

LINCOLN COUNTY SCHOOL DISTRICT
REPORT ON FINANCIAL STATEMENTS WITH
SUPPLEMENTARY INFORMATION
YEAR ENDED JUNE 30, 2025

**LINCOLN COUNTY SCHOOL DISTRICT
REPORT ON FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**
TABLE OF CONTENTS

	PAGE
INTRODUCTORY SECTION	
Organization	1
FINANCIAL SECTION	
Independent Auditor's Report	2-4
Management's Discussion and Analysis	5-15
BASIC FINANCIAL STATEMENTS:	
GOVERNMENT-WIDE FINANCIAL STATEMENTS:	
Statement of Net Position	16
Statement of Activities	17
FUND FINANCIAL STATEMENTS:	
GOVERNMENTAL FUNDS:	
Balance Sheet	18-19
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	20
Statement of Revenues, Expenditures, and Changes in Fund Balances	21-22
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	23
Statement of Revenues, Expenditures, and Changes in Fund Balance - Budget and Actual	
General Fund	24-27
Special Education Fund	28
PROPRIETARY FUND:	
Statement of Net Position	29
Statement of Revenues, Expenses, and Changes in Net Position	30
Statement of Cash Flows	31
Notes to the financial statements	32-59
REQUIRED SUPPLEMENTARY INFORMATION:	
Schedule of Changes in the District's Total OPEB Liability and Related Ratios	60-62
Schedule of the District's Contributions to the Public Employees' Retirement System of the State of Nevada	63
Schedule of the District's Proportionate Share of the Net Pension Liability Public Employees' Retirement System of the State of Nevada	64
Notes to the Required Supplementary Information	65
SUPPLEMENTARY INFORMATION:	
COMBINING AND INDIVIDUAL FUND STATEMENTS AND SCHEDULES:	
GOVERNMENTAL FUNDS:	
MAJOR FUNDS:	
Comparative Balance Sheets - General Fund	66
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual - General Fund	67-70

**LINCOLN COUNTY SCHOOL DISTRICT
REPORT ON FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
TABLE OF CONTENTS (Continued)**

MAJOR FUNDS (Continued):	
Comparative Balance Sheets – Special Education Fund	71
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual	
- Special Education Fund	72
Comparative Balance Sheets – Debt Service Fund	73
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual	
- Debt Service Fund	74
Comparative Balance Sheets – Capital Projects Fund	75
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual	
- Capital Projects Fund	76
NONMAJOR GOVERNMENTAL FUNDS:	
Combining Balance Sheet	77
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances	78
NONMAJOR SPECIAL REVENUE FUNDS:	
Combining Balance Sheet	79-80
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances	81-82
COB High School:	
Comparative Balance Sheets	83
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual	84-85
Federal Grants:	
Comparative Balance Sheets	86
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual	87-88
State Grants:	
Comparative Balance Sheets	89
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual	90
Adult Education:	
Comparative Balance Sheets	91
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual	92-93
Food Service:	
Comparative Balance Sheets	94
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual	95
Gifts and Donations:	
Comparative Balance Sheets	96
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual	97
PCFP At-Risk:	
Comparative Balance Sheets	98
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual	99
PCFP English Learner:	
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual	100
Student Activity:	
Comparative Balance Sheets	101
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual	102
SB 231:	
Comparative Balance Sheets	103
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual	104

**LINCOLN COUNTY SCHOOL DISTRICT
REPORT ON FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025
TABLE OF CONTENTS (Continued)**

NONMAJOR CAPITAL PROJECTS FUNDS:	
Combining Balance Sheet	105
Combining Schedule of Revenues, Expenditures, and Changes in Fund Balances	106
Bond Fund:	
Comparative Balance Sheets	107
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual	108
Building and Sites:	
Comparative Balance Sheets	109
Schedule of Revenues, Expenditures, and Changes in Fund Balance - Budget (GAAP Basis) and Actual	110
INTERNAL SERVICE FUNDS:	
Unemployment Compensation Fund:	
Comparative Statements of Net Position	111
Schedule of Revenues, Expenses, and Changes in Net Position	112
Comparative Statements of Cash Flows	113
COMPLIANCE:	
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 <i>Government Auditing Standards</i>	114-115
Independent Auditor's Comments	116-117

**LINCOLN COUNTY SCHOOL DISTRICT
ORGANIZATION**

Board of School Trustees at June 30, 2025

Ann Smith	President
Andy Free	President Pro-Tem
Brittney Laforett	Clerk
Megan Robinson	Trustee
Wade Poulsen	Trustee

Superintendent – Matt Cameron

DANIEL C. McARTHUR, LTD

Certified Public Accountant

Quail Park III • 501 So. Rancho Dr., Ste. E-30 • Las Vegas, NV 89106 • (702) 385-1899 • (702) 385-9619

INDEPENDENT AUDITOR'S REPORT

To the Honorable Board of Trustees
Lincoln County School District
Panaca, 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 Lincoln County School District (the District), as of and for the year ended June 30, 2025, 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 District, as of June 30, 2025, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparisons for the General Fund and Special Education Fund, 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.

Change in Accounting Principle

As discussed in Note E-7 to the financial statements, in 2025 the District adopted new accounting guidance, GASB Statement No. 101, *Compensated Absences*. Our opinion is not modified with respect to this matter.

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.

Auditor's 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 opinions. 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 a 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 of 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 on pages 5-15, Schedule of Changes in the District's Total OPEB Liability and Related Ratios on pages 60-62, Schedule of the District's Contributions to the Public Employees' Retirement System of the State of Nevada on page 63, and Schedule of the District's Proportionate Share of the Net Pension Liability Public Employees' Retirement System of the State of Nevada on page 64 be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The accompanying combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund financial statements and schedules are fairly stated in all material respects in relation to the basic financial statements as a whole.

We also have previously audited, in accordance with auditing standards generally accepted in the United States of America, the District's basic financial statements for the year ended June 30, 2024 which are not presented with the accompanying financial statements and we expressed unmodified opinions on the respective financial statements of the governmental activities, each major fund and the aggregate remaining fund information. That audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements as a whole. The combining and individual fund financial statements and schedules for the year ended June 30, 2024, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and related directly to the underlying accounting and other records used to prepare the 2024 basic financial statements. The information was subjected to the audit procedures applied in the audit of those basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2024 combining and individual fund financial statements and schedules are fairly stated in all material respects 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 October 28, 2025 on our consideration of the District's internal control over financial reporting and on our test 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.



Las Vegas, Nevada
October 28, 2025

**LINCOLN COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE YEAR ENDED JUNE 30, 2025**

As management of the Lincoln County School District, we offer readers of the Lincoln County School District's financial statements this narrative overview and analysis of the financial activities of the Lincoln County School District for the fiscal year ended June 30, 2025. The Management's Discussion and Analysis ("MD&A") introduces the financial reports for the Lincoln County School District ("District") and 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, Government-Wide Financial Analysis, Financial Analysis of the District's Major Funds, Capital Assets and Long-term Debt, Budgetary Highlights, and Economic Factors and Next Year's Budget comments.

FINANCIAL HIGHLIGHTS

The following is an analysis of the financial activities of the District for the fiscal year 2025 that had a significant effect on its financial position or operating results.

Government-Wide Statements

The assets and deferred outflows of resources of the District exceeded its liabilities and deferred inflows of resources at the close of the 2025 fiscal year by \$2,295,867 (net position). Total net position represents approximately \$14,635,506 net investment in capital assets, \$1,337,588 in assets restricted for debt services, \$1,930,994 in assets restricted for capital projects, \$555,058 in assets restricted for student groups, \$48,535 in assets restricted for unemployment compensation and an unrestricted deficit of \$16,211,814. The District is committed to providing postemployment benefits to its employees, as a result, the District has recognized substantial liabilities in the financial statement for those benefits. As of June 30, 2025, the District had liabilities of \$17,096,022 for District's share of the net pension liability and \$2,975,482 for other post-employment benefits, which has caused the deficit balance in the unrestricted net position.

The District's total net position increased \$272,678 due primarily to an increase in state aid.

Fund Financial Statements

At the close of fiscal year 2025, the District's governmental funds reported combined fund balances of \$7,445,946, a decrease of \$182,113 when compared to the previous year. Approximately 17.89% of the combined fund balances, \$1,332,143, is available for use within the District's policies (unassigned fund balance).

As of June 30, 2025, the unrestricted fund balance (the total of the committed, assigned, and unassigned components of fund balance) for the General Fund was \$2,788,857, or approximately 19.62% of total General Fund expenditures.

OVERVIEW OF THE FINANCIAL STATEMENTS

The Management's Discussion and Analysis is intended to introduce the District's basic financial statements. The District's basic financial statements are comprised of government-wide financial statements, fund financial statements, required supplementary information, and notes to the financial statements. This report also contains other supplementary information intended to furnish additional detail to support the basic financial statements themselves.

**LINCOLN COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

Government-Wide Financial Statements

The government-wide financial statements are designed to provide readers with an overview of the District's financial position, in a manner similar to a private-sector entity. These statements are structured around the primary government, not including fiduciary funds.

The Statement of Net Position combines and consolidates all of the District's current financial resources (short-term spendable resources) with capital assets and long-term obligations using the accrual basis of accounting. Net position is segregated into three components: net investment in capital assets; restricted; and unrestricted net position. Net position is an indicator of the overall financial position of the District and the change in net position from year to year is an indicator of the financial position 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. All expenditures are reported by related function as prescribed by the Nevada Common Elements for Accounting and Reporting K-12 Educational Finances.

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the District include instruction and support services. The District does not have any business-type activities.

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 Lincoln County School District funds are classified into two categories:

Governmental Funds – A fund is a grouping of accounts that is used to maintain control over resources that are designated for a specific purpose within the government. Governmental funds 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 use the modified accrual basis of accounting, which focuses 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. To provide a better understanding of the relationship between the fund financial statements and government-wide statements, a reconciliation is provided for a more comprehensive picture of the District's financial position.

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 government'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.

**LINCOLN COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

Fund Financial Statements (Continued)

The District maintains sixteen individual governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures, and Changes in Fund Balances for the General Fund, Special Education Fund, Debt Service Fund and Capital Projects Fund, which are considered to be major funds. Data from the other twelve governmental funds are combined into a single aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the other supplementary information.

The District adopts annual appropriated budgets for each of its funds. A budgetary comparison statement has been provided for each fund to demonstrate compliance with the budgets.

Proprietary Funds – The district maintains one type of proprietary fund. Internal service funds are an accounting device used to accumulate and allocate costs internally among the District's various functions. The District uses internal service funds to account for unemployment insurance benefits for its employees. Because these services predominantly benefit governmental rather than business-type functions, they have been included within governmental activities within the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. Individual fund data for the internal service fund is provided in the individual fund statements and schedules section of this report.

Notes to the Financial Statements

The notes to the financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statement can be found on pages 32-59 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the District's progress in funding its obligation to provide other post-employment benefits and pension benefits to its employees.

The combining statements and individual fund statements and schedules referred to earlier in connection with the major and non-major governmental funds are presented immediately following the required supplementary information.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

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

The following table illustrates the changes in net position in the fiscal years ending June 30, 2025 and 2024.

LINCOLN COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Governmental Activities		
	2025	2024
Current assets	\$ 10,250,609	\$ 9,655,888
Capital asset, net	<u>16,540,892</u>	<u>16,360,739</u>
Total assets	<u>26,791,501</u>	<u>26,016,627</u>
 Total deferred outflows of resources	<u>6,812,638</u>	<u>5,650,088</u>
 Current liabilities	2,723,346	1,994,922
Long-term liabilities	<u>25,110,113</u>	<u>23,634,245</u>
Total liabilities	<u>27,833,459</u>	<u>25,629,167</u>
 Total deferred inflows of resources	<u>3,474,813</u>	<u>2,400,868</u>
 Net position:		
Net investment in capital assets	14,635,506	14,064,043
Restricted for:		
Debt service	1,337,588	1,104,016
Capital projects	1,930,994	1,221,207
Student groups	555,058	461,026
Unemployment	48,535	48,535
Unrestricted (deficit)	<u>(16,211,814)</u>	<u>(13,262,147)</u>
Total net position	<u>\$ 2,295,867</u>	<u>\$ 3,636,680</u>

The District's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$2,295,867 at the close of the current fiscal year.

Current and other assets increased by \$594,721 from the prior year. This primarily relates to receiving more revenues than in the prior year.

Long-term liabilities, which consist of debt, compensated absences, net pension liability and total other post-employment benefits obligations, increased by \$1,475,868 from the previous year. The District's net pension liability increased by \$97,015 primarily due to differences between expected and actual experience of the plan and changes of assumptions or other inputs from the prior year. The District's compensated absences liability increased \$1,613,491 due to a restatement for GASB Statement No. 101, and \$551,696 due to the current year increase.

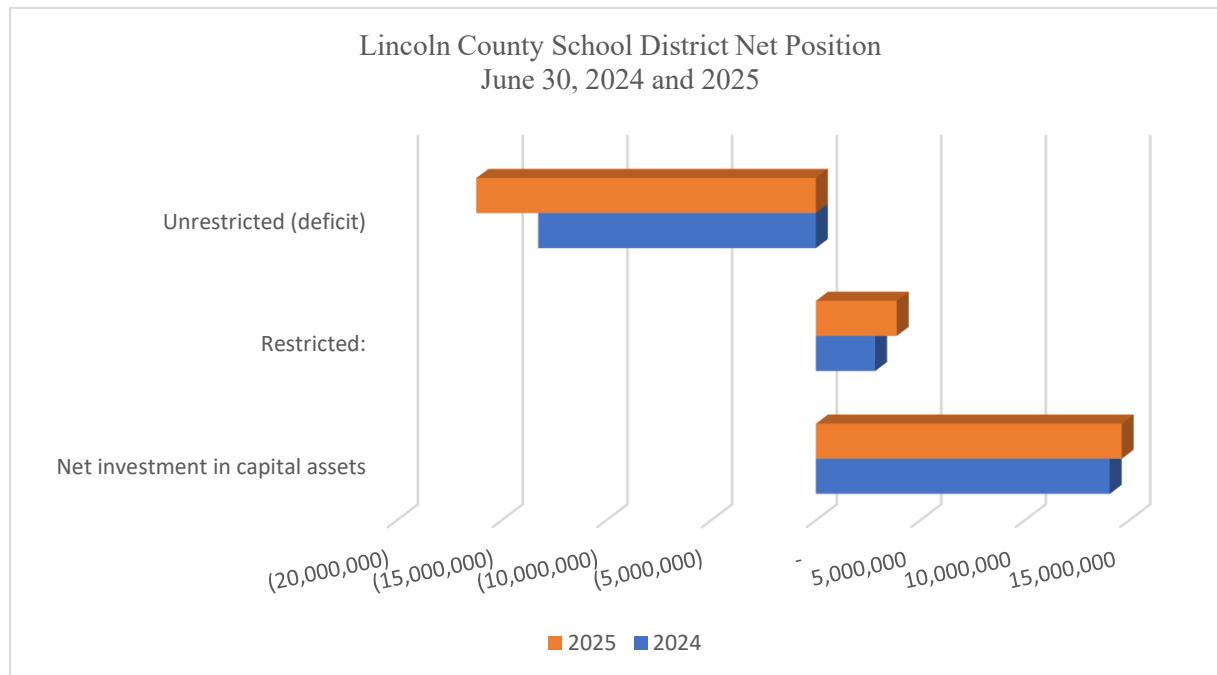
The largest portion of the District's net position, \$14,635,506, reflects its investment in capital assets, less any related debt outstanding used to acquire those assets. The District uses capital assets to provide services to students; consequently, these assets are not available for future spending. Although the District's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate the debt.

Deferred inflows of resources which consist of OPEB and pension related obligations increased by \$1,073,945. This increase primarily relates to increases in the net difference between projected and actual investment earnings on pension plan investments.

The District's total net position in governmental activities of \$2,295,867 includes unrestricted negative net position totaling (\$16,211,814). The negative unrestricted net position change from the prior year is due primarily to changes in net pension liability, OPEB liability, and related deferred pension and OPEB inflows and outflows. Portions of total net position are subject to external restrictions as to how they may be used. In the current fiscal year, there were restricted assets of \$3,872,175.

**LINCOLN COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)



The District's overall net position increased \$272,678 from the prior fiscal year. The reasons for this overall increase are discussed in the following sections for governmental activities.

Governmental Activities

Changes in Net Position

Financial activities increased the District's net position by \$272,678. The following table compares activity for the years ending June 30, 2025 and 2024.

	2025	2024
Revenues:		
Program Revenues:		
Charges for services	\$ 93,450	\$ 392
Operating grants and contributions	2,787,414	2,978,306
Capital grants and contributions	190,092	38,678
Total program revenues	3,070,956	3,017,376
General Revenues:		
Property taxes levied for debt services	643,406	618,947
Local school support tax	116,083	140,012
Governmental services tax	126,162	122,581
State aid not restricted for specific purposes	17,672,793	16,871,707
Federal aid not restricted for specific purposes	104,351	118,086
Investment income (loss)	231,033	109,849
Other local sources	698,594	574,150
Total general revenues	19,592,422	18,555,332
Total revenues	22,663,378	21,572,708

**LINCOLN COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Governmental Activities (Continued)

Expenses:	2025	2024
Instruction expenses	\$ 13,177,068	\$ 11,290,346
Support services expenses:		
Student support	255,304	261,060
Instructional staff support	349,520	413,785
General administration	2,174,824	1,965,286
School administration	2,589,676	2,166,007
Central services	600,524	519,945
Operating/maintenance plant svc	1,609,050	1,674,840
Student transportation	727,254	623,823
Food service	555,441	604,007
Community services operations	1,500	1,500
Interest on long term debt	112,493	127,288
Loss on disposal of assets	18,212	13,688
 Total expenses	 22,170,866	 19,661,575
Change in net position before special items	492,512	1,911,133
Special items	<u>(219,834)</u>	<u>-</u>
 Change in net position	 272,678	 1,911,133
Net position - beginning, as previously reported	3,636,680	1,725,547
Change in accounting principle (GASB 101)	<u>(1,613,491)</u>	<u>-</u>
Net position - beginning as restated	2,023,189	1,725,547
Net position - ending (deficit)	<u>\$ 2,295,867</u>	<u>\$ 3,636,680</u>

Governmental Activities. During the current fiscal year, net position for governmental activities increased \$272,678 from the prior fiscal year for an ending balance of \$2,295,867. The increase in the overall net position of governmental activities is primarily due to increases in revenues and decreases general obligation debt.

Revenues increased \$1,090,670 from the prior year due to increases in capital grants and contributions and state aid. State aid (pupil centered funding plan payments and state grants) remains the largest source of revenue at \$17,672,793 for the current fiscal year.

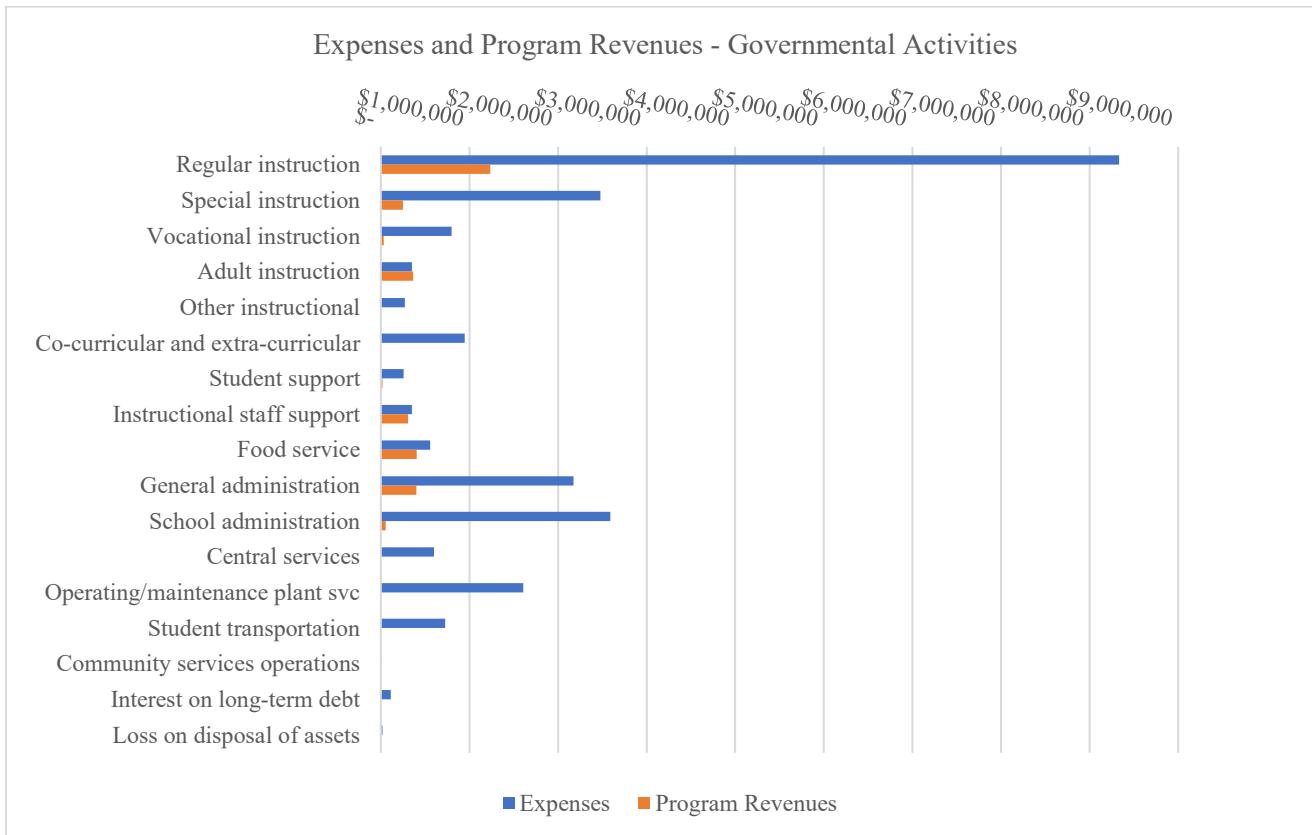
Expenses during the current year increased by \$2,509,291. The most significant increases in expenses was \$1,886,722 in instruction expenses, \$423,669 in school administration, and \$209,538 in general administration. Increases relate to an increase in compensated absence liability, labor costs, purchased services, and supplies.

**LINCOLN COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

GOVERNMENT-WIDE FINANCIAL ANALYSIS (Continued)

Governmental Activities (Continued)

As shown in the chart below, revenues generated by the District's programs are not sufficient to cover costs. The District relies on property taxes (through the pupil-centered funding plan), investment income, and other general revenues to cover the costs associated with the various programs.



