

LYON COUNTY SCHOOL DISTRICT

***FINANCIAL STATEMENTS &
SUPPLEMENTARY INFORMATION***

Fiscal Year Ended

June 30, 2023



SILVA, SCEIRINE
& ASSOCIATES, LLC
CERTIFIED PUBLIC ACCOUNTANTS

LYON COUNTY SCHOOL DISTRICT

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INDEPENDENT AUDITORS' REPORT

To the Board of Trustees
Lyon County School District
Yerington, Nevada

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lyon County School District, Yerington, Nevada (the District), as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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 the Lyon County School District as of June 30, 2023, 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.

Basis for Opinions

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Yerington Office

22 State Route 208 • Yerington, NV 89447 • ph 775/463-3515

Reno Office

9585 Prototype Court, Suite C • Reno, NV 89521 • ph 775/624-9105

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation in the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, and the schedules related to the District's net pension liability and net other postemployment benefit liability 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.

Prior Year Partial Comparative Information

We have previously audited in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the District as of and for the year ended June 30, 2022, and have issued our report thereon dated January 23, 2023 which expressed a qualified opinion on the financial statements of the governmental activities; an unmodified opinion for each major fund, and a qualified opinion on the aggregate remaining fund information. The summarized comparative information presented in the basic financial statements as of and for the year ended June 30, 2022 is consistent with the audited financial statements from which it is derived.

The individual fund financial statements and schedules related to the 2022 financial statements are presented for purposes of additional analysis and were derived from and relate directly to the underlying accounting and other records used to prepare the 2022 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2022 basic financial statements and certain other additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. The individual fund financial statements and schedules are consistent in relation to the basic financial statements from which they have been derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 16, 2023, on our consideration of the 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 solely 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 effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.

Silva, Scivone & Assoc, LLC

Reno, Nevada
November 16, 2023



LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2023

This section of the Lyon 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, 2023. We encourage readers to read it in conjunction with the financial statements, which immediately follow this section.

FINANCIAL HIGHLIGHTS

- The District's net position increased by \$8.3 million for FY23, which followed an increase of \$19.8 million in FY22 and \$6.1 million in FY21.
- The District's governmental funds decreased by \$5 million, due primarily to increased construction activity financed by the 2022 bond issues. In addition to the 2022 bond issues, the District issued a \$6.5 million bond in June 2023.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the Lyon County School District's basic financial statements. The basic financial statements are comprised of the district-wide (sometimes referred to as "government-wide") financial statements, fund financial statements and schedules, and notes to the financial statements.

District-Wide Financial Statements

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

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

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

In many government entities, the government-wide financial statements distinguish functions that are supported by taxes and intergovernmental revenues from other functions that are intended to recover all or a significant portion of their costs through user fees and charges by reporting them as business-type activities. Because the District has no functions in this category, the entire statement represents governmental activities.

LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2023

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. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental Funds – Governmental funds are used to account for essentially the same functions reported as governmental activities in the district-wide financial statements described above. However, unlike the district-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. To provide a better understanding of the relationship between the fund statements and district-wide statements, both the governmental fund balance sheet and governmental fund statement of revenues, expenditures and changes in fund balances provide reconciliations between the two statement types.

The focus of the governmental fund statements is on major funds. The District has fifteen individual governmental funds of which the General, Special Education, Debt Service and Bond Projects funds are considered major. These funds are disclosed separately in the fund balance sheet and fund statement of revenues, expenditures and changes in fund balances. The remaining eleven funds are reported in combining statements in the supplementary information section of this report.

The District adopts an annual budget for all its governmental funds. Budgetary comparison statements for the General and Special Education funds have been included in the basic financial statements to demonstrate compliance with the adopted budgets.

Proprietary Funds – Proprietary funds are comprised of enterprise funds and internal service funds. As reported previously, the District has no business-type activities to be accounted for in enterprise funds. Internal service funds are used to accumulate and allocate costs internally among the District's various programs and functions. The District uses three internal service funds to account for the residual costs of self-insuring employees' health care; industrial injuries; and unemployment benefits. Because these services benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide statements.

The internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the combining statements in the supplementary information section of this report.

LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2023

Fiduciary Funds – Fiduciary funds statements provide information about the financial relationships in which the District acts solely as a trustee or agent for the benefit of others and are not reflected in the district-wide financial statements. The District's fiduciary fund is the Student Scholarship Fund, a private-purpose trust fund.

Notes to Financial Statements

The notes provide additional information that is necessary for a full understanding of the data provided in the district-wide and fund financial statements.

Supplementary Information

Supplementary information includes *required supplementary information* pertaining to the District's participation in Nevada PERS and information related to postemployment benefits (OPEB). In addition, the District provides combining and individual fund statements and schedules, and budget to actual comparisons, which comprise its supplementary information which is other than required.

DISTRICT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position (deficit) may serve over time as one useful indicator of a government's financial condition. The net position (deficit) includes the District's investment in capital assets less related outstanding debt that was issued to acquire the capital assets. As the District uses these capital assets to provide services to students, they are not available for future spending. As of June 30, 2023, the District's net investment in capital assets was \$84.6 million. Total net position includes \$11.6 million restricted for servicing long-term debt; \$5.3 million restricted for capital projects that will not be paid through the use of the bond proceeds in the Bond Projects Fund, and \$3.6 million for employee benefit (insurance) programs.

Following is a summary of the District's net position (deficit) as of June 30, 2023 and 2022:

LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2023

DISTRICT'S NET POSITION (DEFICIT)				
	2023	2022	Change	
	<i>(In Millions)</i>		\$	%
Assets				
Current and other assets	\$ 86.7	\$ 90.0	\$ (3.3)	-3.7%
Net capital assets	141.6	125.8	15.8	12.6%
Total Assets	<u>228.3</u>	<u>215.8</u>	<u>12.5</u>	5.8%
Deferred Outflows	<u>52.5</u>	<u>49.5</u>	<u>3.0</u>	6.1%
Liabilities				
Current liabilities	14.9	19.9	(5.0)	-25.1%
Long-term liabilities	230.7	170.5	60.2	35.3%
Total Liabilities	<u>245.6</u>	<u>190.4</u>	<u>55.2</u>	29.0%
Deferred Inflows	<u>13.4</u>	<u>61.4</u>	<u>(48.0)</u>	-78.2%
Net Position (Deficit)				
Net investment in capital assets	84.6	78.0	6.6	8.5%
Restricted	20.5	18.4	2.1	11.4%
Unrestricted	<u>(83.3)</u>	<u>(82.9)</u>	<u>(0.4)</u>	-0.5%
Total Net Position (Deficit)	<u>\$ 21.8</u>	<u>\$ 13.5</u>	<u>8.3</u>	-61.5%

Users of this financial statement may gain a clearer understanding of the District's actual financial condition by adding deferred inflows related to pension and OPEB and the net pension and OPEB liabilities to the reported net position and subtracting deferred outflows related to pension and OPEB.

GASB statements are national and apply to all governmental financial reports which are prepared in accordance with generally accepted accounting principles. Under the standards required by GASB 68 and GASB 75, the pension and OPEB liability equals the District's proportionate share of each plan's collective present value of estimated future pension and OPEB benefits attributable to active and inactive employees' past service, less plan assets available to pay benefits.

GASB noted that the unfunded portion of the pension and OPEB benefit promise is a present obligation of the government – part of a bargained-for-benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the District is not

LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2023

responsible for certain key factors affecting the balance of this liability. In Nevada, the employee shares the obligation of funding pension benefits with the employer. Contribution rates are established by State statute. Nevada's Public Employees' Retirement Act requires an adjustment in the statutory contribution rates on July 1 of each odd-numbered year, based on the actuarially determined rates indicated in the actuarial valuation report for the immediately preceding year. There is no legal means to enforce the unfunded liability of the pension and OPEB systems against the public employer.

Most long-term liabilities have set repayment schedules or, in the case of compensated absences, are satisfied through paid time-off or payments upon employees' termination from service. There is no repayment schedule for the pension and OPEB liabilities. Changes in pension and OPEB, contribution rates, and return on investments affect the balance of the pension and OPEB liability, but are outside the control of the participating local government. In the event that contributions, investment returns, and other changes are insufficient to keep up with the required pension and OPEB payments, State statute does not assign or identify the responsible party for the unfunded portion. In accordance with GASB 68 and GASB 75, the District's government-wide statements prepared on the accrual basis of accounting include an annual pension and OPEB expense for its proportionate share of each plan's change in net pension liability and OPEB liability not accounted for as deferred inflows or outflows.

To further understand what makes up the changes in net position for the current and previous years, the following table provides details of the District's activities.

LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2023

DISTRICT'S CHANGES IN NET POSITION		
	Governmental Activities	
	2023	2022
<i>(In Millions)</i>		
Revenues		
Program Revenues:		
Grants and contributions	\$ 27.8	\$ 36.6
General Revenues:		
Property taxes	10.7	10.0
Government service taxes	1.0	1.1
Unrestricted State aid	90.9	80.3
Other revenues	4.3	2.1
Total Revenues	<u>134.7</u>	<u>130.1</u>
Expenses		
Instructional services	61.9	55.4
Support services	49.0	42.7
Food service and other	5.5	4.1
Facilities acquisitions and construction	0.7	0.2
Interest on long-term debt	2.4	2.3
Depreciation*	6.9	5.6
Total Expenses	<u>126.4</u>	<u>110.3</u>
Change in Net Position	<u>\$ 8.3</u>	<u>\$ 19.8</u>
* In the 2022 report, depreciation was allocated to the functions. The 2022 column has been restated for comparability.		

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The governmental funds (General Fund, special revenue funds, the Debt Service Fund, and the capital projects funds) reported a June 30, 2023 fund balance of \$68.5 million, an decrease of \$5.7 million from the June 30, 2022 fund balance of \$74.2 million. This decrease is primarily attributable to the increased expenditures of capital projects, which were financed by the 2022 bond issues. These expenditures were \$20.8 million in FY23, compared to expenditures of \$8.6 million in the previous year. The General Fund increased by \$2.4 million, compared to the prior year increase of \$4.0 million. The General's Fund's increase was after transfers of \$11.7 million to other funds, primarily for the funding of special education services.

LYON COUNTY SCHOOL DISTRICT

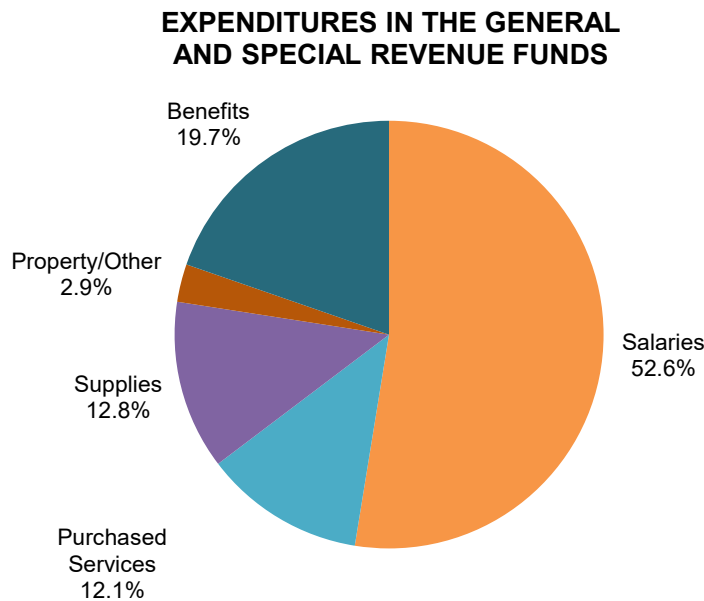
MANAGEMENT’S DISCUSSION AND ANALYSIS

JUNE 30, 2023

The governmental fund balance includes \$11.6 million which is considered restricted for debt service; \$28.8 million restricted for projects funded through the 2022 and 2023 bond proceeds; \$5.3 million restricted for capital projects; and, \$5.6 million restricted for other educational purposes.

The General Fund and the ten special revenue funds account for Lyon County School District’s current operating revenues and expenditures. They include all governmental funds (except debt service and capital projects funds.)

Education is labor intensive as evidenced by the following graphic of expenditures by object group. Salaries and benefits for the General Fund and the special revenue funds approximated 72% of the funds’ total expenditures for the fiscal year ended June 30, 2023, compared to 75% for FY 22. The chart below shows the composition of expenditures in the General Fund and the special revenue funds for FY23:



The Debt Service Fund’s balance of \$11.6 million as of June 30, 2023 is approximately 100% of the debt service requirement for the FY ending June 30, 2024. The fund’s balance of \$11.6 million in addition to the budgeted revenues for FY24 are sufficient to cover the FY24 debt service requirement (principal and interest payments) of \$11.5 million.

The District has four capital projects funds, including the Bond Projects Fund, a major fund, which is used to account for proceeds of bond sales; related interest earnings and capital expenditures. During the year, \$18.7 million was spent from this fund in accordance with the District’s Capital Improvement Plan. As previously mentioned, the June 30, 2023 fund balance of \$28.7 million is restricted for future capital expenditures.

LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS JUNE 30, 2023

The other three capital projects funds are used to accumulate resources, primarily Governmental Services Tax and the Residential Construction Tax for major capital acquisitions and improvements not part of the capital budgets related to bond issues.

The capital projects funds' (exclusive of the Bond Projects Fund) had expenditures of \$2.4 million during the year, leaving a combined fund balance of \$5.3 million as of June 30, 2023, compared to \$4.3 million at the end of the previous year.

BUDGETARY HIGHLIGHTS

School districts in Nevada are funded in large part by state support derived from student enrollment at the end of the first school month. (However, see *Economic Factors and Next Year's Budget* for changes.) State statutes allow all school districts to amend their budgets throughout the year. Lyon County School District takes this opportunity to incorporate various adjustments into its budget, such as revising the fund balance carryover. The Business and Finance Office is authorized to transfer appropriations between accounts and funds, subject to subsequent approval by the Board of Trustees.

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District's capital assets as of June 30, 2023 and 2022 are as follows:

Capital Assets (Net of Depreciation)		
	2023	2022
	<i>(In Millions)</i>	
Land	\$ 8.8	\$ 8.8
Construction in progress	18.9	3.5
Buildings and improvements	93.3	93.7
Infrastructure	10.4	11.1
Equipment and vehicles	10.2	8.7
	<u>\$ 141.6</u>	<u>\$ 125.8</u>

Long-term Debt

As of June 30, 2023, the District had \$79.8 million of general obligation bonded debt outstanding, plus \$9.2 million in unamortized bond premiums which are being amortized over the lives of the applicable bond issues.

Currently, the District has authorization from the Lyon County Debt Management Commission to issue general obligation bonds. The District reserves the right to issue additional bonds at any time legal

LYON COUNTY SCHOOL DISTRICT

MANAGEMENT’S DISCUSSION AND ANALYSIS

JUNE 30, 2023

requirements are met. As of June 30, 2023, the District had \$275.2 million of statutory debt limit available. However, other factors such as overlapping tax rates, available revenues, market conditions and project specifications could reduce the availability.

In addition to the District’s general obligation bonded debt, the District’s other debt includes \$1.6 million for compensated absences; \$127.6 million in net pension liability, and \$12.5 million for other postemployment benefits (OPEB).

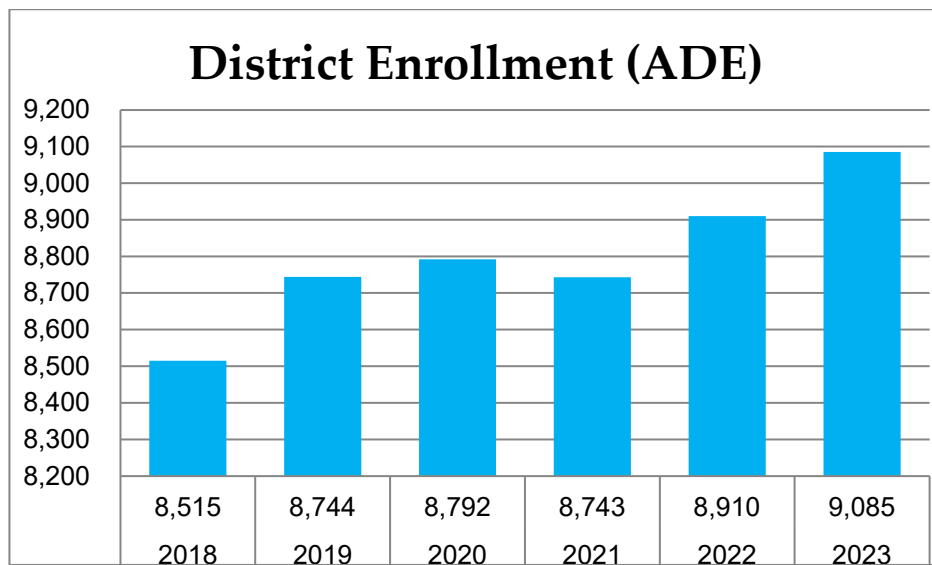
ECONOMIC FACTORS AND NEXT YEAR’S BUDGET

Enrollment and Funding

The State implemented the Pupil-Centered Funding Plan (PCFP), effective July 1, 2021. The PCFP combines money raised pursuant to state law at the local level with state money to provide a certain basic level of support to each pupil in the State. Adjustments to this basic level of support are made in consideration of the variances in local costs and for pupils with additional educational needs, so as to ensure that each Nevada school district provides a reasonably equal education opportunity to its pupils.

One of the factors determining the amount of PCFP funding received is the weighted student enrollment within the District. The State’s funding model utilizes a quarterly average daily enrollment (ADE) number multiplied by the districts’ per-pupil support amount to determine the districts’ adjusted base payments.

The following chart presents the District’s pupil enrollment (ADE) for 2018 through 2023:



LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2023

In previous years, the "hold harmless" provisions of the DSA formula protected districts during times of declining enrollment, by providing that the guaranteed level of funding was based on the higher of the current or the previous year's enrollment (unless the decline in enrollment was more than 5%, in which case the funding was based on the higher of the current or the previous two year's enrollment). Now, districts will only qualify for "hold-harmless" status if their enrollment decreased by more than 5%, and it will only then look to the previous year's ADE. We do not anticipate that the District will qualify for "hold-harmless" status.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the Lyon County School District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Business and Finance Office, 25 East Goldfield Avenue, Yerington, Nevada, 89447.

