

**WHITE PINE COUNTY SCHOOL DISTRICT, STATE OF NEVADA**  
**FINANCIAL STATEMENTS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**  
**WITH REPORT OF**  
**CERTIFIED PUBLIC ACCOUNTANTS**

**WHITE PINE COUNTY SCHOOL DISTRICT**  
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**FINANCIAL SECTION**

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## INDEPENDENT AUDITOR'S REPORT

Board of Trustees  
White Pine County School District  
Ely, Nevada

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

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of White Pine County School District, State of Nevada (a Nevada local government unit) as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

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

### ***Auditor's Responsibility***

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

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



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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of White Pine County School District, as of June 30, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### ***Changes in Accounting Principle***

As described in Note 1 to the financial statements, in fiscal year 2021, the District implemented the provisions of GASB Statement No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

### ***Other Matters***

#### ***Report on Summarized Comparative Information***

We have previously audited White Pine County School District's financial statements for the year ended June 30, 2020, and our report dated October 23, 2020, expressed an unmodified opinion on those audited financial statements. In our opinion, the summarized comparative information presented herein as of and for the year ended June 30, 2020, is consistent, in all material respects, with the audited financial statements from which it has been derived.

#### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedules related to pensions and OPEB and related notes, as listed in the table of contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### ***Other Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the White Pine County School District's basic financial statements. The major fund comparative balance sheets, the combining and individual fund nonmajor fund financial statements, certain budgetary comparison information, as listed in the table of contents, and schedule of extraordinary repair fund are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance, and is also not a required part of the basic financial statements.

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

The schedule of extraordinary repair fund has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

#### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated October 25, 2021, on our consideration of White Pine County School District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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* in considering White Pine County School District's internal control over financial reporting and compliance.



HintonBurdick, PLLC  
St. George, Utah  
October 25, 2021

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## **White Pine County School District Management's Discussion and Analysis June 30, 2021**

This section of the White Pine County School District's annual financial report presents a discussion and analysis of the District's financial performance for the fiscal year ended June 30, 2021. Management's discussion and analysis (MDA) is supplementary information that is intended to provide a readable analysis of the District's financial activities. The MDA is required *before* each basic financial statement and provides an analysis of the District's overall financial position to help the user assess the District's financial position compared with the prior year's activity. We encourage readers to read the MDA in conjunction with the letter of transmittal and the financial statements which immediately follow this section.

### **Financial Highlights**

- The District qualified as a low-risk auditee and the auditor's report offered an unmodified opinion. This provides the highest level of assurance of financial activity and affirms that these financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the White Pine County School District.
- Net position improved by \$1,874,507. This has allowed the school district to build reserves so it is better prepared to deal with sustained, adverse economic events.
- Cash and investments improved to \$9,502,271 which was an increase of \$3,586,036 over FY2020.
- The General Fund ending balance increased by \$661,736. The unassigned General Fund balance was \$6,102,222. This is approximately 45% of total expenditures (including transfers).
- The District was able to transfer \$1 million from its Debt Service Fund to the School Construction Fund for capital improvements. The fund balance net of the transfer was \$1,377,693.
- Total assets (net of depreciation) exceeded total liabilities by \$10,649,743 which reflects an increase of \$1,460,896 and a ratio of \$1.37 to \$1.
- Current assets exceeded current liabilities including the current portion of long-term debt (i.e. current ratio) by \$11,062,536 which represents an increase of \$3,535,524 over the prior year. The ratio of current assets to current liabilities improved to \$4.92 to \$1.
- Total governmental revenue decreased by approximately \$429,309 or 1.9% and the General Fund revenue remained stable but decreased by \$184,362 or approximately 1.3%
- Total governmental revenue exceeded total governmental expenditures by \$1,332,339.
- Net proceeds of minerals, which is an indicator of local mining viability, totaled \$450,998 or approximately 3.2% of total general fund revenue.

## Overview of the Financial Statements

The ensuing discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The basic financial statements consist of the following components:

1. Government-wide financial statements
2. Fund financial statements, and
3. Notes to the financial statements.

Notes to the financial statements provide additional detail and information about the District's accounting practices, financing arrangements, capital assets, and significant financial and economic events. Review of the notes helps the public understand the financial position. The audited financial reports provide a reasonable assurance about whether the basic financial statements represent fairly the District's financial situation.

The financial statement for FY2021 will focus on required annual reporting so many of the ancillary reports that were evident in prior audits, such as the letter of transmittal and statistics sections, have not been included in this report.

**Government-Wide Financial Statements.** The government-wide statements are designed to provide readers with a broad overview of White Pine County School District's finances in a manner similar to private-sector businesses. They consist of a Statement of Net Position and Statement of Activities.

Statement of Net Position: The Statement of Net Position reports all assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position. The "net investment in capital assets" represents the amount invested in capital assets, net of related debt.

The Statement of Net Position can be useful in assessing the District's ability to cover its costs and to continue financing services in the future. Comparing total assets with total liabilities provides information about what the District owns versus what the District owes. The Statement will also determine how much of the District's net assets can be used to provide new services or start new programs, versus how much is invested in capital assets or restricted for specific purposes. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating.

Statement of Activities: The statement of activities presents information with respect to changes in the net position of the District. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods (e.g. earned but unused vacation leave). The Statement of Activities also helps explain how the District's net position changed during the fiscal year by providing a comparison of public services (expenses) and the resources obtained to finance services (revenues). This Statement is helpful in learning where the District gets its resources and how they are spent.

**Fund Financial Statements.** A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Like other state and local governments, the District uses fund accounting to ensure and demonstrate compliance with finance related policies and legal requirements. Fund financial statements are

used by government entities to provide details and report activity related to the District's governmental, business-type (a.k.a. proprietary), and fiduciary funds. The District has no proprietary funds.

Governmental Funds: Governmental funds report the finances of a school district's most basic services which are generally the same as the governmental activities. However, the governmental fund financial statements are prepared using the modified accrual basis of accounting instead of the accrual basis of accounting. Accrual accounting recognizes revenues and expenses in the accounting period in which they have been earned or incurred, regardless of when cash is received or paid. Generally, under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. Expenditures are recognized when the related liability is incurred. There are a few exceptions to the general modified accrual expenditure recognition criteria such as unmatured interest on general long-term debt but generally revenues are recorded as mentioned previously.

The governmental fund financial statements show the major funds (or larger funds) individually and provide a total for the remaining governmental funds in a single column. GASB Statement No. 34 specifies several provisions regarding major funds. Major fund reporting is required only for governmental funds and enterprise funds each year. Because this is done on a year-by-year basis, some funds may be major funds one year but not in another year. If the fund does not qualify as a major fund, it is included in the "other governmental" category.

Major Funds: Major funds represent the government's most important or significant funds. There are three provisions for determining which governmental funds and enterprise funds should be considered major funds:

- 1) The general fund is always a major fund.
- 2) Any other governmental fund or enterprise fund is required to be reported as a major fund in any year that the total assets, liabilities, revenues, or expenditures/expenses (excluding extraordinary items) of that individual governmental fund or enterprise fund are both:
  - a) 10 percent or more of the corresponding total (assets, liabilities, and so forth) for all funds of that category or type (i.e., total governmental funds or total enterprise funds), and
  - b) 5 percent or more of the corresponding total for all governmental funds and enterprise funds combined.
- 3) Any other governmental fund or enterprise fund that government officials consider particularly important to users may be reported as a major fund.

In addition to the major funds, individual fund data for each of the non-major governmental funds is provided in the form of combining statements elsewhere in the report (refer to the table of contents).

**Notes to the Financial Statements.** The notes to the financial statements disclose additional information essential to representing the District's financial status accurately and completely. They are an integral part of the financial statements and are necessary for a full understanding of the data provided. The notes disclose information such as accounting and budget practices; finance, legal and contractual information; financial obligations, and significant economic events and transactions. Refer to the table of contents for the location and page numbers of the notes to the financial statements.

**Other information.** In addition to the basic financial statements and accompanying notes, this report also provides required supplementary information. The combining fund statements are presented immediately following the notes to the financial statements. The District may include other information it feels is necessary to help better understand this annual report and the financial condition of the District.

### Government-wide Financial Analysis

The comparison of assets to liabilities provides an indication of the District’s ability to meet current and long-term demands. The table below illustrates the net position of the District.

White Pine County School District's  
Net Position

Description	June 30, 2021 Governmental Activities	June 30, 2020 Governmental Activities	Increase (Decrease)
Current Assets	\$ 13,885,936	\$ 10,809,279	\$ 3,076,657
Capital Assets	25,537,731	26,580,305	(1,042,574)
Total Assets	39,423,667	37,389,584	2,034,083
Total deferred outflows of resources	3,504,135	3,180,182	\$ 323,953
Current Liabilities	2,047,258	1,658,253	389,005
Current portion of long-term liabilities	776,142	847,872	(71,730)
Long-term Liabilities	25,950,524	25,694,612	255,912
Total Liabilities	28,773,924	28,200,737	573,187
Total deferred inflows of resources	3,546,159	3,635,817	(89,658)
<u>Net Position</u>			
Net Invested in Capital Assets	19,211,336	19,605,687	(394,351)
Restricted	4,354,269	3,107,384	1,246,885
Unrestricted	(12,957,886)	(13,979,859)	1,021,973
Total Net Position	\$ 10,607,719	\$ 8,733,212	\$ 1,874,507

Governmental accounting standards require that deferred outflows of resources be reported in the financial statements apart from assets and deferred inflows of resources reported apart from liabilities. The reason is that deferrals are not assets or liabilities and not revenues or expenses. They represent consumption and acquisition of future assets. Reporting them as revenues and expenditures would distort a government’s actual financial position. Total deferred inflows of resources exceeded total deferred outflows of resources by \$42,024.

The District’s assets exceeded liabilities by \$10,649,743 as of June 30, 2021 which is an increase from FY2020 of \$1,460,896. Assets increased by \$2,034,083 while liabilities increased by \$573,187.

The largest portion of total net position, \$19,211,336, was invested in capital assets. Capital assets are items such as land, buildings, equipment and other physical, tangible items that are used in the regular course of business and are not easily converted into cash nor are they available for future spending.

A comparison of current assets and current liabilities called a current ratio provides a liquidity measure of the District’s ability to pay short-term obligations. Current assets are assets that are reasonably expected to be converted into cash within one year in the normal course of business.

These include items such as cash, marketable securities, prepaid expenses and other items that can easily be converted to cash to pay liabilities. Current liabilities are obligations or expenditures that are due within one year. This includes the current liabilities and current portion of the long-term liabilities in the prior table. Current assets exceeded current liabilities by a ratio of \$4.92 to \$1. This means that for each \$1.00 of current liability there was \$4.92 of current assets to cover what was owed.

Changes in Net Position: The Changes in Net Position provides a comparison of the resources (revenues) of the District with the costs of the services (expenses) including any extraordinary or special items and/or prior period adjustments. The total net position improved by \$1,874,507.

Business-type activities (also known as proprietary funds) reflect functions that are supported through user fees or charges other than typical governmental revenue that pay for the operation. The White Pine County School District currently has no business-type activities so the Statement of Activities will only reflect governmental activities.

Charges for services are comprised of tuition and nutrition program fees. Nevada and Utah school districts that border White Pine County enter into tuition agreements for students that attend schools in their neighboring district. The District has outsourced its nutrition program and this program charges students and staff for meals unless the student families qualify for free meals.

Capital grants and contributions are state, federal, private grants and donations for capital items. Capital grants and contributions are not ongoing sources of revenue and the total received in any given year will vary. Expenditures are limited by the donor or grantor and are typically used for non-recurring items.

General revenues consist of local taxes, state and federal aid, and other revenue. The funding mechanism for public instruction in Nevada is designed to reduce state funding when local sources are more than anticipated.

The following table illustrates the revenues, expenses, and changes in net position.



**White Pine County School District's  
Changes in Net Position  
June 30, 2021**

Description	Governmental Activities FY2021	Governmental Activities FY2020	Increase (Decrease)
<b>Revenues</b>			
<b>Program Revenues:</b>			
Charges for services	\$ 111,247	\$ 125,000	\$ (13,753)
Capital grants and contributions	105,684	741,969	(636,285)
Operating grants and contributions	5,772,219	6,088,602	(316,383)
<b>Total Program Revenues</b>	<b>5,989,150</b>	<b>6,955,571</b>	<b>(966,421)</b>
<b>General Revenues:</b>			
Property taxes, levied for general purposes	3,529,075	4,438,949	(909,874)
Property taxes, levied for debt services	1,438,831	1,029,041	409,790
Local school support tax (LSST)	3,384,165	2,972,909	411,256
Other taxes	1,470,671	1,505,944	(35,273)
Federal aid not restricted to specific purposes	335,321	146,497	188,824
State aid not restricted to specific purposes	5,943,240	5,674,979	268,261
Other local sources	455,442	157,798	297,644
Unrestricted investment earnings	7,934	101,450	(93,516)
<b>Total General Revenues</b>	<b>16,564,679</b>	<b>16,027,567</b>	<b>537,112</b>
<b>Total Revenues</b>	<b>22,553,829</b>	<b>22,983,138</b>	<b>(429,309)</b>
<b>Expenses</b>			
Instruction Expenses	9,276,211	8,882,928	393,283
<b>Support Services Expenses:</b>			
Student support	1,089,320	1,260,316	(170,996)
Instructional staff support	1,001,474	1,242,351	(240,877)
General administration	619,163	753,766	(134,603)
School administration	1,693,065	1,531,319	161,746
Central Services	1,468,288	1,196,410	271,878
Operations and maintenance	2,499,948	2,111,879	388,069
Student transportation	1,673,439	1,138,082	535,357
Other support	183,961	210,788	(26,827)
Food services	505,477	451,068	54,409
Noninstructional services	311	-	311
Facilities acquisition, construction and improvements	1,034,231	1,166,475	(132,244)
Interest	210,697	229,397	(18,700)
<b>Total Support Services</b>	<b>11,979,374</b>	<b>11,291,851</b>	<b>687,523</b>
<b>Total Expenses</b>	<b>21,255,585</b>	<b>20,174,779</b>	<b>1,080,806</b>
<b>Changes in Net Position</b>	<b>1,298,244</b>	<b>2,808,359</b>	<b>(1,510,115)</b>
<b>Net Position Beginning</b>	<b>8,733,212</b>	<b>5,924,853</b>	<b>2,808,359</b>
Restatement adjustments	576,263		
<b>Net Position Ending</b>	<b>10,607,719</b>	<b>8,733,212</b>	<b>1,874,507</b>

**Financial Analysis of the District's Funds**

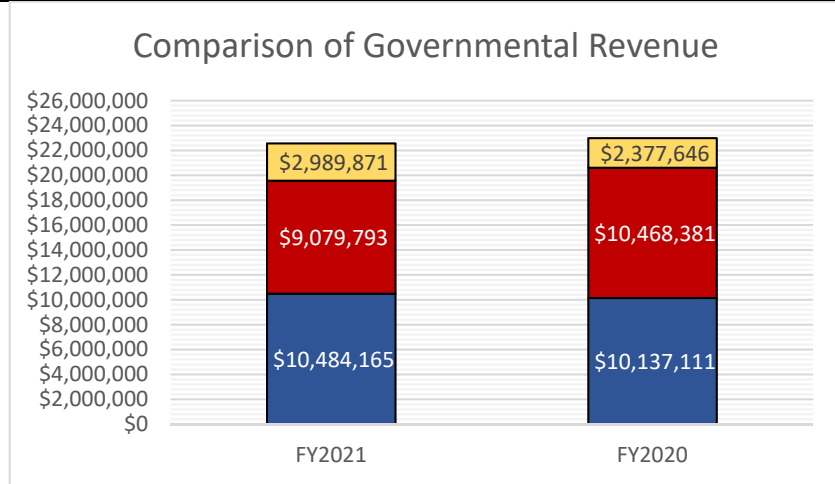
A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. There are essentially three groups of funds for which financial statements are prepared: 1) governmental, 2) proprietary, and 3) fiduciary. Like other state and local governments, the District uses fund accounting to ensure and demonstrate compliance with finance and accounting related regulatory and legal requirements. Because the

District has no business-type activities to report, the fund financial analysis will consist of governmental and fiduciary funds only.

**Governmental Funds:** Governmental funds are funds that account for and are related to the District’s objective to provide educational and related services. The table below shows the sources of revenue for each of the governmental funds:

**White Pine County School District**  
FY2021 Governmental Fund Revenues

Expenditures	General Fund	Special Education Fund	Capital Project Fund	Federal Special Revenue Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds	% Total Revenue
Local Sources	\$ 7,900,701	\$ -	\$ 407,244	\$ -	\$ 1,559,581	\$ 616,639	\$ 10,484,165	46.49%
State Sources	5,943,240	1,252,898	-	-	-	1,883,655	\$ 9,079,793	40.26%
Federal Sources	334,329	-	192,000	1,994,427	-	469,115	\$ 2,989,871	13.26%
<b>Total Expenditure:</b>	<b>14,178,270</b>	<b>1,252,898</b>	<b>599,244</b>	<b>1,994,427</b>	<b>1,559,581</b>	<b>2,969,409</b>	<b>22,553,829</b>	<b>100.00%</b>
	63%	6%	3%	9%	7%	13%	100%	



Local sources are derived primarily from taxes ad valorem (aka property taxes) including net proceeds of minerals, sales taxes and government services tax. State and federal sources are obtained through legislative action and can be directly or indirectly appropriated, or awarded on an application basis. Indirect appropriations are typically from the federal government and are passed through the State. Grants can either be distributed via formula or on a competitive application basis. Total governmental revenue decreased by approximately \$429,309 or 1.9%.

The ensuing table provides an analysis of the functions the District devotes its resources to in order to carry out its objectives:

**White Pine County School District**  
FY2021 Governmental Fund Expenditures

Revenues	General Fund	Special Education Fund	Capital Project Fund	Federal Special Revenue fund	Debt Service Fund	Nonmajor Funds	Total Governmental Funds
Regular Instruction	\$ 4,190,568		\$ 135,599	\$ 431,751		\$ 764,179	\$ 5,522,097
Special Programs		1,387,182		149,375			\$ 1,536,557
Vocational Programs	469,785					51,069	\$ 520,854
Other Instructional	686,440			27,669		9,462	\$ 723,571
Adult/Alternative Education						537,423	\$ 537,423
Student Activities						245,026	\$ 245,026
Support Services	7,361,611	540,136	630,789	1,406,176	862,054	1,335,196	\$ 12,135,962
Total Expenditure	12,708,404	1,927,318	766,388	2,014,971	862,054	2,942,355	21,221,490
	60%	9%	4%	9%	4%	14%	100%

Approximately 43% of the district revenue is expended on instructional services while 57% is spent on support services. Support services include the following categories:

- Student Support
- Instructional Staff Support
- School Administration
- Operations and Maintenance
- Transportation
- General Administration
- Other Support
- Principal and Interest on Debt

Approximately 32% of amount for support services was spent on student support, instructional staff support and school administration. This plus the 45% spend on instruction means that approximately 75% of revenue was spent directly in schools.

The new pupil-centered funding plan (PCFP) includes a tiered, maximum administrative expenditure cap that becomes effective next year. The tier thresholds are as follows:

- Over 100,000 students: 5%
- 7,500 students up to 100,000: 7.5%
- 1,000 students up to 7,500 students: 10 %
- 500 students up to 1,000 students: 15 %
- Less than 500 students: 25 %

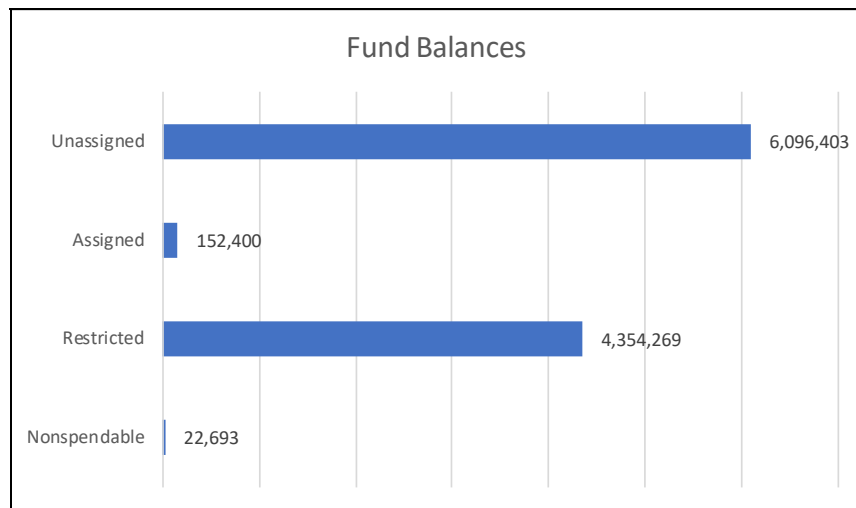
The cap is based on the General Fund general administrative and central services wages and benefits relative to total expenditures. For FY2021, these costs were approximately 7.4% which is less than the 10% threshold prescribed for school districts of White Pine’s size.

Governmental funds report the differences between their assets and liabilities as fund balance. A fund balance can be restricted and/or unrestricted. An unrestricted fund balance can be appropriated and a restricted fund balance it is not available for appropriation. Also, an unrestricted fund balance can be categorized as: 1) committed, 2) assigned, or 3) unassigned. Committed and assigned balances are designated by the governing body. These balances are typically limited or reserved for a future or specific purpose which may make them unavailable for appropriation based on the nature of the limitation(s). Unassigned balances in the general fund can be appropriated in subsequent years without restriction. According to Nevada

Administrative Code (NAC) 354.650, if the ending fund balance in the general fund of a local government has been budgeted for less than 4% of the actual expenditures for the previous year, the local government shall provide written explanation to the Department of Taxation that includes the reason for the low ending fund balance and the manner in which the local government plans to increase the fund balance. A fund balance of 8.3% or less is not subject to negotiations with local government employee organizations pursuant to NAC 354.660. Fund balances with respect to special education, debt services, capital projects, grants, donation and other governmental funds are restricted by federal or state law or other criteria for the specific purposes of the fund and are not available for spending at the District’s discretion. These provisions were changed during the past legislative session through Senate Bill 543 that will become effective in FY2022. SB 543 allows school districts to retain a maximum, budgeted fund balance of 16.6% of total expenditures with 12% exempt from labor negotiations.

