



Financial Statements  
June 30, 2020

# Eureka County Television District

Eureka County Television District

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June 30, 2020

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## Independent Auditor's Report

To the Honorable Board of Directors  
Eureka County Television District, State of Nevada  
Eureka, Nevada

### Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities and each major fund of the Eureka County Television District, State of Nevada (the District), as of and for the year June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### Management's Responsibility for the Financial Statements

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

### Auditor's Responsibility

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

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

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

### **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of Eureka County Television District as of June 30, 2020, and the respective changes in financial position and the respective budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Other Matters**

#### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis on pages 3 through 8, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the Management's Discussion and Analysis in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

In accordance with *Government Auditing Standards*, we have also issued a report dated December 16, 2020 on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



Elko, Nevada  
December 16, 2020

As management of the Eureka County Television District, State of Nevada, we offer readers of the Eureka County Television District's financial statements this narrative overview and analysis of the financial activities of the Eureka County Television District for the fiscal year ended June 30, 2020.

#### FINANCIAL HIGHLIGHTS

- The governmental activities assets of the Eureka County Television District exceeded its liabilities at June 30, 2020 by \$1,233,936 (net position). Of this amount \$769,780 (unrestricted) may be used to meet the government's ongoing obligations to citizens and creditors.
- At June 30, 2020, the total fund balance for the General Fund was \$769,625.
- Eureka County Television District at June 30, 2020 had no bonded debt.

#### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to Eureka County Television District's basic financial statements. Eureka County Television District's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

##### Government-wide financial statements

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

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

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

The government-wide financial statements distinguish functions of Eureka County Television District that are principally supported by taxes and intergovernmental revenues (*governmental activities*). The governmental activities of Eureka County Television District include the general government function.

The government-wide financial statements can be found on pages 9-10 of this report.

#### **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. Eureka County Television District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The Eureka County Television District has one fund, which is the General Fund.

#### **Governmental funds**

*Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of expendable resources on balances of expendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

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*.

Eureka County Television District adopts an annual appropriated budget for its General Fund. A budgetary comparison schedule has been provided to demonstrate compliance with this budget.

The basic governmental fund financial statements and reconciliations can be found on pages 11-16 of this report.

#### **Notes to the financial statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 17-25 of this report.

#### **Government-wide Financial Analysis**

As noted earlier, Eureka County Television District's net position may serve over time as a useful indicator of a government's financial position. In the case of Eureka County Television District, assets exceeded liabilities by \$1,233,936 at the close of the most recent fiscal year.

A large portion of Eureka County Television District's net position reflects its investment in capital assets (e.g., improvements, buildings, machinery, and equipment). There is no outstanding related debt used to acquire those assets. Eureka County Television District uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending.

The following table provides a summary of Eureka County Television District's net position at June 30, 2020:

**Eureka County Television District's Net Position**

	2020	2019
Current and Other Assets	\$ 777,928	\$ 766,576
Capital assets	464,156	388,138
Total assets	1,242,084	1,154,714
Current and Other Liabilities	8,148	12,881
Net position		
Investment in capital assets	464,156	388,138
Unrestricted	769,780	753,695
Total net position	\$ 1,233,936	\$ 1,141,833

Eureka County Television District's *unrestricted net position* \$769,780 may be used to meet the government's ongoing obligation to citizens and creditors.

The District no longer has any benefitted employees and is therefore no longer subject to a net pension liability, deferred outflow of resources or deferred inflow of resources related to pensions. The salaries for the District are a stipend for the Board members.

At the end of the current fiscal year, Eureka County Television District was able to report positive balances in all categories of net position. The same situation held true for the prior fiscal year.

**Governmental activities**

Governmental activities increased Eureka County Television District's net position by \$92,103. Overall District revenues increased \$14,151 during fiscal year 2020 compared to fiscal year 2019. This was mainly a result of net proceeds of mines tax, investment earnings and rent space on the mountain top repeater sites.

Eureka County Television District  
Management's Discussion and Analysis  
June 30, 2020

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The following table provides a summary of Eureka County Television District's changes in net position for the year ending June 30, 2020:

	2020	2019
<b>Revenues</b>		
Program revenues		
Operating grants and contributions	\$ -	\$ 7,271
Capital grants and contributions	19,426	29,172
General revenues		
Taxes	122,385	98,966
Intergovernmental	55,078	55,078
Other	67,971	60,222
<b>Total revenues</b>	<b>264,860</b>	<b>250,709</b>
<b>Expenses</b>		
General government	172,757	175,007
<b>Change in Net Position</b>	<b>92,103</b>	<b>75,702</b>
<b>Net Position, Beginning of Year</b>	<b>1,141,833</b>	<b>1,066,131</b>
<b>Net Position, End of Year</b>	<b>\$ 1,233,936</b>	<b>\$ 1,141,833</b>



## **Financial Analysis of the Government's Funds**

### **Major Governmental Fund Balance Changes**

The Eureka County Television District General Fund ending fund balance increased to \$769,625 in Fiscal Year 2020 compared to \$753,606 at the end of fiscal year 2019. This is mainly due to an increase in net proceeds of mines tax, rents received, and investment earnings.

