ 37,139</u>	<u>\$ 60,356</u>	<u>\$ 26,735</u>	<u>\$ 70,760</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, 2017

	Balance 6/30/2017	Additions	Deductions	Balance 6/30/2017
ELEVENTH JUDICIAL DISTRICT COURT				
Assets:				
Cash	\$ 205	\$ 93	\$ 99	\$ 199
Total Assets	<u>\$ 205</u>	<u>\$ 93</u>	<u>\$ 99</u>	<u>\$ 199</u>
Liabilities:				
Funds Held in Trust	\$ 205	\$ 93	\$ 99	\$ 199
Total Liabilities	<u>\$ 205</u>	<u>\$ 93</u>	<u>\$ 99</u>	<u>\$ 199</u>
BATTLE MOUNTAIN WATER AND SEWER CUSTOMER DEPOSIT ACCOUNT				
Assets:				
Cash	\$ 20,745	\$ 9,625	\$ 30,370	\$ -
Total Assets	<u>\$ 20,745</u>	<u>\$ 9,625</u>	<u>\$ 30,370</u>	<u>\$ -</u>
Liabilities:				
Funds Held in Trust	\$ 20,745	\$ 9,625	\$ 30,370	\$ -
Total Liabilities	<u>\$ 20,745</u>	<u>\$ 9,625</u>	<u>\$ 30,370</u>	<u>\$ -</u>
TOTAL - ALL TRUST AND AGENCY FUNDS				
Assets:				
Cash	\$ 3,499,060	\$ 11,274,188	\$ 12,611,254	\$ 2,161,994
Total Assets	<u>\$ 3,499,060</u>	<u>\$ 11,274,188</u>	<u>\$ 12,611,254</u>	<u>\$ 2,161,994</u>
Liabilities:				
Funds Held in Trust	\$ 3,499,060	\$ 11,274,188	\$ 12,611,254	\$ 2,161,994
Total Liabilities	<u>\$ 3,499,060</u>	<u>\$ 11,274,188</u>	<u>\$ 12,611,254</u>	<u>\$ 2,161,994</u>

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OTHER COMMUNICATIONS FROM INDEPENDENT AUDITORS

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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, 2017, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated December 30, 2017.

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.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. However, as described in the accompanying schedule of findings and questioned costs, we identified certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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 a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the following deficiency described in the accompanying schedule of findings and questioned costs to be a material weakness.

2017-001 Bank Reconciliations

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. We consider the deficiencies described in the accompany schedule of findings and questioned costs to be significant deficiencies.

2016-001	Bank Reconciliation Review
2016-003	Segregation of Duties in Small Departments
2016-004	Segregation of Duties in Treasurer's Office
2016-005	Credit Card Internal Controls

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 applied 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
St. George, Utah
December 30, 2017

**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, 2017, and have issued our report thereon dated December 30, 2017. 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 is still working to resolve a compliance finding issued in the prior year audit report as finding 2016-007. We noted four new instances of noncompliance during the fiscal year 2017 which are described in the accompanying Schedule of Findings and Recommendations.

2017-002	Forest Reserves
2017-003	County Auditor Duties
2017-004	Public Official Bond
2017-005	Purchasing Requirements
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 127.

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, 2017.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance, which are required to be reported in accordance with NRS 354.624 and 354.6241. Our findings are described in a separate schedule of findings and recommendations, as item 2017-002, 2017-003, 2017-004, 2017-005, 2016-007. Our opinion on compliance is not modified with respect to these matters.

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.

Hinton Burdick, PLLC

HintonBurdick, PLLC
St. George, Utah
December 30, 2017

LANDER COUNTY
Nevada Revised Statute 354.6113
For the Year Ended June 30, 2017

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 2017, the money from the fund was used to construct the recreation center project, water and sewer projects, airport projects, and various paving projects as specified in the capital improvement plan for the County.
- According to the fiscal year 2018 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 water and sewer projects, airport projects, flood levee and various paving projects.
- According to the fiscal year 2018 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, 2017

Flat Fixed Fees:

Business license revenue adjusted base at June 30, 2016	<u>\$ 25,095</u>
--	------------------

Adjustment to Base:

- | | | |
|---|-------------|---------------|
| 1. Percentage increase (decrease) in population of
the local government | -4.8% | |
| 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>1.6%</u> | <u>-3.20%</u> |

Increase in base	<u>(803)</u>
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Adjusted base at June 30, 2017	<u>24,292</u>
--------------------------------	---------------

Actual revenue	<u>26,030</u>
----------------	---------------

Amount over (under) allowable amount	<u><u>\$ 1,738</u></u>
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**Independent Auditors' Report on Compliance for
Each Major Program and on Internal Control Over
Compliance Required by the Uniform Guidance**

The County Commission
Lander County, Nevada

Report on Compliance for Each Major Federal Program

We have audited Lander County, Nevada's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of Lander County, Nevada's major federal programs for the year ended June 30, 2017. Lander County, Nevada's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

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

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Lander County, Nevada's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Those standards, (the Uniform Guidance) require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Lander County, Nevada's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination of Lander County, Nevada's compliance.