As of June 30, 2021, the District realized a governmental fund balance of \$10,625,765 which is approximately 50% of total governmental expenditures. It is important to note that \$6,102,222 resides in the District’s General Fund (or operating fund) and is unassigned so it can be used to hedge for unanticipated economic events or allocated at the discretion of the Board of Trustees.

The graph below illustrates the components of the governmental fund balance:



The assigned balance of \$152,400 was designated through a Board action to reserve a portion of the General Fund balance to meet its other post-employment benefits (OPEB) obligation for retiree health insurance. For additional information about OPEB, refer to the notes to the financial statements.

The restricted fund balance is related to the debt, capital, stabilization and other special governmental funds that are designated for specific purposes.

The nonspendable balance is related to prepaid expenses. These are expenses paid in the current year for products or services for subsequent year(s). These expenses are typically for insurance or multi-year agreements for tech support and software licenses for example.

**Major Funds:** Major funds represent the government’s most important or significant funds and are determined by a mathematical calculation. In addition to the calculation, the District will also include any fund it believes is significant as a major fund. For example, special education has not

always qualified as a major fund based on the mathematical calculation but the District believes it is significant and has consistently reported it as a major fund. The District reported the following major funds in FY2021:

- General Fund
- Special Education
- Capital Projects
- Federal Special Revenue
- Debt Service
- Nonmajor

**General Fund:** The General Fund is the District’s operating fund and is not restricted. The fund is used to pay the expenditures related to the District’s formative purpose and funds may be transferred to other funds to support grants and programs as well as capital projects.

**Special Education:** The Special Education Fund accounts for the revenues and expenditures for the instruction of pupils with disabilities. Special education is determined through a weighted formula multiplied by the per-pupil basic support. The percentage of student population that is eligible for funding is capped at half of 13% of the total student population. A contingency fund was also established to assist school districts with special needs that are out of the ordinary.

**Capital Projects:** The Capital Projects fund accounts for the revenue and expenditure for facility related expenditures. The funds are used primarily to upgrade and maintain the physical assets of the District such as property, buildings, technology, infrastructure, transportation and equipment.

**Federal Special Revenue:** Federal special revenue funds account for federal originated funds that are restricted for a specific purpose. These can be in the form of direct or indirect appropriations or grant awards. The term indirect means the federal grant flows through a state agency to the school district and the District interacts with a state agency instead of directly with a federal agency.

**Debt Service:** The debt service fund is used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the government is obligated in some manner for the payment.

**Nonmajor:** All other governmental funds that did not qualify as a major fund are including in this category.

Governmental and major fund financial statements include the Balance Sheet and the Schedule of Revenues, Expenditures, and Changes in Fund Balance.

### **General Fund Budgetary Highlights**

The White Pine County School District prepares its budgets pursuant to Section 354 of the Nevada Revised Statutes. The provisions of the act establish the following timelines for budget preparation:

- On or before April 15, the Board must file a tentative budget with the Nevada Department of Taxation

- A mandatory tentative budget public hearing must be held no sooner than the third Monday in May and no later than the last day in May.
- On or before June 8, the Board must adopt a final budget by majority vote
- In any year in which the legislature by law increases or decreases the revenues of a local government, the District government **may**, within 30 days of adjournment of the legislative session, file an amended budget
- On or before January 1 of each school year, each school district shall adopt an amendment to its final budget

The District takes advantage of these opportunities to revise its budget to include changes in enrollment, fund balance, economic events, and other changes in budget assumptions.

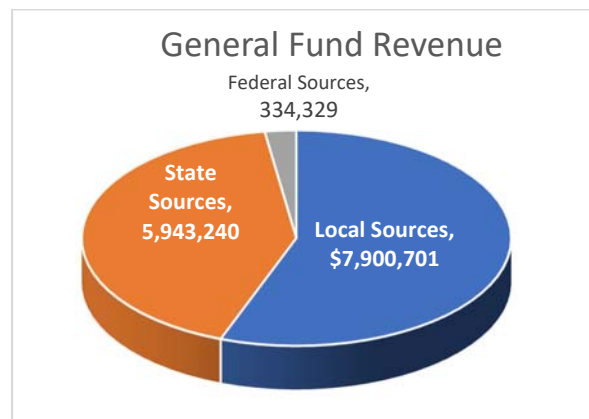
The General Fund is also referred to as the District’s operating fund. This is the District’s largest fund and accounted for approximately 63% of total governmental revenue. Total General Fund revenue decreased compared with the prior year by \$184,362 or 1.3%.

Changes in state and local sources are typically inversely related. The Nevada Plan formula for funding public education is designed to provide less support from the state when local sources increase.

The table and graph below provide a comparison of General Fund revenue:

General Fund Revenue

Description	FY2021	% of Total	FY2020	% of Total
Local Sources	\$ 7,900,701	56%	\$ 8,385,786	58%
State Sources	5,943,240	42%	5,674,979	40%
Federal Sources	334,329	2%	301,867	2%
<b>Total</b>	<b>\$ 14,178,270</b>	<b>100%</b>	<b>\$ 14,362,632</b>	<b>100%</b>



Local sources are derived from taxes ad valorem (property taxes), net proceeds of minerals (NPM) tax, local school support tax (LSST), government services tax and other non-tax revenue collected by the District such as tuition, fees and miscellaneous items.

State revenue is appropriated on a per pupil basis. The state combines the LSST, 1/3 of the property tax (including NPM) and state revenue into a formula to determine a basic per pupil guarantee. This per pupil guarantee is then multiplied by the average daily enrollment on a quarterly basis. Previously, funding for the school year was based on the number of weighted students on a certain “count day” in the first school month. Prior to FY2018, the student count was considered weighted because kindergarten students and early childhood students did not attend school for a full day. Kindergarten students now attend school for a full day and are counted the same as other full-time students. Each early childhood student is still counted as 0.6 of a full-time, student because they do not attend school for a full day.

The table below compares quarterly enrollment for the current and prior fiscal year:

	Q1	Q2	Q3	Q4	Average
FY2020	1,244.82	1,250.76	1,252.84	1,246.07	1,248.62
FY2021	1,191.15	1,193.78	1,205.01	1,192.76	1,195.68
Inc/(Dec)	(53.67)	(56.98)	(47.83)	(53.31)	(52.95)
% Inc/-Dec	-4.51%	-4.77%	-3.97%	-4.47%	-4.43%

Enrollment is important because school districts receive funding based on the number of students. Fluctuations in enrollment from year-to-year and during will cause correlating fluctuations in revenue that can be difficult to manage without sufficient fund reserves. Enrollment historically has remained stable over the course of the school year. The average enrollment was essentially flat from Q1 through Q4. The average of the quarters for the two years decreased by approximately 52.95 students or 4.43% compared with FY2020.

Federal revenue typically comes from e-rate subsidies, Secure Rural School Act (SRS) and federal land leases. Federal revenue remained stable increasing and is typically 2% or less of total General Fund revenue.

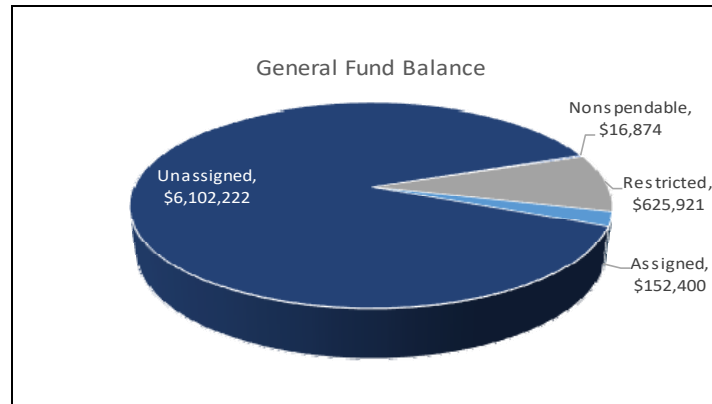
General Fund expenditures will generally vary with revenue; however, the District may subsidize operations on a short-term basis with its unassigned fund balance. The table below illustrates the General Fund expenditures excluding transfers to other funds.

General Fund Expenditures

Description	FY2021 Actual	FY2020 Actual	\$ Change (Decrease)	% Change
Expenditures				
Instruction	\$ 5,346,793	\$ 5,130,329	\$ 216,464	4.22%
Student Support	233,737	225,067	8,670	3.85%
Instructional Staff Support	90,754	51,923	38,831	74.79%
General Administration	468,618	422,077	46,541	11.03%
School Administration	1,375,898	1,324,483	51,415	3.88%
Central Services (including IT)	1,208,383	1,099,457	108,926	9.91%
Operations & Maintenance	2,218,326	2,061,452	156,874	7.61%
Student Transportation Services	1,579,578	1,014,567	565,011	55.69%
Other Support	186,317	232,143	(45,826)	-
Total Expenditures	<u>\$ 12,708,404</u>	<u>\$ 11,561,498</u>	<u>\$ 1,146,906</u>	9.92%

The District was able to increase expenditures across all categories with the exception of other support. The increase in student transportation reflects the purchase of two busses which has not been a recurring, annual expenditure.

The difference between sources and uses of a fund is accumulated in the fund balance. Over time an accumulation of fund balance can create a ready reserve that can be appropriated by the governing body to fill gaps and mitigate the impact of adverse economic impacts.



As the chart above illustrates, the District has an unassigned fund balance of \$6,102,222 that can be used as a buffer to unanticipated revenue deficits or increases in expenditures. This is approximately 45% of total expenditures including transfers to other funds.

### **Fiduciary Funds**

Fiduciary funds are funds that are held in trust for, or on behalf of, others. The District has one type of fiduciary funds:

- Employee insurance fund

Fiduciary funds are not included in the government-wide financial statements. The fiduciary fund financial statements include the Statement of Fiduciary Net Position and the Statement of Changes in Fiduciary Net Position. These statements report similar information about assets, liabilities, revenues, and expenditures as the government-wide and fund financial statements.

The employee insurance fund is used to account for the funds received in trust from retirees and COBRA participants and employees to pay for group insurance. After the funds are collected, they are remitted to the appropriate entities.

### **Capital Assets and Debt Administration**

Capital assets are the property, facilities, automobiles, and equipment the District owns. New construction and facility improvements are typically conducted through property tax levies; however, the District has been unable to issue general obligation bonds or capital project levies due to statutory limitations that cap the combined property tax rate at \$3.64 per \$100 of assessed value. In November 2008, the District was successful gaining voter approval of a ballot question for a bond initiative that will lock the debt rate at 24.9 cents regardless of the changes in the property tax base. If the tax base increases and the debt rate of 24.9 cents generates more revenue than is required to pay the principal and interest on voter approved bonds, the excess can be put



into a fund reserve and can be used to secure additional debt or for capital improvements on a pay as you go basis.

The District has two of the oldest, active schools in the State that need significant renovation or replacement according to a feasibility study conducted by the firm of Lombard Conrad Architects. Unfortunately, the District does not have the financial means to significantly improve or replace either facility and is dependent upon financial assistance from federal or state entities. The District is actively seeking financial assistance from the State of Nevada and is hopeful funding can be provided without the need for litigation.

NRS 350.013 and NRS 354.5945 require school districts to update their debt management policy, indebtedness report, and five-year capital improvement plan prior to August 1 of each year. The primary capital improvement funds are the Building and Sites Fund; Extraordinary Maintenance, Repair, and Improvements Fund; and Debt Services fund. The revenue for Building and Sites is derived from interest earnings, federal grants for construction, donations, and property sales. A 1/8 cent sales tax is the source of revenue for the Extraordinary Repair Fund.

**White Pine County School District’s Capital Assets**  
(net of depreciation)

Description	Governmental Activities		
	6/30/2021	6/30/2020	Change
Land	\$ 1,220,902	\$ 1,220,902	0.00%
Construction in Progress	95,751	52,465	82.50%
Buildings and Improvements (net of depreciation)	22,743,737	23,552,856	-3.44%
Furniture, equipment and vehicles	1,477,341	1,754,082	-15.78%
<b>Total Capital Assets, net</b>	<b>\$ 25,537,731</b>	<b>\$ 26,580,305</b>	<b>-3.92%</b>

White Pine County School District’s financial demand for construction and facility and grounds improvements greatly exceeds its financial supply. Financial sources available through Nevada Revised Statutes for capital improvements are either already being utilized, at the statutory maximum, or are insufficient to fuel significant improvements. The District has more than \$60 million in deferred construction and capital improvements and a debt rate that secured \$7 million in G.O. bonds. Without financial assistance, new construction or replacement of outdated facilities will not be possible. Federal programs designed to assist rural schools have been limited because the programs require the District match a portion of the federal grant. This match can range anywhere from 20% to 80% of the federal award. The District has had difficulty securing the funds necessary to meet the federal matching requirements.

Facilities that were built in the early 1900’s (prior to World War I) and well over 100 years old are still in existence and are currently being used for education. These facilities will remain in service for the foreseeable future unless there is a significant change in tax policy, economic development or financial assistance. Until one or more of these things happen, the list of deferred projects will continue to grow.

The fund balance in excess of required reserves is available for capital projects. Required reserves are equal to the lower of 10% of the outstanding principal or one year of principal and interest.

**Debt Administration:** The Debt Services Fund is used to account for the accumulation of resources for, and the payment of, general long-term principal and interest. Voter approved bond indebtedness is secured through property taxes. Statutes guarantee the District’s ability to assess a property tax rate equal to principal and interest payments on voter approved general obligations. Other obligations are paid from one of more of the following:

- Government services tax (aka motor vehicle taxes)
- Interest earnings
- Fund reserves, and
- General Fund transfers
- Capital Fund transfers

The District was successful in obtaining voter approval of a bond rollover question in FY2008 that allows the District to keep its property tax rate at 24.9 cents and use any revenue in excess of required reserves, principal and interest for capital improvements. This funding will provide sources for minor capital improvements providing the local tax base remains stable.

The table below compares the voter approved general obligation debt with the prior year:

Description	FY2021	FY2020	% Change
G.O. Refunding Bonds 2013 Series	\$ 282,000	\$ 464,000	-39.22%
G.O. Bonds 2014 Series	\$ 5,915,000	\$ 6,285,000	-5.89%
Total	\$ 6,197,000	\$ 6,749,000	-8.18%

Local sources are comprised of ad valorem taxes (i.e. property taxes) including net proceeds of minerals, government services tax (GST) (a.k.a. motor vehicle taxes), interest and other financing sources. Net proceeds of minerals are a volatile revenue source and may fluctuate significantly from year to year causing significant variances when comparing local revenue from year to year. The District can use revenue in excess of voter approved debt and the GST to secure medium-term financing that is not subject to voter approval. No such debt was outstanding as of June 30, 2021.

For additional detail with respect to the District obligations and debt management, please refer to the Debt Management Policy on the District’s web-site under Business and Finance.

**Economic Factors and Next Year’s Budget**

Fiscal year 2021 marked the end of an era for the funding formula known as the Nevada Plan. The Nevada Plan had been in place with little modification since 1967. It will be replaced by a new pupil-centered funding plan (PCFP) effective July 1, 2021. Preliminary iterations of the new formula indicate that the school district will realize a boost in general fund revenue providing the economy continues to improve and does not suffer another setback. A commission on education funding will work the Nevada Department of Education to continually evaluate and fine tune the formula in order to ensure the new formula remains up-to-date, relevant and equitable. The PCFP will be comprised of base funding (a.k.a. General Fund) and program weights for English learners, at-risk and gifted and talented populations.

The COVID-19 pandemic has caused uncertainty with respect to any future financial impact. The goal of the Nevada Legislature will be to restore funding that was depleted from the prior pandemic recession. Approximately 46% of total governmental revenue is derived from State sources so financial health of the State's budget directly impacts the school district. Preliminary projections indicate that Nevada's economy has rebounded and that prior budget losses will be recovered in FY2022.

Significant financial assistance has been authorized through federal stimulus initiatives designed to provide targeted relief to address learning loss from the pandemic. The District is expected to receive approximately \$1.9 million in stimulus funds in FY2022.

The local economy remained relatively stable. Mining has not been interrupted to the extent that other industries have so mining-based economies have not been hit as hard as tourism, convention and gaming economies in Nevada. Mining was considered an "Essential Critical Infrastructure Workforce" by the Department of Homeland Security's Cybersecurity & Infrastructure Security Agency because it supports virtually every aspect of critical infrastructure. This is significant for our local economy because mining represents approximately 30% of White Pine's total employment.

White Pine's unemployment rate, which is another measure of stability, is among the lowest in Nevada. According to Nevada Department of Employment, Training and Rehabilitation (DETR). The local unemployment rate was approximately 2.4% compared with 7.5% for Nevada and 4.8% nationally (Nevadaworforce.com).

The school district will finish FY2021 with a general fund balance of \$6.9 million which is approximately 45% of total general fund expenditures (excluding transfers to other funds). This is not uncommon for mining-based economies that can realize titanic financial shifts caused by fluctuations in mineral prices and mine closures. Large fund reserves allow a school district to adjust to adversity over a longer period of time. Moving forward, however, this significant fund balance will not be as essential because the new formula will essentially guarantee a school districts state and local revenue which means the District's budget will no longer be subject to the ebbs and flows of mining. Senate bill 543, also capped the general fund balance at 16.6% and provides that any amount in excess of this must be remanded to the State's Education Stabilization Account. In other words, a school district will no longer be able to realize a fund balance in excess of 16.6%. School districts that have a fund balance in excess of this percentage at the time the new formula takes effect will be able to keep and/or spend their fund balance but will not be allowed to increase their balance.

Because of the potential for additional revenue through the new formula, guarantee of state and local revenue, fund balance cap and comfortable fund reserves; the District is in the unique position to explore strategies for development and growth. The sizeable fund balance should allow the District to comfortably absorb any adverse impacts without having to reduce staff or cut budgets for several years. In addition, the new formula incorporates 100% of the taxes on net proceeds of minerals which means that school districts will no longer suffer adverse impacts when taxes on mining proceeds diminish. This reduces the need for school districts to amass significant fund balances to hedge for mining downturns and will allow them to strategically spend down balances to the statutory maximum of 16.6% of total expenditures. The reallocation of resources through the new formula make it conceivable that the District's revenue will increase allowing the school district to explore its potential for expansion.

## **Requests for Information**

This report has been designed to provide an overview of the White Pine County School District's finances. Questions concerning any of the information contained herein should be addressed to:

White Pine County School District  
Chief Financial Officer  
1135 Avenue C  
Ely, Nevada 89301

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## **BASIC FINANCIAL STATEMENTS**

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Statement of Net Position**  
**June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	<b>2021</b>	<b>2020</b>
<b>Assets</b>		
Cash and investments	\$ 9,502,271	\$ 5,916,235
Receivables (net of allowance for uncollectible)	3,425,201	3,906,999
Prepays	22,693	22,693
Restricted cash and investments	935,771	963,352
Capital assets not being depreciated		
Land	986,274	986,274
Land - idle	234,628	234,628
Construction in progress	95,751	52,465
Capital assets being depreciated, net of accumulated depreciation		
Buildings and improvements	22,525,149	23,318,552
Equipment and vehicles	1,477,341	1,754,082
Idle capital assets	218,588	234,304
Total assets	39,423,667	37,389,584
<b>Deferred Outflows of Resources</b>		
Deferred outflows related to pensions	3,273,958	2,915,282
Deferred outflows related to OPEB	230,177	264,900
Total deferred outflows of resources	3,504,135	3,180,182
<b>Liabilities</b>		
Accounts payable and other current liabilities	2,031,057	1,641,118
Accrued interest payable	16,201	17,135
Noncurrent liabilities:		
Due within one year	776,142	847,872
Due in more than one year	6,010,098	6,560,313
Net pension liability	16,784,684	15,623,824
Other postemployment benefits liability	3,155,742	3,510,475
Total liabilities	28,773,924	28,200,737
<b>Deferred Inflows of Resources</b>		
Deferred revenue	1,229,114	450,998
Deferred inflows related to pensions	1,937,884	2,996,772
Deferred inflows related to OPEB	379,161	188,047
Total deferred inflows of resources	3,546,159	3,635,817
<b>Net Position</b>		
Net investment in capital assets	19,211,336	19,605,687
Restricted for:		
Capital projects	1,639,536	808,227
Debt service	1,377,693	1,592,200
Stabilization	625,921	625,902
Other purposes	711,119	81,055
Unrestricted	(12,957,886)	(13,979,859)
Total net position	\$ 10,607,719	\$ 8,733,212

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

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Statement of Activities**  
**For the Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