### **Budgetary Highlights - Fiscal Year Ended June 30, 2020**

The budget statements reflect a comparison of budgeted revenues and expenditures to actual for the year ended June 30, 2020. The budget statements were prepared from the final budget as filed with the Nevada Department of Taxation.

### **Significant Budgetary Variances Between the Final Amended Budget and Actual Results**

#### **General Fund**

##### **Revenues**

In the General Fund, there was an increase in revenues overall. Revenues exceeded the budget by \$85,872. The General Fund revenues were \$264,794 and the budgeted total was \$178,922. The increase can mainly be attributed to additional net proceeds of mines tax, rents and investment earnings. Interest earnings were \$9,314 more than budgeted and the net increase in fair value of investments were \$13,139 more than budget due to higher interest rates and higher yielding investments.

##### **Expenditures**

Actual expenditures were \$248,775, which was \$57,625 less than the budget appropriations for the year.

Overall, the total ending fund balance was \$769,625, which is \$235,590 more than budgeted. A portion of the ending fund balance was assigned for subsequent year operations per the fiscal year 2020-2021 budget totaling \$139,513 and the remainder of \$630,112 was unrestricted for District operations.

##### **Capital Assets**

Eureka County Television District's investment in capital assets for its governmental activities as of June 30, 2020 amounts to \$464,156 (net of accumulated depreciation). This investment in capital assets includes buildings, improvements, machinery and equipment. Eureka County Television District's net change in investment in capital assets for fiscal year 2020 was an increase of \$76,018.

The increases were primarily due to additions totaling \$119,783. Major additions in the current year included a fiber optic project on Prospect and Tank Hill Mountain.

Additional information regarding capital assets can be found at Note 3 on page 24.

#### **Economic Factors and Next Year's Budgets and Rates**

- The unemployment rate for Eureka County as of June 30, 2020 was 3.6 percent, which is a higher rate from one year ago. The State of Nevada average unemployment rate of 15.2 percent exceeds the national average rate of 11.1 percent.
- Inflationary trends in the region compare favorably to national indices.
- The COVID-19 pandemic hit Nevada with extreme unemployment and impacted tourism, sales tax and interest and investments.

All of these factors were considered in preparing Eureka County Television District's budget for the 2021 fiscal year.

Eureka County Television District has appropriated \$320,400 for General Fund spending in the 2021 fiscal year budget.

#### **Requests for Information**

This financial report is designed to provide a general overview of Eureka County Television District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of the Eureka Comptroller, P.O. Box 852, Eureka, Nevada 89316, Telephone Number 775-237-6128, E-mail [ktodd@eurekacountynv.gov](mailto:ktodd@eurekacountynv.gov).

Eureka County Television District  
Statement of Net Position  
June 30, 2020

	Governmental Activities
<b>Assets</b>	
<b>Current Assets</b>	
Cash and investments	\$ 766,318
Due from other governments	9,191
Taxes receivable, delinquent	185
Accrued interest receivable	2,234
Capital assets, net of accumulated depreciation	464,156
<b>Total assets</b>	<b>1,242,084</b>
<b>Liabilities</b>	
<b>Current Liabilities</b>	
Accounts payable	6,337
Accrued salaries and related liabilities	101
Due to other governments	1,710
<b>Total current liabilities</b>	<b>8,148</b>
<b>Net Position</b>	
Investment in capital assets	464,156
Unrestricted	769,780
<b>Total net position</b>	<b>\$ 1,233,936</b>

Eureka County Television District  
Statement of Activities  
Year Ended June 30, 2020

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue and Changes in Net Position
		Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Primary Government Governmental activities General government	\$ 172,757	\$ -	\$ 19,426	\$ (153,331)
General Revenues				
Property taxes				122,385
Various state collected pass-through revenues not restricted to specific programs				55,078
Interest and investment earnings				28,615
Miscellaneous revenue				39,356
Total general revenues				245,434
Change in Net Position				92,103
Net Position, Beginning of Year				1,141,833
Net Position, End of Year				\$ 1,233,936

