

NORTHERN NYE COUNTY HOSPITAL DISTRICT

**REPORT ON FINANCIAL STATEMENTS
AND SUPPLEMENTARY INFORMATION**

JUNE 30, 2016

NORTHERN NYE COUNTY HOSPITAL DISTRICT
REPORT ON FINANCIAL STATEMENTS
YEAR ENDED JUNE 30, 2016
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NORTHERN NYE COUNTY HOSPITAL DISTRICT

ORGANIZATION

DISTRICT OFFICERS at June 30, 2016

Frank Carbone, Chairperson

Dan Schinhofen, Vice Chairperson

Butch Borasky, Member

Lorinda Wichman, Member

Donna Cox, Member

INDEPENDENT AUDITOR'S REPORT

Honorable Members of the Board
Northern Nye County Hospital District
Tonopah, Nevada

Report on the Financial Statements

I have audited the accompanying financial statements of the governmental activities and the major fund of Northern Nye County Hospital District (the District), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and the major fund of the District, as of June 30, 2016, and the respective changes in financial position and the respective budgetary comparisons for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis on pages 4 through 7 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. I 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 my inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, I have also issued my report dated November 29, 2016 on my consideration of the District's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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.

Las Vegas, Nevada
November 29, 2016

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
MANAGEMENT’S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

The Management’s Discussion and Analysis (“MD&A”) introduces the financial statements of the Northern Nye County Hospital District (the “District”). The MD&A is designed to give the reader an easy-to-understand overview of the District’s financial position and results of operations for the year. The MD&A is separated into Financial Highlights, an Overview of the Financial Statements, and a Government-Wide Financial Analysis.

FINANCIAL HIGHLIGHTS

The assets of the District exceeded its liabilities at the close of the 2016 fiscal year by \$712,134 (net position). The net position of \$712,134 is unrestricted net position which may be used to meet the District’s ongoing obligations to its citizens and creditors.

The District was created by resolution of the Nye County Commission on May 29, 2015, operating under provisions of the Nevada Revised Statutes Chapter 450.550 through 450.760. This is the first year of operations for the District. Property taxes are assessed to the residents of Northern Nye County which include the unincorporated areas of Gabbs Town, Manhattan Town, Round Mountain Town, Tonopah Town, Tonopah Library District, and the Smoky Library District located in Northern Nye County, Nevada.

Upon creation of the District, concerns were raised concerning whether the board of trustees of the District may, in lieu of funding the operation of a full-service hospital, contract with a private health care provider to offer medical services of the type that would ordinarily be available at an acute care facility or offered by medical professionals from a remote site using telephone or internet communications (e.g., telemedicine.) An opinion was requested from the Office of the Attorney General of the State of Nevada concerning the District’s ability to contract for medical services. The Attorney General issued an opinion dated August 15, 2016. The District did not incur any operating expenditures during the year ended June 30, 2016, awaiting an opinion on the matter. The opinion indicated that the board of trustees may contract with a health care provider to provide the “services of a hospital” to the residents of the District. The contract need not be contingent upon a commitment by the provider to operate a full-service hospital. Since the provision of medical services within the District is a matter of local concern, the scope of the services to be provided by the health care provider is a matter committed to the discretion of the Board.

At the end of the fiscal year 2016, the District’s General Fund had a fund balance of \$709,168.

OVERVIEW OF THE FINANCIAL STATEMENTS

Government-Wide Financial Statements

The government-wide financials statements are designed to provide readers with an overview of the District’s financial position.

The Statement of Net Position presents information of all of the District’s assets and liabilities, with the difference between the two reported as net position. Increases or decreases in net position over time 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 when 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 result in cash flows in future fiscal periods.

Fund Financial Statements

The District uses fund financial statements to provide detailed information about its operations. A fund is a grouping of accounts that is used to maintain control over resources that are designated for a specific purpose within the District. The fund of the District is a governmental fund. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements described above. However, unlike the government-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.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the District’s near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

The government-wide financial statements are structured to report financial information on the District as a whole. Condensed financial information with comparative amounts from the prior year is presented along with the accompanying analysis.

Net position of the District as of June 30, 2016, are summarized and analyzed below:

	<u>Governmental Activities</u> <u>2016</u>
Assets:	
Current and other assets	\$ 712,134
Net capital assets	<u>-</u>
Total assets	<u>712,134</u>
 Liabilities:	
Current liabilities	-
Long-term liabilities	<u>-</u>
Total liabilities	<u>-</u>
 Net Position:	
Unrestricted	<u>712,134</u>
Total net position	<u><u>\$ 712,134</u></u>

The District's assets exceeded liabilities by \$712,134 at the close of the current fiscal year and total net position increased by \$712,134, or 100%, due to revenues collected and no expenditures during the period.

