

**MINERAL COUNTY, NEVADA**

**JUNE 30, 2011**

MINERAL COUNTY, NEVADA  
JUNE 30, 2011

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Independent Auditor's Report

To the Honorable Board of Commissioners of  
Mineral County, Nevada

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Mineral County, Nevada as of and for the year ended June 30, 2011, which collectively comprise the County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the management of Mineral County. Our responsibility is to express opinions on these financial statements based on our audit. The financial statements of Mineral County, Nevada as of June 30, 2010, were audited by other auditors whose report dated February 11, 2011, expressed an unqualified opinion.

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 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. We believe that our audit provides a reasonable basis for our 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, each major fund and the aggregate remaining fund information of Mineral County, Nevada as of June 30, 2011, and the respective changes in financial position and cash flows, where applicable, thereof and the respective budgetary comparisons for the General Fund, DOE Grant Fund, In Lieu of Taxes Fund and Road Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report dated November 30, 2011, on our consideration of Mineral County's internal control over financial reporting and 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Management's Discussion and Analysis and the Schedule of Funding Progress-Other Postemployment Benefits on pages M-1 through M-8 and page 33, respectively, are not required parts of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying nonmajor combining and individual fund financial statements and schedules and the Schedule of Expenditures of Federal Awards (as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*) are presented for purposes of additional analysis and are not a required part of the basic financial statements. The nonmajor combining and individual fund statements and schedules and the Schedule of Expenditures of Federal Awards have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Yerington, Nevada  
November 30, 2011

Arrighi, Rader & Blake, LLC

**MINERAL COUNTY, NEVADA**  
**MANAGEMENT'S DISCUSSION & ANALYSIS**  
*For the year ended June 30, 2011*

This discussion and analysis of Mineral County's financial performance provides an overview of the County's financial activities for the year ending June 30, 2011. The intent of this discussion and analysis is to look at the County's financial performance as a whole. A comparison of fiscal year 2010-11 to fiscal year 2009-10 financial information is included in this discussion. We encourage readers to read this information in conjunction with the financial statements and notes to gain a more complete picture of the information presented.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis are intended to serve as an introduction to Mineral County's basic financial statements. Mineral County's basic financial statements are comprised of three components: 1) countywide financial statements, 2) fund financial statements and 3) notes to the financial statement. This report also contains other supplemental 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 the county's finances in a manner similar to a private-sector business.

*The Statement of Net Assets* present information on all of the county's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the county is improving or deteriorating. However, in evaluating the overall position of the county, non-financial information such as changes in the county's tax base and the condition of the county's capital assets will also need to be evaluated.

*The Statements of Activities* presents information showing how the county's net assets changed during the fiscal year. All changes in net assets are reported when the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus revenues and expenditures are reported in this statement for some items that will only result in cash flows for future fiscal periods (i.e. uncollected taxes and earned but unused compensated absences).

Both of the government-wide financial statements distinguish functions of the county that are principally supported by taxes and intergovernmental revenues, including federal and state grants and other shared revenue (governmental activities) from the function 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 the county include general government, judicial, public safety, highways and streets, public works, culture and recreation, welfare, health sanitation and community support. The business-type activities of the county include water, sewer, and sanitary and power systems operations.

### *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 objects. The 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 the county can be divided into three categories; governmental funds, proprietary funds, and fiduciary funds. Fund financial statements provide detailed information about the county's funds.

#### Governmental Funds

Governmental funds are used to account for essentially the same functions reported as governmental activities on the countywide financial statements. Most of the county's basic services are reported in these funds that focus on how money flows into and out of the funds and the year-end balances available for spending. These funds are reported on the modified accrual basis of accounting that measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the county's general government operations and the basic services being provided, along with the financial resources available.

Because of the focus of the governmental funds provides a more narrow view than that of the county-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities on the countywide financial statements. By doing so, readers may better understand the long-term effect of the government's short-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.

The County maintains a multitude of individual governmental funds. They are divided into three groups; 1) The County's general fund, which accounts for traditional governmental activities, 2) Special Revenue funds, which account for proceeds of specific revenue sources that are legally restricted to expenditure for specific purposes, 3) Capital Projects fund, which accounts for the acquisition and construction of capital facilities and equipment (other than those financed solely by enterprise funds).

Information is presented separately on the government fund balance sheet and on the governmental fund statement of revenues, expenditures and changes in fund balances for the major funds.

### Proprietary Funds

The County maintains one type of proprietary fund. Enterprise funds are used to report the same function presented in the business-type activities in the government-wide financial statements. The County uses enterprise funds to account for its water, sewer, sanitary and power systems operations.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statement provides separate information for the water, sewer, sanitary, and power system funds since these are considered to be major funds for the county.

### Fiduciary Funds

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

### *Notes to 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.

### *Other Information*

In addition to the basic financial statements and accompanying notes, this report also presents combining and individual fund statement and schedules.

### *Government-Wide Financial Analysis*

The chart below provides a summary of the County's net assets for 2011 and 2010.

*Mineral County Net Assets*

	Governmental Activities		Business-Type Activities		Totals	
	2011	2010	2011	2010	2011	2010
Current and Other Assets	\$ 6,811,201	\$ 6,043,336	\$ 1,322,415	\$ 1,226,529	\$8,133,616	\$7,269,865
Capital Assets	8,127,500	8,407,379	8,563,104	7,371,453	16,690,604	15,778,832
Total Assets	<u>14,938,701</u>	<u>14,450,715</u>	<u>9,885,519</u>	<u>8,597,982</u>	<u>24,824,220</u>	<u>23,048,697</u>
Current Liabilities	1,535,132	1,532,751	47,817	183,533	1,582,949	1,716,284
Non-Current Liabilities	3,047,234	2,340,891	249,498	146,057	3,296,732	2,486,948
Total Liabilities	<u>4,582,366</u>	<u>3,873,642</u>	<u>297,315</u>	<u>329,590</u>	<u>4,879,681</u>	<u>4,203,232</u>
Net Assets						
Invested in Capital Assets	6,881,810	8,005,232	8,563,104	7,360,774	15,444,914	15,366,006
Restricted	1,935,434	1,524,548	-	-	1,935,434	1,524,548
Unrestricted	<u>1,539,091</u>	<u>1,047,293</u>	<u>1,025,100</u>	<u>907,618</u>	<u>2,564,191</u>	<u>1,954,911</u>
Total Net Assets	<u>10,356,335</u>	<u>10,577,073</u>	<u>9,588,204</u>	<u>8,268,392</u>	<u>19,944,539</u>	<u>18,845,465</u>

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. By far, the largest portion of the County's assets reflects its investment in capital assets (e.g. land and improvements, buildings and buildings and improvements, machinery and equipment and vehicles) less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

The table below shows the changes in net assets for 2011 and 2010.

*Mineral County Changes in Net Assets*

	Governmental Activities		Business-Type Activities		Totals	
	2011	2010	2011	2010	2011	2010
Revenues						
Program Revenues						
Charges for Services	\$1,139,318	\$1,531,348	\$1,305,386	\$1,217,072	\$2,444,704	\$2,748,420
Operating Grants/Contributions	1,000,043	1,319,859	-	-	1,000,043	1,319,859
Capital Grants/Contributions	62,994	367,871	1,456,048	1,229,046	1,519,042	1,596,917
General Revenues						
Property Taxes	1,906,799	1,916,672	-	-	1,906,799	1,916,853
Investment Earnings	7,051	6,079	671	438	7,722	6,517
Miscellaneous	4,683,438	4,374,068	-	-	4,683,438	4,374,068
<b>Total Revenues</b>	<b>8,799,643</b>	<b>9,515,897</b>	<b>2,762,105</b>	<b>2,446,556</b>	<b>11,561,748</b>	<b>11,962,453</b>
Expenses						
General						
Government	2,155,676	2,483,822	-	-	2,155,676	2,483,822
Judicial	996,117	1,019,070	-	-	996,117	1,019,070
Public Safety	3,325,854	3,864,046	-	-	3,325,854	3,864,046
Highways and Streets	817,200	986,635	-	-	817,200	986,635
Welfare	165,121	157,126	-	-	165,121	157,126
Health	473,086	385,302	-	-	473,086	385,302
Intergovernmental	-	8,962	-	-	-	8,962
Culture and Recreation	484,957	549,229	-	-	484,957	549,229
Interest	20,644	16,447	-	-	20,644	16,447
Community Support	616,726	825,201	-	-	616,726	825,201
Utilities	-	-	1,407,293	1,364,882	1,407,293	1,364,882
<b>Total Expenses</b>	<b>9,055,381</b>	<b>10,295,840</b>	<b>1,407,293</b>	<b>1,364,882</b>	<b>10,462,674</b>	<b>11,660,722</b>
Transfers	35,000	40,000	(35,000)	(40,000)	-	-
Increase (decrease) in Net Assets	(220,738)	(739,943)	1,319,812	1,041,674	1,099,074	301,731
Net Assets July 1	10,577,073	11,317,016	8,268,392	7,226,718	18,845,465	18,543,734
Net Assets June 30	10,356,335	\$10,577,073	\$9,588,204	\$8,268,392	19,944,539	18,845,465

Governmental Activities

Total net assets decreased by \$220,738. A portion of this decrease is due to GASB 45 and recording the increase of the OPEB liability of \$837,878 for the fiscal year 2010-2011. The County also saw a substantial increase in Net Proceeds of Mines during the fiscal year which had a positive impact on the net assets.

Business-type Activities

Business-type activities net assets increased by \$1,319,812. The increase is due to grant funding received for the Hawthorne Utilities for sewer improvements during the current year.

*Financial Analysis of County Funds*

The purpose of the County's governmental fund financial statements is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At June 30, 2011 the County's governmental funds reported combined ending fund balances of \$5,242,844 an increase of \$864,024 in comparison to the prior fiscal year amount of \$ 314,439.

The General Fund is the County's chief operating fund. At the end of the current fiscal year, unreserved fund balance of the General Fund was \$ 1,975,420, an increase of \$858,750 as compared to the prior fiscal year increase of \$8,165.

Business-Type Funds

The County's enterprise funds provide the same type of information found in the county-wide financial statements but in more detail.

Total net assets of the water, sewer and power system funds at the end of the fiscal year were \$9,588,204. Other factors concerning the finance of these funds have already been addressed in the discussion of the County's business-type activities.

*Capital Assets*

The County's investment in capital assets for its governmental & business-type activities as of June 30, 2011 amounts to \$16,690,604. This investment in capital assets includes land, buildings, improvements, machinery and equipment. Refer to Note 4 of the financial statements for additional detail regarding capital assets.

Capital Assets  
(Net of depreciation)

	Governmental Activities		Business-Type Activities		Totals	
	2011	2010	2011	2010	2011	2010
Land	\$736,330	\$722,730	\$23,400	\$23,400	\$759,730	\$746,130
Construction	-	63,384	2,962,173	1,498,153	2,962,173	1,561,537
Buildings	2,938,183	2,968,814	65,968	71,943	3,004,151	3,040,757
Improvements other than Buildings	194,838	185,321	4,896,538	5,150,127	5,091,376	5,335,448
Infrastructure	3,539,139	3,624,112	-	-	3,539,139	3,624,112
Equipment and Vehicles	719,010	843,018	615,025	627,830	1,334,035	1,470,848
<b>Total</b>	<b>\$8,127,500</b>	<b>\$8,407,379</b>	<b>\$8,563,104</b>	<b>\$7,371,453</b>	<b>\$16,690,604</b>	<b>\$15,778,832</b>

### Debt Administration

As of June 30, 2011, The County had total long-term obligations outstanding of \$3,296,732, including \$404,251 in liability for compensated absences and \$1,646,791 for other post-employment benefits obligations for both governmental and business-type funds.

In fiscal year 2010-2011, the County authorized issuance of the Mineral County, Nevada, Water Revenue Interim Debenture, Series 2011 for \$3,699,000 to finance capital improvements to the Hawthorne Utilities' water system.

See Note 10 to the financial statements for details of long-term obligations for Mineral County.

### General Fund Budgetary Highlights

#### Revenue Increases

*Notable increases in projected revenue include:*

- *Unanticipated Net Proceeds of Mines revenue of \$ 672,669*
- *Consolidated Tax Distribution of \$ 42,351*
- *Charges for Services of \$ 72,970*
- *Bail Forfeitures of \$ 71,151*
- *Unanticipated geothermal revenue of \$107,065*

#### Revenue Decreases

*There were no notable decreases in projected revenue.*

#### Expenditure Decreases

*It should also be noted that overall budgeted expenditures within the County's general fund were reduced during the budget year by Elected Officials and Department Heads of Mineral County a total of \$350,691.*

### *Economic Factors*

The County reviews and includes a variety of economic related statistics in the development and monitoring of the operating and capital budgets. Several long-range plans are annually updated to aid in the development of both operating and capital budgets, including 5-year plans for the County's General Fund. The assumptions used in the plans are reviewed by the County Commissioners as background for decisions about revenue projections and cost allocations.

Budgets of FY11-12 were developed based on the following assumptions:

- Economic activity will remain stable
- Increases in expenditures could be supported by revenue projections.

### *Requests for Information*

This financial report is designed to provide a general overview of Mineral County's finances for those interested. Questions concerning any of the information provided in this report or requests for additional financial information can be addressed to the Mineral County Recorder-Auditor's Office, P.O. Box 1447 Hawthorne, NV 89415 or by calling (775) 945-3676 or via e-mail: [recorderauditor@mineralcountynv.org](mailto:recorderauditor@mineralcountynv.org).

**MINERAL COUNTY, NEVADA**  
**STATEMENT OF NET ASSETS**  
**JUNE 30, 2011**

	GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL
<b>ASSETS</b>			
Cash and investments	\$ 5,897,663	\$ 966,663	\$ 6,864,326
Accounts receivable	90,801	110,128	200,929
Taxes receivable	152,193	-	152,193
Interest receivable	-	214	214
Grants receivable	-	225,500	225,500
Due from other governments	670,544	-	670,544
Inventory	-	19,910	19,910
Capital assets, net of accumulated depreciation			
Land	736,330	23,400	759,730
Construction in progress	-	2,962,173	2,962,173
Buildings	2,938,183	65,968	3,004,151
Improvements other than buildings	194,838	4,896,538	5,091,376
Equipment and vehicles	719,010	615,025	1,334,035
Infrastructure	3,539,139	-	3,539,139
<b>Total Assets</b>	<b>14,938,701</b>	<b>9,885,519</b>	<b>24,824,220</b>
<b>LIABILITIES</b>			
Accounts payable	357,868	16,249	374,117
Accrued liabilities	243,155	22,168	265,323
Deposits	-	9,400	9,400
Unearned revenues	934,109	-	934,109
Noncurrent liabilities:			
Compensated absences due within 1 year	191,077	23,852	214,929
Long-term debt due within 1 year	106,998	-	106,998
Compensated absences due in more than one year	143,575	45,747	189,322
Long-term debt due in more than one year	1,138,692	-	1,138,692
Other post-employment benefits obligations	1,466,892	179,899	1,646,791
<b>Total Liabilities</b>	<b>4,582,366</b>	<b>297,315</b>	<b>4,879,681</b>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	6,881,810	8,563,104	15,444,914
Retricted for:			
Capital projects	52,990	-	52,990
Highways and streets	1,030,856	-	1,030,856
Public safety	554,130	-	554,130
General government	297,458	-	297,458
Unrestricted	1,539,091	1,025,100	2,564,191
<b>Total Net Assets</b>	<b>\$ 10,356,335</b>	<b>\$ 9,588,204</b>	<b>\$ 19,944,539</b>

See accompanying notes.

MINERAL COUNTY, NEVADA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2011

FUNCTIONS/PROGRAMS	PROGRAM REVENUES			
	EXPENSES	CHARGES FOR SERVICES	OPERATING GRANTS AND CONTRIBUTIONS	CAPITAL GRANTS AND CONTRIBUTIONS
Governmental Activities:				
General government	\$ 2,155,676	\$ 222,366	\$ -	\$ -
Judicial	996,117	53,112	76,256	-
Public safety	3,325,854	524,185	293,258	56,794
Highways and streets	817,200	11,955	273,548	-
Welfare	165,121	-	-	-
Health and sanitation	473,086	313,458	-	-
Culture and recreation	484,957	5,846	4,519	-
Community support	616,726	8,396	352,462	6,200
Interest	20,644	-	-	-
Total Governmental Activities	<u>9,055,381</u>	<u>1,139,318</u>	<u>1,000,043</u>	<u>62,994</u>
Business-type Activities:				
Utilities	1,407,533	1,265,188	-	1,456,048
Power systems site	240	40,198	-	-
Total Business-type Activities	<u>1,407,773</u>	<u>1,305,386</u>	<u>-</u>	<u>1,456,048</u>
Total County	<u>\$ 10,463,154</u>	<u>\$ 2,444,704</u>	<u>\$ 1,000,043</u>	<u>\$ 1,519,042</u>

General Revenues:

- Ad valorem taxes
- Consolidated taxes
- Net proceeds of mines taxes
- Federal payment in lieu of tax
- State gaming licenses
- State motor vehicle fuel tax
- Geothermal revenue
- Unrestricted investment earnings
- Miscellaneous

Transfers

Total General Revenues and Transfers

Change in Net Assets

NET ASSETS, JULY 1

NET ASSETS, JUNE 30

See accompanying notes.

NET (EXPENSE) REVENUE AND  
CHANGES IN NET ASSETS

GOVERNMENTAL ACTIVITIES	BUSINESS-TYPE ACTIVITIES	TOTAL PRIMARY GOVERNMENT
\$ (1,933,310)	\$ -	\$ (1,933,310)
(866,749)	-	(866,749)
(2,451,617)	-	(2,451,617)
(531,697)	-	(531,697)
(165,121)	-	(165,121)
(159,628)	-	(159,628)
(474,592)	-	(474,592)
(249,668)	-	(249,668)
(20,644)	-	(20,644)
<u>(6,853,026)</u>	<u>-</u>	<u>(6,853,026)</u>
-	1,313,703	1,313,703
-	40,438	40,438
<u>-</u>	<u>1,354,141</u>	<u>1,354,141</u>
<u>(6,853,026)</u>	<u>1,354,141</u>	<u>(5,498,885)</u>
1,906,799	-	1,906,799
2,018,984	-	2,018,984
754,242	-	754,242
639,682	-	639,682
145,085	-	145,085
748,395	-	748,395
107,065	-	107,065
7,051	671	7,722
269,985	-	269,985
35,000	(35,000)	-
<u>6,632,288</u>	<u>(34,329)</u>	<u>6,597,959</u>
<u>(220,738)</u>	<u>1,319,812</u>	<u>1,099,074</u>
<u>10,577,073</u>	<u>8,268,392</u>	<u>18,845,465</u>
<u>\$ 10,356,335</u>	<u>\$ 9,588,204</u>	<u>\$ 19,944,539</u>

See accompanying notes.

MINERAL COUNTY, NEVADA  
GOVERNMENTAL FUNDS  
BALANCE SHEET  
JUNE 30, 2011

	GENERAL FUND	DOE GRANT FUND	IN LIEU OF TAXES FUND	ROAD FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>ASSETS</b>						
Cash and investments	\$ 1,699,277	\$ 470,941	\$ 812,036	\$ 1,206,900	\$ 1,708,509	\$ 5,897,663
Receivables:						
Taxes, delinquent	128,871	-	-	-	23,322	152,193
Accounts, net	54,715	50	-	-	36,036	90,801
Due from other governments	450,083	-	-	91,328	129,133	670,544
<b>Total Assets</b>	<b>\$ 2,332,946</b>	<b>\$ 470,991</b>	<b>\$ 812,036</b>	<b>1,298,228</b>	<b>\$ 1,897,000</b>	<b>\$ 6,811,201</b>
<b>LIABILITIES</b>						
Accounts payable	\$ 104,887	\$ 3,528	\$ 34,839	\$ 140,157	\$ 74,457	\$ 357,868
Accrued liabilities	166,675	5,536	-	17,568	53,376	243,155
Deferred revenue	85,964	461,927	-	391,282	28,161	967,334
<b>Total Liabilities</b>	<b>357,526</b>	<b>470,991</b>	<b>34,839</b>	<b>549,007</b>	<b>155,994</b>	<b>1,568,357</b>
<b>FUND BALANCES</b>						
Restricted	882,874	-	-	749,221	710,127	2,342,222
Committed	-	-	777,197	-	977,889	1,755,086
Assigned	-	-	-	-	52,990	52,990
Unassigned	1,092,546	-	-	-	-	1,092,546
<b>Total Fund Balances</b>	<b>1,975,420</b>	<b>-</b>	<b>777,197</b>	<b>749,221</b>	<b>1,741,006</b>	<b>5,242,844</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 2,332,946</b>	<b>\$ 470,991</b>	<b>\$ 812,036</b>	<b>\$ 1,298,228</b>	<b>\$ 1,897,000</b>	<b>\$ 6,811,201</b>

See accompanying notes.

**MINERAL COUNTY, NEVADA**  
**RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL**  
**FUNDS TO THE STATEMENT OF NET ASSETS**  
**JUNE 30, 2011**

Fund Balances - Governmental Funds \$ 5,242,844

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the governmental funds.

Governmental capital assets	\$ 15,197,408	
Less: accumulated depreciation	<u>(7,069,908)</u>	8,127,500

Long-term liabilities, including notes payable are not due and payable in the current period and, therefore are not reported in governmental funds.

Other post-employment benefits	(1,466,892)	
Notes payable	(300,480)	
Landfill closure costs	(945,210)	
Compensated absences	<u>(334,652)</u>	(3,047,234)

Deferred revenue represents amounts that were not available to fund current expenditures and, therefore, are not reported in governmental funds.

33,225

Total Net Assets of Governmental Activities \$ 10,356,335

MINERAL COUNTY, NEVADA  
GOVERNMENTAL FUNDS  
STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2011

	GENERAL FUND	DOE GRANT FUND	IN LIEU OF TAXES FUND	ROAD FUND	OTHER GOVERNMENTAL FUNDS	TOTAL GOVERNMENTAL FUNDS
<b>REVENUES</b>						
Taxes	\$ 2,371,929	\$ -	\$ -	\$ -	\$ 618,854	\$ 2,990,783
Licenses and permits	69,949	-	-	-	97,445	167,394
Intergovernmental revenues	2,310,988	234,759	639,682	808,955	407,811	4,402,195
Charges for services	174,470	-	-	11,955	952,893	1,139,318
Fines and forfeits	258,151	-	-	-	115,600	373,751
Miscellaneous	273,985	2,868	10,100	2,205	203,647	492,805
<b>Total Revenues</b>	<b>5,459,472</b>	<b>237,627</b>	<b>649,782</b>	<b>823,115</b>	<b>2,396,250</b>	<b>9,566,246</b>
<b>EXPENDITURES</b>						
Current:						
General government	1,768,425	-	144,878	-	98,855	2,012,158
Public safety	2,242,986	223,027	-	-	811,758	3,277,771
Judicial	842,894	-	-	-	31,723	874,617
Highways and streets	-	-	-	649,248	167,952	817,200
Welfare	-	-	-	-	165,121	165,121
Health and sanitation	185,757	-	-	-	287,329	473,086
Culture and recreation	260,533	-	-	-	167,420	427,953
Community support	15,000	-	-	-	547,005	562,005
Intergovernmental	-	-	-	-	-	-
Debt service:						
Principal	29,786	-	-	26,691	45,190	101,667
Interest	5,941	-	-	7,760	6,943	20,644
<b>Total Expenditures</b>	<b>5,351,322</b>	<b>223,027</b>	<b>144,878</b>	<b>683,699</b>	<b>2,329,296</b>	<b>8,732,222</b>
Excess (Deficiency) of Revenues Over (Under) Expenditures	108,150	14,600	504,904	139,416	66,954	834,024
<b>OTHER FINANCING SOURCES (USES)</b>						
Transfers in	799,600	-	-	-	167,299	966,899
Transfers out	(49,000)	(14,600)	(775,000)	-	(98,299)	(936,899)
<b>Total Other Financing Sources (Uses)</b>	<b>750,600</b>	<b>(14,600)</b>	<b>(775,000)</b>	<b>-</b>	<b>69,000</b>	<b>30,000</b>
Net Change in in Fund Balances	858,750	-	(270,096)	139,416	135,954	864,024
FUND BALANCES, July 1	1,116,670	-	1,047,293	609,805	1,605,052	4,378,820
FUND BALANCES, June 30	\$ 1,975,420	\$ -	\$ 777,197	\$ 749,221	\$ 1,741,006	\$ 5,242,844

See accompanying notes.