LYON COUNTY SCHOOL DISTRICT

STATEMENT OF NET POSITION JUNE 30, 2023

	<u>Governmental Activities</u>
ASSETS	
Cash and investments	\$ 80,430,972
Receivables	5,292,037
Inventories	318,479
Restricted cash	654,000
Capital assets not being depreciated	27,688,648
Capital assets, net of accumulated depreciation	113,927,797
Total Assets	<u>228,311,933</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charge on refunding	809,926
Deferred outflows related to pensions and OPEB	51,723,522
	<u>52,533,448</u>
Total Assets and Deferred Outflows of Resources	<u>280,845,381</u>
LIABILITIES	
Accounts and claims payable	6,346,145
Accrued liabilities	7,009,794
Incurred but unreported claims	1,022,000
Unearned revenues	509,970
Noncurrent liabilities:	
Due within one year	9,157,272
Due in more than one year	81,462,313
Obligation for other postemployment benefits	12,494,386
Net pension liability	127,601,188
Total Liabilities	<u>245,603,068</u>
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows related to pensions and OPEB	13,433,230
	<u>13,433,230</u>
Total Liabilities and Deferred Inflows of Resources	<u>259,036,298</u>
NET POSITION	
Net investment in capital assets	84,616,662
Restricted for:	
Debt service	11,593,327
Employee benefit programs	3,660,400
Capital projects	5,288,129
Unrestricted	(83,349,435)
Total Net Position	<u>\$ 21,809,083</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2023

PROGRAMS / FUNCTIONS	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION	
		CHARGES FOR SERVICES	GRANTS AND CONTRIBUTIONS		
		OPERATING	CAPITAL		
Instruction	\$ (61,931,992)	\$ -	\$ 11,563,902	\$ 655,831	\$ (49,712,259)
Support Services	(49,059,900)	-	9,243,478	-	(39,816,422)
Facilities Acquisition and Construction	(645,454)	-	-	-	(645,454)
Food Service and Community Services	(5,468,690)	60,572	6,285,878	-	877,760
Interest and other costs of long-term debt	(2,371,528)	-	-	-	(2,371,528)
Depreciation	(6,967,199)	-	-	-	(6,967,199)
	<u>\$ (126,444,763)</u>	<u>\$ 60,572</u>	<u>\$ 27,093,258</u>	<u>\$ 655,831</u>	<u>(98,635,102)</u>
General Revenues:					
					10,726,659
					90,925,464
					624,003
					1,004,595
					1,953,275
					1,692,782
					<u>106,926,778</u>
					<u>8,291,676</u>
					<u>13,517,407</u>
					<u>\$ 21,809,083</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

BALANCE SHEET GOVERNMENTAL FUNDS JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS AS OF JUNE 30, 2022)

Page 1 of 2

	<u>GENERAL FUND</u>	<u>SPECIAL EDUCATION FUND</u>	<u>DEBT SERVICE FUND</u>	<u>BOND PROJECTS FUND</u>
ASSETS				
Cash and investments	\$ 20,550,937	\$ 2,027,281	\$ 11,308,562	\$ 31,177,577
Receivables	1,940	29,327	369,732	99,151
Due from other funds	1,770,582	-	-	-
Inventories	293,125	-	-	-
Total Assets	<u>\$ 22,616,584</u>	<u>\$ 2,056,608</u>	<u>\$ 11,678,294</u>	<u>\$ 31,276,728</u>
LIABILITIES				
Accounts payable	\$ 1,397,737	\$ 23,940	\$ -	\$ 2,556,804
Accrued payroll	3,918,351	1,262,469	-	-
Due to other funds	-	-	-	-
Unearned revenue	246,477	-	84,967	-
Total Liabilities	<u>5,562,565</u>	<u>1,286,409</u>	<u>84,967</u>	<u>2,556,804</u>
FUND BALANCES				
Nonspendable	293,125	-	-	-
Restricted	-	770,199	11,593,327	28,719,924
Assigned	7,662,028	-	-	-
Unassigned	9,098,866	-	-	-
Total Fund Balances	<u>17,054,019</u>	<u>770,199</u>	<u>11,593,327</u>	<u>28,719,924</u>
Total Liabilities and Fund Balances	<u>\$ 22,616,584</u>	<u>\$ 2,056,608</u>	<u>\$ 11,678,294</u>	<u>\$ 31,276,728</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

BALANCE SHEET GOVERNMENTAL FUNDS JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS AS OF JUNE 30, 2022)

Page 2 of 2

	OTHER	TOTALS	
	GOVERNMENTAL FUNDS	2023	2022
ASSETS			
Cash and investments	\$ 11,255,134	\$ 76,319,491	\$ 68,353,047
Receivables	4,785,143	5,285,293	16,804,150
Due from other funds	-	1,770,582	8,217,239
Inventories	25,354	318,479	294,495
Total Assets	\$ 16,065,631	\$ 83,693,845	\$ 93,668,931
LIABILITIES			
Accounts payable	\$ 1,928,642	\$ 5,907,123	\$ 5,026,783
Accrued payroll	1,828,974	7,009,794	5,943,750
Due to other funds	1,770,582	1,770,582	8,217,239
Unearned revenue	178,526	509,970	259,298
Total Liabilities	5,706,724	15,197,469	19,447,070
FUND BALANCES			
Nonspendable	25,354	318,479	294,495
Restricted	10,196,649	51,280,099	55,719,506
Assigned	136,904	7,798,932	3,830,406
Unassigned	-	9,098,866	14,377,454
Total Fund Balances	10,358,907	68,496,376	74,221,861
Total Liabilities and Fund Balances	\$ 16,065,631	\$ 83,693,845	\$ 93,668,931

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION JUNE 30, 2023

Total Fund Balance - Governmental Funds	\$ 68,496,376
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental funds are not current financial resources and therefore not reported as governmental fund assets.	141,616,445
General obligation bonds are not reported as fund liabilities since they will not be paid with current resources.	(79,780,000)
Premiums related to long-term debt are not capitalized and amortized in the fund statements since they do not represent available resources.	(9,207,286)
Unamortized amounts on refundings are not recognized in the funds.	809,926
The liability for interest on general obligation bonds is reported in the fund statements when due and as accrued in the Statement of Activities.	(349,197)
The liabilities for estimated future payments of benefits to be provided to current and future retirees and the liability for compensated absences are not due and payable in the current period; therefore, the liabilities and related deferred amounts are not reported in the funds.	(14,008,199)
The net pension liability is not due and payable in the current period; therefore, the liability and related deferred amounts are not reported in the funds.	(89,429,382)
Internal service funds are used to account for various employee benefit programs. The assets and liabilities of the internal service funds are included with governmental activities.	<u>3,660,400</u>
Total Net Position - Governmental Activities	<u><u>\$ 21,809,083</u></u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2022)

Page 1 of 2

	GENERAL FUND	SPECIAL EDUCATION FUND	DEBT SERVICE FUND	BOND PROJECTS FUND
REVENUES				
Local sources	\$ 444,605	\$ -	\$ 10,837,457	\$ 899,405
State sources	90,925,464	4,669,092	-	-
Federal sources	756,658	-	-	-
Total Revenues	<u>92,126,727</u>	<u>4,669,092</u>	<u>10,837,457</u>	<u>899,405</u>
EXPENDITURES				
Regular programs	37,203,865	-	-	-
Special programs	-	9,609,790	-	-
Vocational programs	1,541,117	-	-	-
Adult education	3,409	-	-	-
Other instructional programs	-	-	-	-
Extra-curricular activities	1,315,807	-	-	-
Support services:				
Student support	3,546,525	3,752,688	-	-
Instructional staff support	1,881,659	1,495	-	-
General administration	2,295,396	288,883	-	77,646
School administration	8,222,602	-	-	-
Central services	5,919,256	-	-	-
Operations and maintenance	11,119,288	-	-	-
Student transportation	5,091,775	553,163	-	-
Noninstructional services:				
Food service	-	-	-	-
Community service	-	-	-	-
Facilities acquisition and construction	-	-	-	18,590,227
Debt service:				
Principal	-	-	6,080,000	-
Interest	-	-	3,556,481	-
Other	-	-	-	-
Total Expenditures	<u>78,140,699</u>	<u>14,206,019</u>	<u>9,636,481</u>	<u>18,667,873</u>
Revenues Over (Under) Expenditures	<u>13,986,028</u>	<u>(9,536,927)</u>	<u>1,200,976</u>	<u>(17,768,468)</u>
OTHER FINANCING SOURCES (USES)				
Sales of capital assets	86,474	-	-	-
Proceeds from bond sales	-	-	-	6,500,000
Bond premium	-	-	-	-
Transfers (to) from other funds	(11,665,078)	9,590,088	-	-
Total Other Financing Sources (Uses)	<u>(11,578,604)</u>	<u>9,590,088</u>	<u>-</u>	<u>6,500,000</u>
Net Change in Fund Balances	2,407,424	53,161	1,200,976	(11,268,468)
FUND BALANCES, July 1,	<u>14,646,595</u>	<u>717,038</u>	<u>10,392,351</u>	<u>39,988,392</u>
FUND BALANCES, June 30	<u>\$ 17,054,019</u>	<u>\$ 770,199</u>	<u>\$ 11,593,327</u>	<u>\$ 28,719,924</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2022)

Page 2 of 2

	OTHER	TOTALS	
	GOVERNMENTAL FUNDS	2023	2022
REVENUES			
Local sources	\$ 3,810,777	\$ 15,992,244	\$ 13,221,581
State sources	2,450,583	98,045,139	95,616,763
Federal sources	19,855,924	20,612,582	21,226,715
Total Revenues	<u>26,117,284</u>	<u>134,649,965</u>	<u>130,065,059</u>
EXPENDITURES			
Regular programs	1,842,073	39,045,938	42,500,315
Special programs	2,312,160	11,921,950	11,878,915
Vocational programs	510,131	2,051,248	2,132,611
Adult education	372,345	375,754	332,641
Other instructional programs	4,929,419	4,929,419	1,510,137
Extra-curricular activities	1,087,000	2,402,807	2,372,101
Support services:			
Student support	2,621,882	9,921,095	9,769,125
Instructional staff support	1,833,101	3,716,255	2,847,036
General administration	600,127	3,262,052	3,111,711
School administration	64,665	8,287,267	8,299,187
Central services	258,942	6,178,198	6,944,521
Operations and maintenance	1,521,709	12,640,997	10,598,408
Student transportation	16,806	5,661,744	4,979,864
Noninstructional services:			
Food service	6,044,768	6,044,768	4,105,529
Community service	58,548	58,548	73,104
Facilities acquisition and construction	2,237,176	20,827,403	8,344,014
Debt service:			
Principal	-	6,080,000	8,610,000
Interest	-	3,556,481	2,229,345
Other	-	-	2,350
Total Expenditures	<u>26,310,852</u>	<u>146,961,924</u>	<u>130,640,914</u>
Revenues Over (Under) Expenditures	<u>(193,568)</u>	<u>(12,311,959)</u>	<u>(575,855)</u>
OTHER FINANCING SOURCES (USES)			
Sales of capital assets	-	86,474	38,405
Proceeds from bond sales	-	6,500,000	37,365,000
Bond premium	-	-	4,362,247
Transfers (to) from other funds	2,074,990	-	-
Total Other Financing Sources (Uses)	<u>2,074,990</u>	<u>6,586,474</u>	<u>41,765,652</u>
Net Change in Fund Balances	<u>1,881,422</u>	<u>(5,725,485)</u>	<u>41,189,797</u>
FUND BALANCES, July 1,	<u>8,477,485</u>	<u>74,221,861</u>	<u>33,032,064</u>
FUND BALANCES, June 30	<u>\$ 10,358,907</u>	<u>\$ 68,496,376</u>	<u>\$ 74,221,861</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2023

Net Change in Fund Balances - Governmental Funds \$ (5,725,485)

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

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are reported in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expense in the Statement of Activities.	15,997,450
In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due.	548,562
Issuance of new debt is a resource in the governmental funds, but increases long-term liabilities in the Statement of Net Position.	(6,500,000)
Bond premiums realized when debt is incurred are recognized in the funds; however, they are deferred in the district-wide statements and recognized over the term of the associated debt.	802,272
Change in pension expense related to deferred items.	(3,326,856)
Any gain or loss on certain advance refundings of long-term debt are recognized currently in the fund statements. The gain or loss is deferred in the Statement of Net Position and amortized as interest expense over the life of the debt in the Statement of Activities.	(165,881)
Repayment of bond principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the Statement of Net Position and does not affect the Statement of Activities.	6,080,000
The change in the long-term portion of compensated absences is reported in the Statement of Activities. These do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.	132,590
The full cost of postemployment benefits to current employees earned during the current year and the amortization of the past cost is recognized as an expense in the Statement of Activities while only the current contributions are reported in the fund statements.	424,208
Internal service funds are used by the District to charge the costs of employee benefit programs to the individual funds. The net income (loss) of the internal service funds are reported with governmental activities.	<u>24,816</u>

Change in Net Position \$ 8,291,676

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Earnings on investments	\$ 15,000	\$ 15,000	\$ 26,457	\$ 11,457	\$ -
Indirect cost recovery	-	-	319,216	319,216	-
Other local revenue	26,000	26,000	98,932	72,932	(188,070)
	<u>41,000</u>	<u>41,000</u>	<u>444,605</u>	<u>403,605</u>	<u>(188,070)</u>
State Sources:					
Pupil-Centered Funding Plan	82,696,093	90,563,494	90,925,464	361,970	80,271,823
Federal Sources:					
E-Rate funds	250,000	-	655,831	655,831	833,398
Forest Service	50,000	50,000	100,827	50,827	109,734
	<u>300,000</u>	<u>50,000</u>	<u>756,658</u>	<u>706,658</u>	<u>943,132</u>
Total Revenue	<u>83,037,093</u>	<u>90,654,494</u>	<u>92,126,727</u>	<u>1,472,233</u>	<u>81,026,885</u>
EXPENDITURES					
Regular Programs:					
Instruction:					
Salaries	25,179,005	27,464,160	24,842,181	2,621,979	23,594,417
Benefits	11,120,665	11,692,456	10,250,078	1,442,378	9,894,618
Purchased services	212,577	244,315	188,443	55,872	160,144
Supplies	1,936,925	1,965,565	1,917,178	48,387	2,495,953
Other	6,835	6,835	5,985	850	9,447
Total Regular Programs	<u>38,456,007</u>	<u>41,373,331</u>	<u>37,203,865</u>	<u>4,169,466</u>	<u>36,154,579</u>
Special Programs:					
Gifted and Talented:					
Salaries	224,891	-	-	-	194,891
Benefits	89,772	-	-	-	112,411
Total Special Programs	<u>314,663</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>307,302</u>

Continued on next page.

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Vocational Programs:					
Salaries	\$ 1,203,363	\$ 1,128,363	\$ 955,800	\$ 172,563	\$ 1,057,445
Benefits	496,644	471,644	414,649	56,995	450,592
Purchased services	37,882	137,882	69,676	68,206	89,223
Supplies	100,589	150,589	100,756	49,833	116,016
Other	1,149	1,149	236	913	1,492
Total Vocational Programs	1,839,627	1,889,627	1,541,117	348,510	1,714,768
Other Instructional Programs:					
Salaries	1,568,334	-	-	-	467,044
Benefits	628,884	-	-	-	201,815
Purchased services	31,738	-	-	-	-
Supplies	18,640	-	-	-	3,115
Total Other Instructional Programs	2,247,596	-	-	-	671,974
Adult Education:					
Salaries	27,811	27,811	-	27,811	500
Benefits	6,220	6,220	-	6,220	208
Purchased services	12,286	12,286	1,243	11,043	1,765
Supplies	18,429	18,429	2,166	16,263	440
Total Adult Education	64,746	64,746	3,409	61,337	2,913
Extra-Curricular Activities:					
Co-Curricular:					
Salaries	354,727	538,727	235,670	303,057	246,575
Benefits	13,099	19,099	6,740	12,359	7,141
Purchased services	12,636	12,636	2,700	9,936	6,943
Supplies	6,266	16,266	6,390	9,876	3,587
Other	62,721	62,721	755	61,966	679
	449,449	649,449	252,255	397,194	264,925

Continued on next page.

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Extra-Curricular Activities (Cont'd):					
Athletics:					
Salaries	\$ 819,506	\$ 774,506	\$ 639,049	\$ 135,457	\$ 653,666
Benefits	78,713	78,713	58,984	19,729	58,184
Purchased services	182,753	182,753	185,335	(2,582)	183,360
Supplies	123,228	148,228	156,720	(8,492)	122,250
Other	411,123	431,123	23,464	407,659	16,414
	1,615,323	1,615,323	1,063,552	551,771	1,033,874
Total Extra-Curricular	2,064,772	2,264,772	1,315,807	948,965	1,298,799
Undistributed Expenditures:					
Student Support:					
Salaries	2,719,786	2,819,786	2,428,047	391,739	2,284,116
Benefits	1,041,208	1,041,208	986,853	54,355	907,825
Purchased services	136,527	136,527	108,025	28,502	1,192
Supplies	19,090	19,090	23,600	(4,510)	13,986
Other	484	484	-	484	-
	3,917,095	4,017,095	3,546,525	470,570	3,207,119
Instructional Staff Support:					
Salaries	1,399,188	1,399,188	1,087,034	312,154	1,066,304
Benefits	474,480	474,480	342,046	132,434	337,739
Purchased services	143,058	243,058	231,825	11,233	133,841
Supplies	336,018	306,018	187,663	118,355	152,727
Other	3,761	33,761	33,091	670	18,288
	2,356,505	2,456,505	1,881,659	574,846	1,708,899
General Administration:					
Salaries	989,047	1,089,047	777,311	311,736	868,098
Benefits	619,428	619,428	514,337	105,091	675,467
Purchased services	623,282	623,282	894,784	(271,502)	578,107
Supplies	30,343	100,343	79,376	20,967	31,117
Property	-	-	-	-	19,734
Other	204,965	134,965	29,588	105,377	16,390
	2,467,065	2,567,065	2,295,396	271,669	2,188,913

Continued on next page.

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
School Administration:					
Salaries	\$ 6,699,254	\$ 6,759,254	\$ 5,587,496	\$ 1,171,758	\$ 5,537,086
Benefits	2,412,906	2,412,906	2,116,796	296,110	2,087,734
Purchased services	423,470	418,470	253,938	164,532	223,854
Supplies	219,880	279,880	244,901	34,979	189,574
Property	33,539	13,539	5,494	8,045	5,500
Other	11,824	16,824	13,977	2,847	9,871
	<u>9,800,873</u>	<u>9,900,873</u>	<u>8,222,602</u>	<u>1,678,271</u>	<u>8,053,619</u>
Central Services:					
Salaries	2,361,571	2,261,571	1,898,077	363,494	1,968,541
Benefits	749,693	749,693	591,479	158,214	627,486
Purchased services	1,506,878	1,706,878	1,571,847	135,031	1,447,276
Supplies	1,636,470	1,336,470	1,148,613	187,857	2,351,681
Property	480,399	380,399	346,164	34,235	125,571
Other	29,718	429,718	363,076	66,642	13,776
	<u>6,764,729</u>	<u>6,864,729</u>	<u>5,919,256</u>	<u>945,473</u>	<u>6,534,331</u>
Operation and Maintenance:					
Salaries	4,347,274	3,527,274	3,345,640	181,634	3,433,392
Benefits	1,506,826	1,211,826	1,149,601	62,225	1,181,350
Purchased services	1,548,221	2,223,221	2,147,008	76,213	1,696,944
Supplies	2,743,972	3,918,971	3,919,572	(601)	2,589,585
Property	26,876	546,876	514,198	32,678	1,037,390
Other	11,180	56,180	43,269	12,911	13,346
	<u>10,184,349</u>	<u>11,484,348</u>	<u>11,119,288</u>	<u>365,060</u>	<u>9,952,007</u>
Student Transportation:					
Salaries	2,644,131	2,234,131	2,188,566	45,565	1,994,861
Benefits	985,891	810,891	770,657	40,234	719,588
Purchased services	370,420	470,420	467,187	3,233	275,636
Supplies	705,213	1,022,213	1,000,727	21,486	884,002
Property	810,000	665,000	657,993	7,007	129,387
Other	(306,000)	7,000	6,645	355	2,120
	<u>5,209,655</u>	<u>5,209,655</u>	<u>5,091,775</u>	<u>117,880</u>	<u>4,005,594</u>

Continued on next page.