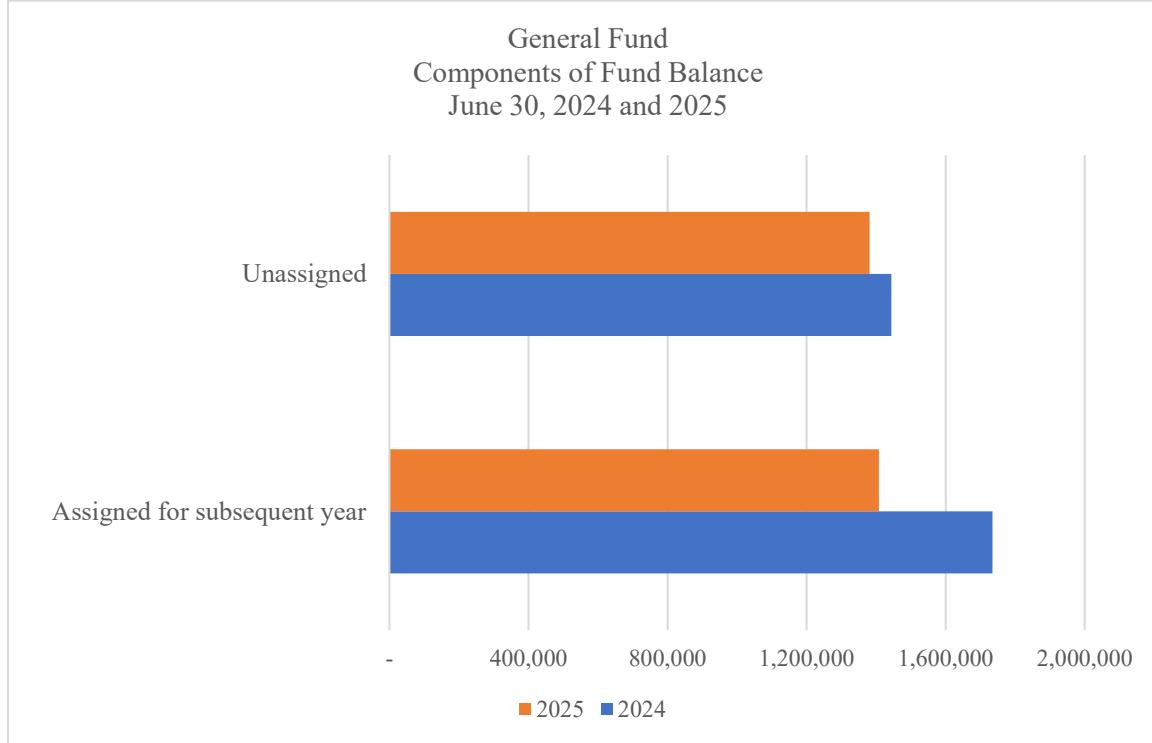
FINANCIAL ANALYSIS OF THE DISTRICT'S MAJOR FUNDS

The District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

General Fund: The General Fund is the chief operating fund of the District. At the end of the current fiscal year, the unassigned fund balance of the General Fund was \$1,381,300, while total fund balance decreased by \$389,932. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total General Fund expenditures. Unassigned fund balance represents 9.72% of total General Fund expenditures, while total fund balance represents 19.62% of that same amount.

**LINCOLN COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

FINANCIAL ANALYSIS OF THE DISTRICT'S MAJOR FUNDS (Continued)



Local revenue sources increased by \$60,681, or 908.94%. The increase was primarily in other local income which includes donations and miscellaneous monies received by the District. State revenue sources increased by \$689,567 or 4.57%. The State increased the amount of pupil centered funding plan income paid to the District. Federal revenue sources decreased by \$29,530, or 28.95%. This was attributed to the decrease in E-rate funding revenues.

Expenditures in total increased compared to the prior year by \$1,658,489, or 13.21%. Regular programs expenditures increased \$1,001,702, or 20.15%, due to an increase in salaries, benefits, and supplies. Vocational expenditures decreased \$209,322, or 24.28%, due to a decrease in salaries and benefits. Co-curricular expenditures increased \$60,677, or 19.35%, due to an increase in purchased services and supplies related to athletics. General administration expenditures increased \$397,919, or 23.14% due to increases in benefits, purchased services, supplies, and property. School Administration expenditures increased \$195,948, or 11.08%, due to increases in salaries, benefits, and supplies.

Special Education Fund: Revenues increased by \$23,077, or 1.79%, compared to the prior year due to an increase in the amount of special education funding from the state. Expenditures increased by \$306,471, or 17.09%, compared to the prior year due to an increase in salaries, benefits, and purchased services.

Debt Service Fund: The fund balance of the Debt Service Fund increased by \$233,572, or 21.16%, to a year-end balance of \$1,337,588. This increase is due to receiving property tax, in excess of annual debt service costs.

Capital Projects Fund: The fund balance of the Capital Projects Fund increased by \$486,593, or 45.43%, to a year-end balance of \$1,557,786. This increase is due to a transfer in for capital projects in the current year.

LINCOLN COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025

CAPITAL ASSETS AND LONG-TERM DEBT

Capital Assets:

On June 30, 2025, the District had \$16,278,193 (net) invested in a broad range of capital assets, including land and improvements, construction in progress, buildings and improvements, and equipment and \$262,699 in intangible assets. This amount represents a net increase (including additions, disposals, and depreciation) of \$71,880 of capital assets and an increase of \$108,273 of intangible assets from the previous year. The District uses capital assets to provide educational services to the students of Lincoln County and consequently these assets are not available for future spending.

This table reflects additions and disposals to capital assets for the governmental activities.

Governmental Activities:

	Balance	Asset		Balance	
	June 30, 2024	Additions	Transfer	Disposals	June 30, 2025
Non-depreciable capital assets:					
Land	\$ 218,157	\$ -	\$ -	\$ -	\$ 218,157
Construction in progress	88,085	97,272	(138,254)	-	47,103
Total non-depreciable capital assets	306,242	97,272	(138,254)	-	265,260
Depreciable capital assets:					
Buildings and improvements	26,072,275	732,989	138,254	25,772	26,917,746
Equipment	6,240,690	529,341	-	78,242	6,691,789
Total depreciable capital assets	32,312,965	1,262,330	138,254	104,014	33,609,535
Less: accumulated depreciation	16,412,894	1,269,510	-	85,802	17,596,602
Depreciable capital assets (net)	15,900,071	(7,180)	138,254	18,212	16,012,933
Total governmental activities capital assets (net)	\$ 16,206,313	\$ 90,092	\$ -	\$ 18,212	\$ 16,278,193
	Balance	Asset		Balance	
	June 30, 2024	Additions	Transfer	Disposals	June 30, 2025
Intangible assets					
Copier lease obligations	\$ 137,540	\$ 64,139	\$ -	\$ -	\$ 201,679
Subscription-based information technology arrangements (SBITAs)	159,823	159,600	-	-	319,423
Less: accumulated amortization	142,937	115,466	-	-	258,403
Total governmental activities intangible assets (net)	\$ 154,426	\$ 108,273	\$ -	\$ -	\$ 262,699

Buildings and improvements increased due to various building projects. Equipment additions included technology, vehicles, maintenance equipment, and food service equipment. Construction in progress includes the Findlay Family Gymnasium, and PVHS Band Room improvements. Intangible assets are copiers purchased through lease financing and SBITAs.

Capital purchases in excess of \$3,000 are capitalized and included in the capital assets of the district. Additional information on the District's capital assets can be found in notes A10, A11, A12, and D3 of this report.

LINCOLN COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025

CAPITAL ASSETS AND LONG-TERM DEBT (Continued)

Long-term Debt Obligations:

As of June 30, 2025, the District had \$25,110,113 in total long-term debt. The obligations consisted of:

	Balance July 1, 2024	Net Additions	Net Reductions	Balance June 30, 2025	Due Within One Year
General obligation debt	\$ 2,190,100	\$ -	\$ 376,100	\$ 1,814,000	\$ 324,100
Plus premiums	2,461	-	820	1,641	-
Less discounts	(1,397)	450	-	(947)	-
Total bonds payable	2,191,164	450	376,920	1,814,694	324,100
Financed purchases	52,142	-	52,142	-	-
Lease obligation	55,102	64,138	27,614	91,626	27,042
Compensated absences*	2,580,593	551,696	-	3,132,289	971,010
Net pension obligation	16,999,007	97,015	-	17,096,022	-
OPEB obligation	3,369,728	-	394,246	2,975,482	-
Total long-term liabilities	<u>\$ 25,247,736</u>	<u>\$ 713,299</u>	<u>\$ 850,922</u>	<u>\$ 25,110,113</u>	<u>\$ 1,322,152</u>

* Compensated absences were restated due to the implementation of Governmental Accounting Standards Board Statement No. 101, Compensated Absences. See **Note E-7**.

Additional information on the District's long-term debt can be found in **Note D-6** of this report.

Per Nevada Revised Statute Chapter 387.400, the debt limitation for the District is equal to 15 percent of the assessed valuation of property, excluding motor vehicles. The debt limitation currently applicable at June 30, 2025, was \$53,689,074. The District has no credit rating.

BUDGETARY HIGHLIGHTS

Nevada Statutes and District regulations require that School Districts legally adopt budgets for all funds. Budgets are prepared in accordance with generally accepted accounting principles. Budgeted amounts reflected in the accompanying financial statements recognize amendments made during the year. The final appropriated budget is prepared by fund, program, and function. All appropriations lapse at year-end and encumbrances are re-appropriated in the ensuing fiscal year.

The Original Budget reflected in the General Fund was approved May 29, 2024. Budgeted appropriations were developed with certain major determinants remaining unknown, most important of which is the final certified enrollment and the prior year's ending fund balance. For this reason, the "Original" budget is approved and submitted based on future resolution of these unknown issues.

On December 11, 2024, the Board adopted the 2024-2025 Amended Budget making changes to the budget based on changes to the pupil centered funding plan projections and adjustments related to fund balances higher than anticipated for the 2024-2025 year.

On June 25, 2025, the board adopted budget changes to reflect the administration's best estimates and includes all transfers, additions, and deletions that have been approved through June 30, 2025.

Total actual revenues for the General Fund during fiscal year 2025 were approximately \$231,791 less than budgeted with the largest source being the pupil centered funding plan adjusted base funding revenues lower than budget by \$301,438.

**LINCOLN COUNTY SCHOOL DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

BUDGETARY HIGHLIGHTS (Continued)

Total actual expenditures for the General Fund during fiscal year 2025 were approximately \$1,483,787 less than budgeted. Significant expenditures that were being less than budgeted were regular programs instruction salary and benefits in the amount of \$99,747; general administration purchased services and supplies were less than anticipated by \$532,961; operations and maintenance of plant purchased services and supplies were less than anticipated by \$205,872; and transportation purchased services, supplies, and property were less than anticipated by \$356,623.

Nevada Revised Statutes require that School Districts legally adopt budgets for all funds. Budgets are prepared in accordance with generally accepted accounting principles. Budgeted amounts reflected in the accompanying financial statements recognize amendments made during the year. The final appropriated budget is prepared by fund, program, and function. All appropriations lapse at year-end and encumbrances are re-appropriated in the ensuing fiscal year.

The actual General Fund balance of \$2,788,857 was \$1,381,300 higher than anticipated to begin the 2025-2026 year. This is reflected in the General Fund as unassigned fund balance.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

The District approved the budget for the 2025-2026 year on May 28, 2025. Factors presently known that will impact the 2025-2026 budget are as follows:

- Student enrollment is projected to remain the same.
- The property tax rates for the Debt Service Fund remained unchanged.
- Pupil-Centered Funding Plan per pupil rate is expected to increase by 0.20%

REQUESTS FOR INFORMATION

This financial report is designed to provide its users with a general overview of the Lincoln County School 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:

Lincoln County School District -
Accounting Department
PO Box 118
Panaca, NV 89042

LINCOLN COUNTY SCHOOL DISTRICT
STATEMENT OF NET POSITION
JUNE 30, 2025

2025

Assets:

Pooled cash and investments	\$ 9,658,435
Interest receivable	2,691
Taxes receivable	6,983
Due from other governments	582,500
Capital assets net of accumulated depreciation	16,278,193
Intangible assets net of accumulated amortization	<u>262,699</u>
Total assets	<u>26,791,501</u>

Deferred outflows of resources:

Deferred charge on refunding bonds	934
OPEB related	406,093
Pension related	<u>6,405,611</u>
Total deferred outflows of resources	<u>6,812,638</u>

Liabilities:

Accounts payable	865,977
Accrued payroll	1,776,599
Unearned revenue	59,473
Interest payable	21,297
Noncurrent liabilities:	
Due within one year	1,322,152
Due in more than one year	<u>23,787,961</u>
Total liabilities	<u>27,833,459</u>

Deferred inflows of resources:

OPEB related	496,366
Pension related	<u>2,978,447</u>
Total deferred inflows of resources	<u>3,474,813</u>

Net position:

Net investment in capital assets	14,635,506
Restricted for:	
Debt service	1,337,588
Capital projects	1,930,994
Student groups	555,058
Unemployment	48,535
Unrestricted (deficit)	<u>(16,211,814)</u>
Total net position	<u>\$ 2,295,867</u>

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

LINCOLN COUNTY SCHOOL DISTRICT
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025

Functions/Programs	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Total Governmental Activities
Governmental Activities:					
Instruction:					
Regular instruction	\$ (8,334,126)	\$ -	\$ 1,061,150	\$ 175,837	\$ (7,097,139)
Special instruction	(2,477,725)	-	249,948	-	(2,227,777)
Vocational instruction	(797,060)	-	22,220	10,655	(764,185)
Other instructional	(271,331)	-	-	-	(271,331)
Adult instruction	(349,290)	-	363,613	-	14,323
Co-curricular and extra-curricular	(947,536)	-	-	-	(947,536)
Total instruction	<u>(13,177,068)</u>	<u>-</u>	<u>1,696,931</u>	<u>186,492</u>	<u>(11,293,645)</u>
Support services:					
Student support	(255,304)	-	16,705	-	(238,599)
Instructional staff support	(349,520)	-	305,472	-	(44,048)
General administration	(2,174,824)	-	400,345	-	(1,774,479)
School administration	(2,589,676)	-	55,894	-	(2,533,782)
Central services	(600,524)	-	-	-	(600,524)
Operating/maintenance plant svc	(1,609,050)	-	-	-	(1,609,050)
Student transportation	(727,254)	-	1,084	-	(726,170)
Food service	(555,441)	93,450	309,483	3,600	(148,908)
Community services operations	(1,500)	-	1,500	-	-
Interest on long-term debt	(112,493)	-	-	-	(112,493)
Loss on disposal of assets	(18,212)	-	-	-	(18,212)
Total support services	<u>(8,993,798)</u>	<u>93,450</u>	<u>1,090,483</u>	<u>3,600</u>	<u>(7,806,265)</u>
Total governmental activities	<u>\$ (22,170,866)</u>	<u>\$ 93,450</u>	<u>\$ 2,787,414</u>	<u>\$ 190,092</u>	<u>\$ (19,099,910)</u>
General revenues:					
Taxes:					
Property taxes levied for debt services					643,406
Local school support tax					116,083
Governmental services tax					126,162
State aid not restricted for specific purposes					17,672,793
Federal aid not restricted for specific purposes					104,351
Investment income (loss)					231,033
Other local sources					698,594
Special items - return of excess fund balance NRS 387.1213					<u>(219,834)</u>
Total general revenues and special items					<u>19,372,588</u>
Changes in net position					
Net position beginning, as previously reported					3,636,680
Change in accounting principle (GASB 101)					<u>(1,613,491)</u>
Net position beginning as restated					<u>2,023,189</u>
Net position ending					<u>\$ 2,295,867</u>

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

LINCOLN COUNTY SCHOOL DISTRICT
GOVERNMENTAL FUNDS
BALANCE SHEET
JUNE 30, 2025

	Major Funds			
	General Fund	Special Education	Debt Service	Capital Projects
Assets:				
Pooled cash and investments	\$ 4,382,240	\$ 447,657	\$ 1,345,109	\$ 1,534,951
Interest receivable	-	-	2,691	-
Taxes receivable	-	-	6,983	-
Due from other governments	57,318	-	477	35,522
Due from other funds	236,208	-	-	-
Total assets	<u>\$ 4,675,766</u>	<u>\$ 447,657</u>	<u>\$ 1,355,260</u>	<u>\$ 1,570,473</u>
Liabilities:				
Accounts payable	\$ 692,250	\$ 2,561	\$ -	\$ 12,687
Accrued payroll	1,194,659	301,140	-	-
Unearned revenue	-	-	-	-
Due to other funds	-	-	12,750	-
Total liabilities	<u>1,886,909</u>	<u>303,701</u>	<u>12,750</u>	<u>12,687</u>
Deferred inflows of resources:				
Unavailable revenue-property taxes	-	-	4,922	-
Unavailable revenue-grant revenue	-	-	-	-
Total deferred inflows of resources	<u>-</u>	<u>-</u>	<u>4,922</u>	<u>-</u>
Fund balances:				
Restricted for:				
Debt service	-	-	1,337,588	-
Capital projects	-	-	-	1,557,786
Student groups	-	-	-	-
Committed for:				
COB High School	-	-	-	-
Special education	-	143,956	-	-
Food service	-	-	-	-
Assigned for:				
Subsequent year	1,407,557	-	-	-
Unassigned	1,381,300	-	-	-
Total fund balance	<u>2,788,857</u>	<u>143,956</u>	<u>1,337,588</u>	<u>1,557,786</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 4,675,766</u>	<u>\$ 447,657</u>	<u>\$ 1,355,260</u>	<u>\$ 1,570,473</u>

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

Total Nonmajor Funds	Total Governmental Funds
\$ 1,899,943	\$ 9,609,900
-	2,691
-	6,983
489,183	582,500
<u>12,750</u>	<u>248,958</u>
<u>\$ 2,401,876</u>	<u>\$ 10,451,032</u>
\$ 158,479	\$ 865,977
280,800	1,776,599
59,473	59,473
<u>236,208</u>	<u>248,958</u>
<u>734,960</u>	<u>2,951,007</u>
-	4,922
<u>49,157</u>	<u>49,157</u>
<u>49,157</u>	<u>54,079</u>
-	1,337,588
373,208	1,930,994
555,058	555,058
646,851	646,851
-	143,956
91,799	91,799
-	1,407,557
<u>(49,157)</u>	<u>1,332,143</u>
<u>1,617,759</u>	<u>7,445,946</u>
<u>\$ 2,401,876</u>	<u>\$ 10,451,032</u>

LINCOLN COUNTY SCHOOL DISTRICT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
JUNE 30, 2025

Total fund balance - governmental funds	\$ 7,445,946
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets, net of the related depreciation, are not reported in the governmental funds financial statements because they are not current financial resources, but they are reported in the Statement of Net Position.	
	16,278,193
Intangible assets, net of the related amortization, are not reported in the governmental funds financial statements because they are not current financial resources, but they are reported in the Statement of Net Position.	
	262,699
Other long-term assets which are not available to pay for current period expenditures and, therefore, are deferred in the funds include:	
Unavailable revenue-property taxes	4,922
Unavailable revenue-grant revenue	49,157
Certain liabilities (such as bonds payable, financed purchases payable, lease obligations payable, and compensated absences) are not reported in the Governmental Funds financial statements because they are not due and payable, but they are presented as liabilities in the Statement of Net Position.	
	(5,059,906)
Deferred outflows and inflows of resources related to deferred charges or credits on debt refundings are applicable to future reporting periods and, therefore, are not reported in the funds.	
	934
Assets and liabilities of the District's Unemployment Internal Service Fund are not reported in the Governmental Funds financial statements because they are presented on a different accounting basis, but they are presented as assets and liabilities in the Statement of Net Position.	
	48,535
The District's other post-employment benefits liabilities as well as other post-employment benefits-related deferred outflows and deferred inflows of resources are recognized in the government-wide statements and include:	
Deferred outflows from other post-employment benefits.	406,093
Total other post-employment benefits liability.	(2,975,482)
Deferred inflows from other post-employment benefits.	(496,366)
The District's proportionate share of net pension assets and liabilities as well as pension-related deferred outflows and deferred inflows of resources are recognized in the government-wide statements and include:	
Deferred outflows from pension activity.	6,405,611
Net pension liability.	(17,096,022)
Deferred inflows from pension activity.	(2,978,447)
Total net position - governmental activities	<u>\$ 2,295,867</u>

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

**LINCOLN COUNTY SCHOOL DISTRICT
GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2025**

	Major Funds			
	General Fund	Special Education	Debt Service	Capital Projects
Revenues:				
Local sources	\$ 67,357	\$ -	\$ 687,236	\$ 428,560
State sources	15,792,569	1,310,877	-	-
Federal sources	72,490	-	31,861	-
Total revenues	<u>15,932,416</u>	<u>1,310,877</u>	<u>719,097</u>	<u>428,560</u>
Expenditures:				
Current:				
Regular programs	5,972,106	-	-	-
Special programs	-	2,099,635	-	-
Vocational programs	652,684	-	-	-
Other instructional programs	-	-	-	-
Adult education	-	-	-	-
Co-curricular activities	374,298	-	-	-
Undistributed expenditures:				
Student support	229,724	-	-	-
Instructional staff support	5,240	-	-	-
General administration	2,117,333	-	-	-
School administration	1,964,366	-	-	-
Central services	535,947	-	-	-
Operating/maintenance plant svc	1,493,269	-	-	-
Student transportation	780,525	-	-	-
Food service	-	-	-	-
Community services operations	-	-	-	-
Facilities acquisition and construction	-	-	-	741,967
Debt service:				
Principal	79,756	-	376,100	-
Interest	6,317	-	109,425	-
Total expenditures	<u>14,211,565</u>	<u>2,099,635</u>	<u>485,525</u>	<u>741,967</u>
Excess (deficiency) of revenues over expenditures	<u>1,720,851</u>	<u>(788,758)</u>	<u>233,572</u>	<u>(313,407)</u>
Other financing sources (uses):				
Financed purchases proceeds	64,138	-	-	-
Operating transfers in	100,000	327,227	-	800,000
Operating transfers out	(2,155,087)	-	-	-
Total other financing sources (uses)	<u>(1,990,949)</u>	<u>327,227</u>	<u>-</u>	<u>800,000</u>
Net change in fund balance before special items	(270,098)	(461,531)	233,572	486,593
Special items:				
Return of excess fund balance NRS 387.1213	(119,834)	-	-	-
Net change in fund balance	(389,932)	(461,531)	233,572	486,593
Fund balances (deficit):				
Beginning of year	3,178,789	605,487	1,104,016	1,071,193
End of year	<u>\$ 2,788,857</u>	<u>\$ 143,956</u>	<u>\$ 1,337,588</u>	<u>\$ 1,557,786</u>

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

Total Nonmajor Funds	Total Governmental Funds
\$ 1,065,638	\$ 2,248,791
1,679,714	18,783,160
<u>1,482,323</u>	<u>1,586,674</u>
<u>4,227,675</u>	<u>22,618,625</u>
1,850,145	7,822,251
249,948	2,349,583
69,554	722,238
247,587	247,587
363,613	363,613
553,602	927,900
16,705	246,429
305,472	310,712
400,345	2,517,678
378,866	2,343,232
-	535,947
95,481	1,588,750
1,084	781,609
495,642	495,642
1,500	1,500
76,806	818,773
-	455,856
-	115,742
<u>5,106,350</u>	<u>22,645,042</u>
(878,675)	(26,417)
-	64,138
1,027,860	2,255,087
(100,000)	(2,255,087)
<u>927,860</u>	<u>64,138</u>
49,185	37,721
(100,000)	(219,834)
(50,815)	(182,113)
1,668,574	7,628,059
<u>\$ 1,617,759</u>	<u>\$ 7,445,946</u>

