

ROUND MOUNTAIN TOWN
JUNE 30, 1986

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To The Honorable Board of the
Unincorporated Town of Round Mountain, Nevada

We have examined the general purpose financial statements of Round Mountain Town and its individual fund, and account group financial statements as of and for the year ended June 30, 1986, as listed in the table of contents. Our examination was made in accordance with generally accepted auditing standards and, accordingly, included such tests of the accounting records and such other auditing procedures as we considered necessary in the circumstances.

Fixed assets acquired by Round Mountain Town since June 30, 1975, have not been recorded in the general fixed asset account group and there is no cost information on land and buildings. Therefore, the general fixed asset account group has not been included in the accompanying financial statements.

In our opinion, except for the general fixed asset account group, the general purpose financial statements referred to above present fairly the financial position of Round Mountain Town at June 30, 1986, and the results of its operations for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year. Also, except for the general fixed asset account group, the individual fund and account group financial statements referred to above present fairly the financial position of the individual funds and account groups of Round Mountain Town and the results of operations of such funds for the year then ended, in conformity with generally accepted accounting principles applied on a basis consistent with that of the preceding year.

Willis H. Guy
Yerington, Nevada
November 6, 1986

ROUND MOUNTAIN TOWN
 NYE COUNTY, NEVADA
 COMBINED BALANCE SHEET
 ALL FUND TYPES AND ACCOUNT GROUPS
 JUNE 30, 1986

	<u>GOVERNMENTAL FUND TYPES</u>		
	<u>GENERAL</u>	<u>DEBT SERVICE</u>	<u>CAPITAL PROJECTS</u>
ASSETS			
Cash	\$ 24,230	\$ 1,558	\$ 26,615
Cash with fiscal agent	34,191	-	-
Taxes receivable	54	2	-
Due from other governments	-	-	-
Other receivables	630	-	-
Amount to be provided for retirement of long-term debt	-	-	-
Total Assets	<u>\$ 59,105</u>	<u>\$ 1,560</u>	<u>\$ 26,615</u>
LIABILITIES			
Accounts payable	\$ 6,078	\$ -	\$ 136
Accrued payroll	2,441	-	-
Matured interest	-	-	-
Deferred tax revenue	54	2	-
Excess ad valorem tax collections	5,456	-	-
Short-term financing notes	-	-	-
Total Liabilities	<u>14,029</u>	<u>2</u>	<u>136</u>
FUND BALANCE			
Reserved for debt service	-	1,558	-
Unreserved:			
Designated for subsequent year's expenditures	15,046	-	26,479
Undesignated	30,030	-	-
Total Fund Balance	<u>45,076</u>	<u>1,558</u>	<u>26,479</u>
Total Liabilities and Fund Balance	<u>\$ 59,105</u>	<u>\$ 1,560</u>	<u>\$ 26,615</u>

ACCOUNT GROUP	TOTALS (MEMORANDUM ONLY)	
	1986	1985
GENERAL		
LONG-TERM		
DEBT		
\$ -	\$ 52,403	\$ 96,697
-	34,191	7,680
-	56	92
-	-	299
-	630	450
<u>1,315</u>	<u>1,315</u>	<u>2,921</u>
<u>\$ 1,315</u>	<u>\$ 88,595</u>	<u>\$ 108,139</u>
\$ -	\$ 6,214	\$ 2,966
1,315	3,756	4,327
-	-	200
-	56	65
-	5,456	-
-	-	4,000
<u>1,315</u>	<u>15,482</u>	<u>11,558</u>
-	1,558	1,573
-	41,525	84,421
-	<u>30,030</u>	<u>10,587</u>
-	<u>73,113</u>	<u>96,581</u>
<u>\$ 1,315</u>	<u>\$ 88,595</u>	<u>\$ 108,139</u>

The accompanying notes are an integral part of these financial statements.

ROUND MOUNTAIN TOWN
 NYE COUNTY, NEVADA
 GOVERNMENTAL FUND TYPES
 COMBINED STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES
 FOR THE YEAR ENDED JUNE 30, 1986

