

PRELIMINARY OFFICIAL STATEMENT DATED OCTOBER 16, 2025

LYON COUNTY SCHOOL DISTRICT, NEVADA

\$15,000,000*
GENERAL OBLIGATION (LIMITED TAX)
SCHOOL IMPROVEMENT BONDS
SERIES 2025

BOND SALE DATE: TUESDAY, OCTOBER 28, 2025



* Preliminary; subject to change.

PRELIMINARY OFFICIAL STATEMENT DATED OCTOBER 16, 2025

**NEW ISSUE
BOOK-ENTRY ONLY**

**RATING: S&P: A+
See "RATING"**

In the opinion of Taft Stettinius & Hollister LLP, Bond Counsel, assuming continuous compliance with certain covenants described herein, interest on the 2025 Bonds is excluded from gross income under federal income tax laws pursuant to Section 103 of the Internal Revenue Code of 1986, as amended to the date of delivery of the 2025 Bonds (the "Tax Code"), and interest on the 2025 Bonds is excluded from alternative minimum taxable income as defined in Section 55(b) of the Tax Code, however, to the extent such interest is included in calculating the "adjusted financial statement income" of "applicable corporations" (as defined in Sections 56A and 59(k), respectively, of the Tax Code), such interest is subject to the alternative minimum tax applicable to those corporations under Section 55(b) of the Tax Code. See "TAX MATTERS."

**LYON COUNTY SCHOOL DISTRICT, NEVADA
\$15,000,000*
GENERAL OBLIGATION (LIMITED TAX)
SCHOOL IMPROVEMENT BONDS
SERIES 2025**

Dated: Date of Delivery

Due: June 1, as shown herein

The 2025 Bonds are issued as fully registered bonds in denominations of \$5,000 or any integral multiple thereof. The 2025 Bonds initially will be registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York ("DTC"), securities depository for the 2025 Bonds. Purchases of the 2025 Bonds are to be made in book-entry form only. Purchasers will not receive certificates representing their beneficial ownership interest in the 2025 Bonds. See "THE 2025 Bonds - Book-Entry Only System." The 2025 Bonds bear interest at the rates set forth on the inside cover hereof, payable semiannually on June 1 and December 1 of each year, commencing June 1, 2026, to and including the maturity dates shown on the inside cover hereof, to the registered owners of the 2025 Bonds (initially Cede & Co.). The principal of the 2025 Bonds will be payable upon presentation and surrender at the corporate trust offices of U.S. Bank Trust Company, National Association, or its successor as the paying agent for the 2025 Bonds. See "THE 2025 Bonds - Payment Provisions." Capitalized terms used on this cover page and not otherwise defined have the meanings set forth in "INTRODUCTION" herein.

The maturity schedule for the 2025 Bonds appears on the inside cover page of this Official Statement.

The 2025 Bonds are subject to optional redemption prior to maturity as described in "THE 2025 BONDS - Prior Redemption." At the option of the winning bidder, certain of the 2025 Bonds also may be subject to mandatory sinking fund redemption. See APPENDIX G--Official Notice of Bond Sale.

Proceeds of the 2025 Bonds will be used to: (i) finance the acquisition, construction, improvement and equipping of school facilities; and (ii) pay the costs of issuing the 2025 Bonds. See "SOURCES AND USES OF FUNDS."

The 2025 Bonds constitute direct and general obligations of the District. The full faith and credit of the District is pledged for the payment of principal and interest on the 2025 Bonds, subject to State constitutional and statutory limitations on the aggregate amount of ad valorem taxes. See "SECURITY FOR THE 2025 Bonds - General Obligations."

This cover page contains certain information for quick reference only. It is *not* a summary of the issue. Investors must read the entire Official Statement to obtain information essential to making an informed investment decision.

The 2025 Bonds are offered when, as, and if issued by the District, subject to the approval of legality of the 2025 Bonds by Taft Stettinius & Hollister LLP, Reno, Nevada, and the satisfaction of certain other conditions. Taft Stettinius & Hollister LLP, has also acted as special counsel to the District in connection with this Official Statement. Certain legal matters will be passed upon for the District by its General Counsel. JNA Consulting Group, LLC, Boulder City, Nevada, is acting as the Municipal Advisor to the District in connection with the issuance of the 2025 Bonds. It is expected that the 2025 Bonds will be available for delivery through the facilities of DTC, on or about November 13, 2025.*

This Official Statement is dated November __, 2025.

* Preliminary; subject to change.

MATURITY SCHEDULE
(CUSIP® 6-digit issuer number: _____)

LYON COUNTY SCHOOL DISTRICT, NEVADA

\$15,000,000*
GENERAL OBLIGATION (LIMITED TAX)
SCHOOL IMPROVEMENT BONDS
SERIES 2025

Maturing (June 1)	Principal Amount*	Interest Rate	Price or Yield	CUSIP® Issue Number
2026	\$ 750,000			
2027	155,000			
2028	150,000			
2029	150,000			
2030	150,000			
2031	635,000			
2032	670,000			
2033	700,000			
2034	740,000			
2035	775,000			
2036	815,000			
2037	855,000			
2038	895,000			
2039	940,000			
2040	990,000			
2041	1,030,000			
2042	1,075,000			
2043	1,125,000			
2044	1,175,000			
2045	1,225,000			

* Preliminary; subject to change.

CUSIP® is a registered trademark of the American Bankers Association (the “ABA”). The CUSIP numbers set forth herein are provided by CUSIP Global Services, which is managed on behalf of the ABA by S&P Capital IQ, a part of McGraw Hill Financial, Inc. The CUSIP numbers are provided for convenience of reference only. The District does not take any responsibility for the selection or accuracy of the CUSIP numbers.

USE OF INFORMATION IN THIS OFFICIAL STATEMENT

This Official Statement, which includes the cover page and the appendices, does not constitute an offer to sell or the solicitation of an offer to buy any of the 2025 Bonds (defined herein) in any jurisdiction in which it is unlawful to make such offer, solicitation, or sale. No dealer, salesperson, or other person has been authorized to give any information or to make any representations other than those contained in this Official Statement in connection with the offering of the 2025 Bonds, and if given or made, such information or representations must not be relied upon as having been authorized by District. The District maintains an internet website; however, the information presented there is not a part of this Official Statement and should not be relied upon in making an investment decision with respect to the 2025 Bonds.

The information set forth in this Official Statement has been obtained from the District and from the sources referenced throughout this Official Statement, which the District believe to be reliable. No representation is made by the District, however, as to the accuracy or completeness of information provided from sources other than the District. This Official Statement contains, in part, estimates and matters of opinion which are not intended as statements of fact, and no representation or warranty is made as to the correctness of such estimates and opinions, or that they will be realized.

The information, estimates, and expressions of opinion contained in this Official Statement are subject to change without notice, and neither the delivery of this Official Statement nor any sale of the 2025 Bonds shall, under any circumstances, create any implication that there has been no change in the affairs of the District, or in the information, estimates, or opinions set forth herein, since the date of this Official Statement.

This Official Statement has been prepared only in connection with the original offering of the 2025 Bonds and may not be reproduced or used in whole or in part for any other purpose.

The 2025 Bonds have not been registered with the Securities and Exchange Commission due to certain exemptions contained in the Securities Act of 1933, as amended. The 2025 Bonds have not been recommended by any federal or state securities commission or regulatory authority, and the foregoing authorities have neither reviewed nor confirmed the accuracy of this document.

THE PRICES AT WHICH THE 2025 BONDS ARE OFFERED TO THE PUBLIC BY THE INITIAL PURCHASER THEREOF (AND THE YIELDS RESULTING THEREFROM) MAY VARY FROM THE INITIAL PUBLIC OFFERING PRICES OR YIELDS APPEARING ON THE INSIDE COVER PAGE HEREOF. IN ADDITION, THE INITIAL PURCHASER OF THE 2025 BONDS MAY ALLOW CONCESSIONS OR DISCOUNTS FROM SUCH INITIAL PUBLIC OFFERING PRICES TO DEALERS AND OTHERS. IN ORDER TO FACILITATE DISTRIBUTION OF THE 2025 BONDS, THE INITIAL PURCHASER OF THE 2025 BONDS MAY ENGAGE IN TRANSACTIONS INTENDED TO STABILIZE THE PRICE OF THE 2025 BONDS AT A LEVEL ABOVE THAT WHICH MIGHT OTHERWISE PREVAIL IN THE OPEN MARKET. SUCH STABILIZING, IF COMMENCED, MAY BE DISCONTINUED AT ANY TIME.

LYON COUNTY SCHOOL DISTRICT, NEVADA

BOARD OF TRUSTEES

Tom Hendrix, President
Dawn Carlson, Clerk
Sherry Parsons
Darin Farr
Elmer Bull
James Whisler

ADMINISTRATIVE OFFICIALS

Tim Logan, Superintendent
Dr. Stacey Griffin-Cooper, Deputy Superintendent
Harman Bains, Executive Director of Operations
Lilliana Camacho-Polkow, Chief Financial Officer

MUNICIPAL ADVISOR

JNA Consulting Group, LLC
Boulder City, Nevada

BOND AND SPECIAL COUNSEL

Taft Stettinius & Hollister LLP
Reno, Nevada

REGISTRAR AND PAYING AGENT

U.S. Bank Trust Company, National Association
Phoenix, Arizona

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OFFICIAL STATEMENT

LYON COUNTY SCHOOL DISTRICT, NEVADA

\$15,000,000*

GENERAL OBLIGATION (LIMITED TAX) SCHOOL IMPROVEMENT BONDS SERIES 2025

INTRODUCTION

General

This Official Statement, including the cover page, the inside cover page and the appendices is furnished by Lyon County School District, Nevada (the “District”), to provide information about the District’s \$15,000,000* General Obligation (Limited Tax) School Improvement Bonds, Series 2025 (the “2025 Bonds”). The 2025 Bonds will be issued pursuant to a resolution adopted by the District’s Board of Trustees (the “Board”) on September 23, 2025 (the “Bond Resolution”).

The offering of the 2025 Bonds is made only by way of this Official Statement, which supersedes any other information or materials used in connection with the offer or sale of the 2025 Bonds. The following introductory material is only a brief description of and is qualified by the more complete information contained throughout this Official Statement. A full review should be made of the entire Official Statement and the documents summarized or described herein. Detachment or other use of this “INTRODUCTION” without the entire Official Statement, including the cover page, the inside cover page and the appendices, is unauthorized.

The Issuer

The District is a political subdivision of the State organized pursuant to legislation enacted in 1956. The District’s boundaries are coterminous with those of Lyon County (the “County”). The District covers an area of approximately 1,994 square miles in the northwest central portion of the State of Nevada (the “State”). The District serves the residents of the County, including the communities of Yerington, Fernley, Dayton, Silver Springs and Stagecoach. See “LYON COUNTY SCHOOL DISTRICT.”

The 2025 Bonds; Prior Redemption

The 2025 Bonds are issued solely as fully registered certificates in denominations of \$5,000, or any integral multiple thereof. The 2025 Bonds initially will be registered in the name of Cede & Co., as nominee of The Depository Trust Company, New York, New York (“DTC”), the securities depository for the 2025 Bonds. Purchases of the 2025 Bonds are to be made in book-entry form only. Purchasers will not receive certificates representing their beneficial ownership interest in the 2025 Bonds. See “THE 2025 Bonds - Book-Entry Only System.” The 2025 Bonds are dated as of the date of their delivery and mature and bear interest (calculated based on a 360-

* Preliminary; subject to change.

day year consisting of twelve 30-day months) as set forth on the inside cover page hereof. The payment of principal and interest on the 2025 Bonds is described in “THE 2025 Bonds - Payment Provisions.”

Certain of the 2025 Bonds are subject to redemption prior to maturity at the option of the District as described in “THE 2025 BONDS--Prior Redemption.” At the option of the winning bidder, certain of the 2025 Bonds may also be subject to mandatory sinking fund redemption. See APPENDIX G--Official Notice of Bond Sale.

Authority for Issuance

The 2025 Bonds are being issued pursuant to the constitution and laws of the State, particularly Nevada Revised Statutes (“NRS”) 350.500 through 350.720, as amended, designated as the “Local Government Securities Law” (the “Bond Act”), NRS 387.335 (the “Project Act”), NRS Chapter 348, and the Bond Resolution.