LINCOLN COUNTY SCHOOL DISTRICT

GOVERNMENTAL FUNDS

**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2025**

Net Change in Fund Balances - Governmental Funds	\$ (182,113)
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 financial statements as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over the estimated useful lives as annual depreciation expenses in the Statement of Activities.	71,880
Capital outlays to purchase intangible assets are reported in Governmental Funds financial statements as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over the estimated useful lives as annual amortization expenses in the Statement of Activities.	108,273
Property taxes and grant revenues that are collected in the time to pay obligations of the current period are reported as revenue in the fund statements. However, amounts that relate to prior periods that first become available in the current period should not be reported as revenue in the Statement of Activities.	44,753
The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts, and other similar items when debt is first issued, whereas, these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment in long-term debt and related items.	391,310
Generally, expenditures recognized in the fund financial statements are limited to only those that use current financial resources, but expenses are recognized in the Statement of Activities when incurred.	(548,039)
Net differences between other post-employment benefits contributions recognized in the fund statement of revenues, expenditures, and changes in fund balances and the statement of activities:	
Other post-employment benefits contributions made after measurement date (2025 contributions).	198,766
Net other post-employment benefit income/(expense).	34,617
Net differences between pension system contributions recognized in the fund statement of revenues, expenditures, and changes in fund balances and the statement of activities:	
Pension contributions made after measurement date (2025 contributions).	1,499,827
Net pension income/(expense).	<u>(1,346,596)</u>
Change in net position of governmental activities	<u>\$ 272,678</u>

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

LINCOLN COUNTY SCHOOL DISTRICT
MAJOR FUND-GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

	Budgeted Amounts		Variance-With Final Budget	
	Original	Final	Actual	Positive (Negative)
Revenues:				
Local sources:				
Investment income (loss)	\$ 100	\$ 100	\$ 5,292	\$ 5,192
Rent	100	100	-	(100)
Other income	<u>10,000</u>	<u>10,000</u>	<u>62,065</u>	<u>52,065</u>
Total local sources	<u>10,200</u>	<u>10,200</u>	<u>67,357</u>	<u>57,157</u>
State sources:				
PCFP - Adjusted base funding	15,144,688	15,144,688	14,843,250	(301,438)
PCFP - Auxiliary services - transportation	622,092	622,092	622,092	-
Local special education	<u>327,227</u>	<u>327,227</u>	<u>327,227</u>	<u>-</u>
Total state sources	<u>16,094,007</u>	<u>16,094,007</u>	<u>15,792,569</u>	<u>(301,438)</u>
Federal sources:				
National forest	-	-	14,727	14,727
E-Rate	60,000	60,000	57,318	(2,682)
National fish and wildlife	<u>-</u>	<u>-</u>	<u>445</u>	<u>445</u>
Total federal sources	<u>60,000</u>	<u>60,000</u>	<u>72,490</u>	<u>12,490</u>
Total revenues	<u>16,164,207</u>	<u>16,164,207</u>	<u>15,932,416</u>	<u>(231,791)</u>
Expenditures:				
Current:				
Regular programs:				
Instruction:				
Salaries	3,507,935	3,858,935	3,810,215	48,720
Benefits	1,850,000	1,981,630	1,930,603	51,027
Purchased services	5,000	6,000	2,170	3,830
Supplies	150,000	247,000	229,118	17,882
Property	<u>20,000</u>	<u>2,000</u>	<u>-</u>	<u>2,000</u>
Total regular programs	<u>5,532,935</u>	<u>6,095,565</u>	<u>5,972,106</u>	<u>123,459</u>

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

LINCOLN COUNTY SCHOOL DISTRICT
MAJOR FUND-GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2025

	Budgeted Amounts			Variance-With Final Budget
	Original	Final	Actual	Positive (Negative)
Expenditures (continued):				
Current (continued):				
Vocational programs:				
Instruction:				
Salaries	\$ 578,340	\$ 428,340	\$ 416,443	\$ 11,897
Benefits	350,000	228,000	215,052	12,948
Purchased services	7,700	-	-	-
Supplies	28,000	23,000	21,189	1,811
Total vocational programs	<u>964,040</u>	<u>679,340</u>	<u>652,684</u>	<u>26,656</u>
Co-curricular and extra curricular activities:				
Co-curricular activities:				
Instruction:				
Purchased services	1,000	1,000	34	966
Supplies	<u>1,000</u>	<u>1,000</u>	-	<u>1,000</u>
Total co-curricular activities	<u>2,000</u>	<u>2,000</u>	<u>34</u>	<u>1,966</u>
Athletics:				
Instruction:				
Salaries	137,403	152,862	152,500	362
Benefits	25,000	15,380	11,668	3,712
Purchased services	95,000	132,595	125,997	6,598
Supplies	43,000	85,000	81,499	3,501
Property	5,000	5,000	-	5,000
Other	-	-	2,600	(2,600)
Total athletics	<u>305,403</u>	<u>390,837</u>	<u>374,264</u>	<u>16,573</u>
Total co-curricular and extra curricular activities	<u>307,403</u>	<u>392,837</u>	<u>374,298</u>	<u>18,539</u>
Undistributed expenditures:				
Student support:				
Salaries	220,626	150,000	148,038	1,962
Benefits	125,000	88,421	79,590	8,831
Purchased services	500	-	-	-
Supplies	1,000	-	2,096	(2,096)
Property	-	3,500	-	3,500
Total student support	<u>347,126</u>	<u>241,921</u>	<u>229,724</u>	<u>12,197</u>

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

LINCOLN COUNTY SCHOOL DISTRICT
MAJOR FUND-GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2025

	Budgeted Amounts			Variance-With Final Budget
	Original	Final	Actual	Positive (Negative)
Expenditures (continued):				
Current (continued):				
Undistributed expenditures (continued):				
Instructional staff support:				
Supplies	\$ 10,000	\$ 11,800	\$ 5,240	\$ 6,560
General administration:				
Salaries	220,500	245,500	231,038	14,462
Benefits	95,800	200,000	174,606	25,394
Purchased services	980,000	1,162,800	922,290	240,510
Supplies	450,000	980,121	687,670	292,451
Property	50,000	50,000	64,138	(14,138)
Other	40,000	40,000	37,591	2,409
Total general administration	1,836,300	2,678,421	2,117,333	561,088
School administration:				
Salaries	1,154,400	1,208,155	1,190,844	17,311
Benefits	578,000	623,000	601,918	21,082
Purchased services	70,000	68,015	40,210	27,805
Supplies	77,000	129,615	127,307	2,308
Property	-	4,100	4,087	13
Total school administration	1,879,400	2,032,885	1,964,366	68,519
Central services:				
Salaries	345,000	355,000	352,183	2,817
Benefits	265,000	190,000	183,764	6,236
Purchased services	20,000	-	-	-
Supplies	160,000	-	-	-
Property	160,000	-	-	-
Other	20,000	-	-	-
Total central services	970,000	545,000	535,947	9,053
Operating/maintenance plant svc:				
Salaries	580,000	588,800	586,484	2,316
Benefits	335,000	335,000	320,407	14,593
Purchased services	265,000	202,250	134,031	68,219
Supplies	590,000	590,000	452,347	137,653
Property	289,000	-	-	-
Total operating/maintenance plant svc	2,059,000	1,716,050	1,493,269	222,781

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

LINCOLN COUNTY SCHOOL DISTRICT
MAJOR FUND-GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2025

	Budgeted Amounts			Variance-With Final Budget
	Original	Final	Actual	Positive (Negative)
Expenditures (continued):				
Current (continued):				
Undistributed expenditures (continued):				
Student transportation:				
Salaries	\$ 214,200	\$ 224,200	\$ 215,911	\$ 8,289
Benefits	155,000	125,000	89,749	35,251
Purchased services	100,000	156,488	78,539	77,949
Supplies	265,000	295,000	160,033	134,967
Property	<u>90,000</u>	<u>380,000</u>	<u>236,293</u>	<u>143,707</u>
Total student transportation	<u>824,200</u>	<u>1,180,688</u>	<u>780,525</u>	<u>400,163</u>
Facilities acquisition and construction:				
Other	<u>95,845</u>	<u>95,845</u>	<u>-</u>	<u>95,845</u>
Total undistributed expenditures	<u>8,021,871</u>	<u>8,502,610</u>	<u>7,126,404</u>	<u>1,376,206</u>
Debt service:				
Principal	-	-	79,756	(79,756)
Interest	-	-	6,317	(6,317)
Total debt service	-	-	86,073	(86,073)
Contingency	<u>25,000</u>	<u>25,000</u>	<u>-</u>	<u>25,000</u>
Total expenditures	<u>14,851,249</u>	<u>15,695,352</u>	<u>14,211,565</u>	<u>1,483,787</u>
Excess (deficiency) of revenues over expenditures	<u>1,312,958</u>	<u>468,855</u>	<u>1,720,851</u>	<u>1,251,996</u>
Other financing sources (uses):				
Financed purchases proceeds	-	-	64,138	64,138
Operating transfers in	100,000	100,000	100,000	-
Operating transfers out	<u>(1,740,575)</u>	<u>(2,340,087)</u>	<u>(2,155,087)</u>	<u>185,000</u>
Total other financing sources (uses)	<u>(1,640,575)</u>	<u>(2,240,087)</u>	<u>(1,990,949)</u>	<u>249,138</u>
Net change in fund balance before special item	(327,617)	(1,771,232)	(270,098)	1,501,134
Special items:				
Return of excess fund balance NRS 387.1213	-	-	(119,834)	(119,834)
Net change in fund balance	(327,617)	(1,771,232)	(389,932)	1,381,300
Fund balance:				
Beginning of year	<u>1,735,174</u>	<u>3,178,789</u>	<u>3,178,789</u>	<u>-</u>
End of year	<u>\$ 1,407,557</u>	<u>\$ 1,407,557</u>	<u>\$ 2,788,857</u>	<u>\$ 1,381,300</u>

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

LINCOLN COUNTY SCHOOL DISTRICT
MAJOR FUND-SPECIAL EDUCATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

	Budgeted Amounts			Variance-With Final Budget
	Original	Final	Actual	Positive (Negative)
Revenues:				
State sources:				
Special education	\$ 1,233,363	\$ 1,233,363	\$ 1,303,785	\$ 70,422
Special education above 13%	-	-	7,092	7,092
Total revenue	1,233,363	1,233,363	1,310,877	77,514
Expenditures:				
Current:				
Special programs:				
Instruction:				
Salaries	1,018,500	1,114,849	1,109,753	5,096
Benefits	600,000	724,099	711,020	13,079
Purchased services	190,000	270,700	269,670	1,030
Supplies	50,000	10,250	9,192	1,058
Property	5,000	-	-	-
Total expenditures	1,863,500	2,119,898	2,099,635	20,263
Excess (deficiency) of revenues over expenditures	(630,137)	(886,535)	(788,758)	97,777
Other financing sources (uses):				
Operating transfers in	327,227	327,227	327,227	-
Net change in fund balances	(302,910)	(559,308)	(461,531)	97,777
Fund balance:				
Beginning of year	349,089	605,487	605,487	-
End of year	\$ 46,179	\$ 46,179	\$ 143,956	\$ 97,777

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

**LINCOLN COUNTY SCHOOL DISTRICT
PROPRIETARY FUND
INTERNAL SERVICE FUND
STATEMENT OF NET POSITION
JUNE 30, 2025**

2025

Assets:

Pooled cash and investments \$ 48,535

Liabilities:

Accounts payable

Net position:

Net position: \$ 48,535

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

LINCOLN COUNTY SCHOOL DISTRICT
PROPRIETARY FUND
INTERNAL SERVICE FUND
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEAR ENDED JUNE 30, 2025

2025

Operating revenues:

Insurance premiums	\$	-
--------------------	----	---

Operating expenses:

Benefits	-
----------	---

Operating income (loss)	-
-------------------------	---

Net position:

Beginning of year	<u>48,535</u>
-------------------	---------------

End of year	<u>\$ 48,535</u>
-------------	------------------

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

LINCOLN COUNTY SCHOOL DISTRICT
PROPRIETARY FUND
INTERNAL SERVICE FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED JUNE 30, 2025

2025

Cash flows from operating activities:

Cash paid for benefits	\$ -
------------------------	------

Cash and cash equivalents:

Beginning of year	<u>48,535</u>
-------------------	---------------

End of year	<u>\$ 48,535</u>
-------------	------------------

**Reconciliation of operating income (loss) to net
cash provided (used) by operating activities:**

Operating income (loss)	<u>\$ -</u>
-------------------------	-------------

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Reporting Entity

The accompanying financial statements include all of the activities that comprise the financial reporting entity of the Lincoln County School District (“District”). The District is governed by an elected, five-member, Board of School Trustees (“Board”). 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 applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial principles.

A summary of the District’s significant accounting policies follows.

2. Basic Financial Statements

The District’s basic financial statements consist of government-wide statements and the fund financial statements. The government-wide statements include a Statement of Net Position and a Statement of Activities and the fund financial statements include financial information for the two fund types: governmental and proprietary. Reconciliations between the fund statements, the Statement of Net Position, and the Statement of Activities are also included along with Statements of Revenues, Expenditures and Changes in Fund Balances that show an original to final budget comparison for the District’s General Fund and its major special revenue fund the Special Education Fund.

3. Government-Wide 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, except for fiduciary activity. 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. As a general rule, the effect of interfund activity has been removed from these statements.

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

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or program 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 operating and capital grants and contributions and investment earnings legally restricted to support a specific program. Taxes and other revenues not included among program revenues are reported instead as general revenues. This statement provides a net cost or net revenue of specific programs and functions within the District. Those functions with a net cost are generally dependent on general-purpose tax revenues, such as property tax, to remain operational.

4. Fund Financial Statements

The financial accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts comprised of assets, liabilities, deferred outflows and inflows, fund equity, revenues, and expenditures or expenses, as appropriate. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the fiduciary funds are excluded from the government-wide financial statements.

The presentation emphasis in the fund financial statements is on major funds, for both governmental and enterprise funds. Major funds are determined based on minimum criteria set forth in Governmental Accounting Standards Board Statement Number 34. Major individual governmental funds and major individual enterprise funds are required to be reported in separate columns on the fund financial statements. However, currently the District has no enterprise funds. The District may also display other funds as major funds if it believes the presentation will provide useful information to the users of the financial statements.

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Measurement Focus, Basis of Accounting, and Basis of Presentation

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

Governmental fund financial statements 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. Gross receipts and sales taxes 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.

The major revenue sources of the District include pupil center funding plan revenues, local school support taxes, governmental services tax, and ad valorem taxes (property taxes).

The proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the District's Unemployment Compensation Fund are insurance premiums. Operating expenses for the Internal Service Fund include claims and administrative costs. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

All of the District's major funds are governmental funds. 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 resources and cost of operations traditionally associated with governments, which are not required to be accounted for in other funds.

Special Education Special Revenue Fund – The Special Education Fund accounts for transactions of the District relating to educational services provided to children with special needs as supported by the PCFP payments.

Debt Service Fund – The Debt Service Fund is used to account for the collection of revenues, payment of principal and interest, and the cost of operations associated with debt service for general obligation debt.

Capital Projects Fund – The Capital Projects Fund is used to account for tax collection for construction and maintenance of school facilities.

Additionally, the District reports the following fund type:

Proprietary Fund

Internal Service Funds - Internal Service Funds are used to account for the financing of goods or services provided by one department to other departments of the District on a cost reimbursement basis. Currently, there is one Internal Service Fund.

Unemployment Compensation Fund – The Unemployment Compensation Fund is used to account for unemployment claims paid by the District.

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Measurement Focus, Basis of Accounting, and Basis of Presentation (Continued)

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

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

6. Pooled Cash and Investments

Cash includes cash deposited in interest-bearing accounts at banks and cash in custody of fiscal agents. Investments consist of an investment in the State of Nevada 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. All investments of the District are reported at fair value as of June 30, 2025. Changes in the fair value of District investments are part of investment income that is included in revenues from local sources (See Note D1).

Nevada Revised Statutes authorize the District to invest in:

- a. Obligations of the U.S. Treasury and U.S. Agencies in which the maturity dates do not extend more than 10 years from the date of purchase.
- b. Negotiable certificates of deposit issued by commercial banks or insured savings and loan associations (those over \$250,000 must be fully collateralized).
- c. Negotiable notes or short-term negotiable bonds issued by local governments within Nevada.
- d. Eligible bankers' acceptances that do not exceed 180 days maturity and do not exceed 20 percent of the investment portfolio.
- e. Commercial paper with a rating of A-1 or P-1 that does not exceed 270 days maturity and does not exceed 25 percent of the portfolio.
- f. The State of Nevada's Local Government Investment Pool.
- g. Repurchase agreements that are collateralized at 102 percent at the repurchase price and do not exceed 90 days maturity. Securities used for collateral must meet the criteria listed above.
- h. 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.
- i. Obligations issued or unconditionally guaranteed by the International Bank for Reconstruction and Development, or obligations publicly issued in the United States by a foreign financial entity registered with the Securities and Exchange Commission, denominated in dollars with a maturity of 5 years or less with a rating of "AA" or better.

The District has not adopted a formal investment and depository policy that further limits allowable investments and deposits.

7. Cash and Cash Equivalents

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

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

8. Property Taxes Receivable

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 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. The Nevada legislature passed a property tax abatement law in 2005 that generally caps an increase in property tax on owner-occupied residential property to 3% and 8 % per year for all other property (See Notes D2 and D8).

Under the Pupil-Centered Funding Plan property taxes collected for the General Fund are remitted to the State of Nevada and returned to school districts under the funding formula. Therefore, the District reports property tax revenues and related receivables in the Debt Service Fund.

9. Inventories and Prepaid Items

The costs of governmental fund type inventories are recorded as expenditures when purchased rather than when consumed. The government-wide financial statements record inventory items as an expense when consumed. There were no material inventories at June 30, 2025.

Payments to vendors that will benefit periods beyond June 30, 2025, are recorded as expenditures in the fund financial statements. They are recorded as prepaid items in the government-wide financial statements. There were no material prepaid items at June 30, 2025.

10. Capital Assets

Capital assets, which include property, plant 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 more than \$3,000 and an estimated useful life in excess of one year. If purchased or constructed, all 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 fair 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.

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

<u>Capital Asset</u>	<u>Years</u>
Buildings	50
Building/Land Improvements	20-30
Vehicles/Buses	5-10
Equipment	5-20

11. Intangible Lease Assets

Intangible lease assets are reported at the present value of remaining future lease payments to be made during the lease term. The discount rate utilized is either the interest rate implicit within the lease agreement, or if not readily determinable, the District's estimated incremental borrowing rate. These intangible lease assets are amortized over the shorter of the lease term or the useful life of the underlying asset. Capitalization thresholds are the same threshold for capital assets noted above.

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

12. Subscription-Based Information Technology Arrangements (SBITAs)

SBITAs, which include software contracts, are reported in the governmental column in the government-wide financial statement. A SBITA is a contract that conveys control of the right to use another party's (a SBITA vendor's) information technology (IT) software as specified in the contract for a period of time in an exchange or exchange-like transaction. SBITA contracts contain non-cancellable terms of 12 months or greater; OR non-cancellable terms of 12 months or less with the option to extend (regardless of the probability of being exercised). SBITAs are recorded at the net present value of subscription payments expected to be made during the subscription term, plus any payments made to the SBITA vendor before commencement of the subscription term and certain direct costs (less any incentives). A subscription asset should be amortized over the shorter of the subscription term or the useful life of the underlying IT asset. The District established its SBITA contract threshold at \$10,000 or greater per fiscal year.

13. Accrued Salaries and Benefits

District salaries earned but not paid by June 30, 2025, have been accrued as liabilities and shown as expenditures for the year ending June 30, 2025.

14. Early Retirement Benefits

The District does not offer early retirement benefits.

15. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, or proprietary fund type Statement of Net Position. Bond premiums and discounts as well as deferred losses and gains, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as expenditures during the current period. Deferred charges related to the refunding of debt are reported as a deferred outflow of resources. They are amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognized bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as an "other financing source." 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 expenditures.

16. Compensated Absences

Teachers and certain hourly employees do not receive vacation leave. For other District employees, vacation leave is earned at rates dependent on length of employment and can be accumulated to a contractually specified maximum number of days. Employees are allowed to accumulate sick leave for future use. The District pays limited accumulated sick leave to certain employees upon termination.

Vacation leave and sick leave included in accrued salaries and benefits and recorded as expenditures in governmental fund types is the amount normally liquidated from "available spendable resources." In governmental funds, the current portion of compensated absences is recorded as a payroll expenditure. The estimated long-term liability for compensated absences is accounted for in the government-wide financial statements.

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

17. Deferred Outflows/Inflows of Resources

In addition to assets, the Statement of Net 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.

In addition to liabilities, the Statement of Net 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 one type of this item, which arises only under a modified accrual basis of accounting, which qualifies for reporting in this category. Accordingly, 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.

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

For purposes of measuring the total other post-employment benefits (OPEB) liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position of the Public Employees' Benefit Plan of Nevada (PEBP) and Lincoln County School District Health Care Plan (LCHCP) and additions to/deductions from PEBP's and LCHCP's fiduciary net position have been determined on the same basis as they are reported by PEBP and LCHCP. For this purpose, benefit payments are recognized when due and payable in accordance with the benefit terms. Investments, if any, are reported at fair value.

18. Governmental Fund Balances

- a. Nonspendable:** These items are legally or contractually required to be maintained intact and are not in a spendable form, such as inventories and prepaids.
- b. Restricted:** These amounts are constrained to being used for specific purposes by state or federal laws, or externally imposed conditions by grantors or creditors.
- c. Committed:** These amounts can only be used for specific purposes as set forth by the Board of Trustees. The Board must take formal action (vote approval by the majority), in order to establish an ending fund balance commitment for any specific purpose. Formal Board action is also required to modify or rescind an established commitment. To be reported as committed, amounts cannot be used for any other purpose unless the District takes the same highest-level action to remove or change the constraint.
- d. 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 Board of Trustees or by an official to which the Board of Trustees delegates the authority.
- e. Unassigned:** The residual classification for the General Fund that is available to spend. The District has not adopted a formal policy setting forth minimum fund balances.

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

19. Net Position

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

- a. **Net Investment in Capital Assets:** This is the component of net position that reports the difference between capital assets less both the accumulated depreciation and the outstanding balance of debt, excluding unexpended proceeds, that is directly attributable to the acquisition, construction, or improvement of those assets.
- b. **Restricted Net Position:** 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.

(i)	NRS 350.020	Debt Service	\$1,337,588
(ii)	NRS 387.328	Capital Projects	\$1,557,786
(iii)	NRS 387.177	Building and Sites	\$ 332,852
(iv)	NRS 354.6113	Bond	\$ 40,356
(v)		Unemployment	\$ 48,535
(vi)		Student Groups	\$ 555,058
- c. **Unrestricted:** This is the component of net position that is the difference between the assets, deferred outflows, liabilities, and deferred inflows not reported in invested in capital assets, net of related debt and restricted net position.
- d. **Negative Net Position:** Governmental Accounting Standards require employers to record their proportionate share of the fiduciary net pension liability on the District's Statement of Net Position. The effect of this results in negative unrestricted net position. The District makes contributions to the Public Employees' Retirement System on behalf of its employees. Statute indicates the District has no requirement to pay for the District's share of the unfunded liability.

20. Use of Restricted Resources

When an expense is incurred that can be paid using either restricted or unrestricted resources (net position), the Board's policy is to first apply the expense toward restricted resources and then toward unrestricted resources. In governmental funds, the Board's policy is to first apply the expenditure toward restricted fund balance and then to other, less-restrictive classifications – committed and then assigned fund balances before using unassigned fund balances.

21. 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 these estimates.

22. Comparative Data

Comparative total data for the prior year has been presented in selected sections of the accompanying financial statements in order to provide an understanding of the changes in the District's financial position and operations. Also, certain amounts presented in the prior year data have been reclassified in order to be consistent with the current year's presentation.

