



Financial Statements  
June 30, 2016  
**Eureka County**



---

Independent Auditor’s Report.....	1
Management’s Discussion and Analysis.....	4
Basic Financial Statements	
Statement of Net Position – Government-Wide.....	12
Statement of Activities – Government-Wide.....	13
Balance Sheet – Governmental Funds .....	14
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position .....	15
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds .....	16
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities .....	17
Statement of Net Position – Business-Type Activities – Proprietary Funds.....	18
Statement of Revenues, Expenses, and Changes in Fund Net Position – Business-Type Activities – Proprietary Funds.....	19
Statement of Cash Flows – Business-Type Activities – Proprietary Funds.....	20
Statement of Fiduciary Net Position – Fiduciary Funds .....	22
Notes to Financial Statements.....	23
Required Supplementary Information	
Major Governmental Funds	
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – General Fund.....	50
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Future Reserve Fund .....	59
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Road Fund .....	60
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Regional Transportation Fund.....	62
Schedule of Funding Progress – Other Post-Employment Benefit Plans .....	63
Schedule of County’s Share of Net Pension Liability Public Employees’ Retirement System of Nevada (PERS) .....	64
Schedule of County’s Contributions Public Employees’ Retirement System of Nevada (PERS).....	65
Notes to Required Supplementary Information .....	66
Supplementary Information	
Nonmajor Governmental Funds	
Combining Balance Sheet.....	68
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances.....	71
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Retiree Health Insurance Fund.....	74
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Agricultural Extension Fund .....	75
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Town of Eureka General Fund .....	76
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Unincorporated Town of Crescent Valley – General Fund.....	78
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Diamond Valley Weed Control District Fund.....	80

*This page intentionally left blank*

---

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Diamond Valley Rodent Control District Fund.....	81
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Nuclear Waste – Yucca Mountain Fund .....	82
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Yucca Mountain Fund.....	83
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Recreation Fund .....	84
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual –Tourism Fund .....	85
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Water Mitigation Fund.....	86
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Game Management Board Fund.....	87
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Eureka County Indigent Fund .....	88
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Eureka County Hospital Indigent Fund.....	89
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Landfill Fund.....	90
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Assessor’s Technology Fund.....	91
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Recorder’s Technology Fund .....	92
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Justice Court AA Fund.....	93
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Juvenile Court AA Fund .....	94
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Justice Court Facility Fund .....	95
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Forensic Fee Fund .....	96
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Building Operation and Maintenance Reserve Fund.....	97
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Natural Resource Multi-Use Protection Fund.....	98
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Capital Projects Fund .....	99
Business-Type Activities Enterprise Funds	
Schedule of Revenues, Expenses, and Changes in Fund Net Position – Budget and Actual – Eureka Town Water/Sewer Fund .....	100
Schedule of Revenues, Expenses, and Changes in Fund Net Position – Budget and Actual – Crescent Valley Water Fund .....	101
Schedule of Revenues, Expenses, and Changes in Fund Net Position – Budget and Actual – Devil’s Gate General Improvement District.....	102
Fiduciary Fund Types	
Combining Statement of Changes in Net Assets and Liabilities – All Agency Funds .....	103
Discretely Presented Component Units	
Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Agricultural District #15 Fund .....	106

*This page intentionally left blank*

---

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Eureka County Television District Fund.....	107
Compliance Section	
Independent Auditor’s Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> .....	109
Schedule of Findings and Responses .....	111
Auditor’s Comments .....	114

*This page intentionally left blank*





## **Independent Auditor's Report**

To the Honorable Board of Commissioners  
Eureka County, State of Nevada  
Eureka, Nevada

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Eureka County, State of Nevada (the County), as of and for the year June 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

*This page intentionally left blank*

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Eureka County, as of June 30, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis on pages 4 through 11, schedules of budgetary comparison information on pages 50 - 62, Schedules of Funding Progress - Other Postemployment Benefits on page 63, the County's Share of Net Pension liability on page 64, the County's Schedule of Contributions on page 65, and the notes to required supplementary information on page 66 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the management's discussion and analysis, Schedules of Funding Progress - Other Postemployment Benefits, the County's Share of Net Pension Liability, and the County's Schedule of Contributions in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The schedules of budgetary comparison information and related notes are the responsibility of management and was derived from and relates 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 budgetary comparison information and related notes are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

## **Other Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual nonmajor fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and other schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial

*This page intentionally left blank*

statements and other schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Prior Year Partial Comparative Information**

Certain supplementary information and required supplementary information includes partial summarized comparative information for the year ending June 30, 2015. The summarized comparative information was derived from the County's June 30, 2015 financial statements, which expressed an opinion that the accompanying supplementary information and certain required supplementary information as of and for the year ended June 30, 2015, was fairly stated in all material respects in relation to the 2015 financial statements taken as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated December 1, 2016 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Eide Bailly LLP". The signature is written in a cursive, flowing style.

Elko, Nevada  
December 1, 2016

*This page intentionally left blank*

As management of Eureka County, State of Nevada, we offer readers of Eureka County's financial statements this narrative overview and analysis of the financial activities of Eureka County for the fiscal year ended June 30, 2016.

## FINANCIAL HIGHLIGHTS

- The governmental activities assets of Eureka County exceeded its liabilities at June 30, 2016 by \$91,038,237 (net position). Of this \$11,548,022 (unrestricted) may be used to meet the government's ongoing obligations to citizens and creditors.
- The business-type activities assets of Eureka County exceeded its liabilities at June 30, 2016 by \$21,779,630 (net position). Of this \$2,602,155 (unrestricted) may be used to meet the government's ongoing obligations to citizens and creditors.
- At June 30, 2016, the total fund balance for the general fund was \$17,668,592.
- Eureka County at June 30, 2016 had no bonded debt.

## OVERVIEW OF THE FINANCIAL STATEMENTS

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

### Government-wide financial statements

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

The *statement of net position* presents information on all of Eureka County's assets and liabilities, with the difference between the two reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the Eureka County is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Eureka County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of Eureka County include general government, public safety, judicial, public works, health and sanitation, culture and recreation, and community support. The business-type activities of Eureka County include one water/sewer utility, and two additional water utilities.

The government-wide financial statements can be found on pages 12 – 13 of this report.

### **Fund financial statements**

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

### **Governmental funds**

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

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Eureka County maintains twenty-nine individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund and three other funds, which are considered to be major funds. Data from the other twenty-five governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining and individual fund statements and schedules* elsewhere in this report.

Eureka County adopts an annual appropriated budget for all of these funds. A budgetary comparison schedule has been provided for all funds to demonstrate compliance with this budget.

The basic governmental fund financial statements and reconciliations can be found on pages 14 – 17 of this report.

### **Proprietary funds**

As of Fiscal Year 2016 Eureka County maintains three proprietary type funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide information for the Devil's Gate General Improvement District, Eureka Water/Sewer and Crescent Valley Water which are considered to be major funds of Eureka County.

The basic proprietary fund financial statements can be found on pages 18 – 21 of this report.

### **Fiduciary funds**

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

The basic fiduciary fund financial statement can be found on page 22 of this report.



**Notes to the financial statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 23 - 49 of this report.

**Other information**

In connection with major governmental funds the individual fund statements and schedules can be found on pages 50 - 62 of this report. In connection with non-major governmental funds the combining and individual fund statements and schedules can be found on pages 68 – 99 of this report. The major proprietary fund individual fund statements can be found on pages 100 – 102 of this report.

**Government-wide Financial Analysis**

As noted earlier, Eureka County net position may serve over time as a useful indicator of a government's financial position. In the case of Eureka County, assets exceeded liabilities by \$112,817,867 at the close of the most recent fiscal year.

The largest portion of Eureka County's net position (66%) reflects its net investment in capital assets (e.g., land, buildings, machinery, and equipment). There is no outstanding related debt used to acquire those assets. Eureka County uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending.

The following table provides a summary of Eureka County's net position at June 30, 2016:

	<b>Eureka County's Net Position</b>					
	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
Current and other assets	\$ 58,641,770	\$ 57,169,005	\$ 3,800,026	\$ 4,212,897	\$ 62,441,796	\$ 61,381,902
Capital assets	55,531,036	59,704,992	19,177,475	20,135,217	74,708,511	79,840,209
<b>Total assets</b>	<b>114,172,806</b>	<b>116,873,997</b>	<b>22,977,501</b>	<b>24,348,114</b>	<b>137,150,307</b>	<b>141,222,111</b>
Deferred Outflows of Resources	1,075,438	1,099,038	50,842	51,956	1,126,280	1,150,994
Current and other liabilities	1,302,707	1,506,256	74,485	88,175	1,377,192	1,594,431
Long-term liabilities	20,491,883	19,158,541	1,060,038	1,015,151	21,551,921	20,173,692
<b>Total liabilities</b>	<b>21,794,590</b>	<b>20,664,797</b>	<b>1,134,523</b>	<b>1,103,326</b>	<b>22,929,113</b>	<b>21,768,123</b>
Deferred inflows of resources	2,415,417	2,737,073	114,190	129,396	2,529,607	2,866,469
Net position						
Net investment in capital assets	55,531,036	59,704,992	19,177,475	20,135,217	74,708,511	79,840,209
Restricted	23,959,179	23,094,480	-	-	23,959,179	23,094,480
Unrestricted	11,548,022	11,771,693	2,602,155	3,032,131	14,150,177	14,803,824
<b>Total net position</b>	<b>\$ 91,038,237</b>	<b>\$ 94,571,165</b>	<b>\$21,779,630</b>	<b>\$23,167,348</b>	<b>\$ 112,817,867</b>	<b>\$ 117,738,513</b>

Eureka County's *unrestricted net position* \$14,150,177 may be used to meet the government's ongoing obligation to citizens and creditors.

At the end of the current fiscal year, Eureka County is able to report positive balances in all categories of net position, both for the government as a whole, as well as for the governmental and business-type activities. The same situation held true for the prior fiscal year.

#### **Governmental activities**

Governmental activities decreased Eureka County's net position by \$3,532,928 and the Business-type activities decreased net position by \$1,387,718. Overall County general revenues decreased \$3,793,470 during fiscal year 2016 compared to fiscal year 2015. Eureka County included a special item due to the write-off of a note receivable, due to non-payment the County will be assuming the property in September 2016 and the fair value of the property was deemed to be less than the note by \$2,841,942.

#### **Business-type activities**

Business-type activities decreased Eureka County's net position by \$1,387,718. This was due to no transfer of funds in the current year. Depreciation expense for the current fiscal year was \$1,082,811.

Eureka County  
Management's Discussion and Analysis  
June 30, 2016

<b>Eureka County's Changes in Net Position</b>						
	Governmental Activities		Business-type Activities		Total	
	2016	2015	2016	2015	2016	2015
<b>Revenues</b>						
Program revenues						
Charges for services	\$ 1,119,052	\$ 1,387,186	\$ 450,402	\$ 494,944	\$ 1,569,454	\$ 1,882,130
Operating grants and contributions	1,008,950	935,821	-	-	1,008,950	935,821
Capital grants and contributions	36,140	251,665	-	604,000	36,140	855,665
General revenues						
Taxes	9,348,292	11,734,656	-	-	9,348,292	11,734,656
Intergovernmental	5,502,535	5,662,783	-	-	5,502,535	5,662,783
Other	1,018,281	2,274,371	34,097	24,865	1,052,378	2,299,236
<b>Total revenues</b>	<b>18,033,250</b>	<b>22,246,482</b>	<b>484,499</b>	<b>1,123,809</b>	<b>18,517,749</b>	<b>23,370,291</b>
<b>Expenses</b>						
General government	6,042,772	6,239,333	-	-	6,042,772	6,239,333
Public safety	2,802,087	3,237,462	-	-	2,802,087	3,237,462
Judicial	1,233,270	1,512,591	-	-	1,233,270	1,512,591
Public works	4,746,139	5,084,822	-	-	4,746,139	5,084,822
Health and sanitation	1,716,965	1,673,700	-	-	1,716,965	1,673,700
Culture and recreation	1,446,411	1,567,691	-	-	1,446,411	1,567,691
Community support	736,592	819,025	-	-	736,592	819,025
Water	-	-	1,739,544	1,764,754	1,739,544	1,764,754
Sewer	-	-	132,673	94,669	132,673	94,669
<b>Total expenses</b>	<b>18,724,236</b>	<b>20,134,624</b>	<b>1,872,217</b>	<b>1,859,423</b>	<b>20,596,453</b>	<b>21,994,047</b>
Transfers	-	(2,200,000)	-	2,200,000	-	-
<b>Special Item</b>						
Write-off on note receivable	2,841,942	-	-	-	2,841,942	-
Change in net position	(3,532,928)	(88,142)	(1,387,718)	1,464,386	(4,920,646)	1,376,244
Net position, beginning of year	94,571,165	94,659,307	23,167,348	21,702,962	117,738,513	116,362,269
Net position, end of year	<b>\$ 91,038,237</b>	<b>\$ 94,571,165</b>	<b>\$ 21,779,630</b>	<b>\$ 23,167,348</b>	<b>\$ 112,817,867</b>	<b>\$ 117,738,513</b>

## **Financial Analysis of the Government's Funds**

### **Major Governmental Fund Balance Changes**

The Eureka County General Fund ending fund balance decreased to \$17,668,592 in Fiscal Year 2016 compared to \$17,822,806 at the end of fiscal year 2015. This is mainly due to a reduction in net proceeds of mines revenues and a reduction in expenditures and transfers to other funds.

There were no major changes in the Future Reserve Fund. This fund will not be utilized until there is a severe financial reversal of Eureka County revenues. The Road Fund showed an increase of \$554,845 in its fund balance and the Regional Transportation Fund (RTC) showed an increase of \$385,415 in its fund balance. There were not any major road projects in fiscal year 2016.

### **Major Proprietary Fund Balance Changes**

Unrestricted net assets in the Eureka Town Water/Sewer Fund at June 30, 2016 was \$955,718, and the fund had a decrease in net position of \$871,519 from the prior fiscal year. Unrestricted net assets in the Crescent Valley Water Fund was \$437,571, and the fund had a decrease in net position of \$285,435 from the prior fiscal year. Unrestricted net assets in the Devils Gate General Improvement District was \$1,208,866, and the fund had a decrease in net position of \$230,764 from the prior fiscal year. The majority of the decrease in the funds was related to depreciation expense and other post-employment benefit costs.

### **Budgetary Highlights - Fiscal Year Ended June 30, 2016**

The budget statements reflect a comparison of budgeted revenues and expenditures to actual for the year ended June 30, 2016. The budget statements were prepared from the final budget as filed with the Nevada Department of Taxation. Budget revenues and expenditures were adjusted for grants received in excess of original amounts budgeted and increased opening fund balances; augmentations and line item transfers were made during the year as approved by the County Commissioners.

### **Significant budgetary variances between the final amended budget and actual results**

#### **General Fund Revenues**

In the General Fund, there was a decrease in revenues overall. Revenues exceeded the budget by \$2,359,971. The General Fund revenues were \$12,570,597 and the budgeted total was \$10,210,626. The decrease can mainly be attributed to net proceeds of mines payments. Declining gold prices indicate that there is the potential of a credit or refund due to mining entities that prepaid their net proceeds of minerals. As a result, Net Proceeds of Mines revenues were not budgeted for fiscal year 2016. Eureka County may not see any net proceeds of mines payments until 2018 or later because of several factors including potential credits due to mining entities; the change enacted during the 2015 legislative session reverting the payment of net proceeds to actual receipts and economic factors impacting the mining industry. \$300,000 was budgeted for the PILT (Payment in Lieu of Taxes) but \$380,960 was received from the Federal Government. Assessor Commissions revenues were \$402,200 more than the budgeted amount. Assessor Commission collections are driven by Net Proceeds of Mines taxes. Consolidated Tax Collections (primary state sales tax) were \$100,034 more than budgeted projections. These taxes were directly affected by the downturn in mining activity. Interest earnings were \$39,207 less than budgeted due to lower interest rates.

#### **Expenditures**

Actual expenditures were \$9,943,024, which was \$2,327,663 less than the budget appropriations for the year. Several department spent significantly less than budgeted due to budgeted positions not being filled and reductions in the purchase of services and supplies.

Overall, the total ending fund balance was \$17,668,592, which is \$14,019,134 more than budgeted. Of the \$17,668,592 ending fund balance, \$2,515,340 was assigned for opening fund balance on July 1, 2016.

Additional general fund budget information can be found on pages 50 – 58.

**Other Major Funds:**

Capital outlay was not expended in the Road Fund due to the anticipated uncertainty in the net proceeds of minerals payments to the county.

Of the \$1,500,000 budgeted for capital outlay in the Regional Transportation Fund, \$9,900 was spent for capital projects.

Other major fund budget information can be found on pages 59 – 62.

**Capital Assets**

Eureka County's investment in capital assets for its governmental and business-type activities as of June 30, 2016, amounts to \$74,708,511 (net of accumulated depreciation). This investment in capital assets includes land, buildings, water and sewer systems, improvements, machinery and equipment, park facilities, roads, highways, and bridges. Eureka County's investment in capital assets for fiscal year 2016 decreased \$5,131,698.

The decrease were primarily due to depreciation totaling \$5,619,134 and no major new capital asset purchases.

Additional information regarding capital assets can be found at Note 4 on page 35 and 36.

**Economic Factors and Next Year's Budgets and Rates**

- The unemployment rate for Eureka County as of June 30, 2016, was 6 percent, which is an increase from the rate of 5.7 percent one year ago. The State of Nevada average unemployment rate of 7.1 percent exceeds the national average rate of 5.4 percent.
- The occupancy rate of the government's central business district has remained constant for the past few years.
- Inflationary trends in the region compare favorably to national indices.
- The closure of a mine employing 130 people affected the local economy and will have a budgetary effect on Eureka County tax revenues.
- The bankruptcy of a mine project in a neighboring county negatively affected the local economy with decreased demand for housing, hotels, and services.

All of these factors were considered in preparing Eureka County's budget for the 2017 fiscal year.

Eureka County has appropriated \$13,102,500 for General Fund spending in the 2017 fiscal year budget. Due to the decline in Net Proceeds of Mines and property taxes, Eureka County implemented a \$0.10 tax increase. Charges for county services were reviewed in fiscal year 2016 and were increased accordingly for each department.

*This page intentionally left blank*

**Postemployment Benefits**

The number of retirees utilizing this benefit increased in Fiscal Year 2016 from forty-two to forty-five. The monthly bill is approximately \$15,800. The Other Postemployment Benefits (OPEB) report was produced for Eureka County by Bickmore Services in 2014. The OPEB information is located in the footnotes of this report.

**Property Tax Sales**

It is the responsibility of the County Clerk/Treasurer to hold regular delinquent real property tax sales. A delinquent real property tax sale was held in Fiscal Year 2016.

**Leadership Changes**

All elected county officials remained the same throughout the fiscal year 2016. In December of 2015 the County Commissioners approved to remove the County Auditor duties from the County Recorder's Office and created the County Comptroller's Office. Human Resource issues are managed by Pooling Resources, Inc. with the assistance of the County Comptroller.

**Requests for Information**

This financial report is designed to provide a general overview of Eureka County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Eureka County Comptroller, P.O. Box 852, Eureka, Nevada 89316, Telephone Number 775-237-6128, E-mail [ktodd@eurekacountynv.gov](mailto:ktodd@eurekacountynv.gov).

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>Assets</b>			
Cash and investments	\$ 54,426,841	\$ 3,742,639	\$ 58,169,480
Accounts receivable	51,838	50,766	102,604
Due from other governments	1,072,744	-	1,072,744
Taxes receivable, delinquent	11,412	-	11,412
Accrued interest receivable	139,529	6,621	146,150
Notes receivable	2,939,406	-	2,939,406
Capital assets, net of accumulated depreciation	53,705,864	19,056,605	72,762,469
Capital assets, not being depreciated	1,825,172	120,870	1,946,042
<b>Total assets</b>	<b>114,172,806</b>	<b>22,977,501</b>	<b>137,150,307</b>
<b>Deferred outflows of resources</b>			
Pensions	1,075,438	50,842	1,126,280
<b>Liabilities</b>			
Accounts payable and other	\$ 463,154	\$ 27,631	\$ 490,785
Accrued salaries and related liabilities	392,136	22,521	414,657
Due to other governments	42,542	189	42,731
Unearned revenue	31,559	-	31,559
Other liabilities	30,453	-	30,453
Current portion of compensated absences	342,863	24,144	367,007
Noncurrent liabilities			
Compensated absences	531,706	49,486	581,192
Other postemployment benefits liability	9,798,840	530,171	10,329,011
Net pension liability	10,161,337	480,381	10,641,718
<b>Total liabilities</b>	<b>21,794,590</b>	<b>1,134,523</b>	<b>22,929,113</b>
<b>Deferred inflows of resources</b>			
Pensions	2,415,417	114,190	2,529,607
<b>Net Position</b>			
Net investment in capital assets	55,531,036	19,177,475	74,708,511
Net position - restricted	23,959,179	-	23,959,179
Net position - unrestricted	11,548,022	2,602,155	14,150,177
<b>Total net position</b>	<b>\$ 91,038,237</b>	<b>\$ 21,779,630</b>	<b>\$ 112,817,867</b>



Eureka County  
Statement of Net Position – Government-Wide  
June 30, 2016

Component Units	
Eureka County Television District	Agricultural District #15
\$ 602,808	\$ 475,010
-	-
9,180	-
107	48
1,066	840
-	-
387,207	370
11,626	-
<u>1,011,994</u>	<u>476,268</u>
<u>1,437</u>	<u>1,191</u>
\$ 3,748	\$ 672
1,422	941
-	-
-	-
-	-
-	-
-	-
-	-
13,577	11,257
<u>18,747</u>	<u>12,870</u>
<u>3,227</u>	<u>2,676</u>
398,833	370
592,624	285,805
-	175,738
<u>\$ 991,457</u>	<u>\$ 461,913</u>

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government				
Governmental activities				
General government	\$ 6,042,772	\$ 794,283	\$ 1,790	\$ -
Public safety	2,802,087	4,657	42,112	35,270
Judicial	1,233,270	126,714	316	-
Public works	4,746,139	1,416	820,561	870
Health and sanitation	1,716,965	99,850	-	-
Culture and recreation	1,446,411	29,633	70,273	-
Community support	736,592	62,499	73,898	-
Total governmental activities	<u>18,724,236</u>	<u>1,119,052</u>	<u>1,008,950</u>	<u>36,140</u>
Business-type activities				
Water	1,739,544	398,029	-	-
Sewer	132,673	52,373	-	-
Total business-type activities	<u>1,872,217</u>	<u>450,402</u>	<u>-</u>	<u>-</u>
Total primary government	<u>\$ 20,596,453</u>	<u>\$ 1,569,454</u>	<u>\$ 1,008,950</u>	<u>\$ 36,140</u>
Component Units:				
Eureka County Television District	\$ 280,700	\$ -	\$ -	\$ -
Agricultural District #15	111,780	31,949	-	-
Total Component Units	<u>\$ 392,480</u>	<u>\$ 31,949</u>	<u>\$ -</u>	<u>\$ -</u>
General revenues				
Property taxes				
Room taxes				
County optional fuel tax				
Various state collected pass-through revenues not restricted to specific programs				
Non-restricted federal aid				
Interest and investment earnings				
Miscellaneous revenue				
Special item				
Total general revenues and transfers				
Change in Net Position				
Net Position, Beginning of Year				
Net Position, End of Year				

Eureka County  
Statement of Activities – Government-Wide  
Year Ended June 30, 2016

