

UNINCORPORATED TOWN OF  
ROUND MOUNTAIN, NEVADA  
COMPONENT UNIT FINANCIAL REPORT  
JUNE 30, 1989

Prepared By:  
Naoma Lydon,  
Nye County Auditor

UNINCORPORATED TOWN OF ROUND MOUNTAIN  
JUNE 30, 1989

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UNINCORPORATED TOWN OF ROUND MOUNTAIN

TOWN BOARD MEMBERS  
PRESIDING DURING THE YEAR ENDED JUNE 30, 1989

KEITH LYONS

SHARON MITHCELL

JONI EASTLEY

LEO VATH

WARREN WOODS

*Willis H. Guy*  
*Certified Public Accountant*

*Member*  
*American Institute of*  
*Certified Public Accountants*

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

*Nevada Society of*  
*Certified Public Accountants*

Town Board  
Unincorporated Town of Round Mountain,  
Nye County, Nevada

I have audited the component unit financial statements of the Town of Round Mountain (an unincorporated town of Nye County, Nevada), and the individual fund financial statements of the Town of Round Mountain as of and for the year ended June 30, 1989, as listed in the table of contents. These financial statements are the responsibility of the Town of Round Mountain's management. My responsibility is to express an opinion on these financial statements based on my audit.

I conducted my audit in accordance with generally accepted auditing standards. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the component unit financial statements referred to above present fairly, in all material respects, the financial position of the Town of Round Mountain at June 30, 1989, and the results of its operations for the year then ended, in conformity with generally accepted accounting principles. Also in my opinion, the individual fund financial statements referred to above present fairly, in all material respects, the financial position of each of the individual funds of the Town of Round Mountain at June 30, 1989, and the results of operations of such funds for the year then ended, in conformity with generally accepted accounting principles.

My audit was made for the purpose of forming an opinion on the component unit financial statements taken as a whole and on the individual fund financial statements. The accompanying financial information listed as supplemental information in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of the Town of Round Mountain. The information in these schedules has been subjected to the auditing procedures applied in the audit of the component unit and individual fund financial statements and, in my opinion, is fairly stated in all material respects in relation to the financial statements of each of the respective individual funds, taken as a whole.

*Willis H. Guy*  
Yerington, Nevada  
September 15, 1989

UNINCORPORATED TOWN OF ROUND MOUNTAIN  
 NYE COUNTY, NEVADA  
 COMBINED BALANCE SHEET  
 ALL FUND TYPES AND ACCOUNT GROUPS  
 JUNE 30, 1989

	<u>GOVERNMENTAL FUND TYPES</u>	
	<u>GENERAL</u>	<u>CAPITAL PROJECTS</u>
<b>ASSETS</b>		
Cash	\$ 82,884	\$ 59,813
Taxes receivable	18	12
Due from other governments	109,684	-
Equipment and furnishings	-	-
Amount to be provided for retirement of long-term compensated absences	-	-
	<u>\$ 192,586</u>	<u>\$ 59,825</u>
<b>LIABILITIES</b>		
Accounts payable	\$ 9,566	\$ 1,792
Accrued payroll	2,276	-
Deferred tax revenue	18	12
	<u>11,860</u>	<u>1,804</u>
<b>FUND BALANCE</b>		
Investment in general fixed assets	-	-
Reserved for debt service	-	-
Unreserved:		
Designated for subsequent year's expenditures	180,726	47,602
Undesignated	-	10,419
	<u>180,726</u>	<u>58,021</u>
<b>Total Fund Balance</b>	<u>\$ 192,586</u>	<u>\$ 59,825</u>

ACCOUNT GROUPS		TOTALS (MEMORANDUM ONLY)	
GENERAL FIXED ASSETS	GENERAL LONG-TERM DEBT	1989	1988
\$ -	\$ -	\$ 142,697	\$ 252,207
-	-	30	66
-	-	109,684	2,816
201,807	-	201,807	-
-	2,037	2,037	2,101
<u>201,807</u>	<u>\$ 2,037</u>	<u>\$ 456,255</u>	<u>\$ 257,190</u>
\$ -	\$ -	\$ 11,358	\$ 25,948
-	2,037	4,313	3,146
-	-	30	80
-	2,037	15,701	29,174
201,807	-	201,807	-
-	-	-	1,562
-	-	228,328	18,906
-	-	10,419	207,548
201,807	-	440,554	228,016
<u>\$ 201,807</u>	<u>\$ 2,037</u>	<u>\$ 456,255</u>	<u>\$ 257,190</u>

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

UNINCORPORATED TOWN OF ROUND MOUNTAIN  
 NYE COUNTY, NEVADA  
 GOVERNMENTAL FUND TYPES  
 COMBINED STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCES  
 FOR THE YEAR ENDED JUNE 30, 1989