Purpose

Proceeds of the 2025 Bonds will be used to: (i) finance the acquisition, construction, improvement and equipping of school facilities (the “Project”); and (ii) pay the costs of issuing the 2025 Bonds. See “SOURCES AND USES OF FUNDS.”

Security

General. The 2025 Bonds constitute direct and general obligations of the District. The full faith and credit of the District is pledged for the payment of the principal of and interest on the 2025 Bonds (the “Bond Requirements”), subject to State constitutional and statutory limitations on the aggregate amount of ad valorem property taxes. See “SECURITY FOR THE 2025 Bonds - General Obligations.”

Including the issuance of the 2025 Bonds, the District has \$91,105,000* aggregate principal amount of general obligation bonds outstanding as of October 1, 2025. See “DEBT STRUCTURE - Outstanding Debt and Other Obligations.”

Professionals

Taft Stettinius & Hollister LLP, Reno, Nevada, has acted as Bond Counsel in connection with the 2025 Bonds and has also acted as special counsel to the District in connection with this Official Statement. Certain legal matters will be passed upon for the District by its General Counsel. JNA Consulting Group, LLC, Boulder City, Nevada, is providing financial advisory services to the District. See “MUNICIPAL ADVISOR.” The fees being paid to the Municipal Advisor are contingent upon the execution and delivery of the 2025 Bonds. The audited basic financial statements of the District, attached to this Official Statement as APPENDIX A, include the report of Silva, Sceirine & Associates, LLC, certified public accountants, Reno, Nevada. See “INDEPENDENT AUDITORS.” U.S. Bank Trust Company, National Association,

* Preliminary; subject to change.

Phoenix, Arizona, will act as registrar and paying agent for the 2025 Bonds (the “Registrar” and the “Paying Agent”). See “SOURCES AND USES OF FUNDS.”

Tax Matters

In the opinion of Taft Stettinius & Hollister LLP, Bond Counsel, assuming continuous compliance with certain covenants described herein, interest on the 2025 Bonds is excluded from gross income under federal income tax laws pursuant to Section 103 of the Internal Revenue Code of 1986, as amended to the date of delivery of the 2025 Bonds (the “Tax Code”), and interest on the 2025 Bonds is excluded from alternative minimum taxable income as defined in Section 55(b) of the Tax Code, however, to the extent such interest is included in calculating the “adjusted financial statement income” of “applicable corporations” (as defined in Sections 56A and 59(k), respectively, of the Tax Code), such interest is subject to the alternative minimum tax applicable to those corporations under Section 55(b) of the Tax Code. See “TAX MATTERS – Federal Tax Matters.”

Under the laws of the State in effect as of the date of delivery of the 2025 Bonds, the 2025 Bonds, their transfer, and the income therefrom are free and exempt from taxation by the State or any subdivision thereof, except for the tax on estates imposed pursuant to Chapter 375A of NRS and the tax on generation skipping transfers imposed pursuant to Chapter 375B of NRS. See “TAX MATTERS - State Tax Exemption.”

Continuing Disclosure Undertaking

The District will execute a continuing disclosure certificate (the “Disclosure Certificate”) for the 2025 Bonds at the time of the closing for the 2025 Bonds. The Disclosure Certificate will be executed for the benefit of the beneficial owners of the 2025 Bonds and the District will covenant in the Bond Resolution to comply with its terms. The Disclosure Certificate will provide that so long as the 2025 Bonds remains outstanding, the District will provide the following information to the Municipal Securities Rulemaking Board (“MSRB”), through its Electronic Municipal Market Access System (“EMMA”): (i) annually, certain financial information and operating data; and (ii) notice of the occurrence of certain material events; all as more particularly described in the District Certificate.

Certain Bondholder Risks

General. The purchase of the 2025 Bonds involves certain investment risks that are discussed throughout this Official Statement. Accordingly, each prospective purchaser of the 2025 Bonds should make an independent evaluation of all of the information presented in this Official Statement in order to make an informed investment decision.

Cybersecurity. The District operates a large and complex information technology infrastructure to support internal and external operations. As is the case with any such environment, the threat of cybersecurity incidents is a constant one. These incidents may arise from multiple sources, including unintentional events or actions, intentional insider threat, and deliberate malicious attacks or actions from outside entities. The effect of these threats may include unauthorized access to District systems, data or resources, inappropriate exposure or use of District information, disruption of District services, and damage to District systems.

In order to prevent cybersecurity incidents, the District has implemented new password procedures and has incorporated new software and hardware to strengthen its defense against future cybersecurity threats. All third-party devices are now required to have District approved anti-virus software. The District has implemented an additional, redundant, daily off-site back-up feature to preserve its information. No amount of defensive measures can prevent all cybersecurity attacks or the resultant disruptions and costs. To that end, the District will maintain its cyber-liability insurance. In the event a future cybersecurity incident occurs that disrupts the District's daily business operations, it is not expected to impact the District's ability to make bond debt service payments as those processes are handled independently of the District's systems.

Certain Risks Related to Property Taxes. Numerous factors over which the District has no control may impact the timely receipt of ad valorem property tax revenues in the future. These include the valuation of property within the District, the number of homes which are in foreclosure, bankruptcy proceedings of property taxpayers or their lenders, and the ability or willingness of property owners to pay taxes in a timely manner.

The District's ability to retire the indebtedness created by the issuance of the 2025 Bonds is dependent, in part, upon the maintenance of an adequate tax base against which the District may levy and collect property tax revenues. The amount of ad valorem property taxes (sometimes referred to herein as "General Taxes") collected will be dependent upon the assessed valuation of land within the District. As illustrated in "PROPERTY TAX INFORMATION," the assessed valuation of the property (inclusive of the net proceeds of mines) in the District increased 6.4%, 14.3%, 11.5%, 6.7%, and 3.7% respectively, in fiscal years 2022, 2023, 2024, 2025, and 2026.

However, it is not possible to predict whether property values in the District will continue to increase in the future, whether foreclosure rates will rise or fall or whether any increase in foreclosures will cause significant delinquencies in property tax payments or the realization of property tax revenues by the District.

For more information, see "PROPERTY TAX INFORMATION - Property Tax Limitations" and "PROPERTY TAX INFORMATION - Required Property Tax Abatements."

General Risk Related to Property Taxes. Although the 2025 Bonds are general obligations of the District, the District may only levy property taxes to pay debt service on the 2025 Bonds in accordance with State law. See "PROPERTY TAX INFORMATION." Due to the statutory process required for the levy of taxes, in any year in which the District is required to levy property taxes, there may be a delay in the availability of revenues to pay debt service on the 2025 Bonds.

Other Risks Related to Property Taxes. Numerous other factors over which the District has no control may impact the timely receipt of ad valorem property tax revenues in the future. These include the valuation of property within the District, the number of homes which are in foreclosure, bankruptcy proceedings of property taxpayers or their lenders, and the ability or willingness of property owners to pay taxes in a timely manner.

The District's ability to retire the indebtedness created by the issuance of the 2025 Bonds is dependent, in part, upon the maintenance of an adequate tax base against which the District may levy and collect property tax revenues. The amount of ad valorem property taxes

(sometimes referred to herein as “General Taxes”) collected will be dependent upon the assessed valuation of land within the District. It is not possible to predict whether property values in the District will increase or decrease in the future, whether foreclosure rates will rise or fall or whether any increase in foreclosures will cause significant delinquencies in property tax payments or the realization of property tax revenues by the District. For more information, see “PROPERTY TAX INFORMATION--Property Tax Limitations” and “PROPERTY TAX INFORMATION--Required Property Tax Abatements.”

Changes in Law.

General. Various State laws apply to the imposition, collection, and expenditure of General Taxes as well as to the operation and finances of the District, including State funding of education. The Nevada Legislature (the “Legislature”) determines the amount of State funds that will be distributed to school districts in each year pursuant to statutory funding formulas. There is no assurance that there will not be any change in, interpretation of, or addition to the applicable laws, provisions, and regulations which would have a material effect, directly or indirectly, on the affairs of the District and the imposition, collection, and expenditure of its revenues, including General Taxes.

Forward-Looking Statements

This Official Statement, particularly (but not limited to) the sections entitled “DISTRICT FINANCIAL INFORMATION - General Fund History of Revenues, Expenditures and Changes in Fund Balance,” “DISTRICT FINANCIAL INFORMATION - Debt Service Fund History of Revenues, Expenditures and Changes in Fund Balance,” and “DISTRICT FINANCIAL INFORMATION - Management’s Discussion and Analysis,” and any statements throughout this Official Statement referring to estimated, budgeted, unaudited or interim results for fiscal year 2022 or future years, contain statements relating to future results that are “forward-looking statements” as defined in the Private Securities Litigation Reform Act of 1995. When used in this Official Statement, the words “estimate,” “forecast,” “intend,” “expect” and similar expressions identify forward-looking statements. Any forward-looking statement is subject to uncertainty. Accordingly, such statements are subject to risks that could cause actual results to differ, possibly materially, from those contemplated in such forward-looking statements. Inevitably, some assumptions used to develop forward-looking statements will not occur as assumed or unanticipated events and circumstances may occur. Therefore, investors should be aware that there are likely to be differences between forward-looking statements and actual results. Those differences could be materially adverse to the owners of the 2025 Bonds.

Secondary Market

No guarantee can be made that a secondary market for the 2025 Bonds will develop or be maintained by the initial purchaser of the 2025 Bonds or others. Thus, prospective investors should be prepared to hold their 2025 Bonds to maturity.

Additional Information

This introduction is only a brief summary of the provisions of the 2025 Bonds and the Bond Resolution; a full review of the entire Official Statement should be made by potential investors. Brief descriptions of the 2025 Bonds, the Bond Resolution, the Project, and the District

are included in this Official Statement. All references herein to the 2025 Bonds, the Bond Resolution and other documents are qualified in their entirety by reference to such documents. *This Official Statement speaks only as of its date and the information contained herein is subject to change.*

Additional information and copies of the documents referred to herein are available from the District and the Municipal Advisor at the addresses set forth as follows:

Lyon County School District
Attn: Director of
Business Services
25 East Goldfield Avenue
Yerington, Nevada 89447
Telephone: 775.463.6800

JNA Consulting Group, LLC
410 Nevada Way, Suite 200
Boulder City, Nevada 89005
Telephone: 702.294.5100

SOURCES AND USES OF FUNDS

Sources and Uses of Funds of 2025 Bonds

The proceeds of the 2025 Bonds, together with certain other legally available monies, are expected to be applied in the manner set forth in the following table.

Sources and Uses of Funds of Bonds

SOURCES:	
Principal amount	
Plus/(less): net original issue premium/(discount).....	
Total	
USES:	
Project	
Costs of Issuance (including underwriting discount).....	
Total	

Source: The Municipal Advisor.

The Project

The District intends to utilize the net proceeds of the 2025 Bonds to finance various capital improvements to school facilities.

THE 2025 BONDS

General

The 2025 Bonds will be issued as fully registered bonds in denominations of \$5,000 and any integral multiple thereof. The 2025 Bonds will be dated as of their date of delivery and will mature and bear interest (calculated on the basis of a 360-day year of twelve 30-day months) as set forth on the inside cover page of this Official Statement. The 2025 Bonds initially will be registered in the name of “Cede & Co.,” as nominee for DTC, the securities depository for the 2025 Bonds. Purchases of the 2025 Bonds are to be made in book-entry only form. Purchasers will not receive certificates evidencing their beneficial ownership interest in the 2025 Bonds. See “Book-Entry Only System” below.