The District had no capital assets or liabilities during the year.

The District's total net position of \$712,134 is unrestricted. This is used to meet the ongoing obligations of the District.

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2016**

Changes in net position of the District are summarized as follows:

	<u>Governmental Activities</u> <u>2016</u>
Revenues:	
General revenues:	
Property taxes	\$ 707,570
Investment income	<u>4,564</u>
Total revenues	712,134
Expenses:	
Health	
Services and supplies	<u>-</u>
Change in net position	712,134
Net position - beginning	<u>-</u>
Net position - ending	<u><u>\$ 712,134</u></u>

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2016**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUND

Governmental Funds

The General Fund is the chief operating fund of the District. At the end of the current fiscal year, the fund balance of the General Fund was \$709,168. This is the first year of operations of the District.

There were no expenditures during the year.

GENERAL FUND BUDGETARY HIGHLIGHTS

Nevada Revised Statutes require that the District legally adopt budgets for all funds. Budgets are prepared in accordance with generally accepted accounting principles. There were no budget changes made to the original budget during the year.

Actual revenue exceeded the budgeted revenue by \$410,206. Property taxes, investment income, and net proceeds of minerals exceeded the budget.

There were no expenditures during the current year.

CAPITAL ASSETS

At June 30, 2016, the District had no capital assets.

DEBT ADMINISTRATION

At June 30, 2016, the District had no debt.

Requests for Information

This financial report is designed to provide its users with a general overview of the Northern Nye County Hospital District's finances and to show the District's accountability for the money it receives. Any questions, comments, or requests for additional financial information should be addressed to:

Northern Nye County Hospital District
101 Radar Road
PO Box 3999
Tonopah, NV 89049

NORTHERN NYE COUNTY HOSPITAL DISTRICT
STATEMENT OF NET POSITION
June 30, 2016

ASSETS

Pooled cash and investments	\$ 708,050
Interest receivable	654
Taxes receivable	<u>3,430</u>
 Total assets	 <u>712,134</u>

LIABILITIES

Accounts payable	<u>-</u>
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NET POSITION

Unrestricted	<u>712,134</u>
 Total net position	 <u><u>\$ 712,134</u></u>

The notes to the financial statements are integral part of this statement.

NORTHERN NYE COUNTY HOSPITAL DISTRICT
STATEMENT OF ACTIVITIES
For the fiscal year ended June 30, 2016

Functions/Programs	Expenses	Charges for Services	Governmental Activities
Primary governments:			
Health			
Services and supplies	\$ -	\$ -	\$ -
Total governmental activities	<u>\$ -</u>	<u>\$ -</u>	-
General Revenues:			
Property taxes			707,570
Investment income			<u>4,564</u>
Total general revenues			<u>712,134</u>
Changes in net position			712,134
Net position beginning as restated			<u>-</u>
Net position ending			<u>\$ 712,134</u>

The notes to the financial statements are an integral part of this statements.

NORTHERN NYE COUNTY HOSPITAL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUND
June 30, 2016

	<u>Major Fund</u> General Fund
<u>Assets</u>	
Pooled cash and investments	\$ 708,050
Interest receivable	654
Taxes receivable	<u>3,430</u>
Total assets	<u>\$ 712,134</u>
<u>Liabilities</u>	
Accounts payable	<u>\$ -</u>
<u>Deferred Inflows of Resources</u>	
Unavailable revenue - property taxes	<u>2,966</u>
<u>Fund Balance</u>	
Assigned for subsequent year	500,000
Unassigned	<u>209,168</u>
Total fund balance	<u>709,168</u>
Total liabilities and fund balance	<u>\$ 712,134</u>

The notes to the financial statement are an integral part of this financial statement.

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
RECONCILIATION OF THE BALANCE SHEET OF THE
GOVERNMENTAL FUND TO THE STATEMENT OF NET POSITION
June 30, 2016**

Total fund balance - governmental funds	\$ 709,168
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Amounts reported for governmental activities in the statement of net position are different because:

Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.	<u>2,966</u>
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Total net position - governmental activities	<u><u>\$ 712,134</u></u>
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The notes to the financial statements are an integral part of this statement.

NORTHERN NYE COUNTY HOSPITAL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
GOVERNMENTAL FUND
Year Ended June 30, 2016

	Major Fund
	General
	Fund
Revenues:	
Taxes:	
Property taxes	\$ 495,124
Net proceeds of minerals	<u>209,480</u>
Total taxes	704,604
Miscellaneous:	
Investment income	<u>4,564</u>
Total revenues	709,168
Expenditures:	
Health:	
Services and supplies	<u>-</u>
Excess (deficiency) of revenues over expenditures	709,168
Fund Balance:	
Beginning of year	<u>-</u>
End of year	<u><u>\$ 709,168</u></u>

The notes to the financial statement are an integral part of this statement.