	<u>GENERAL</u>	<u>DEBT SERVICE</u>	<u>CAPITAL PROJECTS</u>
REVENUES			
Property taxes	\$ 65,718	\$ -	\$ -
Supplemental city/county relief tax	26,014	-	-
Licenses	2,470	-	-
Motor vehicle privilege tax	-	-	-
Reimbursement from school	9,450	-	-
Other revenues	<u>5,080</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>108,732</u>	<u>-</u>	<u>-</u>
EXPENDITURES			
General government	13,313	-	707
Public safety	14,023	-	81
Culture and recreation	68,135	-	15,125
Highways and streets	-	-	-
Community support	20,695	-	106
Debt service	<u>-</u>	<u>15</u>	<u>-</u>
Total Expenditures	<u>116,166</u>	<u>15</u>	<u>16,019</u>
Excess of Revenues over (under) Expenditures	<u>(7,434)</u>	<u>(15)</u>	<u>(16,019)</u>
OTHER FINANCING SOURCES (USES)			
Transfer from other funds	-	-	-
Transfer to other funds	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>
Excess of Revenues and Other Sources over (under) Expenditures and Other Uses	(7,434)	(15)	(16,019)
FUND BALANCES			
Beginning of year	<u>52,510</u>	<u>1,573</u>	<u>42,498</u>
End of year	<u>\$ 45,076</u>	<u>\$ 1,558</u>	<u>\$ 26,479</u>

TOTALS	
(MEMORANDUM ONLY)	
<u>1986</u>	<u>1985</u>
\$ 65,718	\$ 88,599
26,014	22,695
2,470	1,575
-	3,630
9,450	7,695
<u>5,080</u>	<u>7,123</u>
<u>108,732</u>	<u>131,317</u>
14,020	32,649
14,104	12,256
83,260	56,889
-	4,044
20,801	16,761
<u>15</u>	<u>21,584</u>
<u>132,200</u>	<u>144,183</u>
<u>(23,468)</u>	<u>(12,866)</u>
-	1,846
<u>-</u>	<u>(1,846)</u>
<u>-</u>	<u>-</u>
<u>(23,468)</u>	<u>(12,866)</u>
<u>96,581</u>	<u>109,447</u>
<u>\$ 73,113</u>	<u>\$ 96,581</u>

The accompanying notes are an integral part of these financial statements.

ROUND MOUNTAIN TOWN
 NYE COUNTY, NEVADA
 GOVERNMENTAL FUND TYPES
 COMBINED STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 1986

	GENERAL FUND		
	BUDGET	ACTUAL	OVER (UNDER) BUDGET
REVENUES			
Property taxes	\$ 36,008	\$ 65,718	\$ 29,710
Supplemental city/county relief tax	26,150	26,014	(136)
Licenses	750	2,470	1,720
Motor vehicle privilege tax	5,700	-	(5,700)
Reimbursement from school	8,000	9,450	1,450
Other revenues	4,000	5,080	1,080
Total Revenues	80,608	108,732	28,124
EXPENDITURES			
General government	7,670	13,313	5,643
Public safety	14,285	14,023	(262)
Culture and recreation	67,627	68,135	508
Community support	28,400	20,695	(7,705)
Debt service	-	-	-
Total Expenditures	117,982	116,166	(1,816)
Excess of Revenues over (under) Expenditures	(37,374)	(7,434)	29,940
OTHER FINANCING USES			
Contingency	(3,539)	-	3,539
Excess of Revenues over (under) Expenditures and Other Uses	(40,913)	(7,434)	33,479
FUND BALANCES			
Beginning of year	41,923	52,510	10,587
End of year	\$ 1,010	\$ 45,076	\$ 44,066

<u>DEBT SERVICE FUND</u>			<u>CAPITAL PROJECTS FUND</u>		
<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
\$ -	\$ -	\$ -	\$ 21,588	\$ -	\$ (21,588)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	<u>21,588</u>	<u>-</u>	<u>(21,588)</u>
-	-	-	4,864	707	(4,157)
-	-	-	1,000	81	(919)
-	-	-	45,083	15,125	(29,958)
-	-	-	15,000	106	(14,894)
-	<u>15</u>	<u>15</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	<u>15</u>	<u>15</u>	<u>65,947</u>	<u>16,019</u>	<u>(49,928)</u>
-	(15)	(15)	(44,359)	(16,019)	28,340
-	-	-	-	-	-
-	(15)	(15)	(44,359)	(16,019)	28,340
-	<u>1,573</u>	<u>1,573</u>	<u>44,545</u>	<u>42,498</u>	<u>(2,047)</u>
<u>\$ -</u>	<u>\$ 1,558</u>	<u>\$ 1,558</u>	<u>\$ 186</u>	<u>\$ 26,479</u>	<u>\$ 26,293</u>

ROUND MOUNTAIN TOWN
 NYE COUNTY, NEVADA
 GOVERNMENTAL FUND TYPES
 COMBINED STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 1986