Functions/Programs	Expenses	Program Revenues			Net (Expense) / Revenue and Change in Net Position for Governmental Funds	
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	2021	2020
<b>Primary government:</b>						
Programs						
Regular	\$ 5,800,226	\$ 102,815	\$ 822,044	\$ -	\$ (4,875,367)	\$ (4,727,227)
Special	1,496,731	-	1,467,102	-	(29,629)	54,617
Vocational	498,310	-	48,658	-	(449,652)	(207,180)
Other instructional	707,975	-	189	-	(707,786)	(393,773)
Adult/continuing education	527,943	-	707,376	-	179,433	195,054
Student activities	245,026	-	-	-	(245,026)	-
Total program	<u>9,276,211</u>	<u>102,815</u>	<u>3,045,369</u>	<u>-</u>	<u>(6,128,027)</u>	<u>(5,078,509)</u>
Support services						
Student support services	1,089,320	-	441,815	-	(647,505)	(577,242)
Instructional staff support	1,001,474	-	1,406,300	-	404,826	128,809
General administration	619,163	-	27,188	-	(591,975)	(722,562)
School administration	1,693,065	-	-	-	(1,693,065)	(1,531,319)
Central services	1,468,288	-	-	-	(1,468,288)	(1,196,410)
Operations and maintenance	2,499,948	-	381,232	-	(2,118,716)	(2,111,879)
Student transportation	1,673,439	-	-	37,869	(1,635,570)	(1,138,082)
Other support	183,961	-	-	-	(183,961)	(210,788)
Food services	505,477	8,432	470,315	-	(26,730)	(127,323)
Noninstructional services	311	-	-	-	(311)	-
Facilities acquisition, construction and improvements	1,034,231	-	-	67,815	(966,416)	(424,506)
Interest	210,697	-	-	-	(210,697)	(229,397)
Total support services	<u>11,979,374</u>	<u>8,432</u>	<u>2,726,850</u>	<u>105,684</u>	<u>(9,138,408)</u>	<u>(8,140,699)</u>
Total primary government	<u>\$ 21,255,585</u>	<u>\$ 111,247</u>	<u>\$ 5,772,219</u>	<u>\$ 105,684</u>	<u>(15,266,435)</u>	<u>(13,219,208)</u>
General revenues:						
Property taxes, levied for general purposes					3,529,075	4,438,949
Property taxes, levied for debt service					1,438,831	1,029,041
Local school support taxes					3,384,165	2,972,909
Other taxes					1,470,671	1,505,944
Federal aid not restricted to specific purposes					335,321	146,497
State aid not restricted to specific purposes					5,943,240	5,674,979
Other local sources					455,442	157,798
Unrestricted investment earnings					7,934	101,450
Total general revenues					<u>16,564,679</u>	<u>16,027,567</u>
Change in net position					1,298,244	2,808,359
Net position - beginning					8,733,212	5,924,853
Restatement adjustment					576,263	-
Net position - ending					<u>\$ 10,607,719</u>	<u>\$ 8,733,212</u>

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



**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Balance Sheet**  
**Governmental Funds**  
**June 30, 2021**

	General Fund	Special Education	Capital Project Fund	Federal Special Revenue Fund	Debt Service Fund	Nonmajor Funds	Total Governmental Funds
<b>Assets</b>							
Cash and investments	\$ 5,636,079	\$ 214,203	\$ 1,619,024	\$ -	\$ 1,055,283	\$ 977,682	\$ 9,502,271
Accounts receivable	-	128	-	-	-	292,852	292,980
Due from other funds	1,886,806	-	-	-	-	-	1,886,806
Prepays	16,874	2,569	-	3,250	-	-	22,693
Due from other governments	1,221,766	-	68,523	1,523,689	12,560	305,683	3,132,221
Restricted cash and investments	625,921	-	-	-	309,850	-	935,771
Total assets	<u>\$ 9,387,446</u>	<u>\$ 216,900</u>	<u>\$ 1,687,547</u>	<u>\$ 1,526,939</u>	<u>\$ 1,377,693</u>	<u>\$ 1,576,217</u>	<u>\$ 15,772,742</u>
<b>Liabilities, Deferred Inflows, and Fund Balances</b>							
<b>Liabilities:</b>							
Accounts payable	\$ 594,477	\$ 300	\$ 167,416	\$ 15,029	\$ -	\$ 30,070	\$ 807,292
Accrued payroll	666,438	216,600	-	54,565	-	234,822	1,172,425
Due to other funds	-	-	-	1,455,678	-	431,128	1,886,806
Due to other governments	-	-	-	1,667	-	49,673	51,340
Total liabilities	<u>1,260,915</u>	<u>216,900</u>	<u>167,416</u>	<u>1,526,939</u>	<u>-</u>	<u>745,693</u>	<u>3,917,863</u>
<b>Deferred inflows of resources:</b>							
Deferred revenue	<u>1,229,114</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,229,114</u>
Total deferred inflows of resources	<u>1,229,114</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,229,114</u>
<b>Fund balances:</b>							
<b>Nonspendable:</b>							
Prepays	16,874	2,569	-	3,250	-	-	22,693
<b>Restricted for:</b>							
Debt service	-	-	-	-	1,377,693	-	1,377,693
Capital projects	-	-	1,520,131	-	-	119,405	1,639,536
Stabilization	625,921	-	-	-	-	-	625,921
Other purposes	-	-	-	-	-	711,119	711,119
<b>Assigned to:</b>							
Other post employment benefits	152,400	-	-	-	-	-	152,400
Unassigned	<u>6,102,222</u>	<u>(2,569)</u>	<u>-</u>	<u>(3,250)</u>	<u>-</u>	<u>-</u>	<u>6,096,403</u>
Total fund balances	<u>6,897,417</u>	<u>-</u>	<u>1,520,131</u>	<u>-</u>	<u>1,377,693</u>	<u>830,524</u>	<u>10,625,765</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 9,387,446</u>	<u>\$ 216,900</u>	<u>\$ 1,687,547</u>	<u>\$ 1,526,939</u>	<u>\$ 1,377,693</u>	<u>\$ 1,576,217</u>	<u>\$ 15,772,742</u>

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

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Reconciliation of the Balance Sheet of Governmental Funds**  
**To the Statement of Net Position**  
**June 30, 2021**

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

Total fund balances - total governmental funds		\$ 10,625,765
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.		
Governmental capital assets	\$ 50,599,371	
Accumulated depreciation	<u>(25,061,640)</u>	25,537,731
Deferred outflows and inflows of resources related to pensions and OPEB are applicable to future reporting periods and, therefore, are not reported in the funds.		
Deferred outflows related to pensions	3,273,958	
Deferred inflows related to pensions	(1,937,884)	
Deferred outflows related to OPEB	230,177	
Deferred inflows related to OPEB	<u>(379,161)</u>	1,187,090
Some liabilities, including net pension liabilities, bonds payable, capital leases, and interest payable are not due and payable in the current period and, therefore, are not reported in the funds.		
Bonds payable	(6,197,000)	
Deferred amounts		
Add: Issuance premium (amortized to interest expense)	(129,395)	
Compensated absences	(459,845)	
Net pension liability	(16,784,684)	
Net OPEB obligation	(3,155,742)	
Accrued interest payable	<u>(16,201)</u>	<u>(26,742,867)</u>
Net position of governmental activities		<u><u>\$ 10,607,719</u></u>

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

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended June 30, 2021**

	General Fund	Special Education	Capital Project Fund	Federal Special Revenue Fund	Debt Service Fund	Nonmajor Funds	Total Governmental Funds
<b>Revenues</b>							
Local sources	\$ 7,900,701	\$ -	\$ 407,244	\$ -	\$ 1,559,581	\$ 616,639	\$ 10,484,165
State sources	5,943,240	1,252,898	-	-	-	1,883,655	9,079,793
Federal sources	334,329	-	192,000	1,994,427	-	469,115	2,989,871
Total revenues	<u>14,178,270</u>	<u>1,252,898</u>	<u>599,244</u>	<u>1,994,427</u>	<u>1,559,581</u>	<u>2,969,409</u>	<u>22,553,829</u>
<b>Expenditures</b>							
<b>Programs</b>							
Regular	4,190,568	-	135,599	431,751	-	764,179	5,522,097
Special	-	1,387,182	-	149,375	-	-	1,536,557
Vocational	469,785	-	-	-	-	51,069	520,854
Other instructional	686,440	-	-	27,669	-	9,462	723,571
Adult/continuing education	-	-	-	-	-	537,423	537,423
Student activities	-	-	-	-	-	245,026	245,026
Total program expenditures	<u>5,346,793</u>	<u>1,387,182</u>	<u>135,599</u>	<u>608,795</u>	<u>-</u>	<u>1,607,159</u>	<u>9,085,528</u>
<b>Support services expenditures</b>							
Student support services	233,737	399,124	-	211,258	-	277,206	1,121,325
Instructional staff support	90,754	4,573	-	860,599	-	58,546	1,014,472
General administration	468,618	136,151	-	22,884	-	104	627,757
School administration	1,375,898	288	-	189,047	-	169,526	1,734,759
Central services	1,208,383	-	216,000	-	-	29,204	1,453,587
Operations and maintenance	2,218,326	-	122,246	84,208	-	254,246	2,679,026
Student transportation	1,579,578	-	-	37,869	-	-	1,617,447
Other support	181,267	-	-	-	2,200	-	183,467
Food services	-	-	-	-	-	502,739	502,739
Noninstructional services	-	-	-	311	-	-	311
Facilities acquisition, construction and improvements	5,050	-	292,543	-	-	43,625	341,218
Principal	-	-	-	-	638,269	-	638,269
Interest	-	-	-	-	221,585	-	221,585
Total support services expenditures	<u>7,361,611</u>	<u>540,136</u>	<u>630,789</u>	<u>1,406,176</u>	<u>862,054</u>	<u>1,335,196</u>	<u>12,135,962</u>
Total expenditures	<u>12,708,404</u>	<u>1,927,318</u>	<u>766,388</u>	<u>2,014,971</u>	<u>862,054</u>	<u>2,942,355</u>	<u>21,221,490</u>
Excess revenues over (under) expenditures	<u>1,469,866</u>	<u>(674,420)</u>	<u>(167,144)</u>	<u>(20,544)</u>	<u>697,527</u>	<u>27,054</u>	<u>1,332,339</u>
<b>Other financing sources (uses)</b>							
Transfers in	119	674,420	1,000,000	20,544	87,966	25,319	1,808,368
Transfers out	(808,249)	-	-	(13)	(1,000,000)	(106)	(1,808,368)
Total other financing sources and uses	<u>(808,130)</u>	<u>674,420</u>	<u>1,000,000</u>	<u>20,531</u>	<u>(912,034)</u>	<u>25,213</u>	<u>-</u>
Net change in fund balances	661,736	-	832,856	(13)	(214,507)	52,267	1,332,339
Fund balances - beginning of year	6,235,681	-	687,275	13	1,592,200	201,994	8,717,163
Restatement adjustment	-	-	-	-	-	576,263	576,263
Fund balances - end of year	<u>\$ 6,897,417</u>	<u>\$ -</u>	<u>\$ 1,520,131</u>	<u>\$ -</u>	<u>\$ 1,377,693</u>	<u>\$ 830,524</u>	<u>\$ 10,625,765</u>

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

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**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, 2021**

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

Net changes in fund balances - total governmental funds \$ 1,332,339

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 depreciation expense exceed capital outlay in the current period.

Capital outlay	\$ 423,805	
Depreciation expense	<u>(1,456,807)</u>	(1,033,002)

The net effect of various miscellaneous transactions involving capital assets (i.e. sales, trade-ins, and donations) is to decrease net assets.

Disposal of capital assets	<u>(9,572)</u>	(9,572)
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Pension and OPEB contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the statement of net position because the reported net pension liability and OPEB liability are measured a year before the report date. Pension expense and OPEB expense, which are the change in the net pension liability and OPEB liability adjusted for changes in deferred outflows and inflows of resources related to pensions and OPEB, are reported in the statement of activities.

Pension contributions	1,254,316	
Pension expense	(997,612)	
OPEB contributions	178,627	
OPEB expense	<u>(49,731)</u>	385,600

The issuance of long-term debt (e.g., bonds, leases) provide current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Principal repayments:		
Bonds payable	552,000	
Capital leases	<u>86,269</u>	638,269

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 compensated absences	(26,278)	
Amortization of bond premium	9,954	
Change in accrued interest	<u>934</u>	<u>(15,390)</u>

Change in net position of governmental activities \$ 1,298,244

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

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**FIDUCIARY FUNDS**  
**Statement of Fiduciary Net Position**  
**For the Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

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	Employee Insurance Fund	
	2021	2020
<b>ASSETS</b>		
Cash and cash equivalents	\$ 57,478	\$ 78,016
Total assets	\$ 57,478	\$ 78,016
<b>LIABILITIES</b>		
Accounts payable	3	3
Total liabilities	3	3
<b>NET POSITION</b>		
Restricted for:		
Employee insurance	57,475	78,013
Total net position	\$ 57,475	\$ 78,013

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

**WHITE PINE COUNTY SCHOOL DISTRICT  
FIDUCIARY FUNDS  
Statement of Changes in Fiduciary Net Position  
For the Year Ended June 30, 2021  
(With Comparative Totals for June 30, 2020)**

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	Employee Insurance Fund	
	2021	2020
<b>ADDITIONS</b>		
Contributions:		
Employees	\$ 43,469	54,791
Total contributions	43,469	54,791
Other additions:		
Interest earnings	15	24
Total other additions	15	24
Total additions	43,484	54,815
 <b>DEDUCTIONS</b>		
Purchased services	64,022	49,077
Total deductions	64,022	49,077
 <b>Change in fiduciary net position</b>	<b>(20,538)</b>	<b>5,738</b>
Net position - beginning	78,013	72,275
Net position - ending	57,475	78,013

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

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 1. Summary of Accounting Policies**

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**Description of Government-Wide Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. Likewise, when applicable, the *primary government* is reported separately from certain legally separate component units for which the primary government is financially accountable. No business activities or component units are reported.

**Reporting Entity**

The White Pine County School District is authorized under NRS 386.010 and is governed by an elected Board consisting of seven members. The Board possesses final decision making authority and is held primarily accountable for those decisions. The Board is responsible for approving the budget, establishing spending limitations, funding any deficits and borrowing funds and/or issuing bonds to finance District operations and construction.

The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that it is legally separate from the government. As to the District, there are no component units which are included to form the reporting entity.

**Basis of Presentation – Government-Wide Financial Statements**

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from the governmental funds. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

**Basis of Presentation – Fund Financial Statements**

The fund financial statements provide information about the government's funds, including its fiduciary funds. Separate statements for each fund category—governmental and fiduciary—are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 1. Summary of Accounting Policies, Continued**

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The government reports the following major governmental funds:

**General Fund** – the District’s primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

**Special Education Fund** – used to account for revenues received for the instruction of pupils with disabilities and gifted and talented pupils in accordance with Senate Bill 569 passed in 1994.

**Capital Project Fund** – used to account for revenues received for capital projects from grants, taxes or private donations and the related expenditures. Within this fund, accounting is done for School Construction and Extraordinary Repair.

**Federal Special Revenue Fund** – used to account for monies provided for federally funded projects.

**Debt Service Fund** – used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the government is obligated in some manner for the payment.

Additionally, the District reports the following fund types:

**Fiduciary Funds**

**Employee Insurance Fund** is used to account for assets held in a trustee capacity or as a custodian for individuals, private organizations, or other governmental units, and/or other funds.

During the course of operations the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column.

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

**Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.



**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 1. Summary of Accounting Policies, Continued**

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

The governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

**Budgets and Budgetary Accounting**

Budgets are prepared, filed, noticed and public hearings held in accordance with the Local Government Budget Act (NRS 354). The Board of Trustees may prepare additional financial information and hold additional meetings and/or public hearings other than those identified in statute in order to disseminate to, and solicit information from, the general public. The provisions of this Act include the following major procedures to establish the budgetary data which is reflected in these financial statements.

1. On or before April 15, the Board files a tentative budget with the Nevada Department of Taxation for all funds other than Fiduciary Funds, which are not required to be budgeted. The appropriated budget is prepared by fund, function and department.
2. Public budget hearings on the tentative budgets are held between May 15<sup>th</sup> and May 31<sup>st</sup>.
3. On or before June 8, the Board indicates changes, if any, to be made to the tentative budget and adopts a final budget by the favorable vote of a majority of the members of the Board. The final budget must then be forwarded to the Nevada Department of Taxation for final approval.
4. On or before January 1, the Board must adopt an amendment to its final budget to reflect any necessary adjustments as a result of the District's completed pupil count.
5. The Department of Taxation shall examine the submitted documents for compliance with law and with appropriate regulations and shall submit to the governing body at least 3 days before the public hearing a written certificate of compliance or a written notice of lack of compliance. The written notice must indicate the manner in which the submitted documents fail to comply with law or appropriate regulations.
6. Whenever the governing body receives from the Department of Taxation a notice of lack of compliance, the governing body shall forthwith proceed to amend the tentative budget to effect compliance with the law and with the appropriate regulation.

The District maintains site-based budgets that identify costs associated with each site and/or department in addition to other formats that may be prescribed by the Board of Trustees or required by Nevada Revised Statutes. Each site will be recognized as a separate unit and will be analyzed as to use of resources and performance.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 1. Summary of Accounting Policies, Continued**

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Generally, budgets for all funds are adopted in accordance with generally accepted accounting principles. All uncommitted appropriations lapse at fiscal year-end.

Budget changes may be required to reflect changes in revenue and/or expenditures. Any transfer, increase or decrease in budget appropriations are conducted pursuant to NRS 354.

Actual expenditures may not exceed budgetary appropriations of the various governmental functions per NRS.

**Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance**

***Investments***

Investments of the District are reported at fair value (generally based on quoted market prices) with unrealized gains/losses recorded as adjustments to investment earnings. Investment earnings related to unrestricted investments of the general fund are primarily assigned and reported in the capital projects funds of the District.

***Receivables***

Receivables, as stated in the balance sheet, are considered collectible. Accordingly, an allowance for uncollectible accounts is not deemed necessary.

***Inventories and prepaid items***

Expenditures for supplies held for future consumption and minor equipment purchases are charged against appropriations of all governmental funds at the time of purchase. Any inventories of such supplies at year end are not material to the individual funds and are not recognized in these financial statements.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

***Capital Assets***

Capital assets, which include property and equipment, are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated acquisition value at the date of donation.

Capital assets are being depreciated using the straight-line method over the following estimated useful lives:

Buildings	35-50 years
Building improvements	20-30 years
Equipment	4-20 years
Vehicles	5-8 years

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures by the governmental fund upon acquisition.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 1. Summary of Accounting Policies, Continued**

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***Deferred Outflows/Inflows of Resources***

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/ expenditure) until then. The government has two types of items that qualify for reporting in this category. Accordingly, the items, *deferred outflows related to pensions* and *deferred outflow related to OPEB*, are reported in the government-wide financial statements. See Note 14 and Note 16 for more information.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has three items that qualify for reporting in this category. *Deferred revenue*, is reported in both the governmental funds balance sheet and the statement of net position. This item relates to net proceeds from minerals taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts apply to. The items, *deferred inflows related to pensions* and *deferred inflows related to OPEB*, are reported in the government-wide financial statements. See Note 14 and Note 16 for more information.

***Pensions***

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the pension plan's fiduciary net position of the Public Employees' Retirement System of Nevada (PERS) and additions to/deductions from the plan's fiduciary net position have been determined on the same basis as they are reported by PERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

***Postemployment Benefits Other than Pensions (OPEB)***

For purposes of measuring the District's OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the District's OPEB plans (the Plans) and additions to/deductions from the Plans' fiduciary net position have been determined based on annual actuarial reports. Benefit payments are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

***Net Position Flow Assumption***

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted – net position and unrestricted – net position in the government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted – net position to have been depleted before unrestricted – net position is applied.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 1. Summary of Accounting Policies, Continued**

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***Fund Balance Flow Assumptions***

Sometimes the government will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

***Fund Balance Policies***

Fund balance of governmental funds is reported in various categories based on the nature of any limitations requiring the use of resources for specific purposes. The government itself can establish limitations on the use of resources through either a commitment (committed fund balance) or an assignment (assigned fund balance).

The committed fund balance classification includes amounts that can be used only for the specific purposes determined by a formal action of the government's highest level of decision-making authority. The governing board is the highest level of decision-making authority for the government that can, by adoption of an ordinance prior to the end of the fiscal year, commit fund balance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.

Amounts in the assigned fund balance classification are intended to be used by the government for specific purposes but do not meet the criteria to be classified as committed. The Chief Financial Officer is authorized to assign amounts to a specific purpose in accordance with the District's budget policy pending Board approval. The board may also assign fund balance as it does when appropriating fund balance to cover a gap between estimated revenue and appropriations in the subsequent year's appropriated budget. Unlike commitments, assignments generally only exist temporarily. In other words, an additional action does not normally have to be taken for the removal of an assignment. Conversely, as discussed above, an additional action is essential to either remove or revise a commitment.

**Revenues and Expenditures/Expenses**

***Program revenues***

Amounts reported as program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources are reported as general revenues rather than as program revenues.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 1. Summary of Accounting Policies, Continued**

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***Compensated Absences***

It is the District's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. The liability for these compensated absences is recorded as a long-term liability in the government-wide statements. A liability for these accounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

**Prior-Year Summarized Comparative Information**

Comparative total data for the prior year have been presented in the accompanying financial statements in order to provide an understanding of changes in the government's financial position and operations. However, comparative data has not been presented in all statements because their inclusion would make certain statements unduly complex and difficult to understand. Such information does not include sufficient detail to constitute a presentation in conformity with generally accepted accounting principles. Accordingly, such information should be read in conjunction with the District's financial statements for the year ended June 30, 2020, from which the summarized information was derived.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

**Reclassification Prior Year Balances**

Certain reclassifications have been made to the presentation of the prior fiscal year information to correspond to the current fiscal year's format. Total net position/fund balances and change in net position/fund balances are unchanged due to these reclassifications.

**New Pronouncements**

For the year ended June 30, 2021, the District implemented the provisions of GASB Statement No. 84, *Fiduciary Activities*. GASB Statement No. 84 improves guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported. Implementation of this new statement resulted in a restatement of beginning fund balance in a new special revenue fund and net position in the government-wide financial statements (see Note 17).

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

**NOTE 2. Reconciliation of Government-Wide and Fund Financial Statements**

The governmental fund balance sheet includes a reconciliation between total governmental fund balances and net position of governmental activities as reported in the government-wide statement of net position. This difference primarily results from the long-term economic focus of the statement of net position versus the current financial resources focus of the governmental fund balance sheets. The details of these differences are reported in the reconciliation on page 27.

The governmental fund statement of revenues, expenditures, and changes in fund balance includes a reconciliation between net changes in fund balances-total governmental funds and changes in net position of governmental activities as reported in the government-wide statement of activities. These differences are the result of converting from the current resources measurement focus and modified accrual basis for governmental fund statements to the economic resources measurement focus and full accrual basis used for government-wide statements. The details of these differences are reported in the reconciliation on page 29.