23. Revenue Line-Item Titles

Local sources are monies generated from local school support (sales tax), ad valorem (property taxes), governmental services tax, tuition, investment income and other local sources.

State sources are revenues paid by the State of Nevada (through PCFP) to the District and state grants.

Federal sources are grants received from the Federal Government mostly for specific educational and food service programs.

Other sources are monies including proceeds from the sale of capital assets and other miscellaneous income.

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

24. Expenditure Line-Item Titles

Programs:

The statements of revenues, expenditures, and changes in fund balances characterize expenditure data by major program classifications pursuant to the provisions of the Nevada Common Elements for Accounting and Reporting K-12 Educational Finances established by the Nevada Department of Education. Below is a brief description of these program classifications.

Regular programs are activities designed to provide elementary and secondary students with learning experiences to prepare them as citizens, family members, and non-vocational workers.

Special programs are activities designed primarily to serve students having special needs. Special programs include services for the gifted and talented, mentally challenged, physically handicapped, emotionally disturbed, culturally different, learning disabilities, bilingual, and special programs for other types of students at all levels.

Vocational programs are learning experiences that will provide individuals with the opportunity to develop the necessary knowledge, skills, and attitudes needed for occupational employment.

Other instructional programs are activities that provide elementary and secondary students with learning experiences in school-sponsored activities and summer school.

Adult education programs are learning experiences designed to develop knowledge and skills to meet intermediate and long-range educational objectives for adults, who, having incomplete or interrupted formal schooling, have accepted adult roles and responsibilities.

Co-curricular and extra-curricular activities are activities that add to a student's educational experience but are not related to educational activities. These activities typically include events and activities that take place outside the traditional classroom. Some examples of such activities are student government, athletics, band, choir, clubs, and honor societies.

Undistributed expenditures are charges not readily assignable to a specific program. Student and instructional staff support and overall general and administrative costs are classified as undistributed expenditures. Also included are the costs of operating, maintaining, and constructing the physical facilities of the District.

Functions:

Instruction includes all activities dealing directly with the interaction between teachers and students, including the activities of aides or classroom assistants which assist in the instructional process.

Student support includes activities designed to assess and improve the well-being of students and to supplement the teaching process.

Instructional staff support includes activities associated with assisting the instructional staff with the content and process of providing learning experiences for students.

General administration includes activities concerned with establishing and administering policy in connection with operating the District.

School administration includes activities concerned with overall administrative responsibility for a school. This includes principals, assistants, and clerical staff involved in the supervision of operations at a school.

Central services includes activities concerned with paying, transporting, exchanging, and maintaining goods and services for the District. Included are the fiscal and internal services necessary for operating the District.

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

24. Expenditure Line-Item Titles (Continued)

Operating and maintenance of plant services includes activities concerned with keeping the physical schools and associated administrative buildings open, comfortable, and safe for use. This also includes keeping the grounds, buildings, and equipment in effective working condition and state of repair. Additional activities include maintaining safety in buildings, on the grounds, and in the vicinity of schools.

Student transportation includes activities concerned with the conveyance of students to and from school, as provided by state and federal law. It includes trips between home and school as well as trips to school activities.

Food service includes activities concerned with providing food to students and staff within the District. This includes the preparation and serving of regular and incidental meals, lunches, or snacks.

Community services operations are activities concerned with providing community services to students, staff, or other community participants.

Facilities acquisition and construction services are all activities concerned with the acquisition of land and buildings; the construction of buildings and additions to buildings; initial installation or extension of service systems and other built-in equipment and improvements to sites.

NOTE B - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

1. Explanation of certain differences between the governmental funds balance sheet and the government-wide Statement of Net Position

The governmental funds balance sheet includes reconciliation between fund balances - total governmental funds and net position - governmental activities as reported in the government-wide Statement of Net Position. One element of the reconciliation explains that "Certain liabilities (such as bonds payable, capital lease payable, and compensated absences) are not reported in the governmental funds financial statements because they are not due and payable, but they are presented as liabilities in the Statement of Net Position." The details of this difference are as follows:

Bond payable	\$ (1,814,000)
Bond premium (net of amortization)	(1,641)
Bond discount (net of amortization)	947
Lease obligation	(91,626)
Interest payable	(21,297)
Compensated absences	<u>(3,132,289)</u>
Net adjustment to reduce total fund balance - governmental funds to arrive at total net position - governmental activities	<u>\$ (5,059,906)</u>

2. Explanation of certain differences between the governmental funds statements of revenues, expenditures, and changes in fund balances and the government-wide Statement of Activities

The governmental funds statement of revenues, expenditures, and changes in fund balances includes reconciliation between the net change in fund balances - governmental funds and changes in net position of governmental activities as reported in the government-wide Statement of Activities. One element of that reconciliation explains that "Capital outlays to purchase or build capital assets are reported in the Governmental Funds financial statements as expenditures. However, for governmental activities those costs are shown in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expenses in the Statement of Activities." The details of this difference are as follows:

Capital outlay	\$ 1,359,602
Loss on disposal of assets	(18,212)
Depreciation expense	<u>(1,269,510)</u>
Net adjustment to decrease the net change in fund balances - governmental funds to arrive at the change in net position of governmental activities	<u>\$ 71,880</u>

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE B - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)

2. Explanation of certain differences between the governmental funds statements of revenues, expenditures, and changes in fund balances and the government-wide Statement of Activities (Continued)

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts and other similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.” The details of this difference are as follows:

Debt issued or incurred:

General obligation debt principal payments	\$ 376,100
Financed purchases payments	52,142
Lease obligation payments	27,614
Leased obligation proceeds	(64,138)
Bond premiums (net of amortization)	820
Bond discounts (net of amortization)	(450)
Deferred charge on refunding bonds	<u>(778)</u>
Net adjustment to increase the net change in fund balances - governmental funds to arrive at the change in net position of governmental activities	<u>\$ 391,310</u>

Another element of that reconciliation states that “Generally, expenditures recognized in the fund financial statements are limited to only those that use current financial resources, but expenses are recognized in the Statement of Activities when incurred.” The details of this difference are as follows:

Change in accrued interest	\$ 3,657
Change in compensated absences	<u>(551,696)</u>
Net adjustment to increase net change in fund balances - governmental funds to arrive at change in net position of governmental activities	<u>\$ (548,039)</u>

NOTE C - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

1. Budgetary Information

Nevada Revised Statutes and District policies and regulations require that school districts legally adopt budgets for all funds except fiduciary funds. The budgets are filed as a matter of public record with the County Clerk and the State Departments of Taxation and Education. The District staff uses the following procedures to establish, modify and control the budgetary data reflected in the financial statements:

a. The statutes provide for the following timetable in adoption of budgets:

- (i) Before April 15, the Superintendent of Schools submits to the Board of School Trustees a tentative budget for the upcoming fiscal year. The tentative budget includes proposed expenditures and the means to finance them.
- (ii) A public hearing must be held by the Board of Trustees no sooner than the third Monday in May and no later than the last day in May. Notice of the public hearing must be published once in the local newspaper not more than 14 nor less than 7 days before the hearing.
- (iii) Before June 8, the Board of School Trustees must adopt a final budget.

b. On or before January 1, the Board of School Trustees adopts an amended final budget reflecting any adjustments necessary as a result of the completed count of students.

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE C - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY (CONTINUED)

1. Budgetary Information (Continued)

- c. NRS 354.598005(1) provides that the Board of School Trustees 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 in the county at least three days before the date set for adoption of the resolution. In addition, the acceptance of a grant and the terms imposed by the granting agency constitutes an appropriation/augmentation for the specified purpose.
- d. Budgeted appropriations may not be exceeded by actual expenditures of the various functions of the General Fund, Special Revenue Funds, and Capital Projects Funds. The sum of operating and nonoperating expenses in the Internal Service Fund may not exceed total appropriations. The funds augmented during the year included the following funds:
- General Fund
 - Special Education Special Revenue Fund
 - Food Service Special Revenue Fund
 - Federal Grants Special Revenue Fund (Auto-augment for grants)
 - Gifts and Donations Special Revenue Fund (Auto-augment for grants)
 - Student Activity Special Revenue Fund
 - COB High School Special Revenue Fund
 - Adult Education Special Revenue Fund
 - Debt Service Fund
 - Capital Projects Fund
 - Building and Sites Capital Projects Fund
 - Bond Capital Projects Fund
- e. Generally, budgets for all funds are adopted in accordance with generally accepted accounting principles. Budgeted amounts reflected in the accompanying financial statements recognize amendments made during the year.
- f. All appropriations lapse at the end of the fiscal year. Encumbrances are re-appropriated in the ensuing fiscal year.

2. Compliance and Accountability

Nevada Revised Statutes 354.626 requires the District to report expenditures that exceed budgeted appropriations at the function level for the General Fund, Special Revenue Funds, and Capital Project Funds. For the year ending June 30, 2025, the PCFP At-Risk Special Revenue Fund other instructional function expenditures exceeded appropriations in the amount of \$88,962. The District received additional revenues that had not been budgeted. Budget augmentation procedures required by Nevada Revised Statutes providing budget authorization to expend the additional revenue were not completed, causing the expenditures to exceed appropriations.

NOTE D – DETAILED NOTES ON ALL FUNDS

1. Pooled Cash and Investments

The District maintains a cash and investment pool that is available for use by all funds. At June 30, 2025, this pool is displayed by the Statement of Net Position and major and other governmental funds on the governmental funds balance sheet as “Pooled Cash and Investments.”

The following schedules summarize cash and investments for the District at June 30, 2025:

A reconciliation of pooled cash and investments for the District follows:

Cash held by County for debt service	\$ 1,345,109
Cash held by student groups	555,058
Carrying amount of deposits	7,758,163
Carrying amount of investments	105
Total	<u>\$ 9,658,435</u>

A reconciliation of cash and investments for the District follows:

Cash on the Statement of Net Position	<u>\$ 9,658,435</u>
---------------------------------------	---------------------

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE D – DETAILED NOTES ON ALL FUNDS (Continued)

1. Pooled Cash and Investments (Continued)

Investments are carried at fair value. The following is a list of those investments as of June 30, 2025:

Investment Type	Investment Maturities (in years)		Fair Value Measurement	
	Fair Value	Less than 1	Level 1	Level 2
State of Nevada Local Government Investment Pool	\$ 105	\$ 105	\$ 42	\$ 63

Investments classified in Level 1 of the fair value hierarchy are valued using prices quoted in active markets of those securities. Investments classified in Level 2 of the fair value hierarchy are valued using significant other observable inputs. The District does not have recurring fair value measurement as of June 30, 2025, that is valued using significant unobservable inputs (Level 3).

Except for financial reporting purposes, the cash balance in the Student Activity Special Revenue Fund is not normally considered part of the District's pooled cash and investments. This amount represents cash held in funds by the District for student groups and organizations and cannot be used in the District's normal operations. The balance listed above for this fund is a consolidation of individual bank accounts held at the schools across the District as of June 30, 2025.

The District is a voluntary participant in the State of Nevada Local Government Investment Pool (LGIP), which has regulatory oversight from the State of Nevada Board of Finance. The District's investment in the LGIP is equal to its original investments plus monthly allocations of investment income, and realized and unrealized gains and losses, which is the same as the value of the pool shares. The District's investment in the LGIP is reported at fair value. The fair value of the District's investment in the LGIP was determined by multiplying the pool's fair value per share factor times the District's pool balance as of June 30, 2025.

The State of Nevada's Local Government Investment Pool is an agency fund of the State administered by the State Treasurer. Any local government may deposit its money with the fund. The State Treasurer may invest the money in the fund in investments which have been authorized as investments for local governments by Nevada Revised Statutes and in time certificates of deposit.

At the end of each month, the State Treasurer computes the portion of the total deposits in the fund which were attributable during the month to each local government. That proportion is applied to the total amount of interest received during the month on invested money of the fund and credited to each participating local government, less the proportionate amounts of the assessments for the expenses of administration.

Investments in the State of Nevada's Local Government Investment Pool are considered cash equivalents for financial reporting purposes.

As noted, Nevada Revised Statutes (NRS 355.170) set forth acceptable investments for Nevada local governments. The District has not adopted a formal investment policy that would further limit its investment choices.

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. To limit exposure to interest rate risk, the 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 State of Nevada Local Government Investment Pool is 49.50 days.

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. In accordance with the Nevada Revised Statutes, the District limits its investments instruments by their credit risk. The State of Nevada Local Government Investment Pool is an unrated external investment pool.

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 generally covered by FDIC insurance and are collateralized by the Office of the State Treasurer/Nevada Collateral Pool.

At year-end, the District's carrying amount of deposits, not including the Debt Service Fund, for which deposits are controlled by the Lincoln County Treasurer and the Student Activity Fund, for which deposits are held by student groups, were \$7,758,163 and the bank balance was \$8,092,137. Of the bank balance, \$500,000 was covered by federal depository insurance. The remaining balance, \$7,592,137, was collateralized with securities held by the Office of the State Treasurer/Nevada Collateral Pool.

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE D – DETAILED NOTES ON ALL FUNDS (Continued)

2. Receivables

Receivables as of June 30, 2025, for the District's individual major funds and nonmajor funds in the aggregate are as follows:

	MAJOR FUNDS				
	General	Debt Service	Capital Projects	Nonmajor	Total
Taxes receivable	\$ -	\$ 6,983	\$ -	\$ -	\$ 6,983
Interest receivable	- -	2,691	- -	- -	2,691
Due from other governments:					
<u>Local sources:</u>					
Governmental service tax	- -	- -	20,486	- -	20,486
Local school support tax	- -	- -	15,036	- -	15,036
Net proceeds	- -	- -	- -	- -	- -
<u>State sources:</u>					
Grants and allotments	- -	- -	- -	304,191	304,191
<u>Federal sources:</u>					
Grants and allotments	<u>57,318</u>	<u>477</u>	<u>-</u>	<u>184,992</u>	<u>242,787</u>
	<u><u>\$ 57,318</u></u>	<u><u>\$ 10,151</u></u>	<u><u>\$ 35,522</u></u>	<u><u>\$ 489,183</u></u>	<u><u>\$ 592,174</u></u>

3. Capital and Intangible Assets

A summary of changes in capital assets for the year ended June 30, 2025, follows:

	Governmental Activities:				
	Balance June 30, 2024	Additions	Asset Transfer	Disposals	Balance June 30, 2025
Non-depreciable capital assets:					
Land	\$ 218,157	\$ -	\$ -	\$ -	\$ 218,157
Construction in progress	<u>88,085</u>	<u>97,272</u>	<u>(138,254)</u>	<u>-</u>	<u>47,103</u>
Total non-depreciable capital assets	<u><u>306,242</u></u>	<u><u>97,272</u></u>	<u><u>(138,254)</u></u>	<u><u>-</u></u>	<u><u>265,260</u></u>
Depreciable capital assets:					
Buildings and improvements	26,072,275	732,989	138,254	25,772	26,917,746
Equipment	<u>6,240,690</u>	<u>529,341</u>	<u>-</u>	<u>78,242</u>	<u>6,691,789</u>
Total depreciable capital assets	<u><u>32,312,965</u></u>	<u><u>1,262,330</u></u>	<u><u>138,254</u></u>	<u><u>104,014</u></u>	<u><u>33,609,535</u></u>
Less: accumulated depreciation	<u>16,412,894</u>	<u>1,269,510</u>	<u>-</u>	<u>85,802</u>	<u>17,596,602</u>
Depreciable capital assets (net)	<u><u>15,900,071</u></u>	<u><u>(7,180)</u></u>	<u><u>138,254</u></u>	<u><u>18,212</u></u>	<u><u>16,012,933</u></u>
Total governmental activities capital assets (net)	<u><u>\$ 16,206,313</u></u>	<u><u>\$ 90,092</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 18,212</u></u>	<u><u>\$ 16,278,193</u></u>
Intangible assets					
Copier lease obligations	\$ 137,540	\$ 64,139	\$ -	\$ -	\$ 201,679
Subscription-based information technology arrangements (SBITAs)	<u>159,823</u>	<u>159,600</u>	<u>-</u>	<u>-</u>	<u>319,423</u>
Less: accumulated amortization	<u>142,937</u>	<u>115,466</u>	<u>-</u>	<u>-</u>	<u>258,403</u>
Total governmental activities intangible assets (net)	<u><u>\$ 154,426</u></u>	<u><u>\$ 108,273</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 262,699</u></u>

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE D – DETAILED NOTES ON ALL FUNDS (Continued)

3. Capital and Intangible Assets (Continued)

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

Governmental Activities:

Instruction:

Regular instruction	\$ 536,033
Special instruction	83,401
Vocational instruction	95,448
Adult instruction	2,804
Other instruction	<u>18,047</u>
Total instruction	<u>735,733</u>

Support services:

Student support	11,576
Instructional staff support	12,544
Food service	56,805
General administration	47,782
School administration	114,316
Central services	25,242
Operation and maintenance of plant services	105,195
Student transportation	<u>160,317</u>
Total support services	<u>533,777</u>
Total	<u><u>\$ 1,269,510</u></u>

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

Accumulated amortization – Other instruction	\$ 14,210
Accumulated amortization – General administration	<u>101,256</u>
Total	<u><u>\$ 115,466</u></u>

4. Construction and Other Significant Commitments

Construction commitments: The District has two active construction projects as of June 30, 2025 as follows:

Project	Spent-to-Date	Estimated Costs
Findlay Family Gym	\$ 10,000	\$ 100,000
PVHS Band Room Remodel	\$ 37,103	\$ 52,683

5. Interfund Balances

In the fund financial statements, activity between funds that are representative of borrowing agreements outstanding at the end of the fiscal year are referred to as “due to/from other funds.” Interfund receivable and payable amounts at June 30, 2025, are as follows:

<u>Receivable Fund</u>	<u>Payable Fund</u>	
General Fund	Federal Grants Fund	\$ 43,757
	State Grants Fund	95,791
	SB 231 Fund	<u>96,660</u>
		<u><u>\$ 236,208</u></u>
Bond Capital Projects Fund	Debt Service Fund	<u><u>\$ 12,750</u></u>

The General Fund receivable relates to negative cash in the Federal Grants, State Grants, and SB 231 Funds due to grant income not received before year end. The \$12,750 payable to the Bond Capital Projects Fund relates to annual bond costs paid out of this fund to be reimbursed from the Debt Service Fund. These amounts are expected to be paid with current resources.

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE D – DETAILED NOTES ON ALL FUNDS (Continued)

6. Long-Term Debt

General Obligation Bonds: The District issued general obligation bonds to provide for the acquisition and construction of major capital facilities. General obligation bonds have been issued for general District activities. In addition, refunding general obligation bonds have been issued to refund general obligation bonds.

General obligation bonds currently outstanding are as follows:

<u>General Obligation Bonds</u>	<u>Sale Date</u>	<u>Original Borrowing</u>	<u>Interest Rates to Maturity</u>	<u>Final Maturity</u>	<u>Outstanding June 30, 2025</u>
School Building Bond	2009	\$2,025,000	5.15%	2029	\$ 735,000
School Building Bond (QSCB)	2010	650,000	7.45	2027	625,000
Refunding Bonds	2012	3,084,300	2.53	2028	<u>454,000</u>
					<u>\$ 1,814,000</u>

Annual debt service requirements to maturity for general obligation bonds are as follows:

<u>Year ending</u>	<u>Annual Debt Service</u>			<u>Interest Subsidy</u>	<u>Net Annual Debt Service</u>
<u>June 30,</u>	<u>Principal</u>	<u>Interest</u>	<u>Debt Service</u>		
2026	\$ 324,100	\$ 93,951	\$ 418,051	\$(33,062)	\$ 384,989
2027	956,700	81,327	1,038,027	(33,062)	1,004,965
2028	338,200	21,702	359,902	0	359,902
2029	<u>195,000</u>	<u>10,043</u>	<u>205,043</u>	<u>0</u>	<u>205,043</u>
	<u>\$ 1,814,000</u>	<u>\$ 207,023</u>	<u>\$2,021,023</u>	<u>\$(66,124)</u>	<u>\$ 1,954,899</u>

2023 Financed Purchase: The District entered into lease agreements for financing the acquisition of four vehicles valued at \$156,602 in February of 2023. The leases have been classified as a financed purchase according to generally accepted accounting principles. The leases contained non-funding clauses whereby the leases are terminated without penalty should the District fail in a budget year to appropriate money for the payment. The leases were payable over a two-year period at an imputed interest rate of 6% payable through February 2025. The vehicles have a five-year estimated useful life. This year, \$16,582 is included in accumulated depreciation. The lease obligations were paid in full as of June 30, 2025.

Lease Obligation: The District leases several copiers, each with a lease term of 60 months with varying monthly payments with an imputed interest rate of 4.0%. During the year the District entered into 1 new copier lease totaling \$64,138.50 payable over 60 months. At the end of the leases, the District has an option to purchase the copiers but will likely enter into a new lease for equipment. Copiers have a five-year estimated useful life. This year, \$28,199 is included in accumulated depreciation during the current year. The future minimum lease obligations as of June 30, 2025, were as follows:

<u>Year ending</u>	<u>Principal</u>	<u>Interest</u>
<u>June 30,</u>		
2026	\$ 27,042	\$ 3,173
2027	22,220	2,149
2028	18,100	1,365
2029	15,356	671
2030	<u>8,908</u>	<u>134</u>
	<u>\$ 91,626</u>	<u>\$ 7,492</u>

LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025

NOTE D – DETAILED NOTES ON ALL FUNDS (Continued)

6. Long-Term Debt (Continued)

Changes in long-term liabilities: During the year ended June 30, 2025, the following changes occurred:

	Balance July 1, 2024	Net Additions	Net Reductions	Balance June 30, 2025	Due Within One Year
General obligation debt	\$ 2,190,100	\$ -	\$ 376,100	\$ 1,814,000	\$ 324,100
Plus premiums	2,461	-	820	1,641	-
Less discounts	(1,397)	450	-	(947)	-
Total bonds payable	2,191,164	450	376,920	1,814,694	324,100
Financed purchases	52,142	-	52,142	-	-
Lease obligation	55,102	64,138	27,614	91,626	27,042
Compensated absences*	2,580,593	551,696	-	3,132,289	971,010
Net pension obligation	16,999,007	97,015	-	17,096,022	-
OPEB obligation	3,369,728	-	394,246	2,975,482	-
Total long-term liabilities	\$ 25,247,736	\$ 713,299	\$ 850,922	\$ 25,110,113	\$ 1,322,152

* Compensated absences were restated due to the implementation of Governmental Accounting Standards Board Statement No. 101, Compensated Absences. See Note E-7.

General obligation debt will be liquidated by the Debt Service Fund with all other debt by the General Fund.

Nevada Revised Statute 350.020 requires that the Board establish a reserve account within its debt service fund for payment of the outstanding bonds of the District. Currently, the account must be established and maintained in an amount at least equal to the lesser of 50% of the amount of principal and interest payments due on all of the outstanding bonds of the District in the next fiscal year or 10% of the outstanding principal amount of the outstanding bonds of the District. The amounts on deposit in the reserve account are not directly pledged to pay debt service on the debt and, if permitted, may be used for other purposes. As of June 30, 2025, the amount required to fund the reserve account was \$181,400, which was fully funded by the District in the Debt Service Fund in the amount of \$1,337,588. Per Nevada Revised Statute Chapter 387.400, the debt limitation for the District is equal to 15 percent of the assessed valuation of property, excluding motor vehicles. The debt limitation currently applicable at June 30, 2025, was \$53,689,074.