Payment Provisions

General. Interest on the 2025 Bonds is payable on June 1 and December 1 (each an interest payment date), commencing June 1, 2026, by check or draft mailed by the Paying Agent on each interest payment date (or, if such interest payment date is not a business day, on the next succeeding business day), to the registered owner thereof (i.e., Cede & Co.) at the address shown on the registration records kept by the Registrar at the close of business on the fifteenth day of the calendar month preceding such interest payment date (the “Regular Record Date”); but any such interest not so timely paid or duly provided for shall cease to be payable to the person who is the registered owner thereof at the close of business on the Regular Record Date and shall be payable to the person who is the registered owner thereof at the close of business on a special record date for the payment of any such defaulted interest (a “Special Record Date”). The Special Record Date shall be fixed by the Registrar whenever moneys become available for payment of the defaulted interest, and notice of the Special Record Date shall be given to the registered owners of the 2025 Bonds not less than ten days prior thereto by first class mail to each such registered owner as shown on the Registrar’s registration records on a date selected by the Registrar stating the date of the Special Record Date and the date fixed for the payment of such defaulted interest. The Paying Agent may make payments of interest on any 2025 Bond by such alternative means as may be mutually agreed to between the owner of such 2025 Bond and the Paying Agent (provided, however, that the District shall not be required to make funds available to the Paying Agent prior to the due dates of interest and principal, respectively). Principal on the 2025 Bonds will be payable at maturity and upon presentation and surrender at the corporate trust offices of the Paying Agent (or at such other office designated by the Paying Agent). Any 2025 Bond not paid upon presentation and surrender at or after maturity shall continue to draw interest at the rate stated in the 2025 Bond until the principal is paid in full. All such payments of principal and interest shall be made in lawful money of the United States of America.

Notwithstanding the foregoing, payments of the principal of and interest on the 2025 Bonds will be made directly to DTC or its nominee, Cede & Co., by the Paying Agent so long as DTC or Cede & Co. is the registered owner of the 2025 Bonds. Disbursement of such payments to DTC’s Participants (defined in APPENDIX B) is the responsibility of DTC, and disbursements of such payments to the Beneficial Owners (defined in APPENDIX B) is the responsibility of DTC’s Participants and the Indirect Participants (defined in APPENDIX B), as more fully described herein. See “Book-Entry Only System” below.

Redemption Provisions

Optional Redemption. The Bonds maturing on and after June 1, 2036 are subject to redemption before their respective maturities, at the option of the District, on or after June 1, 2035, in whole or in part, at any time, from any maturity selected by the District, and by lot within a maturity (giving proportionate weight to Bonds in denominations larger than \$5,000), at a price equal to the principal amount of each Bond, or portion thereof, so redeemed, plus accrued interest thereon to the redemption date.

Mandatory Sinking Fund Redemption *.

The 2025 Bonds maturing on June 1, 20__ (the “Term Bonds”), if any, are subject to mandatory sinking fund redemption at a redemption price equal to 100% of the principal amount thereof and accrued interest to the redemption date.

As and for a sinking fund for the redemption of those Term Bonds, there shall be deposited into the Principal Account created in the Bond Resolution, on or before the dates shown below, a sum which, together with other moneys available therein, is sufficient to redeem the Term Bonds maturing on June 1, ___, on the dates and in the principal amounts shown below.

Redemption Date (<u>June 1</u>)	Principal <u>Amount</u>
--------------------------------------	----------------------------

Not more than 60 days nor less than 30 days prior to the sinking fund payment dates for the Term Bonds, the Registrar shall proceed to select for redemption (by lot in such manner as the Registrar may determine) from all outstanding Term Bonds, a principal amount of the Term Bonds equal to the aggregate principal amount of 2025 Bonds redeemable with the required sinking fund payments, and shall call such Term Bonds or portions thereof for redemption from the sinking fund on the next principal payment date, and give notice of such call as described in “ - Notice of Prior Redemption” below.

At the option of the Board to be exercised by delivery of a written certificate to the Registrar not less than sixty days next preceding any sinking fund redemption date, it may (i) deliver to the Registrar for cancellation Term Bonds or portions thereof (\$5,000 or any integral multiple thereof) in an aggregate principal amount desired by the Board or, (ii) specify a principal amount of Term Bonds or portions thereof (\$5,000 or any integral multiple thereof) which prior to said date have been redeemed (otherwise than through the operation of the sinking fund) and canceled by the Registrar and not theretofore applied as a credit against any sinking fund redemption obligation. Each Term Bond or portion thereof so delivered or previously redeemed which is a part of the maturity which would be subject to mandatory redemption on the following principal payment date shall be credited by the Registrar at 100% of the principal amount thereof against the obligation of the Board on the sinking fund redemption dates and any excess shall be so credited against future sinking fund redemption obligations in such manner as the Board determines.

* Preliminary; subject to change.

Notice of Redemption. Unless waived by any registered owner of a Bond to be redeemed, notice of prior redemption shall be given by the Registrar, by electronic mail as long as Cede & Co. is registered owner of the Bonds and otherwise by first-class mail, at least 30 days but not more than 60 days prior to the Redemption Date to the MSRB via its EMMA system, the State Treasurer, and to the registered owner of any Bond (initially Cede & Co.) all or a part of which is called for prior redemption at his or her address as it last appears on the registration records kept by the Registrar. The notice shall identify the Bonds and state that on such date the principal amount thereof will become due and payable at the Paying Agent (accrued interest to the Redemption Date being payable by mail or as otherwise provided in the Bond Resolution and described in "Payment Provisions" above), and that after such Redemption Date interest will cease to accrue. After such notice and presentation of said Bonds, the Bonds called for redemption will be paid. Actual receipt of notice by the MSRB, the State Treasurer, or any registered owner of Bonds shall not be a condition precedent to redemption of such Bonds. Failure to give such notice by mailing to the MSRB, the State Treasurer, or the registered owner of any Bond designated for redemption, or any defect therein, shall not affect the validity of the proceedings for the redemption of any other Bond. A certificate by the Registrar that notice of call and redemption has been given as provided in this Section shall be conclusive as against all parties; and no owner whose Bond is called for redemption or any other owner of any Bond may object thereto or may object to the cessation of interest on the Redemption Date on the ground that he failed actually to receive such notice of redemption.

Notwithstanding the foregoing, a notice of redemption may contain a statement that the redemption is conditional upon receipt by the Paying Agent of funds on or before the date fixed for redemption sufficient to pay the redemption price of the Bonds so called for redemption, and that if such funds are not available, such redemption shall be canceled by written notice to the owners of the Bonds called for redemption in the same manner as the original redemption notice was given.

Tax Covenant

In the Bond Resolution, the District covenants for the benefit of the Holders of the 2025 Bonds that it will not take any action or omit to take any action with respect to the 2025 Bonds, the proceeds thereof, any other funds of the District or any facilities financed with the proceeds of the 2025 Bonds if such action or omission (i) would cause the interest on the 2025 Bonds to lose its exclusion from gross income for federal income tax purposes under Section 103 of the Tax Code, (ii) would cause interest on the 2025 Bonds to lose its exclusion from alternative minimum taxable income as defined in Section 55(b) of the Tax Code. The foregoing covenant shall remain in full force and effect notwithstanding the payment in full or defeasance of the 2025 Bonds until the date on which all obligations of the District in fulfilling the above covenant under the Tax Code have been met. The District makes no covenant with respect to taxation of interest on the 2025 Bonds as a result of the inclusion of that interest in the "adjusted financial statement income" of "applicable corporations" (as defined in Sections 56A and 59(k), respectively, of the Tax Code).

Defeasance

When all Bond Requirements of any 2025 Bond have been duly paid, the pledge and lien and all obligations under the Bond Resolution as to that 2025 Bond shall thereby be

discharged and the 2025 Bond shall no longer be deemed to be outstanding within the meaning of the Bond Resolution. There shall be deemed to be such due payment when the District has placed in escrow or in trust with a trust bank located within or without the State, an amount sufficient (including the known minimum yield available for such purpose from Federal Securities in which such amount wholly or in part may be initially invested) to meet all Bond Requirements of the 2025 Bond, as the same become due to the final maturity of the 2025 Bond or upon any redemption date as of which the District shall have exercised or shall have obligated itself to exercise its prior redemption option by a call of the 2025 Bond for payment. The Federal Securities shall become due before the respective times on which the proceeds thereof shall be needed, in accordance with a schedule established and agreed upon between the District and the Bank at the time of the creation of the escrow or trust, or the Federal Securities shall be subject to redemption at the option of the owners thereof to assure availability as so needed to meet the schedule. For the purposes described in the prior paragraph, the term "Federal Securities" shall be as defined in NRS 350.522, and shall include only Federal Securities which are not callable for redemption prior to their maturities except at the option of the holder thereof.

Replacement of Registrar or Paying Agent

If the Registrar or the Paying Agent shall resign, or if the Chief Financial Officer of Operations shall reasonably determine to replace said Registrar or Paying Agent, or that it would be in the best interests of the District to appoint a new Registrar or Paying Agent, as applicable, the Chief Financial Officer of Operations may, upon notice to each registered owner of any 2025 Bond at his address last shown on the registration records, appoint a successor Registrar or Paying Agent, as applicable, or both. No resignation or dismissal may take effect until a successor is appointed. Every such successor Registrar or Paying Agent, as applicable, shall be an officer or employee of the District or a commercial bank or trust company authorized to exercise trust powers. It shall not be required that the same person or institution serve as both a Registrar or Paying Agent, as applicable, but the District shall have the right to have the same institution serve as both Registrar and Paying Agent, as applicable. Any corporation or association into which the Registrar or Paying Agent, as applicable, may be converted or merged, or with which they may be consolidated, or to which they may sell or transfer their corporate trust business and assets as a whole or substantially as a whole, or any corporation or association resulting from any such conversion, sale, merger, consolidation or transfer, to which they are a party, shall be and become the successor Registrar or Paying Agent, as applicable, without the execution or filing of any instrument or any further act, deed, or conveyance on the part of any of the parties hereto, anything in the Bond Resolution to the contrary notwithstanding.

Amendment of the Bond Resolution

The Bond Resolution may be amended by the Board without the consent of or notice to the holders of the 2025 Bonds for the purpose of curing any ambiguity or formal defect or omission in the Bond Resolution.

Notwithstanding the foregoing, no such amendment, unless consented to by the holders of the 2025 Bonds shall permit: (i) a change in the maturity or in the terms of redemption of the principal of any outstanding 2025 Bond or any installment of interest thereon; (ii) a reduction in the principal amount of any 2025 Bond, the rate of interest thereon, or any prior redemption premium payable in connection therewith; or (iii) the establishment of priorities as between 2025

Bonds issued and outstanding under the provisions of the Bond Resolution.

Book-Entry Only System

The 2025 Bonds will be available only in book-entry form in the principal amount of \$5,000 or any integral multiple thereof. DTC will act as the initial securities depository for the 2025 Bonds. The ownership of one fully registered 2025 Bond for each maturity, as set forth on the inside cover page of this Official Statement, each in the aggregate principal amount of such maturity, will be registered in the name of Cede & Co., as nominee for DTC. See “APPENDIX B - Book-Entry Only System.”

SO LONG AS CEDE & CO, AS NOMINEE OF DTC, IS THE REGISTERED OWNER OF THE 2025 BONDS, REFERENCES IN THIS OFFICIAL STATEMENT TO THE OWNERS WILL MEAN CEDE & CO. AND WILL NOT MEAN THE BENEFICIAL OWNERS.

None of the District, the Registrar or Paying Agent will have any responsibility or obligation to DTC’s Direct Participants or Indirect Participants (each as defined in APPENDIX B), or the persons for whom they act as nominees, with respect to the payments to or the providing of notice for the Direct Participants, the Indirect Participants or the beneficial owners of the 2025 Bonds as further described in APPENDIX B to this Official Statement.

Debt Service Requirements

The following table sets forth the debt service requirements for the 2025 Bonds in each fiscal year. See “DEBT STRUCTURE - Total Debt Service Requirements - General Obligation 2025 Bonds” for information on the debt service due on all of the District’s outstanding general obligation bonds (including the 2025 Bonds).

2025 Bond Debt Service Requirements^{(1)(2)*}

Fiscal Year	Principal	Interest	Total
2026	\$ 750,000	\$ 391,518	\$ 1,141,518
2027	155,000	674,350	829,350
2028	150,000	666,600	816,600
2029	150,000	659,100	809,100
2030	150,000	651,600	801,600
2031	635,000	644,100	1,279,100
2032	670,000	612,350	1,282,350
2033	700,000	578,850	1,278,850
2034	740,000	543,850	1,283,850
2035	775,000	506,850	1,281,850
2036	815,000	468,100	1,283,100
2037	855,000	427,350	1,282,350
2038	895,000	384,600	1,279,600
2039	940,000	339,850	1,279,850
2040	990,000	292,850	1,282,850
2041	1,030,000	250,775	1,280,775
2042	1,075,000	207,000	1,282,000
2043	1,125,000	158,625	1,283,625
2044	1,175,000	108,000	1,283,000
2045	1,225,000	55,125	1,280,125
TOTAL:	\$15,000,000	\$8,621,443	23,621,443

⁽¹⁾ Totals may not sum due to rounding.