	<u>GENERAL</u>	<u>DEBT SERVICE</u>	<u>CAPITAL PROJECTS</u>
<b>REVENUES</b>			
Property taxes	\$ 205,258	\$ -	\$ 7,852
Supplemental city/county relief tax	25,053	-	-
Licenses	3,621	-	-
Motor vehicle privilege tax	15,091	-	-
Gasoline taxes	5,924	-	-
State library grant	3,000	-	-
Reimbursement from Nye County schools	16,665	-	-
Other revenues	<u>17,405</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>292,017</u>	<u>-</u>	<u>7,852</u>
<b>EXPENDITURES</b>			
General government	30,268	-	-
Public safety	23,350	-	86,335
Culture and recreation	123,246	-	2,368
Highways and streets	6,425	-	-
Community support	<u>11,546</u>	<u>-</u>	<u>5,600</u>
Total Expenditures	<u>194,835</u>	<u>-</u>	<u>94,303</u>
Excess of Revenues Over (Under) Expenditures	97,182	-	(86,451)
<b>FUND BALANCES</b>			
Beginning of year	81,982	1,562	144,472
Residual equity transfer	<u>1,562</u>	<u>(1,562)</u>	<u>-</u>
End of year	<u>\$ 180,726</u>	<u>\$ -</u>	<u>\$ 58,021</u>

TOTALS	
(MEMORANDUM ONLY)	
<u>1989</u>	<u>1988</u>
\$ 213,110	\$ 319,829
25,053	28,227
3,621	3,117
15,091	5,682
5,924	20,656
3,000	1,500
16,665	15,015
<u>17,405</u>	<u>6,197</u>
<u>299,869</u>	<u>400,223</u>
30,268	23,074
109,685	10,933
125,614	127,874
6,425	29,236
<u>17,146</u>	<u>25,503</u>
<u>289,138</u>	<u>216,620</u>
10,731	183,603
228,016	44,413
<u>-</u>	<u>-</u>
<u>\$ 238,747</u>	<u>\$ 228,016</u>

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



UNINCORPORATED TOWN OF ROUND MOUNTAIN  
 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, 1989

	<u>GENERAL FUND</u>		
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
<b>REVENUES</b>			
Property taxes	\$ 443,495	\$ 205,258	\$(238,237)
Supplemental city/county relief tax	22,823	25,053	2,230
Licenses	1,500	3,621	2,121
Motor vehicle privilege tax	12,632	15,091	2,459
Gasoline taxes	4,000	5,924	1,924
State library grant	3,000	3,000	-
Reimbursement from Nye County schools	-	16,665	16,665
Other revenues	<u>8,120</u>	<u>17,405</u>	<u>9,285</u>
Total Revenues	<u>495,570</u>	<u>292,017</u>	<u>(203,553)</u>
<b>EXPENDITURES</b>			
General government	32,608	30,268	(2,340)
Public safety	24,620	23,350	(1,270)
Culture and recreation	227,997	123,246	(104,751)
Highways and streets	12,507	6,425	(6,082)
Community support	<u>22,976</u>	<u>11,546</u>	<u>(11,430)</u>
Total Expenditures	<u>320,708</u>	<u>194,835</u>	<u>(125,873)</u>
Excess of Revenues Over (Under) Expenditures	<u>174,862</u>	<u>97,182</u>	<u>(77,680)</u>
<b>OTHER FINANCING USES</b>			
Transfer from General Fund	-	-	-
Contingency	(5,187)	-	5,187
Transfer to Capital Projects	<u>(223,950)</u>	<u>-</u>	<u>223,950</u>
Total Other Financing Uses	<u>(229,137)</u>	<u>-</u>	<u>229,137</u>
Excess of revenues over (under) expenditures and other uses	(54,275)	97,182	151,457
<b>FUND BALANCES</b>			
Beginning of year	61,047	81,982	20,935
Residual equity transfer	<u>-</u>	<u>1,562</u>	<u>1,562</u>
End of year	<u>\$ 6,772</u>	<u>\$ 180,726</u>	<u>\$ 173,954</u>

<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>
\$ -	\$ -	\$ -	\$ 6,792	\$ 7,852	\$ 1,060
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	6,792	7,852	1,060
-	-	-	-	-	-
-	-	-	90,000	86,335	(3,665)
-	-	-	314,842	2,368	(312,474)
-	-	-	-	-	-
-	-	-	38,000	5,600	(32,400)
-	-	-	442,842	94,303	(348,539)
-	-	-	(436,050)	(86,451)	349,599
-	-	-	223,950	-	(223,950)
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	223,950	-	(223,950)
-	-	-	(212,100)	(86,451)	125,649
-	1,562	1,562	212,100	144,472	(67,628)
-	(1,562)	(1,562)	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,021</u>	<u>\$ 58,021</u>