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE OF GOVERNMENTAL FUND TO THE STATEMENT OF ACTIVITIES
FOR THE FISCAL YEAR ENDED JUNE 30, 2016**

Net Change in Fund Balance - Governmental Funds	\$ 709,168
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Amounts reported for governmental activities in the statement of activities are different because:

Property taxes that are collected in the time to pay obligations of the current period are reported as revenue in the fund statements. However, amounts that related to prior periods that first become available in the current period should not be reported as revenue in the Statement of Activities.

2,966

Change in net position of governmental activities	<u>\$ 712,134</u>
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The notes to the financial statements are an integral part of this statement.

NORTHERN NYE COUNTY HOSPITAL DISTRICT
GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
For the fiscal year ended June 30, 2016

	Budget Amounts			Variance-
	Original Budget	Final Budget	Actual	Positive (Negative)
Revenues:				
Taxes:				
Property taxes	\$ 298,962	\$ 298,962	\$ 495,124	\$ 196,162
Net proceeds of minerals	-	-	209,480	209,480
Total taxes	298,962	298,962	704,604	405,642
Miscellaneous:				
Investment income	-	-	4,564	4,564
Total revenues	298,962	298,962	709,168	410,206
Expenditures:				
Health:				
Services and supplies	298,962	298,962	-	298,962
Excess (deficiency) of revenues over expenditures	-	-	709,168	709,168
Fund Balance:				
Beginning of year	-	-	-	-
End of year	\$ -	\$ -	\$ 709,168	\$ 709,168

The notes to the financial statements are an integral part of this statement

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Reporting Entity

The Northern Nye County Hospital District (the “District”) was created by resolution of the Nye County Commission on May 29, 2015, operating under provisions of the Nevada Revised Statutes Chapter 450.550 through 450.760. The District boundaries include the unincorporated areas of Gabbs Town, Manhattan Town, Round Mountain Town, Tonopah Town, Tonopah Library District, and the Smoky Library District located in Northern Nye County, Nevada.

The accompanying financial statements include all of the activities that comprise the financial reporting entity of the Northern Nye County Hospital District (“District”). The five member Nye County Commission presently serves as the governing body for the District, and will continue to do so until an elected five member board is seated. The Board is legally separate and fiscally independent from other governing bodies; therefore, the District is a primary government and the District is not reported as a component unit by any other governmental unit. The accounting policies of the District conform to generally accepted accounting principles as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles.

2. Basic Financial Statements

The District’s basic financial statements consist of government-wide statements and the fund financial statements. The government-wide financial statements are made up of the Statement of Net Position and the Statement of Activities. These statements include the aggregated financial information of the District as a whole. Governmental activities normally are supported by taxes and intergovernmental revenues. The fund financial statements include financial information for the one fund type: governmental. Reconciliations between the fund statements, the Statement of Net Position, and the Statement of Activities are included.

3. Basis of Presentation - Government-wide Financial Statements

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from the General Fund. Separate financial statements are provided for the General Fund. The government-wide financial statements are made up of the statement of net position and the statement of activities.

The Statement of Net Position presents the consolidated financial position of the District at year-end for governmental activities.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or programs are offset by program revenues. Direct expenses are those that are specifically associated with a program or service and are, therefore, clearly identifiable to a particular function. Program revenues include charges for services, operating grants, and contributions. Taxes and other revenues properly not included among program revenues are reported instead as general revenues. This statement provides a net cost or net revenue for the specific function of the District. This function with a net cost is generally dependent on general-purpose tax revenues (property tax) to remain operational.

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

4. Basis of Presentation - Fund Financial Statements

The financial accounts of the District are organized on the basis of funds. Funds are considered a separate accounting entity. The District has one governmental fund, the General Fund. The operations of the fund are accounted for with a separate set of self-balancing accounts comprised of assets, liabilities, deferred outflows and inflows, fund equity, revenues, and expenditures. The General Fund is used to account for all resources and costs of operations traditionally associated with governments which are not required to be accounted for in other funds.

5. Measurement Focus and Basis of Accounting

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied.

The Governmental fund financial statements (the General Fund) are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered "measurable" when in the hands of intermediary collecting governments and are then recognized as revenue. The government considers revenues to be "available" if they are collected within 60 days of the end of the current fiscal period. Anticipated refunds of taxes are recorded as liabilities and reductions of revenue when they are measurable and the payment seems certain. In general, expenditures are recorded when liabilities are incurred. The exception to this rule is that principal and interest on debt service, as well as liabilities related to compensated absences and claims and judgments, are recorded when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

The District reports the following major governmental fund:

General Fund - The General Fund is used to account for all resources and costs of operations traditionally associated with governments which are not required to be accounted for in other funds.