⁽²⁾ Interest at rates estimated by the Municipal Advisor.

*Preliminary; subject to change.

Source: The Municipal Advisor.

SECURITY FOR THE BONDS

General Obligations

General. The 2025 Bonds are direct and general obligations of the District and the full faith and credit of the District is pledged for the payment of the principal of and the interest on the 2025 Bonds, subject to State constitutional and statutory limitations on the aggregate amount of ad valorem taxes. See “PROPERTY TAX INFORMATION - Property Tax Limitations.” The 2025 Bonds are payable by the District from any source legally available therefor at the times such payments are due, including the General Fund of the District. In the event, however, that such legally available sources of funds are insufficient, the District is obligated to levy a general (ad valorem) tax on all taxable property within the District for payment of the 2025 Bonds, subject to the limitations provided in the constitution and laws of the State.

Limitations on Property Tax Revenues. The constitution and laws of the State limit the total ad valorem property taxes that may be levied by all overlapping taxing units within each county (including the State, the District, the County, the cities within the County or any special taxing district) in each year. Those limitations are described in “PROPERTY TAX INFORMATION - Property Tax Limitations.” In any year in which the total property taxes levied within the County by all applicable taxing units exceed such property tax limitations, the reduction to be made by those units must be in taxes levied for purposes other than the payment of their bonded indebtedness, including interest on such indebtedness. See “PROPERTY TAX INFORMATION - Property Tax Limitations.”

Debt Service Tax Levy

The District currently expects to repay the 2025 Bonds without increasing its debt rate of \$0.5867. However, if necessary, the District may increase that rate to pay debt service on the 2025 Bonds, subject to the State constitutional and statutory limitations discussed throughout this Official Statement.

Reserve Account

Pursuant to NRS 350.020(5) the Board established a reserve account (the “Reserve Account”) within its Debt Service Fund for payment of the outstanding general obligation bonds of the District (excluding medium-term bonds) and, if then permitted by the statutes of the State (currently only when amounts in the Reserve Account exceed the amount of the Reserve Requirement, described below), amounts in the Reserve Account may be withdrawn and used for purposes other than payment of debt service on outstanding District bonds. The Reserve Account must be established and maintained in an amount at least equal to the lesser of: (i) 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 (ii) 10% of the outstanding principal amount of the District’s bonds (the “Reserve Requirement”). If the amount in the Reserve Account falls below the Reserve Requirement, NRS 350.020(5) provides that: (a) the Board shall not issue additional bonds pursuant to NRS 350.020(4) until the Reserve Account is restored to an amount equal to the Reserve Requirement; and (b) the Board shall apply all of the taxes levied by the District for payment of bonds of the District that are not needed for payment of the principal and interest on bonds of the District in the current fiscal year to restore the Reserve Account to an amount equal to the Reserve Requirement.

Upon the issuance of the 2025 Bonds, the amount required to be on deposit in the Reserve Account is \$6,929,869*, which has been funded with available funds of the District. The amounts on deposit in the Reserve Account are not directly pledged to pay debt service on the 2025 Bonds or the other general obligation bonds of the District.

Additional 2025 Bonds

Pursuant to NRS 350.020(4) and an election held within the District on November 7, 2006 (the “Election”), the District received voter approval to issue general obligation bonds until November 7, 2016, provided the Board makes a finding that the proposed bonds can be paid within a \$0.5867 property tax rate for debt service and the Lyon County Debt Management Commission subsequently approves such finding. In order to issue any of the bonds permitted by the Election, the District must also be in compliance with the Reserve Account requirements described above under “ – Reserve Account.” In 2015, the State Legislature enacted legislation that extended the District’s authority (granted by the Election) to issue general obligation bonds until November 7, 2026. In 2021, the State legislature enacted SB 450 that extended the District’s authority (granted by the Election) until March 3, 2035. The 2025 Bonds are being issued pursuant to such authorization. If bonding authority is not renewed either by the State Legislature or Lyon County voters by March 3, 2035, the District would not be able to issue new rollover bonds beyond that date without additional authorization.

Subject to Board approval, and upon the issuance of the 2025 Bonds, the District will have \$15,000,000 in remaining authorization from the Lyon County Debt Management Commission. The District reserves the right to issue additional bonds at any time legal requirements are met.

Bond Resolution Irrepealable

After any of the 2025 Bonds are issued, the Bond Resolution shall constitute an irrevocable contract between the District and the registered owner or owners of the 2025 Bonds; and the Bond Resolution, if any 2025 Bonds are in fact issued, shall be and shall remain irrepealable until the 2025 Bonds, as to all Bond Requirements, shall be fully paid, canceled and discharged, as provided in the Bond Resolution.

Other Security Matters

No Repealer. State statutes provide that no act concerning the 2025 Bonds or their security may be repealed, amended, or modified in such a manner as to impair adversely the 2025 Bonds or their security until all of the 2025 Bonds have been discharged in full or provision for their payment and redemption has been fully made.

No Pledge of Property. The payment of the 2025 Bonds is not secured by an encumbrance, mortgage or other pledge of property of the District, except the proceeds of the General Taxes and any other monies pledged under the Bond Resolution for the payment of the 2025 Bonds. No property of the District, subject to that exception, shall be liable to be forfeited or taken in payment of the 2025 Bonds.

* Preliminary; subject to change.

No Recourse. No recourse shall be had for the payment of the Bond Requirements of the 2025 Bonds or for any claim based thereon or otherwise upon the Bond Resolution or any other instrument relating thereto, against any individual member of the Board or any officer or other agent of the Board or District, past, present or future, either directly or indirectly through the Board or the District, or otherwise, whether by virtue of any constitution, statute or rule of law, or by the enforcement of any penalty or otherwise.

Limitations on Remedies

No Acceleration. There is no provision for acceleration of maturity of the principal of the 2025 Bonds in the event of a default in the payment of principal of or interest on the 2025 Bonds. Consequently, remedies available to the owners of the 2025 Bonds may have to be enforced from year to year.

Bankruptcy, Federal Lien Power and Police Power. The enforceability of the rights and remedies of the owners of the 2025 Bonds and the obligations incurred by the District in issuing the 2025 Bonds are subject to the federal bankruptcy code and applicable bankruptcy, insolvency, reorganization, moratorium, or similar laws relating to or affecting the enforcement of creditors' rights generally, now or hereafter in effect; usual equity principles which may limit the specific enforcement under State law of certain remedies; the exercise by the United States of America of the powers delegated to it by the federal Constitution; the power of the federal government to impose liens in certain situations; and the reasonable and necessary exercise, in certain exceptional situations, of the police power inherent in the sovereignty of the State and its governmental bodies in the interest of serving a significant and legitimate public purpose. Bankruptcy proceedings or the exercise of powers by the federal or State government (including the imposition of tax liens by the federal government), if initiated, could subject the owners of the 2025 Bonds to judicial discretion and interpretation of their rights in bankruptcy or otherwise, and consequently may entail risks of delay, limitation or modification of their rights.

PROPERTY TAX INFORMATION

Property Tax Base

General. The State Department of Taxation reports the total assessed valuation of property within the District for the fiscal year ending June 30, 2026, to be \$3,414,228,155 (inclusive of the net proceeds of mines), which represents a 3.7% increase from the assessed valuation (inclusive of the net proceeds of mines) for fiscal year 2025.

State law requires that the County Assessor reappraise, at least once every five years, all real and secured personal property (other than certain utility owned property which is centrally appraised and assessed by the Nevada Tax Commission). State law provides that in years in which the property is not reappraised, the County Assessor is to apply a factor representing typical changes in value in the area since the preceding year. The law requires that property be assessed at 35% of taxable value; that percentage may be adjusted upward or downward by the Legislature. Based on the assessed valuation of the District for its fiscal year 2025 (inclusive of the net proceeds of mines), the taxable value of all taxable property within the District is \$9,404,992,266.

“Taxable value” is defined in the statutes as the full cash value in the case of land, as the replacement cost less applicable straight-line depreciation and obsolescence in the case of improvements to land, and as the replacement cost less applicable depreciation and obsolescence (determined in accordance with the regulations of the Nevada Tax Commission) with respect to taxable personal property; but the computed taxable value of any property must not exceed its full cash value. Depreciation of improvements to real property must be calculated at 1.5% of the cost of replacement for each year of adjusted actual age up to a maximum of 50 years. Adjusted actual age is actual age adjusted for any addition or replacement. The maximum depreciation allowed is 75% of the cost of replacement. When a substantial addition or replacement is made to depreciable property, its “actual age” is adjusted (i.e., reduced) to reflect the increased useful term of the structure. The adjusted actual age has been used on appraisals for taxes since 1986-87.

In Nevada, county assessors are responsible for assessments in the counties except for certain properties centrally assessed by the State, which include property owned by railroads, airlines, and utility companies.

History of Assessed Value

The following table sets forth a history of the assessed valuation in the District. Due to property tax abatement laws enacted in 2005 (described in “Required Property Tax Abatements” below) the taxes collected by taxing entities within the District are capped and there is no longer a direct correlation between changes in assessed value and property tax revenue.

History of Assessed Valuation

Fiscal Year Ending June 30	Assessed Valuation	Net Proceeds of Mines	Total Assessed Valuation	Percent Change
2022	\$2,411,108,022	\$6,884,289	\$2,417,992,311	6.4%
2023	2,762,650,689	2,260,741	2,764,911,430	14.3
2024	3,081,465,144	2,260,741	3,083,725,885	11.5
2025	3,290,460,494	1,286,799	3,291,747,293	6.7
2026	3,413,692,158	535,997	3,414,228,155	3.7

Source: Nevada Department of Taxation, *Local Government Finance, Property Tax Rates for Nevada Local Governments*, FY 2021-22 through 2025-26.

Property Tax Collections

In Nevada, county treasurers are responsible for the collection of property taxes, and forwarding the allocable portions thereof to the overlapping taxing units within the counties.

A history of the County's tax roll collection record appears in the following table. *This table reflects all amounts collected by the County, including amounts levied by the District, the County, the cities within the County and certain special taxing districts. The figures in the following table include property taxes that are not available to pay debt service on the Bonds.* The table below provides information with respect to the historic collection rates for the District, but may not be relied upon to depict the amounts of ad valorem property taxes available to the District in each year. There is no assurance that collection rates will be similar to the historic collection rates depicted below.

Property Tax Levies, Collections and Delinquencies

Fiscal Year Ending June 30	Taxes Levied for the Fiscal Year ⁽¹⁾	Current Tax Collections	% of Taxes Levied	Collections in Subsequent Years	Cumulative Tax Collections ⁽²⁾	Collected Tax as % of Taxes Levied ⁽³⁾
2020	\$40,752,375	\$40,277,582	98.83%	\$471,796	\$40,749,378	99.99%
2021	43,742,922	43,279,548	98.94	436,986	43,716,534	99.94
2022	46,952,414	46,386,586	98.79	408,064	46,794,650	99.66
2023	52,069,060	51,411,567	98.74	471,510	51,883,077	99.64
2024	60,925,104	60,184,818	98.78	516,284	60,701,102	99.63
2025 ⁽²⁾	68,022,766	67,339,654	99.00	--	67,339,654	99.00

(1) Represents the real property tax roll levies and collections; levy does not include centrally assessed property.

(2) All collections as of September 10, 2025 (unaudited).

(3) Figured on collections to taxes levied for the fiscal year.

Source: Lyon County Clerk/Treasurer's Office.

Taxes on real property are due on the third Monday in August unless the taxpayer elects to pay in installments on or before the third Monday in August and the first Mondays in October, January, and March of each fiscal year. Penalties are assessed if any taxes are not paid within 10 days of the due date as follows: 4% of the delinquent amount if one installment is delinquent, 5% of the delinquent amount plus accumulated penalties if two installments are delinquent, 6% of the delinquent amount plus accumulated penalties if three installments are

delinquent and 7% of the delinquent amount plus accumulated penalties if four installments are delinquent. 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% 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 and assessments by local governments for improvements to the property. State law provides alternative remedies for the collection of taxes in certain instances, including judicial foreclosure (which may take place before the expiration of the two-year redemption period) and the issuance of a tax lien to the county treasurer which may be sold before the expiration of the two-year redemption period (but remains subject to redemption).