7. Interfund Transfers

In the fund financial statements, interfund transfers are shown as other financing sources or uses. Transfers between funds during the year ended June 30, 2025, are as follows:

	Transfers Out		
	Transfers In	General Fund	COB High School
General Fund	\$ 100,000	\$ 0	\$ 100,000
Special Education Fund	327,227	327,227	0
Capital Projects Fund	800,000	800,000	0
Nonmajor Governmental Funds	<u>1,027,860</u>	<u>1,027,860</u>	<u>0</u>
	<u>\$ 2,255,087</u>	<u>\$ 2,155,087</u>	<u>\$ 100,000</u>

Interfund transfers made during the year included \$2,155,087 transferred from the General Fund for the pupil centered funding support for the Special Education Fund (\$327,227) and COB High School Fund (\$727,860) and capital asset funding in the Capital Projects Fund (\$800,000) and Building and Sites Fund (\$300,000). The COB High School Fund transferred \$100,000 to the General Fund for administration support.

8. Unavailable Revenue

Delinquent taxes receivable not collected within sixty days after year-end are recorded as deferred inflows of resources as they are not available to pay liabilities of the current period. Unavailable tax revenue in the Debt Service Fund was \$4,922 at June 30, 2025.

Grants receivable not collected within sixty days after year-end are recorded as deferred inflows of resources as they are not available to pay liabilities of the current period. Unavailable grant revenue in the Federal Grants Fund was \$49,157 at June 30, 2025.

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE D - DETAILED NOTES ON ALL FUNDS (Continued)

9. Unearned Revenues

Governmental funds report unearned revenue in connection with resources that have been received but not yet earned. A summary of unearned revenue for the governmental funds in the aggregate at June 30, 2025, follows:

Governmental Funds	Local Programs	State Programs	Federal Programs	Total
	\$ 5,983	\$ 44,423	\$ 9,067	\$ 59,473

Local, State, and Federal programs unearned revenue consist primarily of grant funds received in advance of expenditures.

NOTE E - OTHER INFORMATION

1. 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, as are all entities. The District has joined together with similar public agencies 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 and specific deductibles, as necessary, to NPAIP for its general 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. The maintenance deductible is \$5,000 for each insured event.

The District has additional coverage of \$3,000,000 per incident for cyber security events with various sub-limits established for security failure, network interruption, and proof of loss preparation costs. As a participatory member, there is no maintenance deductible for each insured event.

The District has additional coverage of \$2,000,000 per incident for site pollution legal liabilities with a \$10,000,000 policy aggregate. As a participatory member, the maintenance deductible is \$25,000 for each incident.

The District has also joined together with similar public agencies creating a pool under the Nevada Interlocal Cooperation Act for workers' compensation insurance. The Public Agency Compensation Trust (PACT) is an intergovernmental self-insurance association for workers' compensation insurance. The District pays premiums based upon payroll costs to the PACT. The PACT is considered a self-sustaining pool that will provide coverage based upon the statutory limit of \$2,000,000.

The District is self-funded for unemployment claims. The self-funded Unemployment Compensation Fund is accounted for in an Internal Service Fund. Premiums charged are based on estimates of the amounts needed to pay actual and projected claims, to support self-insurance operational costs, and to establish a self-insured reserve for incurred losses. The reserve in the fund was \$48,535 at June 30, 2025 and is reported as net position for the Unemployment Compensation Internal Service Fund. Unemployment compensation claims payable at June 30, 2025 were \$0.

The District continues to carry commercial insurance for all other risks of loss, including specific risks of loss not covered by NPAIP or PACT, and employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

2. Contingent Liabilities

Litigation and Claims: Counsel for the School District has indicated there is no pending or threatened litigation against the District.

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

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE E - OTHER INFORMATION (Continued)

3. Pension Plan

Plan Description. District employees, who work half-time or greater, are provided pension benefits 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. 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 <http://www.nvpers.org/publications/reports>.

Benefits Provided. Benefits, as required by the Nevada Revised Statutes (NRS or statute), are determined by the number of years of accredited service at time of retirement and the member's highest average compensation in any 36 consecutive months with special provisions for members entering the System on or after January 1, 2010 and July 1, 2015. Vested members are entitled to a life-time monthly retirement benefit equal to the service time multiplier (STM) percentages listed below times the member's years of service to a maximum of 33 and 1/3 years. The schedule of Eligibility for Monthly Unreduced Retirement Benefits for regular members and police/fire members are as follows:

Eligibility for Regular Members:

Years of Service	Hired prior to 07/01/01		Hired between 07/01/01-12/31/09		Hired Between 01/01/10-07/01/15		Hired After 7/1/15	
	Age	STM%	Age	STM%	Age	STM%	Age	STM%
5 years	65	2.50%	65	2.67%	65	2.50%	65	2.25%
10 years	60	2.50%	60	2.67%	62	2.50%	62	2.25%
30 years	Any	2.50%	Any	2.67%	Any	2.50%	55	2.25%
33 1/3 years							Any	2.25%

Eligibility for Police and Fire Members:

Years of Service	Hired prior to 07/01/01		Hired between 07/01/01-12/31/09		Hired Between 01/01/10-07/01/15		Hired After 7/1/15	
	Age	STM%	Age	STM%	Age	STM%	Age	STM%
5 years	65	2.50%	65	2.67%	65	2.50%	65	2.25%
10 years	55	2.50%	55	2.67%	60	2.50%	60	2.25%
20 years	50	2.50%	50	2.67%	50	2.50%	50	2.25%
25 years	Any	2.50%	Any	2.67%				

* Only service performed in a position as a police officer or firefighter may be counted towards eligibility for retirement as Police/Fire accredited service.

Benefit payments to which participants or their beneficiaries may be entitled under the plan include pension benefits, disability benefits, and survivor benefits. The System offers several alternatives to the unmodified service retirement allowance which, in general, allows 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 their death. Post-retirement increases are provided by authority of NRS 286.575 - .579.

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

Contributions: Benefits for plan members are funded under one of two methods. Under the employer pay contribution plan, the District is required to contribute all amounts due under the plan. The second funding mechanism for providing benefits is the employer/employee paid contribution plan. Under this method, employees are required to contribute a percentage of their contribution. PERS receives an actuarial valuation on an annual basis indicating the contribution rates required to fund the System on an actuarial reserve basis. Contributions actually made are in accordance with the required rates established by the Nevada Legislature. These statutory rates are increased/decreased pursuant to NRS 286.421 and 286.450. The District's required contribution rate for the year ending June 30, 2024 (measurement date), was 33.50% and June 30, 2025 was 33.50%, shared equally by employer and employee. The District has fully funded the amounts due for the year ending June 30, 2024 and June 30, 2025. For purposes of GASB No. 82, the District recognized only the employer portion as a deferred outflow.

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

LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025

NOTE E - OTHER INFORMATION (Continued)

3. Pension Plan (Continued)

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

At June 30, 2025, the District reported a liability of \$17,096,022 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, 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 allocation percentage of the net pension liability was based on the total contributions due on wages paid during the measurement period. Each employer's proportion of the net pension liability is based on their combined employer and member contributions relative to the total combined employer and member contributions for all employers for the period ended June 30, 2024. The District's proportionate share of the net pension liability increased from 0.09313 percent measured at June 30, 2023 to 0.09462 percent measured at June 30, 2024.

For the year ended June 30, 2025, the District recognized a pension expense of \$1,346,596. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual results	\$ 3,626,860	\$ 0
Net difference between projected and actual earnings on pension plan investments	0	1,684,179
Changes of assumptions or other inputs	1,103,143	0
Changes in proportion and differences between employer contributions and proportionate share of contributions	175,781	1,294,268
District Contributions subsequent to measurement date	<u>1,499,827</u>	0
Total	<u>\$ 6,405,611</u>	<u>\$ 2,978,447</u>

Average expected remaining service lives 5.64 years.

\$1,499,827 was reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date and will be recognized as a reduction of the net pension liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2026	\$ (45,787)
2027	1,946,445
2028	(175,384)
2029	(110,215)
2030	<u>312,278</u>
	<u>\$ 1,927,337</u>

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE E - OTHER INFORMATION (Continued)

3. Pension Plan (Continued)

Actuarial Assumptions: The System's net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The total pension liability was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation rate	2.50%
Payroll Growth	Regular: 3.50% Police/Fire: 3.50%
Investment Rate of Return	7.25%, including inflation
Productivity pay increase	0.50%
Projected Salary increases	Regular: 4.20% to 9.10%, depending on service Police/Fire: 4.60% to 14.50%, depending on service Rates include inflation and productivity increases
Other assumptions	Same as those used in the June 30, 2024, funding actuarial valuation

Mortality rates were based on the following:

Post retirement:

Healthy:

Regular Members: Pub-2010 General Healthy Retiree Amount-Weighted Above-Median Mortality Table (separate tables for males and females) with rates increased by 30% for males and 15% for females, projected generationally with the two-dimensional monthly improvement scale MP-2020.

The above listed mortality tables only provide rates for ages 50 and older. To develop mortality rates for ages 40 through 50, we have smoothed the difference between the rates at age 40 from the Pub-2010 General Employee Amount-Weighted Above-Median Mortality Tables and the rates at age 50 from the Pub-2010 General Healthy Retiree Amount-Weighted Above-Median Mortality Tables. To develop the mortality rates before age 40, we have used the Pub-2010 General Employee Amount-Weighted Above-Median Mortality Tables rates. *

Police/Fire Members: Pub-2010 Safety Healthy Retiree Amount-Weighted Above-Median Mortality Table (separate tables for males and females) with rates increased by 30% for males and 5% for females, projected generationally with the two-dimensional mortality improvement scale MP-2020.

The above-listed mortality tables only provide rates for ages 45 and older. To develop mortality rates for ages 35 through 45, we have smoothed the difference between the rates at age 35 from the Pub-2010 Safety Employee Amount-Weighted Above-Median Mortality Tables and the rates at age 45 from the Pub-2010 Safety Healthy Retiree Amount-Weighted Above-Median Mortality Tables. To develop the mortality rates before age 35, we have used the Pub-2010 Safety Employee Amount-Weighted Above-Median Mortality Tables rates. *

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE E - OTHER INFORMATION (Continued)

3. Pension Plan (Continued)

Mortality rates were based on the following (Continued):

Post Retirement (Continued):

Disabled:

Regular Members: Pub-2010 Non-Safety Disabled Retiree Amount-Weighted Mortality Table (separate tables for males and females) with rates increased by 20% for males and 15% for females, projected generationally with the two-dimensional mortality improvement scale MP-2020.

Police/Fire Members: Pub-2010 Safety Disabled Retiree Amount-Weighted Mortality Table (separate tables for males and females) with rates increased by 30% for males and 10% for females, projected generationally with the two-dimensional mortality improvement scale MP-2020.

Beneficiaries:

Regular and Police/Fire Current Beneficiaries in Pay Status: Pub-2010 Contingent Survivor Amount-Weighted Above-Median Mortality Table (separate tables for males and females) with rates increased by 15% for males and 30% for females, projected generationally with the two-dimensional mortality improvement scale MP-2020.

The above listed mortality table only provides rates for ages 45 and older. To develop mortality rates for ages 35 through 45, we have smoothed the difference between the rates at age 35 from the Pub-2010 General Employee Amount-Weighted Above-Median Mortality Tables and the rates at age 45 from the Pub 2010 Contingent Survivor Amount-Weighted Above-Median Mortality Tables. To develop the mortality rates before age 35, we have used the Pub-2010 General Employee Amount-Weighted Above-Median Mortality Tables rates. *

Regular and Police/Fire Contingent Beneficiaries: Pub-2010 General Healthy Retiree Amount-Weighted Above-Median Mortality Table (separate tables for males and females) with rates increased by 30% for males and 15% for females, projected generationally with the two-dimensional mortality improvement scale MP- 2020.

The above listed mortality tables only provide rates for ages 50 and older. To develop mortality rates for ages 40 through 50, we have smoothed the difference between the rates at age 40 from the Pub-2010 General Employee Amount-Weighted Above-Median Mortality Tables and the rates at age 50 from the Pub-2010 General Healthy Retiree Amount -Weighted Above-Median Mortality Tables. To develop the mortality rates before age 40, we have used the Pub-2010 General Employee Amount-Weighted Above-Median Mortality Tables rates.*

For the mortality table applicable to contingent beneficiaries, "Approach 1" from the Society of Actuaries "Pub-2010 Public Retirement Plans Mortality Tables Report" was utilized. In particular, the mortality basis for contingent beneficiaries has been assumed to be the same mortality basis as the Healthy Regular retiree table listed above (except using rates applicable to the beneficiary's gender) for both when the primary retiree is alive and is no longer alive.

The Pub-2010 Amount-Weighted Mortality Tables (with loading factors as described above) reasonably reflect the projected mortality experience of the Plan as of the measurement date. The generational projection is a provision made for future mortality improvement.

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE E - OTHER INFORMATION (Continued)

3. Pension Plan (Continued)

Mortality rates were based on the following (Continued):

Pre-Retirement **Regular Members:** Pub-2010 General Employee Amount-Weighted Above-Median Mortality Table (separate tables for males and females), projected generationally with the two-dimensional mortality improvement scale MP-2020.

Police/Fire Members: Pub-2010 Safety Employee Amount-Weighted Above-Median Mortality Table (separate tables for males and females). Projected generationally with the two-dimensional mortality improvement scale MP-2020.

* This methodology for developing an extended annuitant mortality table is similar to the method used by the IRS to develop the base mortality table for determining minimum funding standards for single-employer defined benefit pension plans under Internal Revenue Code Section 430. While Section 430 is not applicable to the System, we believe this is a reasonable method for developing annuitant mortality rates at earlier ages.

The Pub-2010 Amount-Weighted Mortality Tables reasonably reflect the projected mortality experience of the plan as of the measurement date. The generational projection is a provision made for future mortality improvement.

Actuarial assumptions used in the June 30, 2024, valuation were based on the results of the experience study for the period of July 1, 2016 through June 30, 2020.

Investment Policy: The System's policies which determine the investment portfolio target asset allocation are established by the Public Employees' Retirement Board. The asset allocation is reviewed annually and is designed to meet the future risk and return needs of the System.

The following was the Board adopted policy target asset allocation as of June 30, 2024:

Asset Class	Target Allocation	Long-Term Geometric Expected Real Rate of Return*
U.S. Stock	34%	5.50%
International Stock	14%	5.50%
U.S. Bonds	28%	2.25%
Private Markets	12%	6.65%
Short-term investments	12%	0.50%

*As of June 30, 2024, PERS' long-term inflation assumption was 2.50%

Discount Rate: The discount rate used to measure the total pension liability was 7.25% as of June 30, 2024. The projection of cash flows used to determine the discount rate assumed that employee and employer contributions will be made in amounts consistent with statutory provisions and recognizing the plan's current funding policy and cost-sharing mechanism between employer and members. For this purpose, all contributions that are intended to fund benefits for all plan members and their beneficiaries are included, except that projected contributions that are intended to fund the service costs for future plan members and their beneficiaries are not included.

Based on that assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of 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 as of June 30, 2024.

There have been no changes in assumptions related to the discount rate since the last valuation.

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE E - OTHER INFORMATION (Continued)

3. Pension Plan (Continued)

Sensitivity of the District's proportionate share of the net pension liability to change in the discount rate. The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 7.25 percent, as well as what the District's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percent higher or lower than the current rate.

	1.0% Decrease (6.25%)	Discount Rate (7.25%)	1.0% Increase (8.25%)
District's proportionate share of the net pension liability	\$ 27,492,171	\$ 17,096,022	\$ 9,518,743

Pension Plan Fiduciary Net Position: Detailed information about the pension plan's fiduciary net position is available in the PERS Comprehensive Annual Financial Report, available on the PERS website <http://www.nvpers.org/>.

Pension contributions payable. At June 30, 2025, the District reported payables to the defined benefit pension plan of \$314,703 for legally required employer contributions which had not yet been remitted to PERS.

4. Post-employment Healthcare Plan

Plan Descriptions: The District administers a single-employer defined benefit health care plan, the Lincoln County School District Health Care Plan (LCHCP). Additionally, the District contributes to an agent multiple-employer defined benefit postemployment health care plan, the Public Employees' Benefit Plan (PEBP). Each plan provides medical, vision, dental, and life insurance benefits to eligible retired District employees and beneficiaries. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Public Employee Benefit Plan (PEBP).

The District subsidizes eligible retirees' contributions to the Public Employees' Benefits Plan (PEBP), an agent multiple-employer defined benefit postemployment health care plan administered by the State of Nevada. NRS 287.041 assigns the authority to establish and amend benefit provisions to the PEBP nine-member board of trustees. The plan is now closed to current LCSD retirees. However, district employees who previously met the eligibility requirement for retirement within the Nevada Public Employees' Retirement System had the option upon retirement to enroll in coverage under the PEBP and the subsidy provided by the District was determined by their number of years of service. The PEBP issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to Public Employees' Benefits Program, 901 S. Stewart Street, Suite 1001, Carson City, NV 89701, by calling (775) 684-7000, or by accessing the website at <https://pebp.state.nv.us> under Resources – Fiscal & Utilization Reports.

Employees covered by benefit terms. On the June 30, 2024 valuation date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	39
Inactive employees entitled to but not yet receiving benefit payments	0
Active employees	0
	<u>39</u>

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE E - OTHER INFORMATION (Continued)

4. Post-employment Healthcare Plan (Continued)

Public Employee Benefit Plan (PEBP) (Continued).

Funding Policy NRS 287.046 establishes the subsidies to be contributed toward the premium costs of the eligible retired district employees. Plan members receiving benefits have their monthly contributions deducted from their pension checks based on the health plan chosen by the retiree as reduced by the amount of the subsidy. The subsidy provided to pre-Medicare retirees varies based on the type of plan selected (PPO or HMO) and by the level of coverage taken (e.g., single, two party, family, etc.). The chart below shows the monthly amounts payable beginning July 2024 for those with 15 years of PERS service. Actual pre-Medicare subsidies for June 2024, as invoiced were used for the valuation.

Coverage Level	PPO	PPO Low	Statewide
	CDHP Base Subsidy	Deductible Base Subsidy	EPO/HMO Base Subsidy
For 15 years of PERS service			
Retiree Only	\$ 718.74	\$ 745.98	\$ 658.60
Retiree + Spouse	1,317.51	1,371.98	1,197.22
Retiree + Children	943.29	980.74	860.58
Retiree + Family	1,542.05	1,606.74	1,399.20

All Medicare eligible retirees participate in a Medicare Exchange with PEBP providing a service-related contribution to a Health Reimbursement Arrangement (HRA) equal to \$13 per month, per year of service (maximum \$260 per month). The contribution requirements of plan members and the District are established and amended by the PEBP board of trustees. As a participating employer, the District is billed for the subsidy on a monthly basis and is legally required under NRS 287.023 to provide for it.

For fiscal year 2025, the District contributed \$147,417 to the plan for current premiums. The District did not prefund any future benefits.

Lincoln County School District Health Care Plan (LCHCP).

Benefit provisions for LCHCP are established pursuant to NRS 287.023 and amended through negotiations between the District and the respective employee associations. NRS 288.150 assigns the authority to establish benefit provisions to the Lincoln County School District Board of Trustees. The plan provides health care insurance for eligible retirees through the District's group health insurance plan, which covers both active and retired members. Under NRS 287.023, eligible retirees are able to participate in the plan with blended rates, thereby benefitting from an implicit subsidy. The District does not contribute toward the plan premium costs. Retired employees pay the monthly premium. LCHCP does not issue a publicly available financial report. No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement 75.

Employees covered by benefit terms. On the June 30, 2024 valuation date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	98
Inactive employees entitled to but not yet receiving benefit payments	0
Active employees	<u>131</u>
	<u>229</u>

Funding Policy Contribution requirements of the plan members and the District are established and may be amended through negotiations between the District and the various employee associations. The District does not contribute money for eligible retired employees toward the cost of the health care premium in retirement; the cost is paid by the retiree and coverage ends at age 65. The pay-as-you-go premiums are based on a blended rate that blends active participants and retirees. The District's contribution requirements for retirees relate to the implicit subsidy that results from using the blended rates and is determined in actuarial studies contracted for by the District. The implicit subsidy as determined by the actuary is \$51,349.

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

NOTE E - OTHER INFORMATION (Continued)

4. Post-employment Healthcare Plan (Continued)

Important Dates used in the Valuation:

Valuation Date:	June 30, 2024
Measurement Date:	June 30, 2024
Measurement Period:	June 30, 2023 to June 30, 2024
Fiscal Year End:	June 30, 2025

Significant Results and Differences from the Prior Valuation:

Benefit Changes: No benefit changes were reported relative to those in place when the June 30, 2022 valuation was prepared.

Difference Between Expected and Actual Experience:

PEBP	Plan experience decreased the total OPEB liability due to premium and estimated claims that were less than expected and demographic assumptions that were less than expected.
LCHCP	Plan experience decreased the total OPEB liability due to premium and estimated claims that were lower than expected and retiree coverage changes other than assumed.

Changes in Assumptions:

Municipal Bond Index	Updated from the S&P General Obligation Municipal Bond 20 Year High Grade Index to the Bond Buyer General Obligation 20-Bond Municipal Bond Index.
Discount Rate	Changed from 4.13% on June 30, 2023, to 3.93% on June 30, 2024, based on the published change in return for the applicable municipal bond index.
Demographics	Participation rate for dependent life insurance changed from 25% to 20%, based on a review of retiree elections over the past 10 years.
Medical Trend	Updated the medical trend to the Getzen Model 2023 model which was published by the Society of Actuaries.

Total Other Post-Employment Benefits (OPEB) Liability

The District's OPEB liability of \$2,975,482 was measured as of June 30, 2024, and determined by actuarial valuation as of June 30, 2024.

Actuarial Assumptions and Other Inputs: The total OPEB liability in the June 30, 2024, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement:

	LCHCP	PEBP
Inflation rate	2.50%	2.50%
Salary Increase	3.00% per year; since benefits do not depend on pay, this is used only to allocate the cost of benefits between service years.	Not applicable; there are no active employees in this plan.
Discount Rate	3.93%	3.93%
Healthcare Cost Trend Rates	5.80% in 2025 grading to 3.9% by 2076	Pre-Medicare: 6.5% in 2025 grading down to 3.9% by 2076. After Medicare: 4.50% per year.
Retirees' share of benefit-related costs	100%	0%

The discount rate was based on the Bond Buyer General Obligation 20-Bond Municipal Bond Index.

The healthcare trend was developed using the Getzen Model 2023 published by the Society of Actuaries using the following settings: CPI 2.5%; Real GDP Growth 1.4%; Excess Medical Growth 1.0%; Expected Health Share of GDP in 2032 20%; Resistance Point 21%; Year after which medical growth is limited to growth in GDP 2075.

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

E. OTHER INFORMATION (Continued)

4. Post-employment Healthcare Plan (Continued)

Mortality rates were based on NV PERS 2021, with adjustments for mortality improvements based on the MacLeod Watts Scale 2022 applied generationally from 2010 as follows:

Non-disabled life rates for employees & future survivors:

Pub-2010 General Healthy Retiree Amount-Weighted Above-Median Mortality Table with rates increased by 30% for males and 15% for females.

Life rates for current surviving spouses:

Pub-2010 Contingent Survivor Amount-Weighted Above-Median Mortality Table with rates increased by 15% for males and 30% for females.

Pre-retirement life rates for regular employees:

Pub-2010 General Employee Amount-Weighted Above-Median Mortality Table for males and females.