Net (Expense) Revenue and Changes in Net Position				
Primary Government			Component Units	
Governmental Activities	Business-Type Activities	Total	Eureka County Television District	Agricultural District #15
\$ (5,246,699)	\$ -	\$ (5,246,699)		
(2,720,048)	-	(2,720,048)		
(1,106,240)	-	(1,106,240)		
(3,923,292)	-	(3,923,292)		
(1,617,115)	-	(1,617,115)		
(1,346,505)	-	(1,346,505)		
(600,195)	-	(600,195)		
<u>(\$16,560,094)</u>	<u>-</u>	<u>(16,560,094)</u>		
-	(1,341,515)	(1,341,515)		
<u>-</u>	<u>(80,300)</u>	<u>(80,300)</u>		
-	(1,421,815)	(1,421,815)		
<u>(\$16,560,094)</u>	<u>(1,421,815)</u>	<u>(17,981,909)</u>		
			\$ (280,700)	\$ -
			<u>-</u>	<u>(79,831)</u>
			<u>(280,700)</u>	<u>(79,831)</u>
9,207,046	-	9,207,046	93,470	43,978
65,651	-	65,651	-	-
75,595	-	75,595	-	-
5,121,575	-	5,121,575	65,258	-
380,960	-	380,960	-	-
583,394	34,097	617,491	5,981	4,792
434,887	-	434,887	8,277	-
<u>(2,841,942)</u>	<u>-</u>	<u>(2,841,942)</u>	<u>-</u>	<u>-</u>
<u>13,027,166</u>	<u>34,097</u>	<u>13,061,263</u>	<u>172,986</u>	<u>48,770</u>
(3,532,928)	(1,387,718)	(4,920,646)	(107,714)	(31,061)
<u>94,571,165</u>	<u>23,167,348</u>	<u>117,738,513</u>	<u>1,099,171</u>	<u>492,974</u>
<u>\$ 91,038,237</u>	<u>\$ 21,779,630</u>	<u>\$ 112,817,867</u>	<u>\$ 991,457</u>	<u>\$ 461,913</u>

	General Fund	Future Reserve Fund	Road Fund
<b>Assets</b>			
Cash and investments	\$ 14,511,254	\$ 10,475,849	\$ 6,655,898
Accounts receivable	26,992	-	154
Due from other governments	844,920	28,390	121,448
Taxes receivable, delinquent	7,155	-	1,434
Accrued interest receivable	69,510	18,530	11,773
Notes receivable	2,939,406	-	-
<b>Total assets</b>	<b>\$ 18,399,237</b>	<b>\$ 10,522,769</b>	<b>\$ 6,790,707</b>
<b>Liabilities</b>			
Accounts payable	\$ 292,820	\$ -	\$ 63,092
Accrued salaries and related liabilities	305,563	-	52,343
Due to other governments	19,648	-	530
Unearned revenue - grants	31,559	-	-
Other liabilities	30,453	-	-
<b>Total liabilities</b>	<b>680,043</b>	<b>-</b>	<b>115,965</b>
<b>Deferred Inflows of Resources</b>			
Unavailable Revenue - delinquent property taxes	6,798	-	1,362
Unavailable Revenue - NRHA interest	43,804	-	-
<b>Total deferred inflow of resources</b>	<b>50,602</b>	<b>-</b>	<b>1,362</b>
<b>Fund Balances</b>			
Nonspendable	2,939,406	-	-
Restricted	-	10,522,769	5,149,808
Committed for projects not yet completed	-	-	-
Assigned			
Subsequent year operations	2,515,340	-	214,347
Due to nature of fund	-	-	1,309,225
Unassigned	12,213,846	-	-
<b>Total fund balances</b>	<b>17,668,592</b>	<b>10,522,769</b>	<b>6,673,380</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 18,399,237</b>	<b>\$ 10,522,769</b>	<b>\$ 6,790,707</b>

Eureka County  
Balance Sheet – Governmental Funds  
June 30, 2016

Regional Transportation Fund	Other Non-major Governmental Funds	Total Governmental Funds
\$ 3,983,043	\$ 18,800,797	\$ 54,426,841
-	24,692	51,838
14,859	63,127	1,072,744
320	2,503	11,412
7,045	32,671	139,529
-	-	2,939,406
<u>\$ 4,005,267</u>	<u>\$ 18,923,790</u>	<u>\$ 58,641,770</u>
\$ -	\$ 107,242	\$ 463,154
-	34,230	392,136
-	22,364	42,542
-	-	31,559
-	-	30,453
<u>-</u>	<u>163,836</u>	<u>959,844</u>
307	2,419	10,886
-	-	43,804
<u>307</u>	<u>2,419</u>	<u>54,690</u>
-	-	2,939,406
345,883	7,940,719	23,959,179
-	8,977,520	8,977,520
355,917	715,571	3,801,175
3,303,160	1,123,725	5,736,110
-	-	12,213,846
<u>4,004,960</u>	<u>18,757,535</u>	<u>57,627,236</u>
<u>\$ 4,005,267</u>	<u>\$ 18,923,790</u>	<u>\$ 58,641,770</u>

*This page intentionally left blank*

Eureka County  
 Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position  
 June 30, 2016

---

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

Total fund balance, governmental funds		\$ 57,627,236
<p>Capital assets net of the related depreciation are not reported in the Governmental Funds financial statements because they are not current financial resources, but they are reported in the statement of net position.</p>		
Capital assets	\$ 109,966,867	
Less accumulated depreciation	<u>(56,261,003)</u>	53,705,864
Capital assets, not being depreciated	<u>\$ 1,825,172</u>	1,825,172
Deferred inflows of resources represent amounts that are not yet available to fund current expenditures, and are not reported in the governmental funds.		54,690
<p>Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.</p>		
Net pension liability	\$ (10,161,337)	
Compensated absences	(874,569)	
Other post employment benefits	<u>(9,798,840)</u>	(20,834,746)
<p>Deferred outflows and inflows of resources related to pensions are applicable to future periods and, therefore, are not reported in the governmental funds.</p>		
Deferred outflows of resources related to pensions	\$ 1,075,438	
Deferred inflows of resources related to pensions	<u>(2,415,417)</u>	(1,339,979)
Net position of governmental activities		<u><u>\$ 91,038,237</u></u>

	General Fund	Future Reserve Fund	Road Fund
Revenues			
Taxes	\$ 5,970,547	\$ 109,801	\$ 1,208,400
Licenses and permits	8,017	-	-
Intergovernmental revenues	5,284,722	-	806,762
Charges for services	766,104	-	-
Fines and forfeits	94,948	-	-
Miscellaneous	446,259	153,202	68,899
Total revenues	<u>12,570,597</u>	<u>263,003</u>	<u>2,084,061</u>
Expenditures			
General Government	3,046,961	-	-
Public Safety	2,439,150	-	-
Judicial	1,110,568	-	-
Public Works	430,124	-	1,529,216
Health and Sanitation	1,179,537	-	-
Culture and Recreation	1,175,286	-	-
Community Support	561,398	-	-
Total expenditures	<u>9,943,024</u>	<u>-</u>	<u>1,529,216</u>
Excess (Deficiency) of revenues over (under) expenditures	2,627,573	263,003	554,845
Other Financing Sources (Uses)			
Sale of capital assets	60,155	-	-
Special Item			
Write-off on note receivable	<u>(2,841,942)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(154,214)	263,003	554,845
Fund Balances, Beginning of Year	<u>17,822,806</u>	<u>10,259,766</u>	<u>6,118,535</u>
Fund Balances, End of Year	<u>\$ 17,668,592</u>	<u>\$ 10,522,769</u>	<u>\$ 6,673,380</u>



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

Regional Transportation Fund	Other Governmental Funds	Total Governmental Funds
\$ 329,436	\$ 1,591,638	\$ 9,209,822
-	2,214	10,231
75,595	456,141	6,623,220
-	247,769	1,013,873
-	-	94,948
39,532	324,475	1,032,367
<u>444,563</u>	<u>2,622,237</u>	<u>17,984,461</u>
-	1,307,807	4,354,768
-	126,190	2,565,340
-	87,532	1,198,100
59,148	46,706	2,065,194
-	439,816	1,619,353
-	118,729	1,294,015
-	-	561,398
<u>59,148</u>	<u>2,126,780</u>	<u>13,658,168</u>
385,415	495,457	4,326,293
-	-	60,155
-	-	(2,841,942)
385,415	495,457	1,544,506
<u>3,619,545</u>	<u>18,262,078</u>	<u>56,082,730</u>
<u>\$ 4,004,960</u>	<u>\$ 18,757,535</u>	<u>\$ 57,627,236</u>

Eureka County

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental  
Funds to the Statement of Activities  
Year Ended June 30, 2016

---

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

Net change in fund balances, governmental funds		\$ 1,544,506
<p>Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, those costs are shown in the statement of net position and allocated over their estimated useful lives as depreciation expense in the statement of activities.</p>		
Capital outlay to purchase capital assets	\$ 407,342	
Current depreciation expense	<u>(4,536,323)</u>	(4,128,981)
<p>The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position.</p>		
		(44,975)
<p>Property taxes and interest revenues that are collected in time to pay obligations of the current period are reported as revenue in the fund statements. However, amounts that relate to prior periods that first become available in the current period should not be reported as revenue in the statement of activities.</p>		
Current year change in unavailable property taxes revenue	\$ 4,985	
Current year change in unavailable interest revenue	<u>43,804</u>	48,789
<p>Long-term liabilities are not due and payable in the current period, therefore are not reported in the funds.</p>		
Current year change in compensated absences	\$ 97,428	
Current year change in other post employment benefits obligation	<u>(1,181,347)</u>	(1,083,919)
<p>Governmental funds report County PERS contributions as expenditures. However, in the statement of activities, the cost of pension benefits earned is reported as pension expense:</p>		
County PERS contributions	\$ 1,054,283	
County pension expense	<u>(922,631)</u>	<u>131,652</u>
Change in net position of governmental activities		<u><u>\$ (3,532,928)</u></u>

Eureka County  
Statement of Net Position – Business-Type Activities – Proprietary Funds  
June 30, 2016

	Business - Type Activities - Enterprise Funds			Total Enterprise Funds
	Eureka Town Water/Sewer Fund	Crescent Valley Water Fund	Devil's Gate General Improvement District	
<b>Assets</b>				
<b>Current assets</b>				
Cash and cash equivalents	\$ 1,482,322	\$ 770,928	\$ 1,489,389	\$ 3,742,639
Accounts receivable	30,482	18,269	2,015	50,766
Accrued interest receivable	2,622	1,364	2,635	6,621
<b>Total current assets</b>	<b>1,515,426</b>	<b>790,561</b>	<b>1,494,039</b>	<b>3,800,026</b>
<b>Noncurrent assets</b>				
Capital assets, net of accumulated depreciation	13,439,268	3,037,809	2,579,528	19,056,605
Capital assets, not being depreciated	20,646	-	100,224	120,870
<b>Total noncurrent assets</b>	<b>13,459,914</b>	<b>3,037,809</b>	<b>2,679,752</b>	<b>19,177,475</b>
<b>Total assets</b>	<b>14,975,340</b>	<b>3,828,370</b>	<b>4,173,791</b>	<b>22,977,501</b>
<b>Deferred outflows of resources</b>				
Pensions	22,369	13,391	15,082	50,842
<b>Liabilities</b>				
<b>Current liabilities</b>				
Accounts payable	13,422	7,931	6,278	27,631
Accrued salaries and related liabilities	13,133	5,215	4,173	22,521
Due to other governments	108	27	54	189
Compensated absences	13,167	5,923	5,054	24,144
<b>Total current liabilities</b>	<b>39,830</b>	<b>19,096</b>	<b>15,559</b>	<b>74,485</b>
<b>Noncurrent liabilities</b>				
Compensated absences	27,852	10,744	10,890	49,486
Other postemployment benefits liability	252,802	179,932	97,437	530,171
Net pension liability	211,353	126,531	142,497	480,381
<b>Total noncurrent liabilities</b>	<b>492,007</b>	<b>317,207</b>	<b>250,824</b>	<b>1,060,038</b>
<b>Total liabilities</b>	<b>531,837</b>	<b>336,303</b>	<b>266,383</b>	<b>1,134,523</b>
<b>Deferred inflows of resources</b>				
Pensions	50,240	30,078	33,872	114,190
<b>Net Position</b>				
Net investment in capital assets Unrestricted	13,459,914 955,718	3,037,809 437,571	2,679,752 1,208,866	19,177,475 2,602,155
<b>Total net position</b>	<b>\$ 14,415,632</b>	<b>\$ 3,475,380</b>	<b>\$ 3,888,618</b>	<b>\$ 21,779,630</b>

Eureka County  
Statement of Revenues, Expenses, and Changes in Fund Net Position – Business-Type Activities – Proprietary Funds  
Year Ended June 30, 2016

	Business - Type Activities - Enterprise Funds			Total Enterprise Funds
	Eureka Town Water/Sewer Fund	Crescent Valley Water Fund	Devil's Gate General Improvement District	
Operating Revenues				
Charges for sales and services				
Water use charges	\$ 191,976	\$ 154,280	\$ 32,992	\$ 379,248
Water hook up charges	3,530	1,875	1,695	7,100
Sewer use charges	48,533	-	-	48,533
Sewer hook up charges	3,840	-	-	3,840
Parcel assessments	-	-	11,681	11,681
Total operating revenues	<u>247,879</u>	<u>156,155</u>	<u>46,368</u>	<u>450,402</u>
Operating Expenses				
Salaries	129,814	92,395	50,034	272,243
Employee benefits	148,579	35,617	4,673	188,869
Services and supplies	147,326	95,702	85,266	328,294
Depreciation	704,071	226,065	152,675	1,082,811
Total operating expenses	<u>1,129,790</u>	<u>449,779</u>	<u>292,648</u>	<u>1,872,217</u>
Operating Income (Loss)	<u>(881,911)</u>	<u>(293,624)</u>	<u>(246,280)</u>	<u>(1,421,815)</u>
Nonoperating Revenues (Expenses)				
Interest income	9,620	6,274	11,864	27,758
Net realized gain (loss)	(2,901)	(167)	(363)	(3,431)
Net increase (decrease) in fair value of investments	3,673	2,082	4,015	9,770
Total nonoperating revenues	<u>10,392</u>	<u>8,189</u>	<u>15,516</u>	<u>34,097</u>
Change in Net Position	<u>(871,519)</u>	<u>(285,435)</u>	<u>(230,764)</u>	<u>(1,387,718)</u>
Net Position, Beginning of Year	<u>15,287,151</u>	<u>3,760,815</u>	<u>4,119,382</u>	<u>23,167,348</u>
Net Position, End of Year	<u><u>\$ 14,415,632</u></u>	<u><u>\$ 3,475,380</u></u>	<u><u>\$ 3,888,618</u></u>	<u><u>\$ 21,779,630</u></u>

Eureka County  
Statement of Cash Flows – Business-Type Activities – Proprietary Funds  
June 30, 2016

	Business - Type Activities - Enterprise Funds			Total Enterprise Funds
	Eureka Town Water/Sewer Fund	Crescent Valley Water Fund	Devil's Gate General Improvement District	
Operating activities				
Receipts from customers and users	\$ 241,610	\$ 152,597	\$ 47,978	\$ 442,185
Payments to suppliers	(168,988)	(93,242)	(80,613)	(342,843)
Payments to employees	(118,731)	(93,159)	(59,236)	(271,126)
Payments for benefits	(92,147)	(40,384)	(25,802)	(158,333)
Net cash from (used for)				
Operating activities	(138,256)	(74,188)	(117,673)	(330,117)
Investing activities				
Interest received	7,385	6,266	11,804	25,455
Earnings on investments	772	1,915	3,653	6,340
Net cash from (used for)				
Investing activities	8,157	8,181	15,457	31,795
Capital and related financing activities				
Purchase of capital assets	(125,069)	-	-	(125,069)
Net cash provided (used) by				
Capital and related Financing activities	(125,069)	-	-	(125,069)
Net change in cash and Cash equivalents	(255,168)	(66,007)	(102,216)	(423,391)
Cash and cash equivalents, beginning of year	1,737,490	836,935	1,591,605	4,166,030
Cash and cash equivalents, End of Year	\$ 1,482,322	\$ 770,928	\$ 1,489,389	\$ 3,742,639

Eureka County  
Statement of Cash Flows – Business-Type Activities – Proprietary Funds  
June 30, 2016

	Business - Type Activities - Enterprise Funds			Total Enterprise Funds
	Eureka Town Water/Sewer Fund	Crescent Valley Water Fund	Devil's Gate General Improvement District	
Reconciliation of operating income (loss) to Net cash provided (used) by operating activities:				
Operating income (loss)	\$ (881,911)	\$ (293,624)	\$ (246,280)	\$ (1,421,815)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation expense	704,071	226,065	152,675	1,082,811
Pension expense	19,190	11,489	12,938	43,617
County pension contributions	(21,929)	(13,128)	(14,785)	(49,842)
Change in assets and liabilities:				
(Increase) decrease in receivables	(6,269)	(3,558)	1,610	(8,217)
Increase (decrease) in accounts payables	(21,662)	2,460	4,653	(14,549)
Increase (decrease) in accrued payroll and related liabilities	11,083	(764)	(9,202)	1,117
Increase (decrease) in other postemployment benefits liability	59,171	(3,128)	(19,282)	36,761
Total adjustments	743,655	219,436	128,607	1,091,698
Net cash provided (used) by Operating activities	\$ (138,256)	\$ (74,188)	\$ (117,673)	\$ (330,117)
Noncash Investing, Capital, and Financing activities:				
Net change in fair value of investments:	\$ 7,547	\$ 4,237	\$ 7,415	\$ 19,199

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

---

	<u>Agency Funds</u>
Assets	
Cash and cash equivalents	\$ 305,042
Accounts receivable	25,582
Accrued interest receivable	<u>523</u>
Total assets	<u><u>\$ 331,147</u></u>
Liabilities	
Due to other governments	<u>331,147</u>
Total liabilities	<u><u>\$ 331,147</u></u>

## **Note 1 - Summary of Significant Accounting Policies**

Eureka County, State of Nevada, (the “County”) is a local government created under the provisions of Nevada Revised Statutes (NRS) 243.110. Eureka County is governed by an elected Board of three Commissioners who possess final decision making authority and is held primarily accountable for those decisions. The County Commission is responsible for approving the budget, establishing spending limitations, funding any deficits and borrowing funds and/or issuing bonds to finance county system operations and construction.

The accounting policies of the County conform to accounting principles generally accepted in the United States of America as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing these accounting and financial principles.

The accounting and reporting framework and the more significant accounting policies are as follows:

### **Reporting Entity**

The financial statements included herein present the County and its component units, entities for which the County is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the County's operations. Thus data from these units (Eureka Town, Crescent Valley Town, and Diamond Valley) are combined with data of the County. The County has two discretely presented component units, the Eureka County Television District and the Agricultural District #15. Each component unit presented has a June 30 year-end.

The County receives and disburses money in various agency accounts held for other entities, such as property taxes collected pending settlement to another entity. These accounts are maintained only in a fiduciary capacity in fiduciary funds and are not included in this report beyond that capacity.

The unincorporated towns of Eureka and Crescent Valley serve the citizens of the County. Crescent Valley Town has an advisory board of five elected members. The final operational and financial decisions are made by the County Commissioners. The property tax rates are authorized and approved by the County Commission. Any legal liabilities for the general obligations of these unincorporated towns remain with the County. The financial activities of the unincorporated towns are reported in special revenue and proprietary funds.

Diamond Valley Weed and Rodent Control Districts are special districts created to provide services to control certain undesirable items within the districts. The Districts share the same governing boards as the general County. The districts are reported as special revenue funds. The Eureka County Television District is a special district providing television broadcast services to Eureka County, and is included as a discretely presented component unit. The Agricultural District #15 is a special district that provides for the Eureka County Fair, and is included as a discretely presented component unit.



### **Accounting Changes**

As of July 1, 2015, the County adopted GASB Statement No. 72, *Fair Value Measurement and Application*. The implementation of this standard requires governments disclose investments at fair value. The additional disclosures required by this standard are included in Note 2.

### **Government-Wide and Fund Financial Statements**

The basic financial statements consist of government-wide statements and the fund financial statements. The government-wide financial statements include a statement of net position and a statement of activities. The government-wide statements report information on all of the non-fiduciary activities of the primary government and its component units.

For the most part, the effect of inter-fund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of net position presents the financial position of the County at year-end in separate columns, for both governmental and business-type activities. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to patrons who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and revenues not properly included among program revenues are reported instead as general revenues. Those programs or functions with a net cost not supported by program revenues are generally dependent on general-purposes revenues, such as taxes, to remain operational. When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

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. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

### **Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are proprietary fund and fiduciary fund financial statements. Agency funds, however, report only assets and liabilities so do not have a measurement focus. 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 revenue 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. Grant revenues are reflected as unearned revenue if funds have been received prior to meeting such requirements.

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. Gross receipts and sales taxes are considered “measurable” when in the hands of intermediary collecting agents or governments. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days after the end of the current fiscal period. Anticipated refunds of taxes are recorded as liabilities and reductions of revenue when they are measurable and the payment seems certain. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, employment benefits, and claims and judgments, are recorded only when payment is due.

Property 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. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the County.

The major revenue sources of the County include tax revenues, ad valorem (property) taxes, governmental services tax, interest income and various state and federal grants. Ad valorem taxes are reflected as deferred inflows of resources in the individual funds if they are not available to finance the activities of the current period.

The County’s financial records are organized on the basis of funds, which are independent fiscal and accounting entities with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions.

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 and costs of operations traditionally associated with governments, which are not required to be accounted for in another fund.
- Future Reserve Fund – To account for receipts received pursuant to NRS 362.171 to set aside funds to mitigate adverse effects upon the County from the opening or closing of a major industry.
- Road Fund – To account for money received primarily from the County fuel tax. Expenditures are limited to construction, repair and maintenance of County roads and bridges, and the purchase of machinery and implements necessary to do such work.
- Regional Transportation Fund – To account for proceeds of the County Option Fuel Tax pursuant to NRS 373.110. Expenditures are limited to improvements and maintenance of streets and highways.

The County also reports the following non-major governmental funds:

- Special Revenue Funds – These funds account for specific financial resources that are legally restricted or committed by Board action to expenditures for specific purposes.
- Capital Projects Fund – This fund accounts for financial resources to be used for the acquisition or construction of major capital assets. Resources are provided by ad valorem taxes and interest income.

The County reports the following major enterprise funds:

- Eureka Town Water/Sewer Fund – To account for all revenues and expenses used to provide water and sewer services to the residents of the town of Eureka.
- Crescent Valley Water Fund – To account for all revenues and expenses used to provide water services to the residents of the town of Crescent Valley.
- Devil’s Gate General Improvement District (G.I.D.) Enterprise Fund – To account for all revenues and expenses used to provide water services to the residents of the Devil’s Gate General Improvement District.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services or producing and delivering goods in connection with the proprietary funds’ principal ongoing operations. The principal operating revenues of the enterprise funds are charges for water and or sewer use and assessments to the various residents and property owners. Operating expenses for the enterprise funds include the costs of providing water and sewer services, administrative expenses, and depreciation on capital assets. Revenue and expense not meeting this definition are reported as non-operating revenues and expenses.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. The effects of interfund services provided and used have not been eliminated in those statements.

### **Budgets and Budgetary Accounting**

Eureka County adheres to the Local Government Budget and Finance Act incorporated in Section 354 of the Nevada Revised Statutes. The County is required to legally adopt budgets for all funds except fiduciary funds. The budgets are filed as a matter of public record with the County Auditor and State Department of Taxation. The County staff uses the following procedures to establish, modify and control the budgetary information that is reflected in these financial statements.

1. On or before April 15, the Eureka County Board of Commissioners file a tentative budget with the Nevada Department of Taxation for all funds for the fiscal year beginning the following July 1. The tentative budget is prepared by fund, function and department and includes proposed expenditures and the means of financing them.
2. Public budget hearings on the tentative budget are held on the third Monday in May prior to the adoption of the budget to obtain taxpayer comments.
3. Prior to June 1, the Board indicates changes, if any, to be made to the tentative budget and adopts a final budget by a majority vote of the Commissioners. The final budget must then be forwarded to the Nevada Department of Taxation for final approval. The above dates may be adjusted as necessary during legislative years.
4. Formal budgetary integration in the financial records of all funds is employed to enhance management control during the year, however encumbrance accounting is not utilized. All appropriations lapse at the end of the fiscal year.
5. The appropriated budget amounts may be transferred between functions, funds, or contingency accounts if the transfer does not increase the total appropriations for fiscal year amounts subject to advisement of the Commissioners at the next subsequent meeting and must be recorded in the minutes of the meeting. Budget augmentations and amendments in excess of original budgetary amounts require prior approval of the Eureka Board of County Commissioners, following a scheduled and noticed public hearing.
6. Budgets for all funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP). Budgeted amounts reflect budget amendments made during the year in accordance with the above procedures.