Eureka County Television District  
 Balance Sheet – Governmental Fund  
 June 30, 2020

	General Fund
<b>Assets</b>	
Cash and investments	\$ 766,318
Due from other governments	9,191
Taxes receivable, delinquent	185
Accrued interest receivable	2,234
Total assets	\$ 777,928
<b>Liabilities</b>	
Accounts payable	\$ 6,337
Accrued salaries and related liabilities	101
Due to other governments	1,710
Total liabilities	8,148
<b>Deferred Inflows of Resources</b>	
Unavailable revenue - delinquent property taxes	155
<b>Fund Balance</b>	
Assigned - subsequent year operations	139,513
Unrestricted	630,112
Total fund balance	769,625
Total liabilities, deferred inflows of resources and fund balance	\$ 777,928

Eureka County Television District  
 Reconciliation of the Balance Sheet of the Governmental Fund to the Statement of Net Position  
 June 30, 2020

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

Total fund balance, governmental funds	\$	769,625
<p>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.</p>		
Capital assets	\$	2,579,467
Less accumulated depreciation		<u>(2,115,311)</u>
		464,156
<p>Deferred inflows of resources for delinquent property taxes represent amounts that are not yet available to fund current expenditures and, therefore, are deferred in the governmental funds balance sheet.</p>		
		<u>155</u>
Net position of governmental activities	\$	<u><u>1,233,936</u></u>

Eureka County Television District  
Statement of Revenues, Expenditures, and Changes in Fund Balance – Governmental Fund  
Year Ended June 30, 2020

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	General Fund
Revenues	
Taxes	\$ 122,319
Intergovernmental revenues	55,078
Miscellaneous	87,397
Total revenues	264,794
Expenditures	
General government	248,775
Net Change in Fund Balance	16,019
Fund Balance, Beginning of Year	753,606
Fund Balance, End of Year	\$ 769,625

Eureka County Television District  
 Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balance  
 of the Governmental Fund to the Statement of Activities  
 Year Ended June 30, 2020

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

Net Change in Fund Balance, Governmental Funds	\$	16,019
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Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, those costs are shown in the statement of net position and allocated over their estimated useful lives as depreciation expense in the statement of activities.

Capital outlay to purchase capital assets	\$	119,783	
Current depreciation expense		<u>(43,765)</u>	
			76,018

Property taxes that are collected in 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.

Current year change in unavailable property taxes revenue		<u>66</u>
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Change in Net Position of Governmental Activities	\$	<u><u>92,103</u></u>
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**Eureka County Television District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund**  
**Year Ended June 30, 2020**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<b>Revenues</b>				
<b>Taxes</b>				
Ad valorem taxes				
Secured-real property	\$ 61,904	\$ 61,904	\$ 49,946	\$ (11,958)
State unitary tax	-	-	3,263	3,263
Personal property roll	-	-	8,486	8,486
Net proceeds of mines	40,440	40,440	60,624	20,184
	<u>102,344</u>	<u>102,344</u>	<u>122,319</u>	<u>19,975</u>
<b>Intergovernmental Revenues</b>				
State shared revenue				
Consolidated tax	55,078	55,078	55,078	-
<b>Miscellaneous</b>				
T- Mobile grant for capital project	-	-	19,426	19,426
Rents	15,000	15,000	38,156	23,156
Refunds	500	500	1,200	700
Interest earned	5,000	5,000	14,314	9,314
Net realized gain (loss)	500	500	662	162
Net increase (decrease) in fair value of investments	500	500	13,639	13,139
	<u>21,500</u>	<u>21,500</u>	<u>87,397</u>	<u>65,897</u>
<b>Total revenues</b>	<u>178,922</u>	<u>178,922</u>	<u>264,794</u>	<u>85,872</u>

**Eureka County Television District**  
**Schedule of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual – General Fund**  
**Year Ended June 30, 2020**