Actuarial assumptions used in the June 30, 2024, valuation were based on the results of an actuarial experience study for the period of June 30, 2023 to June 30, 2024.

Changes in the Total OPEB Liability

	LCHCP	PEBP	Totals
Service cost	\$ 31,562	\$ 0	\$ 31,562
Interest	57,860	78,034	135,894
Changes of benefit terms	0	0	0
Differences between expected and actual experience	(280,301)	(141,047)	(421,348)
Changes in assumptions or other inputs	32,395	49,033	81,428
Benefit payments	(68,790)	(152,992)	(221,782)
Net changes	(227,274)	(166,972)	(394,246)
Net OPEB obligation - beginning of the year	1,403,797	1,965,931	3,369,728
Net OPEB obligation - end of year	<u>\$ 1,176,523</u>	<u>\$ 1,798,959</u>	<u>\$ 2,975,482</u>

Changes of assumptions and other inputs reflect a change in the discount rate from 4.13% as of June 30, 2023, to 3.93% as of June 30, 2024.

Sensitivity of the District's total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using a discount rate that is 1 percent higher or lower than the current rate.

	1.0% Decrease	Discount Rate	1.0% Increase
	(2.93%)	(3.93%)	(4.93%)
LCHCP	\$ 1,317,213	\$ 1,176,523	\$ 1,058,729
PEBP	<u>1,966,174</u>	<u>1,798,959</u>	<u>1,654,566</u>
Total OPEB Liability	<u>\$ 3,283,387</u>	<u>\$ 2,975,482</u>	<u>\$ 2,713,295</u>

Sensitivity of the District's total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the District, as well as what the District's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1 percent higher or lower than the current healthcare cost trend rates:

	1.0% Decrease	Discount Rate	1.0% Increase
	(1.23%)	(3.93%)	(5.64%)
LCHCP	\$ 1,123,956	\$ 1,176,523	\$ 1,237,564
PEBP	<u>1,662,482</u>	<u>1,798,959</u>	<u>1,953,547</u>
Total OPEB Liability	<u>\$ 2,786,438</u>	<u>\$ 2,975,482</u>	<u>\$ 3,191,111</u>

**LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025**

E. OTHER INFORMATION (Continued)

4. Post-employment Healthcare Plan (Continued)

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

For the year ended June 30, 2025, the District recognized OPEB income of \$34,617. At June 30, 2025, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 141,240	\$ 260,557
Changes of assumptions or other inputs	66,087	235,809
District Contributions subsequent to measurement date	198,766	0
Total	\$ 406,093	\$ 496,366

\$198,766 reported as deferred outflows of resources related to OPEB resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ended June 30, 2026. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended June 30:	LCHCP	PEBP	Total Liability
2026	\$(66,687)	\$ 0	\$(66,687)
2027	(53,809)	0	(53,809)
2028	(44,652)	0	(44,652)
2029	(51,658)	0	(51,658)
2030	(36,499)	0	(36,499)
Thereafter	(35,734)	0	(35,734)
	<u><u>\$(289,039)</u></u>	<u><u>\$ 0</u></u>	<u><u>\$(289,039)</u></u>

5. Tax Abatement

For the year ended June 30, 2025, the amount of tax abatements are \$522. The tax revenues abated were property tax revenues under agreements with the State of Nevada.

6. Subscription-Based Information Technology Arrangements (SBITAs)

Amount of outflows of resources for variable payments

GASB Statement No. 96, *SBITAs*, requires software arrangements to be recognized. The following software arrangements the District entered into as a Lessee, were in scope for SBITAs; however future payments are variable based on usage or number of licenses. Therefore, the District is unable to record an SBITAs asset/liability. The total amount of outflows of resources recognized in the reporting period ending June 30, 2025, is as follows:

SBITA Vendor	Description	Terms (in Years)	FY 2025 Total Costs
Defined Learning	Student and parent portal	1	\$ 37,333
Savvas Learning Company	Education software	1	16,180
Lexia Learning	Education software	1	17,431
			<u><u>\$ 70,944</u></u>

LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO FINANCIAL STATEMENTS (Continued)
FOR THE YEAR ENDED JUNE 30, 2025

E. OTHER INFORMATION (Continued)

7. Change in Accounting Principle

During the current year, the District implemented GASB Statement No. 101, *Compensated Absences*. In addition to the value of unused vacation time owed to employees upon separation of employment, the District now recognizes an estimated amount of sick leave earned as of year-end that will be used by employees as time off in future years as part of the liability for compensated absences. The effects of the change in accounting principle are summarized below in the “Restatement - GASB 101 implementation” column in the table in Note E-8.

8. Adjustments to Beginning Fund Balances/Net Position

The Federal Grants Special Revenue Fund no longer meets the quantitative threshold to be reported as a major fund. There is no impact on the governmental financial statements as the fund had a zero fund balance at the beginning of the fiscal year.

The implementation of the new accounting standard for compensated absences under GASB Statement No. 101 has led to substantial increases in compensated absence liabilities on the Statement of Net Position for the government-wide funds. The increases are mainly attributed to the restatement of beginning balances of \$1,613,491. The restated beginning net positions of government-wide funds are outlined in the table below:

	Net Position/ Fund Balance 06/30/2024 as Previously Reported	Restatement - GASB 101 Implementation	Net Position/ Fund Balance 06/30/2024 as restated/adjusted
Government-Wide			
Governmental activities	\$ 3,636,680	\$ (1,613,491)	\$ 2,023,189
Governmetnal Funds			
Major Funds:			
General Fund	3,178,789	-	3,178,789
Special Education Fund	605,487	-	605,487
Debt Service Fund	1,104,016	-	1,104,016
Capital Projects Fund	1,071,193	-	1,071,193
Nonmajor Funds	1,668,574	-	1,668,574
Total Governmental Funds	\$ 7,628,059	\$ -	\$ 7,628,059

9. Special Items Excess Fund Balance Transfer to State

Chapter 387.1213 of the Nevada Revised Statutes indicates that after the close of the previous fiscal year each county school district shall transfer to the Education Stabilization Account any amount by which the PCFP actual ending fund balances of the county school district exceed 16.6 percent of the total actual expenditures for the district's PCFP funds. The Nevada Department of Education required the District to transfer \$219,834 to the Nevada Department of Education related to excess PCFP fund balance for the year ending June 30, 2024.

LINCOLN COUNTY SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST 10 YEARS*
FOR THE YEAR ENDED JUNE 30, 2025

	6/30/2025		6/30/2024	
	PEBP	LCHCP	PEBP	LCHCP
Total OPEB Liability				
Service cost	\$ -	\$ 31,562	\$ -	\$ 30,911
Interest	78,034	57,860	80,888	56,421
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience	(141,047)	(280,301)	-	-
Changes of assumptions or other inputs	49,033	32,395	(7,043)	(5,793)
Benefit Payments	<u>(152,992)</u>	<u>(68,790)</u>	<u>(171,241)</u>	<u>(52,658)</u>
Net Change in total OPEB liability	(166,972)	(227,274)	(97,396)	28,881
Total OPEB liability - beginning	1,965,931	1,403,797	2,063,327	1,374,916
Total OPEB liability - ending	\$ 1,798,959	\$ 1,176,523	\$ 1,965,931	\$ 1,403,797
Covered-employee payroll	\$ -	\$ 9,237,000	\$ -	\$ 8,273,028
Total OPEB liability as a percentage of covered-employee payroll	N/A	12.74%	N/A	16.97%

Changes of assumptions and other inputs reflect the effects of changes in the discount rate each period. The following are the discount rates used in each period.

6/30/2025	3.93
6/30/2024	4.13
6/30/2023	4.09
6/30/2022	2.18
6/30/2021	2.66
6/30/2020	2.79
6/30/2019	2.98
6/30/2018	3.13

**Fiscal year 2018 was the first year of implementation. Therefore, only eight years are shown.*

6/30/2023		6/30/2022		6/30/2021		6/30/2020	
PEBP	LCHCP	PEBP	LCHCP	PEBP	LCHCP	PEBP	LCHCP
\$ -	\$ 57,759	\$ -	\$ 50,328	\$ -	\$ 65,180	\$ -	\$ 60,269
57,363	32,052	68,850	35,238	81,640	41,484	87,785	41,646
-	-	-	-	-	-	-	-
68,400	246,645	-	-	(268,505)	(87,712)	-	-
(605,858)	(355,230)	142,057	91,084	19,030	(122,390)	66,067	33,587
(175,844)	(37,688)	(160,000)	(39,394)	(179,964)	(48,280)	(166,989)	(53,837)
(655,939)	(56,462)	50,907	137,256	(347,799)	(151,718)	(13,137)	81,665
2,719,266	1,431,378	2,668,359	1,294,122	3,016,158	1,445,840	3,029,295	1,364,175
<u>\$2,063,327</u>	<u>\$1,374,916</u>	<u>\$2,719,266</u>	<u>\$1,431,378</u>	<u>\$2,668,359</u>	<u>\$1,294,122</u>	<u>\$3,016,158</u>	<u>\$1,445,840</u>
\$ -	\$ 8,032,066	\$ -	\$ 8,248,849	\$ -	\$ 7,900,337	\$ -	\$ 7,625,500
N/A		17.12%		N/A		17.35%	
				N/A		16.38%	
				N/A		18.96%	

LINCOLN COUNTY SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE DISTRICT'S TOTAL OPEB LIABILITY AND RELATED RATIOS
LAST 10 YEARS*
FOR THE YEAR ENDED JUNE 30, 2025

	6/30/2019		6/30/2018	
	PEBP	LCHCP	PEBP	LCHCP
Total OPEB Liability				
Service cost	\$ -	\$ 92,914	\$ -	\$ 97,478
Interest	86,936	54,866	80,468	47,121
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience	(9,225)	(165,496)	-	-
Changes of assumptions or other inputs	255,869	(246,911)	(145,202)	(88,015)
Benefit Payments	<u>(163,573)</u>	<u>(62,410)</u>	<u>(157,003)</u>	<u>(52,284)</u>
Net Change in total OPEB liability	170,007	(327,037)	(221,737)	4,300
Total OPEB liability - beginning	2,859,288	1,691,212	3,081,025	1,686,912
Total OPEB liability - ending	\$ 3,029,295	\$ 1,364,175	\$ 2,859,288	\$ 1,691,212
Covered-employee payroll	\$ -	\$ 7,345,114	\$ -	\$ 7,767,571
Total OPEB liability as a percentage of covered-employee payroll	N/A	18.57%	N/A	21.77%

See accompanying notes to required supplementary information.

LINCOLN COUNTY SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS TO THE
PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF NEVADA
LAST 10 YEARS
FOR THE YEAR ENDED JUNE 30, 2025

Year Ended June 30	Contributions in Relation to the			Contributions		Contributions as a Percentage of Covered Employee Payroll
	Contractually Determined Contributions	Actuarially Determined Contributions	Contribution Deficiency (Excess)	Covered Employee Payroll		
2016	\$ 2,061,091	\$ 2,061,091	\$ -	\$ 7,361,039		28.000%
2017	2,193,069	2,193,069	-	7,832,389		28.000%
2018	1,079,942	1,079,942	-	7,713,871		14.000%
2019	1,084,788	1,084,788	-	7,748,486		14.000%
2020	1,157,758	1,157,758	-	7,916,290		14.625%
2021	1,112,126	1,112,126	-	7,604,280		14.625%
2022	1,104,009	1,104,009	-	7,421,909		14.875%
2023	1,088,807	1,088,807	-	7,319,711		14.875%
2024	1,383,995	1,383,995	-	8,262,657		16.750%
2025	1,499,827	1,499,827	-	8,954,191		16.750%

Beginning with the fiscal year-ended 2018, all contributions shown reflect employer-paid contributions only, and employer-paid member contributions are excluded. Actuarially Determined Contributions above are based on actuarially determined contribution rates (employer portion only) from the most recent rate-setting year prior to the year shown, applied to covered payroll for years shown.

See accompanying notes to required supplementary information.

LINCOLN COUNTY SCHOOL DISTRICT
REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF THE STATE OF NEVADA
LAST 10 YEARS
FOR THE YEAR ENDED JUNE 30, 2025

Reporting Year Ended June 30:	District's proportion of the net pension liability	District's proportionate share of the net pension liability	District's covered- employee payroll	District's proportionate share of the net pension liability as a percentage of its covered-employee payroll	Plan fiduciary net position as a percentage of the total pension liability
2016	0.11533%	\$ 13,216,671	\$ 6,902,217	191.48%	75.10%
2017	0.12177%	16,386,271	7,361,039	222.61%	72.20%
2018	0.12216%	16,246,739	7,832,389	207.43%	74.40%
2019	0.11715%	15,976,555	7,713,871	207.11%	75.20%
2020	0.11278%	15,378,334	7,748,486	198.47%	76.50%
2021	0.11160%	15,543,540	7,916,290	196.35%	77.00%
2022	0.10765%	9,817,130	7,604,280	129.10%	86.50%
2023	0.10069%	18,178,780	7,421,909	244.93%	75.10%
2024	0.09313%	16,999,007	7,319,711	232.24%	76.20%
2025	0.09462%	17,096,022	8,262,657	206.91%	78.10%

The District's proportionate share of the net pension liability is based upon the measurement taken on June 30th of the prior year.

See accompanying notes to required supplementary information.

LINCOLN COUNTY SCHOOL DISTRICT
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED JUNE 30, 2025

Note 1 – Net Pension Liability

Changes in benefit terms. There have been no changes in benefit terms since the last valuation.

Changes in assumptions. There have been no changes in assumptions.

Note 2 – Other Post-Employment Benefits Liability

The actuarial methods and assumptions used to calculate the total OPEB liability are described in Note E-4 to the financial statements.

The total OPEB liability amount presented for each fiscal year was determined as of the prior year's fiscal year-end.

The schedules are intended to present ten years of data. Additional years of data will be presented as they become available.

The District has not presented a Schedule of District Contributions since an actuarially determined contribution has not been calculated and there is no statutorily determined contribution applicable to the District.

Changes in benefit terms. There have been no changes in benefit terms since the last valuation.

Changes in Assumptions:

Municipal Bond Index	Updated from the S&P General Obligation Municipal Bond 20 Year High Grade Index to the Bond Buyer General Obligation 20-Bond Municipal Bond Index.
Discount Rate	Changed from 4.13% on June 30, 2023, to 3.93% on June 30, 2024, based on the published change in return for the applicable municipal bond index.
Demographics	Participation rate for dependent life insurance changed from 25% to 20%, based on a review of retiree elections over the past 10 years.
Medical Trend	Updated the medical trend to the Getzen Model 2023 model which was published by the Society of Actuaries.

LINCOLN COUNTY SCHOOL DISTRICT
MAJOR FUND-GENERAL FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2025 AND 2024

	2025	2024
Assets:		
Pooled cash and investments	\$ 4,382,240	\$ 4,223,153
Due from other governments	57,318	-
Due from other funds	<u>236,208</u>	<u>285,374</u>
 Total assets	 <u>\$ 4,675,766</u>	 <u>\$ 4,508,527</u>
 Liabilities:		
Accounts payable	\$ 692,250	\$ 265,089
Accrued payroll	<u>1,194,659</u>	<u>1,064,649</u>
 Total liabilities	 <u>1,886,909</u>	 <u>1,329,738</u>
 Fund balance:		
Assigned for subsequent year	1,407,557	1,735,174
Unassigned	<u>1,381,300</u>	<u>1,443,615</u>
 Total fund balance	 <u>2,788,857</u>	 <u>3,178,789</u>
 Total liabilities and fund balances	 <u>\$ 4,675,766</u>	 <u>\$ 4,508,527</u>

LINCOLN COUNTY SCHOOL DISTRICT
MAJOR FUND-GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance- Positive (Negative)	2024
	Budget	Actual		Actual
Revenues:				
Local sources:				
Investment income (loss)	\$ 100	\$ 5,292	\$ 5,192	\$ 3,592
Rent	100	-	(100)	-
Other income	<u>10,000</u>	<u>62,065</u>	<u>52,065</u>	<u>3,084</u>
Total local sources	<u>10,200</u>	<u>67,357</u>	<u>57,157</u>	<u>6,676</u>
State sources:				
PCFP - Adjusted base funding	15,144,688	14,843,250	(301,438)	14,153,865
PCFP - Auxiliary services - transportation	622,092	622,092	-	621,973
Local special education	<u>327,227</u>	<u>327,227</u>	<u>-</u>	<u>327,164</u>
Total state sources	<u>16,094,007</u>	<u>15,792,569</u>	<u>(301,438)</u>	<u>15,103,002</u>
Federal sources:				
National forest	-	14,727	14,727	13,123
E-Rate	60,000	57,318	(2,682)	88,897
National fish and wildlife	<u>-</u>	<u>445</u>	<u>445</u>	<u>-</u>
Total federal sources	<u>60,000</u>	<u>72,490</u>	<u>12,490</u>	<u>102,020</u>
Total revenues	<u>16,164,207</u>	<u>15,932,416</u>	<u>(231,791)</u>	<u>15,211,698</u>

LINCOLN COUNTY SCHOOL DISTRICT
MAJOR FUND-GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2025

(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Expenditures:				
Current:				
Regular programs:				
Instruction:				
Salaries	\$ 3,858,935	\$ 3,810,215	\$ 48,720	\$ 3,219,091
Benefits	1,981,630	1,930,603	51,027	1,608,058
Purchased services	6,000	2,170	3,830	1,654
Supplies	247,000	229,118	17,882	141,601
Property	2,000	-	2,000	-
Total regular programs	<u>6,095,565</u>	<u>5,972,106</u>	<u>123,459</u>	<u>4,970,404</u>
Vocational programs:				
Instruction:				
Salaries	428,340	416,443	11,897	554,633
Benefits	228,000	215,052	12,948	291,778
Supplies	23,000	21,189	1,811	15,595
Total vocational programs	<u>679,340</u>	<u>652,684</u>	<u>26,656</u>	<u>862,006</u>
Co-curricular and extra curricular activities:				
Co-curricular activities:				
Instruction:				
Purchased services	1,000	34	966	-
Supplies	1,000	-	1,000	-
Total co-curricular activities	<u>2,000</u>	<u>34</u>	<u>1,966</u>	<u>-</u>
Athletics:				
Instruction:				
Salaries	152,862	152,500	362	147,400
Benefits	15,380	11,668	3,712	12,732
Purchased services	132,595	125,997	6,598	109,748
Supplies	85,000	81,499	3,501	40,911
Property	5,000	-	5,000	-
Other	-	2,600	(2,600)	2,830
Total athletics	<u>390,837</u>	<u>374,264</u>	<u>16,573</u>	<u>313,621</u>
Total co-curricular and extra curricular activities	<u>392,837</u>	<u>374,298</u>	<u>18,539</u>	<u>313,621</u>

LINCOLN COUNTY SCHOOL DISTRICT
MAJOR FUND-GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
Expenditures (continued):				
Current (continued):				
Undistributed expenditures:				
Student support:				
Salaries	\$ 150,000	\$ 148,038	\$ 1,962	\$ 141,723
Benefits	88,421	79,590	8,831	73,441
Supplies	-	2,096	(2,096)	542
Property	3,500	-	3,500	-
Total student support	<u>241,921</u>	<u>229,724</u>	<u>12,197</u>	<u>215,706</u>
Instructional staff support:				
Supplies	<u>11,800</u>	<u>5,240</u>	<u>6,560</u>	<u>3,724</u>
General administration:				
Salaries	245,500	231,038	14,462	229,720
Benefits	200,000	174,606	25,394	87,895
Purchased services	1,162,800	922,290	240,510	1,002,583
Supplies	980,121	687,670	292,451	338,768
Property	50,000	64,138	(14,138)	41,824
Other	40,000	37,591	2,409	18,624
Total general administration	<u>2,678,421</u>	<u>2,117,333</u>	<u>561,088</u>	<u>1,719,414</u>
School administration:				
Salaries	1,208,155	1,190,844	17,311	1,099,164
Benefits	623,000	601,918	21,082	558,226
Purchased services	68,015	40,210	27,805	45,781
Supplies	129,615	127,307	2,308	63,847
Property	4,100	4,087	13	1,400
Total school administration	<u>2,032,885</u>	<u>1,964,366</u>	<u>68,519</u>	<u>1,768,418</u>
Central services:				
Salaries	355,000	352,183	2,817	327,238
Benefits	<u>190,000</u>	<u>183,764</u>	<u>6,236</u>	<u>168,011</u>
Total central services	<u>545,000</u>	<u>535,947</u>	<u>9,053</u>	<u>495,249</u>
Operating/maintenance plant svc:				
Salaries	588,800	586,484	2,316	576,663
Benefits	335,000	320,407	14,593	307,482
Purchased services	202,250	134,031	68,219	132,874
Supplies	590,000	452,347	137,653	447,166
Property	-	-	-	7,300
Total operating/maintenance plant svc	<u>1,716,050</u>	<u>1,493,269</u>	<u>222,781</u>	<u>1,471,485</u>

LINCOLN COUNTY SCHOOL DISTRICT
MAJOR FUND-GENERAL FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2025

(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Expenditures (continued):				
Current (continued):				
Undistributed expenditures (continued):				
Student transportation:				
Salaries	\$ 224,200	\$ 215,911	\$ 8,289	\$ 203,489
Benefits	125,000	89,749	35,251	75,729
Purchased services	156,488	78,539	77,949	78,599
Supplies	295,000	160,033	134,967	178,030
Property	380,000	236,293	143,707	115,052
Total student transportation	<u>1,180,688</u>	<u>780,525</u>	<u>400,163</u>	<u>650,899</u>
Facilities acquisition and construction:				
Other	95,845	-	95,845	-
Total undistributed expenditures	<u>8,502,610</u>	<u>7,126,404</u>	<u>1,376,206</u>	<u>6,324,895</u>
Debt Service:				
Principal	-	79,756	(79,756)	73,762
Interest	-	6,317	(6,317)	8,388
Total debt service	-	86,073	(86,073)	82,150
Contingency	<u>25,000</u>	<u>-</u>	<u>25,000</u>	<u>-</u>
Total expenditures	<u>15,695,352</u>	<u>14,211,565</u>	<u>1,483,787</u>	<u>12,553,076</u>
Excess (deficiency) of revenues over expenditures	<u>468,855</u>	<u>1,720,851</u>	<u>1,251,996</u>	<u>2,658,622</u>
Other financing sources (uses):				
Financed purchases proceeds	-	64,138	64,138	26,699
Operating transfers in	100,000	100,000	-	100,000
Operating transfers out	<u>(2,340,087)</u>	<u>(2,155,087)</u>	<u>185,000</u>	<u>(1,855,024)</u>
Total other financing sources (uses)	<u>(2,240,087)</u>	<u>(1,990,949)</u>	<u>249,138</u>	<u>(1,728,325)</u>
Net change in fund balance before special items	(1,771,232)	(270,098)	1,501,134	930,297
Special items:				
Return of excess fund balance NRS 387.1213	<u>-</u>	<u>(119,834)</u>	<u>(119,834)</u>	<u>-</u>
Net change in fund balance	(1,771,232)	(389,932)	1,381,300	930,297
Fund balance:				
Beginning of year	<u>3,178,789</u>	<u>3,178,789</u>	<u>-</u>	<u>2,248,492</u>
End of year	<u>\$ 1,407,557</u>	<u>\$ 2,788,857</u>	<u>\$ 1,381,300</u>	<u>\$ 3,178,789</u>

LINCOLN COUNTY SCHOOL DISTRICT
MAJOR SPECIAL REVENUE FUND-SPECIAL EDUCATION FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2025 AND 2024