7. In accordance with state statute, actual expenditures may not exceed budgetary appropriations of the various functions of the individual governmental funds, except for bond repayments, short-term financing repayment and any other long-term contract expressly authorized by law, and certain other items specified in NRS 354.626. For Proprietary Funds the sum of operating and non-operating expenses may not exceed the sum of budgeted operating and non-operating expenses.

### **Property Taxes**

All real property in Eureka 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 assessed at 35% of "taxable value" as defined by statute. The amount of tax levied is determined by multiplying the assessed value by the tax rate applicable to the area in which the property is located. In 2005, the Nevada State Legislature passed Assembly Bill 489 which provides for a partial abatement of the property tax levied on qualified property. For qualified property, the abatement may limit the increase of property taxes based on the previous year's assessed value.

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 session, the tax rate was further limited to \$3.64 per hundred dollars of assessed valuation unless the electorate approves an additional rate. Legislation passed during the 1981 legislative session provided for a reduction in the property tax rate based upon a legislatively derived formula.

To help offset this loss in property tax revenue, the state sales tax was increased from 3.5% to 5.75% by the State Legislature. The 1991 legislature further increased the minimum sales tax to 6.5%. This increase in sales tax, less .5% of collections to cover administrative costs, is being returned to the local governments as a part of the consolidated tax. The amount of sales tax to be distributed to each governmental entity in Nevada is determined by a formula developed and approved by the State Legislature.

Taxes on real property are levied and the lien on the property attached on July 1 (the levy date) of the year for which the taxes are levied. Taxes are due on the third Monday in August; however, they may be paid in four installments payable on the third Monday in August, and the first Mondays in October, January and March. Any tax paid more than ten days late is assessed a penalty. In the event of nonpayment, the County Treasurer records a Trustee's Certificate holding the property for a period of two years after the first Monday in June of the year the certificate is dated, unless sooner redeemed upon payment of taxes, penalties and costs together with interest at the rate of 10% per year from the date the taxes were due until paid. If delinquent taxes are not paid within the two-year redemption period, the County Treasurer, obtains a tax deed to the property free of all encumbrances. Upon receipt of a deed, the County Treasurer may sell the property to satisfy the tax lien once all requirements are met.

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, mobile homes, marine, aircraft and agricultural. In Eureka County, taxes on motor vehicles are also collected by the County Assessor and remitted to the State. The taxes are then returned to the County of origin to be apportioned based on a statutory formula as part of Consolidated Tax Revenue.

Eureka County collects property taxes for all entities with a tax rate within the County and remits the tax collected the month following collection to the appropriate entity.

The State Legislature changed the collection methodology related to net proceeds of mines tax for calendar year 2011. The new methodology required anyone subject to the net proceeds of mines tax to estimate their production for the next calendar year and prepay the tax. This resulted in unintended consequences resulting in credit balances being carried into future years. In the fiscal year ended June 30, 2014, several mines located within Eureka County had credit balances resulting in a significant reduction in the net proceeds of mines tax for the year ended June 30, 2014 and 2015, as a result the County chose not to budget net proceeds of mines for the year ended June 30, 2016, since the impact of the credit balance was not known.

Property tax revenue and the related receivable have been recognized for property tax assessments in the fiscal year for which they were levied, provided that such taxes were collected within 60 days after the County's year-end. Taxes receivable not collected within such time period are recorded as deferred revenue at the County's year-end in the individual fund financial statements.

### **Cash and Cash Equivalents**

For purposes of the statement of cash flows, the County of Eureka considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

### **Cash and Investments**

Cash includes amounts in demand deposits as well as short-term investments with a maturity date within three months of the date of acquisition. Cash balances from most funds are combined, held and invested by the County Treasurer. Short-term investments are stated at cost, which is or approximates fair market value. Long-term investments are stated at fair value at the balance sheet date.

State statutes authorize deposits in any bank, credit union or savings and loan that are federally insured. The County may invest in the following securities:

- United States bonds and debentures, bills and notes of the United States Treasury, or obligations of the United States or a corporation sponsored by the government maturing within ten (10) years from the date of purchase.
- Certain farm loan bonds.
- Negotiable certificates of deposit from commercial banks, insured credit unions or insured savings and loan associations.
- State of Nevada Local Government Pooled Investment Fund (unrated).
- Certain securities issued by local governments of the State of Nevada.
- Certain "AAA" rated money market mutual funds that invest in federal securities.
- Other securities expressly provided by other statutes, including repurchase agreements.
- Certain banker's acceptances not to exceed 180 days maturities or 20% of the money available for investment.
- Obligations of state and local governments rated A or higher and exempt from gross income for federal income tax purposes.
- Certain corporate or depository institution commercial paper purchased from a registered broker-dealer rated A-1, P-1, or better with maturity of no more than 270 days.

### Accounts Receivable

Accounts receivable as stated in the balance sheet are considered collectible, and accordingly, an allowance for uncollectible accounts is not deemed necessary.

### Inventories

Expenditures for consumable supplies and minor equipment purchases are charged against appropriations of all governmental funds 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 are valued in accordance with policy adopted as detailed below:

1. Assets acquired prior to July 1, 1968, were valued at cost if determinable or at estimated present value by the various County officials and department supervisors.
2. County buildings were established at insurable value at June 30, 1969, except for the Diagnostic and Treatment Center that was established at cost.
3. All assets acquired since July 1, 1968, are recorded at cost.
4. All assets transferred from the Eureka Town Water and Sewer Enterprise Funds and the Crescent Valley Town Water Fund are recorded at the net book value as of July 1, 1985.
5. Prior to July 1, 2000, Governmental funds infrastructure assets were not capitalized. These assets (back to July 1, 1980) have been valued at estimated historical cost.
6. The value of land owned by the County is carried at an estimated present value as of July 1, 1968. Additions to land since that date are at cost. Tax deeded property is recorded based on the total taxes owed when the property is deeded to the County.
7. Expenditures over \$500 are capitalized as capital assets.
8. Donated capital assets are valued at their estimated fair value on the date donated.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings	25-40 years
Improvements Other than Buildings	10-40 years
Equipment and Vehicles	3-10 years
Utility System - Well and System	10-40 years
Infrastructure	20-40 years

Fund Financial Statements – 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. Capital assets used in proprietary fund operations are not accounted for as capital outlay expenditures in the Statement of Revenues, Expenses, and Changes in Fund Net Position - Proprietary Funds.

### **Compensated Absences**

Certain County employees earn vacation leave and sick leave at rates dependent on length of employment and can be accumulated to a specified maximum number of days. The County pays limited accumulated sick leave to certain employees upon retirement. Accumulated costs for unused vacation pay and sick leave are recognized currently for those retiring prior to June 30, 2016. Remaining costs of unused vacation and sick leave are not recorded in the fund financial statements, but are included in the government-wide financial statements. These benefits have typically been paid from the General Fund.

### **Fund Balance/Net Position**

Government-wide Financial Statements – The government-wide Statement of Net Position utilizes a net position presentation. Net position is categorized as net investment in capital assets, restricted and unrestricted. Net investment in capital assets includes capital assets net of depreciation and the debt outstanding that relates to the acquisition, construction, or improvement of capital assets.

Restricted net position consists of unspent grants, donations, funds restricted by statute, and debt proceeds with third party restrictions for use on specific projects or programs. Unrestricted net position represents all other available financial resources of the County.

Fund Financial Statements – In the governmental fund financial statements, the following classifications of fund balance are used:

- **Nonspendable** – Amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.
- **Restricted** – Amounts that can be spent only for specific purposes because of constitutional provisions, enabling legislation, or because of constraints that are externally imposed by creditors, grantors, contributors, or the law or regulations of other governments.
- **Committed** – Amounts that can only be used for specific purposes. Committed fund balance may only be established, rescinded, or changed pursuant to resolutions passed by the County Commissioners, the County's highest level of decision making authority.
- **Assigned** – Amounts that the County intends to use for a specific purpose, but do not meet the definitions of restricted or committed fund balance. Under the County's adopted policy, amounts may be assigned by the Budget Officer under the authorization of the Board.
- **Unassigned** – Amounts that have not been restricted, committed, or assigned to a specific purpose within the General Fund.

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

The County does not have a minimum fund balance policy.

## **Pensions**

For purposes of measuring the net pension liability and pension expense, information about the fiduciary net position of the Public Employees' Retirement System of the State of Nevada (PERS) Base Plan (Base Plan) and additions to/deduction from Base Plan's fiduciary net position have been determined on the same basis as they are reported by the Base Plan. 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.

## **Deferred Inflows and Outflows of Resources**

In addition to assets, the Statement of Net Position/Governmental Funds Balance Sheet may report a separate section for deferred outflows of resources. This separate statement element represents the consumption of net position/fund balance that applies to future periods and so will not be recognized as an outflow of resources (expense) until then. The County reported deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date of the net pension liability and change in the County's proportion and difference between the County's contributions and the County's proportionate contribution in the Statement of Net Position.

In addition to liabilities, the Statement of Net Position/Governmental Funds Balance Sheet may report a separate section for deferred inflows of resources. This separate statement element represents an acquisition of net position/fund balance that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The County reflects deferred inflows of resources which are unavailable revenue reported in the government fund balance sheet for delinquent property taxes and interest from the NRHA note receivable, under the modified accrual basis of accounting. The County reported deferred inflows of resources related to pensions resulting from differences between expected and actual experience and the difference between the projected and actual earnings on pension plan investments in the Statement of Net Position.

## **Net Proceeds of Mines**

The County receives Net Proceed of Mine taxes through the State of Nevada that is then apportioned by the County. Each year the County is supposed to receive a prepayment distribution of an estimate of Net Proceeds of Mine tax in June. In most instances the County receives a final distribution in August or September for the prior year and the amount received within 60 days after the end of the year is recognized as taxes receivable and as revenue. Final installment amounts received more than 60 days after the end of the year are recognized in the year received rather than the previous year.

## **Risk Management**

The County is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; injuries of employees; and natural disasters, as are all entities. The County has joined together with similar public agencies (cities, counties and special districts) throughout the State of Nevada to create a pool under the Nevada Inter-local 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 POOL for its general insurance coverage. 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 \$13,000,000 general aggregate per member. Property, crime and equipment breakdown coverage is provided to its members up to \$300,000,000 per loss with various sub-limits established for earthquake, flood, equipment breakdown, and money and securities.

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

The County pays premiums based on payroll costs to PACT. 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 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.

## **Note 2 - Cash and Temporary Investments**

The County Treasurer maintains cash available for use by all funds. In addition, minor amounts of cash are separately held by other County Officials. There is no restricted cash at year-end. The various bank balances are either covered by FDIC insurance or collateralized by securities held in the County's name in the Nevada State Treasurer collateral pool.

NRS 355.170 sets forth acceptable investments for Nevada local governments. The County has also adopted a formal investment policy that would further limit its exposure to certain risks as set forth below:

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. The County's investment policy does not limit investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates beyond those specified in the statute.

Credit Risk – Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation and is a function of the credit quality ratings of its investments. The County's investment policy does not specify minimum acceptable credit ratings further than those listed in state statutes. The County is a voluntary participant in the State of Nevada Local Government Investment Pool (LGIP), an unrated external investment pool. The fair value of the investment in the pool is the same as the value of the pool shares. Nevada local governments are permitted to invest in this pool pursuant to NRS 355.167. The pool has regulatory oversight from the Board of Finance for the State of Nevada. The County's investment in LGIP is equal to its original investment plus monthly allocations of interest income and realized and unrealized gains and losses, which is the same as the value of the pool shares. More information regarding this pool, including quarterly reports, may be obtained from the Nevada State Treasurer, 101 N. Carson #4, Carson City, Nevada 89701.

As of June 30, 2016, all securities, except those specifically listed, were rated AA+ or better by Standard & Poor's or Aaa or better by Moody's. The County places no limit on the amount the County may invest in any one issuer. The County's investments are held in U. S. Government Treasury Notes (33.92%), negotiable certificates of deposits (17.89%), Federal Home Loan Mortgage Corporate Notes (5.95%), Federal Farm Credit Bank Debentures (12.24%), Federal National Mortgage Association Notes (5.66%), Federal Home Loan Bank Debentures (8.01%), the Freddie Mac Discount Notes (1.48%), and the Local Government Investment Pool (14.85%).

Custodial Credit Risk – For deposits, custodial credit risk is the risk that in the event of a bank failure, the County's deposits may not be returned. The County's bank deposits are covered by FDIC insurance and collateralized by the Office of the State Treasurer/Nevada Collateral Pool. For an investment, custodial credit risk is the risk that in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of outside parties. The County's investment policy does not further limit this exposure.

Cash and investments held by the County are allocated to the various funds as follows:

Major Governmental Funds	\$ 35,626,044
Nonmajor Governmental Funds	18,800,797
Discretely Presented Component Units	1,077,818
Proprietary Funds	3,742,639
Total Primary Government	59,247,298
Fiduciary funds	305,042
Total Cash and Investments	\$ 59,552,340

Cash and deposits of the County at June 30, 2016 were held as follows:

Demand Accounts	\$ 1,946,047
-----------------	--------------

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 County does not have any investments that are measured using Level 3 inputs.

The County has the following fair value measurements as of June 30, 2016:

	<u>June 30, 2016</u>	<u>Fair Value Measurement Using</u>	
		<u>Quoted Prices in Active Markets For Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>
Money Market Funds	\$ 7,048,275	\$ 7,048,275	\$ -
Local Government Investment Pool *	7,508,261	2,045,250	5,463,011
Federal Home Loan Mtg. Corp. Notes	3,007,558	3,007,558	-
Federal Farm Credit Bank Debentures	6,187,009	6,187,009	-
Federal Home Loan Bank Debentures	4,050,606	4,050,606	-
Federal National Mortgage Association Notes	2,862,959	2,862,959	-
Freddie Mac Discount Notes	749,707	749,707	-
Negotiable Certificates of Deposit	9,044,005	9,044,005	-
U.S. Treasury notes	17,147,913	17,147,913	-
	<u>\$ 57,606,293</u>	<u>\$ 52,143,282</u>	<u>\$ 5,463,011</u>

\* Represents average weighted maturity of 142 days.

### Note 3 - Notes Receivable and Special Item

In 2011 the County loaned the Nevada Rural Housing Authority \$4,781,348 to build a 50 unit multifamily complex. The units were available to rent in Fiscal Year 2015 and the County started receiving interest payments on this loan in Fiscal Year 2013. In 2012 the County loaned an additional \$1,000,000 to the Nevada Rural Housing Authority to fund the remaining costs of the multifamily complex.

Interest payments were current as of June 30, 2016. Due to nonpayment of principal balances outstanding, management entered into negotiations and on September 8, 2016 Eureka County assumed title to the property through a deed of sale. This resulted in a write-off to the note receivable as the fair value of the property is expected to be less than the note receivable. The write-off has been reported as a special item, due to its significance and its infrequent occurrence.

Scheduled principal payments were as follows as of June 30, 2016:

<u>Years Ending</u>	<u>Amount</u>
2016	\$ 4,781,348
2017	1,000,000
Less Write-off	(2,841,942)
	<u>\$ 2,939,406</u>

**Note 4 - Capital Assets**

	June 30, 2015	Reclassification	Additions	Transfers	Deletions	June 30, 2016
Governmental Activities						
Capital assets, not being depreciated						
Land	\$ 1,857,897	\$ -	\$ 12,250	\$ -	\$ 44,975	\$ 1,825,172
Capital assets, being depreciated						
Improvements other than buildings	7,589,115	-	-	-	-	7,589,115
Buildings and improvements	33,943,394	-	52,365	-	-	33,995,759
Equipment and vehicles	18,308,727	(9,522)	320,844	-	37,809	18,582,240
Infrastructure	49,768,348	9,522	21,883	-	-	49,799,753
Total capital assets, being depreciated	109,609,584	-	395,092	-	37,809	109,966,867
Less accumulated depreciation	51,762,489	-	4,536,323	-	37,809	56,261,003
Total capital assets, being depreciated, net	57,847,095	-	(4,141,231)	-	-	53,705,864
Total governmental activities capital assets, net	\$59,704,992	\$ -	\$ (4,128,981)	\$ -	\$ 44,975	\$55,531,036
Discretely Presented Component Units:						
Eureka County Television District						
Capital assets, not being depreciated						
Construction in progress	\$ 11,626	\$ -	\$ -	\$ -	\$ -	\$ 11,626
Capital assets, being depreciated						
Improvements other than buildings	8,792	-	-	-	-	8,792
Buildings and improvements	324,539	-	-	-	-	324,539
Equipment and vehicles	1,938,418	-	15,544	-	-	1,953,962
Total capital assets, being depreciated	2,271,749	-	15,544	-	-	2,287,293
Less accumulated depreciation	1,741,492	-	158,594	-	-	1,900,086
Total capital assets, being depreciated, net	530,257	-	(143,050)	-	-	387,207
Total Eureka County Television District capital assets, net	\$ 541,883	\$ -	\$ (143,050)	\$ -	\$ -	\$ 398,833

Eureka County  
Notes to Financial Statements  
June 30, 2016

	Balance June 30, 2015	Reclassification	Additions	Transfers	Deletions	Balance June 30, 2016
Agricultural District #15						
Capital assets, being depreciated						
Equipment and vehicles	1,389	-	411	-	-	1,800
Less accumulated depreciation	1,389	-	41	-	-	1,430
<b>Total Agricultural District #15 capital assets, net</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 370</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 370</b>
Business-type Activities						
Capital assets, not being depreciated						
Land and water rights	\$ 120,870	\$ -	\$ -	\$ -	\$ -	\$ 120,870
Construction in progress	29,924	-	-	(29,924)	-	-
Total capital assets, not being depreciated	150,794	-	-	(29,924)	-	120,870
Capital assets, being depreciated						
Improvements other than buildings	84,896	-	-	-	-	84,896
Buildings and improvements	54,512	-	-	-	-	54,512
Equipment and vehicles	195,101	-	2,725	29,924	-	227,750
Infrastructure	28,523,818	-	122,344	-	-	28,646,162
Total capital assets, being depreciated	28,858,327	-	125,069	29,924	-	29,013,320
Less accumulated depreciation	8,873,904	-	1,082,811	-	-	9,956,715
Total capital assets, being depreciated, net	19,984,423	-	(957,742)	29,924	-	19,056,605
<b>Total business-type activities capital assets, net</b>	<b>\$20,135,217</b>	<b>\$ -</b>	<b>\$ (957,742)</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$19,177,475</b>
<b>Grand total net-all capital assets</b>	<b>\$80,382,092</b>	<b>\$ -</b>	<b>\$ (5,229,403)</b>	<b>\$ -</b>	<b>\$ 44,975</b>	<b>\$75,107,714</b>

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

Governmental Activities	
General government	\$ 1,536,272
Public safety	147,391
Judicial	14,779
Public works including depreciation of general infrastructure assets	2,587,410
Health and sanitation	76,416
Culture and recreation	55,003
Community support	119,052
	<u>\$ 4,536,323</u>
Discretely Presented Component Units	
Eureka County Television District	\$ 158,594
Agricultural District #15	41
	<u>\$ 158,635</u>
Business-type Activities	
Water	\$ 1,011,595
Sewer	71,216
	<u>\$ 1,082,811</u>
Construction in progress, discretely present component unit - Eureka County Television District, at June 30, 2016 included the following:	
Microwave Network Upgrade	<u>\$ 11,626</u>

### Note 5 - Landfill Closure and Post-Closure Costs

The Environmental Protection Agency has established closure and capping requirements for all municipal solid waste landfills that received waste after October 9, 1991. The EPA also established 30-year post closure care requirements for landfills that accept solid waste after October 9, 1993.

The County operates one landfill near the Town of Eureka and a transfer station in Crescent Valley. According to the Eureka County Landfill Capacity Analysis 2012, 94% of the landfill's capacity remains, and its estimated remaining life is 66 years. The County purchased insurance to cover the costs of closure and post closure of the landfill. The County is obligated to make annual payments of \$33,606 to Nevada Public Agency Insurance pool for a period of fifteen years. Since all costs for closure and post closure are covered by the insurance policy as allowed by NAC 444.6855, the County recognizes costs as the insurance premiums are paid rather than recording a liability for closure and post closure costs based on the estimated percentage of capacity used to date. The estimated costs for closure and post-closure, provided by Lumos and Associates, Inc., are \$2,129,900 and \$475,700, respectively. This estimate is subject to change due to inflation, deflation, technology, or changes in applicable laws or regulations.

**Note 6 - Available Borrowing Capacity**

The lawful County government general-obligation debt limit is established under NRS 244A.059 not to exceed ten percent of the total last assessed valuation of the taxable property of the County. The legal debt limit for unincorporated town general-obligation is established under NRS 269.425 not to exceed twenty-five percent of the last assessed valuation of the taxable property of the town.

The general-obligation debt limit and available borrowing capacity, at June 30, 2016, of the respective general County government, and unincorporated towns within Eureka County is as follows:

	<u>Eureka General County</u>	<u>Town of Eureka</u>	<u>Town of Crescent Valley</u>
General Obligation Debt Limit	\$ 126,099,166	\$ 3,530,731	\$ 1,170,989
General Obligation Debt Outstanding	<u>-</u>	<u>-</u>	<u>-</u>
Available Borrowing Capacity	<u>\$ 126,099,166</u>	<u>\$ 3,530,731</u>	<u>\$ 1,170,989</u>

**Note 7 - Long-Term Liabilities**

There is no bonded long-term debt as of June 30, 2016. Other long-term liabilities, typically paid through the General Fund, consisted of the following:

	<u>Outstanding July 01, 2015</u>	<u>Increases</u>	<u>Decreases</u>	<u>Outstanding June 30, 2016</u>	<u>Due Within 1 year</u>
Governmental Activities:					
Vested Vacation/ Sick leave	<u>\$ 971,997</u>	<u>\$ 352,798</u>	<u>\$ 450,226</u>	<u>\$ 874,569</u>	<u>\$ 342,863</u>
Business-type Activities:					
Vested Vacation/ Sick leave	<u>\$ 72,266</u>	<u>\$ 24,095</u>	<u>\$ 22,731</u>	<u>\$ 73,630</u>	<u>\$ 24,144</u>

### **Note 8 - Fund Closure**

The Nuclear Waste Yucca Mountain fund was closed during the fiscal year.

### **Note 9 - Defined Benefit Pension Plan**

#### **Plan Description**

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

#### **Benefits Provided**

Benefits, as required by the Nevada Revised Statutes (NRS or statute), are determined by the number of years of accredited service at time of retirement and the member's highest average compensation in any 36 consecutive months with special provisions for members entering PERS on or after January 1, 2010. Benefit payments to which participants or their beneficiaries may be entitled under the plan include pension benefits, disability benefits, and survivor benefits.

Monthly benefit allowances for members are computed as 2.5% of average compensation for each accredited year of service prior to July 1, 2001. For service earned on and after July 1, 2001, this multiplier is 2.67% of average compensation. For members entering PERS on or after January 1, 2010, there is a 2.5% multiplier. PERS offers several alternatives to the unmodified service retirement allowance which, in general, allow the retired employee to accept a reduced service retirement allowance payable monthly during his or her lifetime and various optional monthly payments to a named beneficiary after his or her death.



Post-retirement increases are provided by authority of NRS 286.575 - .579.

### **Vesting**

Regular members are eligible for retirement at age 65 with five years of service, at age 60 with 10 years of service, or at any age with thirty years of service. Regular members entering PERS on or after January 1, 2010, are eligible for retirement at age 65 with five years of service, or age 62 with 10 years of service, or any age with thirty years of service.

Police/Fire members are eligible for retirement at age 65 with five years of service, at age 55 with ten years of service, at age 50 with twenty years of service, or at any age with twenty-five years of service. Police/Fire members entering PERS on or after January 1, 2010, are eligible for retirement at 65 with five years of service, or age 60 with ten years of service, or age 50 with twenty years of service, or at any age with thirty years of service. Only service performed in a position as a police officer or firefighter may be counted towards to eligibility for retirement as Police/Fire accredited service.