**NOTE 3. Deposits and Investments**

Deposits and investments of the District at June 30, 2021 consist of the following:

	Carrying Amount-Fair Value
Deposits:	
Cash in bank	\$ 1,709,024
Cash in brokerage account	241,203
Investments:	
UBS Financial Services	8,545,293
Total cash and investments	\$ 10,495,520

A reconciliation of cash and investments as shown on the statement of net position is as follows:

Cash and investments	\$ 9,502,271
Restricted cash and investments	935,771
Fiduciary fund cash and investments	57,478
Total cash and investments	\$ 10,495,520

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

**NOTE 3. Deposits and Investments, Continued**

Restricted cash and investments consist of the following as of June 30, 2021:

Stabilization	\$	625,921
Debt service reserves		309,850
Total restricted cash and investments	\$	935,771

**Deposits**

*Custodial Credit Risk*

For deposits this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk. As of June 30, 2021, none of the District's bank balance was exposed to custodial credit risk because it was insured or collateralized with securities held by the pledging financial institution's trust department or agent, but not in the District's name.

**Investments**

State statutes authorize the District to invest in the State Treasurer's investment pool, bonds and debentures of the United States, obligations of the Federal Land Banks, bills and notes of the U.S. Postal Service, obligations of the Federal National Mortgage Association, short-term bonds of local governments, and banker's acceptances.

As of June 30, 2021 the District had the following investments, maturities, and quality ratings:

Investment Type	Fair Value	Credit Rating (1)		Weighted Average Maturity - Days (2)
		S&P	Moody's	
Money market	\$ 6,819,699	N/A	Aaa-mf	35
Bonds-certificates of deposit (3)	1,725,594	N/A	N/A	74
Total Fair Value	\$ 8,545,293			

(1) Ratings are provided where applicable to indicate associated Credit Risk. N/A indicates not applicable.

(2) Interest rate risk is estimated using the weighted average days to maturity.

(3) FDIC insured.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 3. Deposits and Investments, Continued**

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**Fair Value of Investments**

The District categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

At June 30, 2021, the District had the following recurring fair value measurements.

- Bonds – certificates of deposit of \$1,725,594 that are valued using a pricing model (Level 2 inputs)
- Money market of \$6,819,699 that are valued using net asset value (NAV)

**Interest rate risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The District's policy for managing its exposure to fair value loss arising from decreasing interest rates is to comply with the provision of the Nevada Revised Statutes (NRS).

**Credit risk**

For an investment, this is the risk that, in the event of a failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that were in the possession of an outside party. The District does not have a formal investment policy. Credit risk is reduced by investing in the Nevada Local Government Investment pool and other investments authorized by NRS.

The District is subject to the provision of GASB 31 which requires that investments be valued at their fair market value on the balance sheet date. At June 30, 2021, the District had investments with the Nevada State Treasurer with a carrying value and market value of \$0. The State Treasurer is required to have collateral pledged for amounts deposited in the pool not covered by Federal Depository Insurance. In addition, the District had cash holdings and investments in a brokerage account at fiscal year-end that were insured or collateralized.



**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

**NOTE 4. Interfund Receivables, Payables, and Transfers**

Interfund account balances due to/from consisted of the following at June 30, 2021:

	Due From Other Funds	Due To Other Funds
General fund	\$ 1,886,806	\$ -
Federal special revenue fund	-	1,455,678
Nonmajor funds	-	431,128
Total	\$ 1,886,806	\$ 1,886,806

Interfund balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

Interfund transfers for the fiscal year ended June 30, 2021 are as follows:

	Transfers In	Transfers Out
General fund	\$ 119	\$ 808,249
Special education	674,420	-
Federal special revenue fund	20,544	13
Debt service fund	87,966	1,000,000
Capital projects fund	1,000,000	-
Nonmajor funds	25,319	106
Total	\$ 1,808,368	\$ 1,808,368

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and (2) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

**NOTE 5. Capital Assets**

Capital asset activity for the year ended June 30, 2021 was as follows:

<b>Governmental Activities:</b>	Balance 6/30/2020	Additions	Deletions	Balance 6/30/2021
Capital assets, not being depreciated:				
Land	\$ 986,274	\$ -	\$ -	\$ 986,274
Land - idle*	234,628	-	-	234,628
Construction in progress	52,465	269,321	(226,035)	95,751
Total capital assets, not being depreciated:	<u>1,273,367</u>	<u>269,321</u>	<u>(226,035)</u>	<u>1,316,653</u>
Capital assets, being depreciated:				
Buildings and improvements	41,549,222	226,035	-	41,775,257
Buildings and improvements - idle*	774,435	-	(2,070)	772,365
Equipment and vehicles	6,799,130	154,484	(218,518)	6,735,096
Total capital assets, being depreciated:	<u>49,122,787</u>	<u>380,519</u>	<u>(220,588)</u>	<u>49,282,718</u>
Less accumulated depreciation for:				
Buildings and improvements	(18,230,670)	(1,019,438)	-	(19,250,108)
Buildings and improvements - idle*	(540,131)	(15,716)	2,070	(553,777)
Equipment and vehicles	(5,045,048)	(421,653)	208,946	(5,257,755)
Total accumulated depreciation	<u>(23,815,849)</u>	<u>(1,456,807)</u>	<u>211,016</u>	<u>(25,061,640)</u>
Total capital assets, being depreciated, net	<u>25,306,938</u>	<u>(1,076,288)</u>	<u>(9,572)</u>	<u>24,221,078</u>
Governmental activities capital assets, net	<u>\$ 26,580,305</u>	<u>\$ (806,967)</u>	<u>\$ (235,607)</u>	<u>\$ 25,537,731</u>

\* These assets are categorized as idle because they are no longer active facilities. The District still uses these buildings for storage. The net book value of the idle buildings is \$218,588 at fiscal year end.

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

<b>Function and Activity</b>	
Regular programs	\$ 425,023
Special programs	225
Vocational programs	19,140
Other instructional programs	77
Food services	2,738
Athletics	494
Students	1,122
Instructional staff	498
General administration	2,186
School administration	3,492
Central services	32,142
Operations and maintenance	35,444
Student transportation	145,988
Facilities acquisition, construction and improvements	788,238
	<u>\$ 1,456,807</u>

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

**NOTE 6. Long-Term Liabilities**

Long-term liabilities at June 30, 2021 consisted of the following:

<b>Governmental Activities:</b>	Balance 6/30/2020	Additions	Retirements	Balance 6/30/2021	Current Portion
Bonds payable	\$ 6,749,000	\$ -	\$ (552,000)	\$ 6,197,000	\$ 562,000
Deferred amounts:					
For issuance premiums	139,349	-	(9,954)	129,395	-
Capital leases payable	86,269	-	(86,269)	-	-
Accrued compensated absences	433,567	205,597	(179,319)	459,845	214,142
Net pension liability	15,623,824	1,160,860	-	16,784,684	-
Net OPEB liability	3,510,475	-	(354,733)	3,155,742	-
<b>Total long-term liabilities</b>	<b>\$ 26,542,484</b>	<b>\$ 1,366,457</b>	<b>\$ (1,182,275)</b>	<b>\$ 26,726,666</b>	<b>\$ 776,142</b>

The aggregate maturities of notes and bonds payable are as follows:

Period Ending June 30,	Principal	Interest
2022	\$ 562,000	\$ 207,802
2023	480,000	191,343
2024	395,000	178,430
2025	410,000	166,580
2026	420,000	154,280
2027-2031	2,325,000	555,640
2032-2034	1,605,000	127,425
	<b>\$ 6,197,000</b>	<b>\$ 1,581,500</b>

The District's general obligation bonds are public offering bonds and are unsecured bonds that were offered through competitive sale. The District can pre-pay or extinguish debt early without penalty.

The General Obligation School Improvement 2014 bond is guaranteed by the State of Nevada School Permanent Fund. In the event the District is unable to make payments or default, the remaining obligation would be secured by the Nevada School Permanent Fund.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 6. Long-Term Liabilities, Continued**

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The following is a listing of long-term liabilities as of June 30, 2021:

**Bonds Payable:**

**Governmental Activities:**

General Obligation (Limited Tax) Refunding Bonds, Series 2013, with semi-annual interest payments ranging between \$1,363 and \$18,892, and annual principal payments ranging between \$85,000 and \$189,000, bearing interest from .76% to 2.87%, maturing December 2022. \$ 282,000

General Obligation (Limited Tax) School Improvement Bonds, Series 2014, with semi-annual interest payments ranging between \$11,100 and \$115,040, and annual principal payments (beginning June 2019) ranging between \$355,000 and \$555,000, bearing interest from 2% to 4%, maturing June 2034. 5,915,000

Total bonds payable 6,197,000

**Bond Issuance Premiums** 129,395

**Accrued Compensated Absences** 459,845

**Net Pension Liability** 16,784,684

**Net OPEB Liability** 3,155,742

Total long-term liabilities 26,726,666

Less current portion: (776,142)

Net long-term liabilities \$ 25,950,524

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 7. Capital Leases Payable**

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The District paid off the last existing capital lease during FY21. The District does not have any ongoing capital leases required to be reported at this time.

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**NOTE 8. Property Taxes**

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All real property within White Pine 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 are being assessed at 35% of “taxable value” as defined by statute. The amount of tax levied is developed by multiplying the assessed value by the tax rate applicable to the area in which the property is located.

The maximum tax rate was established in the State Constitution at \$5.00 per hundred dollars of assessed valuation; however, as a result of the 1979 legislative sessions, the tax rate was further limited to \$3.64 per hundred dollars of assessed valuation unless an additional rate is approved by the electorate. White Pine County is currently at this maximum tax limit.

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

Taxes on property are due on the third Monday in August; however, they may be made in four installments payable on the third Monday in August, and the first Mondays in October, January and March. Penalties are assessed if a taxpayer fails to pay an installment within ten days of the installment due date. After a two year waiting period, a tax deed is issued conveying the property to the County with a lien for back taxes and accumulated charges. Redemption may be made by the owner and such persons as described by statute by paying all back taxes and accumulated penalties, interest and costs before sale. Taxes on personal property are collected currently. Personal property declarations are mailed out annually and the tax is computed using percentages of taxable values established by the Department of Taxation and tax rates described above.

The major classifications of personal property are commercial, mobile homes, aircraft and agricultural. In White Pine County, taxes on motor vehicles are collected by the State. The taxes are then returned to the County of origin to be apportioned based on a statutory formula.

White Pine County collects property taxes for all entities, including the District and remits the tax collected the month following collections to the District.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 9. Nevada Plan for Local Education Agency Financing**

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The Nevada Plan is the means used to finance elementary and secondary education in Nevada's public schools. The State develops a basic support guaranteed (BSG) amount of funding for each school district. The District receives funding based on the average daily enrollment reported quarterly. The funding rate is determined by a formula that considers the demographic characteristics of the District, operating expenditures, staffing allotments and local wealth adjustment. A separate factor for general fund transportation costs and local wealth are also included. The Nevada Plan is designed to provide more State funding for school with less local wealth relative to the per pupil average.

Special education funding is based on a weighted formula and is based on the number of special education students with a maximum student limit equal to 13% of the total student population. Provisions have been included for contingencies to meet unexpected demand, one-half of the number of students in excess of the 13% cap and an inflationary factor determined by the department of education.

Funding for English learners, at-risk (or student of poverty) and gifted and talented are funded through competitive and formula grants based on school district applications that are subject to approval and reauthorization.

Under this plan, the District has received \$5,943,240 in the General Fund and \$1,252,898 in the Special Education Fund.

During the 2019 Legislative session, Senate Bill 543 was passed which effectively replaces the Nevada Plan formula with a pupil-centered funding plan (PCFP) and restructures State and local funding. Although the bill was passed in 2019, the PCFP formula will be implemented in fiscal year 2022. All local taxes and state revenue will flow through the Nevada education budget to schools (excluding federal revenue). The State will provide a base amount for all students that will be adjusted by equity factors to produce an adjusted base for each school district. The equity factors include regional cost adjustment factors that reflect school district demographics, district size and school size adjustments. School districts will also receive funding adjustments for transportation and nutrition program transfers from the general fund. A maximum amount will be prescribed by the Nevada Department of Education for each school district to be used for administrative cost. After the administrative costs are deducted, the remainder must be provided to schools.

Funding for English learners, special education, at-risk (or student of poverty) and gifted and talented programs will be funded using program weights that will be multiplied by the statewide base, per-pupil amount.

Funding levels from FY2020 will be guaranteed in FY2022 if the new formula provides less revenue than the Nevada Plan. This will allow school districts to phase in any adverse consequences over time so educational services are not abruptly affected.

A Commission on Education Funding was created with the expressed purpose to provide guidance to school districts and the Department of Education on the implementation of the Pupil-Centered Funding Plan and monitor its impact and make recommendations for improvement as an ongoing effort to achieve optimal funding.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 10. Available Borrowing Capacity**

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The lawful County School District bonded indebtedness limit is established under NRS 387.400 not to exceed an amount equal to 15 percent of the total of the last assessed valuation of taxable property situated within the County School District. At June 30, 2021, the bonded indebtedness limit of White Pine County School District was \$100,615,542. The District has general obligation long-term bonds outstanding at fiscal year-end of \$6,197,000. Accordingly, the legal borrowing capacity is \$94,418,542 at June 30, 2021.

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**NOTE 11. Operating Leases**

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The District maintains the following operating leases:

1. The District has entered into a month-to-month lease agreement with Office Products Incorporated for the use of copy machines at an average rate of \$.018 per copy. This agreement may be canceled at any time. Total expense related to this lease for the fiscal year ended June 30, 2021 was approximately \$33,227.
2. In September 1998, the District entered into a lease agreement with DVM, a Nevada LLC, for the use of a building. The agreement is for \$600 per month. This agreement has an automatic renewal each successive fiscal year and can be cancelled by either party with a 60 day written notice. The District paid \$7,200 for fiscal year ended June 30, 2021.
3. During fiscal year 2010 the District entered in to a lease with White Pine County to use two of its baseball fields for high school baseball practice and games. The District made improvements to a Senior League Field in lieu of annual rental payments. The agreement provides that after a period of time, the County will require the District to pay \$500 per year to use the Little League Field; however, the County has allowed the District to infuse capital improvements to the field in lieu of annual rental payments at any time. The District also pays \$5,000 per year for use of the Marich Field.

There are no operating leases with initial or remaining noncancelable lease terms in excess of one year. Therefore, future minimum rental payments are not applicable.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 12.      Commitments and Contingencies**

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The White Pine County School District is obligated as follows:

Janitorial Services

The District entered into a contract with Accurate Building Maintenance, LLC for janitorial services beginning in fiscal year 2013. The agreement is for \$24,898 per month with a 3% increase in the monthly service fee on the 3<sup>rd</sup> anniversary of the agreement. The term of the agreement is for an initial period of three years. This agreement has an automatic renewal each successive fiscal year and can be cancelled by either party with a 90 day written notice.

Starting in October 2014, the District contracted with Accurate Building Maintenance, LLC for additional janitorial services at McGill Elementary. This agreement is for \$6,220 per month.

In February of 2017, the District contracted for services with Accurate Building Maintenance, LLC for additional janitorial services for Lund and in February 2018 services were expanded to Baker Grade School. The contract amounts were for \$3,445 and \$1,783 per month respectively.

In January 2019, the District contracted for services with Accurate Building Maintenance, LLC for a full-time and part-time janitorial positions at White Pine High School. The monthly amount for both positions is \$5,024 per month.

The contracts were for an initial period of one year and automatically renewed each consecutive year unless written notice to terminate by either party is provided 90 days prior to renewal. The District also orders custodial supplies through Accurate Clean but is not required to do so. The costs of the custodial supplies are not included in this note.

The total amount expended in FY2021 for Accurate Building Maintenance, LLC was \$567,864.

Grants Received

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the Federal government. Any disallowed claims, including amounts already collected, may constitute a liability in the applicable funds. The amounts, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the District expects such amounts, if any, to be immaterial.



**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 13. Risk Management**

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The District is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District assesses these risks and manages these risks through commercial insurance companies. There were no significant changes in coverage during the year ended June 30, 2021.

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**NOTE 14. Retirement and Pension Plans**

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**Public Employees' Retirement System of Nevada (PERS)**

**Plan description**

PERS administers a cost-sharing, multiple-employer, defined benefit public employees' retirement system, which includes Regular members. The System was established by the Nevada Legislature in 1947, effective July 1, 1948. The System is administered to provide a reasonable base income to qualified employees who have been employed by a public employer and whose earnings capacities have been removed or substantially impaired by age or disability.

***Benefits provided***

Benefits, as required by the Nevada Revised Statutes (NRS or statute), are determined by the number of years of accredited service at time of retirement and the member's highest average compensation in any 36 consecutive months with special provisions for members entering the System on or after January 1, 2010, and July 1, 2015. Benefit payments to which participants or their beneficiaries may be entitled under the plan include pension benefits, disability benefits, and survivor benefits.

Monthly benefit allowances for members are computed as 2.5% of average compensation for each accredited year of service prior to July 1, 2001. For service earned on and after July 1, 2001, this multiplier is 2.67% of average compensation. For members entering the System on or after January 1, 2010, there is a 2.5% service time factor and for regular members entering the System on or after July 1, 2015, there is a 2.25% factor. The System offers several alternatives to the unmodified service retirement allowance which, in general, allow the retired employee to accept a reduced service retirement allowance payable monthly during his or her lifetime and various optional monthly payments to a named beneficiary after his or her death.

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

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 14. Retirement and Pension Plans, Continued**

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*Vesting*

Regular members entering the system prior to January 1, 2010, are eligible for retirement at age 65 with five years of service, at age 60 with 10 years of service, or at any age with 30 years of service. Regular members entering the System on or after January 1, 2010, are eligible for retirement at age 65 with five years of service, or age 62 with 10 years of service, or any age with 30 years of service. Regular members who entered the system on or after July 1, 2015, are eligible for retirement at age 65 with 5 years of service, or at age 62 with 10 years of service or at age 55 with 30 years of service or any age with 33 1/3 years of service.

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

*Contributions*

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

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

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

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

For the fiscal year ended June 30, 2020 and June 30, 2021 the Statutory Employer/employee matching rate was 15.25% for Regular members. The Employer-pay contribution (EPC) rate was 29.25% for Regular Members.

The District's contribution for the year ended June 30, 2021 was \$1,254,316 which was equal to the required contribution.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

**NOTE 14. Retirement and Pension Plans, Continued**

**Investment policy**

The System's policies which determine the investment portfolio target asset allocation are established by the Board. The asset allocation is reviewed annually and is designed to meet the future risk and return needs of the System. The following was the Board adopted policy target asset allocation as of June 30, 2020:

<b>Asset Class</b>	<b>Target Allocation</b>	<b>Long-term Geometric Expected Real Rate of Return*</b>
U.S. stocks	42%	5.50%
International stocks	18%	5.50%
U.S. bonds	28%	0.75%
Private markets	12%	6.65%

\*As of June 30, 2020, PERS' long-term inflation assumption was 2.75%.

**Pension liability**

***Net pension liability***

At June 30, 2021, the District reported a liability of \$16,784,684 for its proportionate share of the PERS' net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The employer allocation percentage of the net pension liability was based on the total contributions due on wages paid during the measurement period. Each employer's proportion of the net pension liability is based on their employer contributions relative to the total employer contributions for all employers for the period ended June 30, 2020. The District's proportion measured as of June 30, 2020, was 0.120510 percent, which was an increase of 0.005930 percent from its proportion measured as of June 30, 2019.

***Pension liability discount rate sensitivity***

The following presents the net pension liability of the PERS as of June 30, 2020, calculated using the discount rate of 7.50%, as well as what the PERS net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.50%) or 1-percentage-point higher (8.50%) than the current discount rate:

	1% Decrease (6.50%)	Discount Rate (7.50%)	1% Increase (8.50%)
Proportionate share of Net pension (asset) / liability	\$ 26,177,622	\$ 16,784,684	\$ 8,975,154

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 14. Retirement and Pension Plans, Continued**

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*Pension plan fiduciary net position*

Detailed information about the pension plan's fiduciary net position is available in the PERS Annual Report, which is available on the PERS website: [www.nvpers.org/publications/reports](http://www.nvpers.org/publications/reports).

*Actuarial assumptions*

The District's net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation rate	2.75%
Investment rate of return	7.50%
Productivity pay increase	0.5%
Projected salary increases	Regular: 4.25% to 9.15%, depending on service Rates include inflation and productivity increases
Other assumptions	Same as those used in the June 30, 2020 funding actuarial valuation

Actuarial assumptions used in the June 30, 2020 valuation were based on the results of the experience study for the period July 1, 2012 through June 30, 2016.

The discount rate used to measure the total pension liability was 7.50% as of June 30, 2020. The projection of cash flows used to determine the discount rate assumed plan contributions will be made in amounts consistent with statutory provisions and recognizing the plan's current funding policy and cost-sharing mechanism between employers and members. For this purpose, all contributions that are intended to fund benefits for all plan members and their beneficiaries are included, except that projected contributions that are intended to fund the service costs for future plan members and their beneficiaries are not included.

Based on those assumptions, the pension plan's fiduciary net position at June 30, 2020, was projected to be available to make all projected future benefit payments for current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability as of June 30, 2020.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

**NOTE 14. Retirement and Pension Plans, Continued**

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

For the year ended June 30, 2021, the District recognized pension expense for PERS of \$997,612. At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 521,488	\$ 216,731
Changes in assumptions or other inputs	471,464	-
Net difference between projected and actual earnings on pension plan investments	-	634,054
Subtotal	992,952	850,785
Changes in proportion	1,026,690	1,087,099
Contributions subsequent to the measurement date	1,254,316	-
Total	\$ 3,273,958	\$ 1,937,884

Average expected remaining service lives 6.13 years

The \$1,254,316 reported as deferred outflows of resources related to PERS pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to PERS pensions excluding the changes in proportion will be recognized in pension expense as follows:

Year Ending June 30,	Deferred Outflows (Inflows) of Resources
2022	\$ (265,405)
2023	132,052
2024	152,504
2025	106,698
2026	15,239
2027	1,078
Thereafter	-
Total	\$ 142,167

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 15.      Stabilization Fund**

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NRS 354.6115 states that the governing body of a local government may, by resolution, establish a fund to stabilize the operation of the local government and mitigate the effects of natural disasters. For the fiscal year ended June 30, 2010, the District's stabilization fund was reported as a separate major fund in the financial statements. However, in accordance with GASBS 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, the District's stabilization fund is included in the General Fund, as restricted fund balance, beginning with the year ended June 30, 2011. The NRS also states that the money in this fund may be used only if the total actual revenue of the local government falls short of the total anticipated revenue in the general fund for the fiscal year in which the local government uses that money; or to pay expenses incurred by the local government to mitigate the effects of a natural disaster.