	2025	2024
Assets:		
Pooled cash and investments	<u>\$ 447,657</u>	<u>\$ 862,607</u>
Liabilities:		
Accounts payable	\$ 2,561	\$ 650
Accrued payroll	<u>301,140</u>	<u>256,470</u>
Total liabilities	303,701	257,120
Fund balance:		
Committed for special education	<u>143,956</u>	<u>605,487</u>
Total liabilities and fund balance	<u>\$ 447,657</u>	<u>\$ 862,607</u>

LINCOLN COUNTY SCHOOL DISTRICT
MAJOR SPECIAL REVENUE FUND-SPECIAL EDUCATION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Revenues:				
State sources:				
Special education	\$ 1,233,363	\$ 1,303,785	\$ 70,422	\$ 1,279,475
Special education above 13%	-	7,092	7,092	8,325
Total revenues	<u>1,233,363</u>	<u>1,310,877</u>	<u>77,514</u>	<u>1,287,800</u>
Expenditures:				
Current:				
Special programs:				
Instruction:				
Salaries	1,114,849	1,109,753	5,096	955,012
Benefits	724,099	711,020	13,079	598,866
Purchased services	270,700	269,670	1,030	236,920
Supplies	<u>10,250</u>	<u>9,192</u>	<u>1,058</u>	<u>2,366</u>
Total expenditures	<u>2,119,898</u>	<u>2,099,635</u>	<u>20,263</u>	<u>1,793,164</u>
Excess (deficiency) of revenues over expenditures	(886,535)	(788,758)	97,777	(505,364)
Other financing sources (uses):				
Operating transfers in	<u>327,227</u>	<u>327,227</u>	<u>-</u>	<u>327,164</u>
Net change in fund balances	(559,308)	(461,531)	97,777	(178,200)
Fund balance:				
Beginning of year	<u>605,487</u>	<u>605,487</u>	<u>-</u>	<u>783,687</u>
End of year	<u>\$ 46,179</u>	<u>\$ 143,956</u>	<u>\$ 97,777</u>	<u>\$ 605,487</u>

LINCOLN COUNTY SCHOOL DISTRICT
MAJOR FUND-DEBT SERVICE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2025 AND 2024

	2025	2024
Assets:		
Pooled cash and investments	\$ 1,345,109	\$ 1,111,817
Interest receivable	2,691	758
Taxes receivable	6,983	10,966
Due from other governments	<u>477</u>	<u>1</u>
 Total assets	 <u>\$ 1,355,260</u>	 <u>\$ 1,123,542</u>
 Liabilities:		
Due to other funds	\$ 12,750	\$ 10,200
 Deferred inflows of resources:		
Unavailable revenue - property taxes	4,922	9,326
 Fund balance:		
Restricted	<u>1,337,588</u>	<u>1,104,016</u>
 Total liabilities, deferred inflows of resources and fund balance	 <u>\$ 1,355,260</u>	 <u>\$ 1,123,542</u>

LINCOLN COUNTY SCHOOL DISTRICT
MAJOR FUND-DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Revenues:				
Local sources:				
Property tax	\$ 666,266	\$ 647,810	\$ (18,456)	\$ 613,965
Investment income (loss)	100	39,426	39,326	30,674
Total local sources	<u>666,366</u>	<u>687,236</u>	<u>20,870</u>	<u>644,639</u>
Federal sources:				
Interest subsidy	32,000	31,384	(616)	15,589
Fish and game in-lieu tax	450	477	27	477
Total federal sources	<u>32,450</u>	<u>31,861</u>	<u>(589)</u>	<u>16,066</u>
Total revenues	<u>698,816</u>	<u>719,097</u>	<u>20,281</u>	<u>660,705</u>
Expenditures:				
Debt service:				
Principal	376,100	376,100	-	362,800
Interest and fiscal costs	<u>106,875</u>	<u>109,425</u>	<u>(2,550)</u>	<u>122,770</u>
Total expenditures	<u>482,975</u>	<u>485,525</u>	<u>(2,550)</u>	<u>485,570</u>
Excess (deficiency) of revenues over expenditures	215,841	233,572	17,731	175,135
Fund balance:				
Beginning of year	<u>1,104,016</u>	<u>1,104,016</u>	<u>-</u>	<u>928,881</u>
End of year	<u>\$ 1,319,857</u>	<u>\$ 1,337,588</u>	<u>\$ 17,731</u>	<u>\$ 1,104,016</u>

**LINCOLN COUNTY SCHOOL DISTRICT
MAJOR FUND-CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2025 AND 2024**

	2025	2024
Assets:		
Pooled cash and investments	\$ 1,534,951	\$ 1,056,660
Due from other governments	<u>35,522</u>	<u>36,166</u>
 Total assets	 <u>\$ 1,570,473</u>	 <u>\$ 1,092,826</u>
 Liabilities:		
Accounts payable	\$ 12,687	\$ 21,633
 Fund balance:		
Restricted	<u>1,557,786</u>	<u>1,071,193</u>
 Total liabilities and fund balance	 <u>\$ 1,570,473</u>	 <u>\$ 1,092,826</u>

LINCOLN COUNTY SCHOOL DISTRICT
MAJOR FUND-CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Revenues:				
Local sources:				
Governmental service tax	\$ 132,806	\$ 126,162	\$ (6,644)	\$ 122,581
Local school support taxes	130,000	116,083	(13,917)	140,012
Investment income	<u>15,000</u>	<u>186,315</u>	<u>171,315</u>	<u>75,583</u>
Total local sources	277,806	428,560	150,754	338,176
Expenditures:				
Facilities acquisition and construction:				
Building improvement:				
Purchased services	<u>1,840,296</u>	<u>741,967</u>	<u>1,098,329</u>	<u>1,246,566</u>
Excess (deficiency) of revenues over expenditures	(1,562,490)	(313,407)	1,249,083	(908,390)
Other financing sources (uses):				
Operating transfers in	<u>800,000</u>	<u>800,000</u>	<u>-</u>	<u>700,000</u>
Net change in fund balances	(762,490)	486,593	1,249,083	(208,390)
Fund balance:				
Beginning of year	<u>1,071,193</u>	<u>1,071,193</u>	<u>-</u>	<u>1,279,583</u>
End of year	<u>\$ 308,703</u>	<u>\$ 1,557,786</u>	<u>\$ 1,249,083</u>	<u>\$ 1,071,193</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2025
(With Comparative Totals for June 30, 2024)

	Nonmajor Special Revenue Funds	Nonmajor Capital Project Funds	Totals	
			2025	2024
Assets:				
Pooled cash and investments	\$ 1,531,609	\$ 368,334	\$ 1,899,943	\$ 1,781,898
Due from other governments	489,183	-	489,183	177,444
Due from other funds	-	12,750	12,750	10,200
 Total assets	 <u>\$ 2,020,792</u>	 <u>\$ 381,084</u>	 <u>\$ 2,401,876</u>	 <u>\$ 1,969,542</u>
 Liabilities:				
Accounts payable	\$ 150,603	\$ 7,876	\$ 158,479	\$ 4,508
Accrued payroll	280,800	-	280,800	141,126
Unearned revenue	59,473	-	59,473	63,806
Due to other funds	236,208	-	236,208	91,528
 Total liabilities	 <u>727,084</u>	 <u>7,876</u>	 <u>734,960</u>	 <u>300,968</u>
 Deferred inflows of resources:				
Unavailable revenue-grant revenue	<u>49,157</u>	<u>-</u>	<u>49,157</u>	<u>-</u>
 Fund balance:				
Restricted for capital projects	-	373,208	373,208	150,014
Restricted for student groups	555,058	-	555,058	461,026
Committed for COB High School	646,851	-	646,851	876,626
Committed for food service	91,799	-	91,799	180,908
Unassigned	(49,157)	-	(49,157)	-
 Total fund balance	 <u>1,244,551</u>	 <u>373,208</u>	 <u>1,617,759</u>	 <u>1,668,574</u>
 Total liabilities, deferred inflows of resources, and fund balances	 <u>\$ 2,020,792</u>	 <u>\$ 381,084</u>	 <u>\$ 2,401,876</u>	 <u>\$ 1,969,542</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR GOVERNMENTAL FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2025

(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	Nonmajor Special Revenue Funds	Nonmajor Capital Projects Funds	Totals	
			2025	2024
Revenues:				
Local sources	\$ 1,065,638	\$ -	\$ 1,065,638	\$ 915,095
State sources	1,679,714	-	1,679,714	1,187,698
Federal sources	1,482,323	-	1,482,323	534,288
Total revenues	4,227,675	-	4,227,675	2,637,081
Expenditures:				
Current:				
Regular programs	1,850,145	-	1,850,145	882,342
Special programs	249,948	-	249,948	-
Vocational programs	69,554	-	69,554	6,923
Other instructional programs	247,587	-	247,587	159,145
Adult education	363,613	-	363,613	249,576
Co-curricular activities	553,602	-	553,602	536,188
Undistributed expenditures:				
Student support	16,705	-	16,705	1,963
Instructional staff support	305,472	-	305,472	1,328
General administration	400,345	-	400,345	233,977
School administration	378,866	-	378,866	304,491
Operating/maintenance plant svc	95,481	-	95,481	86,081
Student transportation	1,084	-	1,084	4,241
Food service	495,642	-	495,642	600,503
Community services operations	1,500	-	1,500	-
Facilities acquisition and construction	-	76,806	76,806	75,432
Total expenditures	5,029,544	76,806	5,106,350	3,142,190
Excess (deficiency) of revenues over expenditures	(801,869)	(76,806)	(878,675)	(505,109)
Other financing sources (uses):				
Operating transfers in	727,860	300,000	1,027,860	827,860
Operating transfers out	(100,000)	-	(100,000)	(100,000)
Total other financing sources (uses)	627,860	300,000	927,860	727,860
Net change in fund balance before special items	(174,009)	223,194	49,185	222,751
Special items:				
Return of excess fund balance NRS 387.1213	(100,000)	-	(100,000)	-
Net change in fund balance	(274,009)	223,194	(50,815)	222,751
Fund balance:				
Beginning of year	1,518,560	150,014	1,668,574	1,445,823
End of year	\$ 1,244,551	\$ 373,208	\$ 1,617,759	\$ 1,668,574

**LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET
June 30, 2025
(With Comparative Totals for June 30, 2024)**

	Formerly Major Fund				
	COB High School	Federal Grants	State Grants	Adult Education	Food Service
Assets:					
Pooled cash and investments	\$ 734,037	\$ -	\$ -	\$ 16,794	\$ 93,649
Due from other governments	<u>-</u>	<u>166,224</u>	<u>161,045</u>	<u>46,353</u>	<u>18,768</u>
Total assets	<u>734,037</u>	<u>166,224</u>	<u>161,045</u>	<u>63,147</u>	<u>112,417</u>
Liabilities:					
Accounts payable	\$ 997	\$ 23,313	\$ 197	\$ -	\$ 8
Accrued payroll	86,189	90,087	62,671	21,110	20,610
Unearned revenue	<u>-</u>	<u>9,067</u>	<u>2,386</u>	<u>42,037</u>	<u>-</u>
Due to other funds	<u>-</u>	<u>43,757</u>	<u>95,791</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>87,186</u>	<u>166,224</u>	<u>161,045</u>	<u>63,147</u>	<u>20,618</u>
Deferred inflows of resources:					
Unavailable revenue-grant revenue	<u>-</u>	<u>49,157</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balance:					
Restricted for student groups	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Committed for COB High School	646,851	-	-	-	-
Committed for food service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	91,799
Unassigned	<u>-</u>	<u>(49,157)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total fund balance	<u>646,851</u>	<u>(49,157)</u>	<u>-</u>	<u>-</u>	<u>91,799</u>
Total liabilities and fund balance	<u>734,037</u>	<u>166,224</u>	<u>161,045</u>	<u>63,147</u>	<u>112,417</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2025

(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	Formerly Major Fund	State	Adult	
	COB High School	Federal Grants	Grants	Education
Revenues:				
Local sources	\$ 321,760	\$ -	\$ -	\$ -
State sources	-	-	592,242	363,613
Federal sources	-	1,241,923	-	-
Total revenues	<u>321,760</u>	<u>1,241,923</u>	<u>592,242</u>	<u>363,613</u>
Expenditures:				
Current:				
Regular programs	613,158	526,911	280,135	-
Special programs	-	249,948	-	-
Vocational programs	36,679	32,875	-	-
Other instructional programs	-	-	-	-
Adult education	-	-	-	363,613
Co-curricular activities	11,105	-	-	-
Undistributed expenditures:				
Student support	-	16,705	-	-
Instructional staff support	-	304,388	1,084	-
General administration	-	90,406	309,939	-
School administration	322,972	55,894	-	-
Operating/maintenance plant svc	95,481	-	-	-
Student transportation	-	-	1,084	-
Food service	-	12,453	-	-
Community services operations	-	1,500	-	-
Total expenditures	<u>1,079,395</u>	<u>1,291,080</u>	<u>592,242</u>	<u>363,613</u>
Excess (deficiency) of revenues over expenditures	<u>(757,635)</u>	<u>(49,157)</u>	<u>-</u>	<u>-</u>
Other financing sources (uses):				
Operating transfers in	727,860	-	-	-
Operating transfers out	(100,000)	-	-	-
Total other financing sources (uses)	<u>627,860</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balance before special items	<u>(129,775)</u>	<u>(49,157)</u>	<u>-</u>	<u>-</u>
Special items:				
Return of excess fund balance NRS 387.1213	<u>(100,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>(229,775)</u>	<u>(49,157)</u>	<u>-</u>	<u>-</u>
Fund balance:				
Beginning of year	<u>876,626</u>	<u>-</u>	<u>-</u>	<u>-</u>
End of year	<u>\$ 646,851</u>	<u>\$ (49,157)</u>	<u>\$ -</u>	<u>\$ -</u>

Food Service	Gifts and Donations	PCFP	PCFP	Student Activity	SB 231	Totals	
		At Risk	English Learner			2025	2024
\$ 93,450	\$ 13,899	\$ -	\$ -	\$ 636,529	\$ -	\$ 1,065,638	\$ 915,095
60,230	-	230,642	16,945	-	416,042	1,679,714	1,187,698
240,400	-	-	-	-	-	1,482,323	534,288
<u>394,080</u>	<u>13,899</u>	<u>230,642</u>	<u>16,945</u>	<u>636,529</u>	<u>416,042</u>	<u>4,227,675</u>	<u>2,637,081</u>
-	13,899	-	-	-	416,042	1,850,145	882,342
-	-	-	-	-	-	249,948	-
-	-	-	-	-	-	69,554	6,923
-	-	230,642	16,945	-	-	247,587	159,145
-	-	-	-	-	-	363,613	249,576
-	-	-	-	542,497	-	553,602	536,188
-	-	-	-	-	-	16,705	1,963
-	-	-	-	-	-	305,472	1,328
-	-	-	-	-	-	400,345	233,977
-	-	-	-	-	-	378,866	304,491
-	-	-	-	-	-	95,481	86,081
-	-	-	-	-	-	1,084	4,241
483,189	-	-	-	-	-	495,642	600,503
-	-	-	-	-	-	1,500	-
<u>483,189</u>	<u>13,899</u>	<u>230,642</u>	<u>16,945</u>	<u>542,497</u>	<u>416,042</u>	<u>5,029,544</u>	<u>3,066,758</u>
(89,109)	-	-	-	94,032	-	(801,869)	(429,677)
-	-	-	-	-	-	727,860	727,860
-	-	-	-	-	-	(100,000)	(100,000)
-	-	-	-	-	-	627,860	627,860
(89,109)	-	-	-	94,032	-	(174,009)	198,183
-	-	-	-	-	-	(100,000)	-
(89,109)	-	-	-	94,032	-	(274,009)	198,183
180,908	-	-	-	461,026	-	1,518,560	1,320,377
<u>\$ 91,799</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 555,058</u>	<u>\$ -</u>	<u>\$ 1,244,551</u>	<u>\$ 1,518,560</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR FUND-COB HIGH SCHOOL SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2025 AND 2024

	2025	2024
Assets:		
Pooled cash and investments	<u>\$ 734,037</u>	<u>\$ 926,314</u>
Liabilities:		
Accounts payable	\$ 997	\$ 3,746
Accrued payroll	<u>86,189</u>	<u>45,942</u>
Total liabilities	87,186	49,688
Fund balance:		
Committed	<u>646,851</u>	<u>876,626</u>
Total liabilities and fund balance	<u>\$ 734,037</u>	<u>\$ 926,314</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR FUND-COB HIGH SCHOOL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance- Positive (Negative)	2024
	Budget	Actual		Actual
Revenues:				
Local Sources:				
Tuition	\$ 321,760	\$ 321,760	\$ -	\$ 321,760
Other - grant	-	-	-	7,215
Total revenues	<u>321,760</u>	<u>321,760</u>	<u>-</u>	<u>328,975</u>
Expenditures:				
Current:				
Regular programs:				
Instruction:				
Salaries	591,994	404,695	187,299	237,932
Benefits	200,006	179,204	20,802	114,650
Purchased services	5,000	268	4,732	-
Supplies	56,500	20,214	36,286	33,541
Property	<u>15,000</u>	<u>8,777</u>	<u>6,223</u>	<u>4,627</u>
Total regular programs	<u>868,500</u>	<u>613,158</u>	<u>255,342</u>	<u>390,750</u>
Vocational programs:				
Instruction:				
Salaries	123,000	-	123,000	-
Benefits	42,000	-	42,000	-
Purchased services	1,500	594	906	867
Supplies	<u>37,000</u>	<u>36,085</u>	<u>915</u>	<u>6,056</u>
Total vocational programs	<u>203,500</u>	<u>36,679</u>	<u>166,821</u>	<u>6,923</u>
Co-curricular and extra curricular activities:				
Athletics:				
Instruction:				
Supplies	2,500	379	2,121	3,081
Property	<u>15,000</u>	<u>10,726</u>	<u>4,274</u>	<u>5,198</u>
Total co-curricular and extra curricular activities	<u>17,500</u>	<u>11,105</u>	<u>6,395</u>	<u>8,279</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR FUND-COB HIGH SCHOOL SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2025

(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Expenditures (continued):				
Current (continued):				
Undistributed expenditures:				
Instructional staff support:				
Supplies	\$ 250	\$ -	\$ 250	\$ -
School administration:				
Salaries	231,300	207,100	24,200	191,835
Benefits	100,700	97,144	3,556	92,838
Purchased services	119,000	8,695	110,305	5,780
Supplies	30,000	10,033	19,967	13,718
Property	5,000	-	5,000	-
Total school administration	<u>486,000</u>	<u>322,972</u>	<u>163,028</u>	<u>304,171</u>
Operating/maintenance plant svc:				
Salaries	191,820	53,721	138,099	50,162
Benefits	38,007	32,081	5,926	30,164
Supplies	8,000	7,361	639	5,755
Property	5,000	2,318	2,682	-
Total operating/maintenance plant svc	<u>242,827</u>	<u>95,481</u>	<u>147,346</u>	<u>86,081</u>
Total undistributed expenditures	<u>729,077</u>	<u>418,453</u>	<u>310,624</u>	<u>390,252</u>
Total expenditures	<u>1,818,577</u>	<u>1,079,395</u>	<u>739,182</u>	<u>796,204</u>
Excess (deficiency) of revenues over expenditures	<u>(1,496,817)</u>	<u>(757,635)</u>	<u>739,182</u>	<u>(467,229)</u>
Other financing sources (uses):				
Operating transfers in	727,860	727,860	-	727,860
Operating transfers out	(100,000)	(100,000)	-	(100,000)
Total other financing sources	<u>627,860</u>	<u>627,860</u>	<u>-</u>	<u>627,860</u>
Net change in fund balance before special items	(868,957)	(129,775)	739,182	160,631
Special items:				
Return of excess fund balance NRS 387.1213	-	(100,000)	-	-
Net change in fund balance	(868,957)	(229,775)	739,182	160,631
Fund balance:				
Beginning of year	<u>876,626</u>	<u>876,626</u>	<u>-</u>	<u>715,995</u>
End of year	<u>\$ 7,669</u>	<u>\$ 646,851</u>	<u>\$ 739,182</u>	<u>\$ 876,626</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-FEDERAL GRANTS FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2025 AND 2024

	2025	2024
Assets:		
Due from other governments	<u>\$ 166,224</u>	<u>\$ 345,883</u>
Liabilities:		
Accounts payable	\$ 23,313	\$ 30,687
Accrued payroll	90,087	112,284
Unearned revenue	9,067	9,066
Due to other funds	<u>43,757</u>	<u>193,846</u>
Total liabilities	166,224	345,883
Deferred inflows of resources:		
Unavailable revenue-grant revenue	49,157	-
Fund balance:		
Unassigned	<u>(49,157)</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 166,224</u>	<u>\$ 345,883</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-FEDERAL GRANTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Revenues:				
Federal sources:				
Other	\$ 1,482,907	\$ 1,241,923	\$ (240,984)	\$ 1,432,266
Expenditures:				
Current:				
Regular programs:				
Instruction:				
Salaries	211,627	189,456	22,171	225,986
Benefits	127,041	107,857	19,184	131,490
Purchased services	14,583	14,583	-	-
Supplies	225,946	215,015	10,931	257,509
Total regular programs	<u>579,197</u>	<u>526,911</u>	<u>52,286</u>	<u>614,985</u>
Special programs:				
Instruction:				
Salaries	107,579	70,874	36,705	114,950
Benefits	59,509	36,933	22,576	60,748
Purchased services	131,300	111,731	19,569	57,621
Supplies	46,255	30,410	15,845	83,677
Total special programs	<u>344,643</u>	<u>249,948</u>	<u>94,695</u>	<u>316,996</u>
Vocational programs:				
Instruction:				
Supplies	22,593	22,220	373	25,346
Property	10,696	10,655	41	19,067
Total vocational programs	<u>33,289</u>	<u>32,875</u>	<u>414</u>	<u>44,413</u>
Undistributed expenditures:				
Student support:				
Salaries	10,740	8,200	2,540	8,350
Purchased services	1,606	1,606	-	17,940
Supplies	8,952	6,899	2,053	5,018
Total student support	<u>21,298</u>	<u>16,705</u>	<u>4,593</u>	<u>31,308</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-FEDERAL GRANTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Expenditures (continued):				
Current (continued):				
Undistributed expenditures (continued):				
Instructional staff support:				
Salaries	\$ 193,533	\$ 188,472	\$ 5,061	\$ 138,147
Benefits	42,570	42,570	-	38,910
Purchased services	98,124	63,346	34,778	211,966
Supplies	<u>10,000</u>	<u>10,000</u>	-	8,609
Total instructional staff support	<u>344,227</u>	<u>304,388</u>	<u>39,839</u>	<u>397,632</u>
General administration:				
Benefits	-	-	-	51
Purchased services	62,465	62,465	-	5,000
Supplies	<u>27,941</u>	<u>27,941</u>	-	652
Total general administration	<u>90,406</u>	<u>90,406</u>	-	5,703
School administration:				
Purchased services	<u>55,894</u>	<u>55,894</u>	-	10,500
Food service:				
Supplies	8,853	8,853	-	9,229
Property	<u>3,600</u>	<u>3,600</u>	-	-
Total food service	<u>12,453</u>	<u>12,453</u>	-	9,229
Community services operations:				
Purchased services	<u>1,500</u>	<u>1,500</u>	-	1,500
Total undistributed expenditures	<u>525,778</u>	<u>481,346</u>	<u>44,432</u>	<u>455,872</u>
Total expenditures	<u>1,482,907</u>	<u>1,291,080</u>	<u>191,827</u>	<u>1,432,266</u>
Excess (deficiency) of revenues over expenditures	-	(49,157)	(49,157)	-
Fund balance:				
Beginning of year	<u>-\$</u>	<u>-\$</u>	<u>-\$</u>	<u>-\$</u>
End of year	<u>\$ -</u>	<u>\$ (49,157)</u>	<u>\$ (49,157)</u>	<u>\$ -</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR FUND - STATE GRANTS SPECIAL REVENUE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2025 AND 2024