	Budgeted Amounts		Actual	Variance
	Original	Final		
<b>Expenditures</b>				
General government				
Television administration				
Salaries	\$ 12,000	\$ 12,000	\$ 4,900	\$ 7,100
Employee benefits	2,000	2,000	407	1,593
Services and supplies	105,200	105,200	88,955	16,245
	<u>119,200</u>	<u>119,200</u>	<u>94,262</u>	<u>24,938</u>
Tank Hill				
Services and supplies	11,000	11,000	2,892	8,108
Capital outlay	55,200	55,200	55,200	-
	<u>66,200</u>	<u>66,200</u>	<u>58,092</u>	<u>8,108</u>
Mary's Mountain				
Services and supplies	12,500	12,500	6,837	5,663
	<u>12,500</u>	<u>12,500</u>	<u>6,837</u>	<u>5,663</u>
Prospect Peak				
Services and supplies	18,000	18,000	17,032	968
Capital outlay	65,000	65,000	64,583	417
	<u>83,000</u>	<u>83,000</u>	<u>81,615</u>	<u>1,385</u>
Argenta Ridge				
Services and supplies	15,500	15,500	7,969	7,531
Capital outlay	10,000	10,000	-	10,000
	<u>25,500</u>	<u>25,500</u>	<u>7,969</u>	<u>17,531</u>
<b>Total expenditures</b>	<u>306,400</u>	<u>306,400</u>	<u>248,775</u>	<u>57,625</u>
<b>Net Change in Fund Balance</b>	(127,478)	(127,478)	16,019	143,497
<b>Fund Balance, Beginning of Year</b>	<u>661,513</u>	<u>661,513</u>	<u>753,606</u>	<u>92,093</u>
<b>Fund Balance, End of Year</b>	<u>\$ 534,035</u>	<u>\$ 534,035</u>	<u>\$ 769,625</u>	<u>\$ 235,590</u>

**Note 1 - Summary of Significant Accounting Policies**

Eureka County Television District, State of Nevada, (the District) is a local government created and operated under the provisions of Nevada Revised Statutes (NRS) Chapter 318. Eureka County Television District is governed by an elected Board of five members who possess final decision-making authority and is held primarily accountable for those decisions. The District is responsible establishing spending limitations, funding any deficits and borrowing funds and/or issuing bonds to finance county system operations and construction. Eureka County provides assistance with day to day operations, budget preparation and accounting functions of the District. The Eureka County Commission must also approve and sign the tentative and final budgets along with the District Board of Directors.

The accounting policies of the District conform to accounting principles generally accepted in the United States of America as applicable to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing these accounting and financial principles.

The accounting and reporting framework and the more significant accounting policies are as follows:

**Reporting Entity**

The financial statements included herein present the District. The District has no component units and is a discretely presented component unit of Eureka County.

The Eureka County Television District is a special district providing television broadcast services to Eureka County Television citizens.

**Government-Wide and Fund Financial Statements**

The basic financial statements consist of government-wide statements and the fund financial statements. The government-wide financial statements include a statement of net position and a statement of activities.

The statement of net position presents the 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 segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to patrons who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and revenues not properly included among program revenues are reported instead as general revenues. Those programs or functions with a net cost not supported by program revenues are generally dependent on general-purposes revenues, such as taxes, to remain operational. When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed.

### Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The *government-wide financial statements* are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenue 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. Grant revenues are reflected as unearned revenue if funds have been received prior to meeting such requirements.

*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 agents or governments. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days after 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. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, employment benefits, and claims and judgments, are recorded only when payment is due.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual, and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the District.

The major revenue sources of the District include tax revenues, ad valorem (property) taxes, consolidated tax (sales tax), rents, interest income and various operating and capital grants. Ad valorem taxes are reflected as deferred inflows of resources in the individual funds if they are not available to finance the activities of the current period.

The District’s financial records are organized on the basis of funds, which are independent fiscal and accounting entities with a separate set of self-balancing accounts. Fund accounting segregates funds according to their intended purpose and is used to aid management in demonstrating compliance with finance-related legal and contractual provisions.

The District reports the following major governmental funds:

- General Fund – The general fund is the general operating fund of the District. It is used to account for all financial resources and costs of operations traditionally associated with the District, which are not required to be accounted for in another fund.

### **Budgets and Budgetary Accounting**

Eureka County Television District adheres to the Local Government Budget and Finance Act incorporated in Section 354 of the Nevada Revised Statutes. The District is required to legally adopt budgets for all funds except fiduciary funds. The budgets are filed as a matter of public record with the Clerk of the Board of Eureka County and State Department of Taxation. The District staff uses the following procedures to establish, modify and control the budgetary information that is reflected in these financial statements.