In addition, NRS 354.6115 states that the balance in the stabilization amount must not exceed 10 percent of the expenditures from the general fund for the previous fiscal year, excluding any federal funds expended by the local government.

During the fiscal year ended June 30, 2021, the District complied with the provisions of this section.

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**NOTE 16.      Postemployment Benefits Other Than Pensions (OPEB)**

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**Plan description**

The District contributes to an agent multiple-employer defined benefit postemployment healthcare plan, Public Employees' Benefits Plan (PEBP). Additionally, the District administers a single-employer defined benefit healthcare plan, White Pine County School District Health Insurance Plan (WPCSDHIP). Each plan provides medical and life insurance benefits to eligible retired District employees and beneficiaries. In addition, PEBP provides dental and vision benefits.

Benefit provisions for PEBP are administered by the State of Nevada. NRS 287.043 assigns the authority to establish and amend benefit provisions to the PEBP nine-member board of trustees. Benefit provisions for WPCSDHIP are established pursuant to NRS 287.023 and amended through negotiations between the District and the respective associations. NRS 288.150 assigns the authority to establish benefit provisions to board of trustees.

***Benefits provided***

**PEBP**

PEBP closed to non-State public agency retirees on September 1, 2008 unless the agency's active employees are participating in PEBP. However, the District is responsible for a portion of the PEBP subsidy for a former employee retiring after September 1, 2008 from the State or from a Non-State public agency whose active employees participate in PEBP. For a retiree to participate in the PEBP program, the participant must be receiving a PERS benefit. PERS eligibility requirements vary by employee group and benefit type.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

**NOTE 16. Postemployment Benefits Other Than Pensions (OPEB), Continued**

Those retirees and former employees who were eligible and elected PEBP coverage are entitled to a subsidy toward their premium cost based on their years of covered employment under Nevada PERS. The subsidy is shared on a pro-rata basis by the employers for which the retiree has worked and earned PERS service credit. Thus, the District is obligated to subsidize health care premiums for former employees as well as those who retired directly from the District.

The Nevada Legislature changes the benefit subsidies from time to time. The monthly subsidy continues to be based on years of credited service under Nevada PERS, though the level differs for pre-Medicare and Medicare eligible retirees. The subsidy ends at the earlier of the retiree’s death or the date he or she discontinues coverage.

There are exceptions to the amounts shown below:

- (a) Participants who retired before June 30, 1994 receive the 15 year subsidy, regardless of their years of covered service and
- (b) Participants do not receive a subsidy if they were hired by their last employer on or after June 30, 2010, retired with less than 15 years of service and were not disabled.

Agency subsidy for PEBP coverage for non-state pre-medicare retirees: The subsidy provided to pre-Medicare retirees varies based on the type of plan selected (PPO or HMO) and by the level of coverage taken (e.g., single, two party, family, etc.). The chart below shows the monthly amounts payable beginning July 2020 for those with 15 years of PERS service. Actual pre-Medicare subsidies for July 2020, as invoiced to the District by individual, were used for the valuation. Some subsidy increases are expected pursuant to SB 552, to be phased in through 2022.

Coverage Level	PPO CDHP		Statewide EPO/HMO	
	Base Subsidy	SB 552 Subsidy	Base Subsidy	SB 552 Subsidy
	<i>For 15 Years of PERS Service</i>			
Retiree Only	\$ 752.75	\$ 36.15	\$ 398.47	\$ -
Retiree + Spouse	1,346.39	96.29	623.11	-
Retiree + Children	1,208.67	96.66	541.11	-
Retiree + Family	1,802.32	156.80	765.75	-

HRA contributions for non-state Medicare retirees covered by the Exchange: Amounts paid for Medicare eligible retirees covered by the Exchange do not vary by type of plan or coverage level; they vary only by years of PERS membership service. On July 1, 2020, the monthly subsidy for retirees on the Medicare Exchange is \$13 per month per year of PERS service. The maximum benefit payable is \$260 per month.

WPCSDHIP

Employees who retire from the District are eligible to continue their coverage under the health plans and life insurance plan offered by the District to its active employees or, if they retired prior to September 1, 2008, could elect to participate in the Public Employees’ Benefit Plan (PEBP).

Employees who retire from the District may elect to continue their medical, dental, vision and life insurance coverage under the programs made available to the District’s active employees. Coverage is available to District retirees for their lifetime. The District does not pay any portion of the retiree’s premiums. The premiums for all coverage are entirely at the retiree’s own expense.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

**NOTE 16. Postemployment Benefits Other Than Pensions (OPEB), Continued**

The only conditions to be eligible for coverage as a retiree are:

1. The employee must have qualified for and started his or her retirement benefits from Nevada PERS;
2. The employee was eligible for benefits while employed by the District; and
3. The District is the employee's last Nevada public agency employer.

District plan premium rates: The premium rates applicable to retirees (both before and after Medicare) are the same as those for active employees. The monthly premium rates effective July 1, 2017 were:

Coverage Level	Active/ Pre-Medicare	Medicare- Eligible
Employee only	\$ 815.36	\$ 815.36
Employee & spouse	1,508.44	1,508.44
Employee & children	896.90	896.90
Employee & family	1,630.75	1,630.75

Life insurance: Prior to age 65, the face amount of insurance available to certified and administrative retirees is \$50,000 and for all other retirees is \$20,000. Beginning at age 65, the face amount decreases to 65% of the original amount; for ages 70 and older, the face amount is 50% of the original amount. Retiree life insurance premiums are \$0.15 per month per \$1,000 of coverage.

Dependent coverage, if elected, is \$2,000 for each covered dependent. The premium is \$0.125 per month per \$1,000 of coverage.

***Employees covered by benefit terms***

**PEBP**

There are no active District employees covered by or eligible for coverage under PEBP. As of the June 2020 valuation date, there were 75 former employees for whom the District pays a subsidy toward the cost of PEBP coverage.

**WPCSDHIP**

There are 138 active employees for the June 2020 valuation. Of these, 131 were shown as currently participating in the medical program while 7 employees were waiving coverage. There are 4 retirees electing coverage on the District's medical and life insurance plans.

***Contributions***

**PEBP**

District contributions to the Plan occur as benefits are paid to retirees. In this PEBP program, the only benefit payments occur in the form of direct payments to PEBP on behalf of currently covered retirees. Contributions to the Plan from the District were \$159,596 for the year ended June 30, 2021.



**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

**NOTE 16. Postemployment Benefits Other Than Pensions (OPEB), Continued**

WPCSDHIP

District contributions to the Plan occur as benefits are paid to retirees. Benefit payments may occur in the form of direct payments for premiums and taxes (“explicit subsidies”) and/or indirect payments to retirees in the form of higher premiums for active employees (“implicit subsidies”). Contributions to the Plan from the District were \$19,031 for the year ended June 30, 2021.

*Plan financial reports*

Information about PEBP’s financial report is available at <https://pebp.state.nv.us/>. WPCSDHIP does not issue a separate financial report.

**OPEB liability**

*Net OPEB liability*

At June 30, 2021, the District reported a net OPEB liability of \$2,434,325 for PEBP and \$721,417 for WPCSDHIP. The net liability was measured as of June 30, 2020 and the total liability was determined by an actuarial valuation as of June 30, 2020. An OPEB trust has not been established so the total liability is equal to net liability. There are no assets accumulated in a trust that meet the criteria in GASB 75 (paragraph 4) to pay related benefits. The total OPEB liability as of June 30, 2020 reflects a change in the use of discount rates of 3.13% as of June 30, 2019 and 2.45% as of June 30, 2020. There were no other significant changes of actuarial assumptions. The projections are based on established patterns of practice.

*OPEB liability discount rate sensitivity*

The following presents the net OPEB liability calculated using the discount rate of 2.45%, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower or 1-percentage-point higher than the current discount rate:

	1% Decrease	Discount Rate	1% Increase
Net OPEB liability - PEBP	\$ 2,700,061	\$ 2,434,325	\$ 2,208,967
Net OPEB liability - WPCSDHIP	786,779	721,417	661,055

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

**NOTE 16. Postemployment Benefits Other Than Pensions (OPEB), Continued**

***OPEB liability healthcare cost trend rates sensitivity***

The following presents the net OPEB liability calculated using current healthcare cost trend rates, as well as what the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than current healthcare cost trend rates:

	1% Decrease	Medical Trend	1% Increase
Net OPEB liability - PEBP	\$ 2,222,219	\$ 2,434,325	\$ 2,678,313
Net OPEB liability - WPCSDHIP	633,237	721,417	826,966

***Actuarial assumptions***

**PEBP**

The total OPEB liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation rate	2.50%
Salary increases	N/A – no active employee in this plan
Discount rate	2.45% as of June 30, 2020 and 3.13% as of June 30, 2019
Funding method	Entry age normal cost, closed group, level percent of pay
Healthcare cost trend rates	Actual 2020 increases reflected. Pre-Medicare: 5.8% on July 2021 grading down to 5.5% by 2024 Post-Medicare: 4.5%

The basic mortality rates used in this valuation are based on the most recently published report of the Nevada Public Employees Retirement System, dated June 30, 2019, except for a different basis used to project future mortality improvements.

Non-disabled life rates for regular employees:

Males and Females: Headcount-Weighted RP-2014 Healthy Annuitant Table

These rates were then adjusted to anticipate future mortality improvement by applying MacLeod Watts Scale 2020 on a generational basis from 2018 forward (i.e. mortality is projected to improve each year until the payments anticipated in any future year occur).

The discount rate used to measure the total OPEB liability was 2.45% as of June 30, 2020. The District funds the PEBP OPEB liability on a pay-as-you-go basis. Therefore, the discount rate used in this valuation is based on the Fidelity Municipal Bond AA 20 Year Maturity Yield.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 16. Postemployment Benefits Other Than Pensions (OPEB), Continued**

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WPCSDHIP

The total OPEB liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation rate	2.50%
Salary increases	3.00% per year
Discount rate	2.45% as of June 30, 2020 and 3.13% as of June 30, 2019
Funding method	Entry age normal cost, closed group, level percent of pay
Healthcare trend	Actual 2020 increases reflected. 5.8% on July 2021 grading down to 5.5% by 2024

The demographic actuarial assumptions used in this valuation are based on the most recently published report of the Nevada Public Employees Retirement System, dated June 30, 2019, which covers the employees included in this valuation except for a different basis used to project future mortality improvements.

Non-disabled life rates for regular employees:

Males and Females: Headcount-Weighted RP-2014 Healthy Annuitant Table

Pre-retirement life rates for regular employees:

Males and Females: Headcount-Weighted RP-2014 Employee Table

These rates were then adjusted to anticipate future mortality improvement by applying MacLeod Watts Scale 2020 on a generational basis from 2018 forward (i.e. mortality is projected to improve each year until the payments anticipated in any future year occur).

The discount rate used to measure the total OPEB liability was 2.45% as of June 30, 2020. The District funds the PEBP OPEB liability on a pay-as-you-go basis. Therefore, the discount rate used in this valuation is based on the Fidelity Municipal Bond AA 20 Year Maturity Yield.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

**NOTE 16. Postemployment Benefits Other Than Pensions (OPEB), Continued**

*Changes in the net OPEB liability*

PEBP

	Increase (decrease)		
	Total OPEB	Plan fiduciary	Net OPEB (asset)
	liability (a)	net position (b)	liability (a) - (b)
Balances at June 30, 2020	\$ 2,614,342	\$ -	\$ 2,614,342
Changes during the period:			
Service cost	-		-
Interest cost	78,985		78,985
Expected investment income		-	-
Employer contributions		181,706	(181,706)
Changes of benefit terms	-		-
Benefit payments	(181,706)	(181,706)	-
Assumption changes	179,060		179,060
Plan experience	(256,356)		(256,356)
Investment experience	-	-	-
Net changes	<u>(180,017)</u>	<u>-</u>	<u>(180,017)</u>
Balances at June 30, 2021	<u>\$ 2,434,325</u>	<u>\$ -</u>	<u>\$ 2,434,325</u>

WPCSDHIP

	Increase (decrease)		
	Total OPEB	Plan fiduciary	Net OPEB (asset)
	liability (a)	net position (b)	liability (a) - (b)
Balances at June 30, 2020	\$ 896,133	\$ -	\$ 896,133
Changes during the period:			
Service cost	60,232		60,232
Interest cost	29,060		29,060
Expected investment income		-	-
Employer contributions		55,878	(55,878)
Changes of benefit terms	-		-
Benefit payments	(55,878)	(55,878)	-
Assumption changes	30,188		30,188
Plan experience	(238,318)		(238,318)
Investment experience	-	-	-
Net changes	<u>(174,716)</u>	<u>-</u>	<u>(174,716)</u>
Balances at June 30, 2021	<u>\$ 721,417</u>	<u>\$ -</u>	<u>\$ 721,417</u>

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

**NOTE 16. Postemployment Benefits Other Than Pensions (OPEB), Continued**

*Plan fiduciary net position*

Detailed information about PEBP's fiduciary net position is available in a separately issued PEBP financial report. WPCSDHIP does not issue a separate financial report.

*OPEB expense*

For the year ended June 30, 2021, the District recognized OPEB expense for PEBP of \$1,689 and for WPCSDHIP of \$48,042.

*Deferred outflows/inflows of resources related to OPEB*

At June 30, 2021, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

PEBP

	Deferred Outflows of Resources	Deferred Inflows of Resources
Contributions subsequent to the measurement date	\$ 159,596	\$ -
Total	\$ 159,596	\$ -

The amount \$159,596 reported as deferred outflows of resources related to OPEB resulting from district contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the subsequent fiscal year.

WPCSDHIP

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of assumptions	\$ 51,550	\$ 98,730
Plan experience	-	280,431
Contributions subsequent to the measurement date	19,031	-
Total	\$ 70,581	\$ 379,161

Expected average remaining service life: 10.58 years

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

**NOTE 16. Postemployment Benefits Other Than Pensions (OPEB), Continued**

The amount \$19,031 reported as deferred outflows of resources related to OPEB resulting from district contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability in the subsequent fiscal year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ending June 30,	Deferred Outflows (Inflows) of Resources
2022	\$ (41,250)
2023	(41,250)
2024	(41,250)
2025	(41,250)
2026	(41,250)
Thereafter	(121,361)

**Combined balances for OPEB plans**

The combined balances for both the PEBP and WPCSDHIP OPEB plans as of and for the year ended June 30, 2021 are as follows:

	PEBP	WPCSDHIP	Combined
Net OPEB liability	\$ 2,434,325	\$ 721,417	\$ 3,155,742
Deferred outflows	159,596	70,581	230,177
Deferred inflows	-	379,161	379,161
OPEB expense	1,689	48,042	49,731

**Assigned Fund Balance**

The assigned fund balance of \$152,400 in the general fund relates to the projected other post employment benefits (OPEB) obligation on behalf of possible future retirees projected to elect coverage and be entitled to a subsidy from the District. The District has chosen to set aside, by way of this assigned fund balance, rather than maintain an insurance trust fund. Additional amounts have not been assigned.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to the Financial Statements**  
**June 30, 2021**

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**NOTE 17. Restatement Adjustment**

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Fund balance in the new student activities special revenue fund and net position in the government-wide financial statements as of July 1, 2020 has been restated by \$576,263 for the implementation of GASB Statement No. 84, *Fiduciary Activities*. The school student activities funds (reported in fiduciary funds prior to fiscal year 2021) are no longer considered to be fiduciary activities and are now included in a new special revenue fund of the District.

## **REQUIRED SUPPLEMENTARY INFORMATION**

### **BUDGETARY COMPARISON SCHEDULES**

#### **FOR THE FOLLOWING FUNDS:**

- The **General fund** is used to account for resources traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund.
- The **Special Education Fund** is used to account for revenues received for the instruction of pupils with disabilities and gifted and talented pupils in accordance with Senate Bill 569 passed in 1994.
- The **Federal Special Revenue Fund** is used to account for monies provided for Federally funded projects.

#### **SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

- **Schedule of the proportionate share of the net pension liability** for pension plans, see note 14.

#### **SCHEDULE OF PENSION CONTRIBUTIONS**

- **Schedule of contributions** for pension plans, see note 14.

#### **SCHEDULE OF CHANGES IN THE NET OPEB LIABILITY AND RELATED RATIOS**

- **Schedule of Changes in the Net OPEB Liability and Related Ratios** for post employment health care plans, see note 16.



**WHITE PINE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2021  
(With Comparative Totals for June 30, 2020)**

Revenues	Budgeted Amounts		Actual Amounts	Variance Favorable (Unfavorable)	Actual 2020
	Original	Final			
<b>Local sources</b>					
Taxes					
Ad valorem	\$ 3,846,590	\$ 3,846,590	\$ 3,532,894	\$ (313,696)	\$ 4,439,721
School support	3,239,901	3,239,901	3,384,165	144,264	2,972,909
Motor vehicle privilege tax	763,667	763,667	751,188	(12,479)	746,351
Total taxes	<u>7,850,158</u>	<u>7,850,158</u>	<u>7,668,247</u>	<u>(181,911)</u>	<u>8,158,981</u>
Tuition					
From other districts	-	-	102,815	102,815	76,608
Adult/continuing education	23,000	23,000	-	(23,000)	300
Total tuition	<u>23,000</u>	<u>23,000</u>	<u>102,815</u>	<u>79,815</u>	<u>76,908</u>
Other revenue					
Interest earnings	-	-	19	19	468
Miscellaneous	50,000	50,000	129,620	79,620	149,429
Total other revenue	<u>50,000</u>	<u>50,000</u>	<u>129,639</u>	<u>79,639</u>	<u>149,897</u>
Total from local sources	<u>7,923,158</u>	<u>7,923,158</u>	<u>7,900,701</u>	<u>(22,457)</u>	<u>8,385,786</u>
<b>State sources</b>					
Distributive school fund	6,071,984	6,071,984	5,943,240	(128,744)	5,674,979
Total from state sources	<u>6,071,984</u>	<u>6,071,984</u>	<u>5,943,240</u>	<u>(128,744)</u>	<u>5,674,979</u>
<b>Federal sources</b>					
E-rate reimbursements	-	-	143,321	143,321	88,772
National Forest Reserve	50,000	50,000	191,008	141,008	213,095
Total from federal sources	<u>50,000</u>	<u>50,000</u>	<u>334,329</u>	<u>284,329</u>	<u>301,867</u>
<b>Total revenues</b>	<u>14,045,142</u>	<u>14,045,142</u>	<u>14,178,270</u>	<u>133,128</u>	<u>14,362,632</u>

(continued)

**WHITE PINE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2021 (continued)  
(With Comparative Totals for June 30, 2020)**

Expenditures	Budgeted Amounts		Actual Amounts	Variance Favorable (Unfavorable)	Actual 2020
	Original	Final			
<b>Instructional Expenditures</b>					
<b>Regular programs</b>					
Instruction					
Salaries and wages	\$ 2,919,914	\$ 2,607,006	\$ 2,578,026	\$ 28,980	\$ 2,792,606
Employee benefits	1,318,327	1,221,015	1,187,593	33,422	1,269,329
Purchased services	259,896	303,018	313,974	(10,956)	306,025
Supplies	142,282	150,060	110,975	39,085	133,717
Other	289	150	-	150	-
Total regular programs	<u>4,640,708</u>	<u>4,281,249</u>	<u>4,190,568</u>	<u>90,681</u>	<u>4,501,677</u>
<b>Vocational programs</b>					
Instruction					
Salaries and wages	159,624	309,054	308,150	904	154,605
Employee benefits	67,613	128,033	128,802	(769)	61,435
Supplies	19,767	37,037	32,833	4,204	12,012
Property and equipment	-	-	-	-	5,264
Total vocational programs	<u>247,004</u>	<u>474,124</u>	<u>469,785</u>	<u>4,339</u>	<u>233,316</u>
<b>Other instructional programs</b>					
Instruction					
Salaries and wages	233,516	473,924	432,240	41,684	228,966
Employee benefits	16,387	129,654	124,486	5,168	14,279
Purchased services	98,575	98,715	96,926	1,789	92,032
Supplies	17,861	18,654	17,388	1,266	16,596
Other	2,660	5,057	4,892	165	3,050
Total instruction	<u>368,999</u>	<u>726,004</u>	<u>675,932</u>	<u>50,072</u>	<u>354,923</u>
Transportation					
Salaries and wages	47,403	47,403	8,374	39,029	30,368
Employee benefits	4,706	4,706	463	4,243	2,034
Purchased services	9,010	9,010	1,671	7,339	8,011
Total transportation	<u>61,119</u>	<u>61,119</u>	<u>10,508</u>	<u>50,611</u>	<u>40,413</u>
Total other instructional programs	<u>430,118</u>	<u>787,123</u>	<u>686,440</u>	<u>100,683</u>	<u>395,336</u>
Total instructional expenditures	<u>5,317,830</u>	<u>5,542,496</u>	<u>5,346,793</u>	<u>195,703</u>	<u>5,130,329</u>

(continued)

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**GENERAL FUND**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2021 (continued)**  
**(With Comparative Totals for June 30, 2020)**