	2025	2024
Assets:		
Pooled cash and investments	\$ -	\$ 2,386
Due from other governments	<u>161,045</u>	<u>54,312</u>
 Total assets	<u><u>161,045</u></u>	<u><u>56,698</u></u>
 Liabilities:		
Accounts payable	\$ 197	\$ -
Accrued payroll	62,671	-
Unearned revenue	2,386	2,386
Due to other funds	<u>95,791</u>	<u>54,312</u>
 Total liabilities	161,045	56,698
 Fund balance:		
Committed	-	-
 Total liabilities and fund balance	<u><u>161,045</u></u>	<u><u>56,698</u></u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR FUND - STATE GRANTS SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
Revenues:				
State sources:				
Other	\$ 592,412	\$ 592,242	\$ (170)	\$ 274,412
Expenditures:				
Current:				
 Regular programs:				
 Instruction:				
Purchased services	-	-	-	1,103
Supplies	103,327	103,218	109	31,480
Property	175,837	175,837	-	-
Other	1,080	1,080	-	-
Total regular programs	<u>280,244</u>	<u>280,135</u>	<u>109</u>	<u>32,583</u>
 Undistributed expenditures:				
 Student support:				
Purchased services	-	-	-	321
Other	-	-	-	1,642
Total student support	-	-	-	1,963
 Instructional staff support:				
Purchased services	1,084	1,084	-	1,089
Other	-	-	-	239
Total instruction staff support	<u>1,084</u>	<u>1,084</u>	<u>-</u>	<u>1,328</u>
 General administration:				
Salaries	33,048	33,048	-	31,474
Benefits	18,636	18,636	-	17,518
Purchased services	244,991	244,991	-	174,992
Supplies	13,325	13,264	61	9,993
Total general administration	<u>310,000</u>	<u>309,939</u>	<u>61</u>	<u>233,977</u>
 School administration:				
Other	-	-	-	320
 Student transportation:				
Purchased services	1,084	1,084	-	4,241
Total undistributed expenditures	<u>312,168</u>	<u>312,107</u>	<u>61</u>	<u>241,829</u>
Total expenditures	<u>592,412</u>	<u>592,242</u>	<u>170</u>	<u>274,412</u>
Excess (deficiency) of revenues				
over expenditures	-	-	-	-
Fund balance:				
Beginning of year	\$ -	\$ -	\$ -	\$ -
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-ADULT EDUCATION FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2025 AND 2024

	2025	2024
Assets:		
Pooled cash and investments	\$ 16,794	\$ 32,314
Due from other governments	<u>46,353</u>	<u>19,529</u>
 Total assets	 <u>\$ 63,147</u>	 <u>\$ 51,843</u>
 Liabilities:		
Accrued payroll	\$ 21,110	\$ 9,805
Unearned revenue	<u>42,037</u>	<u>42,038</u>
 Total liabilities	 63,147	 51,843
 Fund balance:		
Committed	_____	_____
 Total liabilities and fund balance	 <u>\$ 63,147</u>	 <u>\$ 51,843</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-ADULT EDUCATION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Revenues:				
State sources:				
Other	\$ 371,976	\$ 363,613	\$ (8,363)	\$ 249,576
Expenditures:				
Current:				
Adult education:				
Instruction:				
Salaries	83,745	82,315	1,430	36,347
Benefits	43,143	43,143	-	20,048
Purchased services	2,880	2,680	200	2,962
Supplies	<u>40,561</u>	<u>39,246</u>	<u>1,315</u>	<u>26,002</u>
Total instruction	<u>170,329</u>	<u>167,384</u>	<u>2,945</u>	<u>85,359</u>
Student support:				
Purchased services	<u>350</u>	<u>209</u>	<u>141</u>	<u>1,500</u>
Instructional staff support:				
Salaries	28,087	28,058	29	24,466
Benefits	10,593	10,593	-	21,857
Purchased services	21,256	20,614	642	17,753
Supplies	<u>3,455</u>	<u>3,453</u>	<u>2</u>	<u>-</u>
Total instructional staff support	<u>63,391</u>	<u>62,718</u>	<u>673</u>	<u>64,076</u>
General administration:				
Purchased services	<u>1,200</u>	<u>1,086</u>	<u>114</u>	<u>4,800</u>
School administration:				
Salaries	78,353	74,497	3,856	69,756
Benefits	36,474	36,117	357	21,101
Other	<u>-</u>	<u>-</u>	<u>-</u>	<u>135</u>
Total school administration	<u>114,827</u>	<u>110,614</u>	<u>4,213</u>	<u>90,992</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-ADULT EDUCATION FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL (CONTINUED)
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Expenditures (Continued):				
Current:				
Adult education (Continued):				
Central services:				
Purchased services	\$ 4,021	\$ 3,765	\$ 256	\$ -
Supplies	1,235	1,214	21	-
Other	255	255	-	-
Total central services	<u>5,511</u>	<u>5,234</u>	<u>277</u>	<u>-</u>
Operating/maintenance plant svc:				
Purchased services	14,057	14,057	-	849
Supplies	311	311	-	-
Total operating/maintenance plant svc	<u>14,368</u>	<u>14,368</u>	<u>-</u>	<u>849</u>
Student transportation:				
Purchased services	2,000	2,000	-	2,000
Total expenditures	<u>371,976</u>	<u>363,613</u>	<u>8,363</u>	<u>249,576</u>
Excess (deficiency) of revenues over expenditures				
Fund balance:				
Beginning of year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-FOOD SERVICE FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2025 AND 2024

	2025	2024
Assets:		
Pooled cash and investments	\$ 93,649	\$ 200,062
Due from other governments	<u>18,768</u>	<u>-</u>
 Total assets	 <u>\$ 112,417</u>	 <u>\$ 200,062</u>
 Liabilities:		
Accounts payable	\$ 8	\$ 162
Accrued payroll	<u>20,610</u>	<u>18,992</u>
 Total liabilities	 20,618	 19,154
 Fund balance:		
Committed for food service	<u>91,799</u>	<u>180,908</u>
 Total liabilities and fund balance	 <u>\$ 112,417</u>	 <u>\$ 200,062</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-FOOD SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Revenues:				
Local sources:				
Food service daily sales - lunch	\$ 130,000	\$ 93,450	\$ (36,550)	\$ 392
State sources:				
Grant	1,000	-	(1,000)	-
PCFP auxiliary service - food service	60,230	60,230	-	60,218
Total state sources	<u>61,230</u>	<u>60,230</u>	<u>(1,000)</u>	<u>60,218</u>
Federal sources:				
School feeding programs (free and reduced)	132,000	136,935	4,935	139,635
School breakfast program	88,000	82,157	(5,843)	90,086
ARPA breakfast/lunch assistance	-	-	-	237,456
Supply chain assistance program	-	-	-	36,772
School feeding program - commodities	-	21,308	21,308	30,339
Total federal sources	<u>220,000</u>	<u>240,400</u>	<u>20,400</u>	<u>534,288</u>
Total revenues	<u>411,230</u>	<u>394,080</u>	<u>(17,150)</u>	<u>594,898</u>
Expenditures:				
Current:				
Undistributed expenditures:				
Food service:				
Salaries	110,000	108,099	1,901	106,020
Benefits	56,750	55,351	1,399	51,588
Purchased services	2,000	1,579	421	1,128
Supplies	388,510	313,420	75,090	422,156
Property	4,740	4,740	-	19,611
Total expenditures	<u>562,000</u>	<u>483,189</u>	<u>78,811</u>	<u>600,503</u>
Excess (deficiency) of revenues over expenditures	(150,770)	(89,109)	61,661	(5,605)
Other financing sources (uses):				
Operating transfers in	<u>170,000</u>	<u>-</u>	<u>(170,000)</u>	<u>-</u>
Net change in fund balances	19,230	(89,109)	(108,339)	(5,605)
Fund balance:				
Beginning of year	<u>32,762</u>	<u>180,908</u>	<u>148,146</u>	<u>186,513</u>
End of year	<u>\$ 51,992</u>	<u>\$ 91,799</u>	<u>\$ 39,807</u>	<u>\$ 180,908</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-GIFTS AND DONATIONS
COMPARATIVE BALANCE SHEETS
JUNE 30, 2025 AND 2024

	2025	2024
Assets:		
Pooled cash and investments	<u>\$ 5,983</u>	<u>\$ 19,382</u>
Liabilities:		
Unearned revenue	\$ 5,983	\$ 19,382
Fund balance:		
Committed	_____ -	_____ -
Total liabilities and fund balance	<u>\$ 5,983</u>	<u>\$ 19,382</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-GIFTS AND DONATIONS
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Revenues:				
Local sources:				
Grant	\$ 19,382	\$ 13,899	\$ (5,483)	\$ 14,662
Expenditures:				
Current:				
Regular programs:				
Instruction:				
Purchased services	-	2,900	(2,900)	-
Supplies	<u>19,382</u>	<u>10,999</u>	<u>8,383</u>	<u>14,662</u>
Total expenditures	<u>19,382</u>	<u>13,899</u>	<u>5,483</u>	<u>14,662</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-
Fund balance:				
Beginning of year	-----	-----	-----	-----
End of year	<u>\$ -----</u>	<u>\$ -----</u>	<u>\$ -----</u>	<u>\$ -----</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-PCFP AT- RISK
COMPARATIVE BALANCE SHEETS
JUNE 30, 2025 AND 2024

	2025	2024
Assets:		
Pooled cash and investments	\$ <u>126,088</u>	\$ <u>-</u>
Liabilities:		
Accounts payable	\$ <u>126,088</u>	\$ <u>-</u>
Fund balance:		
Restricted for other instructional programs	<u>-</u>	<u>-</u>
Total liabilities and fund balance	<u>\$ 126,088</u>	<u>\$ -</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-PCFP AT- RISK
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Revenues:				
State sources:				
Special appropriations PCFP	\$ 141,680	\$ 230,642	\$ 88,962	\$ 134,937
Expenditures:				
Current:				
Other instructional programs:				
Instruction:				
Supplies	<u>141,680</u>	<u>230,642</u>	<u>(88,962)</u>	<u>134,937</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-
Fund balance:				
Beginning of year	-	-	-	-
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-PCFP ENGLISH LEARNER
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Revenues:				
State sources:				
Special appropriations PCFP	\$ 25,418	\$ 16,945	\$ (8,473)	\$ 24,208
Expenditures:				
Current:				
Other instructional programs:				
Instruction:				
Salaries	<u>25,418</u>	<u>16,945</u>	<u>8,473</u>	<u>24,208</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-
Fund balance:				
Beginning of year	-	-	-	-
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-STUDENT ACTIVITY
COMPARATIVE BALANCE SHEETS
JUNE 30, 2025 AND 2024

	2025	2024
Assets:		
Pooled cash and investments	<u>\$ 555,058</u>	<u>\$ 461,026</u>
Liabilities:		
Accounts payable	\$ -	\$ -
Fund balance:		
Restricted student groups	<u>555,058</u>	<u>461,026</u>
Total liabilities and fund balance	<u>\$ 555,058</u>	<u>\$ 461,026</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-STUDENT ACTIVITY
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
Revenues:				
Local sources:				
Other	<u>\$ 1,200,000</u>	<u>\$ 636,529</u>	<u>\$ (563,471)</u>	<u>\$ 571,066</u>
Expenditures:				
Current:				
Co-curricular and extra curricular activities:				
Co-curricular activities:				
Other direct support:				
Purchased services	583,553	-	583,553	-
Supplies	370,000	408,996	(38,996)	397,225
Property	200,000	-	200,000	-
Other	15,000	-	15,000	-
Total co-curricular activities	<u>1,168,553</u>	<u>408,996</u>	<u>759,557</u>	<u>397,225</u>
Athletics:				
Instruction:				
Purchased services	105,000	-	105,000	-
Supplies	105,000	133,501	(28,501)	130,684
Other	5,000	-	5,000	-
Total athletics	<u>215,000</u>	<u>133,501</u>	<u>81,499</u>	<u>130,684</u>
Total expenditures	<u>1,383,553</u>	<u>542,497</u>	<u>841,056</u>	<u>527,909</u>
Excess (deficiency) of revenues over expenditures	<u>(183,553)</u>	<u>94,032</u>	<u>277,585</u>	<u>43,157</u>
Fund balance:				
Beginning of year	<u>461,026</u>	<u>461,026</u>	<u>-</u>	<u>417,869</u>
End of year	<u>\$ 277,473</u>	<u>\$ 555,058</u>	<u>\$ 277,585</u>	<u>\$ 461,026</u>

**LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-SB 231
COMPARATIVE BALANCE SHEETS
JUNE 30, 2025 AND 2024**

	2025	2024
Assets:		
Due from other governments	<u>\$ 96,793</u>	<u>\$ 103,603</u>
Liabilities:		
Accrued payroll	\$ 133	\$ 66,387
Due to other funds	<u>96,660</u>	<u>37,216</u>
Total liabilities	96,793	103,603
Fund balance:		
Restricted	-	-
Total liabilities and fund balance	<u>\$ 96,793</u>	<u>\$ 103,603</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR SPECIAL REVENUE FUND-SB 231
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Revenues:				
State sources:				
Restricted state grants	\$ 444,347	\$ 416,042	\$ (28,305)	\$ 444,347
Expenditures:				
Current:				
Regular programs:				
Instruction:				
Salaries	325,457	304,207	21,250	325,457
Benefits	<u>118,890</u>	<u>111,835</u>	<u>7,055</u>	<u>118,890</u>
Total expenditures	<u>444,347</u>	<u>416,042</u>	<u>28,305</u>	<u>444,347</u>
Excess (deficiency) of revenues over expenditures	-	-	-	-
Fund balance:				
Beginning of year	-	-	-	-
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING BALANCE SHEET
JUNE 30, 2025
(With Comparative Totals for June 30, 2024)**

	Bond	Building and Sites	Total	
			2025	2024
Assets:				
Pooled cash and investments	\$ 27,606	\$ 340,728	\$ 368,334	\$ 140,414
Due from other funds	<u>12,750</u>	<u>-</u>	<u>12,750</u>	<u>10,200</u>
 Total assets	 <u>\$ 40,356</u>	 <u>\$ 340,728</u>	 <u>\$ 381,084</u>	 <u>\$ 150,614</u>
 Liabilities:				
Accounts payable	\$ -	\$ 7,876	\$ 7,876	\$ 600
 Fund balance:	 			
Restricted for capital projects	<u>40,356</u>	<u>332,852</u>	<u>373,208</u>	<u>150,014</u>
 Total liabilities and fund balance	 <u>\$ 40,356</u>	 <u>\$ 340,728</u>	 <u>\$ 381,084</u>	 <u>\$ 150,614</u>

**LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR CAPITAL PROJECTS FUNDS
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
FOR THE YEAR ENDED JUNE 30, 2025**
(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	Bond	Building and Sites	Totals	
			2025	2024
Revenues:				
Local sources	\$	-	\$	-
Expenditures:				
Undistributed expenditure:				
Facilities acquisition and construction	_____	-	76,806	76,806
				75,432
Excess (deficiency) of revenues over expenditures	-	(76,806)	(76,806)	(75,432)
Other financing sources (uses):				
Operating transfers in	_____	-	300,000	300,000
				100,000
Net change in fund balances	-	223,194	223,194	24,568
Fund balance:				
Beginning of year	<u>40,356</u>	<u>109,658</u>	<u>150,014</u>	<u>125,446</u>
End of year	<u>\$ 40,356</u>	<u>\$ 332,852</u>	<u>\$ 373,208</u>	<u>\$ 150,014</u>

**LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR FUND-BOND CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2025 AND 2024**

	2025	2024
Assets:		
Pooled cash and investments	\$ 27,606	\$ 30,156
Due from other funds	<u>12,750</u>	<u>10,200</u>
 Total assets	 <u>\$ 40,356</u>	 <u>\$ 40,356</u>
 Liabilities:		
Accounts payable	\$ -	\$ -
 Fund balance:	 	
Restricted	<u>40,356</u>	<u>40,356</u>
 Total liabilities and fund balance	 <u>\$ 40,356</u>	 <u>\$ 40,356</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR FUND-BOND CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025
(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Revenues:				
Local sources:				
Investment income	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Undistributed expenditure:				
Facilities acquisition and construction:				
Other:				
Purchased services	<u>30,000</u>	- -	<u>30,000</u>	- -
Excess (deficiency) of revenues over expenditures	(30,000)	- -	30,000	- -
Fund balance:				
Beginning of year	<u>40,356</u>	<u>40,356</u>	- -	<u>40,356</u>
End of year	<u>\$ 10,356</u>	<u>\$ 40,356</u>	<u>\$ 30,000</u>	<u>\$ 40,356</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR FUND-BUILDING AND SITES CAPITAL PROJECTS FUND
COMPARATIVE BALANCE SHEETS
JUNE 30, 2025 AND 2024

	2025	2024
Assets:		
Pooled cash and investments	<u>\$ 340,728</u>	<u>\$ 110,258</u>
Liabilities:		
Accounts payable	\$ 7,876	\$ 600
Fund balance:		
Restricted	<u>332,852</u>	<u>109,658</u>
Total liabilities and fund balance	<u>\$ 340,728</u>	<u>\$ 110,258</u>

LINCOLN COUNTY SCHOOL DISTRICT
NONMAJOR FUND-BUILDING AND SITES CAPITAL PROJECTS FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE - BUDGET (GAAP BASIS) AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2025

(With Comparative Actual Amounts for the Year Ended June 30, 2024)

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
Revenues:				
Local sources:				
Investment income (loss)	\$ -	\$ -	\$ -	\$ -
Expenditures:				
Undistributed expenditure:				
Facilities acquisition and construction:				
Building acquisition and construction:				
Purchased services	<u>274,568</u>	<u>76,806</u>	<u>197,762</u>	<u>75,432</u>
Excess (deficiency) of revenues over expenditures	(274,568)	(76,806)	197,762	(75,432)
Other financing sources (uses):				
Operating transfers in	<u>300,000</u>	<u>300,000</u>	<u>-</u>	<u>100,000</u>
Net change in fund balances	25,432	223,194	197,762	24,568
Fund balance:				
Beginning of year	<u>109,658</u>	<u>109,658</u>	<u>-</u>	<u>85,090</u>
End of year	<u>\$ 135,090</u>	<u>\$ 332,852</u>	<u>\$ 197,762</u>	<u>\$ 109,658</u>

LINCOLN COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUND-UNEMPLOYMENT COMPENSATION INTERNAL SERVICE FUND
COMPARATIVE STATEMENTS OF NET POSITION
JUNE 30, 2025 AND 2024

	2025	2024
Assets:		
Pooled cash and investments	\$ 48,535	\$ 48,535
Liabilities:		
Accounts payable	_____ -	_____ -
Net position:		
Restricted	<u>\$ 48,535</u>	<u>\$ 48,535</u>

LINCOLN COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUND-UNEMPLOYMENT COMPENSATION INTERNAL SERVICE FUND
SCHEDULES OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	2025		Variance-	
	Budget	Actual	Positive (Negative)	2024
				Actual
Operating revenues:				
Insurance premiums	\$ -	\$ -	\$ -	\$ -
Operating expenses:				
Benefits	<u>15,000</u>	-	<u>15,000</u>	-
Operating income (loss)	(15,000)	-	15,000	-
Transfers in:	<u>15,000</u>	-	<u>(15,000)</u>	-
Change in net position	-	-	-	-
Net position:				
Beginning of year	<u>48,535</u>	<u>48,535</u>	-	<u>48,535</u>
End of year	<u>\$ 48,535</u>	<u>\$ 48,535</u>	-	<u>\$ 48,535</u>

LINCOLN COUNTY SCHOOL DISTRICT
INTERNAL SERVICE FUND-UNEMPLOYMENT COMPENSATION INTERNAL SERVICE FUND
COMPARATIVE STATEMENTS OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

	2025	2024
Cash flows from operating activities:		
Cash paid for benefits	\$ -	\$ -
Cash and cash equivalents:		
Beginning of year	<u>48,535</u>	<u>48,535</u>
End of year	<u>\$ 48,535</u>	<u>\$ 48,535</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	<u>\$ -</u>	<u>\$ -</u>

DANIEL C. McARTHUR, LTD

Certified Public Accountant

Quail Park III • 501 So. Rancho Dr., Ste. E-30 • Las Vegas, NV 89106 • (702) 385-1899 • (702) 385-9619

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

To the Honorable Board of Trustees
Lincoln County School District
Panaca, 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 Lincoln County School District (the District), as of and for the year ended June 30, 2025, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated October 28, 2025.

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 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 were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

A handwritten signature in black ink, appearing to read "Danielle McMillan, CPA".

Las Vegas, Nevada
October 28, 2025

DANIEL C. McARTHUR, LTD

Certified Public Accountant

Quail Park III • 501 So. Rancho Dr., Ste. E-30 • Las Vegas, NV 89106 • (702) 385-1899 • (702) 385-9619

INDEPENDENT AUDITOR'S COMMENTS

Honorable Board of Trustees
Lincoln County School District
Panaca, Nevada

In connection with our audit of the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Lincoln County School District (the District) as of and for the year ended June 30, 2025, and the related notes to the financial statements, nothing came to our attention that caused us to believe that the District failed to comply with the specific requirements of Nevada Revised Statutes referenced below insofar as they relate to accounting matters. However, our audit was not directed primarily toward obtaining knowledge of such noncompliance. Accordingly, had we performed additional procedures, other matters may have come to our attention regarding the District's noncompliance with the requirements of Nevada Revised Statutes noted below, insofar as they relate to accounting matters.

CURRENT YEAR STATUTE COMPLIANCE

Expenditures in Excess of Appropriations

Per NRS 354.626, the District is required to report expenditures that exceed budgeted appropriations at the function level for the General Fund, Special Revenue Funds, and Capital Project Funds. Enterprise funds may not exceed budget appropriations at the fund level. For the year ending June 30, 2025, the PCFP At-Risk Special Revenue Fund other instructional function expenditures were over appropriations in the amount of \$88,962. The District received unanticipated funds which were spent during the year but failed to augment the budget to reflect the additional revenues and expenditures. The District will ensure they review all funds for possible augmentation during the year.

PROGRESS ON PRIOR YEAR STATUTE COMPLIANCE

No findings occurred during the prior year.

CURRENT YEAR RECOMMENDATIONS

No material weakness and no significant deficiency in internal controls were noted.

PRIOR YEAR RECOMMENDATIONS

No material weakness and no significant deficiency in internal controls were noted.

NEVADA REVISED STATUTE 354.6113

The District established the Bond Fund in accordance with Nevada Revised Statutes 354.6113. Compliance with Nevada Revised Statutes is contained in Note C2 to the financial statements.

There were no capital projects constructed during the year.

The following sources are planned to be deposited into the funds during the next fiscal year (2026).

Fund Balance Carry-over \$ 10,356

The following expenditures are planned for the next fiscal year.

Building Acquisition/Construction \$ 10,000

The District plans to carry over as fund balance into the fiscal year ending June 30, 2027, the amount of \$356.



Las Vegas, Nevada
October 28, 2025