Highest Assessed Taxpayers in the District

The following table represents the ten highest assessed property-owning taxpayers in the District based on fiscal year 2024-25 assessed valuations. The assessed valuations in this table represent both the secured tax roll (real property) and the unsecured tax roll (generally personal property). No independent investigation has been made of, and consequently there can be no representation as to, the financial conditions of the taxpayers listed, or that any such taxpayer will continue to maintain its status as a major taxpayer based on the assessed valuation of its property in the District.

Ten Highest Assessed Taxpayers in the District
Fiscal Year 2024-25

<u>Taxpayer</u>	<u>Type of Business</u>	<u>Assessed Value</u>	<u>% of Total Assessed Value⁽¹⁾</u>
M4 New Fernley LLC	Developer	\$ 71,788,431	2.18%
NV Energy Combined	Utility	59,341,856	1.80
Calumet Enterprises LLC	Industrial Machinery	26,444,619	0.80
Trex Company LLC	Manufacturing	22,663,574	0.69
Peri & Peri LLC	Agriculture	18,921,544	0.58
Union Pacific Railroad	Railroad	18,342,990	0.56
Nevada Cement Company	Construction materials	18,315,443	0.56
The Webstaurant Store, LLC	Restaurant Equipment	17,281,899	0.53
PW Fund B Development LLC	Real Estate Investment	14,952,099	0.45
CEA Mason, LLC	Renewable Natural Gas Developer	<u>13,179,371</u>	<u>0.40</u>
Total		\$281,231,826	8.55%

(1) Based on the total 2024-2025 assessed valuation for the District of \$3,290,460,494, exclusive of the net proceeds of mines.

Source: Nevada Department of Taxation, *Ten Highest Assessed Taxpayers Statewide and All Counties, 2024-2025 Secured Roll / 2023-2024 Unsecured Roll*.

Property Tax Limitations

Overlapping Property Tax Caps. Article X, Section 2, of the State constitution limits the total ad valorem property taxes levied by all overlapping governmental units within the boundaries of any county (*i.e.*, the State, and any county, city, town, school district or special district) to an amount not to exceed five cents per dollar of assessed valuation (\$5.00 per \$100 of assessed valuation) of the property being taxed. Further, the combined overlapping tax rate is limited by statute to \$3.64 per \$100 of assessed valuation in all counties of the State with certain exceptions that (a) permit a combined overlapping tax rate of up to \$4.50 per \$100 of assessed valuation in the case of certain entities that are in financial difficulties (or require a combined overlapping tax rate of \$5.00 per \$100 of assessed valuation in certain circumstances of severe financial emergency); and (b) require that \$0.02 of the statewide property tax rate of \$0.17 per \$100 of assessed valuation is not included in computing compliance with this \$3.64 cap. (This \$0.02 is, however, counted against the \$5.00 cap.) State statutes provide a priority for taxes levied for the payment of general obligation bonded indebtedness in any year in which the proposed tax rate to be levied by overlapping units within a county exceeds any rate limitation; a reduction must be made by those units for purposes other than the payment of general obligation bonded indebtedness, including interest thereon.

Local Government Property Tax Revenue Limitation. State statutes limit the revenues school districts may receive from ad valorem property taxes for operating purposes. Pursuant to NRS 387.195, each board of county commissioners levies a tax of \$0.75 per \$100 of assessed valuation for school district operating purposes. This limitation does not apply to ad valorem taxes levied to repay the Bonds. School districts are also allowed additional levies for voter-approved debt service and voter-approved tax overrides for capital projects.

State statutes also limit the revenues local governments, other than school districts, may receive from ad valorem property taxes for purposes other than paying certain general obligation indebtedness which is exempt from such ad valorem revenue limits. This rate is generally limited as follows. The assessed value of property is first differentiated between that for property existing on the assessment rolls in the prior year (old property) and new property. Second, the property tax revenue derived in the prior year is increased by no more than 6% and the tax rate to generate the increase is determined against the current assessed value of the old property. Finally, this tax rate is applied against all taxable property to produce the allowable property tax revenues. This cap operates to limit property tax revenue dependent upon changes in the value of old property and the growth and value of new property.

A local government, other than a school district, may exceed the property tax revenue limitation if the proposal is approved by its electorate at a general or special election. In addition, the Executive Director of the Department of Taxation will add to the allowed revenue from ad valorem taxes, the amount approved by the legislature for the costs to a local government of any substantial programs or expenses required by legislative enactment. Nevada local governments receiving certain sales tax revenues also may levy a property tax to make up any shortfalls between sales tax revenues estimated by the Nevada Department of Taxation and actual sales tax revenues available to local governments.

Various entities within the County are levying a tax override as allowed or required by State statutes.

The Nevada Tax Commission monitors the impact of tax legislation on local government services.

Constitutional Amendment - Abatement of Taxes for Severe Economic Hardship.

At the November 5, 2002 election, the State's voters approved an amendment to the State constitution authorizing the State Legislature to enact a law providing for an abatement of the tax upon or an exemption of part of the assessed value of an owner-occupied single-family residence to the extent necessary to avoid severe economic hardship to the owner of that residence.

The legislation implementing that amendment provides that the owner of a single-family residence may file a claim with the county treasurer to postpone the payment of all or part of the property tax due against the residence if (among other requirements): the residence has an assessed value of not more than \$175,000; the property owner does not own any other real property in the State with an assessed value of more than \$30,000; the residence has been occupied by the owner for at least 6 months; the owner is not in bankruptcy; the owner owes no delinquent property taxes on the residence; the owner has suffered severe economic hardship caused by circumstances beyond his control (such as illness or disability expected to last for at least 12 continuous months); and the total annual income of the owner's household is at or below the federally designated poverty level. The amount of tax that may be postponed may not exceed the amount of property tax that will accrue against the residence in the succeeding three fiscal years. Any postponed property tax (and any penalties and the interest that accrue as provided in the statute) constitutes a perpetual lien against the residence until paid. The postponed tax becomes due and payable if: the residence ceases to be occupied by the claimant or is sold; any non-postponed property tax becomes delinquent; if the claimant dies; or on the date upon which the postponement expires, as determined by the county treasurer.

Required Property Tax Abatements

General. In 2005, the Legislature approved the Abatement Act (NRS 361.471 to 361.4735), which established formulas to determine whether tax abatements are required for property owners in each year. The general impact of the Abatement Act is to limit increases in ad valorem property tax revenues owed by taxpayers to a maximum of 3% per year for owner-occupied residential properties (and low-income housing properties) and to 8% (or a lesser amount equal to the average annual change in taxable values over the last ten years, as determined by a formula) per year for all other properties. The Abatement Act limits do not apply to new construction. The Abatement Act formulas are applied on a parcel-by-parcel basis each year.

Generally, reductions in the amount of ad valorem property tax revenues levied in the County are required to be allocated among all of the taxing entities in the County in the same proportion as the rate of ad valorem taxes levied for that taxing entity bears to the total combined rate of all ad valorem taxes levied for that fiscal year. However, abatements caused by tax rate increases are to be allocated against the entity that would benefit from the tax increase rather than among all entities uniformly. Revenues realized from new or increased ad valorem taxes that are required by any legislative act that was effective after April 6, 2005, generally are *not* exempt from the abatement formulas. The Abatement Act provides for the recapture of previously abated property tax revenues in certain limited situations.

Levies for Debt Service. Revenues resulting from increases in the rate of ad valorem taxes for the payment of tax-secured obligations are exempt from the Abatement Act formulas if increased rates are necessary to pay debt service on the related obligation in any fiscal year if (i) the tax-secured obligations were issued before July 1, 2005; or (ii) the governing body of the taxing entity and the Lyon County Debt Management Commission make findings that no increase in the rate of an ad valorem tax is anticipated to be necessary for payment of the obligations during their term. Ad valorem tax rate increases to pay debt service on the 2025 Bonds are exempt from the Abatement Act.

General Effects of Abatement. Limitations on property tax revenues could negatively impact the finances and operations of the taxing entities in the State, including the District, to an extent that cannot be determined at this time.

Overlapping Tax Rates and General Obligation Indebtedness

Overlapping Tax Rates. The following table presents a history of statewide average tax rates and a representative overlapping tax rate for taxing districts located in Yerington, the County seat and the city in which the District's administrative offices are located. The overlapping rates for various areas within the County vary depending on the rates imposed by applicable taxing entities. Currently, the overlapping rates in the County range from \$2.7803 to \$3.6600.

History of Statewide Average and Sample Overlapping Property Tax Rates⁽¹⁾

<u>Fiscal Year Ended June 30,</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>
Average Statewide rate	<u>\$3.1878</u>	<u>\$3.1037</u>	<u>\$3.1736</u>	<u>\$3.1096</u>	<u>\$3.1095</u>	<u>\$3.1062</u>
Lyon County School District	\$1.3367	\$1.3367	\$1.3367	\$1.3367	\$1.3367	\$1.3367
Lyon County	0.9287	0.9287	0.9287	0.9287	0.9287	0.9287
City of Yerington	0.4044	0.4044	0.4044	0.4044	0.4044	0.4044
Combined Special Districts	0.8202	0.8202	0.8202	0.8202	0.8202	0.8202
State of Nevada ⁽²⁾	<u>0.1700</u>	<u>0.1700</u>	<u>0.1700</u>	<u>0.1700</u>	<u>0.1700</u>	<u>0.1700</u>
TOTAL	\$3.6600	\$3.6600	\$3.6600	\$3.6600	\$3.6600	\$3.6600

(1) Per \$100 of assessed valuation.

(2) \$0.0200 of the State rate is exempt from the \$3.64 cap. See "Property Tax Limitations" above.

Source: Nevada Department of Taxation, *Local Government Finance, Property Tax Rates for Nevada Local Governments*, FY 2020-21 through FY 2025-26.

Estimated Overlapping General Obligation Indebtedness. In addition to the general obligation indebtedness of the District, other taxing entities are authorized to incur general obligation debt within boundaries that overlap or partially overlap the boundaries of the District. In addition to the entities listed below, other governmental entities may overlap the District but have no general obligation debt outstanding. The following table sets forth the estimated overlapping general obligation debt (including general obligation medium-term bonds) chargeable to property owners within the District as of October 1, 2025.

Estimated Overlapping Net General Obligation Indebtedness

<u>Entity</u> ⁽¹⁾	<u>Total</u> <u>General</u> <u>Obligation</u> <u>Indebtedness</u>	<u>Presently</u> <u>Self-Supporting</u> <u>General</u> <u>Obligation</u> <u>Indebtedness</u>	<u>Net Direct</u> <u>General</u> <u>Obligation</u> <u>Indebtedness</u>	<u>Percent</u> <u>Applicable</u> ⁽²⁾	<u>Overlapping</u> <u>Net General</u> <u>Obligation</u> <u>Indebtedness</u> ⁽³⁾
Lyon County	\$25,055,097	\$25,055,097	\$ --	100.00%	\$ --
Fernley	45,809,332	45,809,332	--	100.00	--
Yerington	--	--	--	100.00	--
Central Lyon Fire District	--	--	--	100.00	--
Silver Springs GID	--	--	--	100.00	--
Fernley Swimming Pool Dist.	--	--	--	100.00	--
State of Nevada	<u>1,281,955,000</u>	<u>266,475,000</u>	<u>1,015,520,000</u>	<u>1.54</u>	<u>15,605,345</u>
Total	\$1,352,859,429	\$337,339,429	\$1,015,520,000		\$15,605,345

(1) Other taxing entities overlap the District and may issue general obligation debt in the future.

(2) Based on fiscal year 2026 assessed valuation in the respective jurisdiction. The percent applicable is derived by dividing the assessed valuation of the governmental entity into the assessed valuation of the District.

(3) Overlapping Net General Obligation Indebtedness equals total existing general obligation indebtedness less presently self-supporting general obligation indebtedness times the percent applicable.