The normal ceiling limitation on monthly benefits allowances is 75% of average compensation. However, a member who has an effective date of membership before July 1, 1985, is entitled to a benefit of up to 90% of average compensation. Both Regular and Police/Fire members become fully vested as to benefits upon completion of five years of service.

### **Contributions**

The authority for establishing and amending the obligation to make contributions and member contribution rates, is set by statute. New hires, in agencies which did not elect the Employer-Pay Contribution (EPC) plan prior to July 1, 1983, have the option of selecting one of two contribution plans. Contributions are shared equally by employer and employee. Employees can take a reduced salary and have contributions made by the employer (EPC) or can make contributions by a payroll deduction matched by the employer.

PERS' basic funding policy provides for periodic contributions at a level pattern of cost as a percentage of salary throughout an employee's working lifetime in order to accumulate sufficient assets to pay benefits when due.

PERS receives an actuarial valuation on an annual basis indicating the contribution rates required to fund PERS on an actuarial reserve basis. Contributions actually made are in accordance with the required rates established by the Nevada Legislature. These statutory rates are increased/decreased pursuant to NRS 286.421 and 286.450.

The actuary funding method used is the Entry Age Normal Cost Method. It is intended to meet the funding objective and result in a relatively level long-term contributions requirement as a percentage of salary.

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

Eureka County's and the discretely presented component units' (the County) contributions were \$1,128,908 for the year ended June 30, 2016.

**PERS Investment Policy**

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

The following was the PERS Board adopted policy target asset allocation as of June 30, 2015:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Geometric Expected Rate of Real Return</u>
Domestic Equity	42%	5.50%
International Equity	18%	5.75%
Domestic Fixed Income	30%	0.25%
Private Markets	10%	6.80%

As of June 30, 2015, PERS' long-term inflation assumption was 3.5%.

**Net Pension Liability**

At June 30, 2016, the County's reported a liability of \$10,666,552 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on the County's share of contributions in PERS pension plan relative to the total contributions of all participating PERS employers and members. At June 30, 2015, the County's proportion was 0.09308 percent, which is a decrease of 0.00759 from its proportion measured as of June 30, 2014 of 0.10067.

**Pension Liability Discount Rate Sensitivity**

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

	<u>1% Decrease in Discount Rate (7.00%)</u>	<u>Discount Rate (8%)</u>	<u>1% Increase in Discount Rate (9.00%)</u>
Net Pension Liability	\$16,253,689	\$10,666,552	\$6,020,457

**Pension Plan Fiduciary Net Position**

Detailed information about the pension plan's fiduciary net position is available in the PERS Comprehensive Annual Financial Report, available on the PERS website.

*Actuarial Assumptions*

The County's and the discretely presented component units' net pension liability was measured as of June 30, 2015, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation Rate	3.50%
Payroll Growth	5.00% including inflation
Investment Rate of Return	8.00%
Productivity Pay Increase	0.75%
Projected Salary Increases	Regular: 4.60% to 9.75%, depending on service Police/Fire: 5.25% to 14.5%, depending on service Rates include inflation and productivity increases
Consumer Price Index	3.50%
Other Assumptions	Same as those used in the June 30, 2015 funding actuarial valuation

Mortality rates for non-disabled male regular members were based on the RP-2000 Combined Healthy Mortality Table projected to 2015 with Scale AA. Mortality rates for non-disabled female regular members were based on the RP-2000 Combined Healthy Mortality Table, projected to 2013 with Scale AA, set back one year. Mortality rates for all non-disabled police/fire members were based on the RP-2000 Combined Healthy Mortality Table projected to 2013 with Scale AA, set forward one year. The mortality table used in the actuarial valuation to project mortality rates for all disabled regular members and all disabled police/fire members is the RP-2000 Disabled Retiree Mortality Table projected to 2013 with Scale AA, set forward three years.

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

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

**Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**

For the year ended June 30, 2016, the County and the discretely presented component units recognized pension expense of \$968,503. At June 30, 2016, the County and the discretely presented component units 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	\$ -	\$ 802,309
Net Difference Between Projected and Actual earnings on pension plan investments	-	577,771
Changes in the Employer's Proportion and Differences Between the employer's contributions and the Employer's proportionate contributions	-	1,155,430
County Contributions Subsequent to the Measurement date	1,128,908	-
Total	\$ 1,128,908	\$ 2,535,510

The \$1,128,908 reported as deferred outflows of resources related to pensions resulting from Employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2017.

The average of the expected remaining service lives of all employees that are provided with pensions through PERS (active and inactive employees) determined at July 1, 2014 (the beginning of the measurement period ended June 30, 2015) is 6.55 years.

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

Year Ended June 30:	
2017	\$ (641,508)
2018	(641,508)
2019	(641,508)
2020	(132,112)
2021	(336,475)
Thereafter	(142,399)
	\$(2,535,510)

## **Note 10 - Post-Employment Healthcare Plans**

### **Plan Descriptions**

The County administers a single-employer defined benefit healthcare plan, Eureka County Employee Health Benefits Plan (ECHBP). Additionally, the County contributes to an agent multiple-employer defined benefit postemployment healthcare plan, Public Employees' Benefits Plan (PEBP). Each plan provides medical, dental, prescription, and life insurance benefits to eligible retired County employees and beneficiaries.

Benefit provisions for ECHBP are established pursuant to NRS 287.023 and amended through negotiations between the County and its employees. NRS 288.150 assigns the authority to establish benefit provisions to the 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. As of June 30, 2016, twenty seven retirees were using this plan. ECHBP 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 September 1, 2008 for retirement within the Nevada Public Employee Retirement System had the option upon retirement to enroll in coverage under the PEBP. NRS 287.023 discontinued the option to join PEBP for County employees who retired after November 29, 2008. Local governments are required to pay the same portion of the cost of coverage for their retirees joining PEBP that the State of Nevada pays for state retirees participating in their plan. As of June 30, 2016, eighteen County retirees were utilizing this benefit. PEBP does not issue a publicly available financial report.

### **Funding Policy**

For ECHBP, contribution requirements of the plan members and County are established and may be amended through negotiations between the County and their employees. Direct County retirees are required to pay the difference between their premiums, based on a blended rate that blends active participants and retirees, and the retiree subsidy. For the plan year ended June 30, 2016, retirees qualified for a subsidy of \$117 at five years of service and \$646 at twenty years of service, with incremental increases for each year of service between. The County paid \$143,547 to insurance providers on behalf of these retirees during the current fiscal year. The County did not prefund any future benefits, however, a special revenue fund was opened to begin setting aside assets toward this liability.

For PEBP, NRS 287.046 establishes the subsidies to be contributed toward the premium costs of the eligible retired County employees. The contribution requirements of plan members and the County may be amended by the PEBP board. Premium rates determined by PEBP are the same for all participating members. Plan members receiving benefits have their monthly contribution deducted from their pension checks based on the health plan chosen by the retiree, as reduced by the amount of the subsidy; therefore their contributions are not available. For the plan year ended June 30, 2016, retirees qualified for a subsidy of ranging from \$3 to \$613 per month. As a participating employer, the County is billed for the subsidy on a monthly basis and is legally required to provide for it. For fiscal year June 30, 2016, the County contributed \$18,720 to the plan.

**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 cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. As of June 30, 2016, the County has 22 years remaining of this amortization period.

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plans, and the net OPEB obligation, by amount and plan for June 30, 2016 and the two prior fiscal years were as follows:

	Fiscal Year Ended	Annual OPEB Cost	Employer Contributions	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation (Asset)
ECHBP	6/30/2016	\$ 1,446,994	\$ 232,665	16.08%	\$ 10,254,711
ECHBP	6/30/2015	1,368,247	196,574	14.37%	9,040,382
ECHBP	6/30/2014	1,293,809	155,546	13.67%	7,868,711
PEBP	6/30/2016	23,532	19,752	83.93%	74,300
PEBP	6/30/2015	23,371	19,324	82.68%	70,520
PEBP	6/30/2014	23,240	19,730	84.90%	66,473
Combined	6/30/2016	1,470,526	252,417	17.17%	10,329,011
Combined	6/30/2015	1,391,618	215,900	15.51%	9,110,902
Combined	6/30/2014	1,317,049	175,276	9.46%	7,935,184

The net OPEB obligation (asset) (NOPEBO) as of June 30, 2016, was calculated as follows:

	ECHBP	PEBP	Total
Annual Required Contribution	\$ 1,710,962	\$ 25,591	\$ 1,736,553
Interest on Net OPEB Obligation	361,616	2,821	364,437
Adjustment to Annual Required Contribution	(625,584)	(4,880)	(630,464)
Annual OPEB cost (expense)	1,446,994	23,532	1,470,526
Contributions Made	(232,665)	(19,752)	(252,417)
Increase in net OPEB obligation	1,214,329	3,780	1,218,109
Net OPEB Obligation, Beginning of Year	9,040,382	70,520	9,110,902
Net OPEB Obligation, End of Year	<u>\$ 10,254,711</u>	<u>\$ 74,300</u>	<u>\$ 10,329,011</u>

**Funded Status and Funding Progress**

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

	ECHBP	PEBP	Total
Accrued Actuarial Liability (a)	\$ 13,207,347	\$ 369,823	\$ 13,577,170
Actuarial Value of Plan Assets (b)	-	-	-
Unfunded Actuarial Accrued Liability (a) – (b)	\$ 13,207,347	\$ 369,823	\$ 13,577,170
Funded Ratio (b) / (a)	0.00 %	0.00 %	
Covered Payroll (c)	\$ 5,034,012	N/A	
Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll [(a) – (b)] /	220.84 %	N/A	

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 with past expectations and new estimates are made about the future. The schedules 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. Multiyear information will be provided as it becomes available.

**Actuarial Methods and Assumptions**

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the County and 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 actuarial value of assets.

Significant methods and assumptions used in the June 30, 2016 actuarial valuation were as follows:

	<u>ECHBP</u>	<u>PEBP</u>
Actuarial Valuation Date	7/1/2013	7/1/2013
Actuarial Cost Method	Entry age normal cost	Entry age normal cost
Amortization Method	Level dollar	Level dollar
Amortization Period (Closed)	24 years	24 years
Asset Valuation Method	Market value	Market value
Actuarial Assumptions		
Investment rate of return	4.00%	4.00%
Projected salary increase	4.00%	4.00%
Healthcare inflation rate*	8.00%	8.00%
PEBP subsidy inflation rate**		8.00%

\* Decreasing 0.5% each year until ultimate trend rate of 5% is reached in 2021

\*\*Decreasing 0.5% each year until ultimate trend rate of 5% is reached in 2022

### **Note 11 - Commitments and Contingencies**

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 of the applicable funds. The amount, 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.

Legal counsel for the County is aware of several pending lawsuits against Eureka County and various instances of threatened litigation. The ultimate effect to Eureka County has not been determined.



**Note 12 - Restricted Fund Balance**

In accordance with GASB Statement 54, “*Fund Balance Reporting and Governmental Fund Type Definitions*” the County has restricted fund balance for the following purposes:

Fund	Amount	Purpose
Future Reserve	\$ 10,522,769	Mining stabilization, NRS 362.171
Road	5,149,808	Future road projects
Regional Transportation Fund	345,883	Road Projects, NRS 373
Agricultural Extension	583,871	Agricultural extension, NRS 549.020
Agricultural District #15	285,805	Eureka County Fair
Town of Eureka	743,115	General town services
Town of Crescent Valley	554,092	General town services
Eureka County Television District	592,624	Television equipment upgrades/maintenance
Diamond Valley Weed	49,831	Control of weed infestations
Diamond Valley Rodent	230,319	Control of rodent infestations
Yucca Mountain	309,103	Federal Funding received from U.S. Dept. of Energy
Recreation	546,075	Maintenance of County recreational facilities, NRS 244.3358
Tourism	27,340	Promotion of tourism, NRS 244.3358
Eureka County Game Management Board	2,043	Provide funding for local meetings and travel to State Game Board meetings
Eureka County Indigent	297,128	Provide aid and relief for indigent persons, NRS 428.285
Eureka County Indigent	4,604	Indigent legal services, NRS 19.031
Eureka County Hospital Indigent	1,464,749	Provide for medical aid of indigent persons, NRS 428.285
Landfill	-	Provide landfill services – tax levy
Assessor’s Technology	649,547	Technology improvements, NRS 250.085
Recorder’s Technology	42,544	Technology improvements, NRS 247.306
Justice Court AA	68,189	Court improvements, NRS 176.059
Juvenile Court AA	47,312	Provide services to juveniles, NRS 62E.270
Justice Court Facility	110,057	Court improvements, NRS 176.0611
Forensic Fee	65	Forensic fees, NRS 453.576
Capital Projects	<u>2,210,735</u>	Capital improvements
<b>Total</b>	<b><u>\$ 24,837,608</u></b>	

**Note 13 - Ad Valorem Capital Projects**

Pursuant to NRS 354.598155, the County is required to provide the expenditures for revenue received under this statute. The County spent no monies in the current fiscal year.

**Note 14 - Compliance with Nevada Revised Statutes and Administrative Code**

The independent audit of the records of Eureka County for the year ended June 30, 2016, included a review of the financial activity for compliance with applicable statutes and code. The County conformed to all significant statutory and legal constraints on its financial administration during the year with the following possible exceptions:

- The funds listed below over expended amounts appropriated for various functions or programs and, as such, may not be in accordance with Nevada Revised Statute 354.626:

<u>Fund</u>	<u>Program or Function</u>	<u>Amount</u>
Eureka Town Water/Sewer Fund	Operating Expenses	\$ 373,190
Crescent Valley Water Fund	Operating Expenses	21,629
Devil's Gate General Improvement District	Operating Expenses	2,198
Water Mitigation Fund	General Government	3

- Several expenditures during the year totaling \$5,972 were made to an employee's business for special event items, the employee was part of the approval process for these transactions and has a pecuniary interest in the business. This is an apparent violation of NRS 281A.400. In addition, the Eureka County Internal Control Policy states the following for purchases between \$0 to \$24,999: "These purchases are left to the discretion of the using department. There is no legal requirement to secure more than one price. However, most items in this price range are readily available and competition must be sought when available." The goods purchased could have resulted in a lower price if competition was sought.

Required Supplementary Information  
**Eureka County**



*This page intentionally left blank*

Eureka County

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

	Budgeted Amounts		Actual Amounts	Final Budget Variance	2015
	Original	Final			
<b>Revenues</b>					
<b>Taxes</b>					
Secured-real property	\$ 4,619,356	\$ 4,090,906	\$ 3,847,517	\$ (243,389)	\$ 4,047,513
State unitary tax	-	148,000	185,125	37,125	210,550
Personal property	-	380,450	690,282	309,832	481,379
Net proceeds of mines	-	-	1,247,623	1,247,623	3,950,720
	<u>4,619,356</u>	<u>4,619,356</u>	<u>5,970,547</u>	<u>1,351,191</u>	<u>8,690,162</u>
<b>Licenses and permits</b>					
Liquor licenses	2,000	2,000	1,923	(77)	1,858
County gaming licenses	2,000	2,000	1,476	(524)	1,296
Marriage licenses	150	150	105	(45)	147
Animal licenses	150	150	80	(70)	115
Motor vehicle licenses	3,500	3,500	4,258	758	4,426
Mobile home registration	50	50	-	(50)	33
Returned check fees	300	300	175	(125)	50
	<u>8,150</u>	<u>8,150</u>	<u>8,017</u>	<u>(133)</u>	<u>7,925</u>
<b>Intergovernmental revenues</b>					
Payment in lieu of taxes	300,000	300,000	380,960	80,960	328,652
Federal geothermal lease	10,000	10,000	12,323	2,323	15,387
<b>Federal grants</b>					
Prevention grant	10,806	10,806	14,639	3,833	22,126
Boys council	6,319	6,319	-	(6,319)	6,223
Federal title III grant	-	-	13,799	13,799	10,992
Public safety grant	1,668	1,668	35,270	33,602	9,095
Congregate meals USDA grant	-	-	4,156	4,156	11,377
LEPC grant	3,145	27,473	27,473	-	2,422
Bureau of justice grant	-	-	316	316	856
Prisoner reimbursement	-	-	-	-	2,032
Senior center nutrition grant	12,782	12,782	17,043	4,261	17,043
Senior center homebound nutrition grant	16,994	16,994	22,660	5,666	22,658
Senior center transportation grant	2,156	2,156	22,500	20,344	22,500
DAS senior center	-	-	3,914	3,914	11,466
Energy efficiency grant	5,000	5,000	-	(5,000)	-
<b>State grants</b>					
Economic development	30,000	30,000	35,000	5,000	-
Commission on tourism	18,000	18,000	-	(18,000)	2,500
Natural resources	-	-	38,898	38,898	-
<b>State shared revenue</b>					
State gaming licenses	60,000	60,000	55,238	(4,762)	57,001
Consolidated tax	4,500,000	4,500,000	4,600,034	100,034	4,784,609
RPTT (NRS 375.070)	700	700	499	(201)	199
Other	50	50	-	(50)	-
	<u>4,977,620</u>	<u>5,001,948</u>	<u>5,284,722</u>	<u>282,774</u>	<u>5,327,138</u>

Eureka County

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

	Budgeted Amounts		Actual Amounts	Final Budget Variance	2015
	Original	Final			
<b>Charges for Services</b>					
Clerk fees	7,030	7,030	6,898	(132)	7,173
Recorder fees	75,000	75,000	73,236	(1,764)	75,632
Mining map fees	24,000	24,000	15,799	(8,201)	14,566
Assessor's commissions	75,000	75,000	477,200	402,200	667,847
Sheriff's fees	4,000	4,000	4,027	27	668
Public works fees	3,000	3,000	1,416	(1,584)	1,644
Ambulance fee	30,000	30,000	70,953	40,953	17,514
Swimming pool fees	4,000	4,000	7,154	3,154	4,243
Juvenile probation fees	7,500	7,500	12,956	5,456	16,587
Senior program income	5,500	5,500	22,479	16,979	23,806
Facility use charge	4,000	4,000	6,150	2,150	9,957
Eureka activity programs	-	55,092	55,092	-	25,770
Cultural programs - Opera	2,500	2,500	1,257	(1,243)	2,364
Other	2,000	2,000	11,487	9,487	9,678
	<u>243,530</u>	<u>298,622</u>	<u>766,104</u>	<u>467,482</u>	<u>877,449</u>
<b>Fines and Forfeits</b>					
Court fines	12,600	12,600	14,508	1,908	11,886
Forfeited bail	70,000	70,000	70,078	78	105,042
Court other	3,700	3,700	10,362	6,662	3,033
	<u>86,300</u>	<u>86,300</u>	<u>94,948</u>	<u>8,648</u>	<u>119,961</u>
<b>Miscellaneous</b>					
Interest earned	150,000	150,000	110,793	(39,207)	94,793
Rents and royalties	6,000	6,000	19,868	13,868	19,322
Delinquent tax penalties/ fees	6,000	6,000	14,186	8,186	24,097
Tax sale	-	-	57,890	57,890	1,490
Donations	7,000	-	-	-	5,765
Court restitution	250	250	-	(250)	4,528
NRHA multi-family note interest	-	-	140,194	140,194	175,850
Net realized gain (loss)	24,000	24,000	(5,513)	(29,513)	(1,024)
Net change in fair value of investments	3,000	3,000	36,587	33,587	1,167
CDC Closure reimbursement	-	-	-	-	1,254,767
Other	-	7,000	72,254	65,254	128,097
	<u>196,250</u>	<u>196,250</u>	<u>446,259</u>	<u>250,009</u>	<u>1,708,852</u>
<b>Total revenues</b>	<u>10,131,206</u>	<u>10,210,626</u>	<u>12,570,597</u>	<u>2,359,971</u>	<u>16,731,487</u>

Eureka County

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

	Budgeted Amounts		Actual Amounts	Final Budget Variance	2015
	Original	Final			
Expenditures					
General Government					
Commissioners					
Salaries	68,000	68,000	70,161	(2,161)	126,762
Employee benefits	99,500	99,500	101,028	(1,528)	112,775
Services and supplies	335,000	434,549	287,829	146,720	229,709
	<u>502,500</u>	<u>602,049</u>	<u>459,018</u>	<u>143,031</u>	<u>469,246</u>
Clerk and Treasurer					
Salaries	298,000	298,000	214,229	83,771	175,101
Employee benefits	158,000	158,000	131,663	26,337	95,723
Services and supplies	68,000	68,000	58,411	9,589	82,618
	<u>524,000</u>	<u>524,000</u>	<u>404,303</u>	<u>119,697</u>	<u>353,442</u>
Recorder and Auditor					
Salaries	222,000	168,380	177,503	(9,123)	205,217
Employee benefits	142,000	114,000	115,675	(1,675)	113,454
Services and supplies	53,900	46,412	48,975	(2,563)	54,430
	<u>417,900</u>	<u>328,792</u>	<u>342,153</u>	<u>(13,361)</u>	<u>373,101</u>
Assessor					
Salaries	220,000	220,000	206,768	13,232	205,912
Employee benefits	150,000	150,000	138,706	11,294	128,922
Services and supplies	23,500	23,500	15,622	7,878	21,308
	<u>393,500</u>	<u>393,500</u>	<u>361,096</u>	<u>32,404</u>	<u>356,142</u>
Building and Grounds					
Salaries	168,000	168,000	201,409	(33,409)	192,329
Employee benefits	62,000	62,000	56,091	5,909	63,176
Services and supplies	752,250	752,250	574,330	177,920	567,314
	<u>982,250</u>	<u>982,250</u>	<u>831,830</u>	<u>150,420</u>	<u>822,819</u>
Election Expense					
Salaries	18,000	18,000	2,606	15,394	3,948
Employee benefits	3,000	3,000	323	2,677	450
Services and supplies	18,000	18,000	6,376	11,624	5,394
	<u>39,000</u>	<u>39,000</u>	<u>9,305</u>	<u>29,695</u>	<u>9,792</u>

Eureka County

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

	Budgeted Amounts		Actual Amounts	Final Budget Variance	2015
	Original	Final			
<b>Audit and Budget</b>					
Salaries	15,000	15,000	11,361	3,639	7,500
Employee benefits	400	400	5,669	(5,269)	389
Services and supplies	121,000	121,000	127,309	(6,309)	100,523
	<u>136,400</u>	<u>136,400</u>	<u>144,339</u>	<u>(7,939)</u>	<u>108,412</u>
<b>Comptroller</b>					
Salaries	-	90,000	64,255	25,745	-
Employee benefits	-	52,000	46,052	5,948	-
Services and supplies	-	15,988	11,269	4,719	-
Capital outlay	-	-	1,717	(1,717)	-
	<u>-</u>	<u>157,988</u>	<u>123,293</u>	<u>34,695</u>	<u>-</u>
<b>Airport</b>					
Services and supplies	69,750	69,750	55,527	14,223	76,530
<b>Public Land Use</b>					
Salaries	6,000	6,000	2,624	3,376	1,966
Employee benefits	1,000	1,000	355	645	244
Services and supplies	14,950	14,950	13,570	1,380	9,172
	<u>21,950</u>	<u>21,950</u>	<u>16,549</u>	<u>5,401</u>	<u>11,382</u>
<b>Data Processing</b>					
Salaries	101,000	101,000	48,979	52,021	88,516
Employee benefits	35,000	35,000	28,083	6,917	31,728
Services and supplies	160,500	160,500	84,674	75,826	93,308
Capital outlay	-	-	574	(574)	569
	<u>296,500</u>	<u>296,500</u>	<u>162,310</u>	<u>134,190</u>	<u>214,121</u>
<b>Planning Commission</b>					
Salaries	17,750	17,750	6,232	11,518	9,184
Employee benefits	7,000	7,000	4,356	2,644	6,550
Services and supplies	4,650	4,650	4,127	523	5,876
	<u>29,400</u>	<u>29,400</u>	<u>14,715</u>	<u>14,685</u>	<u>21,610</u>
<b>Non-Departmental Expenses</b>					
Employee benefits	20,000	20,000	4,905	15,095	4,183
Services and supplies	249,000	249,000	117,618	131,382	220,238
	<u>269,000</u>	<u>269,000</u>	<u>122,523</u>	<u>146,477</u>	<u>224,421</u>
<b>Total General Government</b>	<u>3,682,150</u>	<u>3,850,579</u>	<u>3,046,961</u>	<u>803,618</u>	<u>3,041,018</u>