	<u>TOTALS (MEMORANDUM ONLY)</u>		
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
REVENUES			
Property taxes	\$ 57,596	\$ 65,718	\$ 8,122
Supplemental city/county relief tax	26,150	26,014	(136)
Licenses	750	2,470	1,720
Motor vehicle privilege tax	5,700	-	(5,700)
Reimbursement from school	8,000	9,450	1,450
Other revenues	<u>4,000</u>	<u>5,080</u>	<u>1,080</u>
 Total Revenues	 <u>102,196</u>	 <u>108,732</u>	 <u>6,536</u>
EXPENDITURES			
General government	12,534	14,020	1,486
Public safety	15,285	14,104	(1,181)
Culture and recreation	112,710	83,260	(29,450)
Community support	43,400	20,801	(22,599)
Debt service	<u>-</u>	<u>15</u>	<u>15</u>
 Total Expenditures	 <u>183,929</u>	 <u>132,200</u>	 <u>(51,729)</u>
 Excess of Revenues over (under) Expenditures	 (81,733)	 (23,468)	 58,265
OTHER FINANCING USES			
Contingency	<u>(3,539)</u>	<u>-</u>	<u>3,539</u>
 Excess of Revenues over (under) Expenditures and Other Uses	 (85,272)	 (23,468)	 61,804
FUND BALANCES			
Beginning of year	<u>86,468</u>	<u>96,581</u>	<u>10,113</u>
 End of year	 <u>\$ 1,196</u>	 <u>\$ 73,113</u>	 <u>\$ 71,917</u>

The accompanying notes are an integral part of these financial statements.

ROUND MOUNTAIN TOWN
NYE COUNTY, NEVADA
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 1986

NOTE 1 - Summary of Significant Accounting Policies:

Method of Accounting

Round Mountain Town employs the modified accrual method of accounting as defined by the National Council on Governmental Accounting. This method calls for recording expenditures, other than accrued interest on general long-term debt, at the time liabilities are incurred, while revenues are recorded when measurable and available to finance expenditures of the fiscal period.

Inventory of Consumable Supplies

Management of the Town has elected to consider expenditures for supplies held for consumption as charges against appropriations at the time of purchase.

General Fixed Asset Account Groups

General fixed assets are recorded as expenditures at the time of purchase. Such assets should be capitalized at cost or estimated cost in the related general fixed asset account group. Donated assets, if any, should be recorded at their estimated fair market values on the date of donation. No depreciation has been provided on general fixed assets.

Cash and Investments

Nye County acts as an agent for the Town and as such holds and invests its cash. The investments are made through a pooling arrangement with other monies held by the County Treasurer.

Budgets and Budgetary Accounting

Budget Policies:

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

1. On or before March 15, the Round Mountain Town Board files a tentative budget with the Nevada Department of Taxation.
2. Public budget hearings on the tentative budget are held on the third Monday in April.
3. Prior to May 1, at a public hearing, the Board indicates changes, if any, to be made to the tentative budget and adopts a final budget by the favorable vote of a majority of the members of the Board. The final budget must then be forwarded to the Nevada Tax Commission for final hearings and approval.
4. Formal budgetary integration in the financial records of all funds is employed to enhance management control during the year.
5. Budgets for all funds are adopted on a basis consistent with generally accepted accounting principles (GAAP). Uncommitted appropriations lapse at year end.
6. Budget amounts within funds, and between funds, may be transferred if amounts do not exceed the original budget. Such transfers are to be approved by the Board. Budget augmentations in excess of original budgetary amounts may not be made without prior approval of the Board, following a scheduled and noticed public hearing.

In accordance with state statute, actual expenditures may not exceed budgetary appropriations.

NOTE 2 - Non Compliance with Law and Regulation:

The Town had expenditures in excess of appropriations in the General Government and Culture and Recreation Functions of the General Fund which is an apparent violation of NRS 354.626.

ROUND MOUNTAIN TOWN
 NYE COUNTY, NEVADA
 GENERAL FUND
 STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE, BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 1986