**MINERAL COUNTY, NEVADA  
RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL  
FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED JUNE 30, 2011**

Net Change in Fund Balances - Governmental Funds \$ 864,024

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Expenditures for capital assets	\$ 127,840	
Less: Current year depreciation	<u>(425,898)</u>	(298,058)

The net effect of various miscellaneous transactions involving capital assets is to decrease net assets (163,285)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental fund statement.

Change in deferred revenue (2,329)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of note principal is an expenditure in the governmental funds, but the payment reduces long-term liabilities on the statement of net assets.

Principal payments 101,667

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.

Change in net OPEB obligation		(657,979)
Change in landfill closure costs payable		(104,787)
Change in long-term compensated absences		<u>40,009</u>

Change in Net Assets of Governmental Activities \$ (220,738)

MINERAL COUNTY, NEVADA  
GENERAL FUND  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2011

	BUDGET		ACTUAL	VARIANCE TO FINAL BUDGET
	ORIGINAL	FINAL		
<b>REVENUES</b>				
Taxes	\$ 1,620,346	\$ 1,620,346	\$ 2,371,929	\$ 751,583
Licenses and Permits	55,100	55,100	69,949	14,849
Intergovernmental Revenues	2,220,533	2,265,687	2,310,988	45,301
Charges for Services	101,500	101,500	174,470	72,970
Fines and Forfeits	187,000	187,000	258,151	71,151
Miscellaneous	53,300	60,300	273,985	213,685
<b>Total Revenues</b>	<u>4,237,779</u>	<u>4,289,933</u>	<u>5,459,472</u>	<u>1,169,539</u>
<b>EXPENDITURES</b>				
Current:				
General Government	1,971,598	1,971,598	1,768,425	203,173
Public Safety	2,288,135	2,333,289	2,242,986	90,303
Judicial	866,147	886,647	842,894	43,753
Health and Sanitation	220,480	220,480	185,757	34,723
Culture and Recreation	283,926	290,926	260,533	30,393
Community Support	15,000	15,000	15,000	-
Debt service	35,727	36,227	35,727	(500)
<b>Total Expenditures</b>	<u>5,681,013</u>	<u>5,754,167</u>	<u>5,351,322</u>	<u>401,845</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,443,234)</u>	<u>(1,464,234)</u>	<u>108,150</u>	<u>(1,572,384)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Contingency	(50,000)	(29,000)	-	29,000
Transfers in	799,600	799,600	799,600	-
Transfers out	(47,000)	(47,000)	(49,000)	2,000
<b>Total Other Financing Sources (Uses)</b>	<u>702,600</u>	<u>723,600</u>	<u>750,600</u>	<u>31,000</u>
<b>Net Change in Fund Balances</b>	<u>(740,634)</u>	<u>(740,634)</u>	<u>858,750</u>	<u>1,599,384</u>
<b>FUND BALANCE, July 1</b>	<u>1,019,240</u>	<u>1,019,240</u>	<u>1,116,670</u>	<u>97,430</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 278,606</u>	<u>\$ 278,606</u>	<u>\$ 1,975,420</u>	<u>\$ 1,696,814</u>

See accompanying notes.

MINERAL COUNTY, NEVADA  
DOE GRANT FUND  
STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2011

	BUDGET		ACTUAL	VARIANCE TO FINAL BUDGET
	ORIGINAL	FINAL		
<b>REVENUES</b>				
Intergovernmental revenues	\$ 635,069	\$ 635,069	\$ 234,759	\$ (400,310)
Miscellaneous	-	-	2,868	2,868
<b>Total Revenues</b>	<u>635,069</u>	<u>635,069</u>	<u>237,627</u>	<u>(397,442)</u>
<b>EXPENDITURES</b>				
Current:				
Public Safety	620,469	620,469	223,027	397,442
<b>Total Expenditures</b>	<u>620,469</u>	<u>620,469</u>	<u>223,027</u>	<u>397,442</u>
Excess (Deficiency) of Revenues over (under) Expenditures	<u>14,600</u>	<u>14,600</u>	<u>14,600</u>	-
<b>OTHER FINANCING USES:</b>				
Transfers out:				
General Fund	(14,600)	(14,600)	(14,600)	-
<b>Net Change in Fund Balances</b>	-	-	-	-
<b>FUND BALANCE, July 1</b>	-	-	-	-
<b>FUND BALANCE, June 30</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See accompanying notes.

**MINERAL COUNTY, NEVADA**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**IN LIEU OF TAXES FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**

	BUDGET		ACTUAL	VARIANCE TO FINAL BUDGET
	ORIGINAL	FINAL		
<b>REVENUES</b>				
Intergovernmental Revenues	\$ 750,000	\$ 750,000	\$ 639,682	\$ (110,318)
Miscellaneous	-	-	10,100	10,100
Total Revenues	<u>750,000</u>	<u>750,000</u>	<u>649,782</u>	<u>(100,218)</u>
<b>EXPENDITURES</b>				
Current:				
General Government	<u>1,211,000</u>	<u>1,211,000</u>	<u>144,878</u>	<u>1,066,122</u>
Total Expenditures	<u>1,211,000</u>	<u>1,211,000</u>	<u>144,878</u>	<u>1,066,122</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(461,000)</u>	<u>(461,000)</u>	<u>504,904</u>	<u>965,904</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out	<u>(775,000)</u>	<u>(775,000)</u>	<u>(775,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(775,000)</u>	<u>(775,000)</u>	<u>(775,000)</u>	<u>-</u>
Net Change in Fund Balance	<u>(1,236,000)</u>	<u>(1,236,000)</u>	<u>(270,096)</u>	<u>965,904</u>
FUND BALANCE, July 1	<u>1,264,664</u>	<u>1,264,664</u>	<u>1,047,293</u>	<u>(217,371)</u>
FUND BALANCE, June 30	<u>\$ 28,664</u>	<u>\$ 28,664</u>	<u>\$ 777,197</u>	<u>\$ 748,533</u>

See accompanying notes.

**MINERAL COUNTY, NEVADA**  
**STATEMENT OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**ROAD FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**

	BUDGET		ACTUAL	VARIANCE TO FINAL BUDGET
	ORIGINAL	FINAL		
<b>REVENUES</b>				
Intergovernmental Revenues	\$ 758,122	\$ 758,122	\$ 808,955	\$ 50,833
Charges for Services	12,000	12,000	11,955	(45)
Miscellaneous	10,000	10,000	2,205	(7,795)
<b>Total Revenues</b>	<b>780,122</b>	<b>780,122</b>	<b>823,115</b>	<b>42,993</b>
<b>EXPENDITURES</b>				
Current:				
Highways and streets	782,102	782,102	649,248	132,854
Debt service:				
Principal	25,483	25,483	26,691	(1,208)
Interest	8,968	8,968	7,760	1,208
<b>Total Expenditures</b>	<b>816,553</b>	<b>816,553</b>	<b>683,699</b>	<b>132,854</b>
<b>Net Change in Fund Balance</b>	<b>(36,431)</b>	<b>(36,431)</b>	<b>139,416</b>	<b>175,847</b>
<b>FUND BALANCE, July 1</b>	<b>635,461</b>	<b>635,461</b>	<b>609,805</b>	<b>(25,656)</b>
<b>FUND BALANCE, June 30</b>	<b>\$ 599,030</b>	<b>\$ 599,030</b>	<b>\$ 749,221</b>	<b>\$ 150,191</b>

See accompanying notes.

MINERAL COUNTY, NEVADA  
 PROPRIETY FUNDS  
 STATEMENT OF NET ASSETS  
 JUNE 30, 2011  
 (Page 1 of 2)

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			
	HAWTHORNE		OTHER	
	TOWN UTILITY	MINA TOWN	ENTERPRISE FUNDS	TOTAL
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and investments	\$ 800,935	\$ 63,575	\$ 102,153	\$ 966,663
Receivables:				
Interest	202	7	5	214
Accounts, net	101,552	6,586	1,727	109,865
Grant receivable	225,500	-	-	225,500
Miscellaneous	-	263	-	263
Due from other funds	15,615	-	-	15,615
Inventory	19,910	-	-	19,910
<b>Total Current Assets</b>	<b>1,163,714</b>	<b>70,431</b>	<b>103,885</b>	<b>1,338,030</b>
<b>Noncurrent Assets</b>				
<b>Capital Assets:</b>				
Land	4,200	16,200	3,000	23,400
Construction in progress	2,962,173	-	-	2,962,173
Buildings and improvements	275,139	-	-	275,139
Improvements other than buildings	8,014,790	-	-	8,014,790
Equipment and vehicles	1,495,418	1,906,308	2,065,637	5,467,363
	12,751,720	1,922,508	2,068,637	16,742,865
Less: Accumulated Depreciation	(5,328,069)	(910,814)	(1,940,878)	(8,179,761)
<b>Net Capital Assets</b>	<b>7,423,651</b>	<b>1,011,694</b>	<b>127,759</b>	<b>8,563,104</b>
<b>Total Assets</b>	<b>8,587,365</b>	<b>1,082,125</b>	<b>231,644</b>	<b>9,901,134</b>

MINERAL COUNTY, NEVADA  
 PROPRIETY FUNDS  
 STATEMENT OF NET ASSETS

JUNE 30, 2011

(Page 2 of 2)

BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS

	HAWTHORNE TOWN UTILITY	MINA TOWN	OTHER ENTERPRISE FUNDS	TOTAL
<b>LIABILITIES</b>				
<b>Current Liabilities</b>				
Accounts payable	\$ 13,384	\$ 1,897	\$ 968	\$ 16,249
Retainage payable	-	-	-	-
Accrued salaries	20,897	1,003	268	22,168
Compensated absences	22,249	1,202	401	23,852
Due to other funds	-	11,996	3,619	15,615
Customer deposits	8,600	600	200	9,400
<b>Total Current Liabilities</b>	<b>65,130</b>	<b>16,698</b>	<b>5,456</b>	<b>87,284</b>
<b>Long-term Liabilities</b>				
Other post-employment benefits obligations	175,291	4,608	-	179,899
Compensated absences	44,499	-	1,248	45,747
<b>Total Long-Term Liabilities</b>	<b>219,790</b>	<b>4,608</b>	<b>1,248</b>	<b>225,646</b>
<b>Total Liabilities</b>	<b>284,920</b>	<b>21,306</b>	<b>6,704</b>	<b>312,930</b>
<b>NET ASSETS</b>				
Invested in capital assets, net of related debt	7,423,651	1,011,694	127,759	8,563,104
Unrestricted	878,794	49,125	97,181	1,025,100
<b>Total Net Assets</b>	<b>\$ 8,302,445</b>	<b>\$ 1,060,819</b>	<b>\$ 224,940</b>	<b>\$ 9,588,204</b>

See accompanying notes.

MINERAL COUNTY, NEVADA  
 PROPRIETY FUNDS  
 STATEMENT OF REVENUES, EXPENSES AND  
 CHANGES IN NET ASSETS  
 FOR THE YEAR ENDED JUNE 30, 2011

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			
	HAWTHORNE TOWN UTILITY	MINA TOWN	OTHER ENTERPRISE FUNDS	TOTAL
<b>OPERATING REVENUES</b>				
Water use fees	\$ 739,498	\$ 76,320	\$ 18,259	\$ 834,077
Sewer use fees	157,788	-	-	157,788
Utility connection fees	15,517	-	-	15,517
Other use fees	258,244	-	-	258,244
Lease payments	-	-	40,198	40,198
Miscellaneous revenues	73,870	3,513	2,012	79,395
Total Operating Revenues	<u>1,244,917</u>	<u>79,833</u>	<u>60,469</u>	<u>1,385,219</u>
<b>OPERATING EXPENSES</b>				
Salaries and wages	400,836	20,133	5,240	426,209
Employee benefits	292,313	12,823	3,610	308,746
Services and supplies	366,788	31,610	11,954	410,352
Customer discounts	36,990	-	-	36,990
Bad debt expense	3,083	113	348	3,544
Depreciation	249,159	42,326	9,435	300,920
Total Operating Expenses	<u>1,349,169</u>	<u>107,005</u>	<u>30,587</u>	<u>1,486,761</u>
Operating Income (Loss)	<u>(104,252)</u>	<u>(27,172)</u>	<u>29,882</u>	<u>(101,542)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Interest income	434	49	32	515
Interest expense	(205)	-	-	(205)
Total Nonoperating Revenues (Expenses)	<u>229</u>	<u>49</u>	<u>32</u>	<u>310</u>
Income (Loss) before Capital Contributions and Transfers	<u>(104,023)</u>	<u>(27,123)</u>	<u>29,914</u>	<u>(101,232)</u>
<b>CAPITAL CONTRIBUTIONS</b>				
USDA Water Loan	232,930	-	-	232,930
ARRA New Babbit Well	36,787	-	-	36,787
CDBG Grant	976,806	-	-	976,806
CWSRF Sewer Grant	209,525	-	-	209,525
Total Capital Contributions	<u>1,456,048</u>	<u>-</u>	<u>-</u>	<u>1,456,048</u>
<b>TRANSFERS OUT</b>				
	<u>-</u>	<u>-</u>	<u>(35,000)</u>	<u>(35,000)</u>
Change in Net Assets	1,352,025	(27,123)	(5,086)	1,319,816
NET ASSETS, July 1	<u>6,950,424</u>	<u>1,087,942</u>	<u>230,026</u>	<u>8,268,392</u>
NET ASSETS, June 30	<u>\$ 8,302,449</u>	<u>\$ 1,060,819</u>	<u>\$ 224,940</u>	<u>\$ 9,588,208</u>

See accompanying notes.

MINERAL COUNTY, NEVADA  
 PROPRIETY FUNDS  
 STATEMENT OF CASH FLOWS  
 FOR THE YEAR ENDED JUNE 30, 2011  
 (Page 1 of 2)

BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS

	HAWTHORNE TOWN UTILITY	MINA TOWN	OTHER ENTERPRISE FUNDS	TOTAL
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Cash received from customers	\$ 1,207,351	\$ 76,166	\$ 75,083	\$ 1,358,600
Cash payments to suppliers for goods and services	(494,484)	(39,820)	(12,145)	(546,449)
Cash payments to employees for services	(590,669)	(20,007)	(7,677)	(618,353)
Net Cash Provided (Used) by Operating Activities	<u>122,198</u>	<u>16,339</u>	<u>55,261</u>	<u>193,798</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Transfers out	-	-	(35,000)	(35,000)
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>-</u>	<u>-</u>	<u>(35,000)</u>	<u>(35,000)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Grant revenues	1,471,938	-	-	1,471,938
Principal paid on debt	(10,683)	-	-	(10,683)
Interest paid	(205)	-	-	(205)
Acquisition of capital assets	(1,489,075)	(3,497)	-	(1,492,572)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(28,025)</u>	<u>(3,497)</u>	<u>-</u>	<u>(31,522)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Interest on investments	434	49	32	515
Net Cash Provided (Used) by Investing Activities	<u>434</u>	<u>49</u>	<u>32</u>	<u>515</u>
Net Increase (Decrease) in Cash and Cash Equivalents	94,607	12,891	20,293	127,791
CASH AND CASH EQUIVALENTS, July 1	<u>706,328</u>	<u>50,684</u>	<u>81,860</u>	<u>838,872</u>
CASH AND CASH EQUIVALENTS, June 30	<u>\$ 800,935</u>	<u>\$ 63,575</u>	<u>\$ 102,153</u>	<u>\$ 966,663</u>

See accompanying notes.

MINERAL COUNTY, NEVADA  
 PROPRIETY FUNDS  
 STATEMENT OF CASH FLOWS  
 FOR THE YEAR ENDED JUNE 30, 2011  
 (Page 2 of 2)

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS			
	HAWTHORNE TOWN UTILITY	MINA TOWN	OTHER ENTERPRISE FUNDS	TOTAL
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:				
Operating income (loss)	\$ (104,252)	\$ (27,172)	\$ 29,882	\$ (101,542)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	249,159	42,326	9,435	300,920
(Increase) decrease in:				
Receivables	1,476	(3,167)	14,628	12,937
Inventory	870	-	-	870
Increase (decrease) in:				
Payables	(24,105)	4,852	1,116	(18,137)
Customer deposits	(950)	(500)	200	(1,250)
Net Cash Provided (Used) by Operating Activities	\$ 122,198	\$ 16,339	\$ 55,261	\$ 193,798

See accompanying notes.

MINERAL COUNTY, NEVADA  
FIDUCIARY FUNDS  
STATEMENT OF FIDUCIARY NET ASSETS  
JUNE 30, 2011

ASSETS

Cash and investments

\$ 1,018,029

LIABILITIES

Due to others and governments

\$ 1,018,029

See accompanying notes.

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MINERAL COUNTY, NEVADA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2011

**NOTE 1 – Summary of Significant Accounting Policies:**

The accompanying financial statements of Mineral County, Nevada have been prepared in accordance with accounting principles generally accepted in the United States of America (GAAP), as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the standard-setting body for governmental accounting and financial reporting. The GASB periodically updates its codification of existing Governmental and Financial Reporting Standards which, along with subsequent GASB pronouncements (Statements and Interpretations), constitutes GAAP for governmental units.

**Reporting Entity:**

Mineral County is recognized by the State constitution as a corporate body and is governed by a three member Board of Commissioners. The County is fiscally independent of all other governmental entities.

Activities under the jurisdiction of other governing boards, elected or appointed, that are not financially accountable to the County as defined by the Governmental Accounting Standards Board are not considered to be a part of Mineral County government and are reported separately.

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

The government-wide financial statements (the statement of net assets and the statement of activities) report information on all of the nonfiduciary activities of the County. For the most part, the effect of interfund 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 activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operation or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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 proprietary funds are reported as separate columns in the fund financial statements.

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

**Government-Wide Financial Statements:**

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

**Governmental Fund Financial Statements:**

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current year or soon enough thereafter to pay liabilities of the current year. For this purpose, the County considers revenues to be available if they are collected within sixty days after the end of the current fiscal year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to claims and judgments, and compensated absences are recorded only when payment is due.

MINERAL COUNTY, NEVADA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2011

**NOTE 1 – Summary of Significant Accounting Policies (Continued):**

Property taxes, consolidated taxes, franchise fees, interest revenue, and charges for services associated with the current fiscal year are considered to be susceptible to accrual and have been recognized as revenues in the current year. Fines and forfeitures, as well as licenses and permits, are not susceptible to accrual as they are generally not measurable until received in cash.

The County reports the following major governmental funds:

- **General Fund** – The General Fund is the County's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- **DOE Grant Fund** – The DOE Grant Fund accounts for transactions by the County related to the nuclear projects office in Mineral County.
- **In Lieu of Taxes Fund** – The In Lieu of Taxes Fund accounts for transactions by the County related to PILT Funds received and expended by Mineral County.
- **Road Fund** – The Road Fund accounts for transactions by the County related to the streets and highways within the County.

The County reports the following major proprietary funds:

- **Hawthorne Utilities Fund**– The Utility Fund accounts for the operation of the County's water, sewer and garbage services.
- **Mina Town Utility Fund** – The Mina Town Utility Fund accounts for the water operations in the Town of Mina.

Additionally, the County reports the following fiduciary funds:

- **Agency Funds** – Agency Funds account for assets held by the County in a trustee capacity or as an agent for other governmental entities.

The government applies all applicable GASB pronouncements, as well as FASB statements and interpretations, APB opinions, and ARB's (unless those pronouncements conflict with or contradict GASB pronouncements) in accounting and reporting for its government-wide and enterprise funds.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to the general rule are charges for services between the governmental activities and business-type activities. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with the proprietary fund's principal ongoing operations. Revenues and expenses not meeting these definitions are reported as nonoperating.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

**Property Taxes:**

All real property in Mineral 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 valuation of the property and its improvements is computed at 35% of "taxable value" as defined by statute. The amount of tax levied is developed by multiplying the assessed value by the tax rate applicable to the area in which the property is located. The maximum tax rate was established in the State Constitution at \$5.00 per hundred dollars of assessed valuation; however, as a result of legislative action the tax rate was further limited to \$3.64 per \$100 of assessed valuation, except in cases of severe financial emergency as defined in NRS 354.705.

**MINERAL COUNTY, NEVADA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2011**

**NOTE 1 – Summary of Significant Accounting Policies (Continued):**

Taxes on real property are a lien on the property and attach on July 1 (the levy date) of the year for which the taxes are levied.

Taxes may be paid in four installments payable on the third Monday in August, and the first Monday in October, January, and March. Penalties are assessed if a taxpayer fails to pay an installment within ten days of the installment due date. After a two year waiting period, if the taxes remain unpaid, a tax deed is issued conveying the property to the County with a lien for back taxes and accumulated charges. Redemption may be made by the owner and such persons as described by statute by paying all back taxes and accumulated penalties, interest and costs before sale.

Secured roll property taxes receivable reflect only those taxes receivable from the last two delinquent roll years. Delinquent taxes from all roll years prior to fiscal year 2009-2010 have been written off.

Taxes on personal property are collected currently. Personal property declarations are mailed out annually and the tax is computed using percentages of taxable values established by the Department of Taxation and tax rates described above. The major classifications of personal property are commercial and mobile homes.

**Budgets and Budgetary Accounting:**

**Budget Policies:**

Mineral County adheres to the Local Government Budget and Finance Act incorporated within the statutes of the State of Nevada, which includes the following major procedures to establish the budgetary data reflected in these financial statements.

1. On or before April 15, the Mineral County Board of Commissioners files a tentative budget with the Nevada Department of Taxation, for the next fiscal year, commencing on July 1. The budget as submitted contains the proposed expenditures and means to finance them.
2. The Nevada State Department of Taxation notifies the County of its acceptance of the budget.
3. Public hearings on the tentative budget are held on the third Monday in May.
4. After all the changes have been noted and hearings closed, the Board adopts the budget on or before June 1 and files it with the Nevada Department of Taxation.
5. Formal budgetary integration in the financial records of all funds is employed to enhance management control during the year.
6. Budgets for all funds (except fiduciary funds, which are not required to be budgeted) are adopted on a basis consistent with accounting principles generally accepted in the United States of America. Appropriations lapse at year end.
7. Budget amounts within funds and between funds may be transferred if amounts do not exceed the original budget. Such transfers must be approved by the Budget Officer and/or the Board of County Commissioners, depending on established criteria. Budget augmentations in excess of original budgetary amounts may not be made without prior approval from the Mineral County Board of Commissioners following a public hearing. The budget reflected in these financial statements has been amended from original amounts in accordance with State Statute.
8. In accordance with State Statute, actual expenditures may not exceed appropriations in the various governmental functions (excluding the debt service function) in the General Fund, Special Revenue and Capital Projects Funds, except as specifically permitted by NRS 354.626. The operating and nonoperating expenses in the Proprietary Funds also may not exceed appropriations.

MINERAL COUNTY, NEVADA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2011

**NOTE 1 – Summary of Significant Accounting Policies (Continued):**

**Cash and Investments:**

Cash balances from all funds are combined and, to the extent practicable, invested as permitted by law. The County also voluntarily participates in the State of Nevada Local Government Investment Pool (LGIP).

Investments are recorded at fair value based on quoted market prices, net of accrued interest as provided by the pool sponsors.

Pursuant to NRS 355.170 and 355.167, Mineral County may only invest in the following types of securities:

- United States bonds and debentures maturing within ten (10) years from the date of purchase.
- Certain farm loan bonds.
- Securities of the United States Treasury, United States Postal Service, or the Federal National Mortgage Association maturing within (10) years from the date of purchase.
- Negotiable certificates of deposit issued by commercial banks or insured credit unions or savings and loan associations.
- Certain securities issued by local governments of the State of Nevada.
- State of Nevada Local Government Investment Pool.
- Other securities expressly provided by the other statutes, including repurchase agreements.
- Certain bankers' acceptances, commercial paper issued by a corporation organized and operating in the United States and money market mutual funds.