Expenditures (Continued):	Budgeted Amounts		Actual Amounts	Variance Favorable (Unfavorable)	Actual 2020
	Original	Final			
<b>Support Service Expenditures</b>					
<b>Student support services</b>					
Salaries and wages	\$ 75,672	\$ 159,128	\$ 156,725	\$ 2,403	\$ 129,487
Employee benefits	39,839	76,789	67,324	9,465	89,599
Purchased services	13,039	331	323	8	667
Supplies	7,674	9,814	8,929	885	5,314
Other	-	112	436	112	-
Total student support	<u>136,224</u>	<u>246,174</u>	<u>233,737</u>	<u>12,873</u>	<u>225,067</u>
<b>Instructional support services</b>					
Salaries and wages	-	60,109	59,266	843	43,676
Employee benefits	-	19,010	16,014	2,996	1,576
Purchased services	5,651	16,607	12,536	4,071	4,898
Supplies	2,759	3,050	2,938	112	1,773
Total instructional support	<u>8,410</u>	<u>98,776</u>	<u>90,754</u>	<u>8,022</u>	<u>51,923</u>
<b>General administration support</b>					
Salaries and wages	181,504	203,587	203,758	(171)	175,691
Employee benefits	124,381	125,960	126,036	(76)	111,683
Purchased services	136,034	111,235	104,534	6,701	111,925
Supplies	7,134	18,717	18,392	325	4,046
Other	19,915	19,915	15,898	4,017	18,732
Total general administration support	<u>468,968</u>	<u>479,414</u>	<u>468,618</u>	<u>10,796</u>	<u>422,077</u>
<b>School administration support</b>					
Salaries and wages	921,947	934,750	923,012	11,738	892,979
Employee benefits	413,975	426,461	400,581	25,880	370,741
Purchased services	52,487	50,292	36,210	14,082	43,288
Supplies	20,925	20,637	10,575	10,062	13,155
Other	4,496	5,527	5,520	7	4,320
Total school administration support	<u>1,413,830</u>	<u>1,437,667</u>	<u>1,375,898</u>	<u>61,769</u>	<u>1,324,483</u>

(continued)

**WHITE PINE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2021 (continued)  
(With Comparative Totals for June 30, 2020)**

Expenditures (Continued):	Budgeted Amounts		Actual Amounts	Variance Favorable (Unfavorable)	Actual 2020
	Original	Final			
<b>Central services</b>					
Salaries and wages	\$ 470,687	\$ 516,747	\$ 506,935	\$ 9,812	\$ 451,133
Employee benefits	195,484	187,147	171,560	15,587	181,218
Purchased services	449,772	638,567	471,802	166,765	377,475
Supplies	52,468	66,133	55,405	10,728	45,190
Property and equipment	-	-	-	-	41,624
Other	2,588	2,140	2,681	(541)	2,817
Total central services	1,170,999	1,410,734	1,208,383	202,351	1,099,457
<b>Operation/maintenance</b>					
Salaries and wages	289,500	298,683	282,872	15,811	273,246
Employee benefits	137,369	149,234	130,779	18,455	114,610
Purchased services	1,072,892	1,051,649	984,084	67,565	925,484
Supplies	751,585	806,999	769,461	37,538	745,198
Property and equipment	40,000	38,959	38,958	1	-
Other	3,301	11,751	12,172	(421)	2,914
Total operation and maintenance	2,294,647	2,357,275	2,218,326	138,949	2,061,452
<b>Student transportation services</b>					
Salaries and wages	549,014	571,618	543,471	28,147	499,611
Employee benefits	281,779	282,309	272,949	9,360	239,000
Purchased services	160,284	148,424	68,153	80,271	87,572
Supplies	357,812	354,331	132,937	221,394	187,090
Property and equipment	30,000	562,000	561,426	574	-
Other	3,183	1,944	642	1,302	1,294
Total student transportation services	1,382,072	1,920,626	1,579,578	341,048	1,014,567
<b>Other support</b>					
Employee benefits	286,508	198,190	180,280	17,910	207,847
Purchased services	-	-	987	(987)	-
Supplies	600	-	-	-	-
Total other support	287,108	198,190	181,267	16,923	207,847
<b>Food services</b>					
Purchased services	-	-	-	-	24,296
Total food services	-	-	-	-	24,296
<b>Facilities acquisition, construction, and improvements</b>					
Purchased services	-	5,250	5,050	200	-
Total facilities acquisition, construction, and improvements	-	5,250	5,050	200	-
Total support service expenditures	7,162,258	8,154,106	7,361,611	792,931	6,431,169
<b>Total expenditures</b>	12,480,088	13,696,602	12,708,404	988,198	11,561,498
Excess of revenues over/(under) expenditures	1,565,054	348,540	1,469,866	1,121,326	2,801,134

(continued)

**WHITE PINE COUNTY SCHOOL DISTRICT  
GENERAL FUND  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
Budget and Actual  
For the Year Ended June 30, 2021 (continued)  
(With Comparative Totals for June 30, 2020)**

	Budgeted Amounts		Actual Amounts	Variance Favorable (Unfavorable)	Actual 2020
	Original	Final			
<b>Other sources (uses)</b>					
Transfers in	\$ -	\$ 119	\$ 119	\$ -	\$ 76,085
Transfers out	(1,169,603)	(1,000,519)	(808,249)	192,270	(744,673)
Total other financing sources (uses):	(1,169,603)	(1,000,400)	(808,130)	192,270	(668,588)
<b>Net change in fund balance</b>	395,451	(651,860)	661,736	1,313,596	2,132,546
Fund balance, beginning of year	6,235,681	6,235,681	6,235,681	-	4,103,135
Fund balance, end of year	<u>\$ 6,631,132</u>	<u>\$ 5,583,821</u>	<u>\$ 6,897,417</u>	<u>\$ 1,313,596</u>	<u>\$ 6,235,681</u>

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**SPECIAL EDUCATION**  
**Special Revenue Fund**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Budgeted Amounts		Actual	Variance Favorable (Unfavorable)	Actual 2020
	Original	Final			
<b>Revenues</b>					
State sources	\$ 1,194,585	\$ 1,252,898	\$ 1,252,898	\$ -	\$ 1,194,585
Total revenues	1,194,585	1,252,898	1,252,898	-	1,194,585
<b>Expenditures</b>					
Special programs					
Salaries and wages	1,011,580	931,222	929,676	1,546	918,098
Employee benefits	397,862	407,548	407,430	118	344,924
Purchased services	2,502	51,000	49,908	1,092	(347)
Supplies	5,000	169	168	1	-
Total special programs	1,416,944	1,389,939	1,387,182	2,757	1,262,675
Support services - student support					
Salaries and wages	232,146	239,625	234,624	5,001	230,908
Employee benefits	105,504	112,977	112,975	2	104,298
Purchased services	95,306	81,348	51,525	29,823	10,000
Supplies	184	-	-	-	-
Total student support	433,140	433,950	399,124	34,826	345,206
Support services - instructional support					
Salaries and wages	10,198	4,620	3,978	642	6,051
Employee benefits	1,161	415	295	120	861
Purchased services	1,231	300	300	-	-
Total instructional support	12,590	5,335	4,573	762	6,912
Support services - general administration					
Salaries and wages	119,290	99,618	99,137	481	78,244
Employee benefits	40,640	37,376	37,014	362	22,322
Purchased services	-	-	-	-	50
Total general administration	159,930	136,994	136,151	843	100,616
Support services - school administration					
Salaries and wages	-	284	284	-	-
Employee benefits	-	5	4	1	-
Total school administration	-	289	288	1	-
Total expenditures	2,022,604	1,966,507	1,927,318	39,189	1,715,409
Excess of revenues over/(under) expenditures	(828,019)	(713,609)	(674,420)	39,189	(520,824)
<b>Other financing sources (uses)</b>					
Transfers in	828,019	713,609	674,420	(39,189)	520,824
Total other financing sources (uses)	828,019	713,609	674,420	(39,189)	520,824
<b>Net change in fund balance</b>	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	\$ -	\$ -	\$ -	\$ -	\$ -

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**FEDERAL SPECIAL REVENUE FUND**  
**Special Revenue Fund**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Budgeted Amounts		Actual	Variance	Actual 2020
	Original	Final		(Unfavorable)	
<b>Revenues</b>					
Federal sources	\$ 2,255,249	\$ 2,418,334	\$ 1,994,427	\$ (423,907)	\$ 1,744,312
Total revenues	<u>2,255,249</u>	<u>2,418,334</u>	<u>1,994,427</u>	<u>(423,907)</u>	<u>1,744,312</u>
<b>Expenditures</b>					
Regular programs	435,061	563,650	431,751	131,899	151,387
Special programs	249,910	233,609	149,375	84,234	240,325
Vocational programs	27,992	32,378	-	32,378	20,650
Other instructional programs	-	27,669	27,669	-	-
Support services					
Student support	450,781	313,000	211,258	101,742	197,107
Instructional support	647,699	874,830	860,599	14,231	849,652
General administration	270,564	36,689	22,884	13,805	225,659
School administration	156,447	199,755	189,047	10,708	44,312
Central services	1,758	-	-	-	20,544
Operations and maintenance	-	87,339	84,208	3,131	-
Student transportation	-	37,869	37,869	-	-
Noninstructional services	15,037	11,546	311	11,235	-
Total expenditures	<u>2,255,249</u>	<u>2,418,334</u>	<u>2,014,971</u>	<u>403,363</u>	<u>1,749,636</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>(20,544)</u>	<u>(20,544)</u>	<u>(5,324)</u>
Other financing sources (uses):					
Transfers in	-	-	20,544	20,544	5,337
Transfers out	-	(13)	(13)	-	-
Total other financing sources (uses)	<u>-</u>	<u>(13)</u>	<u>20,531</u>	<u>20,544</u>	<u>5,337</u>
Net change in fund balances	-	(13)	(13)	-	13
Fund balance, beginning of year	13	13	13	-	-
Fund balance, end of year	<u>\$ 13</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 13</u>

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of the Proportionate Share of the Net Pension Liability**  
**Public Employees' Retirement System of Nevada**  
**June 30, 2021**  
**Last 10 Fiscal Years**

	Reporting Fiscal Year (Measurement Date)						
	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)	2017 (2016)	2016 (2015)	2015 (2014)
Proportion of the net pension liability (asset)	0.12051%	0.11458%	0.11133%	0.11045%	0.12185%	0.13703%	0.14427%
Proportionate share of the net pension liability (asset)	\$ 16,784,684	\$ 15,623,824	\$ 15,182,635	\$ 14,690,010	\$ 16,397,603	\$ 15,702,690	\$ 15,035,367
Covered payroll	\$ 8,534,210	\$ 7,833,956	\$ 7,337,766	\$ 7,051,823	\$ 7,379,386	\$ 8,213,969	\$ 8,485,992
Proportionate share of the net pension liability (asset) as a percentage of its covered payroll	196.68%	199.44%	206.91%	208.32%	222.21%	191.17%	177.18%
Plan fiduciary net position as a percentage of the total pension liability	77.0%	76.5%	75.2%	74.4%	72.2%	75.1%	76.3%

The District implemented GASB 68 in fiscal year 2015. Prior year information is not available.



**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of Contributions**  
**Public Employees' Retirement System of Nevada**  
**June 30, 2021**  
**Last 10 Fiscal Years**

	Reporting Fiscal Year						
	2021	2020	2019	2018	2017	2016	2015
Contractually required contribution	\$ 1,254,316	\$ 1,255,839	\$ 1,102,903	\$ 1,032,685	\$ 991,413	\$ 1,033,114	\$ 1,057,549
Contributions in relation to the contractually required contribution	\$ (1,254,316)	\$ (1,255,839)	\$ (1,102,903)	\$ (1,032,685)	\$ (991,413)	\$ (1,033,114)	\$ (1,057,549)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 8,523,286	\$ 8,534,210	\$ 7,833,956	\$ 7,337,766	\$ 7,051,823	\$ 7,379,386	\$ 8,213,969
Contributions as a percentage of covered payroll	14.72%	14.72%	14.08%	14.07%	14.06%	14.00%	12.88%

The District implemented GASB 68 in fiscal year 2015. Prior year information is not available.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of Changes in the Net OPEB Liability and Related Ratios**  
**PEBP**  
**June 30, 2021**  
**Last 10 Fiscal Years**

	Reporting Fiscal Year (Measurement Date)			
	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)
Total OPEB liability				
Service cost	\$ -	\$ -	\$ -	\$ -
Interest cost	78,985	90,353	75,702	69,447
Changes of benefit terms	-	-	164,824	-
Benefit payments	(181,706)	(189,844)	(178,670)	(170,718)
Assumption changes	179,060	122,964	(2,810)	(146,639)
Plan experience	(256,356)	-	316,039	-
Net change in total OPEB liability	(180,017)	23,473	375,085	(247,910)
Total OPEB liability - beginning	2,614,342	2,590,869	2,215,784	2,463,694
Total OPEB liability - ending (a)	<u>\$ 2,434,325</u>	<u>\$ 2,614,342</u>	<u>\$ 2,590,869</u>	<u>\$ 2,215,784</u>
Plan fiduciary net position				
Employer contributions	\$ 181,706	\$ 189,844	\$ 178,670	\$ 170,718
Net investment income	-	-	-	-
Benefit payments	(181,706)	(189,844)	(178,670)	(170,718)
Investment experience	-	-	-	-
Net change in plan fiduciary net position	-	-	-	-
Plan fiduciary net position - beginning	-	-	-	-
Plan fiduciary net position - ending (b)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net OPEB liability - ending (a) - (b)	\$ 2,434,325	\$ 2,614,342	\$ 2,590,869	\$ 2,215,784

Note: The District implemented GASB 75 in fiscal year 2018. Prior year information is not available.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of Changes in the Net OPEB Liability and Related Ratios**  
**WPCSDHIP**  
**June 30, 2021**  
**Last 10 Fiscal Years**

	Reporting Fiscal Year (Measurement Date)			
	2021 (2020)	2020 (2019)	2019 (2018)	2018 (2017)
Total OPEB liability				
Service cost	\$ 60,232	\$ 53,474	\$ 63,741	\$ 67,635
Interest cost	29,060	31,201	36,369	29,998
Changes of benefit terms	-	-	-	-
Benefit payments	(55,878)	(54,805)	(55,220)	(48,230)
Assumption changes	30,188	30,417	(101,416)	(47,728)
Plan experience	(238,318)	-	(93,111)	-
Net change in total OPEB liability	(174,716)	60,287	(149,637)	1,675
Total OPEB liability - beginning	896,133	835,846	985,483	983,808
Total OPEB liability - ending (a)	<u>\$ 721,417</u>	<u>\$ 896,133</u>	<u>\$ 835,846</u>	<u>\$ 985,483</u>
Plan fiduciary net position				
Employer contributions	\$ 55,878	\$ 54,805	\$ 55,220	\$ 48,230
Net investment income	-	-	-	-
Benefit payments	(55,878)	(54,805)	(55,220)	(48,230)
Investment experience	-	-	-	-
Net change in plan fiduciary net position	-	-	-	-
Plan fiduciary net position - beginning	-	-	-	-
Plan fiduciary net position - ending (b)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Net OPEB liability - ending (a) - (b)	\$ 721,417	\$ 896,133	\$ 835,846	\$ 985,483
Plan fiduciary net position as a percentage of the total OPEB liability	0%	0%	0%	0%
Covered-employee payroll	\$ 7,274,416	\$ 6,183,255	\$ 6,544,866	\$ 6,010,676
Net OPEB liability as a percentage of covered payroll	9.92%	14.49%	12.77%	16.40%

Note: The District implemented GASB 75 in fiscal year 2018. Prior year information is not available.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of OPEB Contributions**  
**OPEB**  
**June 30, 2021**  
**Last 10 Fiscal Years**

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	<b>Reporting Fiscal Year</b>			
	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
Contractually required contributions	\$ 159,596	\$ 181,706	\$ 189,844	\$ 178,670
Contributions in relation to the contractually required contribution	\$ (159,596)	\$ (181,706)	\$ (189,844)	\$ (178,670)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -

Note: The District implemented GASB 75 in fiscal year 2018. Prior year information is not available.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Required Supplementary Information**  
**Schedule of OPEB Contributions**  
**WPCSDHIP**  
**June 30, 2021**  
**Last 10 Fiscal Years**

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	<b>Reporting Fiscal Year</b>			
	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
Contractually required contributions	\$ 19,031	\$ 55,878	\$ 54,805	\$ 55,220
Contributions in relation to the contractually required contribution	(19,031)	\$ (55,878)	\$ (54,805)	\$ (55,220)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered-employee payroll	\$ 6,749,013	\$ 7,274,416	\$ 6,183,255	\$ 6,544,866
Contributions as a percentage of covered payroll	0.28%	0.77%	0.89%	0.84%

Note: The District implemented GASB 75 in fiscal year 2018. Prior year information is not available.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to Required Supplementary Information**  
**June 30, 2021**

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**NOTE 1. OPEB – Factors that Affect Trends**

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There are no factors (e.g. changes in benefit terms, the use of different assumptions, changes in investment policies) that significantly affect trends in the amounts reported in the required schedules.

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**NOTE 2. OPEB – Plan Assets**

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There are no assets accumulated in a trust that meet the criteria in GASB 75 (paragraph 4) to pay related benefits.

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## SUPPLEMENTARY INFORMATION

### BUDGETARY COMPARISON SCHEDULES

- The **Debt Service Fund** is used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the government is obligated in some manner for the payment.
- The **Capital Projects Fund** is used to account for revenues received for capital projects from grants, taxes or private donations and the related expenditures. Within this fund, accounting is done for School Construction and Extraordinary Repair.

### COMPARATIVE BALANCE SHEETS

#### FOR THE FOLLOWING MAJOR FUNDS:

- The **General fund** is used to account for resources traditionally associated with government which are not required legally or by sound financial management to be accounted for in another fund.
- The **Special Education Fund** is used to account for revenues received for the instruction of pupils with disabilities and gifted and talented pupils in accordance with Senate Bill 569 passed in 1994.
- The **Capital Projects Fund** is used to account for revenues received for capital projects from grants, taxes or private donations and the related expenditures. Within this fund, accounting is done for School Construction and Extraordinary Repair.
- The **Federal Special Revenue Fund** is used to account for monies provided for Federally funded projects.
- The **Debt Service Fund** is used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the government is obligated in some manner for the payment.



**WHITE PINE COUNTY SCHOOL DISTRICT**  
**DEBT SERVICE FUND**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Budgeted Amounts		Actual	Variance	Actual 2020
	Original	Final		(Unfavorable)	
<b>Revenues</b>					
Local sources	\$ 1,483,000	\$ 1,483,000	\$ 1,559,581	\$ 76,581	\$ 1,152,892
Total revenues	<u>1,483,000</u>	<u>1,483,000</u>	<u>1,559,581</u>	<u>76,581</u>	<u>1,152,892</u>
<b>Expenditures</b>					
Debt issuance and other costs	2,500	2,500	2,200	300	2,200
Principal	638,266	638,266	638,269	(3)	617,094
Interest	221,588	221,588	221,585	3	240,521
Total expenditures	<u>862,354</u>	<u>862,354</u>	<u>862,054</u>	<u>300</u>	<u>859,815</u>
Excess of revenues over/(under) expenditures	620,646	620,646	697,527	76,881	293,077
<b>Other financing sources (uses)</b>					
Transfers in	154,455	154,455	87,966	(66,489)	134,630
Transfers out	(1,000,000)	(1,000,000)	(1,000,000)	-	(300,000)
Total other financing sources (uses)	<u>(845,545)</u>	<u>(845,545)</u>	<u>(912,034)</u>	<u>(66,489)</u>	<u>(165,370)</u>
<b>Net change in fund balance</b>	(224,899)	(224,899)	(214,507)	10,392	127,707
Fund balance, beginning of year	<u>1,592,200</u>	<u>1,592,200</u>	<u>1,592,200</u>	<u>-</u>	<u>1,464,493</u>
Fund balance, end of year	<u>\$ 1,367,301</u>	<u>\$ 1,367,301</u>	<u>\$ 1,377,693</u>	<u>\$ 10,392</u>	<u>\$ 1,592,200</u>

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**CAPITAL PROJECT FUND**  
**Capital Project Fund**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance**  
**Budget to Actual**  
**For the Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Budgeted Amounts		Actual	Variance	Actual 2020
	Original	Final		Favorable (Unfavorable)	
<b>Revenues</b>					
Local sources	\$ 210,000	\$ 210,000	\$ 407,244	\$ 197,244	\$ 448,770
Federal sources	-	192,000	192,000	\$ -	57,725
Total revenues	210,000	402,000	599,244	197,244	506,495
<b>Expenditures</b>					
Regular programs	-	145,000	135,599	9,401	-
Central services	-	149,000	216,000	(67,000)	97,693
Operations and maintenance	35,000	652,622	122,246	530,376	41,930
Student transportation	160,390	160,390	-	160,390	359,986
Facilities acquisition, construction and improvements	965,000	932,654	292,543	640,111	295,395
Total expenditures	1,160,390	2,039,666	766,388	1,273,278	795,004
Excess of revenues over (under) expenditures	(950,390)	(1,637,666)	(167,144)	1,470,522	(288,509)
Other financing sources (uses):					
Transfers in	1,000,000	1,000,000	1,000,000	-	300,000
Transfers out	(49,610)	(49,609)	-	(49,609)	(49,610)
Total other financing sources (uses)	950,390	950,391	1,000,000	(49,609)	250,390
Net change in fund balances	-	(687,275)	832,856	1,420,913	(38,119)
Fund balances - beginning	687,275	687,275	687,275	-	725,394
Fund balances - ending	\$ 687,275	\$ -	\$ 1,520,131	\$ 1,420,913	\$ 687,275

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**GENERAL FUND**  
**Balance Sheet**  
**June 30, 2021**  
**(With Comparative Totals from June 30, 2020)**

	Totals	
	2021	2020
<b>Assets</b>		
Cash and investments	\$ 5,636,079	\$ 3,586,725
Accounts receivable	-	79,401
Due from other funds	1,886,806	2,063,637
Prepays	16,874	16,874
Due from other governments	1,221,766	1,282,094
Restricted cash and investments	625,921	625,902
Total assets	\$ 9,387,446	\$ 7,654,633
<b>Liabilities, Deferred Inflows, and Fund Balances</b>		
Liabilities:		
Accounts payable	\$ 594,477	\$ 101,465
Accrued payroll	666,438	637,132
Due to other governments	-	229,357
Total liabilities	1,260,915	967,954
Deferred inflows of resources:		
Deferred revenue	1,229,114	450,998
Total deferred inflows of resources	1,229,114	450,998
Fund balances:		
Nonspendable:		
Prepays	16,874	16,874
Restricted	625,921	625,902
Assigned	152,400	152,400
Unassigned	6,102,222	5,440,505
Total fund balances	6,897,417	6,235,681
Total liabilities, deferred inflows and fund balances	\$ 9,387,446	\$ 7,654,633