The major revenue source of the District is property tax collected within the District.

Interest associated with the current fiscal period is considered to be susceptible to accrual and so has been recognized as revenues of the current fiscal period.

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

6. Budgetary Information

Nevada Revised Statutes require that local governments legally adopt budgets for all funds. The budgets are filed as a matter of public record with the County Clerk and the Nevada Department of Taxation. District staff uses the following procedures to establish, modify, and control the budgetary data reflected in the financial statements:

1. The statutes provide for the following timetable in adoption of budgets:
 - a) Before April 15, the District submits to the Nevada Department of Taxation a tentative budget for the upcoming year. The tentative budget includes proposed expenditures and the means to finance them.
 - b) Before the public hearing conducted on the third Thursday or Friday in May, a minimum of seven days' notice of the public hearing on the final budget must be published in a local newspaper.
 - c) On or Before June 1, the District Board must adopt a final budget.
2. NRS 354.598005(1) provides that the District Board may augment the budget at any time by a majority vote of the Board providing the Board publishes notice of its intention to act in a newspaper of general circulation within its county at least three days before the date set for adoption of the resolution.
3. Nevada Revised Statute 354.598005(5) allows appropriations to be transferred between functions, or contingency accounts, if such a transfer does not increase the total appropriation for any fiscal year and is not in conflict with other statutory provisions. The District Board may authorize the transfer of appropriations from the contingency account if the District Board announces the transfer of appropriations at a regularly scheduled meeting and sets forth the exact amounts to be transferred and the accounts affected. The District Board must also set forth reasons for the transfer, and the action must be recorded in the official minutes of the meeting.
4. Statutory regulations require budget control to be exercised at the function level within the fund.
5. Generally, budgets are adopted in accordance with generally accepted accounting principles.
6. The general fund budget was not augmented during the year.
7. All budget appropriations lapse at the end of the fiscal year.

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

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

a. Pooled Cash and Investments

Cash includes cash in the hands of District officers, cash in the custody of the Nye County Treasurer, and cash deposited in interest-bearing accounts at banks by the Nye County Treasurer. The majority of cash and investment transactions of the District are handled by the Nye County Treasurer's office. Cash balances are combined and invested in combination with Nye County funds in the Nye County Treasurer's Investment Pool. Investments are stated at fair value on the balance sheet. Fair value is the amount at which a financial instrument could be exchanged in a current transaction between willing parties other than in a forced or liquidation sale. Changes in the fair value of District investments are part of investment income. **(See Note C1)**

The District's cash and cash equivalents are considered to be cash on hand, cash in custody of the Nye County Treasurer, demand deposits, non-negotiable certificates of deposit, and short-term investments with original maturities of three months or less from the date of acquisition.

The majority of the District's cash and cash equivalents are in the custody of the Nye County Treasurer as required by Nevada Revised Statutes.

Nevada Revised Statutes authorize the District to invest in:

1. Obligations of the U.S. Treasury and U.S. Agencies in which the maturity dates do not exceed more than 10 years from the date of purchase.
2. Negotiable certificates of deposit issued by commercial banks or insured savings and loan associations (those over \$250,000 must be fully collateralized).
3. Negotiable notes or short-term negotiable bonds issued by local governments within Nevada.
4. Eligible bankers' acceptances that do not exceed 180 days maturity and do not exceed 20 percent of the portfolio.
5. Commercial paper with a rating of A-1 or P-1 that does not exceed 270 days maturity and does not exceed 20 percent of the portfolio.
6. The State of Nevada's Local Government Investment Pool.
7. Repurchase agreements that are collateralized at 102 percent of the repurchase price and do not exceed 90 days maturity. Securities used for collateral must meet the criteria listed above.
8. Money market mutual funds which are rated as "AAA" or its equivalent and invest only in securities issued by the Federal Government, U.S. Agencies, or repurchase agreements fully collateralized by such securities.

The District has not established an investment policy further limiting its investments.

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

b. Property Taxes

Taxes on real property are levied in July of each year and are due in July. They can be paid in quarterly installments in August, October, January, and March. In the event of nonpayment, the County Treasurer is authorized to hold the property for two years, subject to redemption upon payment of taxes, penalties and costs, together with interest at the rate of 10 percent per year from the date the taxes were due until paid. If delinquent taxes are not paid within the two year redemption period, the County Treasurer obtains a deed to the property free of all encumbrances. Upon receipt of a deed, the County Treasurer may sell the property to satisfy the tax lien.