Eureka County

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

	Budgeted Amounts		Actual Amounts	Final Budget Variance	2015
	Original	Final			
<b>Public Safety</b>					
<b>Sheriff</b>					
Salaries	941,000	941,000	888,078	52,922	964,028
Employee benefits	683,000	683,000	578,893	104,107	570,720
Services and supplies	304,500	304,500	223,768	80,732	255,225
Capital outlay	65,000	65,000	90,682	(25,682)	19,261
	<u>1,993,500</u>	<u>1,993,500</u>	<u>1,781,421</u>	<u>212,079</u>	<u>1,809,234</u>
<b>Jail</b>					
Salaries	300,000	300,000	222,075	77,925	266,962
Employee benefits	211,000	211,000	149,945	61,055	172,016
Services and supplies	43,600	43,600	18,514	25,086	20,948
Capital outlay	21,500	21,500	-	21,500	-
	<u>576,100</u>	<u>576,100</u>	<u>390,534</u>	<u>185,566</u>	<u>459,926</u>
<b>LEPC</b>					
Salaries	2,500	2,500	2,056	444	1,181
Employee benefits	1,000	1,000	781	219	399
Services and supplies	5,000	5,000	992	4,008	1,411
Capital outlay	-	24,328	24,264	64	-
	<u>8,500</u>	<u>32,828</u>	<u>28,093</u>	<u>4,735</u>	<u>2,991</u>
<b>Fire District, Eureka</b>					
Salaries	60,500	60,500	29,885	30,615	47,344
Employee benefits	19,600	19,600	41,694	(22,094)	19,036
Services and supplies	300,000	300,000	166,807	133,193	186,591
Capital outlay	-	-	716	(716)	-
	<u>380,100</u>	<u>380,100</u>	<u>239,102</u>	<u>140,998</u>	<u>252,971</u>
<b>Total Public Safety</b>	<u>2,958,200</u>	<u>2,982,528</u>	<u>2,439,150</u>	<u>543,378</u>	<u>2,525,122</u>
<b>Judicial</b>					
<b>Juvenile Probation</b>					
Salaries	108,000	108,000	106,384	1,616	106,590
Employee benefits	62,000	62,000	60,981	1,019	57,254
Services and supplies	70,400	70,400	61,344	9,056	76,125
	<u>240,400</u>	<u>240,400</u>	<u>228,709</u>	<u>11,691</u>	<u>239,969</u>

Eureka County

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

	Budgeted Amounts		Actual Amounts	Final Budget Variance	2015
	Original	Final			
District Attorney					
Salaries	301,000	239,750	235,254	4,496	298,686
Employee benefits	170,000	131,701	128,049	3,652	143,586
Services and supplies	50,675	50,675	17,813	32,862	30,062
	<u>521,675</u>	<u>422,126</u>	<u>381,116</u>	<u>41,010</u>	<u>472,334</u>
District Court					
Services and supplies	177,500	177,500	118,761	58,739	124,032
Eureka Justice Court					
Salaries	196,000	279,620	210,293	69,327	176,549
Employee benefits	108,000	140,500	109,514	30,986	93,854
Services and supplies	31,050	51,925	42,502	9,423	21,540
	<u>335,050</u>	<u>472,045</u>	<u>362,309</u>	<u>109,736</u>	<u>291,943</u>
Beowawe Justice Court					
Salaries	120,000	-	19	(19)	104,899
Employee benefits	56,500	-	1	(1)	47,834
Services and supplies	20,875	-	499	(499)	16,952
	<u>197,375</u>	<u>-</u>	<u>519</u>	<u>(519)</u>	<u>169,685</u>
Law Library					
Services and supplies	18,750	18,750	19,154	(404)	17,502
Total Judicial	<u>1,490,750</u>	<u>1,330,821</u>	<u>1,110,568</u>	<u>220,253</u>	<u>1,315,465</u>
Public Works					
Salaries	330,000	330,000	240,121	89,879	291,343
Employee benefits	145,000	145,000	128,471	16,529	128,708
Services and supplies	101,600	101,600	61,120	40,480	74,237
Capital outlay	-	-	412	(412)	-
Total Public Works	<u>576,600</u>	<u>576,600</u>	<u>430,124</u>	<u>146,476</u>	<u>494,288</u>
Health and Sanitation					
Diagnostic Treatment Center					
Services and supplies	831,000	831,000	816,369	14,631	810,366

Eureka County

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

	Budgeted Amounts		Actual Amounts	Final Budget Variance	2015
	Original	Final			
Ambulance					
Salaries	196,000	196,000	179,018	16,982	182,997
Employee benefits	90,000	90,000	135,891	(45,891)	88,308
Services and supplies	80,460	80,460	43,759	36,701	68,903
	<u>366,460</u>	<u>366,460</u>	<u>358,668</u>	<u>7,792</u>	<u>340,208</u>
Cemeteries					
Services and supplies	4,500	4,500	4,500	-	7,764
	<u>4,500</u>	<u>4,500</u>	<u>4,500</u>	<u>-</u>	<u>7,764</u>
Total Health and Sanitation	<u>1,201,960</u>	<u>1,201,960</u>	<u>1,179,537</u>	<u>22,423</u>	<u>1,158,338</u>
Culture and Recreation					
Eureka Activities					
Salaries	20,000	20,000	17,741	2,259	-
Employee benefits	2,100	2,100	2,028	72	-
Services and supplies	15,500	70,592	72,930	(2,338)	-
	<u>37,600</u>	<u>92,692</u>	<u>92,699</u>	<u>(7)</u>	<u>-</u>
Swimming Pool					
Salaries	164,000	164,000	154,734	9,266	159,801
Employee benefits	46,000	46,000	44,627	1,373	41,083
Services and supplies	14,400	14,400	10,527	3,873	16,109
	<u>224,400</u>	<u>224,400</u>	<u>209,888</u>	<u>14,512</u>	<u>216,993</u>
North End Activity					
Salaries	8,500	8,500	-	8,500	5,272
Employee benefits	1,900	1,900	-	1,900	700
Services and supplies	9,000	9,000	6,619	2,381	9,569
	<u>19,400</u>	<u>19,400</u>	<u>6,619</u>	<u>12,781</u>	<u>15,541</u>
Senior Center					
Salaries	396,000	396,000	298,317	97,683	388,992
Employee benefits	234,000	234,000	179,836	54,164	179,118
Services and supplies	140,850	140,850	118,026	22,824	124,046
	<u>770,850</u>	<u>770,850</u>	<u>596,179</u>	<u>174,671</u>	<u>692,156</u>

Eureka County

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

	Budgeted Amounts		Actual Amounts	Final Budget Variance	2015
	Original	Final			
Museum					
Salaries	75,000	75,000	62,471	12,529	67,755
Employee benefits	38,000	38,000	31,298	6,702	32,590
Services and supplies	8,250	8,250	5,589	2,661	7,953
	<u>121,250</u>	<u>121,250</u>	<u>99,358</u>	<u>21,892</u>	<u>108,298</u>
Public Parks					
Salaries	25,000	25,000	20,991	4,009	17,781
Employee benefits	2,800	2,800	11,193	(8,393)	9,028
Services and supplies	36,000	36,000	39,285	(3,285)	39,211
	<u>63,800</u>	<u>63,800</u>	<u>71,469</u>	<u>(7,669)</u>	<u>66,020</u>
Library					
Services and supplies	<u>100,000</u>	<u>100,000</u>	<u>99,074</u>	<u>926</u>	<u>112,831</u>
Total Culture and Recreation	<u>1,337,300</u>	<u>1,392,392</u>	<u>1,175,286</u>	<u>217,106</u>	<u>1,211,839</u>
Community Support					
Natural Resources					
Salaries	128,000	128,000	127,573	427	125,424
Employee benefits	65,600	65,600	64,863	737	57,429
Services and supplies	165,850	165,850	88,854	76,996	96,331
	<u>359,450</u>	<u>359,450</u>	<u>281,290</u>	<u>78,160</u>	<u>279,184</u>
Housing					
Services and supplies	-	-	13,400	(13,400)	3,800
Capital outlay	-	-	703	(703)	108,253
	<u>-</u>	<u>-</u>	<u>14,103</u>	<u>(14,103)</u>	<u>112,053</u>
Economic Development					
Salaries	-	-	477	(477)	15,881
Employee benefits	-	-	55	(55)	1,809
Services and supplies	12,850	12,850	6,943	5,907	57,905
	<u>12,850</u>	<u>12,850</u>	<u>7,475</u>	<u>5,375</u>	<u>75,595</u>

Eureka County

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

	Budgeted Amounts		Actual Amounts	Final Budget Variance	2015
	Original	Final			
Opera House					
Salaries	160,000	160,000	162,901	(2,901)	147,338
Employee benefits	61,000	61,000	57,832	3,168	51,644
Services and supplies	46,000	46,000	37,797	8,203	42,304
	<u>267,000</u>	<u>267,000</u>	<u>258,530</u>	<u>8,470</u>	<u>241,286</u>
Total Community Support	<u>639,300</u>	<u>639,300</u>	<u>561,398</u>	<u>77,902</u>	<u>708,118</u>
Intergovernmental - Grants Out	<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>5,000</u>	<u>-</u>
Contingency	<u>300,000</u>	<u>291,500</u>	<u>-</u>	<u>291,500</u>	<u>-</u>
Total expenditures	<u>12,191,260</u>	<u>12,270,680</u>	<u>9,943,024</u>	<u>2,327,656</u>	<u>10,454,188</u>
Excess (Deficiency) of Revenues Over expenditures	<u>(2,060,054)</u>	<u>(2,060,054)</u>	<u>2,627,573</u>	<u>4,687,627</u>	<u>6,277,299</u>
Other Financing Sources (Uses)					
Transfers out	-	-	-	-	(4,000,000)
Proceeds (loss) from sale of capital assets	<u>-</u>	<u>-</u>	<u>60,155</u>	<u>60,155</u>	<u>53,279</u>
Total other financing Sources (uses)	<u>-</u>	<u>-</u>	<u>60,155</u>	<u>60,155</u>	<u>(3,946,721)</u>
Special Item					
Write-off on note receivable	<u>-</u>	<u>-</u>	<u>(2,841,942)</u>	<u>(2,841,942)</u>	<u>-</u>
Net Change in Fund Balances	<u>(2,060,054)</u>	<u>(2,060,054)</u>	<u>(154,214)</u>	<u>1,905,840</u>	<u>2,330,578</u>
Fund Balances, Beginning of Year	<u>5,709,512</u>	<u>5,709,512</u>	<u>17,822,806</u>	<u>12,113,294</u>	<u>15,492,228</u>
Fund Balances, End of Year	<u>\$ 3,649,458</u>	<u>\$ 3,649,458</u>	<u>17,668,592</u>	<u>\$ 14,019,134</u>	<u>\$ 17,822,806</u>

Eureka County  
Major Special Revenue Fund

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Future Reserve Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Budgeted Amounts		Actual Amounts	Final Budget Variance	2015
	Original	Final			
Revenues					
Taxes					
Secured-real property	\$ 84,993	\$ 84,993	\$ 70,738	\$ (14,255)	\$ -
State unitary tax	-	-	3,406	3,406	-
Personal property	-	-	12,701	12,701	-
Net proceeds of mines	-	-	22,956	22,956	-
Consolidated tax	-	-	-	-	87,273
	<u>84,993</u>	<u>84,993</u>	<u>109,801</u>	<u>24,808</u>	<u>87,273</u>
Miscellaneous					
Other	-	-	47,017	47,017	17,365
Net realized gain (loss)	1,000	1,000	(3,396)	(4,396)	(1,207)
Net change in fair value of investments	-	-	28,022	28,022	14,691
Interest earned	<u>90,000</u>	<u>90,000</u>	<u>81,559</u>	<u>(8,441)</u>	<u>81,815</u>
	<u>91,000</u>	<u>91,000</u>	<u>153,202</u>	<u>62,202</u>	<u>112,664</u>
Total revenues	<u>175,993</u>	<u>175,993</u>	<u>263,003</u>	<u>87,010</u>	<u>199,937</u>
Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	175,993	175,993	263,003	87,010	199,937
Fund Balances, Beginning of Year	<u>10,250,829</u>	<u>10,250,829</u>	<u>10,259,766</u>	<u>8,937</u>	<u>10,059,829</u>
Fund Balances, End of Year	<u>\$ 10,426,822</u>	<u>\$ 10,426,822</u>	<u>\$ 10,522,769</u>	<u>\$ 95,947</u>	<u>\$ 10,259,766</u>

Eureka County  
Major Special Revenue Fund

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

	Budgeted Amounts		Actual Amounts	Final Budget Variance	2015
	Original	Final			
Revenues					
Taxes					
Secured-real property	\$ 827,920	\$ 827,920	\$ 778,715	\$ (49,205)	\$ 837,275
State unitary tax	30,000	30,000	37,468	7,468	43,499
Personal property	77,000	77,000	139,708	62,708	99,582
Net proceeds of mines	-	-	252,509	252,509	817,282
	<u>934,920</u>	<u>934,920</u>	<u>1,208,400</u>	<u>273,480</u>	<u>1,797,638</u>
Intergovernmental Revenues					
Federal revenue	65,000	65,000	82,795	17,795	65,951
State shared revenue					
Motor vehicle fuel tax	<u>730,256</u>	<u>730,256</u>	<u>723,967</u>	<u>(6,289)</u>	<u>726,398</u>
	<u>795,256</u>	<u>795,256</u>	<u>806,762</u>	<u>11,506</u>	<u>792,349</u>
Miscellaneous					
Interest earned	41,000	41,000	50,372	9,372	44,976
Net realized gain (loss)	11,000	11,000	(3,012)	(14,012)	(596)
Net change in fair value					
of investments	1,000	1,000	17,696	16,696	7,132
Other	<u>1,200</u>	<u>1,200</u>	<u>3,843</u>	<u>2,643</u>	<u>86,577</u>
	<u>54,200</u>	<u>54,200</u>	<u>68,899</u>	<u>14,699</u>	<u>138,089</u>
Total revenues	<u>1,784,376</u>	<u>1,784,376</u>	<u>2,084,061</u>	<u>299,685</u>	<u>2,728,076</u>

Eureka County  
Major Special Revenue Fund

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

	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Variance</u>	<u>2015</u>
Expenditures					
Public Works					
Highways and streets					
Salaries	954,000	954,000	750,628	203,372	798,660
Employee benefits	<u>410,000</u>	<u>410,000</u>	<u>355,786</u>	<u>54,214</u>	<u>337,360</u>
	<u>1,364,000</u>	<u>1,364,000</u>	<u>1,106,414</u>	<u>257,586</u>	<u>1,136,020</u>
Road services and supplies					
Services and supplies	682,750	682,750	422,802	259,948	517,349
Capital outlay	<u>400,000</u>	<u>400,000</u>	<u>-</u>	<u>400,000</u>	<u>-</u>
	<u>1,082,750</u>	<u>1,082,750</u>	<u>422,802</u>	<u>659,948</u>	<u>517,349</u>
Total expenditures	<u>2,446,750</u>	<u>2,446,750</u>	<u>1,529,216</u>	<u>917,534</u>	<u>1,653,369</u>
Net Change in Fund Balances	(662,374)	(662,374)	554,845	1,217,219	1,074,707
Fund Balances, Beginning of Year	<u>4,795,294</u>	<u>4,795,294</u>	<u>6,118,535</u>	<u>1,323,241</u>	<u>5,043,828</u>
Fund Balances, End of Year	<u><u>\$ 4,132,920</u></u>	<u><u>\$ 4,132,920</u></u>	<u><u>\$ 6,673,380</u></u>	<u><u>\$ 2,540,460</u></u>	<u><u>\$ 6,118,535</u></u>



Eureka County  
Major Special Revenue Fund  
Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Regional Transportation Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

Revenues	Budgeted Amounts		Actual Amounts	Final Budget Variance	2015
	Original	Final			
Taxes					
Ad valorem taxes					
Secured-real property	\$ 233,978	\$ 233,978	\$ 212,249	\$ (21,729)	\$ 402
State unitary tax	-	-	10,219	10,219	452
Personal property roll	21,000	21,000	38,102	17,102	1
Net proceeds of mines	-	-	68,866	68,866	-
	<u>254,978</u>	<u>254,978</u>	<u>329,436</u>	<u>74,458</u>	<u>855</u>
Intergovernmental Revenues					
County option motor vehicle fuel tax	<u>92,829</u>	<u>92,829</u>	<u>75,595</u>	<u>(17,234)</u>	<u>85,306</u>
Miscellaneous					
Interest	5,000	5,000	30,579	25,579	21,406
Net realized gain (loss)	1,000	1,000	(1,638)	(2,638)	(363)
Net change in fair value of investments	-	-	10,591	10,591	3,193
	<u>6,000</u>	<u>6,000</u>	<u>39,532</u>	<u>33,532</u>	<u>24,236</u>
Total revenues	<u>353,807</u>	<u>353,807</u>	<u>444,563</u>	<u>90,756</u>	<u>110,397</u>
Expenditures					
Public Works					
Services and supplies	21,500	21,500	49,248	(27,748)	-
Capital outlay	<u>1,500,000</u>	<u>1,500,000</u>	<u>9,900</u>	<u>1,490,100</u>	<u>1,905,670</u>
Total expenditures	<u>1,521,500</u>	<u>1,521,500</u>	<u>59,148</u>	<u>1,462,352</u>	<u>1,905,670</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(1,167,693)</u>	<u>(1,167,693)</u>	<u>385,415</u>	<u>1,553,108</u>	<u>(1,795,273)</u>
Other Financing Sources(Uses)					
Transfer in	-	-	-	-	2,000,000
Transfer out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(200,000)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,800,000</u>
Net Change in Fund Balances	(1,167,693)	(1,167,693)	385,415	1,553,108	4,727
Fund Balances, July 1	<u>2,192,146</u>	<u>2,192,146</u>	<u>3,619,545</u>	<u>1,427,399</u>	<u>3,614,818</u>
Fund Balances, June 30	<u>\$ 1,024,453</u>	<u>\$ 1,024,453</u>	<u>\$ 4,004,960</u>	<u>\$ 2,980,507</u>	<u>\$ 3,619,545</u>

Eureka County  
Schedule of Funding Progress – Other Post-Employment Benefit Plans  
Year Ended June 30, 2016

	Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Projected Normal Age Entry (b)	Unfunded AAL (UAAL) (b - a)	Funded Ratio (a / b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ([b - a] / c)
ECHBP	7/1/2013	\$ -	\$ 11,116,911	\$ 11,116,911	0.00%	\$5,034,012	220.84%
PEBP	7/1/2013	-	378,905	378,905	0.00%	N/A	N/A
ECHBP	7/1/2010	-	8,756,485	8,756,485	0.00%	4,418,867	198.16%
PEBP	7/1/2010	-	834,320	834,320	0.00%	N/A	N/A
Combined	7/1/2007	-	7,185,727	7,185,727	0.00%	3,200,000	224.55%

Trend Data

Change from 2010 to 2013 valuation (AAL):

PEBP Plan - The changes from the 2010 to the 2013 valuation were due to decreases in the required Eureka County subsidy for PEBP retirees as a result of program changes; the projection of future improvements in retiree mortality (i.e. longer life expectancies); and an update in the trend assumptions for future increases in PEBP subsidies.

ECHBP Plan - The changes from the 2010 to the 2013 valuation were due to updates to employee premium data; an increase in the number of eligible active employees increased by 4, while the number of participating retirees increased from 6 to 15, however, the number of active employees remaining eligible for future County subsidy toward their premium decreased from 86 to 64; updates to the assumed rates of retirement, termination and mortality; and updated trend assumptions for future increases in medical payments.

Note: GASB 45 was prospectively implemented FYE June 30, 2008; therefore prior year information is not available. Also, the original actuarial study treated the two plans as a single plan, therefore additional individual information regarding ECHBP and PEBP is not available prior to 6/30/11.

Eureka County

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

---

	2015	2014
County's portion of net the pension liability	0.09308%	0.10067%
County's proportionate share of the net pension liability	\$ 10,666,552	\$ 10,491,873
County's covered-employee payroll	\$ 5,811,614	\$ 6,184,439
County's proportional share of the net pension liability as a percentage of its covered-employee payroll	183.54%	169.65%
Plan fiduciary net position as a percentage of the total pension liability	75.13%	76.30%

\* GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the County will present information for those years for which information is available.

Eureka County  
Schedule of County's Contributions Public Employees' Retirement System of Nevada (PERS)  
Last Ten Fiscal Years\*

---

	2016	2015
Statutorily required contribution	\$ 1,128,908	\$ 1,153,679
Contributions in relation to the statutorily required contribution	\$ 1,128,908	\$ 1,153,679
Contribution (deficiency) excess	\$ -	\$ -
Employer's covered-employee payroll	\$ 5,326,266	\$ 5,811,614
Contributions as a percentage of covered-employee payroll	21.20%	19.85%

\* GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, the County will present information for those years for which information is available.

Budget to actual comparisons are presented for all funds of the County, except for Agency Funds, as required by Nevada Revised Statutes. Such budget comparisons are required to be presented using the budget as adopted, and approved by the State of Nevada Department of Taxation. Budgets are prepared on the modified accrual basis of accounting for all funds except enterprise funds, which are prepared using the full accrual basis of accounting. Thus, the budgetary basis follows generally accepted accounting principles for all funds.

*This page intentionally left blank*



Supplementary Information  
**Eureka County**

*This page intentionally left blank*



## **Nonmajor Governmental Funds**

**Retiree Health Insurance Fund** accounts for money accumulated by the County to pay for health insurance premiums for retired employees.

**Agricultural Extension Fund** accounts for money received from a tax levy pursuant to NRS 549.020 for extension work in agriculture and home economics. Expenditures are limited to cooperative extension work approved by the public service division of the University of Nevada System.

**Eureka and Crescent Valley Town General Funds** account for all revenues and expenditures used to finance the traditional services associated with a town government which are not accounted for in other funds and have been combined as a component unit of the Eureka County reporting entity.

**Diamond Valley Weed Control District Fund** accounts for a tax levy and intergovernmental receipts, received pursuant to NRS 555.203 for weed control in the district.

**Diamond Valley Rodent Control District Fund** accounts for a tax levy and intergovernmental receipts, received pursuant to NRS 555.510 for rodent control in the district.

**Nuclear Waste - Yucca Mountain Fund** accounts for money from the Federal Department of Energy. These monies are to be used by the County to keep the citizens informed on the possible nuclear repository in Nevada. This fund was closed during the fiscal year.

**Yucca Mountain Fund** accounts for money from the Federal Department of Energy after fiscal year 2005. These monies are to be used by the County to keep the citizens informed on the possible nuclear repository in Nevada.

**Recreation Fund** accounts for room tax receipts pursuant to NRS 244.3358. Expenditures are limited to construction, repairs, and maintenance of County recreation facilities.

**Tourism Fund** accounts for room tax receipts pursuant to NRS 244.3358. Expenditures are limited to the promotion of tourism.

**Water Mitigation Fund** accounts for water use assessment fees received pursuant to NRS 362.171 to be used to cushion adverse effects upon the County from the opening or closing of a major industry.

**Game Management Board Fund** accounts for money received from the Nevada Division of Wildlife. These monies are to be used by the County Game Board to conduct local meetings and travel expenses to and from State Game Board meetings.

**Eureka County Indigent and Eureka County Hospital Indigent Funds** account for tax money received in addition to the tax levied by NRS 428.285 to provide aid and relief to indigent persons. No County may expend or contract to expend for that aid and relief a sum in excess of that provided by the maximum ad valorem tax set forth in NRS 428.285 together with such outside resources as it may receive from third persons, including expense reimbursements, grants-in-aid or donations lawfully attributable to the County indigent fund.

**Landfill Fund** accounts for restricted cash to be used for the closure and post closure costs of the County's landfill.

**Assessor's Technology Fund** accounts for money collected from a portion of the personal property and net proceeds tax revenues. These funds are designated for technological improvements needed by the County Assessor.

**Recorder's Technology Fund** accounts for fees used to pay for technology improvements needed by the Recorder. The fees are collected when official documents are recorded pursuant to NRS 247.306.

**Justice Court AA Fund** accounts for administrative assessment fees paid in the Justice Court to be used for court improvements or to provide services.