**WHITE PINE COUNTY SCHOOL DISTRICT  
SPECIAL EDUCATION  
Balance Sheet  
June 30, 2021  
(With Comparative Totals from June 30, 2020)**

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	Totals	
	2021	2020
<b>Assets</b>		
Cash and investments	\$ 214,203	\$ 170,585
Accounts receivable	128	128
Prepaid expense	2,569	2,569
Total assets	\$ 216,900	\$ 173,282
<b>Liabilities and Fund Balances</b>		
Liabilities:		
Accounts payable	\$ 300	\$ -
Accrued payroll	216,600	173,282
Total liabilities	216,900	173,282
Fund balances:		
Nonspendable:		
Prepays	2,569	2,569
Unassigned	(2,569)	(2,569)
Total fund balances	-	-
Total liabilities and fund balances	\$ 216,900	\$ 173,282

**WHITE PINE COUNTY SCHOOL DISTRICT  
CAPITAL PROJECT FUND  
Balance Sheet  
June 30, 2021  
(With Comparative Totals for June 30, 2020)**

	Totals	
	2021	2020
<b>Assets</b>		
Cash and investments	\$ 1,619,024	\$ 624,366
Due from other governments	68,523	77,355
Total assets	\$ 1,687,547	\$ 701,721
<b>Liabilities and Fund Balances</b>		
Liabilities:		
Accounts payable	\$ 167,416	\$ 14,446
Total liabilities	167,416	14,446
Fund balances:		
Restricted	1,520,131	687,275
Total fund balances	1,520,131	687,275
Total liabilities and fund balance	\$ 1,687,547	\$ 701,721

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**FEDERAL SPECIAL REVENUE FUND**  
**Balance Sheet**  
**June 30, 2021**  
**(With Comparative Totals from June 30, 2020)**

	Totals	
	2021	2020
<b>ASSETS</b>		
Cash and investments	\$ -	\$ -
Due from other governments	1,523,689	1,020,753
Prepays	3,250	3,250
Total assets	\$ 1,526,939	\$ 1,024,003
<b>Liabilities and Fund Balances</b>		
Liabilities:		
Accounts payable	\$ 15,029	\$ 10,820
Accrued payroll	54,565	88,119
Due to other funds	1,455,678	923,384
Due to other governments	1,667	1,667
Total liabilities	1,526,939	1,023,990
Fund balances:		
Nonspendable:		
Prepays	3,250	3,250
Restricted	-	13
Unassigned	(3,250)	(3,250)
Total fund balances	-	13
Total liabilities and fund balance	\$ 1,526,939	\$ 1,024,003

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**DEBT SERVICE FUND**  
**Balance Sheet**  
**June 30, 2021**  
**(With Comparative Totals from June 30, 2020)**

	Totals	
	2021	2020
<b>Assets</b>		
Cash and investments	\$ 1,055,283	\$ 1,228,327
Due from other governments	12,560	26,423
Restricted cash and investments	309,850	337,450
Total assets	\$ 1,377,693	\$ 1,592,200
<b>Liabilities and Fund Balances</b>		
Liabilities:		
Accounts payable	\$ -	\$ -
Total liabilities	-	-
Fund balances:		
Restricted	1,377,693	1,592,200
Total fund balances	1,377,693	1,592,200
Total liabilities and fund balances	\$ 1,377,693	\$ 1,592,200

**SUPPLEMENTARY INFORMATION**  
**COMBINING STATEMENTS**  
**AND BUDGETARY COMPARISON SCHEDULES**

**Nonmajor Governmental Funds**

**Special Revenue Funds**

Special revenue funds are used to account for specific revenues (other than expendable trusts and capital projects) that are legally restricted to expenditure for particular purposes.

**Class Size Reduction** – To account for money appropriated by the Nevada State Legislature. Expenditures are restricted to reduction of class size in grades kindergarten through third.

**Adult Education** – This funding is provided by the Nevada legislature each year to assist with programs and services for adult high school education programs and services. Expenditures are restricted to adult high school diploma programs.

**Gifts and Donations** – To account for various monies received from private organizations or individuals: Tina Westwood Memorial, State Superintendent Meeting Donations, PACE Coalition SVHS Grad Night Donation, E.L. Cord Foundation Donations, Hughes & Jones Music Donations, Donations – General, Science Fair Donations, WP Education Community Coalition, Spring Valley Wind Donations, Senior FFA Scholarship Donation, Jack and Renee Smith Scholarship, Pool/Pact, Mt. Wheeler Donation, Pennington Donation, Banis Donation, Samantha Anderson Donation, Memory of Ruth Donation, and WPHS Pantry Donations.

**Other Special Revenue Fund** – To account for various monies received from private organizations or individuals: Soda Fund.

**State Special Revenue Fund** – To account for monies provided for State funded projects.

**Student Activities** – To account for monies used to maintain the operations of the various school activities.

**School Nutrition Fund**– Requested by State Department of Education and Taxation, used to pay for school nutrition program. Funded by Federal and State entitlement payments, fees and transfers from general fund.

**Scholarship Fund** – Donations made for the purpose of providing scholarship to students.

**Capital Project Funds**

Capital project funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

**Building and Sites Fund** – This fund is used to record transactions related to receipts of rentals, sales of school property and gifts to the District as set forth in NRS 387.177 and federal funds for construction of school facilities. Expenditures are limited as set forth in NRS 387.177.



**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Nonmajor Governmental Funds**  
**Combining Balance Sheet**  
**June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Nonmajor Special Revenue	Nonmajor Capital Projects	Totals (Memorandum Only)	
			2021	2020
<b>Assets</b>				
Cash and investments	\$ 855,077	\$ 122,605	\$ 977,682	\$ 306,232
Accounts receivable	292,852	-	292,852	1,076
Due from other governments	305,683	-	305,683	1,419,769
Total assets	<u>\$ 1,453,612</u>	<u>\$ 122,605</u>	<u>\$ 1,576,217</u>	<u>\$ 1,727,077</u>
<b>Liabilities and Fund Balances</b>				
Liabilities:				
Accounts payable	\$ 26,870	\$ 3,200	\$ 30,070	\$ 17,056
Accrued payroll	234,822	-	234,822	358,636
Due to other funds	431,128	-	431,128	1,140,253
Due to other governments	49,673	-	49,673	9,138
Total liabilities	<u>742,493</u>	<u>3,200</u>	<u>745,693</u>	<u>1,525,083</u>
Fund balances:				
Restricted	711,119	119,405	830,524	201,994
Unassigned	-	-	-	-
Total fund balances	<u>711,119</u>	<u>119,405</u>	<u>830,524</u>	<u>201,994</u>
Total liabilities and fund balance	<u>\$ 1,453,612</u>	<u>\$ 122,605</u>	<u>\$ 1,576,217</u>	<u>\$ 1,727,077</u>

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Nonmajor Governmental Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**  
**For the Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Nonmajor Special Revenue	Nonmajor Capital Projects	Totals (Memorandum Only)	
			2021	2020
<b>Revenues</b>				
Local sources	\$ 609,812	\$ 6,827	\$ 616,639	\$ 149,663
State sources	1,883,655	-	1,883,655	3,598,817
Federal sources	469,115	-	469,115	273,742
Total revenues	<u>2,962,582</u>	<u>6,827</u>	<u>2,969,409</u>	<u>4,022,222</u>
<b>Expenditures</b>				
Regular programs	764,179	-	764,179	769,785
Vocational programs	51,069	-	51,069	347,904
Other instructional programs	9,462	-	9,462	20,746
Adult/continuing ed. programs	537,423	-	537,423	638,634
Student activities	245,026	-	245,026	-
Support services expenditures				
Student support	277,206	-	277,206	514,361
Instructional support	58,546	-	58,546	346,776
General administration	104	-	104	11,365
School administration	169,526	-	169,526	183,712
Central services	24,030	5,174	29,204	12
Operations and maintenance	251,046	3,200	254,246	2,094
Food services	502,739	-	502,739	424,158
Facilities acquisition, construction and improvements	43,625	-	43,625	741,969
Total expenditures	<u>2,933,981</u>	<u>8,374</u>	<u>2,942,355</u>	<u>4,005,633</u>
Excess of revenues over (under) expenditures	<u>28,601</u>	<u>(1,547)</u>	<u>27,054</u>	<u>16,589</u>
Other financing sources (uses):				
Transfers in	25,319	-	25,319	57,407
Transfers out	(106)	-	(106)	-
Total other financing sources (uses)	<u>25,213</u>	<u>-</u>	<u>25,213</u>	<u>57,407</u>
Net change in fund balances	53,814	(1,547)	52,267	73,996
Fund balance, beginning of year	81,042	120,952	201,994	127,998
Restatement Adjustment	576,263	-	576,263	-
Fund balance, end of year	<u>\$ 711,119</u>	<u>\$ 119,405</u>	<u>\$ 830,524</u>	<u>\$ 201,994</u>

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	<u>Class Size Reduction</u>	<u>Adult Education</u>	<u>Gifts and Donations</u>	<u>Other Special Revenue Fund</u>	<u>State Special Revenue Fund</u>
<b>Assets</b>					
Cash and investments	\$ 115,814	\$ -	\$ 44,273	\$ 132	\$ 37,380
Accounts receivable	-	423	500	-	291,776
Due from other governments	-	276,360	-	-	-
Total assets	<u>\$ 115,814</u>	<u>\$ 276,783</u>	<u>\$ 44,773</u>	<u>\$ 132</u>	<u>\$ 329,156</u>
<b>Liabilities and Fund Balances</b>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued payroll	75,279	92,290	-	-	67,253
Due to other funds	-	184,493	-	-	245,668
Due to other governments	40,535	-	500	-	8,638
Total liabilities	<u>115,814</u>	<u>276,783</u>	<u>500</u>	<u>-</u>	<u>321,559</u>
Fund balances:					
Restricted	-	-	44,273	132	7,597
Total fund balances	<u>-</u>	<u>-</u>	<u>44,273</u>	<u>132</u>	<u>7,597</u>
Total liabilities and fund balance	<u>\$ 115,814</u>	<u>\$ 276,783</u>	<u>\$ 44,773</u>	<u>\$ 132</u>	<u>\$ 329,156</u>

(Continued)

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Nonmajor Special Revenue Funds**  
**Combining Balance Sheet**  
**June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Student Activities	School Nutrition	Scholarship	Totals (Memorandum Only)	
				2021	2020
<b>Assets</b>					
Cash and investments	\$ 654,800	\$ 706	\$ 1,972	\$ 855,077	\$ 185,280
Accounts receivable	-	153	-	292,852	1,076
Due from other governments	-	29,323	-	305,683	1,419,769
Total assets	<u>\$ 654,800</u>	<u>\$ 30,182</u>	<u>\$ 1,972</u>	<u>\$ 1,453,612</u>	<u>\$ 1,606,125</u>
<b>Liabilities and Fund Balances</b>					
Liabilities:					
Accounts payable	\$ -	\$ 26,870	\$ -	\$ 26,870	\$ 17,056
Accrued payroll	-	-	-	234,822	358,636
Due to other funds	-	967	-	431,128	1,140,253
Due to other governments	-	-	-	49,673	9,138
Total liabilities	<u>-</u>	<u>27,837</u>	<u>-</u>	<u>742,493</u>	<u>1,525,083</u>
Fund balances:					
Restricted	654,800	2,345	1,972	711,119	81,042
Total fund balances	<u>654,800</u>	<u>2,345</u>	<u>1,972</u>	<u>711,119</u>	<u>81,042</u>
Total liabilities and fund balance	<u>\$ 654,800</u>	<u>\$ 30,182</u>	<u>\$ 1,972</u>	<u>\$ 1,453,612</u>	<u>\$ 1,606,125</u>

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Class Size Reduction	Adult Education	Gifts and Donations	Other Special Revenue Fund	State Special Revenue Fund
<b>Revenues</b>					
Local sources	\$ -	\$ -	\$ 277,808	\$ -	\$ -
State sources	422,943	707,376	-	-	752,136
Federal sources	-	-	\$ -	-	-
Total revenues	<u>422,943</u>	<u>707,376</u>	<u>277,808</u>	<u>-</u>	<u>752,136</u>
<b>Expenditures</b>					
Regular programs	422,943	-	110	-	341,126
Special programs	-	-	-	-	-
Vocational programs	-	-	-	-	51,069
Other instructional programs	-	-	9,424	-	38
Adult/continuing ed. programs	-	537,423	-	-	-
Student activities	-	-	-	-	-
Support services expenditures					
Student support	-	-	-	-	277,206
Instructional support	-	427	9,698	-	48,421
General administration	-	-	-	104	-
School administration	-	169,526	-	-	-
Central services	-	-	-	30	24,000
Operations and maintenance	-	-	226,856	-	24,190
Food services	-	-	-	-	-
Facilities, acquisition, construction and improvements	-	-	-	-	43,625
Total expenditures	<u>422,943</u>	<u>707,376</u>	<u>246,088</u>	<u>134</u>	<u>809,675</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>31,720</u>	<u>(134)</u>	<u>(57,539)</u>
Other financing sources (uses):					
Transfers in (out)	-	-	-	-	(106)
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(106)</u>
Net change in fund balances	-	-	31,720	(134)	(57,645)
Fund balance, beginning of year	-	-	12,553	266	65,242
Restatement adjustment	-	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44,273</u>	<u>\$ 132</u>	<u>\$ 7,597</u>

(Continued)

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Nonmajor Special Revenue Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balances**  
**June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Student	School	Scholarship	Totals (Memorandum Only)	
	Activities	Nutrition		2021	2020
<b>Revenues</b>					
Local sources	\$ 323,563	\$ 8,441	\$ -	\$ 609,812	\$ 75,266
State sources	-	1,200	-	1,883,655	3,598,817
Federal sources	-	469,115	-	469,115	273,742
Total revenues	<u>323,563</u>	<u>478,756</u>	<u>-</u>	<u>2,962,582</u>	<u>3,947,825</u>
<b>Expenditures</b>					
Regular programs	-	-	-	764,179	758,033
Special programs	-	-	-	-	4,117
Vocational programs	-	-	-	51,069	347,904
Other instructional programs	-	-	-	9,462	20,746
Adult/continuing ed. programs	-	-	-	537,423	638,634
Student activities	245,026	-	-	245,026	-
Support services expenditures					
Student support	-	-	-	277,206	513,293
Instructional support	-	-	-	58,546	345,708
General administration	-	-	-	104	9,228
School administration	-	-	-	169,526	179,438
Central services	-	-	-	24,030	12
Operations and maintenance	-	-	-	251,046	2,094
Food services	-	502,739	-	502,739	424,158
Facilities, acquisition, construction and improvements	-	-	-	43,625	741,969
Total expenditures	<u>245,026</u>	<u>502,739</u>	<u>-</u>	<u>2,933,981</u>	<u>3,985,334</u>
Excess of revenues over (under) expenditures	<u>78,537</u>	<u>(23,983)</u>	<u>-</u>	<u>28,601</u>	<u>(37,509)</u>
Other financing sources (uses):					
Transfers in (out)	<u>-</u>	<u>25,319</u>	<u>-</u>	<u>25,213</u>	<u>57,407</u>
Total other financing sources (uses)	<u>-</u>	<u>25,319</u>	<u>-</u>	<u>25,213</u>	<u>57,407</u>
Net change in fund balances	78,537	1,336	-	53,814	19,898
Fund balance, beginning of year	-	1,009	1,972	81,042	61,144
Restatement adjustment	<u>576,263</u>	<u>-</u>	<u>-</u>	<u>576,263</u>	<u>-</u>
Fund balance, end of year	<u>\$ 654,800</u>	<u>\$ 2,345</u>	<u>\$ 1,972</u>	<u>\$ 711,119</u>	<u>\$ 81,042</u>

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**CLASS SIZE REDUCTION**  
**Special Revenue Fund**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**For the Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Budgeted Amounts		Actual Amounts	Variance Favorable (Unfavorable)	Actual 2020
	Original	Final			
<b>Revenues</b>					
State sources	\$ 384,311	\$ 463,478	\$ 422,943	\$ (40,535)	\$ 313,393
Total revenues	<u>384,311</u>	<u>463,478</u>	<u>422,943</u>	<u>(40,535)</u>	<u>313,393</u>
<b>Expenditures</b>					
Regular programs	384,311	463,478	422,943	40,535	313,393
Total expenditures	<u>384,311</u>	<u>463,478</u>	<u>422,943</u>	<u>40,535</u>	<u>313,393</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):					
Transfers in (out)	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**WHITE PINE COUNTY SCHOOL DISTRICT  
ADULT EDUCATION  
Special Revenue Fund  
Schedule of Revenues, Expenditures and Changes in Fund Balance  
For the Year Ended June 30, 2021  
(With Comparative Totals for June 30, 2020)**

	Budgeted Amounts		Actual Amounts	Variance Favorable (Unfavorable)	Actual 2020
	Original	Final			
<b>Revenues</b>					
State sources	\$ 784,586	\$ 745,594	\$ 707,376	\$ (38,218)	\$ 819,732
Total revenues	<u>784,586</u>	<u>745,594</u>	<u>707,376</u>	<u>(38,218)</u>	<u>819,732</u>
<b>Expenditures</b>					
Adult/continuing ed. programs	649,808	555,782	537,423	18,359	638,635
Support services					
Instructional support	1,500	3,075	427	2,648	1,660
School administration	133,278	186,737	169,526	17,211	179,437
Total expenditures	<u>784,586</u>	<u>745,594</u>	<u>707,376</u>	<u>38,218</u>	<u>819,732</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):					
Transfers in (out)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	-	-	-	-	-
Fund balance, beginning of year	-	-	-	-	-
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



**WHITE PINE COUNTY SCHOOL DISTRICT**  
**GIFTS AND DONATIONS**  
**Special Revenue Fund**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**For the Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Budgeted Amounts		Actual Amounts	Variance Favorable (Unfavorable)	Actual 2020
	Original	Final			
<b>Revenues</b>					
Local sources	\$ 14,623	\$ 258,280	\$ 277,808	\$ 19,528	\$ 24,451
Total revenues	<u>14,623</u>	<u>258,280</u>	<u>277,808</u>	<u>19,528</u>	<u>24,451</u>
<b>Expenditures</b>					
Regular programs	6,622	10,602	110	10,492	21,093
Other instructional programs	5,000	23,115	9,424	13,691	-
Support services					
Student support	-	-	-	-	4,686
Instructional support	-	10,063	9,698	365	-
Operations and maintenance	3,001	227,053	226,856	197	100
Food services	-	-	-	-	9,700
Total expenditures	<u>14,623</u>	<u>270,833</u>	<u>246,088</u>	<u>24,745</u>	<u>35,579</u>
Net change in fund balances	-	(12,553)	31,720	44,273	(11,128)
Fund balance, beginning of year	-	12,553	12,553	-	23,681
Fund balance, end of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 44,273</u>	<u>\$ 44,273</u>	<u>\$ 12,553</u>

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**OTHER SPECIAL REVENUE FUND**  
**Special Revenue Fund**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**For the Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Budgeted Amounts		Actual Amounts	Variance Favorable (Unfavorable)	Actual 2020
	Original	Final			
<b>Revenues</b>					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ 89
Total revenues	-	-	-	-	89
<b>Expenditures</b>					
General administration	-	133	104	29	11
Central services	-	133	30	103	12
Total expenditures	-	266	134	132	23
Excess of revenues over (under) expenditures	-	(266)	(134)	132	66
Net change in fund balances	-	(266)	(134)	132	66
Fund balance, beginning of year	266	266	266	-	200
Fund balance, end of year	\$ 266	\$ -	\$ 132	\$ 132	\$ 266

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**STATE SPECIAL REVENUE FUND**  
**Special Revenue Fund**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

Revenues	Budgeted Amounts		Actual Amounts	Variance Favorable (Unfavorable)	Actual 2020
	Original	Final			
<b>State sources</b>					
State grants	\$ 3,011,460	\$ 940,460	\$ 752,136	\$ (188,324)	\$ 2,463,781
Total revenues	3,011,460	940,460	752,136	(188,324)	2,463,781
<b>Expenditures</b>					
Regular programs					
Salaries and wages	429,255	238,591	236,868	1,723	292,439
Employee benefits	116,426	105,504	102,937	2,567	94,305
Supplies	50,914	2,000	1,321	679	36,804
Total regular programs	596,595	346,095	341,126	4,969	423,548
Special programs					
Salaries and wages	3,974	-	-	-	3,974
Employee benefits	19,016	-	-	-	143
Total special programs	22,990	-	-	-	4,117
Vocational programs					
Salaries and wages	232,078	28,898	28,898	-	210,386
Employee benefits	120,672	15,808	15,808	-	90,610
Purchased services	-	4,536	3,952	584	-
Supplies	22,925	9,896	2,411	7,485	21,329
Property and equipment	25,580	-	-	-	25,580
Total vocational programs	401,255	59,138	51,069	8,069	347,905
Other instructional programs					
Salaries and wages	21,400	15,520	32	15,488	17,611
Employee benefits	3,781	5,171	6	5,165	3,135
Total other instructional programs	25,181	20,691	38	20,653	20,746
Student support services					
Salaries and wages	373,863	222,879	190,501	32,378	380,065
Employee benefits	140,466	103,103	86,705	16,398	128,538
Supplies	30,737	-	-	-	-
Total student support	545,066	325,982	277,206	48,776	508,603
Instructional support services					
Salaries and wages	235,843	46,620	46,620	-	248,131
Employee benefits	78,106	2,029	1,801	228	81,885
Purchased services	14,034	-	-	-	14,034
Total instructional support	327,983	48,649	48,421	228	344,050

(continued)

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**STATE SPECIAL REVENUE FUND**  
**Special Revenue Fund**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2021 (continued)**  
**(With Comparative Totals for June 30, 2020)**