Investment income is allocated to funds pursuant to the provisions of NRS 355.170-175, which allow income from investments associated with one fund to be assigned to another fund.

For purposes of the statement of cash flows, cash equivalents include time deposits, certificates of deposit, and all highly liquid debt instruments with original maturities of three months or less.

**Taxes Receivable:**

Secured roll property taxes receivable reflect only those taxes receivable from the delinquent roll years. No provision for uncollectible accounts has been established since management does not anticipate any material collection loss with respect to the remaining balances.

Taxes receivable on personal property and net proceeds of mines reflect only those taxes that are known to be collectible, which generally are those collected within 60 days of year end.

**Inventory:**

The County's policy is to value inventories at the lower of cost or market, using the first-in-first-out method for the Enterprise Funds. Other County funds follow the policy of considering consumable supplies to be expenditures 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.

**Subsequent Events:**

Management has evaluated subsequent events through November 30, 2011, which is the date these financial statements were available to be issued and these financial statements have not been updated for subsequent events occurring after that date.

**MINERAL COUNTY, NEVADA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2011**

**NOTE 1 – Summary of Significant Accounting Policies (Continued):**

**Capital Assets:**

Capital assets, which include land, buildings, equipment, and infrastructure assets (i.e. roads, bridges, etc.) are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Assets are recorded at historical cost or estimated historical cost. Donated assets are recorded at their estimated fair market value on the date of donation. The County's capitalization level is \$3,000. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

All capital assets, except those held in the proprietary funds, are depreciated using the straight-line method over the following estimated useful lives:

	YEARS
Buildings and improvements	15-99
Infrastructure	20-40
Machinery and equipment	3-15

Depreciation for the proprietary funds is provided for financial reporting purposes using straight-line composite rates.

**Fund Equity:**

Beginning with fiscal year 2010-11, the County implemented GASB Statement 54 "Fund Balance Reporting and Governmental Fund Type Definitions". This statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on a government's fund balance more transparent. In the fund financial statements, the governmental funds report up to five components of fund balance, as applicable. These are: unspendable, restricted, committed, assigned and unassigned. Unspendable fund balance is reserved for portions of net resources that cannot be spent because of their form, such as inventories or prepaid items; or that cannot be spent because they must be kept intact. Restricted fund balance is reserved for the portion of net resources that have externally enforceable limitations on use, such as those imposed by creditors, grantors, contributors, or laws of external entities. Committed fund balance is reserved for the portion of net resources that have had self-imposed limitations set in place by formal action of the governing board. Assigned fund balance is reserved for the portion of net resources that have an intended use established by the governing board or a designated official. Unassigned fund balance is for the portion of net resources that does not meet the criteria to be placed in any of the other components of fund balance.

At June 30, 2011, the General Fund had \$882,874 in restricted fund balance allocated to the 2011-12 budget. The Road Fund has \$749,221 restricted by legislation for road maintenance or improvements. The In Lieu of Taxes Fund had committed fund balance of \$777,197 for future Board allocations. Nonmajor governmental funds had \$710,127 in restricted fund balances for various purposes, \$977,889 committed fund balances per Board and fund resolutions and \$52,990 assigned fund balance for capital projects.

When an expenditure is incurred for which both restricted and unrestricted fund balance is available, the County considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances 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 has provided otherwise in its commitment or assignment actions.

**Net Assets:**

Net Assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consist of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowing used for acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitation on their use either through enabling legislation adopted by the County or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments. The County applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available.

At June 30, 2011, the Governmental Activities had \$1,935,434 in net assets restricted by state statute (statutory) or donors for specific purposes. Major components of the restricted net assets include \$52,990 for capital projects, \$1,030,856 for road maintenance or improvements, \$554,130 for public safety and \$297,458 for general government functions. There were no Business Activities restricted net assets.

MINERAL COUNTY, NEVADA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2011

**NOTE 1 – Summary of Significant Accounting Policies (Continued):**

Estimates:

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires the use of estimates based on management's knowledge and experience. Due to their prospective nature, actual results could differ from those estimates.

Compensated Absences:

In the proprietary funds, compensated absences are recognized as expenses when the benefits are earned. In the governmental funds, the current portion is recorded as a payroll expenditure. The long-term portion is accounted for in the governmental column of the government-wide Statement of Net Assets.

**NOTE 2 – Stewardship, Compliance and Accountability:**

Mineral County conformed to all significant statutory constraints on its financial administration during the year.

**NOTE 3 – Cash and Investments:**

Mineral County maintains a cash and investment pool that is available for use by all funds. At June 30, 2010, this pool is displayed by governmental and business activities on the Statement of Net Assets as "Cash and Investments."

The following is a listing of cash deposits indicating collateral or insurance on those deposits. The bank balance differs from the carrying amount by outstanding checks and deposits in transit.

	Carrying Amount	Bank Balance
Insured (FDIC)	\$ 250,000	\$ 256,100
Insured (ASI)	25,612	25,612
Collateralized, collateral held by County's agent in County's name	5,364,484	5,850,871
	\$ 5,640,096	\$ 6,132,583

Investments are carried at fair value. The following is a listing of those investments indicating insurance, collateral, or securities held on those investments through Bank of America:

	Carrying Amount
Investments:	
State of Nevada Local Government Investment Pool:	
Held by Mineral County	\$ 2,242,259
Total Cash (Carrying Amount)	5,640,096
Total Cash and Investments	\$ 7,882,355

MINERAL COUNTY, NEVADA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2011

**NOTE 3 – Cash and Investments (Continued):**

As of June 30, 2011, the County had the following investment:

Investment Type	Maturities (average weighted maturity)	Fair Value
State of Nevada Local Government Investment Pool	69 Days	\$ 2,242,259

Mineral County is a voluntary participant in the State of Nevada Local Government Investment Pool (LGIP), which has regulatory oversight from the State of Nevada Board of Finance. Wells Fargo determines the fair value of the LGIP's investments on a monthly basis.

The County's investment in the LGIP discussed above is equal to its original investment plus monthly allocation of interest income and realized and unrealized gains and losses, which is the same as the value of pool shares.

As noted, Nevada Revised Statutes (NRS 355.170) set forth acceptable investments for Nevada local governments. The County has not adopted a formal investment policy that would further limit its investment choices nor 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. As noted above, the County does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from the 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 investments. The LGIP is an unrated external investment pool and as noted above the County does not have a formal investment policy that specifies minimum acceptable credit ratings.

*Custodial Credit Risk on 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 Federal Deposit Insurance Corporation (FDIC) insurance, ASI and collateralized by the County's agent in the County's name.

**NOTE 4 – Capital Assets:**

A summary of changes in capital assets for the year ended June 30, 2011 follows:

	Balance July 1, 2010	Additions	Deletions	Balance June 30, 2011
<b>Governmental Activities:</b>				
Capital assets, not being depreciated:				
Land	\$ 722,730	\$ 13,600	\$ -	\$ 736,330
Construction in progress	63,384	-	63,384	-
<b>Total Capital Assets, Not Being Depreciated</b>	<b>786,114</b>	<b>13,600</b>	<b>63,384</b>	<b>736,330</b>
Capital Assets Being Depreciated:				
Buildings	3,929,479	-	-	3,929,479
Improvements other than buildings	1,221,519	13,200	-	1,234,719
Equipment	5,109,626	203,299	101,171	5,211,754
Infrastructure	4,085,126	-	-	4,085,126
<b>Total Capital Assets Being Depreciated</b>	<b>14,345,750</b>	<b>216,499</b>	<b>101,171</b>	<b>14,461,078</b>
<b>Total Capital Assets</b>	<b>15,131,864</b>	<b>230,099</b>	<b>164,555</b>	<b>15,197,408</b>

MINERAL COUNTY, NEVADA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2011

NOTE 4 -- Capital Assets (Continued):

Less accumulated depreciation for:				
Buildings	(960,665)	(30,631)	-	(991,296)
Improvements other than buildings	(1,036,198)	(41,822)	(38,139)	(1,039,881)
Equipment	(4,266,608)	(268,472)	(42,336)	(4,492,744)
Infrastructure	(461,014)	(84,973)	-	(545,987)
	<u>(6,724,485)</u>	<u>(425,898)</u>	<u>(80,475)</u>	<u>(7,069,908)</u>
Total Accumulated Depreciation				
Governmental Activities Capital Assets, Net	<u>\$ 8,407,379</u>	<u>\$ (195,799)</u>	<u>\$ 84,080</u>	<u>\$ 8,127,500</u>

	Balance July 1, 2010	Additions	Deletions	Balance June 30, 2011
Business-Type Activities:				
Capital assets, not being depreciated:				
Land	\$ 23,400	-	-	\$ 23,400
Construction in progress	1,498,153	1,464,020	-	2,962,173
	<u>1,521,553</u>	<u>1,464,020</u>	<u>-</u>	<u>2,985,573</u>
Total Capital Assets, Not Being Depreciated				
Other capital assets:				
Buildings and improvements	276,380	-	-	276,380
Garbage collection equipment	742,141	4,565	-	746,706
General equipment	693,327	23,986	-	717,313
Water distribution system	9,187,522	-	-	9,187,522
Sewer system	1,190,006	-	-	1,190,006
Transmission and distribution plant leased to Sierra Pacific Power	1,608,818	-	-	1,608,818
General plant leased to Sierra Pacific Power Co.	30,546	-	-	30,546
	<u>13,728,740</u>	<u>28,551</u>	<u>-</u>	<u>13,757,291</u>
Total Capital Assets Being Depreciated				
Total Capital Assets	<u>15,250,293</u>	<u>1,492,571</u>	<u>-</u>	<u>16,742,864</u>
Less accumulated depreciation for:				
Buildings and improvements	(204,437)	(5,975)	-	(210,412)
Garbage collection equipment	(497,658)	(29,772)	-	(527,430)
General equipment	(309,980)	(11,584)	-	(321,564)
Water distribution system	(4,289,330)	(190,850)	-	(4,480,180)
Sewer system	(995,169)	(62,499)	-	(1,057,668)
Transmission and distribution plant leased to Sierra Pacific Power Co.	(1,551,720)	(240)	-	(1,551,960)
General plant leased to Sierra Pacific Power Co.	(30,546)	-	-	(30,546)
	<u>(7,878,840)</u>	<u>(300,920)</u>	<u>-</u>	<u>(8,179,760)</u>
Total Accumulated Depreciation				
Business-Type Activities Capital Assets, Net	<u>\$ 7,371,453</u>	<u>\$ 1,191,651</u>	<u>\$ -</u>	<u>\$ 8,563,104</u>

MINERAL COUNTY, NEVADA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2011

**NOTE 4 – Capital Assets (Continued):**

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

Governmental activities:		
General government	\$	147,651
Judicial		6,351
Public safety		161,418
Highways and streets		53,100
Health and sanitation		12,386
Culture and recreation		18,783
Community support		26,209
<b>Total Depreciation Expense – Governmental Activities</b>	<b>\$</b>	<b>425,898</b>
Business-Type Activities:		
Utilities	\$	300,680
Power systems		240
<b>Total Depreciation Expense – Business-Type Activities</b>		<b>\$300,920</b>

**NOTE 5 – Defined Benefit Pension Plan:**

Plan Description: Mineral County contributes to the Public Employees Retirement System of the State of Nevada (PERS), a cost sharing, multiple employer, defined benefit plan administered by the Public Employees Retirement System of the State of Nevada. PERS provides retirement benefits, disability benefits, and death benefits, including annual cost of living adjustments, to plan members and their beneficiaries. Chapter 286 of the Nevada Revised Statutes establishes the benefit provisions provided to the participants of PERS. These benefit provisions may only be amended through legislation. The Public Employees Retirement System of the State of Nevada issues a publicly available financial report that includes financial statements and required supplementary information for PERS. That report may be obtained by writing to the Public Employees Retirement System of the State of Nevada, 693 West Nye Lane, Carson City, Nevada 89703-1599 or by calling (775)687-4200.

Funding Policy: Plan members are funded under the employer paid contribution plan: under this method, the County is required to contribute all amounts due under the plan. The contribution requirements of plan members and the County are established by Chapter 286 of the Nevada Revised Statutes. Employer and employee contribution rates may only be amended through legislation. The County's contribution rates and amounts for the last three years are as follows:

Fiscal Year	Contribution Rate		Total Contribution
	Regular Member	Police/Fire	
2010-11	21.50%	37.00%	\$ 874,333
2009-10	21.50%	37.00%	\$ 873,705
2008-09	20.50%	33.50%	\$ 808,013

**NOTE 6 – Contingencies:**

Mineral County Power System:

Article V, Section 6, of the lease with Sierra Pacific Power Company provides that upon the expiration or termination of the lease, Sierra Pacific Power Company and the Mineral County Power System shall agree upon the fair value of the Sierra Pacific Power Company's net investment in the leasehold area and that such fair value shall be deemed a debt owed by the System to Sierra Pacific Power Company. Net investment in the leasehold area, as defined in the lease agreement, means replacements of leased property and additions in the leasehold area less related accumulated depreciation. As of December 31, 2010, the net investment by Sierra Pacific Power Company in the leasehold area was reported as follows:

MINERAL COUNTY, NEVADA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2011

**NOTE 6 – Contingencies (Continued):**

	December 31, 2010
Sierra Pacific Power Co. assets in leasehold area	\$ 10,600,603
Less: accumulated depreciation	7,138,867
Net Investment in Leasehold Area	\$ 3,461,736

Claims and Lawsuits Involving Mineral County:

Lawsuits and/or claims are presently pending against Mineral County. The financial impact of these actions is not determinable at June 30, 2011, but in the opinion of management and legal counsel, any resulting uninsured liability will not materially affect the financial position or results of operations of the County.

**NOTE 7 – Interfund Balances and Transfers:**

The composition of interfund balances which are to meet needs of the different funds as of June 30, 2011 as follows:

Interfund Transfers			
	General Fund	Non Major Governmental Funds	Total
Transfers Out			
General Fund	\$ -	\$ 44,000	\$ 44,000
DOE Grant Fund	14,600	-	14,600
In Lieu of Taxes Fund	750,000	25,000	775,000
Nonmajor Governmental Funds	-	98,299	98,299
Mineral County Power Systems	35,000	-	35,000
	\$ 799,600	\$ 167,299	\$ 966,899

**NOTE 8 – Landfill Closure and Post-closure Care Costs:**

Federal and state laws and regulations require Mineral County to place a final cover and perform certain maintenance and monitoring functions at the landfill site in Hawthorne for 30 years after closure. In addition to operating expenses related to current activities at the landfill, an amount is being recognized in long-term obligations based on the future closure and postclosure care costs that will be incurred near or after the date the landfill no longer accepts waste. Recognition of liability for closure and post closure costs is based on landfill capacity used to date. This liability at June 30, 2011, \$945,210 is reported in governmental activities. It is estimated that the landfill will be used for an additional sixty one years and that at June 30, 2011; approximately 45 percent of its capacity has been utilized. The County passes the EPA "financial assurance test" for local governments, and will self-assure payment for its obligations for closure, post closure, and corrective care costs. The estimated total current cost of closure and post closure care, \$2,178,907, has been calculated in 2011 dollars in accordance with current federal and state regulations and will be adjusted each year for the effects of inflation or deflation.

**NOTE 9 – Restated Fund Balance – General Fund:**

Due to the implementation of GASB 54, the Unemployment Compensation Trust Fund was required to be combined into the General Fund as it did not meet the requirement to be a separate special revenue fund under GASB 54. The restated beginning fund balance of the General Fund was \$4,278. In the government-wide financial statements, the General Fund information is combined.

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MINERAL COUNTY, NEVADA  
 NOTES TO FINANCIAL STATEMENTS  
 JUNE 30, 2011

**NOTE 10 - Long-Term Obligations**

<u>Governmental Activities:</u>	<u>Date of Issue</u>	<u>Original Note/Issue</u>	<u>Interest Rate</u>	<u>Interest Maturing During Period</u>
<u>Notes Payable</u>				
Capital Projects Fund, annual payment \$52,134	10/06	\$ 257,267	4.88%	\$ 6,943
General Fund, annual payment \$35,727	9/09	130,786	6.25%	5,941
Road Fund, annual payment \$34,451	05/08	247,980	4.74%	7,760
				<u>20,644</u>
<u>Other Long-Term Obligations</u>				
Landfill closure costs payable	N/A	N/A	N/A	-
Other post-employment benefits obligations	N/A	N/A	N/A	-
Compensated absences	N/A	N/A	N/A	-
				<u>\$ 20,644</u>
<u>Business-Type Activities:</u>				
<u>Note Payable</u>				
Hawthorne Utilities-Garbage, monthly payments of \$1,408	03/06	74,191	5.25%	\$ 206
<u>Other Long-Term Obligations</u>				
Other post-employment benefits obligations	N/A	N/A	N/A	-
Compensated absences	N/A	N/A	N/A	-
				<u>\$ 206</u>

Principal Outstanding July 1	Issued or Ratified During Period	Maturing/ Defeased During Period	Principal Outstanding June 30	Payment Due in 2010-2011		Date of Final Payment
				Principal	Interest	
\$ 142,294	\$ -	\$ 45,190	\$ 97,104	\$ 47,395	\$ 4,739	10/12
95,059	-	29,786	65,273	31,648	4,080	09/12
164,794	-	26,691	138,103	27,955	6,495	05/13
<u>402,147</u>	<u>-</u>	<u>101,667</u>	<u>300,480</u>	<u>106,998</u>	<u>15,314</u>	
840,423	104,787	-	945,210	-	-	
723,660	743,232	-	1,466,892	-	-	
374,661	143,854	183,863	334,652	191,077	-	
<u>1,938,744</u>	<u>248,641</u>	<u>183,863</u>	<u>2,746,754</u>	<u>191,077</u>	<u>-</u>	
<u>\$ 2,340,891</u>	<u>\$ 248,641</u>	<u>\$ 285,530</u>	<u>\$ 3,047,234</u>	<u>\$ 298,075</u>	<u>\$ 15,314</u>	
<u>\$ 10,683</u>	<u>\$ -</u>	<u>\$ 10,683</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	3/11
85,253	94,646	-	179,899	-	-	
50,121	36,100	16,622	69,599	-	-	
<u>135,374</u>	<u>130,746</u>	<u>16,622</u>	<u>249,498</u>	<u>-</u>	<u>-</u>	
<u>\$ 146,057</u>	<u>\$ 130,746</u>	<u>\$ 27,305</u>	<u>\$ 249,498</u>	<u>\$ -</u>	<u>\$ -</u>	

**MINERAL COUNTY, NEVADA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2011**

**NOTE 10 – Long-Term Obligations (Continued):**

The annual requirements to amortize the debt are as follows:

Year Ending June 30	Governmental Activities	
	Principal	Interest
2012	\$ 106,998	\$ 15,314
2013	193,482	9,698
<b>Total</b>	<b>\$ 300,480</b>	<b>\$ 25,012</b>

**New Financing**

April 6, 2011, The County authorized issuance of the Mineral County, Nevada, Water Revenue Interim Debenture, Series 2011 for an amount of \$3,699,000 in order to finance funding for capital improvements to the Hawthorne Utilities' water system. The debenture bears interest at the BBA LIBOR Daily Floating Rate, plus 2.6% payable on April 15 and October 15. Upon completion of the project, the debenture will be purchased by the United States Department of Agriculture, Rural Development and the loan will be in the form of a water revenue bond secured by revenue from future water billings. As of June 30, 2011, the amount of \$232,112 has been drawn against the debenture.

**NOTE 11 – Risk Management and Concentration of Credit Risk:**

Nevada Public Agency Insurance Pool:

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, school districts, county-owned hospitals and special districts) throughout the State of Nevada to create a pool under the Nevada Interlocal Cooperation Act. The Nevada Public Agency Insurance Pool (the "Pool") is a public entity risk pool currently operating as a common risk management and insurance program for its members.

The County pays an annual premium and specific deductibles, as necessary, to the Pool for its general insurance coverage. The Pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$10,000,000 per event and a \$13,000,000 general aggregate per member. The County pays premiums based on payroll costs to the PACT.

Maximum coverage is as follows:

Property	\$300,000,000	All risks of physical loss or damage to all real and personal property
General liability, law enforcement, automobile liability and wrongful acts	10,000,000	Any one event
General liability	13,000,000	Annual aggregate
Products/completed operations	12,500,000	Annual aggregate
Law enforcement liability	13,000,000	Annual aggregate
Wrongful acts	10,000,000	Annual aggregate
Employee dishonesty/faithful performance	500,000	Each loss
Money & securities (inside)	250,000	Each loss
Money & securities (outside)	250,000	Each loss
Money orders and counterfeit currency	250,000	Each loss
Depositors forgery	250,000	Each loss
Boiler and machinery	60,000,000	Each accident

MINERAL COUNTY, NEVADA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2011

**NOTE 11 – Risk Management and Concentration of Credit Risk (Continued):**

The County continues to carry commercial insurance for other risks of loss, including specific risks of loss not covered by the Pool 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.

Public Agency Compensation Trust:

The County has entered into an agreement with PACT (Public Agency Compensation Trust), a self-insured association for workers' compensation coverage. The purpose of the County's participation is to enhance its ability to control costs and to better serve and protect its employees.

PACT is bound by statute as defined in NRS 616A-616D. The County pays an annual assessment to PACT based on a percentage of its annual remuneration. There is a pooled self-insured retention of \$350,000 for each and every loss and/or claim and/or occurrence other than police, fire, and ambulance and \$600,000 each and every loss and/or claim and/or occurrence for police, fire, and ambulance. The indemnity above and beyond the retention amount for each accident or each employee for disease is covered by excess insurance. There is no deductible amount paid by the County for each accident/loss.

**NOTE 12 – Other Post-Employment Benefits:**

The County provides other post employment benefits (OPEB) for eligible retired employees through either participation in the State of Nevada's Public Employee Benefit Plan (PEBP) as per NRS 287.023, or through participation in the County's health insurance program, as per County personnel policies.

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

Benefit provisions for the MCHBP are established pursuant to NRS 287.023 and amended through negotiations between the County and the respective associations. The plan provides healthcare insurance for eligible retirees and their beneficiaries through the County's group health insurance plan, which covers both active and retired members. Under NRS 287.023, eligible retirees are able to participate in the plan with blended rates, thereby benefitting from an implicit subsidy. Retirees are required to pay 100% of their premiums under the plan. As of June 30, 2011, 25 retirees were using this plan. The MCHBP does not issue a publicly available financial report.

Benefit provisions for the PEBP are administered by the State of Nevada. NRS 287.041 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 November 28, 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 sunsetted the option to join PEBP for County employees who retired after November 28, 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 the plan. As of June 30, 2011, 34 County retirees were utilizing this benefit. PEBP issues a publicly available financial report. The report may be obtained by writing to Public Employees Benefits Program, 901 S. Stewart Street, Suite 1001, Carson City, NV 89701, by calling 775.684.7000 or by accessing the website at [www.pebp.state.nv.us/informed/financial.htm](http://www.pebp.state.nv.us/informed/financial.htm).

*Funding Policy:* For MCHBP, contribution requirements of the plan members and the County are established and may be amended through negotiations between the County and various employee groups. Retirees pay 100% of the pay-as-you-go premiums based on a blended rate that blends active participants and retirees. The County's contribution requirements for retirees relate to the implicit and premium subsidies that results from using the blended rates and is determined in actuarial studies contracted for by the County. The County did not prefund any future benefits.

For the 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. The unsubsidized nonstate retiree plan premiums in effect for fiscal year 2010 ranged from \$323 to \$736, depending on the type of plan chosen. 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

**MINERAL COUNTY, NEVADA**  
**NOTES TO FINANCIAL STATEMENTS**  
**JUNE 30, 2011**

**NOTE 12 – Other Post-Employment Benefits (Continued):**

available. For the plan year ended June 30, 2011, retirees qualified for a subsidy of \$79 at five years of service and \$436 at twenty years of service, with incremental increases for years of service in between. 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 2011, the County contributed \$249,692 to the plan, equal to required contributions. The County did not prefund future benefits.