**Juvenile Court AA Fund** accounts for administrative assessment fees paid in Juvenile Court to be used for court improvements or to provide services to juveniles.

**Justice Court Facility Fund** accounts for fees used to help finance the construction or renovation of Justice Court Facilities. The fees are collected by the Justice Court pursuant to NRS 176.0611.

**Forensic Fee Fund** accounts for fees received from fines to cover the State of Nevada's Forensic Fee as established under NRS 453.576.

**Natural Resource Multi-Use Protection Fund** accounts for monies collected from a portion of tax revenues. These funds are designated to assist in supporting, protecting and defending the County's natural resources.

**Building Operation and Maintenance Reserve Fund** accounts for money received and held for future property and equipment operation and maintenance requirements.

**Capital Projects Fund** accounts for financial resources to be used for the acquisition or construction of major capital assets. Resources are provided by ad valorem taxes and interest income.

	Special Revenue Funds			
	Retiree Health Insurance Fund	Agricultural Extension Fund	Unincorporated Town of Eureka General Fund	Unincorporated Town of Crescent Valley General Fund
<b>Assets</b>				
Cash and investments	\$ 3,412,515	\$ 797,801	\$ 741,290	\$ 556,175
Accounts receivable	174	-	-	-
Due from other governments	19,219	-	3,231	567
Taxes receivable, delinquent	-	123	356	420
Accrued interest receivable	6,036	1,411	1,295	971
<b>Total assets</b>	<b>\$ 3,437,944</b>	<b>\$ 799,335</b>	<b>\$ 746,172</b>	<b>\$ 558,133</b>
<b>Liabilities</b>				
Accounts payable	\$ 310	\$ 17	\$ 2,059	\$ 1,973
Accrued salaries and related liabilities	-	22,464	649	1,654
Due to other governments	-	-	-	-
<b>Total liabilities</b>	<b>310</b>	<b>22,481</b>	<b>2,708</b>	<b>3,627</b>
<b>Deferred Inflows of Resources</b>				
Unavailable revenue - delinquent property taxes	-	117	349	414
<b>Fund Balances</b>				
Restricted	-	583,871	743,115	554,092
Committed	3,437,634	-	-	-
Assigned				
Subsequent year operations	-	-	-	-
Due to nature of fund	-	192,866	-	-
<b>Total fund balances</b>	<b>3,437,634</b>	<b>776,737</b>	<b>743,115</b>	<b>554,092</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 3,437,944</b>	<b>\$ 799,335</b>	<b>\$ 746,172</b>	<b>\$ 558,133</b>

Special Revenue Funds	
Diamond Valley	
Weed Control District Fund	Rodent Control District Fund
\$ 50,456	\$ 229,099
-	-
836	836
158	81
89	405
\$ 51,539	\$ 230,421
\$ 1,550	\$ 21
-	-
-	-
1,550	21
158	81
49,831	230,319
-	-
-	-
-	-
49,831	230,319
\$ 51,539	\$ 230,421

	Special Revenue Funds			
	Yucca Mountain Fund	Recreation Fund	Tourism Fund	Water Mitigation Fund
<b>Assets</b>				
Cash and investments	\$ 318,100	\$ 648,671	\$ 31,246	\$ 73,595
Accounts receivable	-	13,313	2,832	-
Due from other governments	-	-	-	-
Taxes receivable, delinquent	-	-	-	56
Accrued interest receivable	-	1,147	55	618
	<u>318,100</u>	<u>663,131</u>	<u>34,133</u>	<u>74,269</u>
Total assets	<u>\$ 318,100</u>	<u>\$ 663,131</u>	<u>\$ 34,133</u>	<u>\$ 74,269</u>
<b>Liabilities</b>				
Accounts payable	\$ 8,997	\$ 5,033	\$ 503	\$ 7
Accrued salaries and related liabilities	-	-	-	-
Due to other governments	-	3,500	-	17,063
	<u>8,997</u>	<u>8,533</u>	<u>503</u>	<u>17,070</u>
Total liabilities	<u>8,997</u>	<u>8,533</u>	<u>503</u>	<u>17,070</u>
<b>Deferred Inflows of Resources</b>				
Unavailable revenue - delinquent property taxes	-	-	-	54
	<u>-</u>	<u>-</u>	<u>-</u>	<u>54</u>
<b>Fund Balances</b>				
Restricted	309,103	546,075	27,340	-
Committed	-	-	-	-
Assigned				
Subsequent year operations	-	108,523	6,290	-
Due to nature of fund	-	-	-	57,145
	<u>309,103</u>	<u>654,598</u>	<u>33,630</u>	<u>57,145</u>
Total fund balances	<u>309,103</u>	<u>654,598</u>	<u>33,630</u>	<u>57,145</u>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>				
	<u>\$ 318,100</u>	<u>\$ 663,131</u>	<u>\$ 34,133</u>	<u>\$ 74,269</u>

Special Revenue Funds

Game Management Board Fund	Eureka County Indigent Fund	Eureka County Hospital Indigent Fund	Landfill Fund	Assessor's Technology Fund
\$ 5,514	\$ 368,854	\$ 1,705,392	\$ 433,740	\$ 787,956
-	6,133	-	2,240	-
-	-	-	19,219	-
-	40	123	-	-
10	652	3,017	767	1,394
<u>\$ 5,524</u>	<u>\$ 375,679</u>	<u>\$ 1,708,532</u>	<u>\$ 455,966</u>	<u>\$ 789,350</u>
\$ 7	\$ 5,702	\$ 224	\$ 6,269	\$ 20,994
112	-	1,209	8,142	-
-	1,801	-	-	-
<u>119</u>	<u>7,503</u>	<u>1,433</u>	<u>14,411</u>	<u>20,994</u>
-	38	117	-	-
2,043	301,732	1,464,749	-	649,547
-	-	-	43,773	-
1,950	49,754	242,233	142,793	118,809
1,412	16,652	-	254,989	-
<u>5,405</u>	<u>368,138</u>	<u>1,706,982</u>	<u>441,555</u>	<u>768,356</u>
<u>\$ 5,524</u>	<u>\$ 375,679</u>	<u>\$ 1,708,532</u>	<u>\$ 455,966</u>	<u>\$ 789,350</u>

	Special Revenue Funds			
	Recorder's Technology Fund	Justice Court AA Fund	Juvenile Court AA Fund	Justice Court Facility Fund
<b>Assets</b>				
Cash and investments	\$ 46,674	\$ 85,566	\$ 55,503	\$ 128,910
Accounts receivable	-	-	-	-
Due from other governments	-	-	-	-
Taxes receivable, delinquent	-	-	-	-
Accrued interest receivable	83	151	98	228
<b>Total assets</b>	<b>\$ 46,757</b>	<b>\$ 85,717</b>	<b>\$ 55,601</b>	<b>\$ 129,138</b>
<b>Liabilities</b>				
Accounts payable	4	49	827	-
Accrued salaries and related liabilities	-	-	-	-
Due to other governments	-	-	-	-
<b>Total liabilities</b>	<b>4</b>	<b>49</b>	<b>827</b>	<b>-</b>
<b>Deferred Inflows of Resources</b>				
Unavailable revenue - delinquent property taxes	-	-	-	-
<b>Fund Balances</b>				
Restricted	42,544	68,189	47,312	110,057
Committed	-	-	-	-
Assigned				
Subsequent year operations	4,209	17,479	4,450	19,081
Due to nature of fund	-	-	3,012	-
<b>Total fund balances</b>	<b>46,753</b>	<b>85,668</b>	<b>54,774</b>	<b>129,138</b>
<b>Total Liabilities, Deferred Inflows of Resources and Fund Balances</b>	<b>\$ 46,757</b>	<b>\$ 85,717</b>	<b>\$ 55,601</b>	<b>\$ 129,138</b>

<u>Special Revenue Funds</u>				
<u>Forensic Fee Fund</u>	<u>Building Operation and Maintenance Reserve Fund</u>	<u>Natural Resource Multi - Use Protection Fund</u>	<u>Capital Projects Fund</u>	<u>Total Nonmajor Funds</u>
\$ 880	\$ 5,214,171	\$ 275,835	\$ 2,832,854	\$ 18,800,797
-	-	-	-	24,692
-	19,219	-	-	63,127
-	304	214	628	2,503
2	9,223	-	5,019	32,671
<u>\$ 882</u>	<u>\$ 5,242,917</u>	<u>\$ 276,049</u>	<u>\$ 2,838,501</u>	<u>\$ 18,923,790</u>
-	22,334	25	30,337	107,242
-	-	-	-	34,230
-	-	-	-	22,364
<u>-</u>	<u>22,334</u>	<u>25</u>	<u>30,337</u>	<u>163,836</u>
<u>-</u>	<u>291</u>	<u>203</u>	<u>597</u>	<u>2,419</u>
65	-	-	2,210,735	7,940,719
-	5,220,292	275,821	-	8,977,520
-	-	-	-	715,571
817	-	-	596,832	1,123,725
<u>882</u>	<u>5,220,292</u>	<u>275,821</u>	<u>2,807,567</u>	<u>18,757,535</u>
<u>\$ 882</u>	<u>\$ 5,242,917</u>	<u>\$ 276,049</u>	<u>\$ 2,838,501</u>	<u>\$ 18,923,790</u>

	Special Revenue Funds			
	Retiree Health Insurance Fund	Agricultural Extension Fund	Unincorporated Town of Eureka General Fund	Unincorporated Town of Crescent Valley General Fund
Revenues				
Taxes	\$ -	\$ 109,849	\$ 27,631	\$ 8,737
Licenses and permits	-	-	1,845	369
Intergovernmental revenues	109,566	130	81,134	22,049
Charges for services	-	-	-	-
Miscellaneous	159,659	8,248	10,052	5,669
Total revenues	<u>269,225</u>	<u>118,227</u>	<u>120,662</u>	<u>36,824</u>
Expenditures				
General government	277,312	187,818	-	14,716
Public safety	-	-	21,987	18,467
Public works	-	-	37,038	9,668
Judicial	-	-	-	-
Health and sanitation	-	-	-	-
Culture and recreation	-	-	-	34,166
Total expenditures	<u>277,312</u>	<u>187,818</u>	<u>59,025</u>	<u>77,017</u>
Net Change in Fund Balances	(8,087)	(69,591)	61,637	(40,193)
Fund Balances, Beginning of Year	<u>3,445,721</u>	<u>846,328</u>	<u>681,478</u>	<u>594,285</u>
Fund Balances, End of Year	<u>\$ 3,437,634</u>	<u>\$ 776,737</u>	<u>\$ 743,115</u>	<u>\$ 554,092</u>



Eureka County  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Year Ended June 30, 2016

---

Special Revenue Funds	
Diamond Valley	
Weed Control District Fund	Rodent Control District Fund
\$ 18,892	\$ 6,692
-	-
4,763	4,763
-	-
746	2,320
24,401	13,775
-	-
-	-
-	-
-	-
45,222	1,173
-	-
45,222	1,173
(20,821)	12,602
70,652	217,717
\$ 49,831	\$ 230,319

---

Special Revenue Funds

---

	Yucca Mountain Fund	Recreation Fund	Tourism Fund	Water Mitigation Fund
<b>Revenues</b>				
Taxes	\$ -	\$ 59,555	\$ 6,096	\$ 54,908
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	-	-	-	-
Miscellaneous	343	14,908	325	1,225
	<hr/>	<hr/>	<hr/>	<hr/>
Total revenues	343	74,463	6,421	56,133
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Expenditures</b>				
General government	-	-	-	100,003
Public safety	85,131	-	-	-
Public works	-	-	-	-
Judicial	-	-	-	-
Health and sanitation	-	-	-	-
Culture and recreation	-	78,031	6,532	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total expenditures	85,131	78,031	6,532	100,003
	<hr/>	<hr/>	<hr/>	<hr/>
Net Change in Fund Balances	(84,788)	(3,568)	(111)	(43,870)
Fund Balances, Beginning of Year	393,891	658,166	33,741	101,015
	<hr/>	<hr/>	<hr/>	<hr/>
Fund Balances, End of Year	<u>\$ 309,103</u>	<u>\$ 654,598</u>	<u>\$ 33,630</u>	<u>\$ 57,145</u>

Eureka County  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Year Ended June 30, 2016

Special Revenue Funds

Game Management Board Fund	Eureka County Indigent Fund	Eureka County Hospital Indigent Fund	Landfill Fund	Assessor's Technology Fund
\$ -	\$ 36,246	\$ 109,850	\$ -	\$ -
-	-	-	-	-
1,660	12,073	-	109,567	-
-	612	-	28,817	193,797
53	3,791	17,493	6,821	8,605
<u>1,713</u>	<u>52,722</u>	<u>127,343</u>	<u>145,205</u>	<u>202,402</u>
448	57,491	36,418	-	446,867
-	-	-	-	-
-	-	-	-	-
-	-	88,052	305,369	-
-	-	-	-	-
<u>448</u>	<u>57,491</u>	<u>124,470</u>	<u>305,369</u>	<u>446,867</u>
1,265	(4,769)	2,873	(160,164)	(244,465)
4,140	372,907	1,704,109	601,719	1,012,821
<u>\$ 5,405</u>	<u>\$ 368,138</u>	<u>\$ 1,706,982</u>	<u>\$ 441,555</u>	<u>\$ 768,356</u>

	<u>Special Revenue Funds</u>			
	<u>Recorder's Technology Fund</u>	<u>Justice Court AA Fund</u>	<u>Juvenile Court AA Fund</u>	<u>Justice Court Facility Fund</u>
Revenues				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental revenues	-	-	-	-
Charges for services	5,103	6,901	2,014	9,895
Miscellaneous	457	1,154	566	1,487
	<u>5,560</u>	<u>8,055</u>	<u>2,580</u>	<u>11,382</u>
Total revenues				
Expenditures				
General government	43	-	-	-
Public safety	-	-	-	-
Public works	-	-	-	-
Judicial	-	41,771	4,326	41,435
Health and sanitation	-	-	-	-
Culture and recreation	-	-	-	-
	<u>43</u>	<u>41,771</u>	<u>4,326</u>	<u>41,435</u>
Total expenditures				
Net Change in Fund Balances	5,517	(33,716)	(1,746)	(30,053)
Fund Balances, Beginning of Year	<u>41,236</u>	<u>119,384</u>	<u>56,520</u>	<u>159,191</u>
Fund Balances, End of Year	<u>\$ 46,753</u>	<u>\$ 85,668</u>	<u>\$ 54,774</u>	<u>\$ 129,138</u>

Eureka County  
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances  
Year Ended June 30, 2016

<u>Special Revenue Funds</u>				
<u>Forensic Fee Fund</u>	<u>Building Operation and Maintenance Reserve Fund</u>	<u>Natural Resource Multi - Use Protection Fund</u>	<u>Capital Projects Fund</u>	<u>Total Nonmajor Funds</u>
\$ -	\$ 329,431	\$ 274,513	\$ 549,238	\$ 1,591,638
-	-	-	-	2,214
-	109,566	-	870	456,141
630	-	-	-	247,769
4	51,758	1,454	27,337	324,475
<u>634</u>	<u>490,755</u>	<u>275,967</u>	<u>577,445</u>	<u>2,622,237</u>
-	37,659	146	148,886	1,307,807
605	-	-	-	126,190
-	-	-	-	46,706
-	-	-	-	87,532
-	-	-	-	439,816
-	-	-	-	118,729
<u>605</u>	<u>37,659</u>	<u>146</u>	<u>148,886</u>	<u>2,126,780</u>
29	453,096	275,821	428,559	495,457
<u>853</u>	<u>4,767,196</u>	<u>-</u>	<u>2,379,008</u>	<u>18,262,078</u>
<u>\$ 882</u>	<u>\$ 5,220,292</u>	<u>\$ 275,821</u>	<u>\$ 2,807,567</u>	<u>\$ 18,757,535</u>

Eureka County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual –  
 Retiree Health Insurance Fund  
 Year Ended June 30, 2016  
 (With Comparative Actual Amounts for the Year Ended 2015)

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Intergovernmental Revenues				
Consolidated tax	\$ 100,000	\$ 109,566	\$ 9,566	\$ 87,273
Miscellaneous				
Retiree/Cobra Reimbursement	60,000	124,741	64,741	103,711
Interest earned	30,000	26,772	(3,228)	27,800
Net realized gain (loss)	1,000	8,146	7,146	4,663
	<u>91,000</u>	<u>159,659</u>	<u>68,659</u>	<u>136,174</u>
Total revenues	<u>191,000</u>	<u>269,225</u>	<u>78,225</u>	<u>223,447</u>
Expenditures				
General government				
Services and supplies	278,428	277,312	1,116	264,019
Net Change in Fund Balances	(87,428)	(8,087)	79,341	(40,572)
Fund Balances, Beginning of Year	3,445,721	3,445,721	-	3,486,293
Fund Balances, End of Year	<u>\$ 3,358,293</u>	<u>\$ 3,437,634</u>	<u>\$ 79,341</u>	<u>\$ 3,445,721</u>

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

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Taxes				
Ad valorem taxes				
Secured-real property	\$ 74,993	\$ 70,787	\$ (4,206)	\$ 64,673
State unitary tax	3,000	3,406	406	3,375
Personal property roll	7,000	12,701	5,701	7,690
Net proceeds of mines	-	22,955	22,955	63,111
	<u>84,993</u>	<u>109,849</u>	<u>24,856</u>	<u>138,849</u>
Intergovernmental revenues				
Miscellaneous state grant	<u>2,200</u>	<u>130</u>	<u>(2,070)</u>	<u>1,387</u>
Miscellaneous				
Interest	5,000	6,299	1,299	7,109
Net realized gain (loss)	1,800	(203)	(2,003)	(103)
Net increase (decrease) in fair value of investments	200	2,152	1,952	1,372
Refunds	<u>300</u>	<u>-</u>	<u>(300)</u>	<u>641</u>
	<u>7,300</u>	<u>8,248</u>	<u>948</u>	<u>9,019</u>
Total revenues	<u>94,493</u>	<u>118,227</u>	<u>23,734</u>	<u>149,255</u>
Expenditures				
General Government				
Salaries	95,000	109,448	(14,448)	96,555
Employee benefits	48,000	46,078	1,922	43,307
Services and supplies	<u>117,050</u>	<u>32,292</u>	<u>84,758</u>	<u>116,617</u>
Total expenditures	<u>260,050</u>	<u>187,818</u>	<u>72,232</u>	<u>256,479</u>
Net Change in Fund Balances	(165,557)	(69,591)	95,966	(107,224)
Fund Balances, Beginning of Year	<u>793,338</u>	<u>846,328</u>	<u>52,990</u>	<u>953,552</u>
Fund Balances, End of Year	<u>\$ 627,781</u>	<u>\$ 776,737</u>	<u>\$ 148,956</u>	<u>\$ 846,328</u>

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

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Taxes				
Ad valorem taxes				
Secured-real property	\$ 26,784	\$ 24,291	\$ (2,493)	\$ 24,487
State unitary tax	1,500	3,041	1,541	2,891
Personal property roll	323	299	(24)	707
	<u>28,607</u>	<u>27,631</u>	<u>(976)</u>	<u>28,085</u>
Licenses and Permits				
County gaming licenses	1,500	1,845	345	1,620
Intergovernmental Revenues				
State shared revenue				
State gaming licenses	72,000	69,048	(2,952)	71,252
NRS 354.59815 capital improvement	9,000	9,000	-	9,000
Consolidated tax	2,500	3,086	586	3,059
	<u>83,500</u>	<u>81,134</u>	<u>(2,366)</u>	<u>83,311</u>
Miscellaneous				
Refunds	500	2,811	2,311	-
Interest earned	1,000	5,660	4,660	5,352
Net realized gain(loss)	500	(368)	(868)	(81)
Net increase (decrease) in fair value of investments	200	1,949	1,749	905
	<u>2,200</u>	<u>10,052</u>	<u>7,852</u>	<u>6,176</u>
Total revenues	<u>115,807</u>	<u>120,662</u>	<u>4,855</u>	<u>119,192</u>



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

	Final Budget	Actual	Final Budget Variance	2015
Expenditures				
Public Safety				
Fire				
Salaries	7,000	6,985	15	6,985
Employee benefits	900	799	101	796
Services and supplies	22,100	14,203	7,897	20,967
Capital outlay	-	-	-	3,980
Total public safety	<u>30,000</u>	<u>21,987</u>	<u>8,013</u>	<u>32,728</u>
Public Works				
Highways and streets				
Services and supplies	<u>41,200</u>	<u>28,236</u>	<u>12,964</u>	<u>11,643</u>
Street lighting				
Subdivision of town property				
Services and supplies	<u>29,500</u>	<u>8,802</u>	<u>20,698</u>	<u>8,387</u>
Total public works	<u>70,700</u>	<u>37,038</u>	<u>33,662</u>	<u>20,030</u>
Contingency	<u>3,000</u>	<u>-</u>	<u>3,000</u>	<u>-</u>
Total expenditures	<u>103,700</u>	<u>59,025</u>	<u>44,675</u>	<u>52,758</u>
Net Change in Fund Balances	12,107	61,637	49,530	66,434
Fund Balances, Beginning of Year	<u>583,129</u>	<u>681,478</u>	<u>98,349</u>	<u>615,044</u>
Fund Balances, End of Year	<u>\$ 595,236</u>	<u>\$ 743,115</u>	<u>\$ 147,879</u>	<u>\$ 681,478</u>

Eureka County  
Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Unincorporated Town of Crescent Valley – General Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	<u>Final Budget</u>	<u>Actual</u>	<u>Final Budget Variance</u>	<u>2015</u>
Revenues				
Taxes				
Ad Valorem Taxes				
Secured-real property	\$ 7,337	\$ 7,071	\$ (266)	\$ 6,818
State unitary tax	350	866	516	929
Personal property roll	237	800	563	905
	<u>7,924</u>	<u>8,737</u>	<u>813</u>	<u>8,652</u>
Licenses and Permits				
County gaming licenses	800	369	(431)	324
Intergovernmental Revenues				
State Shared Revenues				
State gaming licenses	12,000	13,810	1,810	14,250
NRS 354.59815 capital improvement	7,000	7,000	-	7,000
Consolidated tax	700	1,239	539	1,447
	<u>19,700</u>	<u>22,049</u>	<u>2,349</u>	<u>22,697</u>
Miscellaneous				
Interest	4,000	4,350	350	4,863
Net realized gain (loss)	600	(161)	(761)	(74)
Net increase (decrease) in fair value of investments	100	1,480	1,380	927
Other	200	-	(200)	-
	<u>4,900</u>	<u>5,669</u>	<u>769</u>	<u>5,716</u>
Total revenues	<u>33,324</u>	<u>36,824</u>	<u>3,500</u>	<u>37,389</u>

Eureka County  
Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Unincorporated Town of Crescent Valley – General Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Final Budget	Actual	Final Budget Variance	2015
Expenditures				
General Government				
Town Board				
Salaries	21,000	10,792	10,208	17,370
Employee benefits	2,500	1,234	1,266	1,979
Services and supplies	8,703	2,690	6,013	4,070
Total general government	<u>32,203</u>	<u>14,716</u>	<u>17,487</u>	<u>23,419</u>
Public Safety				
Fire				
Salaries	2,400	2,400	-	2,400
Employee benefits	300	274	26	273
Services and supplies	23,650	15,793	7,857	14,205
Total public safety	<u>26,350</u>	<u>18,467</u>	<u>7,883</u>	<u>16,878</u>
Public Works				
Highway and Streets				
Services and supplies	18,400	9,668	8,732	7,056
Culture and Recreation				
Public Park				
Salaries	18,000	12,061	5,939	14,954
Employee benefits	2,000	3,256	(1,256)	2,968
Services and supplies	21,400	8,579	12,821	21,444
Capital outlay	-	10,270	(10,270)	-
Total culture and recreation	<u>41,400</u>	<u>34,166</u>	<u>7,234</u>	<u>39,366</u>
Contingency	2,000	-	2,000	-
Total expenditures	<u>120,353</u>	<u>77,017</u>	<u>43,336</u>	<u>86,719</u>
Net Change in Fund Balances	(87,029)	(40,193)	46,836	(49,330)
Fund Balances, Beginning of Year	<u>532,426</u>	<u>594,285</u>	<u>61,859</u>	<u>643,615</u>
Fund Balances, End of Year	<u>\$ 445,397</u>	<u>\$ 554,092</u>	<u>\$ 108,695</u>	<u>\$ 594,285</u>