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>	<u>ACTUAL PRIOR YEAR</u>
REVENUES				
Property taxes	\$ 36,008	\$ 65,718	\$ 29,710	\$ 79,157
Gaming licenses	750	2,470	1,720	1,575
Motor vehicle privilege tax	5,700	-	(5,700)	3,630
Supplemental city/county relief tax	26,150	26,014	(136)	22,695
Reimbursement from school	8,000	9,450	1,450	7,695
Other revenue	<u>4,000</u>	<u>5,080</u>	<u>1,080</u>	<u>7,123</u>
Total Revenues	<u>80,608</u>	<u>108,732</u>	<u>28,124</u>	<u>121,875</u>
EXPENDITURES				
General Government:				
Salaries and wages	-	6,492	6,492	15,414
Employee benefits	20	1,084	1,064	2,495
Services and supplies	7,650	5,737	(1,913)	8,340
Travel	-	-	-	266
Audit	-	-	-	<u>1,000</u>
Total General Government Function	<u>7,670</u>	<u>13,313</u>	<u>5,643</u>	<u>27,515</u>
Public Safety:				
Employee benefits	200	321	121	356
Services and supplies	<u>14,085</u>	<u>13,702</u>	<u>(383)</u>	<u>7,305</u>
Total Public Safety Function	<u>14,285</u>	<u>14,023</u>	<u>(262)</u>	<u>7,661</u>
Highways and Streets:				
Street lights	-	-	-	<u>4,044</u>
Culture and Recreation:				
Library:				
Salaries and wages	40,450	33,192	(7,258)	13,159
Employee benefits	5,777	8,217	2,440	2,885
Services and supplies	19,900	20,402	502	4,114
Capital outlay	<u>1,500</u>	<u>1,324</u>	<u>(176)</u>	<u>-</u>
Total Culture and Recreation	<u>67,627</u>	<u>63,135</u>	<u>(4,492)</u>	<u>20,158</u>

ROUND MOUNTAIN TOWN
 NYE COUNTY, NEVADA
 GENERAL FUND
 STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE, BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 1986

	BUDGET	ACTUAL	OVER (UNDER) BUDGET	ACTUAL PRIOR YEAR
Community Building:				
Salaries and wages	\$ -	\$ -	\$ -	\$ 14,815
Employee benefits	-	-	-	2,385
Services and supplies	-	-	-	3,725
Utilities	-	-	-	10,806
	-	-	-	31,731
Youth Program	-	5,000	5,000	5,000
Total Culture and Recreation Function	67,627	68,135	508	56,889
Community Support:				
Salaries and wages	16,800	10,225	(6,575)	6,407
Employee benefits	100	98	(2)	34
Services and supplies	11,500	10,372	(1,128)	10,320
	28,400	20,695	(7,705)	16,761
Total Expenditures	117,982	116,166	(1,816)	112,870
Excess of Revenues over (under) Expenditures	(37,374)	(7,434)	29,940	9,005
OTHER FINANCING USES				
Contingency	(3,539)	-	3,539	-
Excess of Revenues over (under) Expenditures and Other Uses	(40,913)	(7,434)	33,479	9,005
FUND BALANCE				
Beginning of year	41,923	52,510	10,587	43,505
End of year	\$ 1,010	\$ 45,076	\$ 44,066	\$ 52,510

The accompanying notes are an integral part of these financial statements.

ROUND MOUNTAIN TOWN
 NYE COUNTY, NEVADA
 DEBT SERVICE FUND
 STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE, BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 1986

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>	<u>ACTUAL PRIOR YEAR</u>
REVENUES				
Property taxes	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,442</u>
EXPENDITURES				
Short-term Financing:				
First Interstate Bank:				
Principal	-	-	-	20,000
Interest	-	-	-	1,584
Miscellaneous expense	<u>-</u>	<u>15</u>	<u>15</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>15</u>	<u>15</u>	<u>21,584</u>
Excess of Revenues over (under) Expenditures	-	(15)	(15)	(12,142)
OTHER FINANCING SOURCES				
Transfer from Capital Projects Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,846</u>
Excess of Revenues and Other Sources over (under) Expenditures	-	(15)	(15)	(10,296)
FUND BALANCES				
Beginning of year	<u>-</u>	<u>1,573</u>	<u>1,573</u>	<u>11,869</u>
End of year	<u>\$ -</u>	<u>\$ 1,558</u>	<u>\$ 1,558</u>	<u>\$ 1,573</u>

The accompanying notes are an integral part of these financial statements.

ROUND MOUNTAIN TOWN
 NYE COUNTY, NEVADA
 CAPITAL PROJECTS FUND
 STATEMENT OF REVENUES, EXPENDITURES
 AND CHANGES IN FUND BALANCE, BUDGET AND ACTUAL
 FOR THE YEAR ENDED JUNE 30, 1986