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Total Undistributed Expenditures	\$ 40,700,271	\$ 42,500,270	\$ 38,076,501	\$ 4,423,769	\$ 35,650,482
Total Expenditures	85,687,682	88,092,746	78,140,699	9,952,047	75,800,817
Revenues Over Expenditures	(2,650,589)	2,561,748	13,986,028	11,424,280	5,226,068
OTHER FINANCING SOURCES (USES)					
Sales of capital assets	-	-	86,474	86,474	38,405
Transfers from other funds	-	10	10	-	109,135
Transfers (to) other funds	(1,400,000)	(12,415,088)	(11,665,088)	750,000	(1,400,000)
Contingency	(500,000)	(500,000)	-	500,000	-
Total Other Financing (Uses)	(1,900,000)	(12,915,078)	(11,578,604)	1,336,474	(1,252,460)
Net Change in Fund Balance	(4,550,589)	(10,353,330)	2,407,424	12,760,754	3,973,608
FUND BALANCE, July 1	<u>8,843,854</u>	<u>14,646,595</u>	<u>14,646,595</u>	<u>-</u>	<u>10,672,987</u>
FUND BALANCE, June 30	<u>\$ 4,293,265</u>	<u>\$ 4,293,265</u>	<u>\$ 17,054,019</u>	<u>\$ 12,760,754</u>	<u>\$ 14,646,595</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

SPECIAL EDUCATION FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
State Sources:					
Pupil-Centered Funding Plan	\$ 12,666,299	\$ 4,476,211	\$ 4,669,092	\$ 192,881	\$ 12,655,661
EXPENDITURES					
Special Programs:					
Instruction:					
Salaries	6,962,798	6,630,043	6,614,967	15,076	6,557,927
Benefits	2,904,280	2,974,280	2,971,105	3,175	2,889,035
Purchased services	124,583	4,583	-	4,583	168
Supplies	30,692	30,692	16,218	14,474	23,253
Property	-	10,000	7,500	2,500	-
	10,022,353	9,649,598	9,609,790	39,808	9,470,383
Undistributed Expenditures:					
Student Support:					
Salaries	1,892,918	2,058,529	1,901,788	156,741	1,494,656
Benefits	826,325	826,325	770,067	56,258	611,816
Purchased services	286,165	1,086,165	1,080,732	5,433	803,188
Supplies	1,104	1,104	102	1,002	172
	3,006,512	3,972,123	3,752,688	219,435	2,909,832
Instructional Staff Support:					
Salaries	5,851	5,851	1,317	4,534	-
Benefits	1,178	1,178	121	1,057	-
Purchased services	552	552	57	495	-
Supplies	828	828	-	828	-
	8,409	8,409	1,495	6,914	-
General Administration:					
Salaries	184,193	219,193	206,968	12,225	188,831
Benefits	69,862	119,862	68,928	50,934	67,014
Purchased services	19,145	24,145	11,679	12,466	7,065
Supplies	11,036	11,036	1,309	9,727	1,833
	284,236	374,236	288,883	85,353	264,743

Continued on next page.

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

SPECIAL EDUCATION FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	<u>2023 BUDGET</u>		<u>2023</u>		<u>2022</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
Operations and Maintenance:					
Supplies	\$ -	\$ -	\$ -	\$ -	\$ 2,505
Student Transportation:					
Salaries	471,602	471,602	395,132	76,470	497,680
Benefits	206,094	206,094	158,031	48,063	204,590
Purchased services	16,886	16,886	-	16,886	-
	<u>694,582</u>	<u>694,582</u>	<u>553,163</u>	<u>141,419</u>	<u>702,270</u>
Total Undistributed Expenditures	<u>3,993,739</u>	<u>5,049,350</u>	<u>4,596,229</u>	<u>453,121</u>	<u>3,879,350</u>
Total Expenditures	<u>14,016,092</u>	<u>14,698,948</u>	<u>14,206,019</u>	<u>492,929</u>	<u>13,349,733</u>
Revenues Over (Under)					
Expenditures	(1,349,793)	(10,222,737)	(9,536,927)	685,810	(694,072)
OTHER FINANCING SOURCES					
Transfers from other funds	<u>1,400,000</u>	<u>9,590,088</u>	<u>9,590,088</u>	<u>-</u>	<u>1,400,000</u>
Net Change in Fund Balance	50,207	(632,649)	53,161	685,810	705,928
FUND BALANCE, July 1	<u>34,182</u>	<u>717,038</u>	<u>717,038</u>	<u>-</u>	<u>11,110</u>
FUND BALANCE, June 30	<u>\$ 84,389</u>	<u>\$ 84,389</u>	<u>\$ 770,199</u>	<u>\$ 685,810</u>	<u>\$ 717,038</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

PROPRIETARY FUNDS
STATEMENT OF NET POSITION
JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2022)

	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS	
	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and investments	\$ 4,111,481	\$ 3,966,789
Accounts receivable	6,744	11,286
Restricted cash	<u>654,000</u>	<u>573,000</u>
Total Assets	<u>4,772,225</u>	<u>4,551,075</u>
LIABILITIES		
Accounts and claims payable	89,825	53,491
Incurred but unreported claims	<u>1,022,000</u>	<u>862,000</u>
Total Liabilities	<u>1,111,825</u>	<u>915,491</u>
NET POSITION		
Restricted for employee benefits program	<u>\$ 3,660,400</u>	<u>\$ 3,635,584</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

PROPRIETARY FUNDS
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET POSITION
YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS	
	2023	2022
OPERATING REVENUES		
Charges for services	\$ 808,613	\$ 826,255
Refunds and rebates	-	252,416
	808,613	1,078,671
OPERATING EXPENSES		
Benefit claims	634,569	562,052
Purchased services	95,951	170,186
Other	53,277	1,205
	783,797	733,443
Total Operating Expenses	783,797	733,443
Operating Income (Loss)	24,816	345,228
NONOPERATING REVENUES		
Earnings on investments	-	427
Change in Net Position	24,816	345,655
NET POSITION, July 1	3,635,584	3,289,929
NET POSITION, June 30	\$ 3,660,400	\$ 3,635,584

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

PROPRIETARY FUNDS STATEMENT OF CASH FLOWS YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS	
	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Premiums received from other funds	\$ 813,155	\$ 836,245
Refunds and rebates received	-	252,416
Payments of benefits	(474,569)	(621,937)
Insurance premiums and other payments	<u>(112,894)</u>	<u>(224,225)</u>
Net Cash Provided (Used) by Operating Activities	<u>225,692</u>	<u>242,499</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Interest received on investments	<u>-</u>	<u>427</u>
Net Increase (Decrease) in Cash and Cash Equivalents	225,692	242,926
CASH AND CASH EQUIVALENTS, July 1	<u>4,539,789</u>	<u>4,296,863</u>
CASH AND CASH EQUIVALENTS, June 30	<u>\$ 4,765,481</u>	<u>\$ 4,539,789</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating income (loss)	<u>\$ 24,816</u>	<u>\$ 345,228</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Changes in assets and liabilities:		
Accounts receivable	4,542	9,990
Accounts and claims payable	36,334	(73,719)
Incurred but unreported claims	<u>160,000</u>	<u>(39,000)</u>
Total Adjustments	<u>200,876</u>	<u>(102,729)</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ 225,692</u>	<u>\$ 242,499</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

FIDUCIARY FUND
STATEMENT OF FIDUCIARY NET POSITION
JUNE 30, 2023
(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2022)

	PRIVATE PURPOSE TRUST STUDENT SCHOLARSHIPS	
	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and investments	\$ 931,674	\$ 941,202
Total Assets	<u>931,674</u>	<u>941,202</u>
LIABILITIES	<u>-</u>	<u>-</u>
Total Liabilities	<u>-</u>	<u>-</u>
NET POSITION		
Held in trust for student scholarships: Expendable	<u>931,674</u>	<u>941,202</u>
Total Net Position	<u>\$ 931,674</u>	<u>\$ 941,202</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	PRIVATE-PURPOSE TRUST STUDENT SCHOLARSHIPS	
	<u>2023</u>	<u>2022</u>
ADDITIONS		
Earnings on investments	\$ -	\$ 3,484
DEDUCTIONS		
Scholarships paid	<u>9,528</u>	<u>24,996</u>
Change in Net Position	(9,528)	(21,512)
NET POSITION, July 1	<u>941,202</u>	<u>962,714</u>
NET POSITION, June 30	<u>\$ 931,674</u>	<u>\$ 941,202</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Lyon County School District (District) conform to generally accepted accounting principles as applicable to governments. A summary of the District's significant accounting policies consistently applied in the preparation of the accompanying financial statements follows.

Reporting Entity

The District is governed by a separately elected seven member board. The Board is legally separate and fiscally independent from other governing bodies with decision making authority, authority to levy taxes, the power to designate management, the ability to significantly influence operations and is accountable for fiscal matters. Therefore, the District is a primary government and is not reported as a component unit by any other entity, nor is the Board accountable for any other entity required to be included in the District's comprehensive annual financial report.

Basic Financial Statements – District-Wide Statements

The basic financial statements include both district-wide (based on the District as a whole) and fund financial statements. The district-wide (sometimes referred to as 'government-wide') financial statements, the Statement of Net Position and Statement of Activities, report information on all of the nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Since the District currently has no business-type activities, all activities are reported as governmental.

In the Statement of Net Position, the governmental activities column is presented on a consolidated basis and is reflected on a full accrual, economic resource basis that recognizes all long-term assets and receivables as well as long-term debt and obligations. The District's net position is reported in three parts: net investment in capital assets; restricted net position; and unrestricted net position. The District first utilizes restricted resources to finance qualifying activities then unrestricted resources, as they are needed.

The Statement of Activities demonstrates the degree to which the direct expenses of a given program or function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program or function. Program revenues include charges paid by the recipient of the goods or services offered by the program. Grants and contributions are restricted to meeting the operational or capital requirements of a particular program or function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

Basic Financial Statements – Fund Financial Statements

The financial transactions of the District are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures/expenses. District resources are allocated to and accounted for in the individual funds based upon the purposes for which they are intended and the means by which spending activities are controlled. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the district-wide financial statements.

The emphasis of the fund financial statements is on the major funds in the governmental type activity category. Nonmajor funds by category are summarized into a single column. GASB Statement No. 34 sets forth minimum criteria (percentage of assets, liabilities, revenues or expenditures/expenses of either fund category or the governmental and enterprise categories combined) for the determination of major funds. District management may electively add funds as major funds, when it is determined the funds have specific community or management focus. Major individual governmental funds are reported as separate columns in the fund financial statements.

The focus of the governmental funds' measurement in the fund statements is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income.

The focus for proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. The District's internal service funds are presented in the proprietary fund financial statements. Because the principal users of the internal services are the District's governmental activities, the financial statements of the internal service funds are consolidated into the governmental column when presented in the government-wide financial statements. To the extent possible, the costs of these services are reported in the appropriate functional activity.

The District reports the following *major* governmental funds.

General Fund

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

Special Education Fund

The Special Education Fund accounts for all costs, other than those paid by grants, directly related to providing instructional and support services to students with special needs.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest and related costs.

Bond Projects Fund

The Bond Projects Fund is used to account for all proceeds, interest earnings, and expenditures related to general obligation bonds sold for the purpose of acquiring or constructing major capital facilities.

The District reports the following *nonmajor* governmental funds:

Federal Grants	State Grants
Federal School Lunch	Medicaid
Pupil-Centered Funding Plan:	Student Accounts
English Learner	Capital Projects
Gifted and Talented	Building and Sites
At-Risk	Residential Construction Tax
Adult Education	
Private Donations and Grants	

Additionally, the District reports the following fund types:

Internal service funds are used to account for the charges to other funds and employees for the cost of various employee benefit programs on a cost reimbursement basis:

- Workers Compensation Insurance Fund
- Unemployment Insurance Fund
- Group Insurance Fund

The **private-purpose trust fund** is used to account for the resources legally held in trust for the purpose of awarding future student scholarships.

Measurement Focus

District-Wide Financial Statements

The district-wide statements, as well as the proprietary fund financial statements, are prepared using the economic resources measurement focus.

All assets and liabilities associated with the operation of the District are included on the Statement of Net Position. The Statement of Activities presents increases (revenues) and decreases (expenses) in total net position.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

Fund Financial Statements

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities are generally included on the Balance Sheet. The Statement of Revenues, Expenditures, and Changes in Fund Balances reports on the sources (revenues and other financing sources) and uses (expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the district-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliations with brief explanations to better identify the relationship between the district-wide financial statements and the governmental funds financial statements.

Basis of Accounting

The basis of accounting determines when transactions are recorded in the financial records and reported in the financial statements. The district-wide financial statements and the proprietary fund financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Differences between the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred inflows/outflows, and in the presentation of expenses versus expenditures.

Revenues

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the District, available generally means expected to be received within 60 days of the fiscal year-end.

Non-exchange transactions, in which the District receives value without directly giving equal value in return, include taxes, grants, entitlements and donations for which the revenue is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted; matching requirements, in which the District must provide local resources to be used for a specified purpose; and expenditure requirements, in which the resources are provided to the District on a reimbursement basis. Property taxes are recognized as revenues in the year for which they are levied. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized. Under the modified accrual basis, the following revenue sources are deemed both measurable and available at fiscal year-end: investment earnings, grants and entitlements.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

Deferred Inflows/Outflows of Resources

In addition to assets, the Statement of Net Position and Balance Sheet will sometimes report a separate section for deferred *outflows* of resources. This separate financial statement element represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expenditure) until then. The District's governmental funds do not have any items that qualify for reporting in this category. However, the Statement of Net Position reports deferred debt retirement charges in this category and the amount is being amortized over the required periods through the applicable bond maturities. In addition, deferred outflows of resources have been reported for items related to the District's net pension and net other postemployment benefits (OPEB) liabilities.

In addition to liabilities, the Statement of Net Position and Balance Sheet will sometimes report a separate section for deferred *inflows* of resources. This separate financial statement element 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 then. The District has only one item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds Balance Sheet. The governmental funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

The District also reports a deferred inflow of resources related to its pension and OPEB liabilities. These deferred inflows of resources are only reported in the government-wide statement of net position.

Expenses/Expenditures

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation and amortization, are not recognized in the governmental funds. Debt service expenditures, as well as expenditures related to compensated absences, are recorded only when payment is due.

Cash and Investments

Cash balances from all funds are combined and, invested to the extent practicable. The District invests as permitted by NRS 355.170 and has not adopted additional investment policies. The District's investments are stated at cost, which approximates market value.

Pursuant to NRS 355.170, the District may only invest in the following types of securities:

- United States bonds and debentures maturing within ten (10) years from the date of purchase.
- Certain farm loan bonds.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

- Securities of the United States Treasury, United States Postal Service or the Federal National Mortgage Association maturing within ten (10) years from the date of purchase.
- Negotiable certificates of deposit from commercial banks and insured savings and loan associations within the State of Nevada.
- Certain securities issued by local governments of the State of Nevada.
- Other securities expressly provided by other statutes, including repurchase agreements.
- Certain short-term commercial paper issued by U.S. Corporations.
- Certain "AAA" rated mutual funds that invest in Federal securities.

Inventories and Prepaid Items

Inventories are recorded at cost using the first-in/first-out (FIFO) method, except for commodities, which are stated at their fair value. The costs of governmental fund-type inventories are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

Restricted Assets

State law prohibits any money paid into a fund created for the purpose of providing self-funded health insurance from being used for any other purpose. Prohibited transactions include loaning money to other funds or governmental entities.

Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets, are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of at least \$5,000 (\$15,000 for infrastructure), and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are stated at their acquisition value as of the date of donation.

Property, plant and equipment are being depreciated using the straight line method over the following estimated useful lives:

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

	<u>Years</u>
Buildings	50
Infrastructure	20
Site and building improvements	20
Vehicles	8
Computer and related equipment	5
Other equipment	5-15

Long-term Obligations

In the district-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the proportionate-to-stated-interest-requirements method.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs are reported as current expenditures of the fund receiving the proceeds.

Vacation Time and Sick Leave Benefits

The costs of vacation time and sick leave benefits are not accrued as earned but are recorded as payroll costs only when the time is actually used in the governmental fund statements. The full cost of accrued vacation for those classified and administrative employees who earn vacation time is recorded in the district-wide financial statements.

The majority of the employees of the District are teachers and classified staff who accumulate sick leave up to 250 days with no vacation time provided. Although sick leave may be accumulated, the amount paid to an employee upon termination, retirement or death is based on a predetermined daily dollar amount that is based on the length of service and number of sick leave days accumulated. An employee's compensation is limited to \$15,000 and subject further to an annual aggregate limitation. Such payments are made each September to qualifying employees who terminated employment during the previous year. Any current liability that may exist at year-end is recorded in the General Fund. The estimated liability to employees separating from service in future years is recorded in the district-wide financial statements.

Postemployment Benefits Other than Pensions

Postemployment expenditures are comprised of monthly payments to the Nevada Public Employees' Benefit Program (PEBP) for the District's subsidy of retiree insurance premiums and the portion of insurance premiums paid to private insurers on behalf of active employees that represents the implicit cost of retiree coverage. The payments to PEBP are charged to the General Fund while the employee insurance premiums

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

are charged to the respective fund to which the employees' payroll costs are charged. The District has elected to fund postemployment benefits using the pay-as-you-go basis. Postemployment benefits other than pensions are discussed in further detail in Note 10.

Property Taxes

All real property in Lyon County is assigned a parcel number in accordance with state law, with each parcel being subject to physical reappraisal every five years. A factoring system is used to adjust the appraised value during the years between physical appraisals. The valuation of the property and its improvements is being assessed at 35 percent 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 per \$100 of assessed valuation; however, as a result of legislative action the tax rate has been further limited to \$3.64 per \$100 of assessed value except in cases of severe financial emergency as defined in NRS 354.705.

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

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

Statement of Cash Flows

For purposes of the statement of cash flows, the District considers all highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Comparative Data

Comparative data shown for the prior year has been extracted from the 2022 financial statements. It has been provided to add comparability, but is not considered full disclosure of transactions for 2022. Such information can only be obtained by referring to the financial report for that year. Certain amounts in the prior year data have been reclassified in order to be consistent with the current year's presentation.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

NOTE 2 – BUDGETS AND BUDGETARY ACCOUNTING

The District adheres to the Local Government Budget Act incorporated within the statutes of the State of Nevada, which includes the following major procedures to establish the budgetary data reflected in these financial statements:

1. On or before April 15, the Lyon County School District Board of Trustees files a tentative budget with the Nevada Department of Taxation and the Nevada Department of Education for all funds other than Trust and Agency Funds, which are not required to be budgeted. Although not required, management has elected to adopt annual budgets to improve fiscal accountability for private-purpose trust funds.
2. Prior to June 8, at a public hearing, the Board indicates changes, if any, to be made to the tentative budget and adopts a final budget by the favorable vote of a majority of the members of the Board. The final budget is then forwarded to the Nevada Tax Commission to approve the requested ad valorem tax rate.
3. Prior to January 1, each school district must adopt an amendment to its final budget to reflect the change in revenue to be received from actual student enrollment.
4. Formal budgetary integration in the financial records is employed to enhance management control during the year for all funds.
5. Budgets for funds are adopted on a basis consistent with Generally Accepted Accounting Principles (GAAP). Appropriations lapse at year-end.
6. Budgeted amounts within funds, and between funds, may be transferred if amounts do not exceed the amounts originally budgeted. Such transfers are to be approved by the Budget Officer and/or the Board of Trustees, depending on established criteria. Budget augmentations in excess of original budgetary amounts may be made only with prior approval of the Lyon County School District Board of Trustees, following a scheduled and noticed public hearing.