Opinion on Each Major Federal Program and Passenger Facility Charge Program

In our opinion, Lander County, Nevada, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2017.

Report on Internal Control over Compliance

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

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.



HintonBurdick, PLLC
St. George, Utah
December 30, 2017

LANDER COUNTY
Schedule of Findings and Questioned Costs, Continued
For the Year Ended June 30, 2017

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified
 Internal control over financial reporting:

- Material weaknesses identified? X yes no
- Significant deficiencies identified? X yes no

Noncompliance material to financial statements noted? yes X no

Federal Awards

Internal Control over major programs:

- Material weaknesses identified? yes X no
- Significant deficiencies identified? yes X no

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516? yes X no

Identification of major programs.

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
20.106	Airport Improvement Program

Dollar threshold used to distinguish between type A and type B programs: \$ 750,000

Auditee qualified as low-risk auditee? yes X no

LANDER COUNTY
Schedule of Findings and Questioned Costs, Continued
For the Year Ended June 30, 2017

Section II - Financial Statement Findings

Material Weakness:

2017-001 Bank Reconciliations

Criteria: Bank reconciliations on all bank accounts should be completed and reviewed monthly to prevent and detect material misstatements in financial reporting.

Conditions: The monthly bank reconciliations for December 2016 to June 2017 were not prepared until November 2017. In addition, the June 2017 bank reconciliations contained material misstatements.

Cause: County personnel assigned to prepare the bank reconciliations did not perform their duties timely. These individuals may not currently possess all of the needed skills and background to accurately prepare bank reconciliations for the County.

Effect: Material misstatements in financial reporting occurred and went undetected. Future misstatements may not be prevented and detected.

Recommendation: We recommend the County personnel assigned to prepare the bank reconciliations obtain the training and assistance necessary to enable them to timely and accurately prepare the bank reconciliations for the County.

Significant Deficiencies:

2016-001 Bank Reconciliation Review

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

Condition: The monthly bank reconciliations were not reviewed by a person independent of the preparation process.

Cause: The monthly bank reconciliations for July 2016 to November 2016 were not provided to the Lander County Fiscal Officer for review. The December 2016 to June 2017 bank reconciliations were not prepared until November 2017 and were immediately provided to the external auditors for audit purposes. Thus, the bank reconciliations were not provided to the Lander County Fiscal Officer for review prior to the audit.

Effect: Reconciliation discrepancies and adjustments went unnoticed. Material misstatements in financial reporting occurred.

LANDER COUNTY
Schedule of Findings and Questioned Costs, Continued
For the Year Ended June 30, 2017

Section II - Financial Statement Findings, Continued

Recommendation: We recommend the Lander County Fiscal Officer review the bank reconciliations after they are prepared each month and initial the reconciliations to document the review.

2016-003 Segregation of Duties in Small Departments

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

Conditions: The County has inadequate segregation of duties over key financial controls in the following activities or departments: building department cash receipting, golf course cash receipting, sheriff department cash receipting, and landfill gate fee cash receipting.

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

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

Recommendations: We recommend the County design and implement controls to properly segregate custody of assets and record keeping duties in the small activities or departments where possible. If a complete segregation of duties is not possible, mitigating controls such as oversight reviews should be implemented to reduce the potential for fraud, theft or errors to occur. We also recommend the Lander County Fiscal Officer 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 be used to receipt and report County revenues from these locations. HintonBurdick would be happy to assist the County with further review and recommendations in the departments or activities with a lack of segregation of duties.

2016-004 Segregation of Duties in Treasurer's Office

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

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.

LANDER COUNTY
Schedule of Findings and Questioned Costs, Continued
For the Year Ended June 30, 2017

Section II - Financial Statement Findings, Continued

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.

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

Recommendation: If possible, we recommend the County's internal controls over cash receipting in the Treasurer's office be modified to preclude the County Treasurer from cash receipting. Also, we recommend the County Fiscal Officer review the customer payment adjustments monthly as opposed to annually. The Fiscal Officer should initial the payment adjustments as evidence of the review and keep a record of the reviews.