1. On or before April 15, the Eureka County Commission and the District Board file a tentative budget with the Nevada Department of Taxation for all funds for the fiscal year beginning the following July 1. The tentative budget is prepared by fund, function and department and includes proposed expenditures and the means of financing them.
2. Public budget hearings on the tentative budget are held in May to obtain taxpayer comments.
3. Prior to June 1, the Board/Commission indicates changes, if any, to be made to the tentative budget and adopts a final budget by a majority vote of the Board/Commissioners. The final budget must then be forwarded to the Nevada Department of Taxation for final approval. The above dates may be adjusted as necessary during legislative years.
4. Formal budgetary integration in the financial records of all funds is employed to enhance management control during the year, however encumbrance accounting is not utilized. All appropriations lapse at the end of the fiscal year.
5. The appropriated budget amounts may be transferred between functions, funds, or contingency accounts if the transfer does not increase the total appropriations for fiscal year amounts subject to advisement of the Board of Directors at the next subsequent meeting and must be recorded in the minutes of the meeting. Budget augmentations and amendments in excess of original budgetary amounts require prior approval of the Eureka County Commission and the District Board of Directors, following a scheduled and noticed public hearing.
6. Budgets for all funds are adopted on a basis consistent with accounting principles generally accepted in the United States of America (GAAP). Budgeted amounts reflect budget amendments made during the year in accordance with the above procedures.
7. In accordance with state statute, actual expenditures may not exceed budgetary appropriations of the various functions of the individual governmental funds, except for bond repayments, short-term financing repayment and any other long-term contract expressly authorized by law, and certain other items specified in NRS 354.626.

### **Property Taxes**

All real property in Eureka County, which the District is located in, is assigned a parcel number in accordance with state law, with each parcel being subject to physical reappraisal every five years. A factoring system is used to adjust the appraised value during the years between physical appraisals. The assessed valuation of the property and its improvements is assessed at 35% of "taxable value" as defined by statute. The amount of tax levied is determined by multiplying the assessed value by the tax rate applicable to the area in which the property is located. In 2005, the Nevada State Legislature passed Assembly Bill 489 which provides for a partial abatement of the property tax levied on qualified property. For qualified property, the abatement may limit the increase of property taxes based on the previous year's assessed value.

The maximum tax rate was established in the State Constitution at \$5.00 per hundred dollars of assessed valuation; however, as a result of the 1979 legislative session, the tax rate was further limited to \$3.64 per hundred dollars of assessed valuation unless the electorate approves an additional rate. Legislation passed during the 1981 legislative session provided for a reduction in the property tax rate based upon a legislatively derived formula.

To help offset this loss in property tax revenue, the state sales tax was increased from 3.5% to 5.75% by the State Legislature. The 1991 legislature further increased the minimum sales tax to 6.5%. This increase in sales tax, less .5% of collections to cover administrative costs, is being returned to the local governments as a part of the consolidated tax. The amount of sales tax to be distributed to each governmental entity in Nevada is determined by a formula developed and approved by the State Legislature.

Taxes on real property are levied and the lien on the property attached on July 1 (the levy date) of the year for which the taxes are levied. Taxes are due on the third Monday in August; however, they may be paid in four installments payable on the third Monday in August, and the first Mondays in October, January and March. Any tax paid more than ten days late is assessed a penalty. In the event of nonpayment, the Eureka County Treasurer records a Trustee's Certificate holding the property for a period of two years after the first Monday in June of the year the certificate is dated, unless sooner redeemed upon payment of taxes, penalties and costs together with interest at the rate of 10% per year from the date the taxes were due until paid. If delinquent taxes are not paid within the two-year redemption period, the Eureka County Treasurer, obtains a tax deed to the property free of all encumbrances. Upon receipt of a deed, the Eureka County Treasurer may sell the property to satisfy the tax lien once all requirements are met.

Taxes on personal property are collected currently. Personal property declarations are mailed out annually and the tax is computed using percentages of taxable values established by the Department of Taxation and tax rates described above. The major classifications of personal property are commercial, mobile homes, marine, aircraft and agricultural. In Eureka County, taxes on motor vehicles are also collected by the Eureka County Assessor and remitted to the State. The taxes are then returned to the County of origin to be apportioned based on a statutory formula as part of Consolidated Tax Revenue.

Eureka County collects property taxes for all entities with a tax rate within the County and remits the tax collected the month following collection to the appropriate entity.

Property tax revenue and the related receivable have been recognized for property tax assessments in the fiscal year for which they were levied, provided that such taxes were collected within 60 days after the District's year-end. Taxes receivable not collected within such time period are recorded as deferred revenue at the District's year-end in the individual fund financial statements.

#### **Cash and Cash Equivalents**

The District's cash and cash equivalents are considered to be cash on hand or demand deposits and short-term investments with original maturities of three months or less from the date of acquisition. The District's cash and cash equivalents are held by the Eureka County Treasurer in the County's pooled cash accounts.

**Capital Assets**

Capital assets are valued in accordance with policy adopted as detailed below:

1. All assets acquired are recorded at cost.
2. Expenditures over \$500 are capitalized as capital assets.
3. Donated capital assets are valued at their estimated acquisition value on the date donated.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Improvements Other than Buildings	5 - 10 years
Buildings	40 years
Equipment and Vehicles	5 - 10 years

**Fund Financial Statements** – In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures by the General Fund upon acquisition.