In accordance with state statute, actual expenditures may not exceed budgetary appropriations at the program level for governmental funds, except for bond repayments, short-term financing repayment and any other long-term contract expressly authorized by law or payments for the construction of public works from funds provided by the proceeds of a sale of bonds or short-term financing. Internal service funds' level of budgetary control is the sum of operating and non-operating expenses.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS JUNE 30, 2023

NOTE 3 – COMPLIANCE WITH APPLICABLE NEVADA REVISED STATUTES (NRS)

The following possible violation of NRS and the Nevada Administrative Code (NAC) was noted for the year ended June 30, 2023:

- NRS 354.626 generally prohibits the expenditure of money or incurring a liability in excess of the amount appropriated. The following overexpenditure appears to be a potential violation:

<u>Fund</u>	<u>Program</u>	<u>Expenditures in Excess of Appropriations</u>
Student Accounts	Co-curricular/Athletics	<u>\$ 13,000</u>

NOTE 4 – CASH EQUIVALENTS AND INVESTMENTS

Cash includes not only currency on hand but demand deposits with banks or other financial institutions. Cash also includes other kinds of accounts that have the general characteristics of demand deposits in that the customer may deposit additional funds at any time and also effectively may withdraw funds at any time without prior notice or penalty. Cash equivalents are short-term, highly liquid investments that (a) are readily convertible to known amounts of cash and (b) are so near to their maturity that they present insignificant risk of changes in value because of changes in interest rates.

As of June 30, 2023, the District had the following amounts reported as cash and investments:

Government-Wide Balances:	
Pooled cash	\$ 41,374,154
Investments	<u>39,710,818</u>
	81,084,972
Fiduciary Fund:	
Student Scholarship Fund investments	<u>931,674</u>
Total Cash and Investments	<u>\$ 82,016,646</u>

A portion of the District's cash and investments is restricted by Nevada Statutes. The amount restricted at June 30, 2023, is \$654,000, which is held in a restricted bank account to secure future workers' compensation claims.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

The District participates in a cash sweep program through Wells Fargo Advisors whereby excess cash balances (as established by the District and periodically adjusted) are “swept” over night into Allspring Government Money Market Fund. This fund invests in high-quality, short-term, U.S. dollar-denominated money market instruments that consist of U.S. Government obligations and repurchase agreements collateralized by U.S. government obligations. The sweep into the Allspring Government Money Market Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. The funds swept into the Allspring account as of June 30, 2023 amounted to \$29,027,176. As the funds are immediately available to the District, they are considered cash and cash equivalents and are included in the District’s pooled cash noted above. As of June 30, 2023, the average fund yield was 4.959%.

Except for financial reporting purposes, the cash and investments balances in the District’s Fiduciary fund is not normally considered part of the District’s pooled cash and investments. These amounts represent cash and investments held in an agency capacity by the District and cannot be used in its normal operations.

As of June 30, 2023, the District had the following investments with the maturities noted:

	Fair Value	Investment Maturities (In Years)		
		< 1	1-3	>3
Corporate Bonds	\$ 4,653,910	\$ 2,340,624	\$ 1,236,182	\$ 1,077,104
U.S. Treasury Notes	4,683,879	1,880,659	1,674,906	1,128,314
Government Agency Bonds	1,990,076	1,697,375	-	292,701
Corporate Asset Backed Securities	1,572,189	-	49,467	1,522,722
Government Mortgage Pool	556,517	-	-	556,517
Mortgage Backed Securities	1,735,680	-	-	1,735,680
Principal Public Deposit Sweep	244,768	244,768	-	-
Barclays Bank - Money Market	559,450	559,450	-	-
State of NV Local Government Investment Pool	23,652,892	23,652,892	-	-
	39,649,361	<u>\$ 30,375,768</u>	<u>\$ 2,960,555</u>	<u>\$ 6,313,038</u>
Accrued interest	<u>61,457</u>			
Total Investments	<u>\$ 39,710,818</u>			

The District categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset’s fair value: 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

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

unobservable inputs. The District does not have any investments that are measured using Level 2 or 3 inputs. As of June 30, 2023, the District had recurring fair value measurements, as presented below:

	Fair Value	Fair Value Measurements Using Input Levels		
		1	2	3
Investments:				
Corporate Bonds	\$ 4,653,910	\$ -	\$ 4,653,910	\$ -
U.S. Treasury Notes	4,683,879	4,683,879	-	-
Government Agency Bonds	1,990,076	-	1,990,076	-
Corporate Asset Backed Securities	1,572,189	-	1,572,189	-
Government Mortgage Pool	556,517	-	556,517	-
Mortgage Backed Securities	1,735,680	-	1,735,680	-
Principal Public Deposit Sweep	244,768	224,768	-	-
Barclays Bank - Money Market	559,450	559,450	-	-
	\$ 15,996,469	\$ 5,468,097	\$ 10,508,372	\$ -
Investments Not Classified by Level:				
Accrued interest	61,457			
State of NV Local Government Investment Pool	23,652,892			
Total Investments	\$ 39,710,818			

The District is a voluntary participant in the State of Nevada Local Government Investment Pool (LGIP), which is authorized by NRS 355.167 and is administered by the State Treasurer. Administrative policies are adopted by the State Board of Finance, which has oversight responsibilities. The fair value of the District's position in the pool equals the value of the pool shares, as determined daily. The \$23,652,892 investment in LGIP is carried at fair value. The Pool is an unrated external investment pool with an average weighted maturity of less than a year.

In addition to the District's investment in the State of Nevada Local Government Investment Pool (LGIP), discussed above, the District also has investments held with US Bank. Further, Principal Bank is the District's custodian for the investments established through its investment advisor, Buckhead Capital Management. Securities purchased in the District's portfolios are held in a separate safekeeping account at US Bank and Principal Bank and registered in the name of the District. Specific investment guidelines, originally established by the State of Nevada's NWest program, are in place to address the various types of investment risk.

LYON COUNTY SCHOOL DISTRICT

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JUNE 30, 2023

Interest Rate Risk

Interest rate risk is the risk of possible reduction in the value of a security, especially a bond, resulting from a rise in interest rates. To limit exposure to interest rate risk, Nevada Statutes limits banker's acceptances to 180 days maturities, repurchase agreements to 90 days, U.S. Treasuries and Agencies to less than 10 years, and commercial paper to 270 days maturities. The District's investment in U.S. Agency mortgage backed securities consists of securities issued by the Federal National Mortgage Association, Federal Farm Credit Bank, and Federal Home Loans Bank. Since investments in these agencies are in many cases backed by assets such as mortgages they are subject to prepayment risk.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation and is a function of the credit quality ratings of its investments. Nevada Statutes limit investment in money market mutual funds and asset-backed securities to the "AAA" rating (or equivalent) by a nationally recognized statistical rating organization. The District's corporate securities are in most cases rated by both Standard & Poor's and Moody's rating agencies as indicated above. The U.S. Agency pools and mortgage-backed securities are backed by the U.S. government and unrated.

Concentration Risk

To limit exposure to concentrations of credit risk, the District's investment guidelines limit investment in asset backed securities, bankers' acceptances, non-U.S. agency collateralized mortgage obligations, commercial paper, corporate notes, negotiable certificates of deposit and U.S. Treasuries to 20% of total par value of the portfolio on the date of purchase. The District has less than 5% of total investments in any single issuer, excluding U.S. government obligations and pooled investments.

Custodial Credit Risk

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned. Except for the District's participation in the cash sweep program, its bank deposits are generally covered by FDIC insurance and are collateralized by the Office of the State Treasurer.

NOTE 5 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

The costs of group health insurance, workers' compensation and unemployment benefits are accounted for in the respective internal service fund. All funds from which salaries are paid are charged a percent of gross payroll to recover the cost of benefits.

Some federal and state grants and programs had cash deficits at year end due to outstanding cash requests.

Interfund receivable and payable balances as of June 30, 2023 are as follows:

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

	<u>Interfund Receivables</u>	<u>Interfund Payables</u>
General Fund	\$ 1,770,582	\$ -
Nonmajor Governmental Funds:		
Federal Grants	-	1,286,676
State Grants Fund	-	365,154
Adult Education Fund	-	118,752
	<u>\$ 1,770,582</u>	<u>\$ 1,770,582</u>

During the year, the General Fund transferred \$9,590,088 to the Special Education Fund to cover operating costs not sufficiently covered by state revenues.

NOTE 6 – CAPITAL ASSETS

A summary of the District's capital asset balance and activity as of and for the year ended June 30, 2023:

	<u>Balance July 1, 2022</u>	<u>Additions/ Transfers</u>	<u>Deletions/ Transfers</u>	<u>Balance June 30, 2023</u>
Nondepreciable Capital Assets				
Land	\$ 8,830,484	\$ -	\$ -	\$ 8,830,484
Construction in progress	3,526,733	17,209,092	(1,877,661)	18,858,164
	<u>12,357,217</u>	<u>17,209,092</u>	<u>(1,877,661)</u>	<u>27,688,648</u>
Depreciable Capital Assets				
Buildings and improvements	161,379,664	4,850,518	-	166,230,182
Infrastructure	20,829,275	-	-	20,829,275
Equipment and vehicles	33,783,503	2,638,615	-	36,422,118
	<u>215,992,442</u>	<u>7,489,133</u>	<u>-</u>	<u>223,481,575</u>
Less accumulated depreciation:				
Buildings and improvements	(67,718,032)	(5,205,572)	-	(72,923,604)
Infrastructure	(9,767,252)	(671,883)	-	(10,439,135)
Equipment and vehicles	(25,101,295)	(1,089,744)	-	(26,191,039)
	<u>(102,586,579)</u>	<u>(6,967,199)</u>	<u>-</u>	<u>(109,553,778)</u>
Depreciable assets, net	<u>113,405,863</u>	<u>521,934</u>	<u>-</u>	<u>113,927,797</u>
Governmental Activities				
Capital Assets, net	<u>\$ 125,763,080</u>	<u>\$ 17,731,026</u>	<u>\$ (1,877,661)</u>	<u>\$ 141,616,445</u>

Depreciation expense for the year was \$6,967,199.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

NOTE 7 – LONG-TERM DEBT

The District’s long-term liability activity is summarized as follows:

Changes in Long-Term Debt

	Balance July 1, 2022	Increases	Decreases	Balance June 30, 2023	Due Within One Year
General obligation bonds	\$ 79,360,000	\$ 6,500,000	\$ (6,080,000)	\$ 79,780,000	\$ 8,355,000
Deferred amounts for issuance of premiums	10,009,558	-	(802,272)	9,207,286	802,272
Compensated absences	1,764,889	-	(132,590)	1,632,299	-
	<u>91,134,447</u>	<u>6,500,000</u>	<u>(7,014,862)</u>	<u>90,619,585</u>	<u>9,157,272</u>
Net pension liability	66,766,497	60,834,691	-	127,601,188	-
Obligation for OPEB	19,461,211	-	(6,966,825)	12,494,386	-
	<u>\$ 177,362,155</u>	<u>\$ 67,334,691</u>	<u>\$(13,981,687)</u>	<u>\$ 230,715,159</u>	<u>\$ 9,157,272</u>

The District’s liability related to its participation in the State of Nevada Public Employees Retirement System (PERS) is discussed at Note 9 and its liability related to other postemployment benefits is discussed at Note 10. The liability for compensated absences is generally extinguished through General Fund resources.

General Obligation Bonds

In June 2023, the District issued the “2023 Various Purpose Rollover Bonds” with a par amount of \$6,500,000. The new bonds bear interest at the rate of 3.710% through maturity in June 2026.

Bonds payable as of June 30, 2023 are comprised of the following general obligation issues and are serviced by property tax revenues received by the Debt Service Fund:

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

Series	Date Issued	Date of Final Maturity	Interest Rate	Original Amount Issued	Balance on June 30, 2023	Principal Due Within One Year
2013	3/13/13	4/1/25	1.99%	\$ 9,765,000	\$ 1,325,000	\$ 655,000
2016A	6/21/16	4/1/36	2.37%	6,400,000	5,460,000	330,000
2017A	8/8/17	6/1/30	2.01%	17,900,000	10,320,000	1,395,000
2019	10/9/19	4/1/28	1.66%	7,055,000	6,310,000	1,620,000
2021	3/11/21	6/1/41	1.48%	14,925,000	13,640,000	1,420,000
2022A	3/10/22	6/1/42	2.50%	27,660,000	27,020,000	150,000
2022B	3/10/22	6/1/42	1.88%	9,705,000	9,205,000	695,000
2023	6/13/23	6/1/26	3.77%	6,500,000	6,500,000	2,090,000
					<u>\$ 79,780,000</u>	<u>\$ 8,355,000</u>

As of June 30, 2023, the District's limit of bonded indebtedness as defined by NRS 387.400 was \$354,956,715. The District had \$79,780,000 in bonded debt outstanding, leaving an unused bonding capacity of \$275,176,715. However, there are other factors which could limit the District's bonding capacity, such as overlapping tax rates, available revenues, market conditions, and project specifications.

The annual requirements to amortize the general obligation bonds outstanding as of June 30, 2023 are as follows:

Fiscal Year	Principal	Interest	Total Requirements
2024	\$ 8,335,000	\$ 3,178,424	\$ 11,513,424
2025	8,740,000	2,818,649	11,558,649
2026	8,290,000	2,433,027	10,723,027
2027	5,710,000	2,055,388	7,765,388
2028	5,980,000	1,780,388	7,760,388
2029-2033	20,185,000	5,569,965	25,754,965
2034-2038	13,690,000	2,307,824	15,997,824
2039-2042	8,850,000	673,500	9,523,500
	<u>\$ 79,780,000</u>	<u>\$ 20,817,165</u>	<u>\$ 100,597,165</u>

The principal amounts shown above exclude unamortized bond premiums of \$9,207,286 as of June 30, 2023, of which \$800,635 will be amortized in FY 24.

Interest expense reported in the Statement of Activities for FY23 was \$2,371,528.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

Advance Refundings

For bond refundings resulting in the defeasance of the debt reported in the district-wide financial statements, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. The accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter. The unamortized amount is presented as a deferred outflow of resources. As of June 30, 2023, this deferred outflow of resources was \$809,926 and the amortization in 2023 was \$165,881 which is included with interest expense in the Statement of Activities.

NOTE 8 – RISK FINANCING

Self-Insured Workers Compensation Benefits

Effective July 1, 2003, the District adopted a self-insured program for providing workers compensation benefits paid due to work related injuries. The program is accounted for in the Workers Compensation Insurance Fund. Under the self-insured program, the District contracts with a third-party administrator to process claims and purchased reinsurance to cover individual claims that exceed \$250,000. The liability for incurred but unreported claims as of June 30, 2023 is \$1,022,000 as determined by an independent actuary. Interfund premiums are based on rates expected to meet current expenditures and fund the liability for incurred but unreported claims.

Self-Insured Health Care Insurance (Group Insurance Fund)

From December 2018 through December 2020, the District was self-insured for its group health, dental and vision care coverage, pursuant to NRS 287.010(1). The District was contracted with a third-party to provide administration and payment of the claims. The Group Insurance Fund collected interfund charges from the operating funds of the District, based on rates established by the District's Insurance Committee. Claims were paid by the District upon receipt of a monthly invoice from the third-party administrator.

Property and Liability Claims

The District's property and liability insurance policy includes a self-insured retention provision whereby the District is responsible for claims up to \$25,000 per occurrence. Claims are paid from the General Fund. Settlement amounts have not exceeded insurance coverage for the current or the three prior years.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

NOTE 9 – DEFINED BENEFIT PENSION PLAN

Plan Description

The District contributes to the State of Nevada Public Employees Retirement System (PERS) a statewide, cost-sharing, multiple-employer defined benefit plan administered by the State of Nevada that covers substantially all employees of the District. PERS provides retirement, disability, and death benefits, including annual cost of living adjustments, to plan members and their beneficiaries. Chapter 286 of the Nevada Revised Statutes establishes the benefit provisions provided to the participants of PERS. These benefit provisions may only be amended through legislation. PERS issues a publicly available financial report that includes financial statements and required supplementary information. That report is available on the web at <http://www.nvpers.org> or by writing to the State of Nevada Public Employees Retirement System, 693 West Nye Lane, Carson City, NV 89703-1599 or by calling (775) 687-4200.

Benefits Provided

Benefits provisions of the defined benefit pension plan are established by Nevada Revised Statutes (NRS or statute), which may be amended. Benefits 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 on or after 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 at 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% multiplier, and for regular members entering PERS on or after July 1, 2015, there is a 2.25% multiplier. 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.

Vesting

Regular members are eligible for retirement at age 65 with five years of service, at age 60 with ten years of service, or at any age with thirty 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 ten years of service, or any age with thirty years of service. Regular members who entered the System on or after July 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 benefit 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.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

Contributions

Contribution provisions are specified by state statute and may be amended only by action of the State legislature. Contribution rates are based on biennial actuarial valuations and are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance a portion of the unfunded accrued liability. 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. One plan provides for matching employee and employer contributions, while the other plan provides for employer-pay contributions only. Under the matching Employee/Employer Contribution plan a member may, upon termination of service for which contribution is required, withdraw employee contributions which have been credited to their account. All membership rights and active service credit in the System are canceled upon withdrawal of contributions from the member's account. If EPC was elected, the member cannot convert to the Employee/Employer Contribution plan.

The required contribution rates for the year ended June 30, 2023 were 15.50% for the EE/ER plan and 29.75% for the EPC plan. The District's contributions to the Plan were \$7,945,749 for the year ended June 30, 2023.

PERS Investment Policy

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

The following was the PERS Board's adopted policy target asset allocation as of June 30, 2022:

Asset Class	Target Allocation	Long-Term
		Geometric Expected Real Rate of Return
U.S. Stocks	42%	5.50%
International Stocks	18%	5.50%
U.S. Bonds	28%	0.75%
Private Markets	12%	6.65%
	<u>100%</u>	

Net Pension Liability

As of June 30, 2023, the District reported a liability of \$127,601,188 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions in the PERS pension plan relative to the total contributions of all participating reporting units and members. At June 30, 2022, the District's proportion of the regular plan was .70674%, which was a decrease of .02541 from its .73215% proportion measured as of June 30, 2021.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following presents the net pension liability of the District calculated using the discount rate of 7.25%. The following also reflects what the District's net pension liability would be if it were calculated using a discount rate that is 1.00 percentage point lower (6.25%) or 1.00 percentage point higher (8.25%) than the current discount rate of 7.25%.

	1% Decrease in Discount Rate (6.25%)	Discount Rate (7.25%)	1% Increase in Discount Rate (8.25%)
Net Pension Liability	\$ 195,909,565	\$ 127,601,188	\$ 71,236,528

Pension Plan Fiduciary Net Position

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

Actuarial Assumptions

The System's net pension liability was measured as of June 30, 2022, 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:

Investment rate of return	7.25% per year.
Salary increases	4.20% to 9.10% depending on service.
Inflation rate	2.50% per year.
Productivity pay increase	0.50%
Consumer Price Index	2.50%
Other assumptions	Same as those used in the June 30, 2022 funding actuarial valuation.