2016-005 Credit Card Internal Controls

Criteria: County purchase limitations should be followed for all transactions, including credit card transactions. The Executive Director should authorize and oversee any changes to card limitations for the County. Credit card purchases should have supporting documentation and should be timely recorded in the proper department or fund to enable appropriate budget oversight.

Conditions: We noted that credit card transactions from November 2016 to June 2017 were not recorded in the accounting system until September of 2017. In addition, we noted a purchase on the March credit card statement for \$2,734 that did not have the appropriate documentation for the purchase attached. Furthermore, we noted that from July to November 2016 that credit card limits could be changed by the County Treasurer without approval from the Executive Director. However, we observed the Executive Director took over the responsibility of adjusting credit card limits in December 2017.

Causes: Before completion of the prior year audit, the County's internal control policies had not been updated to address preauthorization of purchases when the intended method of payment was a credit card. Also, the internal control processes over credit cards were not properly designed to detect and correct the absence of the credit card transactions being posted to the accounting system from December 2016 to June 2017 until September 2017.

Effects: 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 could be changed as needed without proper authorization before the Executive Director began overseeing the limits. Also, without timely recording of purchases to the accounting system, various departments were not able to properly oversee the budget to actual expenditures during the year.

LANDER COUNTY
Schedule of Findings and Questioned Costs, Continued
For the Year Ended June 30, 2017

Section II - Financial Statement Findings, Continued

Recommendation: We recommend the County continue to follow re-established 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 design and implement controls to ensure that credit card purchases are recorded in the accounting system in a timely manner. Also, supporting documentation should be maintained for all credit card purchases to enable the purchases to be audited or reviewed.

Section III - Federal Award Findings and Questioned Costs

No significant matters were noted.

Section V - Summary Schedule of Prior Audit Findings

No prior audit findings. Not applicable.

LANDER COUNTY
Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2017

<u>Federal Grantor/Pass-Through Grantor/ Program or Cluster Title</u>	<u>Federal CFDA Number</u>	<u>Pass-Through Entity Identifying Number</u>	<u>Passed Through to Subrecipients</u>	<u>Total Federal Expenditures</u>
U.S. Department of Transportation				
Direct Program:				
Airport Improvement Program	20.106	3-32-0001-25-2016	\$ -	\$ 764,599
Airport Improvement Program	20.106	3-32-0001-26-2016	-	231,239
			<u>-</u>	<u>995,838</u>
Passed through State of Nevada Department of Public Safety, Office of Traffic Safety				
Highway Safety Cluster				
Joining Forces Project	20.600	JF-2016-LCSO-00053	-	5,370
Joining Forces Project	20.600	JF-2017-LCSO-00004	-	2,170
			<u>-</u>	<u>7,540</u>
Total Department of Transportation			<u>-</u>	<u>1,003,378</u>
U.S. Department of Health and Human Services				
Passed through State of Nevada Department of Human Resources: Division for Aging Services				
Aging Cluster				
Title IIIC - 1 - Nutrition Services	93.045	09000-07-13-17	-	43,118
Title IIIC - 2 - Nutrition Services	93.045	09000-04-24-17	-	20,105
Title IIIB - Transportation Program	93.044	09000-10-LX-17	-	15,195
Nutrition Services Incentive Program	93.053	09000-57-NX-17	-	1,995
Total Department of Health and Human Services			<u>-</u>	<u>80,413</u>
Total Expenditure of Federal Awards			<u>\$ -</u>	<u>\$ 1,083,791</u>

LANDER COUNTY
Notes to the Schedule of Expenditures of Federal Awards
For the Year Ended June 30, 2017

Note 1. Basis of Presentation

Reporting Entity:

The accompanying schedule of expenditures of federal awards presents the activity or expenditure of all federal awards programs of Lander County (the County) for the year ended June 30, 2017. The County's reporting entity is defined in Note 1 of the basic financial statements. All expenditure of federal awards received directly from federal agencies as well as federal awards passed through other government agencies are included in the schedule.

Basis of Accounting:

This accompanying schedule of expenditures of federal awards has been prepared on the modified accrual basis of accounting. The information in this schedule is presented in accordance with the requirements Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance).

Relationship to Basic Financial Statements:

Expenditures of federal awards have been reported in the following funds:

General fund	\$ 7,540
Non-major funds:	
CCP Fund	995,838
Aged Services Fund	<u>80,413</u>
	<u>\$ 1,083,791</u>

Indirect Cost Rate:

The County did not elect to use the 10% de minimis indirect cost rate for fiscal year 2017.

Federal Loans:

The County did not have any federal loans for fiscal year 2017.