Article X, Section 2 of the Constitution of the State of Nevada limits the total taxes levied by all overlapping governmental units within the boundaries of any County (i.e., the County, the County School District, the State, and any other City, Town, or special District) to an amount not to exceed \$5 per \$100 of assessed valuation of the property being taxed. The Nevada Legislature enacted provisions whereby the combined overlapping tax rate was limited to \$3.64 per \$100 of assessed valuation. (See Note C2)

c. Net Proceeds Tax

Taxes for the net proceeds of mines are paid on an annual and quarterly basis. Payments for net proceeds received on estimated business from January 1, 2016, through December 31, 2016, are reflected in the financial statements. In addition, the financial statements reflect quarterly payments related to actual production in excess of the original projections for the period of January 1, 2015, through December 31, 2015. Additional amounts due, based on actual business for the period ending December 31, 2016, are determined subsequent to December 31, 2016. Credits for overpayments of estimated tax received for the production year ending December 31, 2016, are applied to future tax payments in accordance with NRS 362.130. The impact on the District of future additional amounts due or future credits is not determinable at June 30, 2016, and is not reflected in the financial statement. (See Note C2)

d. Inventories and Prepaid Items

The costs of governmental fund type inventories are recorded as expenditures when purchased rather than when consumed.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

e. Capital Assets

Capital assets, which include improvements and equipment, are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial individual cost of \$3,000 or more and an estimated useful life in excess of one year. If purchased or constructed, capital assets are recorded at historical cost or estimated historical cost and updated for additions and retirements during the year. Donated capital assets are valued at their estimated value as of the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized.

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

e. Capital Assets (Continued)

Improvements and equipment of the District are depreciated using the straight-line method over the following estimated useful lives:

<u>Capital Assets</u>	<u>Years</u>
Equipment	5-20
Vehicles	8
Buildings and Improvements	25-50

f. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The District has no items that qualify for reporting in this category.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The District has only one type of item, which arises only under a modified accrual basis of accounting, which 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 one source, property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amounts become available.

g. Compensated Absences

Vested or accumulated vacation and sick leave that is expected to be liquidated with expendable available financial resources is reported as an expenditure and a fund liability of the governmental fund that will pay it. Estimated amounts of vested or accumulated vacation leave that are not expected to be liquidated with expendable available financial resources are reported in the government-wide financial statements. No expenditure is reported for these amounts in the fund financial statements. The District had no employees that qualify for vacation or sick leave benefits at year end.

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

7. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Continued)

h. Governmental Fund Balances

In the governmental fund (General Fund) financial statements, fund balance may be classified as follows:

- 1. Nonspendable** – Amounts that cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact, such as inventories and prepaids.
- 2. Restricted** – Amounts that can be spent only for a specific purpose because of state or federal laws, or externally imposed conditions by grantors or creditors.
- 3. Committed** – These amounts can only be used for specific purposes as set forth by the District Board. The Board must take formal action (vote approval by majority) in order to establish an ending fund balance commitment for any specific purpose. To be reported as committed, amounts cannot be used for any other purpose unless the Board takes the same highest level action to remove or change the constraint.
- 4. Assigned** – Assignments are neither restrictions nor commitments and represent the District's intent to use funds for a specific purpose. These assignments, however, are not legally binding and are meant to reflect intended future use of the District's ending fund balance. Intent can be expressed by the District Board.
- 5. Unassigned** – All amounts not included in other spendable classifications for the General Fund.

i. Fund Balance Flow Assumptions

When fund balance resources are available for a specific purpose in more than one classification, it is the District's policy to use the most restrictive funds first in the following order: restricted, committed, assigned, and unassigned as they are needed.

j. Net Position Policies

In the government-wide statements, net position on the Statement of Net Position includes the following:

- 1. Investment in Capital Assets**
This is the component of net position that reports capital assets less accumulated depreciation.
- 2. Restricted Assets**
This is the component of net position that reports the constraints placed on the use of assets by either external parties and/or enabling legislation.
- 3. Unrestricted**
This is the component of net position that is the difference between the assets and liabilities not reported as Invested in Capital Assets and Restricted Assets.

k. Net Position Flow Assumption

When an expense is incurred that can be paid using either restricted or unrestricted resources (net position), the District's policy is to first apply the expense toward restricted resources and then toward unrestricted resources.

l. 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.

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE B - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

1. Compliance and Accountability

The District conformed to significant statutory requirements regarding financial administration during the year. NRS 354.626 requires that the District report expenditures that exceed budgeted appropriations at the function level for governmental funds. For the year ended June 30, 2016, no expenditure functions were over appropriations.