Source: Debt information compiled by the Municipal Advisor; percentages calculated using information from Property Tax Rates for Nevada Local Governments, Fiscal Year 2025-2026 - State of Nevada - Department of Taxation; and the State Treasurer's Office.

The following table sets forth the total direct and overlapping general obligation indebtedness attributable to the District as of October 1, 2025 (including the issuance of the Bonds).

Net Direct & Overlapping General Obligation Indebtedness*

Total Direct General Obligation Indebtedness ⁽¹⁾	\$91,105,000*
Plus: Overlapping Net General Obligation Indebtedness ⁽²⁾	<u>15,605,345</u>
Net Direct & Overlapping Net General Obligation Indebtedness	\$106,710,345*

(1) Includes the issuance of the Bonds. See "DEBT STRUCTURE--Outstanding Debt and Other Obligations."

(2) See "DEBT STRUCTURE--Outstanding Debt and Other Obligations."

Selected Debt Ratios

The following table illustrates selected ratios for the District.

Selected Debt Ratios for the District*

Population ⁽¹⁾	65,116
Net Direct Debt ⁽²⁾	\$91,105,000*
Overlapping Debt ⁽²⁾⁽³⁾	<u>15,605,345</u>
Total Direct Debt & Overlapping Debt.....	\$106,710,345*
Per Capita Net Direct Debt	\$1,399.12
Per Capita Net Total Direct Debt & Overlapping Debt	\$1,638.77
2026 Assessed Valuation ⁽⁴⁾	\$3,414,228,115
% Net Direct Debt to Assessed Valuation	2.67%
% Net Total Direct Debt & Overlapping Debt to Assessed Valuation	3.13%
2026 Taxable Value ⁽⁴⁾	\$9,754,937,471
% Net Direct Debt to Taxable Value	0.93%
% Net Total Direct Debt & Overlapping Debt to Taxable Value	1.09%

-
- (1) Nevada State Demographer estimate as of July 1, 2024. See “APPENDIX F--ECONOMIC AND DEMOGRAPHIC INFORMATION--Population and Age Distribution.”
- (2) Includes the issuance of the Bonds. See “DEBT STRUCTURE--Outstanding Debt and Other Obligations.” Also see the table entitled “Net Direct & Overlapping General Obligation Indebtedness” above.
- (3) Figure is estimated based on information supplied by other taxing authorities and does not include self-supporting general obligation debt. See the table “Estimated Overlapping Net General Obligation Indebtedness.”
- (4) See “Property Tax Base” for an explanation of the Assessed Value and Taxable Value.

Source: Nevada State Demographer website and Nevada Department of Taxation, Property Tax Rates for Nevada Local Governments, fiscal year 2025-26.

LYON COUNTY SCHOOL DISTRICT

General

All school districts in Nevada are organized under the terms of legislation enacted in 1956. There is one school district in each county with responsibility for all public education from preschool through the twelfth grade. The District's boundaries are coterminous with those of the County. According to the Nevada Department of Taxation, the estimated population of the County (and therefor the District) was 65,116 as of July 1, 2024 (based on State Demographer Projections). See "APPENDIX F--ECONOMIC AND DEMOGRAPHIC INFORMATION--Population and Age Distribution."

Board of Trustees

The District has a seven-member board of trustees. The Board meets on the fourth Tuesday of each month, except in November and December when the meeting is held on the second Tuesday. Trustees are elected at large to represent designated districts and serve staggered four-year terms. The Board elects a President and a Clerk from its members. Board members are limited to 12 years in office pursuant to State constitutional term limitations. The current members of the Board and their terms of office are as follows:

<u>Board Member and Title</u>	<u>District Represented</u>	<u>Expiration of Term</u>
Tom Hendrix, President	IV	2026
Dawn Carson, Clerk	III	2028
Sherry Parsons, Member	I	2026
Darin Farr, Member	II	2026
Elmer Bull	V	2028
Vacant	VI	2026
James Whisler	VII	2028

Administration

General. The Board establishes District policy and oversees its operations. The Board appoints the Superintendent as its chief executive officer to administer the day-to-day operations of the District. The Superintendent is the chief executive officer responsible for the administration of the District in accordance with policy set by the Board. As the chief executive officer and educational leader of the District, the Superintendent oversees the administration of all curriculum, instruction, support services, personnel, fiscal operations, and facilities. In fulfilling this responsibility, the Superintendent operates through members of the administrative team who are each assigned specific functions in designated areas.

Brief biographies for the Superintendent and other District administrative personnel are set forth below.

Superintendent – Tim Logan. Tim Logan was appointed the Deputy Superintendent for the District in July 2018, and was appointed Superintendent for the District on July 1, 2024. In addition to the foregoing, Mr. Logan's administrative background includes three years as the Human Resource Director for the District and four years as the principal at Dayton High School. Mr. Logan holds a Masters in Administrative Leadership from the University of

Phoenix, a Masters in Curriculum and Instruction from Grand Canyon University, and Bachelor of Science in Math/Education from Brigham Young University.

Deputy Superintendent – Dr. Stacey Griffin-Cooper. Stacey Griffin-Copper was appointed Deputy Superintendent for the District in July 2025. Dr. Griffin-Cooper has served in multiple leadership roles, including as a Director of Extended Studies and Charter School Oversight in Washoe County. Most recently, she served as Assistant Superintendent in Churchill County. Dr. Griffin-Cooper holds a Doctorate in Educational Leadership from Liberty University, a Masters in Educational Leadership and Superintendency from the University of Findlay, and Bachelor of Arts in Bilingual Education K12 from the University of Michigan/University of Findlay.

Executive Director of Operations – Harman Bains. Harman Bains has been the Director of Operations since November 2019. He came over from the Office of the Attorney General where he was an Administrative Services Officer. Prior to that he was a Deputy Legislative Auditor for the Nevada Legislative Counsel Bureau. Mr. Bains holds a Bachelor's and a Masters of Business Administration both from the University of Nevada Reno.

Chief Financial Officer – Lilliana Camacho-Polkow. Lilliana Camacho-Polkow joined the district in August 2025. She previously served as a Budget Program Analyst and Deputy Legislative Auditor at the Nevada Legislative Counsel Bureau. Prior to that, she worked in the private sector across the agriculture, information technology, and hospitality industries. Ms. Camacho-Polkow holds a Master of Business Administration from the University of Nevada Reno, and a Bachelor of Science in Managerial Economics from the University of California, Davis.

Facilities

The District operates eight elementary schools, five middle schools, four high schools and one K-12 school, which are distributed among five communities. It also provides educational services to Eagle Ridge High School, a detention center for troubled middle school and high school age children.

Enrollment

The following table shows an enrollment history for the District for the academic years 2021-2022 through 2025-26, as of October 1 of each academic year shown.

Enrollment History

Academic Year	2021-22	2022-23	2023-24	2024-2025	2025-2026
Pre-Kindergarten	82	90	97	239	236
Kindergarten	619	592	562	552	605
1st - 4th Grade	2,573	2,685	2,673	2,592	2,459
5th - 8th Grade	2,803	2,767	2,743	2,816	2,807
9th - 12th Grade	2,702	2,804	2,861	2,846	2,813
Total	8,779	8,938	8,936	9,045	8,920

Source: The District.

Employee Relations and Pension Benefits

Employee Relations. As of September 1, 2025, the District had 1,171 permanent employees. The District is an equal opportunity/affirmative action employer with three employee bargaining units that cover licensed teachers, most classified personnel, and administrators. The Lyon County Education Association (the “LCEA”) represents non-administrative licensed employees, the Nevada Classified School Employees Association Local 6181 AFT, AFL-CIO, Lyon Chapter 7 (the “LCCSEA”) represents all non-supervisory or confidential classified employees, and the Lyon County Administrator Association (the “LCAA”) represents administrators. The District considers its relations with its employees to be in great standing. The most recent contracts are in force and expire on June 30, 2025, and their terms allow them to perpetuate until a successor agreement is in place. The District has agreements in place with the LCEA, LCCSEA and LCAA.

Benefits. The District offers employees working 25 or more hours per week health care, dental, vision and life insurance; the District pays the cost for the employee and the employee pays for any dependents. The District also offers supplemental insurance policies (i.e., disability) at full cost to the employees.

Pension Matters. The State Public Employees’ Retirement System (“PERS”) covers substantially all public employees of the State, its agencies and its political subdivisions, including the District. PERS, established by the Legislature effective July 1, 1948, is governed by the Public Employees’ Retirement Board whose seven members are appointed by the Governor. Retirement Board members serve for a term of four years. **Except for certain District specific information set forth below, the information in this section has been obtained from publicly-available documents provided by PERS. The District has not independently verified the information obtained from the publicly available documents provided by PERS and is not responsible for its accuracy.**

All public employees who meet certain eligibility requirements participate in PERS, which is a cost sharing multiple-employer defined benefit plan. Benefits, as required by statute, are determined by the number of years of accredited service at the time of retirement and the member’s highest average compensation. Benefit payments to which participants may be entitled under PERS include pension benefits, disability benefits, and death benefits. PERS has several tiers based on legislative changes effective with membership dates. The following table illustrates the PERS service credit multiplier.

PERS Benefit Multiplier

Membership Date	<u>Service Credit Multiplier</u>				Highest Contiguous Average Over
	Before 07/01/01	After 07/01/01	After 01/01/10	After 07/01/15	
Before July 1, 2001	2.50%	2.67%	2.67%	2.67%	36 months
After July 1, 2001, before January 1, 2010	--	2.67%	2.67%	2.67%	36 months
After January 1, 2010, before July 1, 2015	--	--	2.50%	2.50%	36 months
After July 1, 2015	--	--	--	2.25%	36 months

Similarly, legislative changes have created several tiers of retirement eligibility thresholds. The following table illustrates the PERS retirement eligibility thresholds.

Nevada PERS Retirement Eligibility

Membership Date	Regular		Police/Fire	
	Age	Years of Service	Age	Years of Service
Before January 1, 2010	65	5	65	5
	60	10	55	10
	Any	30	50	20
			Any	25
After January 1, 2010, before July 1, 2015	65	5	65	5
	62	10	60	10
	Any	30	50	20
			Any	30
After July 1, 2015	65	5	65	5
	62	10	60	10
	55	30	50	20
	Any	33 1/3	Any	33 1/3

The salary cap reportable to PERS is capped at the federal limit for public employees hired prior to July 1, 2015 but is capped at approximately \$200,000 per year for employees hired on or after July 1, 2015. PERS allows certain post retirement increases in benefit income that range: (i) from 2% per year beginning in the 4th year of retirement up to 5% per year in the fifteenth year of retirement and beyond for employees hired prior to January 1, 2010; (ii) from 2% per year beginning in the 4th year of retirement up to 4% per year in the thirteenth year of retirement and beyond for employees hired after January 1, 2010; and (iii) from 2% per year beginning in the 4th year of retirement up to the lesser of 3% of the CPI cap or 3% every year thereafter for employees hired on or after July 1, 2015.

Nevada law requires PERS to conduct a biennial actuarial valuation showing unfunded actuarial accrued liability (“UAAL”) and the contribution rates required to fund PERS on an actuarial reserve basis. The actual employer and employee contribution rates are established in cycle with the State’s biennium budget on the first full pay period of the even numbered fiscal years. By PERS policy, the system actually performs an annual actuary study. The most recent independent actuarial valuation report of PERS was completed as of June 30, 2023. The following table reflects some of the key valuation results from the last three PERS’ actuary studies:

PERS Actuarial Report

Key Valuation Results	June 30, 2023	June 30, 2022	June 30, 2021
UAAL	\$18.80 billion	\$18.33 billion	\$16.64 billion
Market Value Funding Ratio	76.2%	75.1%	86.5%
Actuarial Value Funding Ratio	75.4%	74.7%	75.4%
Assets Market Value	\$58.32 billion	\$54.51 billion	\$58.45 billion
Assets Actuarial Value	\$57.77 billion	\$54.24 billion	\$50.94 billion

For the purpose of calculating the actuarially determined contribution rate, the UAAL is amortized as a level percent of payroll over a year-by-year closed amortization period where each amortization period is set at 20 years. Effective June 30, 2022, the outstanding balance of all Regular amortization bases, except for the initial base dated June 30, 2004, were combined

and re-amortized over a closed 20-year period, and the outstanding balance of all Police/Fire amortization bases, including the initial base dated June 30, 2004, were combined and re-amortized over a closed 20-year period. Any new UAAL as a result of actuarial gains or losses or a change in actuarial assumptions or methods will be amortized over 20 years. The PERS Board also adopted a five-year asset smoothing policy for net deferred gains/losses.