Subrecipients:

There were no subrecipients for fiscal year 2017.

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**Findings and Recommendations
For the Fiscal Year Ended June 30, 2017**

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 Weakness:

See Financial Statement Findings on pages 132-135

Significant Deficiencies:

See Financial Statement Findings on pages 132-135

COMPLIANCE AND OTHER MATTERS:

Compliance:

2017-002 Forest Reserves

Criteria: NRS 354.140 states, "Money distributed from the State for forest reserves must be expended for the benefit of the public schools and the public roads of the County in equal proportion for each object"

Condition: Forest reserve revenues received were not equally shared between the County and the School District. The County distributed them 75%/25% to the County and School District respectively.

Cause: The County did not properly update revenue sharing controls according to recent changes made with NRS 354.140.

Effect: The County did not comply with Nevada Revised Statute (NRS) 354.140 for fiscal year 2017.

Recommendation: We recommend the County establish controls to ensure compliance with NRS 354.140 and issue the remaining amount due to the School District as soon as possible.

2017-003

County Auditor Duties

Criteria: NRS 354.290 states, “The county auditor of each county shall: (1) Audit all apportionments made by the county treasurer. (2) Keep a complete record of all such apportionments to and disbursements from funds established under NRS 354.604. (3) Keep accounts showing the amount of revenue received from each of the various sources, the amount of expenditures of the various departments and the object of the expenditures.”

Condition: During the fiscal year the County Auditor (Fiscal Officer) was not auditing all apportionments made by the County Treasurer nor did the officer keep a complete record of all such apportionments to and disbursements from funds established, or the amount of expenditures of the various departments and the object of those expenditures.

Cause: The County has not implemented controls to ensure compliance with NRS 354.290.

Effect: The County did not comply with Nevada Revised Statute (NRS) 354.290 for fiscal year 2017.

Recommendation: We recommend the County design and implement controls to ensure compliance with NRS 354.290.

2017-004

Public Official Bond

Criteria: NRS 249.030 states, “The board of county commissioners shall, on or before the first Monday in September preceding the election of the county treasurer, and at any other time when the funds are to be substantially increased, prescribe the amount in which the county treasurer must execute an official bond. The bond and sureties of the county treasurer must, before the bond can be recorded and filed, be approved by a judge of the district court.”

Condition: We noted the County Treasurer retired during the fiscal year and that the newly appointed Treasurer does not currently have a surety bond in force. We did note that all requirements of NRS 249.030 were followed except for the execution of obtaining the bond once it was approved for the new Treasurer.

Cause: County personnel did not follow through in securing a surety bond for the appointed Treasurer after approval was provided to comply with NRS 249.030.

Effect: The County did not comply with NRS 249.030 for part of fiscal year 2017.

Recommendation: We recommend the County establish controls to ensure compliance with NRS 249.030 and obtain the required bond as soon as possible.

2017-005

Purchasing Requirements

Criteria: NRS 332.039, 332.045, and 338.1385 state that contracts between certain dollar amounts must be advertised and the County may be required to solicit at least two or three bids for said contracts.

Condition: We were unable to obtain a listing of all contracts the County entered into during the fiscal year falling under the requirements of NRS 332.039, 332.045, and 338.1385. Furthermore, we were unable to review the advertisement and bidding documentation related to some of the contracts entered into that appeared to fall under the requirements of NRS 332.039, 338.1385, and 332.045 for fiscal year 2017. Thus, we were unable to determine if all contracts requiring bids and advertisements were executed as prescribed by the NRS.

Cause: The County has not designed and implemented controls to ensure compliance with NRS 332.039, 332.045, and 338.1385.

Effect: The County may not have complied with Nevada Revised Statute (NRS) 332.039, 332.045, and 338.1385 for fiscal year 2017. It is possible that some contracts were not properly advertised or made available for bid as required by the NRS.

Recommendation: We recommend the County design and implement controls to ensure compliance with NRS 332.039, 332.045, and 338.1385. We recommend that a running log of advertised contracts for the fiscal year be maintained along with documentation related to advertisements and bidding requirements set forth in the NRS.

2016-007

Budgetary Compliance

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,”

Condition: Expenditures in the Juvenile Administrative Assessment Fund exceeded final budget appropriations for fiscal year 2017 by \$167.

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

Effect: The County did not comply with Nevada Revised Statute (NRS) 354.626 for fiscal year 2017.

Recommendation: We recommend the County design and implement 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,

A handwritten signature in cursive script that reads "Hinton Burdick, PLLC".

HintonBurdick, PLLC
December 30, 2017