<b>Expenditures (Continued):</b>	Budgeted Amounts		Actual Amounts	Variance Favorable (Unfavorable)	Actual 2020
	Original	Final			
General administration support					
Salaries and wages	\$ 9,053	\$ -	\$ -	\$ -	\$ 9,217
Total general administration support	9,053	-	-	-	9,217
Central services					
Purchased services	-	24,000	24,000	-	-
Total central services	-	24,000	24,000	-	-
Operation/maintenance					
Purchased services	117,644	30,625	14,790	15,835	1,994
Supplies	-	9,486	9,400	86	-
Total operation and maintenance	117,644	40,111	24,190	15,921	1,994
Facilities acquisition, construction, and improvements					
Purchased services	1,020,368	141,038	43,625	97,413	741,969
Total facilities acquisition	1,020,368	141,038	43,625	97,413	741,969
Total expenditures	3,066,135	1,005,704	809,675	196,029	2,402,149
Excess of revenues over/(under) expenditures	(54,675)	(65,244)	(57,539)	7,705	61,632
<b>Other sources (uses)</b>					
Transfers in	54,675	-	-	-	44,404
Transfers out	-	(106)	(106)	-	(76,085)
Total other financing sources (uses):	54,675	(106)	(106)	-	(31,681)
<b>Net change in fund balance</b>	-	(65,350)	(57,645)	7,705	29,951
Fund balance, beginning of year	65,242	65,242	65,242	-	35,291
Fund balance, end of year	\$ 65,242	\$ (108)	\$ 7,597	\$ 7,705	\$ 65,242

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**STUDENT ACTIVITIES**  
**Special Revenue Fund**  
**Schedule of Revenues, Expenditures and Changes in Project Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Budgeted Amounts		Actual	Variance	Actual 2020
	Original	Final		Favorable (Unfavorable)	
<b>Revenues</b>					
Local sources	\$ -	\$ 500,000	\$ 323,563	\$ (176,437)	\$ -
Total revenue	-	500,000	323,563	(176,437)	-
<b>Expenditures</b>					
Student activities					
Purchased services	-	500,000	245,026	254,974	-
Total expenditures	-	500,000	245,026	254,974	-
Net change in fund balance	-	-	78,537	78,537	-
Fund balance, beginning of year	-	-	-	-	-
Restatement Adjustment	-	-	576,263	576,263	-
Fund balance, end of year	\$ -	\$ -	\$ 654,800	\$ 78,537	\$ -

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**SCHOOL NUTRITION**  
**Special Revenue Fund**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Budgeted Amounts		Actual	Variance Favorable (Unfavorable)	Actual 2020
	Original	Final			
<b>Revenues</b>					
Local sources	\$ 78,071	\$ 10,000	\$ 8,441	\$ (1,559)	\$ 50,726
State sources	791	2,000	1,200	(800)	1,911
Federal sources	214,159	419,757	469,115	49,358	273,742
Total revenue	<u>293,021</u>	<u>431,757</u>	<u>478,756</u>	<u>46,999</u>	<u>326,379</u>
<b>Expenditures</b>					
Support services - food services					
Salaries and wages	4,634	24,473	24,314	159	4,800
Employee benefits	5,000	2,854	4,492	(1,638)	858
Purchased services	458,451	569,727	438,207	131,520	400,022
Supplies	6,883	17,659	35,174	(17,515)	7,544
Other	117	117	552	(435)	1,234
Total expenditures	<u>475,085</u>	<u>614,830</u>	<u>502,739</u>	<u>112,091</u>	<u>414,458</u>
Excess of revenues over (under) expenditures	(182,064)	(183,073)	(23,983)	159,090	(88,079)
<b>Other financing sources (uses)</b>					
Transfers in	<u>182,064</u>	<u>182,064</u>	<u>25,319</u>	<u>(156,745)</u>	<u>89,088</u>
<b>Net change in fund balance</b>	-	(1,009)	1,336	2,345	1,009
Fund balance, beginning of year	<u>1,009</u>	<u>1,009</u>	<u>1,009</u>	<u>-</u>	<u>-</u>
Fund balance, end of year	<u>\$ 1,009</u>	<u>\$ -</u>	<u>\$ 2,345</u>	<u>\$ 2,345</u>	<u>\$ 1,009</u>

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**SCHOLARSHIP**  
**Special Revenue Fund**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Budgeted Amounts		Actual	Variance	Actual 2020
	Original	Final		Favorable (Unfavorable)	
<b>Revenues</b>					
Local sources	\$ -	\$ -	\$ -	\$ -	\$ -
Total revenue	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Expenditures</b>					
Regular programs					
Purchased services	-	-	-	-	-
Total regular programs	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess of revenues over (under) expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net change in fund balance</b>	-	-	-	-	-
Fund balance, beginning of year	<u>1,972</u>	<u>1,972</u>	<u>1,972</u>	<u>-</u>	<u>1,972</u>
Fund balance, end of year	<u>\$ 1,972</u>	<u>\$ 1,972</u>	<u>\$ 1,972</u>	<u>\$ -</u>	<u>\$ 1,972</u>

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Nonmajor Capital Project Funds**  
**Combining Balance Sheet**  
**June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

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	Building & Sites	Totals (Memorandum Only)	
		2021	2020
<b>Assets</b>			
Cash	\$ 122,605	\$ 122,605	\$ 120,952
Total assets	\$ 122,605	\$ 122,605	\$ 120,952
<b>Liabilities and Fund Balances</b>			
Liabilities:			
Accounts payable	\$ 3,200	\$ 3,200	\$ -
Total liabilities	3,200	3,200	-
Fund balances:			
Restricted	119,405	119,405	120,952
Total fund balances	119,405	119,405	120,952
Total liabilities and fund balance	\$ 122,605	\$ 122,605	\$ 120,952



**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Nonmajor Capital Project Funds**  
**Combining Statement of Revenues, Expenditures and Changes in Fund Balance**  
**For the Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Building & Sites	Totals (Memorandum Only)	
		2021	2020
<b>Revenues</b>			
Local sources	\$ 6,827	\$ 6,827	\$ 74,397
Total revenues	<u>6,827</u>	<u>6,827</u>	<u>74,397</u>
<b>Expenditures</b>			
Regular programs	-	-	11,752
Support services expenditures			
Student support	-	-	1,068
Instructional support	-	-	1,068
General administration	-	-	2,137
School administration	-	-	4,274
Central services	5,174	5,174	-
Operations and maintenance	3,200	3,200	-
Total expenditures	<u>8,374</u>	<u>8,374</u>	<u>20,299</u>
Net change in fund balances	(1,547)	(1,547)	54,098
Fund balance, beginning of year	<u>120,952</u>	<u>120,952</u>	<u>66,854</u>
Fund balance, end of year	<u><u>\$ 119,405</u></u>	<u><u>\$ 119,405</u></u>	<u><u>\$ 120,952</u></u>

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**BUILDING AND SITES FUND**  
**Capital Project Fund**  
**Schedule of Revenues, Expenditures and Changes in Fund Balance**  
**Budget and Actual**  
**For the Year Ended June 30, 2021**  
**(With Comparative Totals for June 30, 2020)**

	Budgeted Amounts		Actual	Variance	Actual 2020
	Original	Final		Favorable (Unfavorable)	
<b>Revenues</b>					
Local sources	\$ 2,750	\$ 2,750	\$ 6,827	\$ 4,077	\$ 74,397
Total revenues	2,750	2,750	6,827	4,077	74,397
<b>Expenditures</b>					
Regular Programs					
Supplies	-	-	-	-	11,752
Total regular programs	-	-	-	-	11,752
Support services - student support					
Supplies	-	-	-	-	1,068
Total student support	-	-	-	-	1,068
Support services - instructional support					
Supplies	-	-	-	-	1,068
Total instructional support	-	-	-	-	1,068
Support services - general administration					
Supplies	-	-	-	-	2,137
Total general administration	-	-	-	-	2,137
Support services - school administration					
Supplies	-	-	-	-	4,274
Total school administration	-	-	-	-	4,274
Support services - central services					
Supplies	-	58,867	5,174	53,693	-
Total central services	-	58,867	5,174	53,693	-
Support services - operations and maintenance					
Purchased services	-	-	3,200	(3,200)	-
Supplies	2,750	64,835	-	64,835	-
Total operations and maintenance	2,750	64,835	3,200	61,635	-
Total expenditures	2,750	123,702	8,374	115,328	20,299
Excess of revenues over (under) expenditures	-	(120,952)	(1,547)	119,405	54,098
<b>Net change in fund balance</b>	-	(120,952)	(1,547)	119,405	54,098
Fund balance, beginning of year	120,952	120,952	120,952	-	66,854
Fund balance, end of year	\$ 120,952	\$ -	\$ 119,405	\$ 119,405	\$ 120,952

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**FEDERAL AND STATE REPORTS**

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**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***

Board of Trustees  
White Pine County School District  
Ely, Nevada

We have audited, 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, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of White Pine County School District, State of Nevada, as of and for the year ended June 30, 2021, and the related notes to the financial statements, which collectively comprise White Pine County School District's basic financial statements and have issued our report thereon dated October 25, 2021.

**Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered White Pine County School District's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of White Pine County School District's internal control. Accordingly, we do not express an opinion on the effectiveness of the White Pine County School District's internal control.

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

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

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether White Pine County School District's 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 financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



HintonBurdick, PLLC

St. George, Utah

October 25, 2021

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Schedule of Expenditures of Federal Awards**  
**For the Year Ended June 30, 2021**

<u>Federal Grantor/Pass-through Entity/Program or Cluster Title</u>	<u>Federal Assistance Listing (CFDA) Number</u>	<u>Pass-through Entity Identifying Number</u>	<u>Additional Award Identification</u>	<u>Expenditures</u>
<b>U.S. Department of Agriculture</b>				
(Passed through the State of Nevada Department of Agriculture)				
Child Nutrition Cluster				
School Breakfast Program	10.553	XX-801-17000		\$ 7,449
National School Lunch Program	10.555	XX-802-17000		24,209
Summer Food Service Program for Children	10.559	N/A		388,194
Total Child Nutrition Cluster				<u>419,852</u>
Fresh Fruit and Vegetable Program	10.582	XX-808-17000		4,242
Commodity Supplemental Food Program	10.565	N/A		23,885
(Passed through Chartwells)				
Commodity Supplemental Food Program	10.565	N/A		21,135
Total 10.565				<u>45,020</u>
(Passed through White Pine County, Nevada)				
Secure Rural Schools	10.666	N/A		188,758
Community Facilities Loans and Grants	10.766			37,869
Total U.S. Department of Agriculture				<u>695,741</u>
<b>U.S. Department of Treasury</b>				
(Passed through the State of Nevada Department of Education)				
Coronavirus Relief Fund	21.019	XX-340-17000	COVID-19	96,871
Coronavirus Relief Fund	21.019	XX-760-17000	COVID-19	50,000
Total 21.019				<u>146,871</u>
Total U.S. Department of Treasury				<u>146,871</u>
<b>U.S. Department of Education</b>				
(Passed through the State of Nevada Department of Education)				
Title I - School Improvement 1003(a)	84.010A	XX-624-17000		1,074,195
Title I - Grants to Local Educational Agencies	84.010	XX-633-17000		191,893
Total 84.010				<u>1,266,088</u>
Special Education Cluster (IDEA)				
Special Ed - Part B - Local plan	84.027	XX-639-17000		207,458
Special Ed - Early Childhood	84.173	XX-665-17000		6,747
Total Special Education Cluster				<u>214,205</u>
Small, Rural School Achievement Program	84.358A	XX-406-17000		15,614
Title II Part A - Improving Teacher Quality	84.367	XX-709-17000		27,188
Student Support and Academic Enrichment	84.424	XX-715-17000		15,468
Education Stabilization Fund	84.425	XX-740-17000	COVID-19	154,376
Governor's Emergency Education Relief Fund	84.425C	XX-749-17000	COVID-19	32,031
Elementary and Secondary School Emergency Relief Fund	84.425D	XX-741-17000	COVID-19	6,261
Elementary and Secondary School Emergency Relief Fund	84.425D	XX-744-17000	COVID-19	91,000
Total 84.425				<u>283,668</u>
Total U.S. Department of Education				<u>1,822,231</u>
<b>U.S. Department of Health and Human Services</b>				
(Passed through the State of Nevada Department of Education)				
Substance Abuse Prevention and Treat. (SAPTA)	93.243	ENCC10/11#3		8,000
Total U.S. Department of Health and Human Services				<u>8,000</u>
Total expenditure of federal awards				<u>\$ 2,672,843</u>



**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Notes to Schedule of Expenditures of Federal Awards**  
**June 30, 2021**

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**NOTE 1. Summary Significant Accounting Policies and Basis of Presentation**

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The accompanying schedule of expenditures of federal awards (the Schedule) includes the federal award activity of the White Pine County School District under programs of the federal government for the year ended June 30, 2021. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of White Pine County School District, it is not intended to and does not present the financial position or changes in financial position of White Pine County School District.

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

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**NOTE 2. Indirect Cost Rate**

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White Pine County School District has elected not to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance for the year ended June 30, 2021.

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**NOTE 3. Federal Loans and Loan Guarantee Programs Outstanding**

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White Pine County School District had no balances of loan and loan guarantee programs outstanding as of June 30, 2021.



**Report on Compliance for Each Major Program  
and on Internal Control Over Compliance  
Required by the Uniform Guidance**

Board of Trustees  
White Pine County School District  
Ely, Nevada

**Report on Compliance for Each Major Federal Program**

We have audited White Pine County School District, State of Nevada's compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of White Pine County School District's major federal programs for the year ended June 30, 2021. White Pine County School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

***Management's Responsibility***

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

***Auditor's Responsibility***

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

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

***Opinion on Each Major Federal Program***

In our opinion, White Pine County School District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2021.

### ***Other Matters***

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as items 2021-001. Our opinion on each major federal program is not modified with respect to this matter.

The District's response to the noncompliance findings identified in our audit is described in the accompanying corrective action plan. The District's response was not subjected to the auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.


### **Report on Internal Control Over Compliance**

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

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

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

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

  
HintonBurdick, PLLC  
St. George, Utah  
October 25, 2021

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended June 30, 2021**

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**Section I - Summary of Auditors' Results**

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Financial Statements

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

- Material weaknesses identified?                    \_\_\_ yes     X  no
- Significant deficiencies identified that are not considered to be material weaknesses?                    \_\_\_ yes     X  no

Noncompliance material to financial statements noted?                    \_\_\_ yes     X  no

Federal Awards

Internal Control over major programs:

- Material weaknesses identified?                    \_\_\_ yes     X  no
- Significant deficiencies identified that are not considered to be material weaknesses?                    \_\_\_ yes     X  no

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

Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance?                     X  yes    \_\_\_ no

Identification of major programs:

<u>Federal Assistance Listing (CFDA) Number(s)</u>	<u>Name of Federal Program or Cluster</u>
84.010, 84.010A	Title I Grants

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

Auditee qualified as low-risk auditee?                     X  yes    \_\_\_ no

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended June 30, 2021**

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**Section II - Financial Statement Findings**

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**INTERNAL CONTROL OVER FINANCIAL REPORTING:**

**Material Weaknesses:**

None noted

**Significant Deficiencies:**

None noted

**COMPLIANCE AND OTHER MATTERS:**

**Compliance:**

None noted

**Other Matters:**

None noted

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**Section III - Federal Award Findings and Questioned Costs**

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**INTERNAL CONTROL OVER FEDERAL AWARDS:**

None noted

**COMPLIANCE:**

2021-001      Allowable Cost/Cost Principles – Documentation of Employee Time and Effort

Federal Program:	Title I Grants: Title I – School Improvement 1003(a) (84.010A) Title I – Grants to Local Educational Agencies (84.010)
Federal Agency:	U.S. Department of Education
Pass-through Entity:	State of Nevada, Department of Education

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended June 30, 2021**

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**Section III - Federal Award Findings and Questioned Costs, Continued**

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**Criteria:** If a school operating a schoolwide program does not consolidate federal funds with state and local funds in a consolidated schoolwide pool, an employee who works, in whole or in part, on a federal program or cost objective must document time and effort as follows:

For an employee who works on multiple activities or cost objectives (e.g., in part on a federal program whose funds have not been consolidated in a consolidated schoolwide pool and in part on federal programs supported with funds consolidated in a schoolwide pool or on activities that are not part of the same cost objective), the District must maintain time and effort distribution records in accordance with 2 CFR section 200.430(i)(1)(vii) that support the portion of time and effort dedicated to:

The federal program or cost objective; and

Each other program or cost objective supported by consolidated federal funds or other revenue sources.

**Condition:** The District is not maintaining time and effort distribution records for Title I employees who work on multiple activities or cost objectives.

**Cause:** The District has experienced staffing shortages and turnover in recent years and this requirement is not being adequately addressed.

**Effect:** The District is not in compliance with federal requirements. Inaccurate payroll cost allocations may occur.

**Recommendation:** We recommend the District ensure that its policies and procedures adequately address time and effort distribution records for Title I employees who work on multiple activities or cost objectives. Management should monitor this area to make sure adequate time and effort distribution records are being maintained.

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Schedule of Findings and Questioned Costs**  
**For the Year Ended June 30, 2021**

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**Section IV – Summary Schedule of Prior Audit Findings**

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**FINANCIAL STATEMENT FINDINGS**

**INTERNAL CONTROL OVER FINANCIAL REPORTING:**

**Material Weaknesses:**

Not applicable

**Significant Deficiencies:**

2018-001      Controls and Segregation of Duties – Corrected fiscal year 2021

**COMPLIANCE AND OTHER MATTERS:**

**Compliance:**

Not applicable

**Other Matters:**

Not applicable

**FEDERAL AWARD FINDINGS AND QUESTIONED COSTS**

**INTERNAL CONTROL OVER FEDERAL AWARDS:**

Not applicable

**COMPLIANCE:**

Not applicable



**Report of Independent Certified Public Accountants on  
Compliance with Statutes and Administrative Code  
in Accordance with NRS 354.624(4)(C) and 354.6241**

Board of Trustees  
White Pine County School District  
Ely, Nevada

We have audited the basic financial statements of the White Pine County School District School, State of Nevada, for the year ended June 30, 2021, and have issued our report thereon dated October 25, 2021. Our audit also included test work on White Pine County School District's compliance with selected requirements identified in the State of Nevada Revised Statutes (NRS) including, but not limited to, NRS section 354.624 and section 354.6241.

Management of White Pine County School District is responsible for the District's compliance with the Nevada Revised Statutes (NRS) and regulations (Nevada Administrative Code). Our responsibility is to express an opinion on compliance with those requirements based on our audit and make specific statements regarding funds established and the status of prior year finding and recommendations; accordingly, we make the following statements:

There were no instances of noncompliance in the prior year which needed to be corrected.

The District has complied with the provisions of NRS 354.6113.

The District has complied with the provisions of NRS 354.6115.

White Pine County School District appears to be using all of its funds expressly for the purposes for which they were created in accordance with NRS 354.624.

NRS 354.624 requires that a schedule of all fees imposed by the District which are subject to the provisions of NRS 354.5989 be presented. The District does not impose fees that are subject to NRS 354.5989.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the District's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.



In our opinion, White Pine County School District complied, in all material respects, with the requirements identified above for the year ended June 30, 2021.

***Other matters***

The results of our auditing procedures disclosed no instance of noncompliance for the year ended June 30, 2021.

The purpose of this report is solely to describe the scope of our testing of the applicable compliance requirements identified in the Nevada Revised Statutes (NRS) and regulations (Nevada Administrative Code) and the results of that testing based on the state requirements. Accordingly, this report is not suitable for any other purpose.



HintonBurdick, PLLC

St. George, Utah

October 25, 2021

**WHITE PINE COUNTY SCHOOL DISTRICT**  
**Schedule of Extraordinary Repair Fund pursuant to NRS 354.6105.**  
**Year Ended June 30, 2021**

On June 25, 2000, pursuant to NRS 374A.010, the Board passed a resolution to establish a fund for the extraordinary maintenance, repair, or improvement of the District's facilities. Revenue for this fund is generated through a one-eighth of one percent sales tax in White Pine County. As required by NRS 354.6105 a separate fund has been established which may only be used for the extraordinary maintenance, repair or improvement of existing local government facilities or facilities which replace those facilities. A plan for this fund has been established. A detail of the actual and planned activity, stated on an accrual basis, in that fund follows.

	Actual For Year Ended June 30, 2021	Planned For Year Ended June 30, 2022
Beginning balance	\$ 612,765	\$ 901,529
Revenue	406,156	210,000
Expenditures		
Regular programs	-	-
Special programs	-	-
Student support	-	-
General administration	-	-
School administration	-	-
Central services	-	-
Operations and maintenance	(117,392)	(142,031)
Student transportation	-	-
Facilities acquisition, construction, and improvements	-	-
Transfers out	-	(67,969)
Ending balance	<u>\$ 901,529</u>	<u>\$ 901,529</u>

The District has complied with the provision of NRS 354.6105.

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# *White Pine County School District*

1135 Avenue C Ely, Nevada 89301 (775) 289-4851 FAX (775) 289-3999



## **Response to Findings/Corrective Action Plan For the Fiscal Year Ended June 30, 2021**

### 2021-001 Allowable Cost/Cost Principles – Documentation of Employee Time and Effort

The District agrees with this finding and will establish policies and procedures to address this issue. While the policies and procedures are being developed, the District will require employees that work on multiple activities or cost objectives involving federal programs to complete a time and effort log and provide a copy with their monthly payroll forms. Payroll checks will not be issued without copies of these forms.

Contacts Responsible for Corrective Action:

Adam Young, Superintendent  
Paul Johnson, Chief Financial Officer

Estimated Completion Date: December 31, 2021

• Candice Campeau, Vice Chair • Tasheena Cooke, Clerk  
Amy Adams, Member • Krystal Blades, Member • Terri Borghoff, Member • Shella Nicholes, Member  
Adam Young, Superintendent

The White Pine County School District operates without discrimination on the basis of sex, religion, national origin, age or disability in compliance with the Title VI, Title VII, Title IX, Section 504, and all other applicable civil rights legislation.