NOTE C - DETAILED NOTES ON ALL FUNDS

1. Pooled Cash and Investments

The majority of all cash and investments of the District are included in the cash and investment pool of the Nye County Treasurer. At June 30, 2016, this pool is displayed on the statement of net position and on the governmental funds balance sheet as "Pooled Cash and Investments."

A reconciliation of cash and investments as shown on the Statement of Net Position for the District follows:

	<u>Governmental Activities</u>
Pooled Cash and investments - Nye County Treasurer	\$ 708,050
Pooled cash and investments-Statement of Net Positon	\$ 708,050

Cash and investments under the custody of the County Treasurer are invested as a pool. The County Treasurer may invest the money of the investment pool in investments which have been authorized as investments by Nevada Revised Statutes. (See Note A7a) The District has not adopted a formal investment policy that would further limit its investment choices.

Investment gain or loss is apportioned to the District funds monthly based on the average balance invested for the month.

The fair value of the District's investment in the Nye County Treasurer's Investment Pool was determined by multiplying the pool's fair value per share factor times the District's portion of pool balance as of June 30, 2016.

Interest Rate Risk: Interest rate risk is the risk of possible reduction in the value of a security, especially a bond, resulting from the rise in interest rates. Nevada Revised Statutes limits bankers' acceptances to 180 days of maturities, repurchase agreements to 90 days, U.S. Treasuries and Agencies to less than 10 years, and commercial paper to 270 days maturity. The approximate weighted average maturity of investments in the Nye County Treasurer's investment pool was 2.54 years. Detailed information concerning the investment pool is in the annual financial report of Nye County, Nevada.

As of June 30, 2016, District investments held by the Nye County Treasurer are categorized as follows:

Investment Type	Fair Value	Investment Maturities (in years)			
		Less than 1	1 to 5	6 to 10	> 10
U.S. Agencies	32.36%	14.22%	85.44%	0.34%	0.00%
Corporate Obligations	3.07%	53.15%	46.85%	0.00%	0.00%
Money Market Mutual Funds	13.95%	100.00%	0.00%	0.00%	0.00%
Negotiable Certificates of Deposit	48.43%	1.23%	97.54%	1.23%	0.00%
NV Local Government Investment Pool	0.90%	100.00%	0.00%	0.00%	0.00%
Asset Backed Securities	1.29%	6.45%	67.16%	0.00%	26.39%
	<u>100.00%</u>				

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE C - DETAILED NOTES ON ALL FUNDS (Continued)

1. Pooled Cash and Investments (Continued)

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. The Nye County Treasurer investment pool includes instruments which have been authorized by Nevada Revised Statutes. (See Note A7a) At June 30, 2016, the Nye County Treasurer's investment pool ratings were as follows:

Investment Type	Quality Ratings by Moody's							
	Aaa	Aa1	Aa2	Aa3	A1	A2	A3	N/A
U.S. Agencies	100%	0%	0%	0%	0%	0%	0%	0%
Corporate Obligations	5%	6%	12%	5%	27%	30%	16%	0%
Money Market Mutual Funds	100%	0%	0%	0%	0%	0%	0%	0%
Negotiable Certificates of Deposit	0%	0%	0%	0%	0%	0%	0%	100%
NV Local Government Investment Pool	0%	0%	0%	0%	0%	0%	0%	100%
Asset Backed Securities	12%	6%	0%	0%	0%	0%	0%	81% *

* Securities rated AAA by Standard & Poor's

* Securities rated AAA by Standard and Poor's

Custodial Credit Risk: Custodial credit risk is the risk that in the event of a bank or brokerage failure, the District's deposits may not be returned. The District's bank deposits are covered by FDIC insurance. Deposits in excess of FDIC insurance coverage in the Nye County Treasurer cash and investment pool are collateralized by securities held by the Office of the State Treasurer/Nevada Collateral Pool.

Credit Concentration Risk: Concentration of credit risk is defined as the risk of loss attributed to the magnitude of a government's investment in a single issuer. Investments with a single issuer within the Nye County Treasurer Investment pool that represent five percent or more of total investments as of June 30, 2016, are as follows:

Federal Home Loan Banks (FHLB)	6.31%
Federal Home Loan Mortgage Corporation (FHLMC)	11.32%
Federal National Mortgage Association (FNMA)	11.03%

The County implemented GASB Statement No. 72, Fair Value Measurement and Application, in 2016 to categorize its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE C – DETAILED NOTES ON ALL FUNDS (Continued)