Eureka County

Schedule of Revenues, Expenditures, and Changes in Fund Balances – Budget and Actual – Diamond Valley  
Weed Control District Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Taxes				
Ad valorem taxes				
Secured-real property	\$ 14,654	\$ 18,892	\$ 4,238	\$ 17,955
Intergovernmental				
Intergovernmental grants	50,000	-	(50,000)	-
Consolidated tax	5,000	4,763	(237)	4,960
	<u>55,000</u>	<u>4,763</u>	<u>(50,237)</u>	<u>4,960</u>
Charges for Services				
Contract weed spraying	7,200	-	(7,200)	-
Miscellaneous				
Interest earned	500	626	126	377
Net realized gain (loss)	100	(16)	(116)	(8)
Net increase (decrease) in fair value of investments	100	136	36	84
Other	-	-	-	7,500
	<u>700</u>	<u>746</u>	<u>46</u>	<u>7,953</u>
Total revenues	<u>77,554</u>	<u>24,401</u>	<u>(53,153)</u>	<u>30,868</u>
Expenditures				
Health and Sanitation				
Services and supplies	47,200	45,222	1,978	28,967
Capital outlay	1,000	-	1,000	-
Total expenditures	<u>48,200</u>	<u>45,222</u>	<u>2,978</u>	<u>28,967</u>
Net Change in Fund Balances	29,354	(20,821)	(50,175)	1,901
Fund Balances, Beginning of Year	-	70,652	70,652	68,751
Fund Balances, End of Year	<u>\$ 29,354</u>	<u>\$ 49,831</u>	<u>\$ 20,477</u>	<u>\$ 70,652</u>

Eureka County  
Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Diamond Valley Rodent Control District Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Taxes				
Ad valorem taxes				
Secured-real property	\$ 7,505	\$ 6,692	\$ (813)	\$ 6,360
Intergovernmental Revenues				
State shared revenue				
Consolidated tax	5,000	4,763	(237)	9,147
Miscellaneous				
Interest earned	1,500	1,784	284	1,745
Net realized gain (loss)	100	(76)	(176)	(25)
Net increase (decrease) in fair value of investments	100	612	512	298
	<u>1,700</u>	<u>2,320</u>	<u>620</u>	<u>2,018</u>
Total revenues	<u>14,205</u>	<u>13,775</u>	<u>(430)</u>	<u>17,525</u>
Expenditures				
Health and Sanitation				
Services and supplies	30,000	1,173	28,827	1,463
Net Change in Fund Balances	(15,795)	12,602	28,397	16,062
Fund Balances, Beginning of Year	185,479	217,717	32,238	201,655
Fund Balances, End of Year	<u>\$ 169,684</u>	<u>\$ 230,319</u>	<u>\$ 60,635</u>	<u>\$ 217,717</u>

Eureka County  
 Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
 Budget and Actual – Nuclear Waste – Yucca Mountain Fund  
 Year Ended June 30, 2016  
 (With Comparative Actual Amounts for the Year Ended 2015)

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Miscellaneous				
Interest earned	\$ -	\$ -	\$ -	\$ 3
Expenditures				
Public Safety				
Services and supplies	-	-	-	9,282
Net Change in Fund Balances	-	-	-	(9,279)
Fund Balances, Beginning of Year	-	-	-	9,279
Fund Balances, End of Year	\$ -	\$ -	\$ -	\$ -

Eureka County  
Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Yucca Mountain Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Miscellaneous				
Interest earned	\$ -	\$ 343	\$ 343	\$ 480
Expenditures				
Public Safety				
Services and supplies	200,000	83,414	116,586	124,273
Capital outlay	-	1,717	(1,717)	-
Total expenditures	200,000	85,131	114,869	124,273
Net Change in Fund Balances	(200,000)	(84,788)	115,212	(123,793)
Fund Balances, Beginning of Year	317,684	393,891	76,207	517,684
Fund Balances, End of Year	<u>\$ 117,684</u>	<u>\$ 309,103</u>	<u>\$ 191,419</u>	<u>\$ 393,891</u>

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

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Taxes				
Room tax	\$ 80,000	\$ 59,555	\$ (20,445)	\$ 76,435
Miscellaneous				
Interest earned	5,000	5,117	117	5,105
Net realized gain (loss)	700	(196)	(896)	(74)
Net increase (decrease) in fair value of investments	500	1,738	1,238	953
Other	-	8,249	8,249	-
	<u>6,200</u>	<u>14,908</u>	<u>8,708</u>	<u>5,984</u>
Total revenues	<u>86,200</u>	<u>74,463</u>	<u>(11,737)</u>	<u>82,419</u>
Expenditures				
Culture and Recreation				
Services and supplies	170,000	78,031	91,969	72,602
Capital outlay	25,000	-	25,000	10,000
Total expenditures	<u>195,000</u>	<u>78,031</u>	<u>116,969</u>	<u>82,602</u>
Net Change in Fund Balances	(108,800)	(3,568)	105,232	(183)
Fund Balances, Beginning of Year	<u>559,549</u>	<u>658,166</u>	<u>98,617</u>	<u>658,349</u>
Fund Balances, End of Year	<u>\$ 450,749</u>	<u>\$ 654,598</u>	<u>\$ 203,849</u>	<u>\$ 658,166</u>



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

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Taxes				
Room tax	\$ 7,000	\$ 6,096	\$ (904)	\$ 6,046
Miscellaneous				
Interest earned	350	249	(101)	309
Net realized gain (loss)	50	(9)	(59)	(5)
Net increase (decrease) in fair value of investments	100	85	(15)	61
	<u>500</u>	<u>325</u>	<u>(175)</u>	<u>365</u>
Total revenues	<u>7,500</u>	<u>6,421</u>	<u>(1,079)</u>	<u>6,411</u>
Expenditures				
Culture and Recreation				
Services and supplies	17,000	6,532	10,468	15,641
Net Change in Fund Balances	(9,500)	(111)	9,389	(9,230)
Fund Balances, Beginning of Year	<u>34,971</u>	<u>33,741</u>	<u>(1,230)</u>	<u>42,971</u>
Fund Balances, End of Year	<u>\$ 25,471</u>	<u>\$ 33,630</u>	<u>\$ 8,159</u>	<u>\$ 33,741</u>

Eureka County  
Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Water Mitigation Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Taxes				
Ad valorem taxes				
Secured-real property	\$ 38,996	\$ 35,377	\$ (3,619)	\$ 108
State unitary tax	-	1,703	1,703	107
Personal property roll	3,500	6,350	2,850	-
Net proceeds of mines	-	11,478	11,478	-
	<u>42,496</u>	<u>54,908</u>	<u>12,412</u>	<u>215</u>
Miscellaneous				
Interest earned	5,000	1,002	(3,998)	1,350
Water mitigation	1,000	-	(1,000)	-
Net realized gain (loss)	1,000	33	(967)	311
Net increase (decrease) in fair value of investments	1,000	190	(810)	74
	<u>8,000</u>	<u>1,225</u>	<u>(6,775)</u>	<u>1,735</u>
Total revenues	<u>50,496</u>	<u>56,133</u>	<u>5,637</u>	<u>1,950</u>
Expenditures				
General Government				
Services and supplies	100,000	100,003	(3)	211,881
Net Change in Fund Balances	(49,504)	(43,870)	5,634	(209,931)
Fund Balances, Beginning of Year	68,946	101,015	32,069	310,946
Fund Balances, End of Year	<u>\$ 19,442</u>	<u>\$ 57,145</u>	<u>\$ 37,703</u>	<u>\$ 101,015</u>

Eureka County  
Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Game Management Board Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Final Budget	Actual	Final Budget Variance	2015
<b>Revenues</b>				
Intergovernmental Revenue				
Intergovernmental grants	\$ 4,000	\$ 1,660	\$ (2,340)	\$ 795
<b>Miscellaneous</b>				
Interest earned	-	43	43	39
Net realized gain (loss)	-	(4)	(4)	7
Net increase (decrease) in fair value of investments	-	14	14	1
	-	53	53	47
Total revenues	4,000	1,713	(2,287)	842
<b>Expenditures</b>				
General Government				
Salaries	1,200	337	863	222
Employee benefits	500	68	432	40
Services and supplies	2,500	43	2,457	1,654
Total expenditures	4,200	448	3,752	1,916
Net Change in Fund Balances	(200)	1,265	1,465	(1,074)
Fund Balances, Beginning of Year	4,715	4,140	(575)	5,214
Fund Balances, End of Year	\$ 4,515	\$ 5,405	\$ 890	\$ 4,140

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

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Taxes				
Ad valorem taxes				
Secured-real property	\$ 25,206	\$ 23,356	\$ (1,850)	\$ 21,334
State unitary tax	842	1,124	282	1,108
Personal property roll	2,000	4,191	2,191	2,538
Net proceeds of mines	-	7,575	7,575	20,826
	<u>28,048</u>	<u>36,246</u>	<u>8,198</u>	<u>45,806</u>
Intergovernmental Revenue				
Miscellaneous state grant	3,000	12,073	9,073	7,728
Charges for Services				
Legal aide	300	612	312	609
Miscellaneous				
Refunds	500	35	(465)	-
Interest earned	2,500	2,863	363	2,913
Net realized gain (loss)	200	(38)	(238)	440
Net increase (decrease) in fair value of investments	500	931	431	59
Other	100	-	(100)	-
	<u>3,800</u>	<u>3,791</u>	<u>(9)</u>	<u>3,412</u>
Total revenues	<u>35,148</u>	<u>52,722</u>	<u>17,574</u>	<u>57,555</u>
Expenditures				
General Government				
Services and supplies	188,000	57,491	130,509	54,682
Net Change in Fund Balances	(152,852)	(4,769)	148,083	2,873
Fund Balances, Beginning of Year	213,648	372,907	159,259	370,034
Fund Balances, End of Year	<u>\$ 60,796</u>	<u>\$ 368,138</u>	<u>\$ 307,342</u>	<u>\$ 372,907</u>

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

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Taxes				
Ad valorem taxes				
Secured-real property	\$ 76,382	\$ 70,788	\$ (5,594)	\$ 64,681
State unitary tax	1,611	3,406	1,795	3,375
Personal property roll	7,000	12,701	5,701	7,690
Net proceeds of mines	-	22,955	22,955	63,111
	<u>84,993</u>	<u>109,850</u>	<u>24,857</u>	<u>138,857</u>
Intergovernmental Revenue				
Other	200	-	(200)	-
Fees				
Public Guardian Fees	500	-	(500)	-
Miscellaneous				
Interest earned	12,000	13,469	1,469	13,415
Net realized gain (loss)	1,000	(547)	(1,547)	(199)
Net increase (decrease) in fair value of investments	1,000	4,571	3,571	2,445
	<u>14,000</u>	<u>17,493</u>	<u>3,493</u>	<u>15,661</u>
Total revenues	<u>99,693</u>	<u>127,343</u>	<u>27,650</u>	<u>154,518</u>
Expenditures				
General Government				
Public Guardian				
Salaries and wages	43,000	24,027	18,973	24,152
Employee benefits	15,000	8,313	6,687	7,604
Services and supplies	5,000	4,078	922	3,979
	<u>63,000</u>	<u>36,418</u>	<u>26,582</u>	<u>35,735</u>
Health and Sanitation				
County Indigent				
Services and supplies	802,400	88,052	714,348	76,715
Total expenditures	<u>865,400</u>	<u>124,470</u>	<u>740,930</u>	<u>112,450</u>
Net Change in Fund Balances	(765,707)	2,873	768,580	42,068
Fund Balances, Beginning of Year	<u>891,338</u>	<u>1,704,109</u>	<u>812,771</u>	<u>1,662,041</u>
Fund Balances, End of Year	<u>\$ 125,631</u>	<u>\$ 1,706,982</u>	<u>\$ 1,581,351</u>	<u>\$ 1,704,109</u>

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

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Taxes				
Ad valorem taxes				
Secured-real property	\$ -	\$ -	\$ -	\$ 10
Intergovernmental Revenues				
Consolidated tax	100,000	109,567	9,567	87,273
Intergovernmental grants	100	-	(100)	-
	<u>100,100</u>	<u>109,567</u>	<u>9,467</u>	<u>87,273</u>
Charges for Services				
Landfill fees	27,000	28,817	1,817	24,251
Miscellaneous				
Interest earned	10,000	3,856	(6,144)	5,364
Net realized gain (loss)	200	70	(130)	(83)
Recycling	300	1,689	1,389	3,670
Net increase (decrease) in fair value of investments	1,000	1,206	206	1,088
	<u>11,500</u>	<u>6,821</u>	<u>(4,679)</u>	<u>10,039</u>
Total revenues	<u>138,600</u>	<u>145,205</u>	<u>6,605</u>	<u>121,573</u>
Expenditures				
Health and Sanitation				
Salaries	121,000	123,453	(2,453)	119,267
Employee benefits	56,000	52,118	3,882	47,486
Services and supplies	161,700	129,798	31,902	127,246
Total expenditures	<u>338,700</u>	<u>305,369</u>	<u>33,331</u>	<u>293,999</u>
Net Change in Fund Balances	(200,100)	(160,164)	39,936	(172,426)
Fund Balances, Beginning of Year	520,746	601,719	80,973	774,145
Fund Balances, End of Year	<u>\$ 320,646</u>	<u>\$ 441,555</u>	<u>\$ 120,909</u>	<u>\$ 601,719</u>

Eureka County  
Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Assessor’s Technology Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Charges for Services				
Fees	\$ 100,000	\$ 193,797	\$ 93,797	\$ 325,469
Miscellaneous				
Interest earned	6,000	6,541	541	7,706
Net realized gain (loss)	500	(96)	(596)	(98)
Net increase (decrease) in fair value of investments	1,000	2,160	1,160	1,375
	<u>7,500</u>	<u>8,605</u>	<u>1,105</u>	<u>8,983</u>
Total revenues	<u>107,500</u>	<u>202,402</u>	<u>94,902</u>	<u>334,452</u>
Expenditures				
General Government				
Services and supplies	398,208	423,489	(25,281)	255,012
Capital outlay	100,000	23,378	76,622	73,732
Total expenditures	<u>498,208</u>	<u>446,867</u>	<u>51,341</u>	<u>328,744</u>
Net Change in Fund Balances	(390,708)	(244,465)	146,243	5,708
Fund Balances, Beginning of Year	<u>1,012,820</u>	<u>1,012,821</u>	<u>1</u>	<u>1,007,113</u>
Fund Balances, End of Year	<u>\$ 622,112</u>	<u>\$ 768,356</u>	<u>\$ 146,244</u>	<u>\$ 1,012,821</u>

Eureka County  
Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Recorder’s Technology Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Charges for Services				
Fees	\$ 5,000	\$ 5,103	\$ 103	\$ 5,034
Miscellaneous				
Interest earned	125	354	229	328
Net realized gain (loss)	10	(20)	(30)	(5)
Net increase (decrease) in fair value of investments	10	123	113	55
	<u>145</u>	<u>457</u>	<u>312</u>	<u>378</u>
Total revenues	<u>5,145</u>	<u>5,560</u>	<u>415</u>	<u>5,412</u>
Expenditures				
General Government				
Services and supplies	10	43	(33)	1,237
Capital outlay	16,000	-	16,000	-
Total expenditures	<u>16,010</u>	<u>43</u>	<u>15,967</u>	<u>1,237</u>
Net Change in Fund Balances	(10,865)	5,517	16,382	4,175
Fund Balances, Beginning of Year	<u>35,206</u>	<u>41,236</u>	<u>6,030</u>	<u>37,061</u>
Fund Balances, End of Year	<u>\$ 24,341</u>	<u>\$ 46,753</u>	<u>\$ 22,412</u>	<u>\$ 41,236</u>



Eureka County  
Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Justice Court AA Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Charges for Services				
Judicial				
Eureka Justice Court	\$ 5,000	\$ 6,901	\$ 1,901	\$ 8,897
Beowawe Justice Court	4,000	-	(4,000)	3,648
	<u>9,000</u>	<u>6,901</u>	<u>(2,099)</u>	<u>12,545</u>
Miscellaneous				
Interest earned	1,000	498	(502)	937
Net realized gain (loss)	150	437	287	131
Net increase (decrease) in fair value of investments	300	219	(81)	16
	<u>1,450</u>	<u>1,154</u>	<u>(296)</u>	<u>1,084</u>
Total revenues	<u>10,450</u>	<u>8,055</u>	<u>(2,395)</u>	<u>13,629</u>
Expenditures				
Judicial				
Services and supplies	24,100	3,465	20,635	1,518
Capital outlay	60,000	38,306	21,694	-
Total expenditures	<u>84,100</u>	<u>41,771</u>	<u>42,329</u>	<u>1,518</u>
Net Change in Fund Balances	(73,650)	(33,716)	39,934	12,111
Fund Balances, Beginning of Year	<u>82,723</u>	<u>119,384</u>	<u>36,661</u>	<u>107,273</u>
Fund Balances, End of Year	<u>\$ 9,073</u>	<u>\$ 85,668</u>	<u>\$ 76,595</u>	<u>\$ 119,384</u>

Eureka County  
Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Juvenile Court AA Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Charges for Services				
Judicial				
Juvenile court fees	\$ 2,000	\$ 2,014	\$ 14	\$ 2,702
Beowawe fees	1,000	-	(1,000)	1,037
	<u>3,000</u>	<u>2,014</u>	<u>(986)</u>	<u>3,739</u>
Miscellaneous				
Interest earned	500	435	(65)	490
Net realized gain (loss)	50	(18)	(68)	(7)
Net increase (decrease) in fair value of investments	100	149	49	85
	<u>650</u>	<u>566</u>	<u>(84)</u>	<u>568</u>
Total revenues	<u>3,650</u>	<u>2,580</u>	<u>(1,070)</u>	<u>4,307</u>
Expenditures				
Judicial				
Services and supplies	4,000	4,326	(326)	5,542
Capital outlay	20,000	-	20,000	-
Total expenditures	<u>24,000</u>	<u>4,326</u>	<u>19,674</u>	<u>5,542</u>
Net Change in Fund Balances	(20,350)	(1,746)	18,604	(1,235)
Fund Balances, Beginning of Year	<u>37,404</u>	<u>56,520</u>	<u>19,116</u>	<u>57,755</u>
Fund Balances, End of Year	<u>\$ 17,054</u>	<u>\$ 54,774</u>	<u>\$ 37,720</u>	<u>\$ 56,520</u>

Eureka County  
Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Justice Court Facility Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Charges for Services				
Judicial				
Fees	\$ 11,000	\$ 9,895	\$ (1,105)	\$ 17,728
Miscellaneous				
Interest earned	3,000	1,194	(1,806)	1,242
Net realized gain (loss)	150	(60)	(210)	(18)
Net increase (decrease) in fair value of investments	200	353	153	210
	<u>3,350</u>	<u>1,487</u>	<u>(1,863)</u>	<u>1,434</u>
Total revenues	<u>14,350</u>	<u>11,382</u>	<u>(2,968)</u>	<u>19,162</u>
Expenditures				
General Government				
Capital outlay	<u>130,000</u>	<u>41,435</u>	<u>88,565</u>	<u>-</u>
Net Change in Fund Balances	(115,650)	(30,053)	85,597	19,162
Fund Balances, Beginning of Year	<u>121,379</u>	<u>159,191</u>	<u>37,812</u>	<u>140,029</u>
Fund Balances, End of Year	<u>\$ 5,729</u>	<u>\$ 129,138</u>	<u>\$ 123,409</u>	<u>\$ 159,191</u>

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

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Charges for Services				
Fees	\$ 510	\$ 630	\$ 120	\$ 817
Miscellaneous				
Interest earned	5	2	(3)	6
Net realized gain (loss)	10	2	(8)	1
	<u>15</u>	<u>4</u>	<u>(11)</u>	<u>7</u>
Total revenues	<u>525</u>	<u>634</u>	<u>109</u>	<u>824</u>
Expenditures				
Public Safety				
Services and supplies	800	605	195	1,317
Net Change in Fund Balances	(275)	29	304	(493)
Fund Balances, Beginning of Year	<u>1,072</u>	<u>853</u>	<u>(219)</u>	<u>1,346</u>
Fund Balances, End of Year	<u>\$ 797</u>	<u>\$ 882</u>	<u>\$ 85</u>	<u>\$ 853</u>

Eureka County  
Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Building Operation and Maintenance Reserve Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Taxes				
Ad valorem taxes				
Secured-real property	\$ 233,978	\$ 212,244	\$ (21,734)	\$ 248
State unitary tax	-	10,219	10,219	346
Personal property	21,000	38,102	17,102	1
Net proceeds of mines	-	68,866	68,866	-
	<u>254,978</u>	<u>329,431</u>	<u>74,453</u>	<u>595</u>
Intergovernmental Revenues				
Consolidated Tax	<u>100,000</u>	<u>109,566</u>	<u>9,566</u>	<u>87,273</u>
Miscellaneous				
Interest earned	65,000	39,911	(25,089)	37,886
Net realized gain (loss)	14,000	(1,275)	(15,275)	5,475
Net increase (decrease) in fair value of investments	<u>100</u>	<u>13,122</u>	<u>13,022</u>	<u>722</u>
	<u>79,100</u>	<u>51,758</u>	<u>(27,342)</u>	<u>44,083</u>
Total revenues	<u>434,078</u>	<u>490,755</u>	<u>56,677</u>	<u>131,951</u>
Expenditures				
General Government				
Services and supplies	52,700	4,868	47,832	3,265
Capital outlay	<u>600,000</u>	<u>32,791</u>	<u>567,209</u>	<u>-</u>
	<u>652,700</u>	<u>37,659</u>	<u>615,041</u>	<u>3,265</u>
Net Change in Fund Balances	(218,622)	453,096	671,718	128,686
Fund Balances, Beginning of Year	<u>4,166,610</u>	<u>4,767,196</u>	<u>600,586</u>	<u>4,638,510</u>
Fund Balances, End of Year	<u>\$ 3,947,988</u>	<u>\$ 5,220,292</u>	<u>\$ 1,272,304</u>	<u>\$ 4,767,196</u>

Eureka County  
Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Natural Resource Multi-Use Protection Fund  
Year Ended June 30, 2016

	Final Budget	Actual	Final Budget Variance
Revenues			
Taxes			
Secured-real property	\$ 194,982	\$ 176,858	\$ (18,124)
State unitary tax	-	8,515	8,515
Personal property roll	17,500	31,752	14,252
Net proceeds of mines	-	57,388	57,388
	<u>212,482</u>	<u>274,513</u>	<u>62,031</u>
Miscellaneous			
Interest earned	\$ -	\$ 1,147	\$ 1,147
Net realized gain (loss)	-	(367)	(367)
Net increase (decrease) in fair value of investments	-	674	674
	<u>-</u>	<u>1,454</u>	<u>1,454</u>
Total revenues	<u>212,482</u>	<u>275,967</u>	<u>63,485</u>
Expenditures			
General government			
Services and supplies	<u>75,000</u>	<u>146</u>	<u>74,854</u>
Net Change in Fund Balances	137,482	275,821	138,339
Fund Balances, Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances, End of Year	<u>\$ 137,482</u>	<u>\$ 275,821</u>	<u>\$ 138,339</u>