Actuarial assumptions used in the June 30, 2022 valuation were based on the results of the experience study for the period July 1, 2016 through June 30, 2020.

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made at the rate specified in statute. Based on that assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments for current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

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

For the year ended June 30, 2023, the District recognized pension expense of \$11,100,922. As of June 30, 2023, 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
Difference between expected and actual experience	\$ 16,522,246	\$ 91,155
Changes in assumptions	16,391,262	-
Net difference between projected and actual earnings on pension plan assets	1,556,814	-
Changes in proportion	2,952,410	7,105,519
The District's contributions subsequent to the measurement date	7,945,749	-
	<u>\$ 45,368,481</u>	<u>\$ 7,196,674</u>

The District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2024. Other amounts reported as deferred outflows of resources and (deferred inflows) of resources related to pensions will be recognized in pension expense as follows:

Years Ending June 30	Amount
2024	\$ 4,410,819
2025	4,309,639
2026	3,840,845
2027	15,855,925
2028	1,808,830
	<u>\$ 30,226,058</u>

NOTE 10 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

Retirees of the District may receive these other postemployment benefits (OPEB) through the Nevada Public Employees' Benefits Program (PEBP) or through the District's healthcare plan offered to its active employees.

Plan Descriptions

Nevada Public Employees' Benefits Program

The District contributes to the Nevada Public Employees' Benefits Program (PEBP), an agent, multiple-employer defined benefit plan, which provides medical benefits to eligible retired District employees and

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

their beneficiaries. PEBP is administered by the Board of the Public Employees' Benefits Program, consisting of nine appointed members. Before November 30, 2008, NRS 287.023 allowed retirees of local governments meeting established criteria to enroll in the PEBP and required the local governments to subsidize the cost of their retirees' premiums. Although retirees may no longer enroll in the PEBP, retirees enrolled as of November 30, 2008 may remain in the plan with continued premium subsidies paid by the District. The PEBP issues a publicly available report that includes financial statements and required supplementary information. That report may be obtained by writing to the Nevada Public Employees' Benefits Program, 901 South Stewart Street, Suite 1001, Carson City, Nevada 89701. The information is also located on their website at www.pebp.state.nv.us, or by calling (800) 326-5496.

PEBP is administered by the State of Nevada and is not considered a "plan" for purposes of Governmental Accounting Standards Board (GASB) Statement No. 74, *Financial Reporting for Postemployment Benefit Plans Other Than Pension Plans*. However, to enhance the understanding of this footnote, this PEBP program may be referred to as a "plan." Any assets accumulated for OPEB purposes are to be reported as assets of the employer.

The contribution requirements of plan members and the District are established and may be amended by the Board of the Public Employees' Benefits Program. The amount of subsidy an individual retiree is entitled is predicated on the years of service and a legislatively determined base amount. The District contributed \$331,488 during the year on behalf of 161 participating retirees.

Lyon County School District Healthcare Plan

The District administers a single-employer defined benefit healthcare plan. This plan provides postemployment healthcare benefits to retirees of the District. Any retiree who participates in the Nevada Public Employees' Retirement System (PERS) may purchase coverage for themselves and dependents at the same premium rate which is charged to the District's active employees. Because retirees pay the same premium as active employees rather than a higher rate that would result from rating retirees as a separate insured group, the District incurs the cost of an implicit premium subsidy. A separate report has not been issued for this plan. The District has elected to pay the implicit cost of postemployment benefits on the *pay-as-you-go* basis.

Plan membership consisted of 853 active plan members, 133 retirees receiving benefits, and 24 retirees entitled to but not receiving benefits as of June 30, 2022, the date of the latest actuarial valuation. The District contributed \$250,848 on their behalf during the year ended June 30, 2023.

NRS 288.150 specifies that insurance benefits are subject to mandatory bargaining. The amount employees contribute towards their insurance premium is negotiated with each association.

Actuarial Methods and Assumptions

The District's net OPEB liability for each plan was measured as of June 30, 2022, and the total OPEB liabilities used to calculate their respective net OPEB liability were determined by actuarial valuations for each plan as of June 30, 2022.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

The total OPEB liability in the actuarial valuation for each plan was determined using the following actuarial assumptions and other inputs applied to all periods included in the measurement, unless otherwise specified:

	<u>District</u>	<u>PEBP</u>
Valuation Date	6/30/22	6/30/22
Actuarial cost method	Entry Age Normal	Entry Age Normal
Inflation	2.50%	2.50%
Discount rate	4.09%	4.09%
Healthcare inflation	<i>Pre-Medicare:</i> 6.8% effective July 2024, grading down to 3.9% by 2075 <i>Post-Medicare:</i> 4.5%	<i>Pre-Medicare:</i> 6.8% effective July 2024, grading down to 3.9% by 2075 <i>Post-Medicare:</i> 4.5%
Mortality	NV PERS 2021 Study	NV PERS 2021 Study
Mortality Improvement	MW Scale 2022 Generationally	MW Scale 2022 Generationally

Sensitivity of the OPEB Liabilities to Changes in the Discount Rate and Healthcare Cost Trend Rate

The following presents the net OPEB liabilities of the District's plan and PEBP, as well as what the liabilities would be if they were calculated using a discount rate that is 1% lower or 1% higher than the current discount rate of 4.09%.

<u>Net OPEB Liability</u>	<u>1% Decrease in Discount Rate to 3.09%</u>	<u>Current Discount Rate 4.09%</u>	<u>1% Increase in Discount Rate to 5.09%</u>
District	\$ 9,449,928	\$ 8,150,339	\$ 7,094,062
PEBP	4,788,486	4,344,047	3,964,115
	<u>\$ 14,238,414</u>	<u>\$ 12,494,386</u>	<u>\$ 11,058,177</u>

The following presents the net OPEB liabilities of the District's Plan and PEBP, as well as what the liabilities would be if they were calculated using a 1% decrease and a 1% increase in the healthcare cost trend rate.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

<u>Net OPEB Liability</u>	<u>1% Decrease in Current Trend</u>	<u>Current Trend</u>	<u>1% Increase in Current Trend</u>
District	\$ 7,033,311	\$ 8,150,339	\$ 9,577,122
PEBP	3,982,149	4,344,047	4,758,161
	<u>\$ 11,015,460</u>	<u>\$ 12,494,386</u>	<u>\$ 14,335,283</u>

OPEB Expense and Deferred Outflows of Resources and Inflows Related to OPEB

For the year ended June 30, 2023, the District recognized OPEB expense of \$1,585,335 for the District Plan and OPEB income of \$1,444,797 for PEBP, for a total of \$140,538. As of June 30, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>District Plan</u>	<u>PEBP</u>	<u>Total</u>
Deferred Outflows of Resources			
Changes of assumptions	\$ 5,405,292	\$ -	\$ 5,405,292
Differences between expected and actual experience	385,004	-	385,004
Contributions made subsequent to the measurement date	256,355	308,391	564,746
	<u>\$ 6,046,651</u>	<u>\$ 308,391</u>	<u>\$ 6,355,042</u>
Deferred Inflows of Resources			
Changes of assumptions	\$ 4,019,552	\$ -	\$ 4,019,552
Differences between expected and actual experience	2,217,004	-	2,217,004
	<u>\$ 6,236,556</u>	<u>\$ -</u>	<u>\$ 6,236,556</u>

The District will recognize the contributions made subsequent to the measurement date in the fiscal year ending June 30, 2024. In addition, future recognition of the other deferred amounts presented above will be recognized in OPEB expense as follows:

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

Year Ending	Recognized Net Deferred Outflows (Inflows) of Resources		
	District Plan	PEBP	Total
<u>June 30,</u>			
2024	\$ 120,987	-	\$ 120,987
2025	120,987	-	120,987
2026	120,987	-	120,987
2027	120,987	-	120,987
2028	125,267	-	125,267
Thereafter	(1,055,475)	-	(1,055,475)
	<u>\$ (446,260)</u>	<u>\$ -</u>	<u>\$ (446,260)</u>

Change in Net OPEB Liability

The following table depicts the District's changes in the net OPEB liability for the year ended June 30, 2023:

	District	PEBP	Combined
Balance, July 1, 2022	<u>\$ 13,340,879</u>	<u>\$ 6,120,332</u>	<u>\$19,461,211</u>
Changes for the Year:			
Service cost	1,151,156	-	1,151,156
Interest cost	313,192	129,810	443,002
Changes of assumptions	(4,307,722)	(1,175,217)	(5,482,939)
Plan experience	(2,096,318)	(399,390)	(2,495,708)
Benefit payments	<u>(250,848)</u>	<u>(331,488)</u>	<u>(582,336)</u>
Net Changes	<u>(5,190,540)</u>	<u>(1,776,285)</u>	<u>(6,966,825)</u>
Balance, June 30, 2023	<u>\$ 8,150,339</u>	<u>\$ 4,344,047</u>	<u>\$12,494,386</u>

NOTE 11 – FUND BALANCE, NET ASSETS, RESTRICTIONS AND RESERVATIONS

District-Wide Financial Statements

The district-wide Statement of Net Position utilizes a net position presentation. Net position is categorized as invested in capital assets-net of related debt, restricted and unrestricted. Related debt is the debt outstanding that relates to the acquisition, construction or improvement of capital assets.

Restricted net position is comprised of net assets which have third-party limitation on their use, whether statutory or imposed by a bond covenant or granting agency. Restricted net position is classified either by

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

function, debt service, project, or claims. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as needed.

The restriction for debt service represents net position legally restricted by statute or bond covenants for future debt service requirements of both principal and interest. The amount restricted for projects consists of unspent grants, donations, and debt proceeds with third party restrictions for use on specific projects or programs.

Unrestricted net position represents available financial resources of the District.

Fund Financial Statements

GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, establishes standards for fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. The District reports the following classifications:

Non-spendable – amounts that cannot be spent because they are either (a) not in spendable form or (b) legally or contractually required to be maintained intact.

The General Fund reports non-spendable fund balance for the carrying amount of inventories held at year-end.

Restricted – amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.

The Debt Service Fund reports restricted fund balance for amounts that are legally restricted to the payment of long-term debt principal and interest maturing in future years.

The Bond Projects Fund and the Capital Projects funds report restricted fund balance for amounts related to construction contracts for which the District is committed, but the capital project is not yet complete.

Committed – amounts that can be used only for specific purposes determined by a formal action of the Board. The Board is the highest level of decision making authority for the District. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board.

Assigned – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes.

LYON COUNTY SCHOOL DISTRICT

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Assigned fund balance in the General Fund represents an appropriation of existing fund balance to eliminate a projected budgetary deficit in the subsequent year's budget in an amount no greater than the projected excess of expected expenditures over expected revenues.

Assigned fund balance in the Special Education Fund represents amounts intended to be used for special education and related services.

Unassigned – the residual classification for the General Fund.

When both restricted and unrestricted resources are available for use, it is the Board's policy to use externally restricted resources first, then unrestricted resources – committed, assigned, and unassigned – as needed, unless the Board has provided for otherwise in its commitment or assignment actions.

The following table is a summary of the District's fund balances at June 30, 2023:

	Major Funds					Total Governmental Funds
	General Fund	Special Education Fund	Debt Service Fund	Bond Projects Fund	Other Governmental Funds	
Fund Balances						
Nonspendable inventories	\$ 293,125	\$ -	\$ -	\$ -	\$ 25,354	\$ 318,479
Restricted for:						
Debt service	-	-	11,593,327	-	-	11,593,327
Capital projects	-	-	-	28,719,924	5,288,129	34,008,053
Student activities	-	-	-	-	1,067,095	1,067,095
Other educational purposes	-	770,199	-	-	3,841,425	4,611,624
Assigned to:						
Education services	7,662,028	-	-	-	136,904	7,798,932
Unassigned	9,098,866	-	-	-	-	9,098,866
Total Fund Balance	\$17,054,019	\$ 770,199	\$11,593,327	\$28,719,924	\$ 10,358,907	\$ 68,496,376

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2023

NOTE 12 – CONSTRUCTION COMMITMENTS

2022A & 2022B bond issuance funds: In the fiscal year 2024, three projects are anticipated to reach completion. The following is anticipated FY24 costs The FHS Gym, \$11,286,946, is set to be finished by April 2024. The CES/SES Swamp cooler replacements, with a projected cost of \$3,223,537, are expected to conclude in July 2024. The Silver Springs Bus Yard, scheduled for awarding in February 2024, is projected to be completed by December 2024 (FY25). Looking ahead, other projects such as SMS Roof, Audio Enhancement, and TBD Roof and HVAC projects are slated to commence and conclude in the fiscal year 2025.

2023 Issuance: In fiscal year 2024, the district will be purchasing curriculum in the amount of \$2,210,000. The district will be purchasing buses and other district vehicles throughout fiscal year 2024 and fiscal year 2025 in the amount of \$4,290,000.

LYON COUNTY SCHOOL DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF CHANGES IN NET OTHER POSTEMPLOYMENT BENEFITS (OPEB)
LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS*

	2023			2022			2021		
	District	PEBP	Total	District	PEBP	Total	District	PEBP	Total
Total OPEB Liability									
Service cost	\$ 1,151,156	\$ -	\$ 1,151,156	\$ 995,465	\$ -	\$ 995,465	\$ 378,133	\$ -	\$ 378,133
Interest	313,192	129,810	443,002	321,908	154,345	476,253	133,954	158,805	292,759
Changes in benefit terms	-	-	-	-	-	-	-	-	-
Differences between expected and actual experience	(2,096,318)	(399,390)	(2,495,708)	-	-	-	539,831	251,220	791,051
Changes in assumptions	(4,307,722)	(1,175,217)	(5,482,939)	1,025,964	332,666	1,358,630	5,838,342	74,047	5,912,389
Benefit payments	(250,848)	(331,488)	(582,336)	(217,611)	(338,257)	(555,868)	(196,167)	(393,576)	(589,743)
Net change in Total OPEB Liability	(5,190,540)	(1,776,285)	(6,966,825)	2,125,726	148,754	2,274,480	6,694,093	90,496	6,784,589
Total OPEB Liability, beginning	13,340,879	6,120,332	19,461,211	11,215,153	5,971,578	17,186,731	4,521,060	5,881,082	10,402,142
Total OPEB Liability, ending	8,150,339	4,344,047	12,494,386	13,340,879	6,120,332	19,461,211	11,215,153	5,971,578	17,186,731
Plan Fiduciary Net Position									
Net change in Plan Fiduciary Net Position	-	-	-	-	-	-	-	-	-
Plan Fiduciary Net Position, beginning	-	-	-	-	-	-	-	-	-
Plan Fiduciary Net Position, ending	-	-	-	-	-	-	-	-	-
District's Net OPEB Liability	\$ 8,150,339	\$ 4,344,047	\$ 12,494,386	\$ 13,340,879	\$ 6,120,332	\$ 19,461,211	\$ 11,215,153	\$ 5,971,578	\$ 17,186,731
Covered payroll	\$ 51,581,363	N/A	N/A	\$ 53,593,966	N/A	N/A	\$ 52,286,110	N/A	N/A
District's Net OPEB Liability as a percentage of covered payroll	15.80%	N/A	N/A	24.89%	N/A	N/A	21.45%	N/A	N/A

*GASB Statement No. 75 requires ten years of information to be presented. However, until all 10 years of data is available the District presents information for those years for which the information is available.

Continued on next page.

LYON COUNTY SCHOOL DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF CHANGES IN NET OTHER POSTEMPLOYMENT BENEFITS (OPEB)
LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS*

	2020			2019			2018		
	District	PEBP	Total	District	PEBP	Total	District	PEBP	Total
Total OPEB Liability									
Service cost	\$ 352,610	\$ -	\$ 352,610	\$ 353,881	\$ -	\$ 353,881	\$ 374,429	\$ -	\$ 374,429
Interest	131,222	171,702	302,924	123,565	175,619	299,184	101,987	164,403	266,390
Changes in benefit terms	-	-	-	-	24,182	24,182	-	-	-
Differences between expected and actual experience	-	-	-	(568,389)	(180,891)	(749,280)	-	-	-
Changes in assumptions	67,671	126,526	194,197	673,647	501,406	1,175,053	(231,142)	(300,228)	(531,370)
Benefit payments	(162,296)	(357,887)	(520,183)	(89,480)	(380,812)	(470,292)	(75,389)	(394,781)	(470,170)
Net change in Total OPEB Liability	389,207	(59,659)	329,548	493,224	139,504	632,728	169,885	(530,606)	(360,721)
Total OPEB Liability, beginning	4,131,853	5,940,741	10,072,594	3,638,629	5,801,237	9,439,866	3,468,744	6,331,843	9,800,587
Total OPEB Liability, ending	4,521,060	5,881,082	10,402,142	4,131,853	5,940,741	10,072,594	3,638,629	5,801,237	9,439,866
Plan Fiduciary Net Position									
Net change in Plan Fiduciary Net Position	-	-	-	-	-	-	-	-	-
Plan Fiduciary Net Position, beginning	-	-	-	-	-	-	-	-	-
Plan Fiduciary Net Position, ending	-	-	-	-	-	-	-	-	-
District's Net OPEB Liability	\$ 4,521,060	\$ 5,881,082	\$ 10,402,142	\$ 4,131,853	\$ 5,940,741	\$ 10,072,594	\$ 3,638,629	\$ 5,801,237	\$ 9,439,866
Covered payroll	\$ 50,275,106	N/A	N/A	\$ 47,121,055	N/A	N/A	\$ 45,228,239	N/A	N/A
District's Net OPEB Liability as a percentage of covered payroll	8.99%	N/A	N/A	8.77%	N/A	N/A	8.05%	N/A	N/A

*GASB Statement No. 75 requires ten years of information to be presented. However, until all 10 years of data is available the District presents information for those years for which the information is available.

LYON COUNTY SCHOOL DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF DISTRICT'S PROPORTIONATE SHARE OF THE NPL
(NET PENSION LIABILITY)
PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEVADA
LAST TEN FISCAL YEARS*

	Plan Year Ended									
	2022	2021	2020	2019	2018	2017	2016	2015	2014	
District's proportion of the Net Pension Liability	0.7067%	0.7322%	0.7764%	0.73405%	0.73765%	0.73864%	0.75753%	0.74096%	0.74190%	
District's proportionate share of the Net Pension Liability	\$ 127,601,188	\$ 66,766,497	\$ 108,145,312	\$ 100,095,295	\$ 100,599,130	\$ 98,237,626	\$101,942,119	\$ 84,909,369	\$ 77,321,756	
District's covered employee payroll	\$ 52,454,241	\$ 51,748,482	\$ 51,883,601	\$ 51,858,445	\$ 50,453,598	\$ 48,705,600	\$ 46,963,783	\$ 45,566,218	\$ 44,186,238	
District's proportionate share of the Net Pension Liability as a percentage of its covered employee payroll	243.26%	129.02%	208.44%	193.02%	199.39%	201.70%	217.07%	186.34%	174.99%	
Plan fiduciary net position as a percentage of the Total Pension Liability	75.10%	86.51%	77.04%	76.46%	75.23%	74.42%	72.20%	75.10%	76.30%	

*GASB Statement No. 68 requires ten years of information to be presented. However, until a full 10 year trend is available, the District presents information for those years for which the information is available.