UNINCORPORATED TOWN OF ROUND MOUNTAIN  
 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, 1989

	<u>TOTALS (MEMORANDUM ONLY)</u>		
	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>
<b>REVENUES</b>			
Property taxes	\$ 450,287	\$ 213,110	\$ (237,177)
Supplemental city/county relief tax	22,823	25,053	2,230
Licenses	1,500	3,621	2,121
Motor vehicle privilege tax	12,632	15,091	2,459
Gasoline taxes	4,000	5,924	1,924
State library grant	3,000	3,000	-
Reimbursement from Nye County schools	-	16,665	16,665
Other revenues	<u>8,120</u>	<u>17,405</u>	<u>9,285</u>
Total revenues	<u>502,362</u>	<u>299,869</u>	<u>(202,493)</u>
<b>EXPENDITURES</b>			
General government	32,608	30,268	(2,340)
Public safety	114,620	109,685	(4,935)
Culture and recreation	542,839	125,614	(417,225)
Highways and streets	12,507	6,425	(6,082)
Community support	<u>60,976</u>	<u>17,146</u>	<u>(43,830)</u>
Total expenditures	<u>763,550</u>	<u>289,138</u>	<u>(474,412)</u>
Excess of revenues over (under) expenditures	<u>(261,188)</u>	<u>10,731</u>	<u>271,919</u>
<b>OTHER FINANCING USES</b>			
Transfer from General Fund	223,950	-	(223,950)
Contingency	(5,187)	-	5,187
Transfer to Capital Projects	<u>(223,950)</u>	<u>-</u>	<u>223,950</u>
Total Other Financing Uses	<u>(5,187)</u>	<u>-</u>	<u>5,187</u>
Excess of revenues over (under) expenditures and other uses	(266,375)	10,731	277,106
<b>FUND BALANCES</b>			
Beginning of year	273,147	228,016	(45,131)
Residual equity transfer	<u>-</u>	<u>-</u>	<u>-</u>
End of year	<u>\$ 6,772</u>	<u>\$ 238,747</u>	<u>\$ 231,975</u>

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

UNINCORPORATED TOWN OF ROUND MOUNTAIN  
NYE COUNTY, NEVADA  
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 1989

NOTE 1 - Summary of Significant Accounting Policies:

The accounting policies of the Town of Round Mountain conform to generally accepted accounting principles as applicable to governmental units. The following is a summary of the more significant policies:

LOCAL GOVERNMENT ENTITY - The financial statements included herein present the financial position and results of operations and changes in fund balance of the funds for which the Round Mountain Town Board has direct oversight responsibility. Oversight responsibility includes, but is not limited to, final decision-making authority and accountability for those decisions, the authority to review and approve budgetary requests and budgetary adjustments and amendments, sign contracts, approve the hiring or retention of key managerial personnel, and the exercise of control over facilities and properties.

FUND ACCOUNTING - The accounts of the Town are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various funds are grouped, in the financial statements in this report, into the following fund types:

GOVERNMENTAL FUNDS

General Fund - The General Fund is the general operating fund of the Town. It is used to account for all financial resources except those required to be accounted for in other funds.

Debt Service Funds - Debt Services Funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital Projects Funds - Capital Projects Funds are used to account for financial resources to be used for the acquisition or construction of major capital facilities.

The accounting and reporting treatment applied to the fixed assets and long-term liabilities associated with a fund are determined by its measurement focus. All governmental funds are accounted for on a spending or "financial flow" measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Their reported fund balance (net current assets) is considered a measure of "available spendable resources." Governmental fund operating statements present increases (revenues and other financing uses) in net current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during a period. The fixed assets and long-term liabilities associated with "governmental funds" are accounted for in account groups.

General Fixed Assets - Fixed assets used in operations accounted for in governmental funds are accounted for and reported in the general fixed assets account group.

Long-Term Liabilities - Long-term liabilities expected to be financed from governmental funds are accounted for in the General Long-term Debt Account Group, not in the governmental funds.

The account group is not a "fund". It is concerned only with the measurement of financial position and is not involved with measurement of results of operations.

BASIS OF ACCOUNTING - Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied. All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available to finance current year operations.

Taxpayer-assessed income, gross receipts, and sales taxes are considered "measurable" when in the hands of intermediary collecting governments and are recognized as revenue at that time. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred except for claims, judgments, compensated absences and accrued interest on long-term debt. Claims, judgments, and compensated absences are recorded in the long-term debt account group if not to be liquidated with expendable, available financial resources. Principal and interest on general long-term debt are recognized when due.