The following presents the net pension liability of PERS as of June 30, 2023, and the District's proportionate share of the net pension liability of PERS as of June 30, 2023 (reported at June 30, 2024), calculated using the discount rate of 7.25%, as well as what the PERS net pension liability would be if it were calculated using a discount rate that is one percentage-point lower (6.25%) or one percentage point higher (8.25%) than the current discount rate:

<u>Net Pension Liability</u>			
	<u>1% Decrease in Discount Rate (6.25%)</u>	<u>Discount Rate (7.25%)</u>	<u>1% Increase in Discount Rate (8.25%)</u>
PERS Net Pension Liability	\$28,404,200,588	\$18,252,905,291	\$9,875,106,252
District Share of PERS Net Pension Liability	\$193,201,921	\$124,154,044	\$67,169,273

Contribution rates to PERS are established in accordance with State statute. The statute allows for biennial increases or decreases of the actuarially determined rate. The State Legislature can increase the contribution rate for members by any amount it determines necessary. Pursuant to statute, there is no obligation on the part of the employers to pay for their proportionate share of the unfunded liability. The County is obligated to contribute all amounts due under PERS. A history of contribution rates, as a percentage of payroll, is shown below.

<u>Contribution Rates</u>					
	<u>Fiscal Years 2018 and 2019</u>	<u>Fiscal Years 2020 and 2021</u>	<u>Fiscal Years 2022 and 2023</u>	<u>Fiscal Years 2024 and 2025</u>	<u>Fiscal Years 2026 and 2027</u>
Regular members					
Employer-pay plan	28.00%	29.25%	29.75%	33.50%	36.75%

The District's contributions to PERS for its fiscal years 2020 through 2024 were \$7,658,540, \$7,667,622, \$7,801,603, \$7,945,749 and \$10,565,011, respectively; those amounts equaled the contributions required by law. The District has budgeted its statutorily required contribution to PERS for its fiscal year ending June 30, 2025. Beginning in fiscal year 2018, 50% of the District's required PERS contribution is provided by the District and 50% is provided by the District's employees. See page 66 of the audited financial statements attached hereto as APPENDIX A.

See Note 9 in the audited financial statements attached hereto as APPENDIX A for a summary description of PERS. In addition, copies of the most recent audited financial statements for PERS are available from the Public Employees Retirement System of the State of Nevada, 693 West Nye Lane, Carson City, Nevada 89703-1599, 775.687.4200.

Other Post-Employment Benefits (“OPEB”). The District contributes to the Nevada Public Employees’ Benefits Plan (PEBP), an agent multiple-employer defined benefit plan, which provides medical benefits to eligible retired District employees and their beneficiaries. PEBP is administered by the Board of the Public Employee’s Benefits Program, consisting of nine appointed members. Before November 30, 2008, NRS 287.023 allowed retirees of local governments meeting established criteria to enroll in the PEBP and required local governments to subsidize the cost of their retirees’ premiums. Although retirees may no longer enroll in the PEBP, retirees enrolled as of November 30, 2008 may remain in the plan with continued premium subsidies paid by the District. The PEBP issues a publicly available report that includes financial statements and required supplementary information. That report may be obtained by writing to Public Employees’ Benefit Program, 901 South Stewart Street, Suite 1001, Carson City, Nevada 89701. The information is also available on their website at www.pebp.state.nv.us or by calling (800) 326-5496.

The District is required by law to participate in PEBP. The PEBP Board establishes the contribution requirements for plan members in accordance with State law and may amend those funding requirements at any time. As of June 30, 2013, the required subsidy paid by the District was based on a percentage of the legally determined base amount for each participant (based on years of service). Currently, the sources of funding for the payments are reimbursements from the State and nominal charges to those District funds with benefitted payrolls. The District contributed \$357,887, \$393,576, \$338,257, \$331,488 and \$308,391, for fiscal years 2020 through 2024, respectively. See Note 10 in the audited basic financial statements attached hereto as APPENDIX A for a further discussion of the District’s participation in PEBP, its funding status, its net OPEB obligation, and related matters.

The District also administers a single-employer defined benefit Healthcare Plan (LCHCP). This plan provides postemployment healthcare and life insurance benefits to retirees of the District. Any retiree that participates in the Nevada Public Employees’ Retirement System (PERS) may purchase coverage for themselves and dependents at the same premium charged active employees. Because retirees pay the same premium as active employees rather than a higher rate that would result from rating retirees as a separate insured group, the District incurs the cost of an implicit premium subsidy. A separate report was not issued for the plan. Membership of the LCHCP consisted of 853 active plan members, 133 retirees receiving benefits, and 24 retirees entitled to but not receiving benefits as of June 30, 2022, the date of the latest actuarial valuation, which is the most recent data available. The District contributed \$256,355.8 on their behalf during the year ended June 30, 2024. See Note 10 and the Required Supplemental Information in the audited financial statements attached to this Official Statement as APPENDIX A for a further discussion of the LCHCP.

Compliance with Federal Laws; Federal Budget Sequestration

As a public entity, the District is subject to various federal laws, including those relating to environmental matters, accommodation of those with disabilities and compliance with federal affordable healthcare requirements. The District also is subject to federal laws and regulations related to certain of its educational programs and is subject, to various degrees, to legislation reducing grants or payments associated with those programs. The laws described above and other federal laws presently in effect or enacted in the future may require the expenditure of funds on programs without necessarily providing sufficient resources (in the form of federal grants

or otherwise) to pay for the mandates of those requirements. The District cannot predict the ultimate effect of current or future federal legislation on the District.

The District is subject to developments at the federal level with respect to the Budget Control Act of 2011 (“sequestration”). Included in that amount are cuts to education spending, including Title I, Individuals with Disabilities Education Act (“IDEA”), Title II, and numerous grant programs available to school districts. The various federal programs are subject to varying degrees of reduction due to sequestration. The District has previously budgeted for known federal cuts. Additional budgetary revisions may be necessary in the future if additional cuts are made at the federal level.

DISTRICT FINANCIAL INFORMATION

Budgeting

Prior to April 15 of each year, the District is required to submit to the State Department of Taxation the tentative budget for the next fiscal year which commences on July 1. The tentative budget contains the proposed expenditures and means of financing them. After reviewing the tentative budget, the State Department of Taxation is required to notify the District upon its acceptance of the budget.

Following acceptance of the proposed budget by the State Department of Taxation, the Board is required to conduct public hearings not sooner than the third Monday in May and not later than the last day in May. The Board normally is required to adopt the final budget on or before June 8. On or before January 1, the Board may adopt an amended final budget reflecting any adjustments necessary as a result of the complete count of students.

The District is authorized to transfer budgeted amounts within functions or funds, but any other transfers must be approved by the Board. Increases to a fund's budget other than by transfers are accomplished through formal action of the Board. With the exception of monies appropriated for specific capital projects or Federal and State grant expenditures, all unencumbered appropriations lapse at the end of the fiscal year.

Accounting

All governmental funds are accounted for using the modified accrual basis of accounting in which revenues are recognized when they become measurable and available as net current assets. Sales and use taxes, hotel room taxes, real property transfer taxes and governmental services taxes are considered "measurable" when in the hands of intermediary collecting governments and are recognized as revenue for the period in which the underlying transaction occurs. Ad valorem taxes are recognized as revenue when due and collected from the taxpayer within 60 days of the fiscal year end.

Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred. The exception to this general rule is principal and interest on general long term debt which are recognized when due.

All proprietary funds are accounted for using the accrual basis of accounting in which revenues are recognized when they are earned, and their expenses are recognized when they are incurred.

Annual Reports

The District prepares annual audited financial statements setting forth the financial condition of the District as of June 30 of each fiscal year. The Report on Financial Statements and Supplemental Material, which includes the District's audited basic financial statements, constitutes the official financial report of the District. They are prepared using generally accepted accounting principles ("GAAP"). The latest completed financial statements are for the year ended June 30, 2024. See Note 1 in the audited basic financial statements attached hereto as APPENDIX A for a summary of the District's significant accounting policies.

The audited basic financial statements for the year ended June 30, 2024, which are attached hereto as APPENDIX A, are excerpted from the District's Report on Financial Statements and Supplemental Material and represent the most recent audited financial statements of the District. Financial statements for prior years may be obtained from the sources listed in "INTRODUCTION--Additional Information."

General Fund

General. The General Fund is the general operating fund of the District and accounts for all revenues and expenditures of the District not encompassed within other funds. Included are all transactions related to the approved current operating budget, its accompanying revenue, expenditures and encumbrances, and its related asset, liability, and fund equity accounts. Until June 30, 2021, the District was funded under the "Nevada Plan." Beginning July 1, 2021, the Pupil Centered Funding Plan described below became effective.

General Fund Data (fiscal year 2022 and thereafter).

Sources of Funding; The Pupil-Centered Funding Plan. The operating revenues of school districts are derived primarily from local and State sources as dictated by State law. Effective July 1, 2021, the Nevada Plan has been replaced by the Pupil-Centered Funding Plan ("PCFP") pursuant to Senate Bill 543 ("SB 543") approved by the Legislature in its 2019 Legislative Session. The PCFP eliminated the distinction between local and State sources of revenue, as these funding sources are deposited into the State Education Fund ("SEF"). School districts also receive federal revenues and miscellaneous revenues.

The PCFP will combine money raised pursuant to State law at the local level with State money to provide a certain basic level of support to each pupil in the State which is adjusted: (1) to account for variation in the local costs to provide a reasonably equitable educational opportunity to pupils; and (2) for the costs of providing a reasonably equitable educational opportunity to pupils with certain additional educational needs. The PCFP includes the SEF and identifies numerous sources of revenues to be deposited therein, in addition to direct legislative appropriations from the State General Fund, and also authorizes the Superintendent of Public Instruction to create one or more accounts in the SEF for the purpose of administering money received from the federal government. The PCFP directs certain sources of revenues to the SEF and makes conforming changes for the direction of such sources of revenues to the SEF and the replacement of the DSA with the SEF.

The PCFP directs all major local sources of school district funding including the \$0.7500 portion of locally collected property taxes and the 2.6% LSST, to the SEF. Thus, the distinction in the prior Nevada Plan between State sources of revenues, which were held in the DSA and were guaranteed, and local revenue sources, which were not guaranteed, ceased effective on June 30, 2021. Earnings on investments, tuition and summer school fees, athletic proceeds, facility rentals, donations and grants and miscellaneous sources will continue to be considered a local revenue that stays with school districts. None of these sources of revenue account for significant amounts of General Fund revenues. Beginning July 1, 2021, the State will make equal monthly distributions to school districts from the SEF, which will equal one-twelfth of budgeted revenues less any amount set aside as a reserve.

Further, under the PCFP, school districts' base per-pupil funding amount will no longer be guaranteed. However, the PCFP includes the Education Stabilization Account in the SEF and provides for the funding of the Education Stabilization Account. Once the Education Stabilization Account is funded, the PCFP provides for possible use of the money in such account to provide relief to school districts when collection of revenues will result in the SEF receiving less than 97% of what has been budgeted. Additionally, to protect districts during times of declining enrollment, State law contains a "hold-harmless" provision which, if the average daily enrollment ("ADE") during the quarter of the school year is less than or equal to 95% of the enrollment in the school district based on the ADE during the same quarter of the immediately preceding school year, the higher enrollment of pupils during the same quarter of the immediately preceding school year must be used for purposes of making the monthly apportionment from the SEF to that school district pursuant to NRS 387.1223.

The PCFP requires the Legislature, after making a direct legislative appropriation to the SEF, to determine the statewide base per pupil funding amount for each fiscal year of the biennium, based on numerous factors. The PCFP further requires the Legislature to appropriate the SEF, less the money in the Education Stabilization Account or certain potential federal funds, amounts deemed sufficient by the Legislature to finance various educational needs of the State. Additional weighted funding will be applied to the base per pupil funding amount based on certain factors, including English learners, at-risk pupils, and gifted and talented pupils.