1. Pooled Cash and Investments (Continued)

The County has the following recurring fair value measurements as of June 30, 2016:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>N/A</u>
U.S. Agencies	32.36%	100.00%	0.00%	0.00%	0.00%
Corporate Obligations	3.07%	0.00%	100.00%	0.00%	0.00%
Money Market Mutual Funds	13.95%	0.00%	0.00%	0.00%	100.00%
Negotiable Certificates of Deposit	48.43%	0.00%	0.00%	0.00%	100.00%
NV Local Government Investment Pool	0.90%	27.24%	72.76%	0.00%	0.00%
Asset Backed Securities	1.29%	0.00%	100.00%	0.00%	0.00%
	<u>100.00%</u>				

2. Receivables

Below is the detail of receivables for the General Fund at June 30, 2016:

Receivables:

Property tax receivable	\$ 3,430
Interest receivable	<u>654</u>
Total receivables	<u>\$ 4,084</u>

3. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has joined together with other local governments throughout the State of Nevada to create a pool under the Nevada Interlocal Cooperation Act. The Nevada Public Agency Insurance Pool (NPAIP) is a public entity risk pool currently operating as a common risk management and insurance program for members. The District pays an annual premium to NPAIP for its property, casualty, crimes, and machinery insurance coverage. NPAIP is considered a self-sustaining risk pool that will provide liability coverage for its members up to \$10,000,000 per event and a \$10,000,000 annual aggregate per member. Property, crime and equipment breakdown coverage is provided to its members up to \$300,000,000 per loss with various sub-limits established for earthquake, flood, equipment breakdown and money and securities. As a participatory, member the maintenance deductible is \$2,000 for each insured event.

**NORTHERN NYE COUNTY HOSPITAL DISTRICT
NOTES TO THE BASIC FINANCIAL STATEMENTS (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2016**

NOTE C – DETAILED NOTES ON ALL FUNDS (Continued)

4. Contingent Liabilities

Litigation

Management and Counsel for the District have indicated that there are no pending actions against the District.

Contracts

Upon creation of the District, concerns were raised concerning whether the board of trustees of the District may, in lieu of funding the operation of a full-service hospital, contract with a private health care provider to offer medical services of the type that would ordinarily be available at an acute care facility, or offered by medical professionals from a remote site using telephone or internet communications (e.g., telemedicine). An opinion was requested from the Office of the Attorney General of the State of Nevada which was issued on August 15, 2016. The District did not incur any operating expenditures during the year ended June 30, 2016, awaiting an opinion on the matter. The opinion indicated that the board of trustees may contract with a health care provider to provide the “services of a hospital” to the residents of the District. The contract need not be contingent upon a commitment by the provider to operate a full-service hospital. Since the provision of medical services within the District is a matter of local concern, the scope of the services to be provided by the health care provider is a matter committed to the discretion of the Board.

5. Pension Plan

Plan Description. The District is required to provide pension benefits for District employees that work half time and greater through the Public Employees’ Retirement System of the State of Nevada (PERS), a cost sharing multiple-employer, defined benefit plan administered by the Public Employees’ Retirement System of the State of Nevada. The District had no employees who worked half time and greater. Therefore, no pension contributions were required for the year. PERS provides retirement benefits, disability benefits, and death benefits, including annual cost of living adjustments, to plan members and their beneficiaries. NRS Chapter 286 establishes the benefit provisions provided to the participants of PERS. These benefit provisions may only be amended through legislation. The Public Employees’ Retirement System of the State of Nevada issues a publicly available financial report that includes financial statements and required supplementary information for PERS that can be obtained at www.nvpers.org under Quick Links — Publications.

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

Honorable Board Members
Northern Nye County Hospital District
Tonopah, Nevada

I 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 and the major fund of Northern Nye County Hospital District (the District), as of and for the year ended June 30, 2016, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued my report thereon dated November 29, 2016.

Internal Control over Financial Reporting

In planning and performing my audit of the financial statements, I considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing my opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, I 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.

My 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 my audit I did not identify any deficiencies in internal control that I consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, I 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 my audit, and accordingly, I do not express such an opinion. The results of my 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 my testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Las Vegas, Nevada
November 29, 2016

AUDITOR'S COMMENTS

Honorable Board Members
Northern Nye County Hospital District
Tonopah, Nevada

In connection with my audit of the financial statements of the governmental activities and the major fund of Northern Nye County Hospital District (the District) as of and for the year ended June 30, 2016, and the related notes to the financial statements, nothing came to my attention that caused me to believe that the District failed to comply with the requirements of the Nevada Revised Statutes referenced below insofar as they relate to accounting matters. However, my audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had I performed additional procedures, other matters may have come to my attention regarding the District's noncompliance with the Nevada Revised Statutes referenced below, insofar as they relate to accounting matters.