#### BUDGETS AND BUDGETARY ACCOUNTING

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

1. On or before April 15, the Town Board files a tentative budget with the Nevada Department of Taxation, for all funds.
2. Public budget hearings on the tentative budget are held on the third Thursday in May.
3. Prior to June 1, at a public hearing, the Board indicates changes, if any, to be made to the tentative budget and adopts a final budget by the favorable vote of a majority of the members of the Board. The final budget must then be forwarded to the Nevada Tax Commission for final hearings and approval.
4. Formal budgetary integration in the financial records of 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).
6. Budget amounts within funds, and between funds, may be transferred if amounts do not exceed the original budget. Such transfers are to be approved by the budget officer and/or the Town Board, depending on established criteria. Budget augmentations in excess of original budgetary amounts may not be made without prior approval of the Town Board, following a scheduled and noticed public hearing.

In accordance with state statute, actual expenditures may not exceed budgetary appropriations of the various governmental functions of the General Fund and total appropriations in the Capital Projects Fund. The governmental functions of the General Fund are General Government, Public Safety, Culture and Recreation, Highways and Streets and Community Support.

TAXES RECEIVABLE - Delinquent taxes still outstanding on the 1987-88 and 1988-89 secured rolls have been recorded as receivables at June 30, 1989. The collectability of the unsecured roll is uncertain and, any future collections are recognized as revenue in the year received. Deferred taxes represent taxes receivable collected within 60 days of the Town's June 30, year end.

CASH AND INVESTMENTS - At June 30, 1989, cash balances from all funds were held in various accounts under control of the Nye County Treasurer.

INVENTORY OF CONSUMABLE SUPPLIES - All Funds account for materials and supplies inventories as expenditures using the "purchase method", whereby inventories are recorded as expenditures when they are acquired, regardless of when used.

UNEMPLOYMENT INSURANCE - The Town of Round Mountain has not established a self insurance trust fund to reimburse the State Unemployment Compensation Fund for any payments to Town employees. Any claims that may arise are paid from the Town general fund.

FUND BALANCES - That portion of the General fund balance which has been budgeted to meet expenditures in the succeeding year is reflected as "Designated for subsequent year's expenditures" to the extent it does not exceed the actual fund balance. The excess, if any, is shown as undesignated.

COMPARATIVE DATA - Comparative total data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the entity's financial position and operations.

TOTAL COLUMNS ON COMBINED STATEMENTS - Total columns on the Combined Statements are captioned "Memorandum Only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation. Interfund eliminations have not been made in the aggregation of this data.

NOTE 2 - Pension Program:

The Town of Round Mountain employees participate in the statewide Nevada Public Employees' Retirement System, a cost-sharing multiple-employer public employee retirement system ("System"). Town of Round Mountain's payroll for employees covered by the system for the year ended June 30, 1989, was \$65,141 and the Town's total payroll was \$72,209.

All permanent employees working at least half-time are eligible to participate in the System. Firemen and law enforcement personnel who retire at age 55 with 10 or more years of credited service, or at age 50 with 20 or more years of credited service are entitled to retirement benefits. All other employees eligible to participate in the plan who retire at age 60 with 10 or more years of credited service or at age 55 with 30 or more years of credited service are entitled to retirement benefits. The retirement benefit, payable monthly for life, is based on average compensation during the employees' 36 highest compensated months of service. Participants are entitled to 2.5 % of such average compensation for each year of credited service up to a maximum of 75% for employees hired after June 30, 1985 and 90% for those hired before July 1, 1985.

Benefits, which are established by statute, fully vest on reaching 10 years of service. Vested employees may retire before the required age and receive reduced



retirement benefits. The system also provides death and disability benefits.

Contributions are also established by statute. Vested employees and employees hired after July 1, 1985, are required to have their entire contribution paid by the employer under the System. The statutory contribution rates increased by .25% per quarter during the year ended June 30, 1989, and will continue to increase at that rate until such time as the actuarially determined unfunded liability of the plan is reduced to zero. These rates are, however, lower than the actuarially determined funding requirements, as follows:

	<u>Actual contributions at statutory rates</u>	<u>Actuarially required contribution rates</u>
Regular members	19.25 - 20%	21.01%
Law enforcement/fire members	21.25 - 22%	27.63

The town's total contribution for fiscal 1989 was \$10,759.

The "pension benefit obligation" is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases and step-rate benefits, estimated to be payable in the future as a result of employee service to date. The measure, which is the actuarial present value of credited projected benefits, is intended to help users assess the System's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among retirement systems and employers. The System does not make separate measurements of assets and pension benefit obligation for individual employers. The System has an actuarial valuation once every two years. The most recent financial data available for the retirement system was calculated as of June 30, 1988, and for all member is as follows:

Total pension benefit obligations	\$2,975,014,800
Net assets available for benefits, at market value	<u>2,637,335,600</u>
Unfunded pension benefit obligation	<u>\$ 337,679,200</u>

Under Nevada Revised Statutes, the Town of Round Mountain has no liability for the unfunded obligations of the system. The Town's 1989 contribution represented less than 1% of total contributions required of all participating entities.