LYON COUNTY SCHOOL DISTRICT

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF DISTRICT'S CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEVADA
LAST TEN FISCAL YEARS*

	Determined for the Year Ended								
	2023	2022	2021	2020	2019	2018	2017	2016	2015
Statutorily required contribution	\$ 7,945,749	\$ 7,801,603	\$ 7,667,322	\$ 7,658,540	\$ 7,162,970	\$ 6,875,462	\$ 6,422,758	\$ 11,410,032	\$ 11,377,956
Contributions in relation to the statutorily required contribution	<u>7,945,749</u>	<u>7,801,603</u>	<u>7,667,322</u>	<u>7,658,540</u>	<u>7,162,970</u>	<u>6,875,462</u>	<u>6,422,758</u>	<u>11,410,032</u>	<u>11,377,956</u>
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
District's covered employee payroll	\$ 52,454,241	\$ 51,748,482	\$ 51,883,601	\$ 51,858,445	\$ 50,453,598	\$ 48,705,600	\$ 46,963,783	\$ 45,566,218	\$ 44,186,238
Contributions as a percentage of covered employee payroll	15.15%	15.08%	14.78%	14.77%	14.20%	14.12%	13.68%	25.04%	25.75%

*GASB Statement No. 68 requires ten years of information to be presented. However, until a full 10 year trend is available, the District presents information for those years for which the information is available.

LYON COUNTY SCHOOL DISTRICT

DEBT SERVICE FUND
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 YEAR ENDED JUNE 30, 2023
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Ad valorem taxes	\$ 10,739,621	\$ 10,739,621	\$ 10,726,659	\$ (12,962)	\$ 10,044,786
Earnings on investments	20,000	20,000	110,798	90,798	23,446
Total Revenue	<u>10,759,621</u>	<u>10,759,621</u>	<u>10,837,457</u>	<u>77,836</u>	<u>10,068,232</u>
EXPENDITURES					
Debt Service:					
Principal retirement	7,072,000	6,080,000	6,080,000	-	5,880,000
Interest	3,297,524	3,556,481	3,556,481	-	2,229,345
Other	-	-	-	-	2,350
	<u>10,369,524</u>	<u>9,636,481</u>	<u>9,636,481</u>	<u>-</u>	<u>8,111,695</u>
Net Change in Fund Balance	390,097	1,123,140	1,200,976	77,836	1,956,537
FUND BALANCE, July 1	<u>10,127,778</u>	<u>10,392,351</u>	<u>10,392,351</u>	<u>-</u>	<u>8,435,814</u>
FUND BALANCE, June 30	<u>\$ 10,517,875</u>	<u>\$ 11,515,491</u>	<u>\$ 11,593,327</u>	<u>\$ 77,836</u>	<u>\$ 10,392,351</u>

LYON COUNTY SCHOOL DISTRICT

BOND PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Earnings on investments	\$ -	\$ -	\$ 899,405	\$ 899,405	\$ 6,732
EXPENDITURES					
Undistributed Expenditures:					
General Administration:					
Purchased services	-	100,000	77,646	22,354	211,130
Facilities Acquisition and Construction:					
Architectural and Engineering Services:					
Purchased services	1,029,350	829,350	674,290	155,060	1,688,669
Other	-	200,000	172,392	27,608	135,654
	<u>1,029,350</u>	<u>1,029,350</u>	<u>846,682</u>	<u>182,668</u>	<u>1,824,323</u>
Educational Specifications Development:					
Purchased services	-	807,155	32,050	775,105	-
Building Acquisition and Construction:					
Purchased services	26,907,155	21,934,936	14,855,214	7,079,722	972,013
Site Improvements:					
Purchased services	1,934,936	6,000,000	2,786,121	3,213,879	1,930,753
Building Improvements:					
Purchased services	2,029,141	2,029,141	70,160	1,958,981	776,691
Total Facilities Acquisition and Construction	<u>31,900,582</u>	<u>31,800,582</u>	<u>18,590,227</u>	<u>13,210,355</u>	<u>5,503,780</u>
Debt Service:					
Bond principal	-	-	-	-	2,730,000
Total Expenditures	<u>31,900,582</u>	<u>31,900,582</u>	<u>18,667,873</u>	<u>13,232,709</u>	<u>8,444,910</u>

Continued on next page.

LYON COUNTY SCHOOL DISTRICT

BOND PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Revenues Over (Under)					
Expenditures	\$ (31,900,582)	\$ (31,900,582)	\$ (17,768,468)	\$ 14,132,114	\$ (8,438,178)
OTHER FINANCING SOURCES					
Proceeds from bond sale	-	-	6,500,000	6,500,000	37,365,000
Bond premium	-	-	-	-	4,362,247
	-	-	6,500,000	6,500,000	41,727,247
Net Change in Fund Balance	(31,900,582)	(31,900,582)	(11,268,468)	20,632,114	33,289,069
FUND BALANCE, July 1	35,927,347	35,927,348	39,988,392	4,061,044	6,699,323
FUND BALANCE, June 30	\$ 4,026,765	\$ 4,026,766	\$ 28,719,924	\$ 24,693,158	\$ 39,988,392

LYON COUNTY SCHOOL DISTRICT

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2022)

Page 1 of 3

	SPECIAL REVENUE FUNDS				
	FEDERAL GRANTS	FEDERAL SCHOOL LUNCH	PUPIL CENTERED FUNDING PLAN		
			ENGLISH LEARNER	GATE	AT-RISK
ASSETS					
Cash and investments	\$ -	\$ 3,676,667	\$ 325,110	\$ 93,614	\$ 266,083
Receivables	3,880,780	109,100	-	-	-
Inventories	-	25,354	-	-	-
Total Assets	<u>\$ 3,880,780</u>	<u>\$ 3,811,121</u>	<u>\$ 325,110</u>	<u>\$ 93,614</u>	<u>\$ 266,083</u>
LIABILITIES					
Accounts payable	\$ 1,051,595	\$ 395,535	\$ -	\$ -	\$ -
Accrued payroll	1,517,166	62,625	124,408	24,784	30,770
Due to other funds	1,286,676	-	-	-	-
Unearned revenues	25,343	22,833	-	-	-
Total Liabilities	<u>3,880,780</u>	<u>480,993</u>	<u>124,408</u>	<u>24,784</u>	<u>30,770</u>
FUND BALANCES					
Nonspendable	-	25,354	-	-	-
Restricted	-	3,304,774	200,702	68,830	235,313
Assigned	-	-	-	-	-
Total Fund Balances	<u>-</u>	<u>3,330,128</u>	<u>200,702</u>	<u>68,830</u>	<u>235,313</u>
Total Liabilities and Fund Balances	<u>\$ 3,880,780</u>	<u>\$ 3,811,121</u>	<u>\$ 325,110</u>	<u>\$ 93,614</u>	<u>\$ 266,083</u>

LYON COUNTY SCHOOL DISTRICT

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2022)

Page 2 of 3

	PRIVATE		SPECIAL REVENUE FUNDS			
	ADULT EDUCATION	DONATIONS & GRANTS	STATE GRANTS	MEDICAID	STUDENT ACCOUNTS	TOTAL
ASSETS						
Cash and investments	\$ -	\$ 31,806	\$ -	\$ 144,810	\$ 1,067,095	\$ 5,605,185
Receivables	152,747	-	548,116	-	-	4,690,743
Inventories	-	-	-	-	-	25,354
Total Assets	<u>\$ 152,747</u>	<u>\$ 31,806</u>	<u>\$ 548,116</u>	<u>\$ 144,810</u>	<u>\$ 1,067,095</u>	<u>\$ 10,321,282</u>
LIABILITIES						
Accounts payable	\$ 24	\$ -	\$ 25,268	\$ -	\$ -	\$ 1,472,422
Accrued payroll	27,916	-	27,344	13,961	-	1,828,974
Due to other funds	118,752	-	365,154	-	-	1,770,582
Unearned revenues	-	-	130,350	-	-	178,526
Total Liabilities	<u>146,692</u>	<u>-</u>	<u>548,116</u>	<u>13,961</u>	<u>-</u>	<u>5,250,504</u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	25,354
Restricted	-	31,806	-	-	1,067,095	4,908,520
Assigned	6,055	-	-	130,849	-	136,904
Total Fund Balances	<u>6,055</u>	<u>31,806</u>	<u>-</u>	<u>130,849</u>	<u>1,067,095</u>	<u>5,070,778</u>
Total Liabilities and Fund Balances	<u>\$ 152,747</u>	<u>\$ 31,806</u>	<u>\$ 548,116</u>	<u>\$ 144,810</u>	<u>\$ 1,067,095</u>	<u>\$ 10,321,282</u>

LYON COUNTY SCHOOL DISTRICT

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2022)

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	CAPITAL PROJECTS FUNDS				TOTAL NONMAJOR GOVERNMENTAL FUNDS	
	CAPITAL PROJECTS	BUILDING AND SITES	RES.	TOTAL	2023	2022
			CONSTR. TAX			
ASSETS						
Cash and investments	\$ 3,645,628	\$ 234,815	\$ 1,769,506	\$ 5,649,949	\$ 11,255,134	\$ 9,645,947
Receivables	90,176	-	4,224	94,400	4,785,143	9,380,003
Inventories	-	-	-	-	25,354	25,354
Total Assets	<u>\$ 3,735,804</u>	<u>\$ 234,815</u>	<u>\$ 1,773,730</u>	<u>\$ 5,744,349</u>	<u>\$ 16,065,631</u>	<u>\$ 19,051,304</u>
LIABILITIES						
Accounts payable	\$ 336,401	\$ 119,819	\$ -	\$ 456,220	\$ 1,928,642	\$ 1,765,856
Accrued payroll	-	-	-	-	1,828,974	416,393
Due to other funds	-	-	-	-	1,770,582	8,217,239
Unearned revenues	-	-	-	-	178,526	174,331
Total Liabilities	<u>336,401</u>	<u>119,819</u>	<u>-</u>	<u>456,220</u>	<u>5,706,724</u>	<u>10,573,819</u>
FUND BALANCES						
Nonspendable	-	-	-	-	25,354	25,354
Restricted	3,399,403	114,996	1,773,730	5,288,129	10,196,649	5,338,763
Assigned	-	-	-	-	136,904	3,113,368
Total Fund Balances	<u>3,399,403</u>	<u>114,996</u>	<u>1,773,730</u>	<u>5,288,129</u>	<u>10,358,907</u>	<u>8,477,485</u>
Total Liabilities and Fund Balances	<u>\$ 3,735,804</u>	<u>\$ 234,815</u>	<u>\$ 1,773,730</u>	<u>\$ 5,744,349</u>	<u>\$ 16,065,631</u>	<u>\$ 19,051,304</u>

LYON COUNTY SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

Page 1 of 3

	SPECIAL REVENUE FUNDS					
	FEDERAL GRANTS	FEDERAL SCHOOL LUNCH	CLASS SIZE REDUCTION	PUPIL CENTERED FUNDING PLAN		
				ENGLISH LEARNER	GATE	AT-RISK
REVENUES						
Local sources	\$ -	\$ 60,572	\$ -	\$ -	\$ -	\$ -
State sources	-	17,699	-	665,871	29,710	744,220
Federal sources	<u>13,327,128</u>	<u>6,268,179</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>13,327,128</u>	<u>6,346,450</u>	<u>-</u>	<u>665,871</u>	<u>29,710</u>	<u>744,220</u>
EXPENDITURES						
Regular programs	1,554,449	-	-	-	-	-
Special programs	2,312,160	-	-	-	-	-
Vocational programs	202,807	-	-	-	-	-
Adult instruction	-	-	-	-	-	-
Other instructional programs	2,669,463	-	-	1,465,169	285,880	508,907
Co-curricular activities	-	-	-	-	-	-
Support Services:						
Student support	2,480,991	-	-	-	-	-
Instructional staff support	1,825,986	-	-	-	-	-
General administration	505,220	-	-	-	-	-
School administration	64,665	-	-	-	-	-
Central services	258,942	-	-	-	-	-
Operations and maintenance	1,379,075	-	-	-	-	-
Student transportation	14,822	-	-	-	-	-
Noninstructional services:						
Food service	-	6,044,768	-	-	-	-
Community service	58,548	-	-	-	-	-
Facilities acquisition and construction	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>13,327,128</u>	<u>6,044,768</u>	<u>-</u>	<u>1,465,169</u>	<u>285,880</u>	<u>508,907</u>
Revenues Over (Under) Expenditures	-	301,682	-	(799,298)	(256,170)	235,313
OTHER FINANCING (USES)						
Transfer from (to) other funds	<u>-</u>	<u>-</u>	<u>(10)</u>	<u>1,000,000</u>	<u>325,000</u>	<u>-</u>
Net Change in Fund Balances	-	301,682	(10)	200,702	68,830	235,313
FUND BALANCES, July 1,	<u>-</u>	<u>3,028,446</u>	<u>10</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES, June 30	<u>\$ -</u>	<u>\$ 3,330,128</u>	<u>\$ -</u>	<u>\$ 200,702</u>	<u>\$ 68,830</u>	<u>\$ 235,313</u>

LYON COUNTY SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
YEAR ENDED JUNE 30, 2023
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

Page 2 of 3

	SPECIAL REVENUE FUNDS					
	ADULT EDUCATION	PRIVATE DONATIONS & GRANTS	STATE GRANTS	MEDICAID	STUDENT ACCOUNTS	TOTAL
REVENUES						
Local sources	\$ 828	\$ 16,004	\$ -	\$ -	\$ 1,179,360	\$ 1,256,764
State sources	372,048	-	621,035	-	-	2,450,583
Federal sources	-	-	-	260,617	-	19,855,924
Total Revenues	<u>372,876</u>	<u>16,004</u>	<u>621,035</u>	<u>260,617</u>	<u>1,179,360</u>	<u>23,563,271</u>
EXPENDITURES						
Regular programs	-	-	287,624	-	-	1,842,073
Special programs	-	-	-	-	-	2,312,160
Vocational programs	-	-	307,324	-	-	510,131
Adult instruction	372,345	-	-	-	-	372,345
Other instructional programs	-	-	-	-	-	4,929,419
Co-curricular activities	-	-	-	-	1,087,000	1,087,000
Support Services:						-
Student support	-	-	56	140,835	-	2,621,882
Instructional staff support	-	7,115	-	-	-	1,833,101
General administration	-	-	1,232	93,675	-	600,127
School administration	-	-	-	-	-	64,665
Central services	-	-	-	-	-	258,942
Operations and maintenance	-	-	22,815	-	-	1,401,890
Student transportation	-	-	1,984	-	-	16,806
Noninstructional services:						-
Food service	-	-	-	-	-	6,044,768
Community service	-	-	-	-	-	58,548
Facilities acquisition and construction	-	-	-	-	-	-
Total Expenditures	<u>372,345</u>	<u>7,115</u>	<u>621,035</u>	<u>234,510</u>	<u>1,087,000</u>	<u>23,953,857</u>
Revenues Over (Under) Expenditures	531	8,889	-	26,107	92,360	(390,586)
OTHER FINANCING (USES)						
Transfer from (to) other funds	-	-	-	-	-	1,324,990
Net Change in Fund Balances	531	8,889	-	26,107	92,360	934,404
FUND BALANCES, July 1,	<u>5,524</u>	<u>22,917</u>	<u>-</u>	<u>104,742</u>	<u>974,735</u>	<u>4,136,374</u>
FUND BALANCES, June 30	<u>\$ 6,055</u>	<u>\$ 31,806</u>	<u>\$ -</u>	<u>\$ 130,849</u>	<u>\$ 1,067,095</u>	<u>\$ 5,070,778</u>

LYON COUNTY SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

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	CAPITAL PROJECTS FUNDS				TOTALS	
	CAPITAL PROJECTS	BUILDING AND SITES	RES. CONSTR. TAX	TOTAL CAPITAL PROJECTS	2023	2022
REVENUES						
Local sources	\$ 1,917,611	\$ 8,800	\$ 627,602	\$ 2,554,013	\$ 3,810,777	\$ 3,334,687
State sources	-	-	-	-	2,450,583	2,689,279
Federal sources	-	-	-	-	19,855,924	20,283,583
Total Revenues	<u>1,917,611</u>	<u>8,800</u>	<u>627,602</u>	<u>2,554,013</u>	<u>26,117,284</u>	<u>26,307,549</u>
EXPENDITURES						
Regular programs	-	-	-	-	1,842,073	6,345,736
Special programs	-	-	-	-	2,312,160	2,101,230
Vocational programs	-	-	-	-	510,131	417,843
Adult instruction	-	-	-	-	372,345	329,728
Other instructional programs	-	-	-	-	4,929,419	838,163
Co-curricular activities	-	-	-	-	1,087,000	1,073,302
Support Services:						
Student support	-	-	-	-	2,621,882	3,652,174
Instructional staff support	-	-	-	-	1,833,101	1,138,137
General administration	-	-	-	-	600,127	446,925
School administration	-	-	-	-	64,665	245,568
Central services	-	-	-	-	258,942	410,190
Operations and maintenance	-	119,819	-	119,819	1,521,709	643,896
Student transportation	-	-	-	-	16,806	272,000
Noninstructional services:						
Food service	-	-	-	-	6,044,768	4,105,529
Community service	-	-	-	-	58,548	73,104
Facilities acquisition and construction	<u>1,242,155</u>	<u>-</u>	<u>995,021</u>	<u>2,237,176</u>	<u>2,237,176</u>	<u>2,840,234</u>
Total Expenditures	<u>1,242,155</u>	<u>119,819</u>	<u>995,021</u>	<u>2,356,995</u>	<u>26,310,852</u>	<u>24,933,759</u>
Revenues Over (Under) Expenditures	675,456	(111,019)	(367,419)	197,018	(193,568)	1,373,790
OTHER FINANCING (USES)						
Transfer from (to) other funds	<u>750,000</u>	<u>-</u>	<u>-</u>	<u>750,000</u>	<u>2,074,990</u>	<u>(109,135)</u>
Net Change in Fund Balances	1,425,456	(111,019)	(367,419)	947,018	1,881,422	1,264,655
FUND BALANCES, July 1,	<u>1,973,947</u>	<u>226,015</u>	<u>2,141,149</u>	<u>4,341,111</u>	<u>8,477,485</u>	<u>7,212,830</u>
FUND BALANCES, June 30	<u>\$ 3,399,403</u>	<u>\$ 114,996</u>	<u>\$ 1,773,730</u>	<u>\$ 5,288,129</u>	<u>\$ 10,358,907</u>	<u>\$ 8,477,485</u>

LYON COUNTY SCHOOL DISTRICT

FEDERAL GRANTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Federal Sources	\$ -	\$ 13,327,128	\$ 13,327,128	\$ 0	\$ 13,934,406
EXPENDITURES					
Regular Programs:					
Salaries	-	1,085,058	626,481	458,577	2,016,868
Benefits	-	816,774	84,421	732,353	164,977
Purchased services	-	1,112,424	644,952	467,472	113,706
Supplies	-	304,915	179,936	124,979	2,499,315
Property	-	28,699	15,683	13,016	21,550
Other	-	7,902	2,976	4,926	-
Total Regular Programs	-	3,355,772	1,554,449	1,801,323	4,816,416
Special Programs:					
Salaries	-	1,425,200	1,154,957	270,243	1,073,200
Benefits	-	413,490	276,463	137,027	344,847
Purchased services	-	757,616	695,210	62,406	453,598
Supplies	-	290,269	178,030	112,239	227,365
Property	-	7,500	7,500	-	-
Other	-	146,339	-	146,339	-
Total Special Programs	-	3,040,413	2,312,160	728,253	2,099,010
Vocational Programs:					
Salaries	-	14,000	14,000	-	-
Purchased services	-	10,789	-	10,789	5,668
Supplies	-	259,813	188,451	71,362	72,842
Property	-	-	-	-	65,862
Other	-	539	356	183	-
Total Vocational Programs	-	285,141	202,807	82,334	144,372
Other Instructional Programs:					
Salaries	-	3,177,602	2,414,823	762,779	697,226
Benefits	-	105,445	84,674	20,771	23,682
Purchased services	-	232,487	-	232,487	-
Supplies	-	174,965	169,966	4,999	117,255
Total Other Instructional	-	3,690,499	2,669,463	1,021,036	838,163

Continued on next page.