*Annual OPEB Cost and Net OPEB Obligation.* The County's annual other postemployment benefit (OPEB) cost (expense) for the plans is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with parameters of GASB Statement 45-*Accounting and Financial Reporting by Employers for Postemployment Plans Other than Pension Plans* (GASB). 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.

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plans, and the net OPEB obligations, by plan, for fiscal year 2011 and 2010 were as follows:

	<u>Fiscal Year End</u>	<u>Annual OPEB Cost (Entry Age Normal Cost Method)</u>	<u>Employer Contributions</u>	<u>Percentage of Annual OPEB Contributed</u>	<u>Net OPEB Obligation</u>
MCHBP	June 30, 2011	\$ 1,073,448	\$ 249,692	23%	\$ 823,756
PEBP	June 30, 2011	80,091	65,969	82%	14,122
		<u>\$ 1,153,539</u>	<u>\$ 315,661</u>		<u>\$ 837,878</u>
MCHBP	June 30, 2010	\$ 1,006,058	\$ 221,362	22%	\$ 784,696
PEBP	June 30, 2010	78,998	54,781	69%	24,217
		<u>\$ 1,085,056</u>	<u>\$ 276,143</u>		<u>\$ 808,913</u>

Note that fiscal year 2010 is the first year of prospective implementation of GASB 45, *Accounting and Financial Reporting by Employers for Postemployment Benefit Plans Other Than Pension Plans*; therefore, prior year information is unavailable.

The net OPEB obligation (NOPEBO) as of June 30, 2011, was calculated as follows:

	<u>MCHBP</u>	<u>PEBP</u>	<u>Total</u>
<b>Determination of Annual Required Contribution:</b>			
Normal cost	\$ 569,099	\$ -	\$ 569,099
Amortization of Unfunded Actuarial Accrued Liability (UAAL)	505,073	80,548	585,621
	<u>\$1,074,172</u>	<u>\$ 80,548</u>	<u>\$1,154,720</u>
<b>Determination of Net OPEB Obligation:</b>			
Annual Required Contribution (ARC)	\$ 1,074,172	\$ 80,548	\$1,154,720
Interest on net OPEB obligation	31,388	969	32,357
Adjustment to annual required contribution	(32,112)	(1,426)	(33,538)
Annual OPEB cost (expense)	1,073,448	80,091	1,153,539
Employer contributions made	249,692	65,969	315,661
Net OPEB obligation – beginning of the year	784,696	24,217	808,913
Net OPEB obligation – end of year	<u>\$ 1,608,452</u>	<u>\$ 38,339</u>	<u>\$ 1,646,791</u>

MINERAL COUNTY, NEVADA  
NOTES TO FINANCIAL STATEMENTS  
JUNE 30, 2011

**NOTE 12 – Other Post-Employment Benefits (Continued):**

*Funded Status and Funding Progress:* The funded status of the plans as of June 30, 2011 were as follows:

	MCHBP	PEBP	Total
Accrued actuarial liability (AAL)(a)	\$ 12,835,855	\$1,422,718	\$14,258,574
Actuarial value of plan assets (b)	-	-	-
Unfunded Actuarial Accrued Liability (a) – (b)	\$ 12,835,855	\$1,422,718	\$14,258,574
Funded Ratio (b) / (a)	0%	0%	
Covered payroll (c)	\$ 3,208,378	N/A	
Unfunded Actuarial Accrued Liability as a Percentage of Covered Payroll $([(a)-(b)] / (c))$	400%	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 to past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. 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 December 21, 2010 actuarial valuation were as follows:

	MCHBP	PEBP
Actuarial valuation date	December 21, 2010	December 21, 2010
Actuarial cost method	Entry Age Normal Cost	Entry Age Normal Cost
Amortization method	Level Percentage of Payroll	Level Percentage of Payroll
Amortization period (open)	30 years	30 years
Asset valuation method	Market Value	Market Value
Actuarial Assumptions:		
Investment rate of return	4%	4%
Projected overall salary increase	4%	4%
Medical Healthcare inflation rate*	8.5%	8.5%
Dental Healthcare inflation rate**	4.5%	4.5%

\*Decreasing 1% each year until ultimate rate of 5% is reached in.

\*\*Decreasing .5% each year until ultimate trend rate of 4.5% is reached in 2015.

MINERAL COUNTY, NEVADA  
 REQUIRED SUPPLEMENTARY INFORMATION  
 JUNE 30, 2011

SCHEDULE OF FUNDING PROGRESS - OTHER POSTEMPLOYMENT BENEFITS

	ACTUARIAL VALUATION DATE	ACTUARIAL VALUE OF ASSETS (a)	ACTUARIAL ACCRUED LIABILITY (AAL) - ENTRY AGE NORMAL COST (b)	UNFUNDED AAL (UAAL) (b-a)	FUNDED RATIO (a/b)	COVERED PAYROLL (c)	UAAL AS OF PERCENTAGE OF COVERED PAYROL ((b-a)/c)
MCHBP	December 21, 2010	\$ -	\$ 12,835,855	\$ 12,835,855	0%	\$ 3,208,378	400%
PEBP	December 21, 2010	-	1,422,718	1,422,718	0%	-	-

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**  
**(PAGE 1 OF 9)**

REVENUES	BUDGET	ACTUAL	VARIANCE	2010
<b>Taxes:</b>				
Real rolls	\$ 1,371,400	\$ 1,386,870	\$ 15,470	\$ 1,392,557
Personal property	248,946	312,390	63,444	310,518
Net proceeds of mines	-	672,669	672,669	202,742
<b>Subtotal, Taxes</b>	<b>1,620,346</b>	<b>2,371,929</b>	<b>751,583</b>	<b>1,905,817</b>
<b>Licenses and permits:</b>				
<b>Business licenses and permits:</b>				
Business licenses	12,000	17,770	5,770	16,460
Liquor licenses	600	720	120	705
County gaming licenses	9,500	7,541	(1,959)	10,592
<b>Nonbusiness licenses and permits:</b>				
Marriage licenses	600	399	(201)	588
Other licenses	12,300	11,167	(1,133)	13,989
Building permits	18,000	31,827	13,827	27,609
Mobile home permits	100	75	(25)	123
Other permits	2,000	450	(1,550)	900
<b>Subtotal, Licenses and Permits</b>	<b>55,100</b>	<b>69,949</b>	<b>14,849</b>	<b>70,966</b>
<b>Intergovernmental:</b>				
<b>Federal grants:</b>				
Emergency Management Grant	18,000	19,509	1,509	21,545
Child Support Enforcement	70,000	76,256	6,256	80,546
<b>State shared revenues:</b>				
State gaming licenses	140,000	145,085	5,085	146,757
Consolidated tax distribution	1,976,633	2,018,984	42,351	2,215,212
<b>Other grants:</b>				
Substance Abuse Grant	7,420	7,420	-	17,106
Miscellaneous Grants	9,900	-	(9,900)	42,122
L.E.P.C. Grant	27,169	27,169	-	19,990
Truancy Contract Revenue Grant	6,000	6,000	-	6,000
Joining Forces Grant	10,565	10,565	-	-
<b>Subtotal, Intergovernmental Revenues</b>	<b>2,265,687</b>	<b>2,310,988</b>	<b>45,301</b>	<b>2,549,278</b>

MINERAL COUNTY, NEVADA  
 SCHEDULE OF REVENUES, EXPENDITURES  
 AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL  
 GENERAL FUND  
 FOR THE YEAR ENDED JUNE 30, 2011  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)  
 (PAGE 2 OF 9)

	BUDGET	ACTUAL	VARIANCE	2010
Charges for services:				
Clerk fees	\$ 8,000	\$ 9,938	\$ 1,938	\$ 8,523
Recorder fees	48,000	51,767	3,767	45,239
Candidate fees	500	-	(500)	1,320
Assessor commissions	25,000	84,343	59,343	55,980
Library fees	3,500	4,796	1,296	4,372
Legal aid fees	1,000	1,489	489	1,189
District court reimbursements	4,500	10,870	6,370	7,197
Sheriff fees	4,000	4,099	99	2,655
Prisoner room and board	-	400	400	-
Justice of Peace fees	-	114	114	153
Cemetery charges	4,000	3,600	(400)	4,950
Analysis fees	2,000	1,942	(58)	2,337
Blue-line printer	500	682	182	540
Child support	500	430	(70)	510
	<u>101,500</u>	<u>174,470</u>	<u>72,970</u>	<u>134,965</u>
Subtotal, Charges for Services				
Fines and forfeits:				
Fines:				
Library fines	1,000	1,755	755	619
Delinquent fines	30,000	31,833	1,833	19,246
Juvenile punishment	1,000	549	(451)	1,368
Forfeits:				
Bail:				
Hawthorne	140,000	208,325	68,325	191,908
Walker Lake Tribal	15,000	15,689	689	15,890
	<u>187,000</u>	<u>258,151</u>	<u>71,151</u>	<u>229,031</u>
Subtotal, Fines and Forfeits				
Miscellaneous:				
Interest earnings	5,000	4,183	(817)	3,476
Other:				
Other property sales	-	53,810	53,810	-
Geothermal revenue	-	107,065	107,065	72,400
Tax penalties and interest	30,000	58,394	28,394	84,967
Public Defender reimbursement	2,500	993	(1,507)	1,969
Miscellaneous reimbursements	5,000	26,296	21,296	28,495
Senior citizens property tax rebates	-	388	388	464
Cable TV lease	8,600	10,021	1,421	9,543
Miscellaneous	9,200	12,835	3,635	67,162
	<u>60,300</u>	<u>273,985</u>	<u>213,685</u>	<u>268,476</u>
Subtotal, Miscellaneous				
Total Revenues	<u>4,289,933</u>	<u>5,459,472</u>	<u>1,169,539</u>	<u>5,158,533</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**  
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EXPENDITURES	BUDGET	ACTUAL	VARIANCE	2010
General government:				
Legislative:				
County Commissioners:				
Salaries and wages	\$ 67,307	\$ 67,584	\$ (277)	\$ 67,077
Employee benefits	32,198	29,916	2,282	29,063
Services and supplies	5,640	1,659	3,981	9,032
Subtotal, Legislative	<u>105,145</u>	<u>99,159</u>	<u>5,986</u>	<u>105,172</u>
Elections:				
Election:				
Salaries and wages	1,740	198	1,542	-
Employee benefits	70	6	64	-
Services and supplies	21,300	15,642	5,658	11,293
Subtotal, Elections	<u>23,110</u>	<u>15,846</u>	<u>7,264</u>	<u>11,293</u>
Finance:				
Clerk-Treasurer:				
Salaries and wages	157,685	151,400	6,285	150,071
Employee benefits	76,798	67,007	9,791	68,637
Services and supplies	16,100	11,948	4,152	13,100
Subtotal, Clerk-Treasurer	<u>250,583</u>	<u>230,355</u>	<u>20,228</u>	<u>231,808</u>
Recorder-Auditor:				
Salaries and wages	164,496	163,730	766	159,351
Employee benefits	79,512	75,520	3,992	72,050
Services and supplies	4,850	6,863	(2,013)	3,534
Subtotal, Recorder-Auditor	<u>248,858</u>	<u>246,113</u>	<u>2,745</u>	<u>234,935</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**  
**(PAGE 4 OF 9)**

	BUDGET	ACTUAL	VARIANCE	2010
<b>Assessor:</b>				
Salaries and wages	\$ 138,254	\$ 121,279	\$ 16,975	\$ 130,243
Employee benefits	58,391	39,107	19,284	43,999
Services and supplies	18,800	18,232	568	16,809
<b>Subtotal, Assessor</b>	<b>215,445</b>	<b>178,618</b>	<b>36,827</b>	<b>191,051</b>
<b>Subtotal, Finance</b>	<b>714,886</b>	<b>655,086</b>	<b>59,800</b>	<b>657,794</b>
<b>Other:</b>				
<b>Planning and Zoning:</b>				
Salaries and wages	13,000	8,850	4,150	9,581
Employee benefits	1,000	565	435	560
Services and supplies	13,500	2,416	11,084	5,992
<b>Subtotal, Planning and Zoning</b>	<b>27,500</b>	<b>11,831</b>	<b>15,669</b>	<b>16,133</b>
<b>Buildings and Grounds:</b>				
Salaries and wages	25,424	20,325	5,099	28,044
Employee benefits	15,358	14,272	1,086	15,374
Services and supplies	130,100	117,897	12,203	116,904
<b>Subtotal, Building and Grounds</b>	<b>170,882</b>	<b>152,494</b>	<b>18,388</b>	<b>160,322</b>
<b>Building Department:</b>				
Salaries and wages	42,488	38,951	3,537	41,884
Employee benefits	20,240	18,628	1,612	19,166
Services and supplies	5,400	3,311	2,089	4,810
Capital outlay	-	-	-	-
<b>Subtotal, Building Department</b>	<b>68,128</b>	<b>60,890</b>	<b>7,238</b>	<b>65,860</b>
<b>Maintenance Department:</b>				
Salaries and wages	95,873	89,260	6,613	87,770
Employee benefits	51,111	46,819	4,292	44,731
Services and supplies	15,133	12,883	2,250	14,778
<b>Subtotal, Maintenance Department</b>	<b>162,117</b>	<b>148,962</b>	<b>13,155</b>	<b>147,279</b>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**  
**(PAGE 5 OF 9)**

	BUDGET	ACTUAL	VARIANCE	2010
<b>General Expenses:</b>				
Services and supplies	\$ 75,130	\$ 68,896	\$ 6,234	\$ 91,029
Subtotal, General Expenses	<u>75,130</u>	<u>68,896</u>	<u>6,234</u>	<u>91,029</u>
<b>Miscellaneous:</b>				
Employee benefits	301,100	256,867	44,233	233,373
Services and supplies	323,600	298,394	25,206	341,416
Subtotal, Miscellaneous	<u>624,700</u>	<u>555,261</u>	<u>69,439</u>	<u>574,789</u>
Subtotal, Other	<u>1,128,457</u>	<u>998,334</u>	<u>130,123</u>	<u>1,055,412</u>
Total General Government	<u>1,971,598</u>	<u>1,768,425</u>	<u>203,173</u>	<u>1,829,671</u>
<b>Public Safety:</b>				
<b>Sheriff:</b>				
Salaries and wages	834,871	868,713	(33,842)	822,845
Employee benefits	508,634	495,935	12,699	468,815
Services and supplies	223,800	174,005	49,795	218,561
Capital outlay	-	-	-	130,786
Subtotal, Sheriff	<u>1,567,305</u>	<u>1,538,653</u>	<u>28,652</u>	<u>1,641,007</u>
<b>Jail:</b>				
Salaries and wages	170,644	151,371	19,273	198,015
Employee benefits	143,433	102,544	40,889	126,189
Services and supplies	63,800	77,978	(14,178)	56,738
Subtotal, Jail	<u>377,877</u>	<u>331,893</u>	<u>45,984</u>	<u>380,942</u>
<b>Fire:</b>				
<b>Fire Protection (Schurz):</b>				
Employee benefits	3,000	1,577	1,423	2,244
Services and supplies	4,000	4,581	(581)	4,259
Subtotal, Fire Protection (Schurz)	<u>7,000</u>	<u>6,158</u>	<u>842</u>	<u>6,503</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**  
**(PAGE 6 OF 9)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
Fire Protection (County):				
Salaries and wages	\$ 46,677	\$ 46,856	\$ (179)	\$ 46,848
Employee benefits	34,174	27,924	6,250	28,753
Subtotal, Fire Protection (County)	<u>80,851</u>	<u>74,780</u>	<u>6,071</u>	<u>75,601</u>
Subtotal, Fire	<u>87,851</u>	<u>80,938</u>	<u>6,913</u>	<u>82,104</u>
Emergency Services:				
Services and supplies	<u>30,419</u>	<u>29,600</u>	<u>819</u>	<u>21,162</u>
Probation and Juvenile Probation:				
Salaries and wages	132,644	131,625	1,019	126,668
Employee benefits	85,727	80,760	4,967	73,205
Services and supplies	<u>26,820</u>	<u>25,692</u>	<u>1,128</u>	<u>27,371</u>
Subtotal, Probation and Juvenile Probation	<u>245,191</u>	<u>238,077</u>	<u>7,114</u>	<u>227,244</u>
Constable:				
Salaries and wages	12,634	12,313	321	12,313
Employee benefits	10,262	9,858	404	9,619
Services and supplies	<u>1,750</u>	<u>1,654</u>	<u>96</u>	<u>1,450</u>
Subtotal, Constable	<u>24,646</u>	<u>23,825</u>	<u>821</u>	<u>23,382</u>
Total Public Safety	<u>2,333,289</u>	<u>2,242,986</u>	<u>90,303</u>	<u>2,375,841</u>
Judicial:				
Courts:				
District Court:				
Salaries and wages	26,067	22,920	3,147	24,814
Employee benefits	15,866	13,152	2,714	14,824
Services and supplies	<u>168,540</u>	<u>152,294</u>	<u>16,246</u>	<u>163,991</u>
Subtotal, District Court	<u>210,473</u>	<u>188,366</u>	<u>22,107</u>	<u>203,629</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**  
**(PAGE 7 OF 9)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
Justice Courts (Hawthorne):				
Salaries and wages	\$ 133,808	\$ 132,958	\$ 850	\$ 132,100
Employee benefits	71,230	68,220	3,010	66,566
Services and supplies	<u>37,700</u>	<u>38,392</u>	<u>(692)</u>	<u>27,398</u>
Subtotal, Justice Courts (Hawthorne)	<u>242,738</u>	<u>239,570</u>	<u>3,168</u>	<u>226,064</u>
District Attorney:				
Salaries and wages	248,975	256,071	(7,096)	295,206
Employee benefits	110,561	108,342	2,219	119,095
Services and supplies	<u>34,400</u>	<u>13,560</u>	<u>20,840</u>	<u>18,720</u>
Subtotal, District Attorney	<u>393,936</u>	<u>377,973</u>	<u>15,963</u>	<u>433,021</u>
Public Guardian:				
Services and supplies	<u>39,500</u>	<u>36,985</u>	<u>2,515</u>	<u>10,175</u>
Total Judicial	<u>886,647</u>	<u>842,894</u>	<u>43,753</u>	<u>872,889</u>
Health and Sanitation:				
Health Nurse:				
Salaries and wages	34,924	35,058	(134)	34,537
Employee benefits	18,271	17,781	490	17,381
Services and supplies	<u>6,559</u>	<u>4,884</u>	<u>1,675</u>	<u>5,032</u>
Subtotal, Health Nurse	<u>59,754</u>	<u>57,723</u>	<u>2,031</u>	<u>56,950</u>
Other Health Services:				
Services and supplies	<u>25,501</u>	<u>25,501</u>	<u>-</u>	<u>25,501</u>
Subtotal, Other Health Services	<u>25,501</u>	<u>25,501</u>	<u>-</u>	<u>25,501</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**  
**(PAGE 8 OF 9)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
Cemetery				
Salaries and wages	\$ 26,294	\$ 15,931	\$ 10,363	\$ 22,628
Employee benefits	15,392	4,840	10,552	12,542
Services and supplies	<u>21,980</u>	<u>17,654</u>	<u>4,326</u>	<u>18,169</u>
Subtotal, Cemetery	<u>63,666</u>	<u>38,425</u>	<u>25,241</u>	<u>53,339</u>
Poundmaster				
Salaries and wages	40,322	39,786	536	34,927
Employee benefits	17,737	17,231	506	15,968
Services and supplies	<u>13,500</u>	<u>7,091</u>	<u>6,409</u>	<u>8,436</u>
Subtotal, Poundmaster	<u>71,559</u>	<u>64,108</u>	<u>7,451</u>	<u>59,331</u>
Total Health and Sanitation	<u>220,480</u>	<u>185,757</u>	<u>34,723</u>	<u>195,121</u>
Culture and Recreation:				
Libraries:				
Hawthorne Library:				
Salaries and wages	92,911	82,009	10,902	90,327
Employee benefits	50,514	43,116	7,398	48,041
Services and supplies	<u>65,936</u>	<u>54,845</u>	<u>11,091</u>	<u>52,664</u>
Subtotal, Hawthorne Library	<u>209,361</u>	<u>179,970</u>	<u>29,391</u>	<u>191,032</u>
Mina Library:				
Salaries and wages	8,686	8,364	322	8,125
Employee benefits	947	902	45	875
Services and supplies	<u>5,420</u>	<u>4,769</u>	<u>651</u>	<u>5,028</u>
Subtotal, Mina Library	<u>15,053</u>	<u>14,035</u>	<u>1,018</u>	<u>14,028</u>
Subtotal, Libraries	<u>224,414</u>	<u>194,005</u>	<u>30,409</u>	<u>205,060</u>
Museum:				
Salaries and wages	35,391	34,925	466	35,048
Employee benefits	17,021	16,991	30	16,724
Services and supplies	7,100	7,612	(512)	7,986
Capital outlay	<u>7,000</u>	<u>7,000</u>	<u>-</u>	<u>-</u>
Subtotal, Museum	<u>66,512</u>	<u>66,528</u>	<u>(16)</u>	<u>59,758</u>
Total Culture and Recreation	<u>290,926</u>	<u>260,533</u>	<u>30,393</u>	<u>264,818</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**  
**(PAGE 9 OF 9)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
Community Support:				
General:				
CAHS	\$ 15,000	\$ 15,000	\$ -	\$ 15,000
Domestic Violence	-	-	-	5,000
Total Community Support	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>20,000</u>
Intergovernmental:				
Grant to Walker Lake Town	-	-	-	8,962
Debt Service:				
Principal	29,786	29,786	-	35,977
Interest	6,441	5,941	500	-
Total Debt Service	<u>36,227</u>	<u>35,727</u>	<u>500</u>	<u>35,977</u>
Total Expenditures	<u>5,754,167</u>	<u>5,351,322</u>	<u>402,845</u>	<u>5,603,279</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(1,464,234)</u>	<u>108,150</u>	<u>1,572,384</u>	<u>(444,746)</u>
OTHER FINANCING SOURCES (USES)				
Contingency	(29,000)	-	-	-
Issuance of long-term debt	-	-	-	130,786
Transfers in:				
Mineral County Power System Fund	35,000	35,000	-	40,000
DOE Fund	14,600	14,600	-	5,000
In Lieu of Taxes Fund	750,000	750,000	-	300,000
Total	<u>770,600</u>	<u>799,600</u>	<u>-</u>	<u>475,786</u>
Transfers out:				
General Indigent Fund	(44,000)	(44,000)	-	(21,500)
Total Other Financing Sources (Uses)	<u>723,600</u>	<u>750,600</u>	<u>(2,000)</u>	<u>454,286</u>
Net Change in Fund Balance	(740,634)	858,750	1,570,384	9,540
FUND BALANCE, July 1	<u>1,019,240</u>	<u>1,116,670</u>	<u>97,430</u>	<u>1,107,130</u>
FUND BALANCE, June 30	<u>\$ 278,606</u>	<u>\$ 1,975,420</u>	<u>\$ 1,696,814</u>	<u>\$ 1,116,670</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**DOE GRANT FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Intergovernmental:				
Federal grants:				
Department of Energy	\$ 635,069	\$ 234,759	\$ (400,310)	\$ 363,986
Miscellaneous:				
Miscellaneous	-	1,961	1,961	12,761
Interest earnings	-	907	907	898
Subtotal, Miscellaneous	-	2,868	2,868	13,659
Total Revenues	635,069	237,627	(397,442)	377,645
<b>EXPENDITURES</b>				
Public Safety:				
Salaries	81,816	82,628	(812)	89,063
Employee benefits	39,653	38,343	1,310	43,989
Services and supplies	390,000	70,561	319,439	239,593
Capital outlay	109,000	31,495	77,505	-
Total Expenditures	620,469	223,027	397,442	372,645
Excess (Deficiency) of Revenues over Expenditures	14,600	14,600	-	5,000
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfer out:				
General Fund	(14,600)	(14,600)	-	(5,000)
Net Change in Fund Balance	-	-	-	-
FUND BALANCE, July 1	-	-	-	-
FUND BALANCE, June 30	\$ -	\$ -	\$ -	\$ -