Ten-year historical trend information showing the System's progress in accumulating sufficient assets to pay benefits when due is presented in the system's June 30, 1988 comprehensive annual financial report.

Note 3 - Cash and Investments:

By statute, the County Treasurer of any county may pool, for purposes of investment, any money held by him for unincorporated towns and other local governments. Round Mountain Town's funds are combined with resources of the county and other local governments to form a pool of cash deposits and investments which is managed by Nye County. Cash and investments consist primarily of time certificates of deposit and repurchase agreements. At June 30, 1989, the carrying amount of \$142,697 of the various funds of the Town in the Nye county Treasurer's investment pool was approximately 1.4% of the County's total balance.

INDIVIDUAL FUND FINANCIAL STATEMENTS

UNINCORPORATED TOWN OF ROUND MOUNTAIN  
 NYE COUNTY, NEVADA  
 GENERAL FUND  
 BALANCE SHEET  
 JUNE 30, 1989

	<u>1989</u>	<u>1988</u>
<b>ASSETS</b>		
Cash and investments	\$ 82,884	\$ 95,199
Taxes receivable	18	67
Due from other governments	<u>109,684</u>	<u>2,816</u>
	<u>\$192,586</u>	<u>\$ 98,082</u>
<b>LIABILITIES</b>		
Accounts payable	\$ 9,566	\$ 14,975
Accrued payroll	2,276	1,045
Deferred tax revenue	<u>18</u>	<u>80</u>
Total Liabilities	<u>11,860</u>	<u>16,100</u>
<b>FUND BALANCE</b>		
Unreserved		
Designated for subsequent year's expenditures	180,726	9,399
Undesignated	<u>-</u>	<u>72,583</u>
Total Fund Balance	<u>180,726</u>	<u>81,982</u>
	<u>\$192,586</u>	<u>\$ 98,082</u>

The accompanying notes are an integral part of this financial statement.

UNINCORPORATED TOWN OF ROUND MOUNTAIN  
 NYE COUNTY, NEVADA  
 GENERAL FUND  
 STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE, BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 1989

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>	<u>ACTUAL PRIOR YEAR</u>
<b>REVENUES</b>				
Property taxes				
Ad valorem	\$ 219,545	\$ 95,231	\$(124,314)	\$ 42,509
Net proceeds of mines	<u>223,950</u>	<u>110,027</u>	<u>(113,923)</u>	<u>119,324</u>
Total property taxes	443,495	205,258	(238,237)	161,833
Gaming and liquor licenses	1,500	3,621	2,121	3,117
Motor vehicle privilege tax	12,632	15,091	2,459	5,682
Supplemental city/county relief tax	22,823	25,053	2,230	28,227
Gasoline taxes	4,000	5,924	1,924	20,656
State library grant	3,000	3,000	-	1,500
Reimbursement from Nye County schools	-	16,665	16,665	15,015
Other grant revenue	7,120	7,120	-	-
Rentals	1,000	1,619	619	-
Other revenue	<u>-</u>	<u>8,666</u>	<u>8,666</u>	<u>6,197</u>
Total Revenues	<u>495,570</u>	<u>292,017</u>	<u>(203,553)</u>	<u>242,227</u>
<b>EXPENDITURES</b>				
General Government:				
Administration:				
Salaries and wages	12,247	10,146	(2,101)	5,730
Employee benefits	4,061	4,325	264	2,253
Services and supplies	<u>13,792</u>	<u>13,472</u>	<u>(320)</u>	<u>15,091</u>
	<u>30,100</u>	<u>27,943</u>	<u>(2,157)</u>	<u>23,074</u>
Town Hall:				
Services and supplies	<u>2,508</u>	<u>2,325</u>	<u>(183)</u>	<u>-</u>
Total General Government Function	<u>32,608</u>	<u>30,268</u>	<u>(2,340)</u>	<u>23,074</u>
Public Safety:				
Employee benefits	500	1,135	635	463
Services and supplies	<u>24,120</u>	<u>22,215</u>	<u>(1,905)</u>	<u>9,642</u>
Total Public Safety Function	<u>24,620</u>	<u>23,350</u>	<u>(1,270)</u>	<u>10,105</u>
Highways and Streets:				
Power	9,700	6,425	(3,275)	-
Street signs	<u>2,807</u>	<u>-</u>	<u>(2,807)</u>	<u>29,236</u>
	<u>12,507</u>	<u>6,425</u>	<u>(6,082)</u>	<u>29,236</u>

UNINCORPORATED TOWN OF ROUND MOUNTAIN  
 NYE COUNTY, NEVADA  
 GENERAL FUND  
 STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE, BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 1989