LYON COUNTY SCHOOL DISTRICT

FEDERAL GRANTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Undistributed Expenditures					
Student Support:					
Salaries	\$ -	\$ 257,580	\$ 187,194	\$ 70,386	\$ 365,663
Benefits	-	72,388	46,109	26,279	36,164
Purchased services	-	2,006,594	1,599,849	406,745	1,581,593
Supplies	-	744,908	647,665	97,243	1,269,416
Other	-	1,198	174	1,024	334
	-	3,082,669	2,480,991	601,678	3,253,170
Instructional Staff Support:					
Salaries	-	737,829	660,785	77,044	680,937
Benefits	-	128,787	123,901	4,886	96,589
Purchased services	-	528,787	444,310	84,477	231,127
Supplies	-	42,296	596,271	(553,975)	126,705
Other	-	636	719	(83)	-
	-	1,438,336	1,825,986	(387,650)	1,135,358
General Administration:					
Salaries	-	139,510	-	139,510	80,073
Benefits	-	54,269	-	54,269	2,150
Purchased services	-	187,500	187,236	264	276,500
Other	-	225,662	317,984	(92,322)	-
	-	606,940	505,220	101,720	358,723
Central Services:					
Salaries	-	69,968	194,802	(124,834)	253,179
Benefits	-	23,650	64,140	(40,491)	59,158
Supplies	-	387,686	-	387,686	97,853
	-	481,303	258,942	222,361	410,190
School Administration					
Salaries	-	62,000	62,000	-	234,171
Benefits	-	2,665	2,665	-	11,397
	-	64,665	64,665	-	245,568

Continued on next page.

LYON COUNTY SCHOOL DISTRICT

FEDERAL GRANTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Operations and Maintenance:					
Salaries	\$ -	\$ -	\$ -	\$ -	\$ 195,293
Benefits	-	-	-	-	5,456
Purchased services	-	1,379,075	1,379,075	-	-
Supplies	-	-	-	-	72,679
Property	-	-	-	-	14,904
	<u>-</u>	<u>1,379,075</u>	<u>1,379,075</u>	<u>-</u>	<u>288,332</u>
Student Transportation:					
Salaries	-	11,796	5,683	6,113	200,830
Benefits	-	52	52	-	5,027
Purchased services	-	24,259	9,087	15,172	12,886
Property	-	-	-	-	53,257
	<u>-</u>	<u>36,106</u>	<u>14,822</u>	<u>21,284</u>	<u>272,000</u>
Other Support Services:					
Community Service:					
Supplies	-	86,280	58,548	27,732	73,104
Total Undistributed Expenditures	<u>-</u>	<u>7,175,373</u>	<u>6,588,249</u>	<u>587,124</u>	<u>6,036,445</u>
Total Expenditures	<u>-</u>	<u>17,547,199</u>	<u>13,327,128</u>	<u>4,220,070</u>	<u>13,934,406</u>
Revenue Over (Under)					
Expenditures	-	(4,220,071)	-	4,220,071	-
FUND BALANCE, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, June 30	<u>\$ -</u>	<u>\$ (4,220,071)</u>	<u>\$ -</u>	<u>\$ 4,220,071</u>	<u>\$ -</u>

LYON COUNTY SCHOOL DISTRICT

FEDERAL SCHOOL LUNCH FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Daily sales	\$ 100,000	\$ 100,000	\$ 38,404	\$ (61,596)	\$ 17,450
Other local	25,000	25,000	22,168	(2,832)	4,942
	<u>125,000</u>	<u>125,000</u>	<u>60,572</u>	<u>(64,428)</u>	<u>22,392</u>
State Sources:					
State Match	12,000	12,000	17,699	5,699	-
Federal Sources:					
School Nutrition Programs	<u>4,550,000</u>	<u>4,550,000</u>	<u>6,268,179</u>	<u>1,718,179</u>	<u>5,992,426</u>
Total Revenue	<u>4,687,000</u>	<u>4,687,000</u>	<u>6,346,450</u>	<u>1,659,450</u>	<u>6,014,818</u>
EXPENDITURES					
Food Service Operations:					
Salaries	1,300,000	800,000	629,771	170,229	703,347
Benefits	440,230	240,230	196,008	44,222	215,809
Purchased services	350,000	1,780,000	1,719,269	60,731	638,645
Supplies	1,800,000	3,153,269	2,834,005	319,264	2,545,178
Property	650,000	670,000	662,575	7,425	-
Other	<u>71,400</u>	<u>71,400</u>	<u>3,140</u>	<u>68,260</u>	<u>2,550</u>
	<u>4,611,630</u>	<u>6,714,899</u>	<u>6,044,768</u>	<u>670,131</u>	<u>4,105,529</u>
Total Expenditures	<u>4,611,630</u>	<u>6,714,899</u>	<u>6,044,768</u>	<u>670,131</u>	<u>4,105,529</u>
Net Change in Fund Balance	75,370	(2,027,899)	301,683	2,329,582	1,909,289
FUND BALANCE, July 1	<u>925,177</u>	<u>3,028,446</u>	<u>3,028,446</u>	<u>-</u>	<u>1,119,157</u>
FUND BALANCE, June 30	<u>\$ 1,000,547</u>	<u>\$ 1,000,547</u>	<u>\$ 3,330,129</u>	<u>\$ 2,329,582</u>	<u>\$ 3,028,446</u>

LYON COUNTY SCHOOL DISTRICT

PCFP - ENGLISH LEARNERS
 SCHEDULE OF REVENUES, EXPENDITURES AND
 CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
 YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
State Sources:					
State funding	\$ -	\$ 665,871	\$ 665,871	\$ -	\$ -
EXPENDITURES					
Other Instructional Programs:					
Salaries	-	1,150,000	1,006,582	143,418	-
Benefits	-	470,000	458,220	11,780	-
Purchased services	-	10,000	-	10,000	-
Supplies	-	35,871	367	35,504	-
Total Expenditures	-	1,665,871	1,465,169	200,702	-
Revenues Over (Under) Expenditures	-	(1,000,000)	(799,298)	200,702	-
OTHER FINANCING SOURCES					
Transfers from other funds	-	1,000,000	1,000,000	-	-
Net Change in Fund Balance	-	-	200,702	200,702	-
FUND BALANCE, July 1	-	-	-	-	-
FUND BALANCE, June 30	\$ -	\$ -	\$ 200,702	\$ 200,702	\$ -

LYON COUNTY SCHOOL DISTRICT

PCFP - GIFTED & TALENTED
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
State Sources:					
State funding	\$ -	\$ 29,710	\$ 29,710	\$ -	\$ -
EXPENDITURES					
Other Instructional Programs:					
Salaries	-	225,000	199,727	25,273	-
Benefits	-	100,000	86,153	13,847	-
Supplies	-	29,710	-	29,710	-
Total Expenditures	-	354,710	285,880	68,830	-
Revenues Over (Under) Expenditures	-	(325,000)	(256,170)	68,830	-
OTHER FINANCING SOURCES					
Transfers from other funds	-	325,000	325,000	-	-
Net Change in Fund Balance	-	-	68,830	68,830	-
FUND BALANCE, July 1	-	-	-	-	-
FUND BALANCE, June 30	\$ -	\$ -	\$ 68,830	\$ 68,830	\$ -

LYON COUNTY SCHOOL DISTRICT

PCFP-AT-RISK

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
State Sources:					
State funding	\$ -	\$ 774,220	\$ 744,220	\$ (30,000)	\$ -
EXPENDITURES					
Other Instructional Programs:					
Salaries	-	490,000	363,691	126,309	-
Benefits	-	196,000	145,216	50,784	-
Purchased services	-	15,000	-	15,000	-
Supplies	-	73,220	-	73,220	-
Total Expenditures	-	774,220	508,907	265,313	-
Net Change in Fund Balance	-	-	235,313	235,313	-
FUND BALANCE, July 1	-	-	-	-	-
FUND BALANCE, June 30	\$ -	\$ -	\$ 235,313	\$ 235,313	\$ -

LYON COUNTY SCHOOL DISTRICT

ADULT EDUCATION FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Tuition	\$ -	\$ -	\$ 828	\$ 828	\$ 2,046
State Sources:					
State funding	-	471,653	372,048	(99,605)	329,729
Total Revenue	-	471,653	372,876	(98,777)	331,775
EXPENDITURES					
Salaries	-	210,105	183,723	26,382	203,448
Benefits	-	95,852	80,239	15,613	87,224
Purchased services	-	24,056	18,434	5,622	12,698
Supplies	-	7,428	7,428	-	26,358
Property	-	134,212	82,521	51,691	-
Total Expenditures	-	471,653	372,345	99,308	329,728
Net Change in Fund Balance	-	-	531	531	2,047
FUND BALANCE, July 1	-	5,524	5,524	-	3,477
FUND BALANCE, June 30	\$ -	\$ 5,524	\$ 6,055	\$ 531	\$ 5,524

LYON COUNTY SCHOOL DISTRICT

CLASS SIZE REDUCTION FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES	\$ -	\$ -	\$ -	\$ -	\$ -
OTHER FINANCING (USES)					
Transfers to other funds	-	10	10	-	-
Net Change in Fund Balance	-	(10)	(10)	-	-
FUND BALANCE, July 1	-	10	10	-	10
FUND BALANCE, June 30	\$ -	\$ -	\$ -	\$ -	\$ 10

LYON COUNTY SCHOOL DISTRICT

PRIVATE DONATIONS AND GRANTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Private donations and grants	\$ -	\$ -	\$ 16,004	\$ 16,004	\$ 7,394
EXPENDITURES					
Special Programs:					
Supplies	-	-	-	-	2,220
Undistributed Expenditures:					
Instructional Staff Support:					
Supplies	-	15,000	7,115	7,885	-
Operations and Maintenance:					
Supplies	-	-	-	-	12,800
Total Undistributed Expenditures	-	15,000	7,115	7,885	12,800
Total Expenditures	-	15,000	7,115	7,885	15,020
Net Change in Fund Balance	-	(15,000)	8,889	23,889	(7,626)
FUND BALANCE, July 1	-	-	22,917	22,917	30,543
FUND BALANCE, June 30	\$ -	\$ (15,000)	\$ 31,806	\$ 46,806	\$ 22,917

LYON COUNTY SCHOOL DISTRICT

STATE GRANTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
State Sources	\$ -	\$ 1,154,915	\$ 621,035	\$ (533,880)	\$ 2,359,550
Federal sources	-	-	-	-	43,559
	<u>-</u>	<u>1,154,915</u>	<u>621,035</u>	<u>(533,880)</u>	<u>2,403,109</u>
EXPENDITURES					
Regular Programs:					
Salaries	-	56,304	56,242	62	1,053,445
Benefits	-	28,627	28,128	499	463,049
Purchased services	-	1,317	-	1,317	-
Supplies	-	192,705	183,306	9,399	12,826
Property	-	15,416	15,218	198	-
Other	-	15,726	4,730	10,996	-
Total Regular Programs	<u>-</u>	<u>310,095</u>	<u>287,624</u>	<u>22,471</u>	<u>1,529,320</u>
Vocational Programs:					
Purchased services	-	11,200	5,985	5,215	11,650
Supplies	-	134,189	161,286	(27,097)	242,458
Property	-	145,230	138,877	6,353	19,335
Other	-	25,450	1,176	24,274	28
Total Vocational Programs	<u>-</u>	<u>316,069</u>	<u>307,324</u>	<u>8,745</u>	<u>273,471</u>
Undistributed Expenditures:					
Student Support:					
Salaries	-	941	-	941	63,804
Benefits	-	-	-	-	21,190
Purchased services	-	220	-	220	29,845
Supplies	-	-	-	-	38,774
Property	-	-	56	(56)	104,706
	<u>-</u>	<u>1,161</u>	<u>56</u>	<u>1,105</u>	<u>258,319</u>
Instructional Staff Support:					
Purchased services	-	3,456	-	3,456	250
Supplies	-	-	-	-	2,431
	<u>-</u>	<u>3,456</u>	<u>-</u>	<u>3,456</u>	<u>2,681</u>

Continued on next page.

LYON COUNTY SCHOOL DISTRICT

STATE GRANTS FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
General Administration:					
Purchased services	\$ -	\$ 25,319	\$ 1,232	\$ 24,087	\$ -
Student Transportation:					
Purchased services	-	3,335	1,984	1,351	-
Operations and Maintenance:					
Purchased services	-	495,480	22,815	472,665	-
Supplies	-	-	-	-	339,318
	-	495,480	22,815	472,665	339,318
Total Undistributed Expenditures	-	528,751	26,087	502,664	600,318
Total Expenditures	-	1,154,915	621,035	533,880	2,403,109
Net Change in Fund Balance	-	-	-	-	-
FUND BALANCE, July 1	-	-	-	-	-
FUND BALANCE, June 30	\$ -	\$ -	\$ -	\$ -	\$ -

LYON COUNTY SCHOOL DISTRICT

MEDICAID FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Federal Sources:					
Medicaid Program	\$ 150,000	\$ 150,000	\$ 260,617	\$ 110,617	\$ 313,192
EXPENDITURES					
Student Support:					
Salaries	-	73,144	120,437	(47,293)	-
Benefits	-	30,000	20,399	9,601	-
Purchased services	30,000	30,000	-	30,000	133,099
Supplies	12,000	12,000	-	12,000	7,586
	42,000	145,144	140,835	4,309	140,685
Instructional Staff Support					
Purchased services	-	-	-	-	98
General Administration:					
Salaries	52,363	52,363	46,037	6,326	37,296
Benefits	23,322	23,322	13,376	9,946	13,252
Purchased services	31,350	31,350	33,961	(2,611)	37,291
Supplies	1,511	1,511	301	1,210	363
	108,546	108,546	93,675	14,871	88,202
Total Undistributed Expenditures	150,546	253,690	234,510	19,180	228,887
Total Expenditures	150,546	253,690	234,510	19,180	228,985
Net Change in Fund Balance	(546)	(103,690)	26,107	129,797	84,207
FUND BALANCE, July 1	1,598	104,742	104,742	-	20,535
FUND BALANCE, June 30	\$ 1,052	\$ 1,052	\$ 130,849	\$ 129,797	\$ 104,742

LYON COUNTY SCHOOL DISTRICT

STUDENT ACCOUNTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	<u>2023 BUDGET</u>		<u>2023</u>		<u>2022</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
REVENUES					
Local Sources:					
Student activities	\$ 1,100,000	\$ 1,100,000	\$ 1,179,360	\$ 79,360	\$ 1,214,936
EXPENDITURES					
Co-curricular Activities:					
Purchased services	300,000	300,000	178,247	(121,753)	536,651
Supplies	250,000	250,000	481,928	231,928	-
	<u>550,000</u>	<u>550,000</u>	<u>660,175</u>	<u>110,175</u>	<u>536,651</u>
Athletics:					
Purchased services	300,000	300,000	119,511	(180,489)	536,651
Supplies	250,000	250,000	307,314	57,314	-
	<u>550,000</u>	<u>550,000</u>	<u>426,825</u>	<u>(123,175)</u>	<u>536,651</u>
Total Expenditures	<u>1,100,000</u>	<u>1,100,000</u>	<u>1,087,000</u>	<u>(13,000)</u>	<u>1,073,302</u>
Revenues Over (Under) Expenditure	-	-	92,360	92,360	141,634
FUND BALANCE, July 1	<u>651,214</u>	<u>651,214</u>	<u>974,735</u>	<u>323,521</u>	<u>833,101</u>
FUND BALANCE, June 30	<u>\$ 651,214</u>	<u>\$ 651,214</u>	<u>\$ 1,067,095</u>	<u>\$ 415,881</u>	<u>\$ 974,735</u>

LYON COUNTY SCHOOL DISTRICT

CAPITAL PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	<u>2023 BUDGET</u>		<u>2023</u>		<u>2022</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
REVENUES					
Local Sources:					
Government Services Tax	\$ 1,040,124	\$ 1,286,112	\$ 1,004,595	\$ (281,517)	\$ 996,235
Investment income	-	-	913,016	913,016	-
Total Revenue	<u>1,040,124</u>	<u>1,286,112</u>	<u>1,917,611</u>	<u>631,499</u>	<u>996,235</u>
EXPENDITURES					
Operations and Maintenance:					
Supplies	-	-	-	-	430
Facilities Acquisition and Construction:					
Architecture/Engineering:					
Purchased services	<u>25,000</u>	<u>25,000</u>	<u>1,500</u>	<u>23,500</u>	-
Building Acquisition and Construction:					
Purchased services	-	-	-	-	94,406
Supplies	-	-	-	-	26,094
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>120,500</u>
Site Improvement:					
Purchased services	100,000	828,150	821,183	6,967	1,174,160
Other	-	-	6,271	(6,271)	9,947
	<u>100,000</u>	<u>828,150</u>	<u>827,454</u>	<u>696</u>	<u>1,184,107</u>
Building Improvements:					
Purchased services	<u>432,962</u>	<u>432,962</u>	<u>413,201</u>	<u>19,761</u>	<u>377,544</u>
Total Facilities Acquisition and Construction	<u>557,962</u>	<u>1,286,112</u>	<u>1,242,155</u>	<u>43,957</u>	<u>1,682,151</u>
Total Expenditures	<u>557,962</u>	<u>1,286,112</u>	<u>1,242,155</u>	<u>43,957</u>	<u>1,682,581</u>
Revenues Over (Under) Expenditures	<u>482,162</u>	<u>-</u>	<u>675,456</u>	<u>587,542</u>	<u>(686,346)</u>

Continued on next page.