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**IN LIEU OF TAXES FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Intergovernmental:				
Federal payments in lieu of tax	\$ 750,000	\$ 639,682	\$ (110,318)	\$ 639,726
Miscellaneous				
Other	-	10,100	10,100	2,075
Total Revenues	<u>750,000</u>	<u>649,782</u>	<u>(100,218)</u>	<u>641,801</u>
<b>EXPENDITURES</b>				
General government:				
Salaries and wages	-	12,461	(12,461)	17,113
Employee benefits	-	1,071	(1,071)	1,647
Services and supplies	71,000	122,713	(51,713)	38,307
Capital outlay	1,140,000	8,633	1,131,367	246,499
Total Expenditures	<u>1,211,000</u>	<u>144,878</u>	<u>1,066,122</u>	<u>303,566</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(461,000)</u>	<u>504,904</u>	<u>965,904</u>	<u>338,235</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out:				
General Fund	(750,000)	(750,000)	-	(300,000)
Airport Fund	-	-	-	(20,000)
Cooperative Extension Fund	(15,000)	(15,000)	-	(16,000)
Park and Recreation Fund	(10,000)	(10,000)	-	(15,000)
Total Other Financing Sources (Uses)	<u>(775,000)</u>	<u>(775,000)</u>	<u>-</u>	<u>(351,000)</u>
Net Change in Fund Balance	(1,236,000)	(270,096)	965,904	(12,765)
FUND BALANCE, July 1	<u>1,264,664</u>	<u>1,047,293</u>	<u>(217,371)</u>	<u>1,060,058</u>
FUND BALANCE, June 30	<u>\$ 28,664</u>	<u>\$ 777,197</u>	<u>\$ 748,533</u>	<u>\$ 1,047,293</u>

MINERAL COUNTY, NEVADA  
 SCHEDULE OF REVENUES, EXPENDITURES AND  
 CHANGES IN FUND BALANCES - BUDGET AND ACTUAL  
 ROAD FUND

FOR THE YEAR ENDED JUNE 30, 2011  
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)

	BUDGET	ACTUAL	VARIANCE	2010
<b>REVENUES</b>				
Intergovernmental:				
Federal grant:				
Schools and Roads	\$ 220,000	\$ 156,841	\$ (63,159)	\$ 442,232
EECBG Grant	-	116,707	116,707	-
State shared revenues:				
Motor vehicle fuel tax, 1.25¢	174,516	174,510	(6)	174,510
Motor vehicle fuel tax, 1.75¢	36,626	35,066	(1,560)	36,619
Motor vehicle fuel tax, 2.35¢	326,980	325,831	(1,149)	322,663
Subtotal, Intergovernmental	<u>758,122</u>	<u>808,955</u>	<u>50,833</u>	<u>976,024</u>
Charges for Services:				
Other	<u>12,000</u>	<u>11,955</u>	<u>(45)</u>	<u>11,020</u>
Miscellaneous:				
Other	<u>10,000</u>	<u>2,205</u>	<u>(7,795)</u>	<u>14,337</u>
Total Revenues	<u>780,122</u>	<u>823,115</u>	<u>42,993</u>	<u>1,001,381</u>
<b>EXPENDITURES</b>				
Highways and streets:				
Salaries and wages	291,235	256,232	35,003	243,299
Employee benefits	149,667	136,697	12,970	119,058
Services and supplies	153,100	245,401	(92,301)	368,418
Capital outlay	<u>188,100</u>	<u>10,918</u>	<u>177,182</u>	<u>69,280</u>
Total Highways and Streets	<u>782,102</u>	<u>649,248</u>	<u>132,854</u>	<u>800,055</u>
Debt service:				
Principal	25,483	26,691	(1,208)	25,482
Interest	<u>8,968</u>	<u>7,760</u>	<u>1,208</u>	<u>7,400</u>
Total Debt Service	<u>34,451</u>	<u>34,451</u>	<u>-</u>	<u>32,882</u>
Total Expenditures	<u>816,553</u>	<u>683,699</u>	<u>132,854</u>	<u>832,937</u>
Net Change in Fund Balance	(36,431)	139,416	175,847	168,444
FUND BALANCE, July 1	<u>635,461</u>	<u>609,805</u>	<u>(25,656)</u>	<u>441,361</u>
FUND BALANCE, June 30	<u>\$ 599,030</u>	<u>\$ 749,221</u>	<u>\$ 150,191</u>	<u>\$ 609,805</u>

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**MINERAL COUNTY, NEVADA**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2011**  
*(Page 1 of 3)*

	REGIONAL STREET AND HIGHWAY	GENERAL INDIGENT	MEDICAL INDIGENT	AIRPORT
<b>ASSETS</b>				
Cash and investments	\$ 255,059	\$ 47,122	\$ 55,601	\$ 26,801
Taxes receivable, delinquent	-	3,324	9,419	-
Accounts receivable	-	-	-	936
Due from other governments	33,717	187	-	-
<b>Total Assets</b>	<b>\$ 288,776</b>	<b>\$ 50,633</b>	<b>\$ 65,020</b>	<b>\$ 27,737</b>
<b>LIABILITIES</b>				
Accounts payable	\$ 5,630	\$ 3,749	\$ 12,067	\$ 253
Accrued liabilities	1,511	-	-	-
Deferred revenue	-	3,040	8,588	-
<b>Total Liabilities</b>	<b>7,141</b>	<b>6,789</b>	<b>20,655</b>	<b>253</b>
<b>FUND BALANCES</b>				
Restricted	281,635	-	44,365	-
Committed	-	43,844	-	27,484
Assigned	-	-	-	-
<b>Total Fund Balances</b>	<b>281,635</b>	<b>43,844</b>	<b>44,365</b>	<b>27,484</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 288,776</b>	<b>\$ 50,633</b>	<b>\$ 65,020</b>	<b>\$ 27,737</b>

<u>AMBULANCE</u>	<u>PARK AND RECREATION</u>	<u>CARE AND SHARE</u>	<u>LANDFILL</u>	<u>LANDFILL CLOSURE</u>
\$ 497,015	\$ 21,344	\$ 52,662	\$ 79,251	\$ 85,520
-	-	6,990	-	-
15,193	-	-	4,513	-
<u>-</u>	<u>19,650</u>	<u>35,762</u>	<u>-</u>	<u>-</u>
\$ <u>512,208</u>	\$ <u>40,994</u>	\$ <u>95,414</u>	\$ <u>83,764</u>	\$ <u>85,520</u>
\$ 5,940	\$ 9,262	\$ 10,703	\$ -	\$ -
2,456	6,527	12,419	5,839	-
<u>-</u>	<u>-</u>	<u>13,504</u>	<u>-</u>	<u>-</u>
<u>8,396</u>	<u>15,789</u>	<u>36,626</u>	<u>5,839</u>	<u>-</u>
-	-	58,788	-	-
503,812	25,205	-	77,925	85,520
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>503,812</u>	<u>25,205</u>	<u>58,788</u>	<u>77,925</u>	<u>85,520</u>
\$ <u>512,208</u>	\$ <u>40,994</u>	\$ <u>95,414</u>	\$ <u>83,764</u>	\$ <u>85,520</u>

**MINERAL COUNTY, NEVADA**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**COMBINING BALANCE SHEET**  
**JUNE 30, 2011**  
 (Page 2 of 3)

	<u>LANDFILL EQUIPMENT REPLACEMENT</u>	<u>MINING MAP FEES</u>	<u>JUVENILE DETENTION CENTER</u>	<u>WALKER LAKE LITIGATION</u>
<b>ASSETS</b>				
Cash and investments	\$ 61,380	\$ 35,292	\$ 20,254	\$ 88,961
Taxes receivable, delinquent	-	-	-	-
Accounts receivable	-	5,985	-	-
Due from other governments	-	-	24,233	-
<b>Total Assets</b>	<b>\$ <u>61,380</u></b>	<b>\$ <u>41,277</u></b>	<b>\$ <u>44,487</u></b>	<b>\$ <u>88,961</u></b>
<b>LIABILITIES</b>				
Accounts payable	\$ -	\$ 2,485	\$ 4,390	\$ -
Accrued liabilities	-	-	15,129	-
Deferred revenue	-	-	-	-
<b>Total Liabilities</b>	<b>-</b>	<b>2,485</b>	<b>19,519</b>	<b>-</b>
<b>FUND BALANCES</b>				
Restricted	-	38,792	-	88,961
Committed	61,380	-	24,968	-
Assigned	-	-	-	-
<b>Total Fund Balances</b>	<b><u>61,380</u></b>	<b><u>38,792</u></b>	<b><u>24,968</u></b>	<b><u>88,961</u></b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ <u>61,380</u></b>	<b>\$ <u>41,277</u></b>	<b>\$ <u>44,487</u></b>	<b>\$ <u>88,961</u></b>

<u>HAWTHORNE JP ASSESSMENTS</u>	<u>JUVENILE ADMINISTRATIVE ASSESSMENTS</u>	<u>HAWTHORNE TOWN GENERAL</u>	<u>MINA TOWN GENERAL</u>	<u>LUNING TOWN GENERAL</u>
\$ 14,995	\$ 28,665	\$ 87,006	\$ 17,274	\$ 6,658
-	-	-	-	-
2,170	640	4,579	321	40
-	-	15,584	-	-
<u>\$ 17,165</u>	<u>\$ 29,305</u>	<u>\$ 107,169</u>	<u>\$ 17,595</u>	<u>\$ 6,698</u>
\$ 641	\$ -	\$ 2,124	\$ 520	\$ 787
-	-	8,461	1,034	-
-	-	-	-	-
<u>641</u>	<u>-</u>	<u>10,585</u>	<u>1,554</u>	<u>787</u>
16,524	29,305	-	-	-
-	-	96,584	16,041	5,911
-	-	-	-	-
<u>16,524</u>	<u>29,305</u>	<u>96,584</u>	<u>16,041</u>	<u>5,911</u>
<u>\$ 17,165</u>	<u>\$ 29,305</u>	<u>\$ 107,169</u>	<u>\$ 17,595</u>	<u>\$ 6,698</u>

MINERAL COUNTY, NEVADA  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING BALANCE SHEET  
JUNE 30, 2011  
(Page 3 of 3)

	WALKER LAKE TOWN GENERAL	RECORDER TECHNOLOGY	DRUG FORFEITURES SHERIFF	COOPERATIVE EXTENSION	ASSESSOR TECHNOLOGY
<b>ASSETS</b>					
Cash and investments	\$ 9,488	\$ 15,433	\$ 25,350	\$ 10,447	\$ 86,214
Taxes receivable, delinquent	-	-	-	-	-
Accounts receivable	-	1,419	-	-	240
Due from other governments	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 9,488</b>	<b>\$ 16,852</b>	<b>\$ 25,350</b>	<b>\$ 10,447</b>	<b>\$ 86,454</b>
<b>LIABILITIES</b>					
Accounts payable	\$ 273	\$ -	\$ -	\$ 625	\$ 30
Accrued liabilities	-	-	-	-	-
Deferred revenue	-	-	-	-	-
<b>Total Liabilities</b>	<b>273</b>	<b>-</b>	<b>-</b>	<b>625</b>	<b>30</b>
<b>FUND BALANCES</b>					
Restricted	-	16,852	25,350	9,822	86,424
Committed	9,215	-	-	-	-
Assigned	-	-	-	-	-
<b>Total Fund Balances</b>	<b>9,215</b>	<b>16,852</b>	<b>25,350</b>	<b>9,822</b>	<b>86,424</b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ 9,488</b>	<b>\$ 16,852</b>	<b>\$ 25,350</b>	<b>\$ 10,447</b>	<b>\$ 86,454</b>

<u>CLERK'S TECHNOLOGY</u>	<u>DISTRICT COURT TECHNOLOGY</u>	<u>UNITED WE STAND GRANT</u>	<u>DRUG FORFEITURE DISTRICT ATTORNEY</u>	<u>TOTALS</u>
\$ 83	\$ 72	\$ 13,351	14,781	\$ 1,656,079
-	-	-	-	19,733
-	-	-	-	36,036
-	-	-	-	129,133
<u>83</u>	<u>72</u>	<u>13,351</u>	<u>14,781</u>	<u>\$ 1,840,981</u>
-	-	13,351	1,627	\$ 74,457
-	-	-	-	53,376
-	-	-	-	25,132
-	-	13,351	1,627	152,965
83	72	-	13,154	710,127
-	-	-	-	977,889
-	-	-	-	-
<u>83</u>	<u>72</u>	<u>-</u>	<u>13,154</u>	<u>1,688,016</u>
<u>\$ 83</u>	<u>\$ 72</u>	<u>\$ 13,351</u>	<u>\$ 14,781</u>	<u>\$ 1,840,981</u>

MINERAL COUNTY, NEVADA  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2011  
(Page 1 of 4)

	REGIONAL, STREET AND HIGHWAY	GENERAL INDIGENT	MEDICAL INDIGENT	AIRPORT
<b>REVENUES</b>				
Taxes	\$ 212,988	\$ 13,203	\$ 133,147	\$ -
Licenses and permits	-	-	-	-
Intergovernmental resources	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeits	-	-	-	-
Miscellaneous	1,961	-	11,468	55,321
<b>Total Revenues</b>	<b>214,949</b>	<b>13,203</b>	<b>144,615</b>	<b>55,321</b>
<b>EXPENDITURES</b>				
Current:				
General government	-	-	-	55,082
Judicial	-	-	-	-
Public safety	-	-	-	-
Public works	167,952	-	-	-
Health	-	-	-	-
Welfare	-	50,606	114,515	-
Culture and recreation	-	-	-	-
Community support	-	-	-	-
<b>Total Expenditures</b>	<b>167,952</b>	<b>50,606</b>	<b>114,515</b>	<b>55,082</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>46,997</b>	<b>(37,403)</b>	<b>30,100</b>	<b>239</b>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	44,000	-	-
Transfers out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>44,000</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>46,997</b>	<b>6,597</b>	<b>30,100</b>	<b>239</b>
<b>FUND BALANCES, July 1</b>	<b>234,638</b>	<b>37,247</b>	<b>14,265</b>	<b>27,245</b>
<b>FUND BALANCES, June 30</b>	<b>\$ 281,635</b>	<b>\$ 43,844</b>	<b>\$ 44,365</b>	<b>\$ 27,484</b>

<u>AMBULANCE</u>	<u>PARK AND RECREATION</u>	<u>CARE AND SHARE</u>	<u>LANDFILL</u>	<u>LANDFILL CLOSURE</u>	<u>LANDFILL EQUIPMENT REPLACEMENT</u>
\$ -	\$ 114,425	\$ 81,499	\$ -	\$ -	\$ -
-	-	-	-	-	-
-	1,120	355,322	-	-	-
150,800	5,846	-	313,458	-	-
-	-	-	-	-	-
-	21,633	55,208	-	-	-
<u>150,800</u>	<u>143,024</u>	<u>492,029</u>	<u>313,458</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
-	-	-	-	-	-
134,283	-	-	-	-	-
-	-	-	-	-	-
-	-	-	287,329	-	-
-	-	-	-	-	-
-	164,021	-	-	-	-
-	-	525,507	-	-	-
<u>134,283</u>	<u>164,021</u>	<u>525,507</u>	<u>287,329</u>	<u>-</u>	<u>-</u>
-	-	-	-	-	-
16,517	(20,997)	(33,478)	26,129	-	-
-	10,000	-	-	44,880	23,120
-	-	-	(68,000)	-	-
-	10,000	-	(68,000)	44,880	23,120
16,517	(10,997)	(33,478)	(41,871)	44,880	23,120
<u>487,295</u>	<u>36,202</u>	<u>92,266</u>	<u>119,796</u>	<u>40,640</u>	<u>38,260</u>
<u>\$ 503,812</u>	<u>\$ 25,205</u>	<u>\$ 58,788</u>	<u>\$ 77,925</u>	<u>\$ 85,520</u>	<u>\$ 61,380</u>

MINERAL COUNTY, NEVADA  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES

JUNE 30, 2011

(Page 2 of 4)

	MINING MAP FEES	JUVENILE DETENTION CENTER	WALKER LAKE LITIGATION	HAWTHORNE JP ASSESSMENTS
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental resources	-	14,630	-	-
Charges for services	23,330	368,886	-	30,981
Fines and forfeits	-	-	-	-
Miscellaneous	-	-	-	-
<b>Total Revenues</b>	<b>23,330</b>	<b>383,516</b>	<b>-</b>	<b>30,981</b>
<b>EXPENDITURES</b>				
Current:				
General government	19,980	-	-	-
Judicial	-	-	-	29,705
Public safety	-	370,278	-	-
Public works	-	-	-	-
Health	-	-	-	-
Welfare	-	-	-	-
Culture and recreation	-	-	-	-
Community support	-	-	-	-
<b>Total Expenditures</b>	<b>19,980</b>	<b>370,278</b>	<b>-</b>	<b>29,705</b>
Excess (Deficiency) of Revenues Over Expenditures	3,350	13,238	-	1,276
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net Change in Fund Balances</b>	<b>3,350</b>	<b>13,238</b>	<b>-</b>	<b>1,276</b>
<b>FUND BALANCES, July 1</b>	<b>35,442</b>	<b>11,730</b>	<b>88,961</b>	<b>15,248</b>
<b>FUND BALANCES, June 30</b>	<b>\$ 38,792</b>	<b>\$ 24,968</b>	<b>\$ 88,961</b>	<b>\$ 16,524</b>

JUVENILE ADMINISTRATIVE ASSESSMENTS	HAWTHORNE TOWN GENERAL	MINA TOWN GENERAL	LUNING TOWN GENERAL
\$ -	\$ -	\$ -	\$ -
-	92,341	4,327	777
-	-	-	-
9,228	-	-	-
-	115,600	-	-
-	-	4,073	-
<u>9,228</u>	<u>207,941</u>	<u>8,400</u>	<u>777</u>
-	1,958	8,417	3,791
2,018	-	-	-
-	218,599	17,265	7,984
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
<u>2,018</u>	<u>220,557</u>	<u>25,682</u>	<u>11,775</u>
<u>7,210</u>	<u>(12,616)</u>	<u>(17,282)</u>	<u>(10,998)</u>
-	-	15,594	14,705
-	(30,299)	-	-
-	(30,299)	15,594	14,705
7,210	(42,915)	(1,688)	3,707
<u>22,095</u>	<u>139,499</u>	<u>17,729</u>	<u>2,204</u>
\$ <u>29,305</u>	\$ <u>96,584</u>	\$ <u>16,041</u>	\$ <u>5,911</u>

MINERAL COUNTY, NEVADA  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES  
FOR THE YEAR ENDED JUNE 30, 2011  
(Page 3 of 4)

	WALKER LAKE TOWN GENERAL	RECORDER TECHNOLOGY	DRUG FORFEITURES SHERIFF	COOPERATIVE EXTENSION
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-
Intergovernmental resources	-	-	-	-
Charges for services	-	8,076	-	-
Fines and forfeits	-	-	-	-
Miscellaneous	-	-	48,083	-
<b>Total Revenues</b>	<u>-</u>	<u>8,076</u>	<u>48,083</u>	<u>-</u>
<b>EXPENDITURES</b>				
Current:				
General government	565	4,035	-	-
Judicial	-	-	-	-
Public safety	4,610	-	28,739	-
Public works	-	-	-	-
Health	-	-	-	-
Welfare	-	-	-	-
Culture and recreation	-	-	-	-
Community support	-	-	-	10,719
<b>Total Expenditures</b>	<u>5,175</u>	<u>4,035</u>	<u>28,739</u>	<u>10,719</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(5,175)</u>	<u>4,041</u>	<u>19,344</u>	<u>(10,719)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	15,000
Transfers out	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>15,000</u>
<b>Net Change in Fund Balances</b>	<u>(5,175)</u>	<u>4,041</u>	<u>19,344</u>	<u>4,281</u>
<b>FUND BALANCES, July 1</b>	<u>14,390</u>	<u>12,811</u>	<u>6,006</u>	<u>5,541</u>
<b>FUND BALANCES, June 30</b>	<u>\$ 9,215</u>	<u>\$ 16,852</u>	<u>\$ 25,350</u>	<u>\$ 9,822</u>

<u>ASSESSOR TECHNOLOGY</u>	<u>CLERK'S TECHNOLOGY</u>	<u>DISTRICT COURT TECHNOLOGY</u>	<u>COLLECTION DEVELOPMENT GRANT</u>
\$ -	\$ -	\$ -	\$ -
-	-	-	-
42,195	45	48	3,399
-	-	-	-
-	-	-	-
<u>42,195</u>	<u>45</u>	<u>48</u>	<u>3,399</u>
5,026	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	3,399
-	-	-	-
<u>5,026</u>	<u>-</u>	<u>-</u>	<u>3,399</u>
<u>37,169</u>	<u>45</u>	<u>48</u>	<u>-</u>
-	-	-	-
-	-	-	-
-	-	-	-
<u>37,169</u>	<u>45</u>	<u>48</u>	<u>-</u>
<u>49,255</u>	<u>38</u>	<u>24</u>	<u>-</u>
<u>\$ 86,424</u>	<u>\$ 83</u>	<u>\$ 72</u>	<u>\$ -</u>

MINERAL COUNTY, NEVADA  
NONMAJOR SPECIAL REVENUE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCES

JUNE 30, 2011

(Page 4 of 4)

	DRUG FORFEITURE DISTRICT ATTORNEY	UNITED WE STAND GRANT	BROWNFIELD EPA GRANT	TOTAL
<b>REVENUES</b>				
Taxes	\$ -	\$ -	\$ -	\$ 555,262
Licenses and permits	-	-	-	97,445
Intergovernmental resources	-	30,000	3,340	407,811
Charges for services	-	-	-	952,893
Fines and forfeits	-	-	-	115,600
Miscellaneous	5,900	-	-	203,647
<b>Total Revenues</b>	<b>5,900</b>	<b>30,000</b>	<b>3,340</b>	<b>2,332,658</b>
<b>EXPENDITURES</b>				
Current:				
General government	-	-	-	98,854
Judicial	-	-	-	31,723
Public safety	-	30,000	-	811,758
Public works	-	-	-	167,952
Health	-	-	-	287,329
Welfare	-	-	-	165,121
Culture and recreation	-	-	-	167,420
Community support	7,439	-	3,340	547,005
<b>Total Expenditures</b>	<b>7,439</b>	<b>30,000</b>	<b>3,340</b>	<b>2,277,162</b>
Excess (Deficiency) of Revenues Over Expenditures	(1,539)	-	-	55,496
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in	-	-	-	167,299
Transfers out	-	-	-	(98,299)
<b>Total Other Financing Sources (Uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>69,000</b>
<b>Net Change in Fund Balances</b>	<b>(1,539)</b>	<b>-</b>	<b>-</b>	<b>124,496</b>
<b>FUND BALANCES, July 1</b>	<b>14,693</b>	<b>-</b>	<b>-</b>	<b>1,563,520</b>
<b>FUND BALANCES, June 30</b>	<b>\$ 13,154</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 1,688,016</b>