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>	<u>ACTUAL PRIOR YEAR</u>
Expenditures - Continued				
Culture and Recreation:				
Library:				
Salaries and wages	\$ 30,210	\$ 30,379	\$ 169	\$ 51,952
Employee benefits	10,288	11,843	1,555	14,744
Services and supplies	<u>20,670</u>	<u>19,909</u>	<u>(761)</u>	<u>38,976</u>
	<u>61,168</u>	<u>62,131</u>	<u>963</u>	<u>105,672</u>
Gym				
Salaries and wages	28,345	24,617	(3,728)	-
Employee benefits	10,150	7,153	(2,997)	-
Services and supplies	<u>21,676</u>	<u>26,565</u>	<u>4,889</u>	<u>-</u>
	<u>60,171</u>	<u>58,335</u>	<u>(1,836)</u>	<u>-</u>
Swimming pool:				
Salaries and wages	55,648	-	(55,648)	-
Employee benefits	26,050	-	(26,050)	-
Services and supplies	<u>15,122</u>	<u>-</u>	<u>(15,122)</u>	<u>-</u>
	<u>96,820</u>	<u>-</u>	<u>(96,820)</u>	<u>-</u>
Recreation program:				
Salaries and wages	6,000	1,902	(4,098)	-
Employee benefits	800	55	(745)	-
Services and supplies	<u>3,038</u>	<u>823</u>	<u>(2,215)</u>	<u>-</u>
	<u>9,838</u>	<u>2,780</u>	<u>(7,058)</u>	<u>-</u>
Total Culture and Recreation Function				
	<u>227,997</u>	<u>123,246</u>	<u>(104,751)</u>	<u>105,672</u>
Community Support:				
Activity bus #1				
Salaries and wages	11,792	5,165	(6,627)	10,559
Employee benefits	324	154	(170)	240
Services and supplies	<u>5,430</u>	<u>3,080</u>	<u>(2,350)</u>	<u>14,704</u>
	<u>17,546</u>	<u>8,399</u>	<u>(9,147)</u>	<u>25,503</u>
Activity bus #2				
Services and supplies	<u>5,430</u>	<u>3,147</u>	<u>(2,283)</u>	<u>-</u>
Total Community Support Function				
	<u>22,976</u>	<u>11,546</u>	<u>(11,430)</u>	<u>25,503</u>
Total Expenditures				
	<u>320,708</u>	<u>194,835</u>	<u>(125,873)</u>	<u>193,590</u>

UNINCORPORATED TOWN OF ROUND MOUNTAIN  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE, BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 1989

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>	<u>ACTUAL PRIOR YEAR</u>
Excess of Revenues Over (under) expenditures	\$ 174,862	\$ 97,182	\$ (77,680)	\$ 48,637
OTHER FINANCING USES				
Contingency	(5,187)	-	5,187	-
Transfer to Capital Projects	<u>(223,950)</u>	<u>-</u>	<u>223,950</u>	<u>-</u>
Total Other Financing Uses	<u>(229,137)</u>	<u>-</u>	<u>229,137</u>	<u>-</u>
Excess of Revenues Over (Under) Expenditures and Other Financing Uses	(54,275)	97,182	151,457	48,637
FUND BALANCE				
Beginning of year	61,047	81,982	20,935	33,345
Residual equity transfer	<u>-</u>	<u>1,562</u>	<u>1,562</u>	<u>-</u>
End of year	<u>\$ 6,772</u>	<u>\$ 180,726</u>	<u>\$ 173,954</u>	<u>\$ 81,982</u>

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

UNINCORPORATED TOWN OF ROUND MOUNTAIN  
 NYE COUNTY, NEVADA  
 DEBT SERVICE FUND  
 BALANCE SHEET  
 JUNE 30, 1989

	<u>1989</u>	<u>1988</u>
<b>ASSETS</b>		
Cash and investments	\$ -	\$ 1,559
Taxes receivable	<u>-</u>	<u>3</u>
	<u>\$ -</u>	<u>\$ 1,562</u>
 <b>FUND BALANCE</b>		
Reserved for debt service	<u>\$ -</u>	<u>\$ 1,562</u>
Total Fund Balance	<u>\$ -</u>	<u>\$ 1,562</u>

The accompanying notes are an integral part of this financial statement.