LYON COUNTY SCHOOL DISTRICT

CAPITAL PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	<u>2023 BUDGET</u>		<u>2023</u>		<u>2022</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
OTHER FINANCING SOURCES					
Transfers from other funds	\$ 1,500,000	\$ 1,500,000	\$ 750,000	\$ (750,000)	\$ -
Net Change in Fund Balance	1,982,162	1,500,000	1,425,456	(162,458)	(686,346)
FUND BALANCE, July 1	<u>827,236</u>	<u>827,236</u>	<u>1,973,947</u>	<u>1,146,711</u>	<u>2,660,293</u>
FUND BALANCE, June 30	<u>\$ 2,809,398</u>	<u>\$ 2,327,236</u>	<u>\$ 3,399,403</u>	<u>\$ 984,253</u>	<u>\$ 1,973,947</u>

LYON COUNTY SCHOOL DISTRICT

BUILDING AND SITES FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Rents	\$ 9,600	\$ 9,600	\$ 8,800	\$ (800)	\$ 9,600
Earnings on investments	-	-	-	-	1,300
	<u>9,600</u>	<u>9,600</u>	<u>8,800</u>	<u>(800)</u>	<u>10,900</u>
EXPENDITURES					
Undistributed Expenditures:					
Operations and Maintenance:					
Purchased services	-	125,000	119,819	5,181	-
Supplies	<u>175,000</u>	<u>50,000</u>	<u>-</u>	<u>50,000</u>	<u>3,016</u>
Total Expenditures	<u>175,000</u>	<u>175,000</u>	<u>119,819</u>	<u>55,181</u>	<u>3,016</u>
Net Change in Fund Balance	(165,400)	(165,400)	(111,019)	54,381	7,884
FUND BALANCE, July 1	<u>226,686</u>	<u>218,131</u>	<u>226,015</u>	<u>7,884</u>	<u>218,131</u>
FUND BALANCE, June 30	<u>\$ 61,286</u>	<u>\$ 52,731</u>	<u>\$ 114,996</u>	<u>\$ 62,265</u>	<u>\$ 226,015</u>

LYON COUNTY SCHOOL DISTRICT

RESIDENTIAL CONSTRUCTION TAX FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Residential Construction Tax	\$ 650,000	\$ 1,000,000	\$ 624,003	\$ (375,997)	\$ 1,080,480
Earnings on investments	-	-	3,599	3,599	304
Total Revenue	650,000	1,000,000	627,602	(372,398)	1,080,784
EXPENDITURES					
Facilities Acquisition and Construction:					
Architectural and Engineering Services:					
Purchased services	-	-	-	-	267,595
Building Acquisition/Construction:					
Other	-	-	-	-	9,745
Site Improvement:					
Purchased services	-	1,000,000	995,021	4,979	813,949
Building Improvement:					
Purchased services	-	-	-	-	66,794
Total Facilities Acquisition and Construction	-	1,000,000	995,021	4,979	1,158,083
Net Change in Fund Balance	650,000	-	(367,419)	(367,419)	(77,299)
FUND BALANCE, July 1	<u>1,075,336</u>	<u>1,075,336</u>	<u>2,141,149</u>	<u>1,065,813</u>	<u>2,218,448</u>
FUND BALANCE, June 30	<u>\$ 1,725,336</u>	<u>\$ 1,075,336</u>	<u>\$ 1,773,730</u>	<u>\$ 698,394</u>	<u>\$ 2,141,149</u>

LYON COUNTY SCHOOL DISTRICT

INTERNAL SERVICE FUNDS COMBINING STATEMENT OF NET POSITION JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS AS OF JUNE 30, 2022)

	WORKERS COMPENSATION INSURANCE FUND	UNEMPLOY- MENT INSURANCE FUND	GROUP INSURANCE FUND	TOTALS	
				2023	2022
ASSETS					
Cash and cash equivalents	\$ 1,911,678	\$ 1,496,172	\$ 703,631	\$ 4,111,481	\$ 3,966,789
Accounts receivable	-	6,744	-	6,744	11,286
	<u>1,911,678</u>	<u>1,502,916</u>	<u>703,631</u>	<u>4,118,225</u>	<u>3,978,075</u>
Restricted cash	<u>654,000</u>	<u>-</u>	<u>-</u>	<u>654,000</u>	<u>573,000</u>
Total Assets	<u>2,565,678</u>	<u>1,502,916</u>	<u>703,631</u>	<u>4,772,225</u>	<u>4,551,075</u>
LIABILITIES					
Accounts and claims payable	37,709	-	52,116	89,825	53,491
Incurred but unreported claims	<u>1,022,000</u>	<u>-</u>	<u>-</u>	<u>1,022,000</u>	<u>862,000</u>
Total Liabilities	<u>1,059,709</u>	<u>-</u>	<u>52,116</u>	<u>1,111,825</u>	<u>915,491</u>
NET POSITION					
Restricted for employee benefits program	<u>\$ 1,505,969</u>	<u>\$ 1,502,916</u>	<u>\$ 651,515</u>	<u>\$ 3,660,400</u>	<u>\$ 3,635,584</u>

LYON COUNTY SCHOOL DISTRICT

INTERNAL SERVICE FUNDS COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	WORKERS COMPENSATION INSURANCE FUND	UNEMPLOY- MENT INSURANCE FUND	GROUP INSURANCE FUND	TOTALS	
				2023	2022
OPERATING REVENUES					
Charges for services	\$ 639,968	\$ 168,645	\$ -	\$ 808,613	\$ 826,255
Refunds and rebates	-	-	-	-	252,416
	<u>639,968</u>	<u>168,645</u>	<u>-</u>	<u>808,613</u>	<u>1,078,671</u>
OPERATING EXPENSES					
Benefit claims	634,569	-	-	634,569	562,052
Purchased services	95,951	-	-	95,951	170,186
Other	53,277	-	-	53,277	1,205
	<u>783,797</u>	<u>-</u>	<u>-</u>	<u>783,797</u>	<u>733,443</u>
Total Operating Expenses	<u>783,797</u>	<u>-</u>	<u>-</u>	<u>783,797</u>	<u>733,443</u>
Operating Income (Loss)	(143,829)	168,645	-	24,816	345,228
NONOPERATING REVENUES					
Earnings on investments	-	-	-	-	427
Change in Net Position	(143,829)	168,645	-	24,816	345,655
NET POSITION, July 1	<u>1,649,798</u>	<u>1,334,271</u>	<u>651,515</u>	<u>3,635,584</u>	<u>3,289,929</u>
NET POSITION, June 30	<u>\$ 1,505,969</u>	<u>\$ 1,502,916</u>	<u>\$ 651,515</u>	<u>\$ 3,660,400</u>	<u>\$ 3,635,584</u>

LYON COUNTY SCHOOL DISTRICT

INTERNAL SERVICE FUNDS COMBINING STATEMENT OF CASH FLOWS YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	WORKERS COMPENSATION INSURANCE FUND	UNEMPLOY- MENT INSURANCE FUND	GROUP INSURANCE FUND	TOTALS	
				2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES					
Premiums received from other funds	\$ 644,510	\$ 168,645	\$ -	\$ 813,155	\$ 836,245
Refunds and rebates received	-	-	-	-	252,416
Payment of benefits	(474,569)	-	-	(474,569)	(621,937)
Insurance premiums and other	(111,519)	-	(1,375)	(112,894)	(224,225)
Net Cash Provided (Used) by Operating Activities	58,422	168,645	(1,375)	225,692	242,499
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received on investments	-	-	-	-	427
Net Increase (Decrease) in Cash and Cash Equivalents	58,422	168,645	(1,375)	225,692	242,926
CASH AND CASH EQUIVALENTS, July 1					
	2,507,256	1,327,527	705,006	4,539,789	4,296,863
CASH AND CASH EQUIVALENTS, June 30					
	\$ 2,565,678	\$ 1,496,172	\$ 703,631	\$ 4,765,481	\$ 4,539,789
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating income (loss)	\$ (143,829)	\$ 168,645	\$ -	\$ 24,816	\$ 345,228
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Changes in assets and liabilities:					
Accounts receivable	4,542	-	-	4,542	9,990
Accounts payable	37,709	-	(1,375)	36,334	(73,719)
Incurred but not reported claims	160,000	-	-	160,000	(39,000)
Total Adjustments	202,251	-	(1,375)	200,876	(102,729)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 58,422	\$ 168,645	\$ (1,375)	\$ 225,692	\$ 242,499

LYON COUNTY SCHOOL DISTRICT

WORKERS COMPENSATION INSURANCE FUND SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
OPERATING REVENUES					
Charges for services	\$ 580,000	\$ 580,000	\$ 639,968	\$ 59,968	\$ 662,338
OPERATING EXPENSES					
Benefits	580,000	580,000	634,569	(54,569)	562,052
Purchased services	135,000	135,000	95,951	39,049	60,662
Other	50,000	50,000	53,277	(3,277)	1,205
	<u>765,000</u>	<u>765,000</u>	<u>783,797</u>	<u>(18,797)</u>	<u>623,919</u>
Operating Income (Loss)	(185,000)	(185,000)	(143,829)	41,171	38,419
NONOPERATING REVENUES					
Earnings on investments	<u>10,000</u>	<u>10,000</u>	<u>-</u>	<u>(10,000)</u>	<u>364</u>
Change in Net Position	(175,000)	(175,000)	(143,829)	31,171	38,783
NET POSITION, July 1	<u>1,436,015</u>	<u>1,436,015</u>	<u>1,649,798</u>	<u>213,783</u>	<u>1,611,015</u>
NET POSITION, June 30	<u>\$ 1,261,015</u>	<u>\$ 1,261,015</u>	<u>\$ 1,505,969</u>	<u>\$ 244,954</u>	<u>\$ 1,649,798</u>

LYON COUNTY SCHOOL DISTRICT

WORKERS COMPENSATION INSURANCE FUND SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
CASH FLOWS FROM OPERATING ACTIVITIES					
Charges for services	\$ 600,000	\$ 600,000	\$ 644,510	\$ 44,510	\$ 663,044
Payment of benefits	(500,000)	(500,000)	(474,569)	25,431	(621,937)
Insurance premiums paid, other payments	(145,000)	(145,000)	(111,519)	33,481	(61,867)
Net Cash Provided (Used) By Operating Activities	(45,000)	(45,000)	58,422	103,422	(20,760)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received on investments	10,000	10,000	-	(10,000)	364
Net Increase (Decrease) in Cash and Cash Equivalents	(35,000)	(35,000)	58,422	93,422	(20,396)
CASH AND CASH EQUIVALENTS, July 1					
	-	-	2,507,256	2,507,256	2,527,652
CASH AND CASH EQUIVALENTS, June 30					
	<u>\$ (35,000)</u>	<u>\$ (35,000)</u>	<u>\$ 2,565,678</u>	<u>\$ 2,600,678</u>	<u>\$ 2,507,256</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating income (loss)	\$ -	\$ -	\$ (143,829)	\$ (143,829)	\$ 38,419
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Changes in assets and liabilities:					
Accounts receivable	-	-	4,542	4,542	706
Accounts payable	-	-	37,709	37,709	(20,885)
Incurred but unreported claims	-	-	160,000	160,000	(39,000)
Total Adjustments	-	-	202,251	202,251	(59,179)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 58,422</u>	<u>\$ 58,422</u>	<u>\$ (20,760)</u>

LYON COUNTY SCHOOL DISTRICT

UNEMPLOYMENT INSURANCE FUND SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
OPERATING REVENUES					
Charges for services	\$ 155,000	\$ 155,000	\$ 168,645	\$ 13,645	\$ 163,917
OPERATING EXPENSES					
Benefits	20,000	20,000	-	20,000	-
Change in Net Position	135,000	135,000	168,645	33,645	163,917
NET POSITION, July 1	<u>1,305,354</u>	<u>1,305,354</u>	<u>1,334,271</u>	<u>28,917</u>	<u>1,170,354</u>
NET POSITION, June 30	<u>\$ 1,440,354</u>	<u>\$ 1,440,354</u>	<u>\$ 1,502,916</u>	<u>\$ 62,562</u>	<u>\$ 1,334,271</u>

LYON COUNTY SCHOOL DISTRICT

UNEMPLOYMENT INSURANCE FUND SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
CASH FLOWS FROM OPERATING ACTIVITIES					
Charges for services	\$ -	\$ -	\$ 168,645	\$ 168,645	\$ 173,201
Payment of benefits	-	-	-	-	-
Net Cash Provided By Operating Activities	-	-	168,645	168,645	173,201
CASH AND CASH EQUIVALENTS, July 1					
	<u>3,576,286</u>	<u>3,576,286</u>	<u>1,327,527</u>	<u>(2,248,759)</u>	<u>1,154,326</u>
CASH AND CASH EQUIVALENTS, June 30					
	<u>\$ 3,576,286</u>	<u>\$ 3,576,286</u>	<u>\$ 1,496,172</u>	<u>\$ (2,080,114)</u>	<u>\$ 1,327,527</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES					
Operating income	\$ -	\$ -	\$ 168,645	\$ 168,645	\$ 163,917
Adjustments to reconcile operating income to net cash provided by operating activities:					
Changes in assets and liabilities:					
Accounts receivable	-	-	-	-	9,284
Total Adjustments	-	-	-	-	9,284
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 168,645</u>	<u>\$ 168,645</u>	<u>\$ 173,201</u>

LYON COUNTY SCHOOL DISTRICT

GROUP INSURANCE FUND
 SCHEDULE OF REVENUES, EXPENSES AND
 CHANGES IN FUND NET POSITION - BUDGET AND ACTUAL
 YEAR ENDED JUNE 30, 2023
 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
OPERATING REVENUES					
Charges for services	\$ 50,000	\$ 50,000	\$ -	\$ (50,000)	\$ -
Refunds and rebates	-	-	-	-	252,416
	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>	<u>252,416</u>
OPERATING EXPENSES					
Benefits	-	-	-	-	-
Purchased services	-	-	-	-	109,524
Other	50,000	-	-	-	-
	<u>50,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>109,524</u>
Operating Income (Loss)	-	50,000	-	(50,000)	142,892
NONOPERATING REVENUES					
Earnings on investments	-	-	-	-	63
Change in Net Position	-	50,000	-	(50,000)	142,955
NET POSITION, July 1	<u>508,560</u>	<u>508,560</u>	<u>651,515</u>	<u>142,955</u>	<u>508,560</u>
NET POSITION, June 30	<u>\$ 508,560</u>	<u>\$ 558,560</u>	<u>\$ 651,515</u>	<u>\$ 92,955</u>	<u>\$ 651,515</u>

LYON COUNTY SCHOOL DISTRICT

GROUP INSURANCE FUND SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2023

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2022)

	2023 BUDGET		2023		2022
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
CASH FLOWS FROM OPERATING ACTIVITIES					
Refunds and rebates received	\$ -	\$ -	\$ -	\$ -	\$ 252,416
Payment for services and other	-	-	(1,375)	(1,375)	(162,358)
Net Cash Provided (Used) By Operating Activities	-	-	(1,375)	(1,375)	90,058
CASH FLOWS FROM INVESTING ACTIVITIES					
Earnings on investments	-	-	-	-	63
Net Increase (Decrease) in Cash and Cash Equivalents	-	-	(1,375)	(1,375)	90,121
CASH AND CASH EQUIVALENTS, July 1					
	-	-	705,006	705,006	614,885
CASH AND CASH EQUIVALENTS, June 30					
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 703,631</u>	<u>\$ 703,631</u>	<u>\$ 705,006</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating income (loss)	\$ -	\$ -	\$ -	\$ -	\$ 142,892
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Changes in assets and liabilities:					
Accounts and claims payable	-	-	(1,375)	(1,375)	(52,834)
Claims incurred but not reported	-	-	-	-	-
Total Adjustments	-	-	(1,375)	(1,375)	(52,834)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,375)</u>	<u>\$ (1,375)</u>	<u>\$ 90,058</u>



**INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL
OVER FINANCIAL REPORTING AND ON COMPLIANCE AND
OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Board of Trustees
Lyon County School District
Yerington, Nevada

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lyon County School District (the District) as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated November 16, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we do not express an opinion on the effectiveness of the 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 a 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 or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

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

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 District'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 District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Silva, Scivone & Assoc, LLC

Reno, Nevada
November 16, 2023



LYON COUNTY SCHOOL DISTRICT

SUMMARY SCHEDULE OF PRIOR AUDIT FINDING YEAR ENDED JUNE 30, 2022

FINDINGS – FINANCIAL STATEMENT AUDIT

Finding #2022-1 - Material Weakness

Description:

The District did not follow established accounting procedures to provide adequate internal controls over numerous control categories.

Criteria:

The District's management is responsible for designing and maintaining an adequate system of internal controls which provides reasonable assurance that transactions are processed according to established procedures.

Conditions:

Certain accounting tasks were not being completed routinely, timely or accurately. While not intending to be a complete listing of such tasks, the following were deemed to be most significant:

- Monthly bank reconciliations were not consistently prepared on a timely basis. In addition, the reconciliations were not agreed to the general ledger sub-accounts for cash and investments.
- The transactions related to the District's medical self-insurance (group health insurance) were not recorded in the District's general ledger until the year-end financial audit. The District discontinued its self-insurance program as of December 31, 2020; however, transactions relative to the self-insurance continued into the current fiscal year. These transactions should have been recorded in the District's general ledger throughout the year as opposed to being recorded during the conduct of the annual financial audit.
- In accordance with the Nevada Revised Statutes and District policy, the District prepared its official Original Budget for the fiscal year ended June 30, 2022. The Original Budget was later augmented (amended) in January 2022. The augmented budget amounts were not properly entered into the District's automated accounting program, thereby compromising the integrity of the internal controls afforded by robust budgetary management.
- Employer federal payroll taxes and federal taxes withheld from employee paychecks were not properly deposited in accordance with Internal Revenue Service (IRS) requirements. Underpayments (or no payments) were noted for several months of FY22 as well as FY23, resulting in a deficiency of approximately \$2 million. In addition to the deficiency of taxes withheld, the District has been assessed penalties and interest of approximately \$352 thousand, which they are actively seeking relief from. Any relief or abatement will be subject to applicable law and/or discretion of the IRS.
- The Business and Finance office and the Grant office oversee accounting for federal and state grants. Routine analysis of grant revenue and expenditures would ensure that reimbursement requests are being completed accurately and submitted to the grantor or pass-through entity (primarily the Nevada Department of Education) timely, thereby assisting in maintaining proper

LYON COUNTY SCHOOL DISTRICT

SUMMARY SCHEDULE OF PRIOR AUDIT FINDING YEAR ENDED JUNE 30, 2022

levels of cash flow. During FY 22, reimbursement requests were not submitted timely, resulting in approximately \$9 million due to the District as of June 30, 2022.

Cause:

In discussing these deficiencies with District management, they indicated the errors occurred due to turnover of personnel in key financial and grant management positions.

Effect:

When accounting tasks such as those described above are not routinely, timely, or accurately completed, certain risks to the District may be increased beyond an acceptable level. Those risks typically include: failure to properly safeguard District assets, potentially resulting in the misappropriation of District assets; noncompliance with regulation, contracts and grants; failure to adequately prepare for the annual audit; failure to meet reporting deadlines; and material misstatement of financial reports.

Recommendation:

District management should review and ensure that sound accounting procedures are in place and are being consistently followed. It is likely that the District's review will reveal areas where either modification of existing procedures is necessary, or new procedures must be implemented in order to effectively strengthen internal controls. Additional consideration should be given to the proper allocation of human resources in and for the Business and Finance Office to ensure that staffing is adequate for the successful implementation of the existing and new procedures.

Status as of June 30, 2023:

The recommendation has been applied to the findings noted in this report; therefore, the findings have either been corrected or are in the process of being corrected.

LYON COUNTY SCHOOL DISTRICT

INDEPENDENT AUDITORS' COMMENTS

JUNE 30, 2023

STATUTE COMPLIANCE

Current Year

The required disclosure on compliance with applicable Nevada Revised Statutes and the Nevada Administrative Code is included in Note 3 to the financial statements.

Prior Year

Potential violations were reported in Note 3 of the June 30, 2022 audit. One of the four potential violations has been repeated in the current year.

AUDIT RECOMMENDATIONS

Current Year

There are no findings of the magnitude to be included in the June 30, 2023 audit report.

Prior Year

Finding #2022-1 Material Weakness was reported in the Schedule of Finding, within the audit report for the year ended June 30, 2022. The finding has been cleared as of June 30, 2023.