**Estimates**

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

**Fund Balance/Net Position**

**Government-wide Financial Statements** – The government-wide Statement of Net Position utilizes a net position presentation. Net position is categorized as investment in capital assets, restricted and unrestricted. Investment in capital assets includes capital assets net of depreciation. The District currently does not have restricted net position and unrestricted net position represents all available financial resources of the District.

**Fund Financial Statements** – In the governmental fund financial statements, the following classifications of fund balance are used:

- **Nonspendable** – Amounts that cannot be spent because they are either not spendable in form or are legally or contractually required to be maintained intact.
- **Restricted** – Amounts that can be spent only for specific purposes because of constitutional provisions, enabling legislation, or because of constraints that are externally imposed by creditors, grantors, contributors, or the law or regulations of other governments.
- **Committed** – Amounts that can only be used for specific purposes. Committed fund balance may only be established, rescinded, or changed pursuant to resolutions passed by the District, the District’s highest level of decision-making authority.
- **Assigned** – Amounts that the District intends to use for a specific purpose, but do not meet the definitions of restricted or committed fund balance. Under the District’s adopted policy, amounts may be assigned by the Budget Officer under the authorization of the Board.
- **Unassigned** – Amounts that have not been restricted, committed, or assigned to a specific purpose within the General Fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted amounts are available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned amounts are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally, unassigned funds, as needed, unless the Board of Directors have provided otherwise in their commitment or assignment actions.

The District does not have a minimum fund balance policy.

#### **Deferred Inflows and Outflows of Resources**

In addition to assets, the Statement of Net Position/Governmental Funds Balance Sheet may report a separate section for deferred outflows of resources. This separate statement element represents the consumption of net position/fund balance that applies to future periods and so will not be recognized as an outflow of resources (expense) until then. The District does not report any deferred outflows of resources.

In addition to liabilities, the Statement of Net Position/Governmental Funds Balance Sheet may report a separate section for deferred inflows of resources. This separate statement element represents an acquisition of net position/fund balance that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The District reflects deferred inflows of resources which are unavailable revenue reported in the government fund balance sheet for delinquent property taxes under the modified accrual basis of accounting.



### **Net Proceeds of Mines**

Net proceeds are paid on an annual, calendar year basis. For the year ended June 30, 2020, net proceeds of mines received on actual business from January 1, 2019 through December 31, 2019 are reflected in the financial statements. Net proceeds of mines from January through June 2020 are neither measurable nor available to meet obligations existing at June 30, 2020. Overpayments must be credited toward the payment due the next calendar year, the amount of the remaining overpayment, after being credited to any other tax or fee due from the taxpayer, may be refunded. The overall financial impact to the District of future additional amounts due or future credits is not determinable at June 30, 2020 and are not reflected in these financial statements.

### **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 of employees; and natural disasters, as are all entities. The District has joined together with similar public agencies (cities, counties and special districts) throughout the State of Nevada to create a pool under the Nevada Inter-local Cooperation Act. The Nevada Public Agency Insurance Pool (POOL) is a public entity risk pool currently operating as a common risk management and insurance program for its members.

The District pays an annual premium and specific deductibles, as necessary to POOL for its general insurance coverage. POOL is considered a self-sustaining risk pool that will provide liability coverage for its members up to \$10,000,000 per event and a \$13,000,000 general 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 District has also joined together with similar public agencies, under the Nevada Inter-local Cooperation Act, to create an intergovernmental self-insured association for workers compensation insurance, the Public Agency Compensation Trust (PACT).

The District pays premiums based on payroll costs to PACT. PACT is considered a self-sustaining pool that will provide coverage based on established statutory limits.

Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

**Note 2 - Cash and Investments**

A summary schedule of cash for the District at June 30, 2020 is as follows:

Balances Classified by Depository and Category

Deposits

Cash and investments held in Eureka County pooled cash	<u>\$ 766,318</u>
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*Custodial Credit Risk* – the risk that in the event of bank failure, the District’s deposits may not be returned. The District’s bank deposits are covered by the Federal Deposit Insurance Corporation (FDIC) and collateralized by the Office of the State Treasurer/Nevada Collateral Pool.