UNINCORPORATED TOWN OF ROUND MOUNTAIN  
 NYE COUNTY, NEVADA  
 DEBT SERVICE FUND  
 STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE, BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 1989

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>	<u>ACTUAL PRIOR YEAR</u>
REVENUES				
Property taxes	\$ -	\$ -	\$ -	\$ 3
FUND BALANCES				
Beginning of year	-	1,562	1,562	1,559
Residual equity transfer	<u>-</u>	<u>(1,562)</u>	<u>(1,562)</u>	<u>-</u>
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,562</u>

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

UNINCORPORATED TOWN OF ROUND MOUNTAIN  
 NYE COUNTY, NEVADA  
 CAPITAL PROJECTS FUND  
 BALANCE SHEET  
 JUNE 30, 1989

	1989	1988
<b>ASSETS</b>		
Cash and investments	\$ 59,813	\$ 155,449
Taxes receivable	12	(4)
	<u>\$ 59,825</u>	<u>\$ 155,445</u>
 <b>LIABILITIES</b>		
Accounts payable	\$ 1,792	\$ 10,973
Deferred taxes	12	-
Total Liabilities	<u>1,804</u>	<u>10,973</u>
 <b>FUND BALANCE</b>		
Unreserved		
Designated for subsequent year's expenditures	47,602	9,507
Undesignated	10,419	134,965
Total Fund Balance	<u>58,021</u>	<u>144,472</u>
	<u>\$ 59,825</u>	<u>\$ 155,445</u>

The accompanying notes are an integral part of this financial statement.

UNINCORPORATED TOWN OF ROUND MOUNTAIN  
 NYE COUNTY, NEVADA  
 CAPITAL PROJECTS FUND  
 STATEMENT OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE, BUDGET AND ACTUAL  
 FOR THE YEAR ENDED JUNE 30, 1989

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>OVER (UNDER) BUDGET</u>	<u>ACTUAL PRIOR YEAR</u>
<b>REVENUES</b>				
Property taxes				
Ad valorem	\$ 6,792	\$ 29	\$ (6,763)	\$ 70,034
Net proceeds of mines	-	7,823	7,823	87,959
Total Property Taxes	<u>6,792</u>	<u>7,852</u>	<u>1,060</u>	<u>157,993</u>
<b>EXPENDITURES</b>				
Public Safety:				
Public safety	-	-	-	828
Fire truck	70,000	70,000	-	-
Fire department equipment	20,000	16,335	(3,665)	-
Culture and Recreation:				
Arts council	-	-	-	2,964
Gym	-	-	-	13,775
Library	314,842	2,368	(312,474)	5,463
Community support:				
Activity bus	<u>38,000</u>	<u>5,600</u>	<u>(32,400)</u>	<u>-</u>
Total Expenditures	<u>442,842</u>	<u>94,303</u>	<u>(348,539)</u>	<u>23,030</u>
Excess of Revenues Over (Under) Expenditures	(436,050)	(86,451)	349,599	134,963
<b>OTHER FINANCING SOURCES</b>				
Transfer from General Fund	<u>223,950</u>	<u>-</u>	<u>(223,950)</u>	<u>-</u>
Excess of Other Sources over Expenditures	(212,100)	(86,451)	125,649	134,963
<b>FUND BALANCES</b>				
Beginning of year	<u>212,100</u>	<u>144,472</u>	<u>(67,628)</u>	<u>9,509</u>
End of year	<u>\$ -</u>	<u>\$ 58,021</u>	<u>\$ 58,021</u>	<u>\$ 144,472</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*

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

*Nevada Society of*  
*Certified Public Accountants*

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

I have examined the component unit financial statements of Round Mountain Town for the year ended June 30, 1989, and have issued my report thereon dated September 15, 1989. As part of my examination, I made a study and evaluation of the Town's system of internal accounting control to the extent I 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, I have classified the significant internal accounting controls in the following categories: treasury, revenue and receipts, purchases and disbursements, and financial reporting. My study included all of the control categories listed above except revenue and receipts, which could be more efficiently examined by substantive tests of account balances, and the financial reporting controls which I felt could not be relied upon. The purpose of my study and evaluation was to determine the nature, timing and extent of the auditing procedures necessary for expressing an opinion on the Town's component unit financial statements. My 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.

Management of Round Mountain Town is responsible for establishing and maintaining a system of internal accounting control. In fulfilling this responsibility, estimates and judgments 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.

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

*Willis H. Gray*  
Yerington, Nevada  
September 15, 1989

*Willis H. Guy*  
*Certified Public Accountant*

*Member*  
*American Institute of*  
*Certified Public Accountants*

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

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

I have examined the component unit financial statements of Round Mountain Town for the year ended June 30, 1989, and have issued my report thereon dated September 15, 1989. My examination was made in accordance with generally accepted auditing standards and the standards for financial and compliance audits contained in Standards for Audit of Governmental Organizations, Programs, Activities, and Functions, issued by the U.S. General Accounting Office, and accordingly included such tests of the accounting records and such other auditing procedures as I considered necessary in the circumstances.

Management of Round Mountain Town is responsible for the Town's compliance with laws and regulations. In connection with my examination referred to above, I selected and tested transactions and records to determine the Town's compliance with laws and regulations, noncompliance with which could have a material effect on the component unit financial statements of the Town.