**MINERAL COUNTY**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**REGIONAL STREET AND HIGHWAY FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Taxes:				
County option:				
Motor vehicle fuel tax, 9¢	\$ 184,632	\$ 191,583	\$ 6,951	\$ 191,167
Motor vehicle fuel tax, 1¢	-	21,405	21,405	21,361
Subtotal, Taxes	<u>184,632</u>	<u>212,988</u>	<u>28,356</u>	<u>212,528</u>
Miscellaneous:				
Interest	<u>1,500</u>	<u>1,961</u>	<u>461</u>	<u>1,705</u>
Total Revenues	<u>186,132</u>	<u>214,949</u>	<u>28,817</u>	<u>214,233</u>
<b>EXPENDITURES</b>				
Highways and streets:				
Salaries and wages	23,347	22,880	467	22,197
Employee benefits	10,322	14,721	(4,399)	14,310
Services and supplies	<u>230,000</u>	<u>130,351</u>	<u>99,649</u>	<u>105,238</u>
Total Expenditures	<u>263,669</u>	<u>167,952</u>	<u>95,717</u>	<u>141,745</u>
Net Change in Fund Balance	(77,537)	46,997	124,534	72,488
FUND BALANCE, July 1	<u>195,961</u>	<u>234,638</u>	<u>38,677</u>	<u>162,150</u>
FUND BALANCE, June 30	<u>\$ 118,424</u>	<u>\$ 281,635</u>	<u>\$ 163,211</u>	<u>\$ 234,638</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**GENERAL INDIGENT FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Taxes:				
Real rolls	\$ 7,348	\$ 7,880	\$ 532	\$ 9,241
Personal property	1,325	1,698	-	1,757
Net proceeds of mines	-	3,625	3,625	1,092
	<u>8,673</u>	<u>13,203</u>	<u>4,157</u>	<u>12,090</u>
<b>EXPENDITURES</b>				
Welfare:				
General Assistance:				
Services and supplies	60,000	50,606	9,394	52,457
	<u>(51,327)</u>	<u>(37,403)</u>	<u>13,551</u>	<u>(40,367)</u>
Excess (Deficiency) of Revenues over Expenditures				
<b>OTHER FINANCING SOURCES</b>				
Transfer in:				
General Fund	44,000	44,000	-	21,500
Medical Indigent	-	-	-	12,500
Medical Indigent II	-	-	-	37,798
	<u>44,000</u>	<u>44,000</u>	<u>-</u>	<u>71,798</u>
Total Other Financing Sources				
Net Change in Fund Balance	(7,327)	6,597	13,551	31,431
FUND BALANCE, July 1	<u>30,880</u>	<u>37,247</u>	<u>6,367</u>	<u>5,816</u>
FUND BALANCE, June 30	<u>\$ 23,553</u>	<u>\$ 43,844</u>	<u>\$ 20,291</u>	<u>\$ 37,247</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES AND**  
**CHANGES IN FUND BALANCES - BUDGET AND ACTUAL**  
**MEDICAL INDIGENT FUND**

**FOR THE YEAR ENDED JUNE 30, 2011**

**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Taxes:				
Real rolls	\$ 77,152	\$ 77,393	\$ 241	\$ 52,533
Personal property	12,497	16,202	3,705	7,227
Net proceeds of mines	15,383	38,067	22,684	-
Ad valorem (NRS 428.185)	8,811	1,485	(7,326)	46,642
Subtotal, Taxes	<u>113,843</u>	<u>133,147</u>	<u>19,304</u>	<u>106,402</u>
Miscellaneous:				
Reimbursements	11,462	11,468	6	-
Total Revenues	<u>125,305</u>	<u>144,615</u>	<u>19,310</u>	<u>106,402</u>
<b>EXPENDITURES</b>				
Welfare:				
Vendor medical payments:				
Payments to State of Nevada	132,952	114,515	18,437	104,669
Excess (Deficiency) of Revenues over Expenditures	<u>(7,647)</u>	<u>30,100</u>	<u>37,747</u>	<u>1,733</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out:				
General Indigent Fund	-	-	-	(12,500)
Net Change in Fund Balances	<u>(7,647)</u>	<u>30,100</u>	<u>37,747</u>	<u>(10,767)</u>
FUND BALANCE, July 1	<u>14,265</u>	<u>14,265</u>	<u>-</u>	<u>25,032</u>
FUND BALANCE, June 30	<u>\$ 6,618</u>	<u>\$ 44,365</u>	<u>\$ 37,747</u>	<u>\$ 14,265</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**AIRPORT FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Miscellaneous:				
Gas tax refunds	\$ 48,000	\$ 43,313	\$ (4,687)	\$ 32,960
Other	<u>8,500</u>	<u>12,008</u>	<u>3,508</u>	<u>9,481</u>
Subtotal, Miscellaneous	<u>56,500</u>	<u>55,321</u>	<u>(1,179)</u>	<u>42,441</u>
Total Revenues	<u>56,500</u>	<u>55,321</u>	<u>(1,179)</u>	<u>42,441</u>
<b>EXPENDITURES</b>				
General government:				
Other:				
Services and supplies	<u>77,175</u>	<u>55,082</u>	<u>22,093</u>	<u>60,103</u>
Total Expenditures	<u>77,175</u>	<u>55,082</u>	<u>22,093</u>	<u>60,103</u>
Excess (Deficiency) of Revenues over Expenditures	(20,675)	239	(23,272)	(17,662)
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in:				
In Lieu of Taxes Fund	<u>-</u>	<u>-</u>	<u>-</u>	<u>20,000</u>
Net Change in Fund Balances	(20,675)	239	20,914	2,338
FUND BALANCE, July 1	<u>30,608</u>	<u>27,245</u>	<u>(3,363)</u>	<u>24,907</u>
FUND BALANCE, June 30	<u>\$ 9,933</u>	<u>\$ 27,484</u>	<u>\$ 17,551</u>	<u>\$ 27,245</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**AMBULANCE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Charges for services:				
Ambulance charges	\$ 120,000	\$ 123,740	\$ 3,740	\$ 113,036
Ambulance charges (replacement)	<u>30,000</u>	<u>27,060</u>	<u>(2,940)</u>	<u>29,750</u>
Total Revenues	<u>150,000</u>	<u>150,800</u>	<u>800</u>	<u>142,786</u>
<b>EXPENDITURES</b>				
Public safety:				
Salaries and wages	47,543	40,236	7,307	31,211
Employee benefits	26,840	21,446	5,394	11,891
Services and supplies	<u>90,550</u>	<u>72,601</u>	<u>17,949</u>	<u>70,929</u>
Total Expenditures	<u>164,933</u>	<u>134,283</u>	<u>30,650</u>	<u>114,031</u>
Net Change in Fund Balances	(14,933)	16,517	31,450	28,755
FUND BALANCE, July 1	<u>441,009</u>	<u>487,295</u>	<u>46,286</u>	<u>458,540</u>
FUND BALANCE, June 30	<u>\$ 426,076</u>	<u>\$ 503,812</u>	<u>\$ 77,736</u>	<u>\$ 487,295</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**PARK AND RECREATION FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Taxes:				
Room tax, 5%	\$ 120,000	\$ 114,425	\$ (5,575)	\$ 115,376
Intergovernmental:				
Federal grants:				
Federal Highway Administration				
National Recreation Trails Grant	-	-	-	1,484
Other grants:				
Nevada State Open Space Grant	-	1,120	1,120	26,432
	<u>-</u>	<u>1,120</u>	<u>1,120</u>	<u>27,916</u>
Charges for services:				
Swimming pool	8,000	5,846	(2,154)	7,806
Miscellaneous:				
Other	21,000	21,633	633	21,041
Total Revenues	<u>149,000</u>	<u>143,024</u>	<u>(5,976)</u>	<u>172,139</u>
<b>EXPENDITURES</b>				
Culture and recreation:				
Culture and recreation administration:				
Salaries and wages	86,873	85,341	1,532	92,187
Employee benefits	26,887	25,023	1,864	25,577
Services and supplies	62,250	53,657	8,593	95,038
Total Expenditures	<u>176,010</u>	<u>164,021</u>	<u>11,989</u>	<u>212,802</u>
Excess (Deficiency) of Revenues over Expenditures	<u>(27,010)</u>	<u>(20,997)</u>	<u>6,013</u>	<u>(40,663)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers in:				
In Lieu of Taxes Fund	10,000	10,000	-	15,000
Total Other Financing Sources (Uses)	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>15,000</u>
Net Change in Fund Balances	<u>(17,010)</u>	<u>(10,997)</u>	<u>6,013</u>	<u>(25,663)</u>
FUND BALANCE, July 1	<u>38,114</u>	<u>36,202</u>	<u>(1,912)</u>	<u>61,865</u>
FUND BALANCE, June 30	<u>\$ 21,104</u>	<u>\$ 25,205</u>	<u>\$ 4,101</u>	<u>\$ 36,202</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CARE AND SHARE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Taxes:				
Real rolls	\$ 51,728	\$ 47,331	\$ (4,397)	\$ 47,843
Personal property	7,679	12,415	4,736	11,212
Net proceeds of mines	-	21,753	21,753	6,555
Subtotal, Taxes	<u>59,407</u>	<u>81,499</u>	<u>22,092</u>	<u>65,610</u>
Intergovernmental:				
Federal grants:				
National Family Caregiver Support Grant	58,443	55,963	(2,480)	55,963
Special Programs for the Aging	105,000	107,884	2,884	146,233
USDA Hawthorne	14,000	14,447	447	26,051
Other grants:				
Independent Living Grant	72,000	73,072	1,072	77,691
Nevada Department of Transportation	96,000	40,482	(55,518)	66,411
Miscellaneous Grants	63,474	63,474	-	-
Subtotal, Intergovernmental	<u>408,917</u>	<u>355,322</u>	<u>(53,595)</u>	<u>372,349</u>
Miscellaneous:				
Other	1,000	487	(513)	380
Project income	60,000	54,721	(5,279)	54,125
Subtotal, Miscellaneous	<u>61,000</u>	<u>55,208</u>	<u>(5,792)</u>	<u>54,505</u>
Total Revenues	<u>529,324</u>	<u>492,029</u>	<u>(37,295)</u>	<u>492,464</u>
<b>EXPENDITURES</b>				
Community support:				
Salaries and wages	207,727	207,805	(78)	201,879
Employee benefits	124,724	120,245	4,479	114,739
Services and supplies	193,474	197,457	(3,983)	123,919
Capital outlay	-	-	-	1,736
Total Expenditures	<u>525,925</u>	<u>525,507</u>	<u>418</u>	<u>442,273</u>
Excess (Deficiency) of Revenues over Expenditures	<u>3,399</u>	<u>(33,478)</u>	<u>(36,877)</u>	<u>50,191</u>
Net Change in Fund Balances	3,399	(33,478)	(36,877)	50,191
FUND BALANCE, July 1	<u>37,746</u>	<u>92,266</u>	<u>54,520</u>	<u>42,075</u>
FUND BALANCE, June 30	<u>\$ 41,145</u>	<u>\$ 58,788</u>	<u>\$ 17,643</u>	<u>\$ 92,266</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**LANDFILL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Charges for services	\$ 332,647	\$ 313,458	\$ (19,189)	\$ 307,751
<b>EXPENDITURES</b>				
Health and sanitation:				
General expenses:				
Salaries and wages	113,636	115,708	(2,072)	109,750
Employee benefits	65,431	58,564	6,867	50,525
Services and supplies	124,380	110,064	14,316	59,773
Capital outlay	4,000	2,993	1,007	-
<b>Total Health and Sanitation</b>	<u>307,447</u>	<u>287,329</u>	<u>20,118</u>	<u>220,048</u>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<u>25,200</u>	<u>26,129</u>	<u>929</u>	<u>87,703</u>
<b>OTHER FINANCING USES</b>				
Transfers out				
Landfill Closure Fund	(44,880)	(44,880)	-	(22,440)
Landfill Equipment Replacement Fund	(23,120)	(23,120)	-	(11,560)
<b>Total Other Financing Uses</b>	<u>(68,000)</u>	<u>(68,000)</u>	<u>-</u>	<u>(34,000)</u>
<b>Net Change in Fund Balances</b>	<u>(42,800)</u>	<u>(41,871)</u>	<u>929</u>	<u>53,703</u>
<b>FUND BALANCE, July 1</b>	<u>45,220</u>	<u>119,796</u>	<u>74,576</u>	<u>66,093</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 2,420</u>	<u>\$ 77,925</u>	<u>\$ 75,505</u>	<u>\$ 119,796</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**LANDFILL CLOSURE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>OTHER FINANCING SOURCES</b>				
Transfers in:				
Landfill Fund	\$ 44,880	\$ 44,880	\$ -	\$ 22,440
FUND BALANCE, July 1	<u>40,640</u>	<u>40,640</u>	<u>-</u>	<u>18,200</u>
FUND BALANCE, June 30	<u>\$ 85,520</u>	<u>\$ 85,520</u>	<u>\$ -</u>	<u>\$ 40,640</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**LANDFILL EQUIPMENT REPLACEMENT FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>OTHER FINANCING SOURCES</b>				
Transfers in:				
Landfill Fund	\$ <u>23,120</u>	\$ <u>23,120</u>	\$ -	\$ <u>11,560</u>
<b>FUND BALANCE, July 1</b>	<u>38,260</u>	<u>38,260</u>	-	<u>26,700</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 61,380</u>	<u>\$ 61,380</u>	-	<u>\$ 38,260</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**MINING MAP FEES FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Charges for services:				
Map fees	\$ 8,500	\$ 23,330	\$ 14,830	\$ 17,518
<b>EXPENDITURES</b>				
General government:				
Salaries and wages	3,500	-	3,500	-
Employee benefits	500	-	500	-
Services and supplies	19,000	11,080	7,920	15,741
Capital outlay	5,000	8,900	(3,900)	3,924
Total Expenditures	<u>28,000</u>	<u>19,980</u>	<u>8,020</u>	<u>19,665</u>
Net Change in Fund Balances	(19,500)	3,350	22,850	(2,147)
<b>FUND BALANCE, July 1</b>	<u>23,290</u>	<u>35,442</u>	<u>12,152</u>	<u>37,589</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 3,790</u>	<u>\$ 38,792</u>	<u>\$ 35,002</u>	<u>\$ 35,442</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**JUVENILE DETENTION CENTER FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Intergovernmental:				
Federal grants:				
National School Lunch Program	\$ 15,000	\$ 14,630	\$ (370)	\$ 17,020
Charges for services:				
Detention center fees	475,000	368,886	(106,114)	396,513
Total Revenues	<u>490,000</u>	<u>383,516</u>	<u>(106,484)</u>	<u>413,533</u>
<b>EXPENDITURES</b>				
Public safety:				
Salaries and wages	261,859	235,991	25,868	274,331
Employee benefits	130,836	76,984	53,852	128,358
Services and supplies	62,850	57,303	5,547	77,509
Total Expenditures	<u>455,545</u>	<u>370,278</u>	<u>85,267</u>	<u>480,198</u>
Net Change in Fund Balance	34,455	13,238	(21,217)	(66,665)
FUND BALANCE, July 1	<u>17,086</u>	<u>11,730</u>	<u>(5,356)</u>	<u>78,395</u>
FUND BALANCE, June 30	<u>\$ 51,541</u>	<u>\$ 24,968</u>	<u>\$ (26,573)</u>	<u>\$ 11,730</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**WALKER LAKE LITIGATION FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>EXPENDITURES</b>				
General Government:				
Services and supplies	\$ 88,757	\$ -	\$ 88,757	\$ 25
Net Change in Fund Balances	88,757	-	(88,757)	25
FUND BALANCE, July 1	<u>88,757</u>	<u>88,961</u>	<u>204</u>	<u>88,986</u>
FUND BALANCE, June 30	<u>\$ 177,514</u>	<u>\$ 88,961</u>	<u>\$ (88,553)</u>	<u>\$ 88,961</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**HAWTHORNE JP ASSESSMENTS FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
REVENUES				
Charges for services:				
Administrative assessments:				
Justice Court	\$ 25,000	\$ 30,981	\$ 5,981	\$ 37,830
EXPENDITURES				
Judicial:				
Courts:				
Services and supplies	40,000	29,705	10,295	49,170
Net Change in Fund Balances	(15,000)	1,276	16,276	(11,340)
FUND BALANCE, July 1	28,395	15,248	(13,147)	26,588
FUND BALANCE, June 30	\$ 13,395	\$ 16,524	\$ 3,129	\$ 15,248

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**JUVENILE ADMINISTRATIVE ASSESSMENTS FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Charges for services:				
Administrative assessments:				
Juvenile Court	\$ 9,000	\$ 9,228	\$ 228	\$ 11,540
Total Revenues	<u>9,000</u>	<u>9,228</u>	<u>228</u>	<u>11,540</u>
<b>EXPENDITURES</b>				
Judicial				
Corrections:				
Services and supplies	<u>20,000</u>	<u>2,018</u>	<u>17,982</u>	<u>6,976</u>
Net Change in Fund Balances	(11,000)	7,210	18,210	4,564
FUND BALANCE, July 1	<u>13,531</u>	<u>22,095</u>	<u>8,564</u>	<u>17,531</u>
FUND BALANCE, June 30	<u>\$ 2,531</u>	<u>\$ 29,305</u>	<u>\$ 26,774</u>	<u>\$ 22,095</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**HAWTHORNE TOWN GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Licenses and permits:				
Business licenses	\$ 11,000	\$ 12,418	\$ 1,418	\$ 13,738
Liquor licenses	6,500	6,525	25	6,937
County gaming licenses	25,000	22,267	(2,733)	31,436
Other licenses	450	722	272	988
Franchise fees, electric	<u>30,000</u>	<u>50,409</u>	<u>20,409</u>	<u>43,880</u>
Subtotal, Licenses and Permits	<u>72,950</u>	<u>92,341</u>	<u>19,391</u>	<u>96,979</u>
Fines and forfeits:				
Forfeits, bail	<u>130,000</u>	<u>115,600</u>	<u>(14,400)</u>	<u>146,377</u>
Total Revenues	<u>202,950</u>	<u>207,941</u>	<u>4,991</u>	<u>243,356</u>
<b>EXPENDITURES</b>				
General government:				
Administration:				
Services and supplies	<u>2,000</u>	<u>1,958</u>	<u>42</u>	<u>1,888</u>
Public safety:				
Fire protection:				
Salaries and wages	124,418	122,707	1,711	114,600
Employee benefits	78,082	76,342	1,740	76,782
Services and supplies	<u>29,900</u>	<u>19,550</u>	<u>10,350</u>	<u>15,885</u>
Total Public Safety	<u>232,400</u>	<u>218,599</u>	<u>13,801</u>	<u>207,267</u>
Excess (Deficiency) of Revenues over Expenditures	(31,450)	(12,616)	18,834	34,201
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers out:				
Mina Town Fund	(15,594)	(15,594)	-	(20,962)
Luning Town Fund	<u>(14,705)</u>	<u>(14,705)</u>	<u>-</u>	<u>(9,100)</u>
Total Other Financing Uses	<u>(30,299)</u>	<u>(30,299)</u>	<u>-</u>	<u>(30,062)</u>
Net Change in Fund Balances	(61,749)	(42,915)	18,834	4,139
FUND BALANCE, July 1	<u>93,557</u>	<u>139,499</u>	<u>45,942</u>	<u>135,360</u>
FUND BALANCE, June 30	<u>\$ 31,808</u>	<u>\$ 96,584</u>	<u>\$ 64,776</u>	<u>\$ 139,499</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**MINA TOWN GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Licenses and permits:				
Business licenses	\$ 350	\$ 724	\$ 374	\$ 80
Liquor licenses	600	382	(218)	248
County gaming licenses	-	299	299	340
Other licenses and permits	-	-	-	125
Franchise fees, electric	2,600	2,922	322	2,452
Subtotal, Licenses and Permits	<u>3,550</u>	<u>4,327</u>	<u>777</u>	<u>3,245</u>
Miscellaneous:				
Other	-	4,073	4,073	-
Total Revenues	<u>3,550</u>	<u>8,400</u>	<u>4,850</u>	<u>3,245</u>
<b>EXPENDITURES</b>				
General government:				
Administration:				
Services and supplies	<u>10,550</u>	<u>8,417</u>	<u>2,133</u>	<u>7,563</u>
Public safety:				
Fire protection:				
Salaries and wages	2,400	2,078	322	1,980
Employee benefits	1,900	2,824	(924)	2,589
Services and supplies	15,862	12,363	3,499	11,413
Total Public Safety	<u>20,162</u>	<u>17,265</u>	<u>2,897</u>	<u>15,982</u>
Total Expenditures	<u>30,712</u>	<u>25,682</u>	<u>5,030</u>	<u>23,545</u>
Excess (Deficiency) of Revenues over Expenditures	(27,162)	(17,282)	9,880	(20,300)
<b>OTHER FINANCING SOURCES</b>				
Transfer in:				
Hawthorne Town Fund	<u>15,594</u>	<u>15,594</u>	-	<u>20,962</u>
Net Change in Fund Balances	(11,568)	(1,688)	9,880	662
FUND BALANCE, July 1	<u>12,568</u>	<u>17,729</u>	<u>5,161</u>	<u>17,067</u>
FUND BALANCE, June 30	<u>\$ 1,000</u>	<u>\$ 16,041</u>	<u>\$ 15,041</u>	<u>\$ 17,729</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**LUNING TOWN GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	BUDGET	ACTUAL	VARIANCE	2010
<b>REVENUES</b>				
Licenses and permits:				
Business licenses	\$ 80	\$ 80	\$ -	\$ 200
Franchise fees, electric	500	697	197	551
Total Revenues	<u>580</u>	<u>777</u>	<u>197</u>	<u>751</u>
<b>EXPENDITURES</b>				
General government:				
Administration:				
Employee benefits	225	188	37	187
Services and supplies	4,675	3,603	1,072	2,790
Total General Government	<u>4,900</u>	<u>3,791</u>	<u>1,109</u>	<u>2,977</u>
Public safety:				
Fire protection:				
Employee benefits	2,000	1,839	161	1,848
Services and supplies	8,967	6,145	2,822	6,548
Total, Public Safety	<u>10,967</u>	<u>7,984</u>	<u>2,983</u>	<u>8,396</u>
Total Expenditures	<u>15,867</u>	<u>11,775</u>	<u>4,092</u>	<u>11,373</u>
Excess (Deficiency) of Revenues over Expenditures	(15,287)	(10,998)	4,289	(10,622)
<b>OTHER FINANCING SOURCES</b>				
Transfers in:				
Hawthorne Town Fund	14,705	14,705	-	9,100
Net Change in Fund Balances	(582)	3,707	4,289	(1,522)
FUND BALANCE, July 1	<u>1,582</u>	<u>2,204</u>	<u>622</u>	<u>3,726</u>
FUND BALANCE, June 30	<u>\$ 1,000</u>	<u>\$ 5,911</u>	<u>\$ 4,911</u>	<u>\$ 2,204</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**WALKER LAKE TOWN GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Intergovernmental:				
Grant from Mineral County	\$ 4,081	\$ -	\$ (4,081)	\$ 8,962
<b>EXPENDITURES</b>				
General government:				
Administration:				
Salaries and wages	1,000	-	1,000	160
Employee benefits	500	565	(65)	578
Services and supplies	-	-	-	784
Total General Government	<u>1,500</u>	<u>565</u>	<u>935</u>	<u>1,522</u>
Public safety:				
Fire protection:				
Employee benefits	1,300	920	380	858
Services and supplies	<u>8,050</u>	<u>3,690</u>	<u>4,360</u>	<u>2,840</u>
Total Public Safety	<u>9,350</u>	<u>4,610</u>	<u>4,740</u>	<u>3,698</u>
Total Expenditures	<u>10,850</u>	<u>5,175</u>	<u>5,675</u>	<u>5,220</u>
Net Change in Fund Balances	(6,769)	(5,175)	1,594	3,742
FUND BALANCE, July 1	<u>7,452</u>	<u>14,390</u>	<u>6,938</u>	<u>10,648</u>
FUND BALANCE, June 30	<u>\$ 683</u>	<u>\$ 9,215</u>	<u>8,532</u>	<u>\$ 14,390</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**RECORDER TECHNOLOGY FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Charges for services:				
Fees for services	\$ 6,000	\$ 8,076	\$ 2,076	\$ 6,447
<b>EXPENDITURES</b>				
General government:				
Services and supplies	4,000	4,035	(35)	4,023
Capital outlay	<u>5,100</u>	<u>-</u>	<u>5,100</u>	<u>-</u>
Total Expenditures	<u>9,100</u>	<u>4,035</u>	<u>5,065</u>	<u>4,023</u>
Net Change in Fund Balances	(3,100)	4,041	7,141	2,424
FUND BALANCE, July 1	<u>7,887</u>	<u>12,811</u>	<u>4,924</u>	<u>10,387</u>
FUND BALANCE, June 30	<u>\$ 4,787</u>	<u>\$ 16,852</u>	<u>\$ 12,065</u>	<u>\$ 12,811</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**DRUG FORFEITURES FUND-SHERIFF**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Intergovernmental				
Miscellaneous:				
Other	\$ 50,000	\$ 48,083	\$ (1,917)	\$ 5,070
<b>EXPENDITURES</b>				
Public safety:				
Services and supplies	50,000	28,739	21,261	581
Net Change in Fund Balances	-	19,344	19,344	4,489
FUND BALANCE, July 1	3,069	6,006	2,937	1,517
FUND BALANCE, June 30	\$ 3,069	\$ 25,350	\$ 22,281	\$ 6,006