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

	Final Budget	Actual	Final Budget Variance	2015
<b>Revenues</b>				
<b>Taxes</b>				
Secured-real property	\$ 381,908	\$ 353,927	\$ (27,981)	\$ 323,337
State unitary tax	10,000	17,031	7,031	16,876
Personal property	33,056	63,503	30,447	38,449
Net proceeds of mines	-	114,777	114,777	315,553
	<u>424,964</u>	<u>549,238</u>	<u>124,274</u>	<u>694,215</u>
<b>Intergovernmental Revenues</b>				
FAA grant	-	870	870	251,665
<b>Miscellaneous</b>				
Interest earned	17,000	21,265	4,265	17,791
Net realized gain (loss)	1,000	(1,426)	(2,426)	(236)
Net increase (decrease) in fair value of investments	1,000	7,498	6,498	2,861
Other	200	-	(200)	-
	<u>19,200</u>	<u>27,337</u>	<u>8,137</u>	<u>20,416</u>
<b>Total revenues</b>	<u>444,164</u>	<u>577,445</u>	<u>133,281</u>	<u>966,296</u>
<b>Expenditures</b>				
<b>General Government</b>				
Services and supplies	31,700	18,549	13,151	33,205
Capital outlay	345,000	130,337	214,663	520,508
<b>Total expenditures</b>	<u>376,700</u>	<u>148,886</u>	<u>227,814</u>	<u>553,713</u>
<b>Net Change in Fund Balances</b>	67,464	428,559	361,095	412,583
<b>Fund Balances, Beginning of Year</b>	<u>1,426,057</u>	<u>2,379,008</u>	<u>952,951</u>	<u>1,966,425</u>
<b>Fund Balances, End of Year</b>	<u>\$ 1,493,521</u>	<u>\$ 2,807,567</u>	<u>\$ 1,314,046</u>	<u>\$ 2,379,008</u>

*This page intentionally left blank*





Business – Type Activities  
Enterprise Funds  
**Eureka County**

*This page intentionally left blank*

Eureka County  
Schedule of Revenues, Expenses, and Changes in Fund Net Position –  
Budget and Actual – Eureka Town Water/Sewer Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Business-Type Activities - Enterprise Fund			2015
	Final Budget	Actual Amounts	Final Budget Variance	
Operating Revenues				
Charges for sales and services				
Water use charges	\$ 150,000	\$ 191,976	\$ 41,976	\$ 194,824
Water hook up charges	3,000	3,530	530	4,240
Sewer use charges	45,000	48,533	3,533	51,496
Sewer hook up charges	5,000	3,840	(1,160)	2,888
Total operating revenues	<u>203,000</u>	<u>247,879</u>	<u>44,879</u>	<u>253,448</u>
Operating Expenses				
Water				
Salaries	135,000	108,030	26,970	98,072
Employee benefits	71,000	125,387	(54,387)	48,922
Services and supplies	123,600	130,845	(7,245)	100,439
Depreciation	250,000	632,855	(382,855)	610,566
	<u>579,600</u>	<u>997,117</u>	<u>(417,517)</u>	<u>857,999</u>
Sewer				
Salaries	25,000	21,784	3,216	25,327
Employee benefits	16,500	23,192	(6,692)	8,386
Services and supplies	35,500	16,481	19,019	15,627
Depreciation	100,000	71,216	28,784	45,329
	<u>177,000</u>	<u>132,673</u>	<u>44,327</u>	<u>94,669</u>
Total operating expenses	<u>756,600</u>	<u>1,129,790</u>	<u>(373,190)</u>	<u>952,668</u>
Operating Income (Loss)	<u>(553,600)</u>	<u>(881,911)</u>	<u>(328,311)</u>	<u>(699,220)</u>
Nonoperating Revenues (Expenses)				
Interest income	3,000	9,620	6,620	2,250
Net realized gain (loss)	100	(2,901)	(3,001)	(1,823)
Net increase (decrease) in fair value of investments	2,000	3,673	1,673	830
Total nonoperating revenue (expenses)	<u>5,100</u>	<u>10,392</u>	<u>5,292</u>	<u>1,257</u>
Income (Loss) Before Capital Contributions and Transfers	<u>(548,500)</u>	<u>(871,519)</u>	<u>(323,019)</u>	<u>(697,963)</u>
Capital contributions	<u>-</u>	<u>-</u>	<u>-</u>	<u>604,000</u>
Transfer in	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,200,000</u>
Change in Net Position	<u>\$ (548,500)</u>	<u>(871,519)</u>	<u>\$ (323,019)</u>	<u>2,106,037</u>
Net Position, Beginning of Year		<u>15,287,151</u>		<u>13,181,114</u>
Net Position, End of Year		<u>\$ 14,415,632</u>		<u>\$ 15,287,151</u>

Eureka County  
Schedule of Revenues, Expenses, and Changes in Fund Net Position –  
Budget and Actual – Crescent Valley Water Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Business-Type Activities - Enterprise Fund			2015
	Final Budget	Actual Amounts	Final Budget Variance	
Operating Revenues				
Charges for sales and services				
Water use charges	\$ 150,000	\$ 154,280	\$ 4,280	\$ 183,762
Water hook up charges	2,500	1,875	(625)	4,275
Total operating revenues	<u>152,500</u>	<u>156,155</u>	<u>3,655</u>	<u>188,037</u>
Operating Expenses				
Salaries	80,000	92,395	(12,395)	116,662
Employee benefits	35,000	35,617	(617)	60,472
Services and supplies	88,150	95,702	(7,552)	68,790
Depreciation	225,000	226,065	(1,065)	225,968
Total operating expenses	<u>428,150</u>	<u>449,779</u>	<u>(21,629)</u>	<u>471,892</u>
Operating Income (Loss)	<u>(275,650)</u>	<u>(293,624)</u>	<u>(17,974)</u>	<u>(283,855)</u>
Nonoperating Revenues (Expenses)				
Interest income	5,000	6,274	1,274	7,035
Net realized gain (loss)	1,000	(167)	(1,167)	(111)
Net increase (decrease) in fair value of investments	500	2,082	1,582	1,328
Total nonoperating revenue (expenses)	<u>6,500</u>	<u>8,189</u>	<u>1,689</u>	<u>8,252</u>
Change in Net Position	<u>\$ (269,150)</u>	(285,435)	<u>\$ (16,285)</u>	(275,603)
Net Position, Beginning of Year		<u>3,760,815</u>		<u>4,036,418</u>
Net Position, End of Year		<u>\$ 3,475,380</u>		<u>\$ 3,760,815</u>

Eureka County  
Schedule of Revenues, Expenses, and Changes in Fund Net Position –  
Budget and Actual – Devil’s Gate General Improvement District  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Business-Type Activities - Enterprise Fund			
	Final Budget	Actual Amounts	Final Budget Variance	2015
<b>Operating Revenues</b>				
Charges for sales and services				
Water use charges	\$ 28,000	\$ 32,992	\$ 4,992	\$ 35,587
Water hook up charges	2,000	1,695	(305)	5,728
Parcel assessments	12,000	11,681	(319)	12,144
Total operating revenues	<u>42,000</u>	<u>46,368</u>	<u>4,368</u>	<u>53,459</u>
<b>Operating Expenses</b>				
Salaries	60,000	50,034	9,966	74,383
Employee benefits	35,000	4,673	30,327	180,569
Services and supplies	45,450	85,266	(39,816)	26,860
Depreciation	150,000	152,675	(2,675)	153,051
Total operating expenses	<u>290,450</u>	<u>292,648</u>	<u>(2,198)</u>	<u>434,863</u>
Operating Income (Loss)	<u>(248,450)</u>	<u>(246,280)</u>	<u>2,170</u>	<u>(381,404)</u>
<b>Nonoperating Revenues (Expenses)</b>				
Interest income	5,000	11,864	6,864	13,115
Net realized gain (loss)	-	(363)	(363)	(197)
Net increase (decrease) in fair value of investments	-	4,015	4,015	2,438
Total nonoperating revenue (expenses)	<u>5,000</u>	<u>15,516</u>	<u>10,516</u>	<u>15,356</u>
Change in Net Position	<u>\$ (243,450)</u>	(230,764)	<u>\$ 12,686</u>	(366,048)
Net Position, Beginning of Year		<u>4,119,382</u>		<u>4,485,430</u>
Net Position, End of Year		<u>\$ 3,888,618</u>		<u>\$ 4,119,382</u>

*This page intentionally left blank*



Fiduciary Funds  
**Eureka County**

*This page intentionally left blank*



Eureka County  
Combining Statement of Changes in Net Assets and Liabilities – All Agency Funds  
June 30, 2016

	Balance July 1, 2015	Additions	Deductions	Balance June 30, 2016
<b>Property Sale Trust Fund</b>				
Assets				
Cash	\$ 50,193	\$ 10,623	\$ 50,193	\$ 10,623
Liabilities				
Due to other governments	\$ 50,193	\$ 10,623	\$ 50,193	\$ 10,623
<b>State Accident Indigent</b>				
Assets				
Cash	135	167,363	167,498	-
Accounts receivable	2,287	-	2,287	-
	<u>\$ 2,422</u>	<u>\$ 167,363</u>	<u>\$ 169,785</u>	<u>\$ -</u>
Liabilities				
Due to other governments	\$ 2,422	\$ 167,363	\$ 169,785	\$ -
<b>Range Improvement District #1</b>				
Assets				
Cash	190,414	5,752	172	195,994
Accrued interest receivable	308	40	-	348
	<u>\$ 190,722</u>	<u>\$ 5,792</u>	<u>\$ 172</u>	<u>\$ 196,342</u>
Liabilities				
Due to other governments	\$ 190,722	\$ 5,792	\$ 172	\$ 196,342
<b>Range Improvement District #6</b>				
Assets				
Cash	96,884	9,441	7,900	98,425
Accrued interest receivable	157	18	-	175
	<u>\$ 97,041</u>	<u>\$ 9,459</u>	<u>\$ 7,900</u>	<u>\$ 98,600</u>
Liabilities				
Due to other governments	\$ 97,041	\$ 9,459	\$ 7,900	\$ 98,600
<b>Department of Mineral Resources</b>				
Assets				
Cash	\$ 179	\$ 217,371	\$ 217,550	\$ -
Liabilities				
Due to other governments	\$ 179	\$ 217,371	\$ 217,550	\$ -

Eureka County  
Combining Statement of Changes in Net Assets and Liabilities – All Agency Funds  
June 30, 2016

	Balance July 1, 2015	Additions	Deductions	Balance June 30, 2016
<b>State of Nevada</b>				
Assets				
Cash	70	1,655,279	1,655,349	-
Accounts receivable	1,308	-	808	500
	<u>\$ 1,378</u>	<u>\$ 1,655,279</u>	<u>\$ 1,656,157</u>	<u>\$ 500</u>
Liabilities				
Due to other governments	<u>\$ 1,378</u>	<u>\$ 1,655,279</u>	<u>\$ 1,656,157</u>	<u>\$ 500</u>
Due to other governments	<u>\$ 1,378</u>	<u>\$ 1,655,279</u>	<u>\$ 1,656,157</u>	<u>\$ 500</u>
<b>Eureka County School District</b>				
Assets				
Cash	-	8,338,761	8,338,761	-
Accounts receivable	100,081	-	74,999	25,082
	<u>\$ 100,081</u>	<u>\$ 8,338,761</u>	<u>\$ 8,413,760</u>	<u>\$ 25,082</u>
Liabilities				
Due to other governments	<u>\$ 100,081</u>	<u>\$ 8,338,761</u>	<u>\$ 8,413,760</u>	<u>\$ 25,082</u>
<b>Total - All Funds</b>				
Assets				
Cash	337,875	10,404,590	10,437,423	305,042
Accounts receivable	103,676	-	78,094	25,582
Accrued interest receivable	465	58	-	523
	<u>\$ 442,016</u>	<u>\$ 10,404,648</u>	<u>\$ 10,515,517</u>	<u>\$ 331,147</u>
Liabilities				
Due to other governments	<u>442,016</u>	<u>10,404,648</u>	<u>10,515,517</u>	<u>331,147</u>
	<u>\$ 442,016</u>	<u>\$ 10,404,648</u>	<u>\$ 10,515,517</u>	<u>\$ 331,147</u>

### **Discretely Presented Component Units**

**Agricultural District #15 Funds** accounts for money received to provide for the Eureka County Fair.

**Eureka County Television District Fund** accounts for tax and intergovernmental receipts received that are limited to expenditures for the necessary equipment and upkeep of satellite transmission facilities to provide television broadcasting.

Eureka County  
Schedule of Revenues, Expenditures, and Changes in Fund Balances –  
Budget and Actual – Agricultural District #15 Fund  
Year Ended June 30, 2016  
(With Comparative Actual Amounts for the Year Ended 2015)

	Final Budget	Actual	Final Budget Variance	2015
<b>Revenues</b>				
<b>Taxes</b>				
Ad valorem taxes				
Secured-real property	\$ 30,475	\$ 28,308	\$ (2,167)	\$ 12,977
State unitary tax	722	1,362	640	718
Personal property roll	2,800	5,080	2,280	1,538
Net proceeds of mines	-	9,182	9,182	12,622
	<u>33,997</u>	<u>43,932</u>	<u>9,935</u>	<u>27,855</u>
Charges for Services				
Fair fees	<u>39,950</u>	<u>31,949</u>	<u>(8,001)</u>	<u>28,227</u>
Miscellaneous				
Interest earned	3,500	3,669	169	4,054
Net realized gain (loss)	100	(154)	(254)	(60)
Net increase (decrease) in fair value of investments	<u>-</u>	<u>1,277</u>	<u>1,277</u>	<u>772</u>
	<u>3,600</u>	<u>4,792</u>	<u>1,192</u>	<u>4,766</u>
Total revenues	<u>77,547</u>	<u>80,673</u>	<u>3,126</u>	<u>60,848</u>
<b>Expenditures</b>				
<b>Culture and Recreation</b>				
Salaries and wages	20,000	14,237	5,763	10,143
Employee benefits	10,500	6,607	3,893	7,985
Services and supplies	101,900	91,022	10,878	107,235
Capital outlay	<u>-</u>	<u>412</u>	<u>(412)</u>	<u>204</u>
	<u>132,400</u>	<u>112,278</u>	<u>20,122</u>	<u>125,567</u>
Net Change in Fund Balances	(54,853)	(31,605)	23,248	(64,719)
Fund Balances, Beginning of Year	<u>481,469</u>	<u>505,845</u>	<u>24,376</u>	<u>570,564</u>
Fund Balances, End of Year	<u>\$ 426,616</u>	<u>\$ 474,240</u>	<u>\$ 47,624</u>	<u>\$ 505,845</u>

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

	Final Budget	Actual	Final Budget Variance	2015
Revenues				
Taxes				
Ad valorem taxes				
Secured-real property	\$ 65,011	\$ 60,166	\$ (4,845)	\$ 54,967
State unitary tax	1,500	2,895	1,395	2,869
Personal property roll	5,950	10,796	4,846	6,536
Net proceeds of mines	-	19,512	19,512	53,644
	<u>72,461</u>	<u>93,369</u>	<u>20,908</u>	<u>118,016</u>
Intergovernmental Revenues				
State shared revenue				
Consolidated tax	50,000	55,078	5,078	50,891
Intergovernmental grants	5,000	10,180	5,180	4,212
	<u>55,000</u>	<u>65,258</u>	<u>10,258</u>	<u>55,103</u>
Miscellaneous				
Other	2,700	8,277	5,577	8,000
Interest earned	1,500	4,580	3,080	4,643
Net realized gain (loss)	600	(208)	(808)	(69)
Net increase (decrease) in fair value of investments	500	1,609	1,109	765
	<u>5,300</u>	<u>14,258</u>	<u>8,958</u>	<u>13,339</u>
Total revenues	<u>132,761</u>	<u>172,885</u>	<u>40,124</u>	<u>186,458</u>

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

	Final Budget	Actual	Final Budget Variance	2015
Expenditures				
General Government				
Television Administration				
Salaries	20,000	15,910	4,090	18,482
Employee benefits	14,000	8,345	5,655	11,700
Services and supplies	52,800	58,679	(5,879)	22,264
Capital outlay	16,000	15,544	456	-
	<u>102,800</u>	<u>98,478</u>	<u>4,322</u>	<u>52,446</u>
Tank Hill				
Services and supplies	10,000	4,133	5,867	4,736
Capital Outlay	-	-	-	12,072
	<u>10,000</u>	<u>4,133</u>	<u>5,867</u>	<u>16,808</u>
Television Mountain				
Services and supplies	5,000	4,689	311	-
Prospect Peak				
Services and supplies	11,000	15,634	(4,634)	14,378
Capital outlay	-	-	-	12,072
	<u>11,000</u>	<u>15,634</u>	<u>(4,634)</u>	<u>26,450</u>
Argenta Ridge				
Services and supplies	11,000	14,837	(3,837)	32,544
Capital outlay	-	-	-	11,626
	<u>11,000</u>	<u>14,837</u>	<u>(3,837)</u>	<u>44,170</u>
Total expenditures	<u>139,800</u>	<u>137,771</u>	<u>2,029</u>	<u>139,874</u>
Net Change in Fund Balances	(7,039)	35,114	42,153	46,584
Fund Balances, Beginning of Year	435,136	572,775	137,639	526,191
Fund Balances, End of Year	<u>\$ 428,097</u>	<u>\$ 607,889</u>	<u>\$ 179,792</u>	<u>\$ 572,775</u>

Compliance Section  
Eureka County



*This page intentionally left blank*



**Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards***

To the Honorable Board of Commissioners of  
Eureka County, State of Nevada  
Eureka, 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, the discretely presented component units, each major fund, and the aggregate remaining fund information of Eureka County, State of Nevada (the County), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements and have issued our report thereon dated December 1, 2016.

**Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of 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 Responses, 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency in the accompanying Schedule of Findings and Responses to be a material weaknesses (item 2016-A).

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 accompanying Schedule of Findings and Responses to be significant deficiencies (items 2016 – B, 2016 – C, and 2016 – D).

*This page intentionally left blank*

### **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*.

### **Eureka County's Response to Findings**

The County's response to the findings identified in our audit are described in the accompanying Schedule of Findings and Questioned Costs. The 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 County'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.

A handwritten signature in black ink that reads "Eide Sully LLP". The signature is written in a cursive, flowing style.

Elko, Nevada  
December 1, 2016

*This page intentionally left blank*

2016 – A - Report Preparation – Material Weakness

Criteria: Management of Eureka County is responsible for establishing and maintaining an effective system of internal control over financial reporting. One of the key components of an effective system of internal control is a finance staff with adequate resources available to prepare the financial statements in accordance with generally accepted accounting principles. Additionally, a good system of internal control contemplates an adequate system for recording and processing entries material to the financial statements.

Condition: Based on our audit procedures performed as of June 30, 2016, we proposed the following audit adjustments to properly state various account balances in order to fairly present the financial statements in accordance with generally accepted accounting principles:

- Grant revenue totaling \$44,595 was included in an expense account.
- Grant revenue totaling \$11,220 was included in the incorrect fund.
- Land disposed of totaling \$44,975 was not recorded

The internal control structure should include procedures to ensure management is able to prepare their own financial statements.

Cause: Given the daily responsibilities of management, the resources of time and training necessary to prepare the County's financial statements in accordance with generally accepted accounting principles are not available. As a result the County has chosen to contract with Eide Bailly LLP to prepare the financial statements. This circumstance is not unusual in an organization of this size, due to time constraints of management and costs associated with compliance of the standards.

Effect: Management has recorded the correcting journal entries and updated the financial statements for presentation related matters. Inadequate review to ensure transactions are properly accounted for may result in a material misstatement to the County's financial statements.

Recommendation: Management should perform a detailed review of all financial statements and fund trial balances throughout the year to ensure that all significant transactions have been appropriately reported. In addition, management and those charged with governance should annually make the decision to accept the degree of risk associated with this condition because of costs or other considerations.

Management's Response: We agree with the findings and will implement the proper procedures to ensure this is managed correctly in the future.

2016 - B – Grant Reconciliations and Reporting – Significant Deficiency

Criteria: Management of Eureka County is responsible for establishing and maintaining an effective system of internal control over financial reporting. One of the key components of an effective system of internal control is the ability to maintain accounting records necessary to compile the financial statements.

Condition: Based on our audit procedures performed as of June 30, 2016, we noted that all of the state and federal grants received by the County were not properly reconciled to the accounting records to ensure all grants were appropriately accounted for and to ensure the accounting records reconciled to the grant reimbursement requests and/or grant financial reports.

Cause: Grants are submitted for and collected by departments within the County. In many cases the monies received for the grants are not correctly coded by the departments to an appropriate revenue and expenditure account, in order for the Comptroller's Office to ensure all grants are properly reported.

Effect: Improper reporting of grant funds.

Recommendation: We recommend all grants applied for and awarded should have Commission approval. Upon the award of the grant, the departments should contact the Comptroller's Office to receive a revenue and expense account number to help ensure all grants are being appropriately accounted for. In addition, the reimbursement requests and/or grant financial reports should be reconciled to the accounting system on a quarterly or annual basis.

Management's Response: A new procedure will be implemented when departments apply for grants. All grant applications and grant awards will be approved by the County Commissioners at a regular scheduled meeting. The departments will then obtain a revenue and expenditure account from the County Comptroller's office. The revenue and expenditures will be reconciled to the accounting system.

2016 - C – Ambulance Receipts – Significant Deficiency

Criteria: Management of Eureka County is responsible for establishing and maintaining an effective system of internal control over financial reporting. One of the key components of an effective system of internal control is the ability to maintain accounting records necessary to compile the financial statements.

Condition: Based on our audit procedures performed as of June 30, 2016, we noted the County retained a third party billing company to process all ambulance billings and post receipts. The Ambulance Department prepares a listing of all payments collected for the month, however this report is not reconciled to the monthly report provided by the billing company for monthly posted receipts.

Cause: Changes in billing processes during the year.

Effect: Could result in improper reporting of ambulance revenues, receivables and uncollectible balances.

**Recommendation:** We recommend the Ambulance Department reconcile the third party biller monthly receipts posted with the deposits submitted to the Treasurer.

**Management's Response:** There have been new procedures put into place for monthly treasurer's receipts for ambulance billing. The monthly report will be submitted at the end of the month reflecting the total amount of payments and deposits made during that period. When the ambulance department receives the reconciliation report from the third party billing company that report will be submitted to the treasurer's office to be attached to the correct monthly report. If a payment has been posted to a patients account from a prior month the information will be listed on the reconciliation report so payments can be traced back to the original payment date.

#### 2016 - D – Purchasing Internal Control Policy – Significant Deficiency

**Criteria:** Management of Eureka County is responsible for establishing and maintaining an effective system of internal control over financial reporting. One of the key components of an effective system of internal controls is the ability to maintain accounting records necessary to compile financial statements.

**Condition:** Based on our audit procedures performed as of June 30, 2016, we noted a transaction for \$3,200 was submitted to the Comptroller's Office for payment without an original invoice. The payment was payable to an employee in order to reimburse travel and rooms cost for a special event. The amount was paid and then the payment was later returned to the Comptroller's Office and processed in accordance in County policy.

**Cause:** When special events take place in the County the department likes to have the funds on hand to reimburse attendees for costs and/or winnings and therefore an invoice is not obtained.

**Effect:** County policy states that the department submits a completed voucher with an original invoice prior to payment, this resulted in a payment made which violates County policy. This could also result in improper IRS Form 1099-MISC reporting.

**Recommendation:** We recommend all vouchers contain adequate supporting documentation. When special events take place the attendees and/or winners should submit a W-9 "Request for Taxpayer Identification Number and Certification" for payment and the payments should be processed in accordance with County policy.

**Management's Response:** The funds were returned to the County Comptroller's office. After a 1099 and an invoice were received from the vendor a check was cut and mailed to the vendor. In the future invoices will not be paid until a proper 1099 is received from the vendor we are paying and invoices will reflect the vendor's name and address.

*This page intentionally left blank*



## Auditor's Comments

To the Honorable Board of Commissioners  
Eureka County, State of Nevada  
Eureka, Nevada

In connection with our audit of the financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the Eureka County (the County) as of and for the year ended June 30, 2016, and the related notes to the financial statements, nothing came to our attention that caused us to believe that Eureka County failed to comply with the specific requirements of Nevada Revised Statutes other than those cited below. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the County's noncompliance with the requirements of Nevada Revised Statutes cited below, insofar as they relate to accounting matters.

### Current Year Statute Compliance

The Eureka County conformed to all significant statutory constraints on its financial administration during the year, except as management disclosed in Note 14 to the financial statements.

### Progress on Prior Year Statute Compliance

In the prior year, apparent violations of NRS 354.626 occurred in various funds. The County monitored expenditures during the current year in order to prevent over expenditures, however as reported in Note 14 overexpenditures were reported.

### Disposition of Prior Year Recommendations

Finding 2015-A was reported in the current year as Finding 2016-A.

### Current Year Audit Recommendations

See items noted in the Schedule of Findings and Responses on pages 111 through 113.



Elko, Nevada  
December 1, 2016

*This page intentionally left blank*