The results of my tests indicate that for the items tested, Round Mountain Town complied with those provisions of laws and regulations, noncompliance with which could have a material effect on the component unit financial statements. Nothing came to my attention that caused me to believe that for the items not tested Round Mountain Town was not in compliance with laws or regulations, noncompliance with which could have a material effect on the Town's component unit financial statements.

*Willis H. Guy*  
Yerington, Nevada  
September 15, 1989

UNINCORPORATED TOWN OF ROUND MOUNTAIN  
BUDGETARY ADJUSTMENTS  
FOR THE YEAR ENDED JUNE 30, 1989

	<u>ORIGINAL BUDGET</u>	<u>GRANTS</u>	<u>TRANSFERS AND AUGMENTATIONS</u>	<u>BUDGET AS AMENDED</u>
<u>GENERAL FUND</u>				
REVENUES				
State library grant	\$ -	\$ 3,000	\$ -	\$ 3,000
Other grant revenue	-	7,120	-	7,120
Total Revenues		10,120	-	
EXPENDITURES				
General Government:				
Administration:				
Services and supplies	12,692	-	1,100	13,792
Public Safety:				
Services and supplies	17,000	7,120	-	24,120
Culture and Recreation:				
Library:				
Services and supplies	9,288	-	1,000	10,288
Salaries and wages	17,670	3,000	-	20,670
Gym:				
Services and supplies	14,736	-	6,940	21,676
Swimming Pool:				
Employee benefits	27,050	-	(1,000)	26,050
Services and supplies	28,000	-	(12,878)	15,122
Recreation Program:				
Salaries and wages	-	-	6,000	6,000
Employee benefits	-	-	800	800
Services and supplies	-	-	3,038	3,038
Total Culture and Recreation		3,000	3,900	
Intergovernmental:				
Youth program	-	-	(5,000)	-
Total Expenditures		10,120	-	
Excess of revenues over (under) expenditures		\$ -	\$ -	

UNINCORPORATED TOWN OF ROUND MOUNTAIN  
BUDGETARY ADJUSTMENTS  
FOR THE YEAR ENDED JUNE 30, 1989

	<u>ORIGINAL BUDGET</u>	<u>GRANTS</u>	<u>TRANSFERS AND AUGMENTATIONS</u>	<u>BUDGET AS AMENDED</u>
<u>CAPITAL PROJECTS FUND</u>				
<u>EXPENDITURES</u>				
Culture and Recreation:				
Library	\$ 317,842	\$ -	\$ (3,000)	\$ 314,842
Community Support:				
Activity Bus	35,000	<u>-</u>	<u>3,000</u>	38,000
Total Expenditures		<u>\$ -</u>	<u>\$ -</u>	



UNINCORPORATED TOWN OF ROUND MOUNTAIN  
 SCHEDULE OF PROPERTY TAX RATES AND ASSESSED VALUATION  
 FOR THE ROLL YEARS 1982 THROUGH 1989

<u>ROLL YEAR</u>	<u>ROUND MOUNTAIN TOWN</u>	<u>NYE COUNTY &amp; OTHER DISTRICTS</u>	<u>STATE OF NEVADA</u>	<u>COMBINED RATE</u>	<u>ASSESSED VALUATION</u>
1982-83	\$ .1699	\$ 1.5363	\$ -	1.7062	\$ 12,848,915
1983-84	.7000	1.9631	.0500	2.7131	11,749,736
1984-85	.4005	1.9183	.0200	2.3388	12,419,394
1985-86	.3824	1.8702	.0200	2.2726	15,096,407
1986-87	.5064	1.6667	.0200	2.1931	15,013,148
1987-88	.8085	1.7743	.0470	2.6298	36,526,177
1988-89	.8958	1.6813	.0646	2.6417	35,444,943

UNINCORPORATED TOWN OF ROUND MOUNTAIN  
NYE COUNTY, NEVADA  
JUNE 30, 1987

ACCOUNTANT'S COMMENTS

PRIOR YEAR AUDIT COMMENTS

There were no recommendations in the prior year audit report.

CURRENT YEAR AUDIT COMMENTS

I did not find any financial control weaknesses of a magnitude to justify inclusion of comments within this audit report.

COMPLIANCE WITH NEVADA REVISED STATUTES AND REGULATIONS

The Nevada Revised Statutes and regulations are voluminous and include many subjects and directives to officials and employees of local governments who are not involved in financial affairs of the government. Therefore, my attention was directed only to those sections of the statutes and regulations that would normally be encountered in a financial audit of the Unincorporated Town of Round Mountain, Nevada.

No violations of statutes or regulations were noted during my examination for the year ended June 30, 1989.