**Note 3 - Capital Assets**

Capital asset activity for the year ended June 30, 2020 was as follows:

	Balance June 30, 2019	Additions	Transfers	Deletions	Balance June 30, 2020
Governmental Activities					
Capital Assets, Being Depreciated					
Improvements other than buildings	\$ 54,599	\$ -	\$ -	\$ -	\$ 54,599
Buildings and improvements	324,539	-	-	-	324,539
Equipment and vehicles	2,080,546	119,783	-	-	2,200,329
Total capital assets, being depreciated	2,459,684	119,783	-	-	2,579,467
Less Accumulated Depreciation	2,071,546	43,765	-	-	2,115,311
Total capital assets, being depreciated, net	388,138	76,018	-	-	464,156
Total Governmental Activities Capital Assets, net	\$ 388,138	\$ 76,018	\$ -	\$ -	\$ 464,156

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

Governmental Activities	
General government	<u>\$ 43,765</u>

#### **Note 4 - Rents**

During the year ended June 30, 2013, the District established a lease with the White Pine Television District to allow the use of the communication tower and/or equipment shelter at the Prospect Peak site. This lease has a 5-year extension option, which was exercised in the year ended June 30, 2018. Under the terms of this lease, monthly payments of \$100 are made to the Eureka County Television District until April 2023.

During the year ended June 30, 2014, the District established a lease with Mt. Wheeler Power to allow the use of the communication tower and/or equipment shelter at the Prospect Peak site. Under the terms of this lease, monthly payments of \$200 are made to the Eureka County Television District until March 2019. This lease agreement was renewable and was renewed for an additional 5-years.

During the year ended June 30, 2016, the District established a lease with GRP Pan, LLC and Eureka County to allow the use of the communication tower and/or equipment shelter at the Prospect Peak site. Under the terms of this lease, monthly payments of \$375 are made to the Eureka County Television District until March 2019. This lease agreement was renewable and was renewed for an additional 5-years.

During the year ended June 30, 2018, the District established a lease with T-Mobile West, LLC to allow the use of the communication tower and/or equipment shelter at the Prospect Peak site. Under the terms of this lease, monthly payments of \$1,500 rent and \$200 for utilities are made to the Eureka County Television District until September 2022. This lease agreement is renewable for additional 5-years terms at 110% of the rental payment of the prior period.

During the year ended June 30, 2019, the District established a lease with Sky Fiber Internet to allow the use of the communication tower and/or equipment shelter at the Prospect Peak site. Under the terms of this lease, monthly payments of \$358 are made to the Eureka County Television District until June 2021.

#### **Note 5 - Subsequent Events**

##### **General Operations**

The District has been negatively impacted by the effects of the world-wide coronavirus pandemic. The District is closely monitoring its operations, liquidity, and capital resources and is actively working to minimize the current and future impact of this unprecedented situation. As of the date of issuance of these financial statements, the full impact to the District's financial position is not known.

#### **Note 6 - Compliance with Nevada Revised Statutes and Administrative Code**

The District confirmed to all significant statutory and legal constraints on its financial administration during the year.



Compliance Section

# Eureka County Television District



**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 Directors  
Eureka County Television District, State of Nevada  
Eureka, 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 and each major fund of the Eureka County Television District, State of Nevada (the District), as of and for the year ended June 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements, and have issued our report thereon dated December 16, 2020.

**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 over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and responses as item 2020-001 that we consider to be a material weakness.

**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*.

**Eureka County Television District's Response to Finding**

The District's response to the finding identified in our audit is described in the accompanying schedule of findings and responses. The District's response was not subjected to the auditing procedures applied in the audit of the financial statements, and, accordingly, we express no opinion on it.

**Purpose of this Report**

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

The image shows a handwritten signature in cursive script that reads "Eide Bailly LLP".

Elko, Nevada  
December 16, 2020



### Auditor's Comments

To the Honorable Board of Directors  
Eureka County Television District, State of Nevada  
Eureka, Nevada

In connection with our audit of the financial statements of the governmental activities and each major fund of the Eureka County Television District, State of Nevada (the District) as of and for the year ended June 30, 2020, 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 cited below. 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 cited below, insofar as they relate to accounting matters.

#### Current Year Statute Compliance

The District conformed to all significant statutory constraints on its financial administration during the year.

#### Progress on Prior Year Statute Compliance

There were no prior year statute violations.

#### Disposition of Prior Year Recommendations

Finding 2019-A was reported in the current year as Finding 2020-001.

#### Current Year Audit Recommendations

See items noted in the Schedule of Findings and Responses.

A handwritten signature in black ink that reads "Eide Bailly LLP".