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**COOPERATIVE EXTENSION FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>EXPENDITURES</b>				
Community support:				
Salaries and wages	\$ 13,584	\$ 6,931	\$ 6,653	\$ 11,135
Services and supplies	5,940	3,788	2,152	5,721
 Total Expenditures	 <u>19,524</u>	 <u>10,719</u>	 <u>8,805</u>	 <u>16,856</u>
 Excess (Deficiency) of Revenues over Expenditures	 (19,524)	 (10,719)	 8,805	 (16,856)
<b>OTHER FINANCING SOURCES</b>				
Transfer in				
In Lieu of Taxes Fund-ad valorem proceeds	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>16,000</u>
 Net Change in Fund Balances	 (4,524)	 4,281	 8,805	 (856)
 FUND BALANCE, July 1	 <u>4,551</u>	 <u>5,541</u>	 <u>990</u>	 <u>6,397</u>
 FUND BALANCE, June 30	 <u>\$ 27</u>	 <u>\$ 9,822</u>	 <u>\$ 9,795</u>	 <u>\$ 5,541</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**ASSESSOR TECHNOLOGY FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Charges for services:				
Fees for services	\$ 10,000	\$ 42,195	\$ 32,195	\$ 23,244
<b>EXPENDITURES</b>				
General government:				
Salaries and wages	8,000	-	8,000	-
Employee benefits	2,000	-	2,000	-
Capital outlay	10,772	5,026	5,746	13,476
Total Expenditures	<u>20,772</u>	<u>5,026</u>	<u>15,746</u>	<u>13,476</u>
Net Change in Fund Balances	<u>(10,772)</u>	<u>37,169</u>	<u>47,941</u>	<u>9,768</u>
FUND BALANCE, July 1	<u>22,085</u>	<u>49,255</u>	<u>27,170</u>	<u>39,487</u>
FUND BALANCE, June 30	<u>\$ 11,313</u>	<u>\$ 86,424</u>	<u>\$ 75,111</u>	<u>\$ 49,255</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CLERK'S TECHNOLOGY FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
REVENUES				
Charges for services:				
Fees for services	\$ <u>500</u>	\$ <u>45</u>	\$ <u>(455)</u>	\$ <u>23</u>
FUND BALANCE, July 1	<u>25</u>	<u>38</u>	<u>13</u>	<u>15</u>
FUND BALANCE, June 30	\$ <u><u>525</u></u>	\$ <u><u>83</u></u>	\$ <u><u>(442)</u></u>	\$ <u><u>38</u></u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**DISTRICT COURT TECHNOLOGY FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
REVENUES				
Charges for services:				
Fees for services	\$ <u>500</u>	\$ <u>48</u>	\$ <u>(452)</u>	\$ <u>-</u>
FUND BALANCE, July 1	<u>25</u>	<u>24</u>	<u>(1)</u>	<u>24</u>
FUND BALANCE, June 30	<u>\$ 525</u>	<u>\$ 72</u>	<u>\$ (453)</u>	<u>\$ 24</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**COLLECTION DEVELOPMENT GRANT**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
REVENUES				
Intergovernmental:				
Other:				
State Collection Development Grant	\$ 3,399	\$ 3,399	\$ -	\$ 3,374
EXPENDITURES				
Culture and recreation				
Services and supplies	3,399	3,399	-	3,374
Net Change in Fund Balances	-	-	-	-
FUND BALANCE, July 1	-	-	-	-
FUND BALANCE, June 30	\$ -	\$ -	\$ -	\$ -

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**DRUG FORFEITURE-DISTRICT ATTORNEY**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Miscellaneous				
Drug forfeitures	\$ 8,000	\$ 5,900	\$ (2,100)	\$ 9,393
<b>EXPENDITURES</b>				
Judicial				
Services and supplies	7,500	7,439	61	5,127
Net Change in Fund Balances	500	(1,539)	(2,039)	4,266
<b>FUND BALANCE, July 1</b>	<u>6,324</u>	<u>14,693</u>	<u>8,369</u>	<u>10,427</u>
<b>FUND BALANCE, June 30</b>	<u>\$ 6,824</u>	<u>\$ 13,154</u>	<u>\$ 6,330</u>	<u>\$ 14,693</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**UNITED WE STAND GRANT**  
**FOR THE YEAR ENDED JUNE 30, 2011**

	BUDGET	ACTUAL	VARIANCE
<b>REVENUES</b>			
Intergovernmental:			
Federal grant:			
United We Stand			
Grant	\$ 30,000	\$ 30,000	\$ -
<b>EXPENDITURES</b>			
Public safety:			
Services and supplies	30,000	30,000	-
Total Expenditures	30,000	30,000	-
Net Change in Fund Balances	-	-	-
FUND BALANCE, July 1	-	-	-
FUND BALANCE, June 30	\$ -	\$ -	\$ -

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**BROWNSFIELD/EPA GRANTS**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Intergovernmental:				
Federal				
Environmental Protection Agency	\$ <u>3,340</u>	\$ <u>3,340</u>	\$ <u>-</u>	\$ <u>133,622</u>
<b>EXPENDITURES</b>				
Community support:				
Services and supplies	<u>3,340</u>	<u>3,340</u>	<u>-</u>	<u>133,622</u>
Net Change in Fund Balances	-	-	-	-
FUND BALANCE, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**MINERAL COUNTY, NEVADA**  
**BALANCE SHEETS**  
**NONMAJOR CAPITAL PROJECTS FUND**  
**JUNE 30, 2011**  
**(WITH COMPARATIVE TOTALS FOR JUNE 30, 2010)**

	2011	2010
<b>ASSETS</b>		
Cash and investments	\$ 52,430	\$ 41,661
Taxes receivable, real rolls	3,589	3,152
Total Assets	\$ 56,019	\$ 44,813
<b>LIABILITIES</b>		
Accounts payable	\$ -	\$ 221
Deferred revenue	3,029	3,060
Total Liabilities	3,029	3,281
<b>FUND BALANCE</b>		
Assigned for:		
Capital projects	52,990	41,532
Total Liabilities and Fund Balance	\$ 56,019	\$ 44,813

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENDITURES**  
**AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL**  
**CAPITAL PROJECTS FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>REVENUES</b>				
Taxes				
Real rolls	\$ 36,738	\$ 37,045	\$ 307	\$ 37,323
Personal property	6,792	8,419	1,627	8,370
Net proceeds of mines	-	18,128	18,128	5,462
Subtotal, Taxes	<u>43,530</u>	<u>63,592</u>	<u>20,062</u>	<u>51,155</u>
<b>EXPENDITURES</b>				
Debt service:				
Principal	45,190	45,190	-	43,087
Interest	6,944	6,944	-	9,048
Total Debt Service	<u>52,134</u>	<u>52,134</u>	<u>-</u>	<u>52,135</u>
Total Expenditures	<u>52,134</u>	<u>52,134</u>	<u>-</u>	<u>52,135</u>
Net Changes in Fund Balances	(8,604)	11,458	20,062	(980)
FUND BALANCE, July 1	<u>45,879</u>	<u>41,532</u>	<u>(4,347)</u>	<u>42,512</u>
FUND BALANCE, June 30	<u>\$ 37,275</u>	<u>\$ 52,990</u>	<u>\$ 15,715</u>	<u>\$ 41,532</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENSES AND CHANGE IN NET ASSETS-**  
**BUDGET AND ACTUAL**  
**HAWTHORNE TOWN UTILITY FUND**  
**WATER OPERATIONS**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>OPERATING REVENUES</b>				
Water use fees	\$ 620,000	\$ 739,498	\$ 119,498	\$ 560,154
Water connection fees	9,000	8,572	(428)	9,875
Miscellaneous fees	31,300	20,404	(10,896)	31,976
<b>Total Operating Revenues</b>	<u>660,300</u>	<u>768,474</u>	<u>108,174</u>	<u>602,005</u>
<b>OPERATING EXPENSES</b>				
Salaries and wages	216,142	184,386	31,756	231,203
Employee benefits	108,628	137,457	(28,829)	85,590
Services and supplies	538,583	257,585	280,998	230,391
Customer discounts	50,100	36,990	13,110	37,416
Depreciation	132,000	143,353	(11,353)	125,449
Bad debt expense	2,500	2,213	287	1,299
<b>Total Operating Expenses</b>	<u>1,047,953</u>	<u>761,984</u>	<u>285,969</u>	<u>711,348</u>
<b>Operating Income (Loss)</b>	<u>(387,653)</u>	<u>6,490</u>	<u>394,143</u>	<u>(109,343)</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Interest income	1,000	179	(821)	98
<b>Income (Loss) Before Capital Contributions</b>	<u>(386,653)</u>	<u>6,669</u>	<u>393,322</u>	<u>(109,245)</u>
<b>CAPITAL CONTRIBUTIONS</b>				
USDA Water Loan	232,930	232,930	-	-
ARRA New Babbit Well	36,787	36,787	-	-
CDBG Grant	-	-	-	190,000
EPA Drinking Water State Revolving Loan Fund	-	-	-	433,213
<b>Total Capital Contributions</b>	<u>269,717</u>	<u>269,717</u>	<u>-</u>	<u>623,213</u>
<b>Change in Net Assets</b>	<u>\$ (116,936)</u>	<u>276,386</u>	<u>\$ 393,322</u>	<u>513,968</u>
<b>NET ASSETS, July 1</b>		<u>2,613,935</u>		<u>2,099,967</u>
<b>NET ASSETS, June 30</b>		<u>\$ 2,890,321</u>		<u>\$ 2,613,935</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENSES AND CHANGE IN NET ASSETS-**  
**BUDGET AND ACTUAL**  
**HAWTHORNE TOWN UTILITY FUND**  
**SEWER OPERATIONS**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>OPERATING REVENUES</b>				
Sewer use fees	\$ 196,000	\$ 157,788	\$ (38,212)	\$ 163,828
Sewer connection fees	2,120	6,945	4,825	2,470
Miscellaneous fees	69,000	53,426	(15,574)	62,204
<b>Total Operating Revenues</b>	<u>267,120</u>	<u>218,159</u>	<u>(48,961)</u>	<u>228,502</u>
<b>OPERATING EXPENSES</b>				
Salaries and wages	90,555	93,589	(3,034)	98,718
Employee benefits	44,667	67,353	(22,686)	40,301
Services and supplies	1,253,531	67,990	1,185,541	57,176
Depreciation	55,000	69,523	(14,523)	53,575
Bad debt expense	500	470	30	150
<b>Total Operating Expenses</b>	<u>1,444,253</u>	<u>298,925</u>	<u>1,145,328</u>	<u>249,920</u>
<b>Operating Income (Loss)</b>	<u>(1,177,133)</u>	<u>(80,766)</u>	<u>1,096,367</u>	<u>(21,418)</u>
<b>NONOPERATING REVENUES</b>				
Interest income	1,000	255	745	258
<b>Total Nonoperating Revenues</b>	<u>1,000</u>	<u>255</u>	<u>745</u>	<u>258</u>
<b>Income (Loss) Before Capital Contributions</b>	<u>(1,176,133)</u>	<u>(80,511)</u>	<u>1,095,622</u>	<u>(21,160)</u>
<b>CAPITAL CONTRIBUTIONS</b>				
CDBG Grant	976,806	976,806	-	605,833
CWSRF Sewer Grant	209,525	209,525	-	-
<b>Total Capital Contributions</b>	<u>1,186,331</u>	<u>1,186,331</u>	<u>-</u>	<u>605,833</u>
<b>Change in Net Assets</b>	<u>\$ 10,198</u>	<u>1,105,820</u>	<u>\$ 1,095,622</u>	<u>584,673</u>
<b>NET ASSETS, July 1</b>		<u>4,250,101</u>		<u>3,665,428</u>
<b>NET ASSETS, June 30</b>		<u>\$ 5,355,921</u>		<u>\$ 4,250,101</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENSES AND CHANGE IN NET ASSETS-**  
**BUDGET AND ACTUAL**  
**HAWTHORNE TOWN UTILITY FUND**  
**GARBAGE OPERATIONS**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>OPERATING REVENUES</b>				
Garbage fees	\$ 301,000	\$ 258,244	\$ (42,756)	\$ 256,203
Miscellaneous fees	500	40	(460)	822
Total Operating Revenues	<u>301,500</u>	<u>258,284</u>	<u>(43,216)</u>	<u>257,025</u>
<b>OPERATING EXPENSES</b>				
Salaries and wages	127,783	122,861	4,922	132,434
Employee benefits	71,597	87,503	(15,906)	65,844
Services and supplies	57,350	41,213	16,137	43,986
Bad debt expense	200	400	(200)	163
Depreciation	32,000	36,283	(4,283)	24,967
Total Operating Expenses	<u>288,930</u>	<u>288,260</u>	<u>670</u>	<u>267,394</u>
Operating Income (Loss)	<u>12,570</u>	<u>(29,976)</u>	<u>(42,546)</u>	<u>(10,369)</u>
<b>NONOPERATING EXPENSES</b>				
Interest expense	620	205	415	1,644
Changes in Net Assets	<u>\$ 11,950</u>	<u>(30,181)</u>	<u>\$ (42,131)</u>	<u>(12,013)</u>
NET ASSETS, July 1		<u>86,388</u>		<u>98,401</u>
NET ASSETS, June 30		<u>\$ 56,207</u>		<u>\$ 86,388</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENSES AND CHANGE IN NET ASSETS-**  
**BUDGET AND ACTUAL**  
**MINA TOWN UTILITY FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>OPERATING REVENUES</b>				
Water use fees	\$ 68,000	\$ 76,320	\$ 8,320	\$ 64,002
Miscellaneous fees	1,843	3,513	1,670	1,528
Power reimbursement from Luning Town Utility Fund	4,000	-	(4,000)	-
Total Operating Revenues	<u>73,843</u>	<u>79,833</u>	<u>5,990</u>	<u>65,530</u>
<b>OPERATING EXPENSES</b>				
Salaries and wages	25,629	20,133	5,496	25,529
Employee benefits	11,117	12,823	(1,706)	9,573
Services and supplies	31,682	31,610	72	29,282
Depreciation	40,200	42,326	(2,126)	42,196
Bad debt expense	500	113	387	217
Total Operating Expenses	<u>109,128</u>	<u>107,005</u>	<u>2,123</u>	<u>106,797</u>
Operating Income (Loss)	<u>(35,285)</u>	<u>(27,172)</u>	<u>8,113</u>	<u>(41,267)</u>
<b>NONOPERATING REVENUES</b>				
Interest income	100	49	(51)	49
Change in Net Assets	<u>\$ (35,185)</u>	<u>(27,123)</u>	<u>\$ 8,062</u>	<u>(41,218)</u>
NET ASSETS, July 1		<u>1,087,942</u>		<u>1,129,160</u>
NET ASSETS, June 30		<u>\$ 1,060,819</u>		<u>\$ 1,087,942</u>

**MINERAL COUNTY, NEVADA**  
**NONMAJOR ENTERPRISE FUNDS**  
**COMBINING STATEMENT OF NET ASSETS**  
**JUNE 30, 2011**  
**(WITH COMPARATIVE TOTALS FOR JUNE 30, 2010)**

	MINERAL COUNTY POWER SYSTEMS	LUNING TOWN	TOTALS	
			2011	2010
<b>ASSETS</b>				
Current Assets				
Cash and investments	\$ 78,827	\$ 23,326	\$ 102,153	\$ 81,860
Accounts receivable	-	1,777	1,777	16,265
Less allowance for uncollectible accounts and anticipated customer discounts	-	(50)	(50)	(50)
Interest receivable	-	5	5	5
Miscellaneous receivable	-	-	-	140
<b>Total Current Assets</b>	<b>78,827</b>	<b>25,058</b>	<b>103,885</b>	<b>98,220</b>
Noncurrent Assets				
Property, plant and equipment (net)	56,858	70,901	127,759	137,195
<b>Total Assets</b>	<b>135,685</b>	<b>95,959</b>	<b>231,644</b>	<b>235,415</b>
<b>LIABILITIES</b>				
Current Liabilities				
Accounts payable	-	968	968	1,161
Accrued wages	-	268	268	449
Due to other funds	-	3,619	3,619	3,484
Customer deposits	-	200	200	-
Compensated absences	-	401	401	118
<b>Total Current Liabilities</b>	<b>-</b>	<b>5,456</b>	<b>5,456</b>	<b>5,212</b>
Long-term Liabilities				
Other post-employment benefits	-	1,248	1,248	177
<b>Total Liabilities</b>	<b>-</b>	<b>6,704</b>	<b>6,704</b>	<b>5,389</b>
<b>NET ASSETS</b>				
Invested in capital assets	56,858	70,901	127,759	137,195
Unrestricted	78,827	18,354	97,181	92,831
<b>Total Net Assets</b>	<b>\$ 135,685</b>	<b>\$ 89,255</b>	<b>\$ 224,940</b>	<b>\$ 230,026</b>

**MINERAL COUNTY, NEVADA  
NONMAJOR ENTERPRISE FUNDS  
COMBINING STATEMENT OF REVENUES, EXPENSES AND  
CHANGES IN NET ASSETS  
FOR THE YEAR ENDED JUNE 30, 2011  
(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2010)**

	MINERAL COUNTY POWER SYSTEMS	LUNING TOWN	TOTALS	
			2011	2010
<b>OPERATING REVENUES</b>				
Water use fees	\$ -	\$ 18,259	\$ 18,259	\$ 16,777
Lease payments	40,198	-	40,198	46,082
Miscellaneous fees	-	2,012	2,012	611
<b>Total Operating Revenues</b>	<b>40,198</b>	<b>20,271</b>	<b>60,469</b>	<b>63,470</b>
<b>OPERATING EXPENSES</b>				
Salaries and wages	-	5,240	5,240	7,542
Employee benefits	-	3,610	3,610	1,276
Services and supplies	-	11,954	11,954	8,853
Bad debt expense	-	348	348	184
Depreciation	240	9,195	9,435	9,384
<b>Total Operating Expenses</b>	<b>240</b>	<b>30,347</b>	<b>30,587</b>	<b>27,239</b>
<b>Operating Income (Loss)</b>	<b>39,958</b>	<b>(10,076)</b>	<b>29,882</b>	<b>36,231</b>
<b>NONOPERATING REVENUES</b>				
Interest and other income	-	32	32	33
<b>TRANSFERS OUT</b>				
	(35,000)	-	(35,000)	(40,000)
<b>Change in Net Assets</b>	<b>4,958</b>	<b>(10,044)</b>	<b>(5,086)</b>	<b>(3,736)</b>
<b>NET ASSETS, July 1</b>	<b>130,727</b>	<b>99,299</b>	<b>230,026</b>	<b>233,762</b>
<b>NET ASSETS, June 30</b>	<b>\$ 135,685</b>	<b>\$ 89,255</b>	<b>\$ 224,940</b>	<b>\$ 230,026</b>

MINERAL COUNTY, NEVADA  
NONMAJOR ENTERPRISE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED JUNE 30, 2011  
(WITH COMPARATIVE TOTALS FOR YEAR ENDED JUNE 30, 2010)

	MINERAL COUNTY POWER SYSTEMS	LUNING TOWN	TOTALS	
			2011	2,010
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>				
Cash received from customers	\$ 54,261	\$ 20,822	\$ 75,083	\$ 59,663
Cash payments for personnel costs	-	(7,677)	(7,677)	(9,016)
Cash payments for services and supplies	-	(12,145)	(12,145)	(6,179)
Net Cash Provided (Used) by Operating Activities	<u>54,261</u>	<u>1,000</u>	<u>55,261</u>	<u>44,468</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>				
Transfers out	<u>(35,000)</u>	<u>-</u>	<u>(35,000)</u>	<u>(40,000)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>				
Acquisition of capital assets	<u>-</u>	<u>-</u>	<u>-</u>	<u>(909)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>				
Interest received	<u>-</u>	<u>32</u>	<u>32</u>	<u>33</u>
Net Increase (Decrease) in Cash	19,261	1,032	20,293	3,592
CASH AND CASH EQUIVALENTS, July 1	<u>59,566</u>	<u>22,294</u>	<u>81,860</u>	<u>78,268</u>
CASH AND CASH EQUIVALENTS, June 30	<u>\$ 78,827</u>	<u>\$ 23,326</u>	<u>\$ 102,153</u>	<u>\$ 81,860</u>
<b>RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES</b>				
Operating income (loss)	<u>\$ 39,958</u>	<u>\$ (10,076)</u>	<u>\$ 29,882</u>	<u>\$ 36,231</u>
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:				
Depreciation	240	9,195	9,435	9,384
Change in current assets and liabilities:				
(Increase) decrease in trade accounts receivable (net)	14,063	565	14,628	(2,199)
Increase (decrease) in accounts payable	-	1,116	1,116	1,252
Increase (decrease) in customer deposits	-	200	200	(200)
Total Adjustments	<u>14,303</u>	<u>11,076</u>	<u>25,379</u>	<u>8,237</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 54,261</u>	<u>\$ 1,000</u>	<u>\$ 55,261</u>	<u>\$ 44,468</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENSES AND CHANGE IN NET ASSETS-**  
**BUDGET AND ACTUAL**  
**MINERAL COUNTY POWER SYSTEM FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>OPERATING REVENUES</b>				
Lease payments from Sierra Pacific Power Company	\$ 40,000	\$ 40,198	\$ 198	\$ 46,082
<b>OPERATING EXPENSES</b>				
Depreciation	240	240	-	236
Net Income before Transfers	39,760	39,958	198	45,846
<b>TRANSFERS OUT</b>				
General Fund	(35,000)	(35,000)	-	(40,000)
Change in Net Assets	<u>\$ 4,760</u>	4,958	<u>\$ 198</u>	5,846
<b>NET ASSETS, July 1</b>		<u>130,727</u>		<u>124,881</u>
<b>NET ASSETS, June 30</b>		<u>\$ 135,685</u>		<u>\$ 130,727</u>

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF REVENUES, EXPENSES AND CHANGE IN NET ASSETS-**  
**BUDGET AND ACTUAL**  
**LUNING TOWN UTILITY FUND**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2010)**

	<u>BUDGET</u>	<u>ACTUAL</u>	<u>VARIANCE</u>	<u>2010</u>
<b>OPERATING REVENUES</b>				
Water use fees	\$ 20,400	\$ 18,259	\$ (2,141)	\$ 16,777
Miscellaneous fees	1,193	2,012	819	611
Total Operating Revenues	<u>21,593</u>	<u>20,271</u>	<u>(1,322)</u>	<u>17,388</u>
<b>OPERATING EXPENSES</b>				
Salaries and wages	6,395	5,240	1,155	7,542
Employee benefits	2,905	3,610	(705)	1,276
Services and supplies	12,150	11,954	196	8,853
Depreciation	9,100	9,195	(95)	9,148
Bad debt expense	60	348	(288)	184
Total Operating Expenses	<u>30,610</u>	<u>30,347</u>	<u>263</u>	<u>27,003</u>
Operating Income (Loss)	<u>(9,017)</u>	<u>(10,076)</u>	<u>(1,059)</u>	<u>(9,615)</u>
<b>NONOPERATING REVENUES</b>				
Interest income	100	32	(68)	33
Change in Net Assets	<u>\$ (8,917)</u>	<u>(10,044)</u>	<u>\$ (1,127)</u>	<u>(9,582)</u>
NET ASSETS, July 1		<u>99,299</u>		<u>108,881</u>
NET ASSETS, June 30		<u>\$ 89,255</u>		<u>\$ 99,299</u>