CURRENT YEAR STATUTE COMPLIANCE

The Northern Nye County Hospital District conformed to all significant statutory constraints on its financial administration during the year as identified in Note B1 of the accompanying financial statements.

PROGRESS ON PRIOR YEAR STATUTE COMPLIANCE

This is the first year of the District's existence.

CURRENT YEAR RECOMMENDATIONS

I noted no material weakness and no significant deficiency in internal controls.

PRIOR YEAR RECOMMENDATIONS

This is the first year of the District's existence.

Las Vegas, Nevada
November 29, 2016

NORTHERN NYE HOSPITAL DISTRICT
Cash Flow Projections
Fiscal Year 2016-17

NORTHERN NYE COUNTY HOSPITAL DISTRICT FUND CASH FLOW PROJECTIONS FOR FY 2016-17

PR's/Periods Elapsed
PR Time Elapsed 14 27 51.85%
S&S Time Elapsed 6 12 50.00%

Reflect Budget/Actual	Actual July	Actual August	Actual September	Actual October	Actual November	Actual December	Budget January	Budget February	Budget March	Budget April	Budget May	Budget June		2016-17 Final Budget	Variance Budget to Actual	Percent Time Elapsed	Percentage Received/ Spent
													Total Actual + Budgeted				
RECEIPTS/DEPOSITS	Source:																
Property Tax (Prop and Real)	\$ 3,804	\$ 100,078	\$ 99,826	\$ 37,211	\$ 2,332	\$ 46,893	\$ 41,398	\$ 35,484	\$ 29,570	\$ 29,570	\$ 29,570	\$ 156,332	\$ 612,066	\$ 591,395	\$ 20,671	50.93%	41.13%
Other	-		2,189	2,160	(105)	(1,402)							2,842	-	\$ 2,842	50.93%	149.34%
Total Receipts	\$ 3,804	\$ 100,078	\$ 102,015	\$ 39,370	\$ 2,227	\$ 45,491	\$ 41,398	\$ 35,484	\$ 29,570	\$ 29,570	\$ 29,570	\$ 156,332	\$ 614,908	\$ 591,395	\$ 23,513	50.93%	41.85%
Total Receipts Y-T-D	\$ 3,804	\$ 103,882	\$ 205,898	\$ 245,268	\$ 247,495	\$ 292,986	\$ 334,383	\$ 369,867	\$ 399,437	\$ 429,007	\$ 458,576	\$ 614,908	\$ 614,908				
EXPENDITURES/PAYMENTS																	
Salaries	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	51.85%	0%
Benefits	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	51.85%	0%
Services & Supplies	-	6,257	2,607	5,127	3,929	4,046	7,500	154,000	145,000	163,000	175,000	213,243	879,709	900,000	(20,291)	50.00%	1.99%
Capital Outlay	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	50.00%	0%
Contingency	-	-	-	-	-	-	-	5,000	5,000	5,000	5,000	7,000	27,000	27,000	-	50.00%	0%
Any Legal Litigation	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	50.00%	0%
Total Disbursements	\$ -	\$ 6,257	\$ 2,607	\$ 5,127	\$ 3,929	\$ 4,046	\$ 7,500	\$ 159,000	\$ 150,000	\$ 168,000	\$ 180,000	\$ 220,243	\$ 906,709	\$ 927,000	\$ (20,291)	50.93%	1.93%
Total Disbursements Y-T-D	\$ -	\$ 6,257	\$ 8,864	\$ 13,991	\$ 17,920	\$ 21,966	\$ 29,466	\$ 188,466	\$ 338,466	\$ 506,466	\$ 686,466	\$ 906,709	\$ 906,709				
CASH BALANCE																	
Net change in Cash	\$ 3,804	\$ 93,821	\$ 99,408	\$ 34,244	\$ (1,702)	\$ 41,445	\$ 33,898	\$ (123,516)	\$ (120,430)	\$ (138,430)	\$ (150,430)	\$ (63,911)	\$ (291,801)				
Beginning Cash	\$ 707,053	\$ 710,857	\$ 804,678	\$ 904,086	\$ 938,330	\$ 936,628	\$ 978,073	\$ 1,011,971	\$ 888,454	\$ 768,024	\$ 629,594	\$ 479,164	\$ 415,252				
End Cash Balance	\$ 710,857	\$ 804,678	\$ 904,086	\$ 938,330	\$ 936,628	\$ 978,073	\$ 1,011,971	\$ 888,454	\$ 768,024	\$ 629,594	\$ 479,164	\$ 415,252	\$ 123,451				

UNAUDITED

PROJECTIONS ARE NOT A GUARANTEE OF FUTURE RESULTS