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>	<u>ACTUAL PRIOR YEAR</u>
REVENUES				
Property taxes	\$ 21,588	\$ -	\$(21,588)	\$ -
EXPENDITURES				
General Government:				
Town Hall	<u>2,000</u>	<u>63</u>	<u>(1,937)</u>	<u>-</u>
Public Safety:				
Public safety	1,000	81	(919)	-
Scissors Jack	<u>-</u>	<u>-</u>	<u>-</u>	<u>4,595</u>
	<u>1,000</u>	<u>81</u>	<u>(919)</u>	<u>4,595</u>
Culture and Recreation:				
Park	<u>45,083</u>	<u>135</u>	<u>(44,948)</u>	<u>-</u>
Community Support:				
Activity bus	<u>15,000</u>	<u>15,096</u>	<u>96</u>	<u>-</u>
Miscellaneous	<u>2,864</u>	<u>644</u>	<u>(2,220)</u>	<u>5,134</u>
Total Expenditures	<u>65,947</u>	<u>16,019</u>	<u>(49,928)</u>	<u>9,729</u>
Excess of Revenues over (under) Expenditures	(44,359)	(16,019)	28,340	(9,729)
OTHER FINANCING USES				
Transfer to Debt Service Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,846)</u>
Excess of Revenues over (under) Expenditures and Other Uses	(44,359)	(16,019)	49,928	(11,575)
FUND BALANCES				
Beginning of year	<u>44,545</u>	<u>42,498</u>	<u>(2,047)</u>	<u>54,073</u>
End of year	<u>\$ 186</u>	<u>\$ 26,479</u>	<u>\$ 26,293</u>	<u>\$ 42,498</u>

The accompanying notes are an integral part of these financial statements.

Willis H. Guy
Certified Public Accountant

Member
American Institute of
Certified Public Accountants

Nevada Society of
Certified Public Accountants

15 Sierra Street
Yerington, Nevada 89447
Telephone 702/463-3188

To The Honorable Board of the
Unincorporated Town of Round Mountain, Nevada

We have examined the financial statements of Round Mountain Town for the year ended June 30, 1986, and have issued our report thereon dated November 6, 1986. As part of our examination we made a study and evaluation of the above Town's system of internal accounting control to the extent we considered necessary to evaluate the system as required by generally accepted auditing standards and the standards for financial and compliance audits contained in the U.S. General Accounting Office Standards for Audit of Governmental Organizations, Programs, Activities, and Functions. For the purpose of this report, we have classified the significant internal accounting controls in the following categories: treasury, revenue and receipts, purchases and disbursements, and financial reporting. Our study included all of the control categories listed above except the revenue and receipts, which could be more efficiently examined by substantive tests of account balances, and the financial reporting controls which we felt could not be relied upon. The purpose of our study and evaluation was to determine the nature, timing and extent of the auditing procedures necessary for expressing an opinion on the Town's financial statements. Our study and evaluation was more limited than would be necessary to express an opinion on the system of internal accounting control taken as a whole or any of the categories of controls identified above.

The management of Round Mountain Town is responsible for establishing and maintaining a system of internal accounting control. In fulfilling this responsibility, estimates and judgements by management are required to assess the expected benefits and related costs of control procedures. The objectives of a system are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and recorded properly to permit the preparation of financial statements in accordance with generally accepted accounting principles. Because of inherent limitations in any system of internal accounting control, errors or irregularities may nevertheless occur and not be detected. Also, projection of any evaluation of the system to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the degree of compliance with the procedures may deteriorate.

Our study and evaluation made for the limited purpose described in the first paragraph would not necessarily disclose all material weaknesses in the system. Accordingly, we do not express an opinion on the system of internal accounting control, of Round Mountain Town taken as a whole. However our study and evaluation disclosed no condition that we believed to be a material weakness.

This report is intended solely for the use of the Round Mountain Town Board and The Department of Taxation of the State of Nevada and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report which, upon acceptance by the Board, is a matter of public record.

William H. Gray
Yerington, Nevada
November 6, 1986

ROUND MOUNTAIN TOWN
NYE COUNTY, NEVADA
JUNE 30, 1986

ACCOUNTANT'S COMMENTS

PRIOR YEAR AUDIT RECOMMENDATIONS

There were no specific recommendations made in the audit report for the year ending June 30, 1985, that applied to Round Mountain Town.

CURRENT YEAR AUDIT RECOMMENDATIONS

During the preparation of the 1985-86 budget, ad valorem tax revenue was budgeted to be apportioned to the town general and capital projects funds. However, Schedule A of the budget did not identify how much of the combined town rate was to apply to each fund and the County Treasurer apportioned all of the tax collections to the general fund. The tax collections remain in the town general fund. This should not create a financial problem since the capital project fund's ending balance at June 30, 1986, still exceeds the amount appropriated for the 1986-87 fiscal year.

We recommend the Town Board monitor its financial transactions more closely in the future and notify the appropriate County officials of any problems.