**MINERAL COUNTY, NEVADA**  
**COMBINING BALANCE SHEET**  
**FIDUCIARY FUNDS**  
**JUNE 30, 2011**  
**(WITH COMPARATIVE AMOUNTS AS OF JUNE 30, 2010)**

	2011	2010
<b>ASSETS</b>		
Cash and investments	\$ 1,018,029	\$ 662,658
Total Assets	\$ 1,018,029	\$ 662,658
<b>LIABILITIES</b>		
Due to other governments	\$ 890,094	\$ 458,264
Due to others	127,935	204,394
Total Liabilities	\$ 1,018,029	\$ 662,658

MINERAL COUNTY, NEVADA  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2011  
 (Page 1 of 5)

	<u>BALANCE</u> <u>JULY 1, 2010</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2011</u>
<b>State of Nevada Settlement:</b>				
Assets:				
Cash invested and on deposit	\$ 47,089	\$ 809,003	\$ 438,668	\$ 417,424
Liabilities:				
Due to other governments	\$ 47,089	\$ 809,003	\$ 438,668	\$ 417,424
<b>Range Improvement District:</b>				
Assets:				
Cash invested and on deposit	\$ 1,402	\$ 1,157	\$ 1,141	\$ 1,418
Liabilities:				
Due to other governments	\$ 1,402	\$ 1,157	\$ 1,141	\$ 1,418
<b>Fish and Game:</b>				
Assets:				
Cash invested and on deposit	\$ -	\$ 4,156	\$ 4,019	\$ 137
Liabilities:				
Due to others	\$ -	\$ 4,156	\$ 4,019	\$ 137
<b>Library Gift:</b>				
Assets:				
Cash invested and on deposit	\$ 1,710	\$ 1,954	\$ 1,697	\$ 1,967
Liabilities:				
Due to others	\$ 1,710	\$ 1,954	\$ 1,697	\$ 1,967
<b>Mineral County School District:</b>				
Assets:				
Cash invested and on deposit	\$ 10,472	\$ 989,115	\$ 993,902	\$ 5,685
Liabilities:				
Due to other governments	\$ 10,472	\$ 989,115	\$ 993,902	\$ 5,685
<b>Excess Proceeds Trust Property Sales:</b>				
Assets:				
Cash invested and on deposit	\$ 60,363	\$ -	\$ 35,243	\$ 25,120
Liabilities:				
Due to others	\$ 60,363	\$ -	\$ 35,243	\$ 25,120

MINERAL COUNTY, NEVADA  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2011  
 (Page 2 of 5)

	<u>BALANCE</u> <u>JULY 1, 2010</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2011</u>
<b>Clerk and Treasurer Trust Account:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 45,524	\$ 11,739	\$ 10,767	\$ 46,496
<b>Liabilities:</b>				
Due to others	\$ 45,524	\$ 11,739	\$ 10,767	\$ 46,496
<b>Public Administrator</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 5,798	\$ -	\$ 1,325	\$ 4,473
<b>Liabilities:</b>				
Due to others	\$ 5,798	\$ -	\$ 1,325	\$ 4,473
<b>Juvenile Restitution Trust:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 1,319	\$ -	\$ -	\$ 1,319
<b>Liabilities:</b>				
Due to others	\$ 1,319	\$ -	\$ -	\$ 1,319
<b>Mineral County Hospital District:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 2,791	\$ 254,407	\$ 257,198	\$ -
<b>Liabilities:</b>				
Due to other governments	\$ 2,791	\$ 254,407	\$ 257,198	\$ -
<b>Mineral Television District No. 1:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 31,038	\$ 123,089	\$ 133,564	\$ 20,563
<b>Liabilities:</b>				
Due to other governments	\$ 31,038	\$ 123,089	\$ 133,564	\$ 20,563
<b>Memorial Rose Garden</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 3,106	\$ 200	\$ 282	\$ 3,024
<b>Liabilities:</b>				
Due to others	\$ 3,106	\$ 200	\$ 282	\$ 3,024

MINERAL COUNTY, NEVADA  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2011  
 (Page 3 of 5)

	BALANCE JULY 1, 2010	ADDITIONS	DEDUCTIONS	BALANCE JUNE 30, 2011
<b>Mineral County Fair and Recreation Board:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 88,286	\$ 112,792	\$ 167,660	\$ 33,418
<b>Liabilities:</b>				
Due to other governments	\$ 88,286	\$ 112,792	\$ 167,660	\$ 33,418
<b>Museum Gift Fund</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 6,899	\$ -	\$ -	\$ 6,899
<b>Liabilities:</b>				
Due to others	\$ 6,899	\$ -	\$ -	\$ 6,899
<b>Commissary Fund:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 32,479	\$ 98,652	\$ 111,105	\$ 20,026
<b>Liabilities:</b>				
Due to others	\$ 32,479	\$ 98,652	\$ 111,105	\$ 20,026
<b>Bail Holding Fund :</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ -	\$ 39,310	\$ 39,310	\$ -
<b>Liabilities:</b>				
Due to others	\$ -	\$ 39,310	\$ 39,310	\$ -
<b>Mineral County DARE Program:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 211	\$ -	\$ -	\$ 211
<b>Liabilities:</b>				
Due to others	\$ 211	\$ -	\$ -	\$ 211
<b>Mineral County Jail-Inmate Restricted:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 4,246	\$ 15,537	\$ 12,124	\$ 7,659
<b>Liabilities:</b>				
Due to others	\$ 4,246	\$ 15,537	\$ 12,124	\$ 7,659

MINERAL COUNTY, NEVADA  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2011  
 (Page 4 of 5)

	<u>BALANCE</u> <u>JULY 1, 2010</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2011</u>
<b>Sheriff's Gift:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 173	\$ 419	\$ 348	\$ 244
<b>Liabilities:</b>				
Due to others	\$ 173	\$ 419	\$ 348	\$ 244
<b>Care and Share Gift Fund:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 10,229	\$ 35	\$ 2,094	\$ 8,170
<b>Liabilities:</b>				
Due to others	\$ 10,229	\$ 35	\$ 2,094	\$ 8,170
<b>Walker Lake General Improvement:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 173,100	\$ 378,693	\$ 332,383	\$ 219,410
<b>Liabilities:</b>				
Due to other governments	\$ 173,100	\$ 378,693	\$ 332,383	\$ 219,410
<b>Mina Town Park Donation:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 540	\$ -	\$ -	\$ 540
<b>Liabilities:</b>				
Due to others	\$ 540	\$ -	\$ -	\$ 540

MINERAL COUNTY, NEVADA  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 FOR THE YEAR ENDED JUNE 30, 2011  
 (Page 5 of 5)

	<u>BALANCE</u> <u>JULY 1, 2010</u>	<u>ADDITIONS</u>	<u>DEDUCTIONS</u>	<u>BALANCE</u> <u>JUNE 30, 2011</u>
<b>School Debt:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 6,640	\$ 576,699	\$ 583,339	\$ -
<b>Liabilities:</b>				
Due to other governments	\$ 6,640	\$ 576,699	\$ 583,339	\$ -
<b>Mineral County Youth Athletic League:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 28	\$ -	\$ -	\$ 28
<b>Liabilities:</b>				
Due to others	\$ 28	\$ -	\$ -	\$ 28
<b>Mineral County Sheriff Investigative Fund:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 31,769	\$ -	\$ 30,147	\$ 1,622
<b>Liabilities:</b>				
Due to others	\$ 31,769	\$ -	\$ 30,147	\$ 1,622
<b>Unapportioned Collections:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 97,446	\$ 94,730	\$ -	\$ 192,176
<b>Liabilities:</b>				
Due to other governments	\$ 97,446	\$ 94,730	\$ -	\$ 192,176
<b>Totals, All Agency Funds and Unapportioned Collections:</b>				
<b>Assets:</b>				
Cash invested and on deposit	\$ 662,658	\$ 3,511,687	\$ 3,156,316	\$ 1,018,029
<b>Liabilities:</b>				
Due to other governments	\$ 458,264	\$ 3,339,685	\$ 2,907,855	\$ 890,094
Due to others	204,394	172,002	248,461	127,935
	<u>\$ 662,658</u>	<u>\$ 3,511,687</u>	<u>\$ 3,156,316</u>	<u>\$ 1,018,029</u>



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  
Mineral County, Nevada

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Mineral County, Nevada as of and for the year ended June 30, 2011, which collectively comprise Mineral County's basic financial statements and have issued our report thereon dated November 30, 2011. 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.

Internal Control over Financial Reporting:

In planning and performing our audit, we considered Mineral County, Nevada's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in the internal control over financial reporting that might be significant deficiencies, or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. However, as described in the accompanying Schedule of Findings and Questioned Costs, we identified a deficiency in internal control over financial reporting that we consider to be a material weakness.

*A deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. *A material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of Mineral County's financial statements will not be prevented, or detected and corrected on a timely basis. We consider the deficiency described in the accompanying Schedule of Findings and Responses to be a material weakness (Finding 11-1).

Compliance and Other Matters:

As part of obtaining reasonable assurance about whether Mineral County, Nevada's basic financial statements are free of 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 Standard*.

The County's response to the finding identified in our audit is described in the accompanying Schedule of Findings and Questioned Costs. We did not audit the County's response and, accordingly, we express no opinion on it.

This report is intended solely for the information and use of management, Mineral County Board of County Commissioners, others within the entity, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Yerington, Nevada  
November 30, 2011

Arrighi, Rader & Blake, LLC



**Arrighi, Rader & Blake LLC**  
Certified Public Accountants

Independent Auditor's Report on Compliance with Requirements That Could Have A Direct and Material Effect  
on Each Major Program and on Internal Control over Compliance in  
Accordance with OMB Circular A-133

To the Honorable Board of Commissioners  
Mineral County, Nevada

Compliance:

We have audited the compliance of Mineral County, Nevada with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Mineral County's major federal programs for the year ended June 30, 2011. Mineral County, Nevada's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal program is the responsibility of Mineral County, Nevada's management. Our responsibility is to express an opinion on Mineral County, Nevada's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Mineral County, Nevada's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our opinion does not provide a legal determination on Mineral County, Nevada's compliance with those requirements.

In our opinion, Mineral County, Nevada complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2011.

Internal Control over Compliance:

Management of Mineral County, Nevada is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered Mineral County, Nevada's internal control over compliance with the requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies,

in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

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

This report is intended solely for the information and use of management, Mineral County Board of County Commissioners, others within the entity, federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

Yerington, Nevada  
November 30, 2011

*Arrighi, Rader & Blake, LLC*

MINERAL COUNTY, NEVADA  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE YEAR ENDED JUNE 30, 2011  
 (PAGE 1 OF 3)

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	FEDERAL EXPENDITURES	PAYMENTS TO SUBRECIPIENTS
<u>U.S. Department of Agriculture</u>				
Direct Programs:				
Office of Rural Development				
Water and Waste Disposal Systems for Rural Communities	10.760	N/A	\$ 232,976	-
Schools and Roads Cluster				
Passed through the State of Nevada Controller:				
Secure Payments for States and Communities Containing Federal Lands (NOTE 4)	10.665	N/A	313,682	156,841
Total Schools and Roads Cluster			<u>313,682</u>	<u>156,841</u>
Passed through the State of Nevada Department of Administration:				
Nutrition Cluster				
National School Lunch Program (NOTE 2)	10.555	N/A	927	-
National School Lunch Program	10.555	N/A	14,630	-
Total Nutrition Cluster			<u>15,557</u>	-
Total U.S. Department of Agriculture			<u>562,215</u>	<u>156,841</u>
<u>U.S. Department of Housing and Urban Development</u>				
Passed through the State of Nevada Commission on Economic Development:				
State-Administered CDBG Cluster				
Community Development Block Grants/ State Program-Community Ctr Renovation	14.228	CDBG/08/PF/006	73,764	-
Total State-Administered CDBG Cluster			<u>73,764</u>	-
Total U.S. Department of Housing and Urban Development			<u>73,764</u>	-
<u>U.S. Department of the Interior</u>				
Passed through the State of Nevada Controller:				
Taylor Grazing Act	15.227	N/A	1,284	-
<u>U.S. Environmental Protection Agency:</u>				
Direct Programs:				
Brownsfield Assessment and Cleanup Cooperative Agreements	66.818	BF-96942101-0	3,340	-
Passed through Department of Conservation & Natural Resources				
Nevada Division of Environmental Protection:				
Clean Water State Revolving Loan Fund	66.458	Contract CS32-1012	209,525	-
ARRA - Clean Water State Revolving Loan Fund	66.458	Contract CS32-0938S	976,806	-
ARRA - Drinking Water State Revolving Fund	66.468	N/A	36,787	-
Total U.S. Environmental Protection Agency			<u>1,226,458</u>	-

The notes to The Schedule of Expenditures of Federal Awards are an integral part of this schedule.

MINERAL COUNTY, NEVADA  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE YEAR ENDED JUNE 30, 2011  
 (PAGE 2 OF 3)

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	FEDERAL EXPENDITURES	PAYMENTS TO SUBRECIPIENTS
<u>U.S. Department of Transportation:</u>				
Passed through the State of Nevada Department of Transportation				
Formula Grant for other than Urbanized Areas	20.509	PR162-10-802	\$ 40,482	-
Passed through the State of Nevada Department of Public Safety, Office of Traffic Safety				
Highway Safety Cluster				
State and Community Highway Safety	20.600	21-JF-1.14	986	-
Alcohol Traffic Safety and Drunk Driving Prevention	20.601	21-JF-1.14	1,998	-
Alcohol Traffic Safety and Drunk Driving Prevention	20.601	210-JF-1.15	500	-
Occupant Protection	20.602	21-JF-1.14	473	-
Safety Belts and Performance Grants	20.609	210-JF-1.15	1,949	-
Safety Belts and Performance Grants	20.609	21-JF-1.14	4,659	-
Total Highway Safety Cluster			10,565	-
Total U.S. Department of Transportation			51,047	-
<u>U.S. Department of Energy:</u>				
Passed through the State of Nevada Office of Energy				
ARRA - Energy Efficiency and Conservation Block Grant Program	81.128	DE-EE0000687	116,707	-
Direct Programs:				
Civilian Radioactive Waste Management:				
Nuclear Waste Disposal Siting	81.065	N/A	237,628	-
Program Income (NOTE 3)	81.065	N/A	2,868	-
			240,496	-
Total U.S. Department of Energy			357,203	-
<u>U.S. Department of Health and Human Services:</u>				
Passed through the State Division for Aging Services:				
Aging Cluster				
Special Programs for the Aging-Title III, Part B - Grants for Supportive Services and Senior Centers				
	93.044	12-000-13-BX-11	41,071	-
Special Programs for the Aging-Title III, Part C - Nutrition Services				
Homebound Meals	93.045	12-000-04-24-11	24,394	-
Program Income (NOTE 3)			23,980	-
Homebound Meals	93.045	12-000-04-24-10	9,875	-
Program Income (NOTE 3)			9,708	-
Congregate Meals	93.045	12-000-07-13-11	16,109	-
Program Income (NOTE 3)			15,836	-
Congregate Meals	93.045	12-000-07-13-10	5,287	-
Program Income (NOTE 3)			5,197	-
			110,386	-
Nutrition Services Incentive Program				
Nutrition Services Incentive Program	93.053	12-000-57-NX-10	5,514	-
Nutrition Services Incentive Program	93.053	12-000-57-NX-11	8,933	-
			14,447	-
Total Aging Cluster			165,904	-

The notes to The Schedule of Expenditures of Federal Awards are an integral part of this schedule.

MINERAL COUNTY, NEVADA  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 FOR THE YEAR ENDED JUNE 30, 2011  
 (PAGE 3 OF 3)

FEDERAL GRANTOR/PASS-THROUGH GRANTOR/PROGRAM TITLE	FEDERAL CFDA NUMBER	PASS-THROUGH GRANTOR'S NUMBER	FEDERAL EXPENDITURES	PAYMENTS TO SUBRECIPIENTS
<u>U.S. Department of Health and Human Services (continued)</u>				
Passed through the State Division for Aging Services (continued):				
National Family Caregiver Support	93.052	12-000-45-EX-11	\$ 55,963	\$ -
Passed through the State of Nevada Division of Welfare:				
Child Support Enforcement	93.563	N/A	76,229	-
Total U.S. Department of Health and Human Services			<u>298,096</u>	<u>-</u>
<u>Department of Homeland Security:</u>				
Passed through State Department of Public Safety:				
Division of Emergency Management				
Emergency Management Performance Grant	97.042	Project 9704210	4,170	-
Emergency Management Performance Grant	97.042	Project 9704211	15,340	-
			<u>19,510</u>	<u>-</u>
Total Department of Homeland Security			<u>19,510</u>	<u>-</u>
Total Expenditures of Federal Awards			<u>\$ 2,589,577</u>	<u>\$ 156,841</u>

**MINERAL COUNTY, NEVADA**  
**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**  
**JUNE 30, 2011**

**NOTE 1 – BASIS OF PRESENTATION:**

The accompanying schedule of expenditures of federal awards includes the federal grant activity of Mineral County and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**NOTE 2 – NONCASH EXPENDITURES:**

The expenditures reported include noncash items as follows:

**National School Lunch Program (10.555)**

Expenditures of \$927 for this program represent the dollar value of food commodities served at the County's juvenile detention facility. The value of commodities is determined by the U.S. Department of Agriculture.

**NOTE 3 – PROGRAM INCOME:**

Expenditures reported include income received by the grantee, directly generated by grant-supported activity, totaling \$57,589 and includes the following programs:

- Program income at the County's Care & Share facilities under CFDA 93.045 – Special Programs for the Aging Title III, Part C in the amount of \$54,721 was due to meals served.
- Program income at the County's Nuclear Waste Disposal Siting – CFDA 81.065 in the amount of \$2,868 was due to interest earnings and map fees.

**NOTE 4 – SUBRECIPIENTS:**

Of the federal expenditures presented in the schedule, Mineral County, Nevada provided federal awards to subrecipients as follows:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount Provided to Subrecipients</u>
Schools and Roads - Grants to States	10.665	\$ <u>156,841</u>

**MINERAL COUNTY, NEVADA  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED JUNE 30, 2011**

**Section I - Summary of Auditor's Results:**

- Arrighi, Rader & Blake, LLC issued an unqualified opinion on the financial statements of Mineral County, Nevada for the year ended June 30, 2011.
- One material weakness was identified during the audit of the financial statements as reported in the 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*.
- The audit disclosed no instances of noncompliance which were material to the financial statements of Mineral County.
- No deficiencies in the internal control over major federal programs were disclosed during the audit as reported in the Independent Auditor's Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Federal Program and on Internal Control over Compliance in Accordance with OMB A-133.
- Arrighi, Rader & Blake, LLC issued an unqualified opinion on compliance with the requirements for the major federal award program of Mineral County.
- There were no audit findings relative to the major federal award programs for Mineral County for the year ended June 30, 2011 which are required to be reported under Section .510(a) of OMB Circular A-133.
- Mineral County had two major programs for the year ended June 30, 2011, as follows:
 

CFDA Number	Name of Federal Program
10.665	Secure Payment for States and Communities Containing Federal Lands
66.458	Airport Improvement Program
- The dollar threshold used to distinguish between Type A and Type B programs for the year ended June 30, 2011, was \$300,000.
- Mineral County was determined to be a high-risk auditee for the year ended June 30, 2011 under the criteria set forth in section 530 of OMB Circular A-133.

**Financial Statements Findings:**

- See pages 114-115.

**MINERAL COUNTY, NEVADA**  
**SCHEDULE OF FINDINGS AND QUESTIONED COSTS**  
**FOR THE YEAR ENDED JUNE 30, 2011**  
**(Continued)**

**Section II – Financial Statement Findings**

**Finding 11-1-Material Weakness:**

*Criteria & Condition:* Management 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 preparation of full disclosure financial statements and schedule of expenditures of federal awards and maintaining accounting records that do not require adjustments as part of the audit process.

During our audit testing, we noted several instances where the trial balance required audit adjustments. Based on the audit adjustments (grants) and changes in presentation from the County's internally produced financial statements, it appears the County would be unable to prepare financial statements and schedule of expenditures of federal awards in accordance with generally accepted accounting principles. The County contracts with the external audit firm of Arrighi, Rader & Blake, LLC prepares the County's audited financial statements, related note disclosures and schedule of expenditures of federal awards.

*Context:* Independent auditors have adjusted the general ledger and prepared the County's audited financial statements, related note disclosures and schedule of expenditures of federal awards as part of the annual audit process for many years. As such, this appears to be a systemic condition.

*Effect:* Financial information submitted to the Board during the year may not have been accurate.

*Cause:* Due to a lack of personnel trained in governmental accounting, software utilization, and financial statement presentation for governments, the County has chosen to contract with Arrighi, Rader & Blake, LLC to prepare the County's financial statements and schedule of expenditures of federal awards and adjust the general ledger as necessary.

*Recommendation:*

We recommend the County's finance staff obtain training in the preparation of governmental financial statements and schedule of expenditures of federal awards in order to achieve the capability to prepare the County's financial statements internally.

*Management's Response:*

Due to the constraints on financial resources, the County believes the most cost efficient approach is to outsource the financial statement preparation function. Therefore, the County will continue to contract with the external auditor to prepare the County's financial statements and adjust the general ledger as necessary.

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# Arrighi, Rader & Blake LLC

Certified Public Accountants

## Independent Accountant's Report

To the Honorable Board of Commissioners of  
Mineral County, Nevada

We have reviewed the assertion provided by management in accordance with Nevada Revised Statute 354.624 (5) (a):

- The identified funds are being used expressly for the purpose for which they were created.
- The funds are administered in accordance with accounting principles generally accepted in the United States of America.
- The reserved fund balances in the funds were reasonable and necessary to carry out the purposes of the funds at June 30, 2011 (based on the interpretation of reasonable and necessary provided by the Legislative Counsel Bureau)
- The sources of revenues, including transfers, available for the funds are as noted in the financial statements.
- The funds conformed to significant statutory and regulatory constraints on its financial administration during the year ended June 30, 2011 (except as previously noted under statute compliance)
- The balance and net assets of the funds are as noted in the financial statements.

This assertion is the responsibility of the management of Mineral County, Nevada.

Our review was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on the assertion. Accordingly, we do not express such an opinion.

Based on our review, nothing came to our attention that caused us to believe that the assertion provided by management referred to above is not fairly stated in all material respects.

Yerington, Nevada  
November 30, 2011

*Arrighi, Rader - Blake, LLC*

**MINERAL COUNTY, NEVADA  
 SCHEDULE OF FEES IMPOSED SUBJECT TO THE  
 PROVISIONS OF NRS 354.5989  
 LIMITATION OF FEES FOR BUSINESS LICENSES  
 FOR THE YEAR ENDED JUNE 30, 2011**

Flat Fixed Fees:

Business license revenue adjusted base at June 30, 2010	\$51,322
--	----------

Adjustment to Base:

Base

- |  |              |              |
|--|--------------|--------------|
| 1. Percentage increase in population<br>of the local government  | 0.90%        |              |
| 2. Percentage increase in the Consumer<br>Price Index for the year ending on<br>December 31 next preceding the year<br>for which the limit is being calculated | <u>1.50%</u> | <u>2.40%</u> |

Adjusted base at June 30, 2011	52,554
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Actual revenue	<u>30,992</u>
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Amount (under) allowable amount	<u><u>\$(21,562)</u></u>
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AUDITOR'S COMMENTS

STATUTE COMPLIANCE

The required disclosure on compliance with Nevada Revised Statutes and the Nevada Administrative Code is contained in Note 2 to the financial statements.

CURRENT YEAR RECOMMENDATIONS

Our recommendations for the current year are included in the Schedule of Findings and Questioned Costs.

PROGRESS OF PRIOR YEAR STATUTE COMPLIANCE

The County monitored expenditures during the current year in order to prevent over-expenditures. There were no instances of over-expenditures at June 30, 2011.

PRIOR YEAR RECOMMENDATIONS

The prior year findings were implemented while Finding 11-1 is ongoing.