Elko, Nevada  
December 16, 2020

**2020-001: Report Preparation  
Material Weakness**

**Criteria:** Management of Eureka County Television District, State of Nevada (the District) is responsible for establishing and maintaining an effective system of internal control over financial reporting. One of the key components of an effective system of internal control is a finance staff with adequate resources available to prepare the financial statements in accordance with generally accepted accounting principles and to be capable of maintaining accounting records that do not require adjustments as part of the audit process.

**Condition:** The District staff does not prepare financial statements in accordance with generally accepted accounting principles. Therefore, Eide Bailly LLP prepared the District's audited financial statements including related note disclosures. In addition we noted several instances where the trial balance required audit adjustments.

**Effect:** The District's internally prepared annual financial statements submitted to the Board prior to the audit do not contain all the information required by generally accepted accounting principles.

**Cause:** Given the daily responsibilities of management, the resources of time and training necessary to prepare the District's financial statements in accordance with generally accepted accounting principles are not available. As a result, the District has chosen to contract with Eide Bailly LLP to prepare the financial statements. This circumstance is not unusual in an organization of this size, due to time constraints of management and costs associated with compliance of the standards.

**Recommendation:** Management should perform a detailed review of all financial statements and fund trial balances throughout the year to ensure that all significant transactions have been appropriately reported. In addition, management and those charged with governance should annually make the decision to accept the degree of risk associated with this condition because of costs or other considerations.

**Management's Response:** We agree with the finding and the District believes the most cost-effective approach is to outsource the financial preparation function to the external auditors.





December 16, 2020

To the Honorable Board of Directors  
Eureka County Television District, State of Nevada  
Eureka, Nevada

We have audited the financial statements of Eureka County Television District (the District) as of and for the year ended June 30, 2020, and have issued our report thereon dated December 16, 2020. Professional standards require that we advise you of the following matters relating to our audit.

**Our Responsibility in Relation to the Financial Statement Audit under Generally Accepted Auditing Standards and *Government Auditing Standards***

As communicated in our letter dated September 28, 2020, our responsibility, as described by professional standards, is to form and express an opinion about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. Accordingly, as part of our audit, we considered the internal control of the District solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

We have provided our findings regarding a material weakness of financial reporting in our 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* dated December 16, 2020.

**Planned Scope and Timing of the Audit**

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

**Compliance with All Ethics Requirements Regarding Independence**

The engagement team, others in our firm, as appropriate, our firm, and other firms utilized in the engagement, if applicable, have complied with all relevant ethical requirements regarding independence.

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## **Qualitative Aspects of the Entity's Significant Accounting Practices**

### *Significant Accounting Policies*

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by the District is included in Note 1 to the financial statements. There have been no initial selection of accounting policies and no changes in significant accounting policies or their application during year. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

### *Significant Accounting Estimates*

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments. No such significant accounting estimates were identified.

### **Significant Difficulties Encountered during the Audit**

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

### **Uncorrected and Corrected Misstatements**

For purposes of this communication, professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole and each applicable opinion unit. We noted no uncorrected misstatements.

The following misstatements that we identified as a result of our audit procedures were brought to the attention of, and corrected by, management:

- Understatement of accounting services and overstatement of cash totaling \$6,500.
- Understatement of accrued payroll and employee benefits totaling \$101.
- Misclassification of rental income and refund revenue totaling \$1,700.

### **Disagreements with Management**

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to the District financial statements or the auditor's report. No such disagreements arose during the course of the audit.

**Representations Requested from Management**

We have requested certain written representations from management which are included in the management representation letter dated December 16, 2020.

**Management's Consultations with Other Accountants**

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

**Other Significant Matters, Findings, or Issues**

In the normal course of our professional association with the District, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, operating conditions affecting the entity, and operating plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as the District's auditors.

**Other Information in Documents Containing Audited Financial Statements**

Pursuant to professional standards, our responsibility as auditors for other information in documents containing the District's audited financial statements does not extend beyond the financial information identified in the audit report, and we are not required to perform any procedures to corroborate such other information. However, in accordance with such standards, we have:

We applied certain limited procedures to the Management Discussion and Analysis, which is required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding 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 did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

We were not engaged to report on the Auditor's Comment, which accompany the financial statements but are not RSI. We did not audit or perform other procedures on this other information, and we do not express an opinion or provide any assurance on it.

Our responsibility also includes communicating to you any information which we believe is a material misstatement of fact. Nothing came to our attention that caused us to believe that such information, or its manner of presentation, is materially inconsistent with the information, or manner of its presentation, appearing in the financial statements.

This report is intended solely for the information and use of the Board of Trustees and management of the Eureka County Television District and is not intended to be, and should not be, used by anyone other than these specified parties.



Elko, Nevada