Prior to the adoption of the PCFP, the Legislature amended the Nevada Plan (in effect until July 1, 2021) on numerous occasions in the past. The Legislature may likewise amend the provisions of the PCFP in the future, including the various funding formulas embedded within it. There is no assurance that any such amendments will not result in reduced funding to the District.

State Education Fund

The SEF is a special revenue fund of the State, in which revenues and expenditures of the PCPF The SEF is a special revenue fund of the State, in which revenues and expenditures of the PCPF are budgeted. As noted previously, the two largest sources of revenues within the SEF are the countywide \$0.75 ad valorem property tax and the LSST equal to 2.60% of taxable sales. These revenues are pooled on a statewide basis within the SEF. Other revenues sources of the SEF are motor vehicle government services tax, AB 579 transient lodging taxes, marijuana taxes, a share of the state tax on slot machines, and interest earnings. Other uses of SEF revenues are for administrative costs of the Nevada Department of Education, categorical state grants and other special purposes, and to fund the Education Stabilization Account. The Education Stabilization Account is a reserve that is available to be used by school districts when actual SEF revenues fall below budgeted revenues and the State reduces districts' base per-pupil amounts. In that scenario, school districts may access the Education Stabilization Account by requesting additional funding from the State's Interim Finance Committee. This has not occurred since inception of the Pupil-Centered Funding Plan.

Base per-pupil funding is the amount distributed to school districts and charter schools for the general education needs of all students and is recorded in local agencies' General Fund budgets. Weighted funding is provided for At-Risk, Gifted and Talented, and English Learners students to cover the additional estimated cost to support these students' needs. Auxiliary

funding represents funding for districts' transportation costs and the net cost of food services not funded by the federal government or local food services revenues. Local Special Education funding represents the amount of funding for Special Education services previously funded by districts under the Nevada Plan.

The greater resources for statewide K-12 education resulted in a large increase in each district's base per-pupil amount, although these increases differed for each district based on equity adjustments within the Pupil-Centered Funding Plan funding model. For the District, per-pupil funding was \$10,501 in fiscal year 2024, is \$11,021 in fiscal year 2025, and will be \$11,274 in fiscal year 2026.

The State also funded the Education Stabilization Account at \$878 million (20% of State Education Fund expenditures) for fiscal year 2025.

Federal Sources. The District also receives limited General Fund revenues from various federal sources. See the table on the following page titled "General Fund History of Revenues, Expenditures and Changes in Fund Balance."

General. The following table provides a history of the financial operations for the District's General Fund for fiscal years 2020 to 2024 (audited), fiscal year 2025 (estimated), and budgeted information for fiscal year 2026. The information in this table should be read together with the District's audited financial statements for the year ended June 30, 2024, and the accompanying notes, which are included as APPENDIX A hereto. Financial statements for prior years can be obtained from the sources listed in "INTRODUCTION--Additional Information."

Revenues and expenses shown for fiscal years 2022 and after are not comparable to fiscal years 2021 and 2020. This is due to the new PCFP essentially eliminating local sources of revenue with almost all funding coming from the State. Also, as part of the switch to the PCFP, various programs funded with grants and other resources now all flow through the General Fund instead of various separate funds.

General Fund History of Revenues, Expenditures and Changes in Fund Balance

Fiscal Year Ending June 30,	2020 Audited	2021 Audited	2022 Audited	2023 Audited	2024 Audited	2025 Estimated	2026 Budget
Revenues							
Property taxes	\$10,879,262	\$12,088,291	--	--	--		
Sales taxes	12,519,536	13,626,218	--	--	--		
Other local sources	2,557,253	3,039,182	\$ (188,070)	\$ 444,605	\$ 417,271	\$ 1,101,046	\$ 650,000
State sources	51,994,511	50,767,222	80,271,823	90,925,464	112,597,025	116,882,387	119,642,724
Federal sources	<u>170,050</u>	<u>627,229</u>	<u>943,132</u>	<u>756,658</u>	<u>354,612</u>	<u>499,572</u>	<u>161,000</u>
Total revenues	<u>78,120,612</u>	<u>80,148,142</u>	<u>81,026,885</u>	<u>92,126,727</u>	<u>113,368,908</u>	<u>118,483,005</u>	<u>120,453,724</u>
Expenditures							
Instruction:							
Regular instruction	31,279,621	32,553,088	36,154,579	37,203,865	42,690,794	42,561,735	47,594,000
Special instruction	268,869	258,870	307,302	--	--		
Vocational instruction	1,485,442	1,589,305	1,714,768	1,541,117	1,849,580	1,974,485	2,232,000
Other instruction	1,955,260	2,008,725	674,887	3,409	--		200,000
Adult Education	7,213	9,205	2,913	3,409	--		
Extra-curricular activities	1,432,972	1,067,523	1,298,799	1,315,807	1,991,758	2,645,331	2,491,000
Support Services:							
Student support	3,121,961	3,257,580	3,207,119	3,546,525	4,040,555	4,254,786	4,835,000
Instructional staff support	1,702,952	1,394,385	1,708,899	1,881,659	2,473,919	2,880,250	3,148,000
General administration	2,034,643	2,039,830	2,188,913	2,295,396	1,889,721	1,726,702	1,836,000
School administration	7,637,162	7,896,042	8,053,619	8,222,602	9,342,442	9,880,320	10,846,000
Central services	5,010,669	5,185,467	6,534,331	5,919,256	6,648,585	6,188,043	6,551,000
Operation and maintenance	8,223,254	8,240,048	9,952,007	11,119,288	15,060,943	17,701,303	14,806,000
Student transportation	3,612,519	3,920,163	4,005,594	5,091,775	5,967,588	6,409,381	7,058,890
Total Facilities & Construction:			--	--	543,949	5,167,926	--
Contingency (budget item only)	--	--	--	--	--		<u>2,050,000</u>
Total expenditures	<u>67,772,537</u>	<u>69,411,026</u>	<u>75,800,817</u>	<u>78,140,699</u>	<u>92,559,959</u>	<u>101,390,261</u>	<u>103,647,890</u>
Excess of revenues over expenditures	<u>10,348,075</u>	<u>10,737,116</u>	<u>5,226,068</u>	<u>13,986,028</u>	<u>20,808,949</u>	<u>17,092,744</u>	<u>16,805,834</u>
Other Financing Sources (Uses)							
Proceeds from sale of fixed assets	--	5,330	38,405	86,474	--	--	--
Transfers in	--	--	109,135	10	--	--	--
Transfers out ⁽¹⁾	<u>(8,475,000)</u>	<u>(8,750,000)</u>	<u>(1,400,000)</u>	<u>(11,665,088)</u>	<u>(15,525,000)</u>	<u>(19,032,060)</u>	<u>(22,613,220)</u>
Total other financing sources (uses)	<u>(8,475,000)</u>	<u>(8,744,670)</u>	<u>(1,252,460)</u>	<u>(11,578,604)</u>	<u>(15,525,000)</u>	<u>(19,032,060)</u>	<u>(22,613,220)</u>
Net change in fund balances	1,873,075	1,992,446	3,973,608	2,407,424	5,283,949	(1,939,316)	(5,807,386)
Fund balance as of July 1	<u>6,807,466</u>	<u>8,680,541</u>	<u>10,672,987</u>	<u>14,646,595</u>	<u>17,054,019</u>	<u>22,337,973</u>	<u>20,398,657</u>
Fund balance as of June 30	<u>\$8,680,541</u>	<u>\$10,672,987</u>	<u>\$14,646,595</u>	<u>\$17,054,019</u>	<u>\$22,337,968</u>	<u>\$20,398,657</u>	<u>\$14,591,271</u>
Nonspendable in form	153,152	219,260	269,141	293,125	46,647	-	-
Assigned	2,107,118	6,971,513	--	7,662,028	9,558,395	-	-
Unassigned	6,420,271	3,482,214	14,377,454	9,098,866	12,732,926	-	-

*Footnotes on following page.

⁽¹⁾ Comprised primarily of transfers to the Special Education Fund for special education programs

Source: Derived from the District's audited financial statements for fiscal years 2020 through 2024 and the District's final 2026 budget for estimated fiscal year 2025 and budgeted fiscal year 2026.

Debt Service Fund

The Debt Service Fund is used to accumulate funds for payment of principal and interest on general obligation bonds and other District obligations. Taxes generated by the District's existing bond property tax rate may be used for capital projects if they are not needed for the payment of the bonds and purposes related to bonds, including maintaining the required reserves. **The PCFP is not expected to have any impact on the property tax revenues used to pay the District's limited tax general obligation debt (including the Bonds).**

The Debt Service Fund is used to accumulate funds for payment of principal and interest on general obligation bonds and other District obligations. The Reserve Account required by NRS 350.020 (described under "SECURITY FOR THE BONDS--Reserve Account") is accounted for as part of the fund balance in the Debt Service Fund.

The Debt Service Fund is used to accumulate funds for payment of principal and interest on general obligation bonds and other District obligations, including reserves required by NRS 350.020. The following table provides a history of the financial operations for the District's Debt Service Fund for fiscal years 2020 to 2024 (audited), fiscal year 2025 (estimated), and budgeted information for fiscal year 2026. The information in this table should be read together with the District's audited financial statements for the year ended June 30, 2024, and the accompanying notes, which are included as APPENDIX A hereto. Financial statements for prior years can be obtained from the sources listed in "INTRODUCTION--Additional Information."

Debt Service Fund History of Revenues, Expenses and Changes in Fund Balance

Fiscal Year Ending June 30,	2020 Audited	2021 Audited	2022 Audited	2023 Audited	2024 Audited	2025 Estimated	2026 Budgeted
Revenues							
Property taxes	\$8,510,483	\$9,456,260	\$10,044,786	\$10,726,659	\$11,550,852	\$13,060,793	\$14,054,350
Investment earnings	<u>373,303</u>	<u>57,626</u>	<u>23,446</u>	<u>110,798</u>	<u>547,815</u>	<u>673,000</u>	<u>383,000</u>
Total Revenues	<u>8,883,786</u>	<u>9,533,886</u>	<u>10,068,232</u>	<u>10,837,457</u>	<u>12,098,667</u>	<u>13,733,793</u>	<u>14,437,350</u>
Expenditures							
Principal ⁽¹⁾	5,370,000	5,065,000	5,880,000	6,080,000	8,355,000	9,190,000	9,790,000
Interest ⁽¹⁾	1,850,379	2,026,265	2,229,345	3,556,481	3,178,424	3,506,149	3,104,027
Other (purchased services)	<u>148,097</u>	<u>196,758</u>	<u>2,350</u>	<u>--</u>	<u>28,282</u>	<u>11,975</u>	<u>13,000</u>
Total Expenditures	<u>7,368,476</u>	<u>7,288,023</u>	<u>8,111,695</u>	<u>9,636,481</u>	<u>11,561,706</u>	<u>12,708,124</u>	<u>12,907,027</u>
Excess/(Deficiency) of Revenues Over (Under) Expenditures	<u>1,515,310</u>	<u>1,567,336</u>	<u>1,956,537</u>	<u>1,200,976</u>	<u>536,961</u>	<u>1,025,669</u>	<u>1,530,323</u>
Other Financing Sources/Uses							
Proceeds from bond sales	8,155,000	14,925,000	--	--	--	--	--
Bond premium	1,295,267	2,643,487	--	--	--	--	--
Payment to bond escrow agent	<u>(9,265,000)</u>	<u>(18,503,000)</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Total other financing sources (uses)	<u>185,267</u>	<u>(934,513)</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>	<u>--</u>
Net change in fund balances	1,700,577	1,311,350	1,956,537	1,200,976	536,961	1,025,669	1,530,323
Fund balance, July 1 ⁽¹⁾	<u>5,423,887</u>	<u>7,124,464</u>	<u>8,435,814</u>	<u>10,392,351</u>	<u>11,593,327</u>	<u>12,130,288</u>	<u>13,155,957</u>
Fund balance, June 30	<u>\$7,124,464</u>	<u>\$8,435,814</u>	<u>\$10,392,351</u>	<u>\$11,593,327</u>	<u>\$12,130,288</u>	<u>\$13,155,957</u>	<u>\$14,686,280</u>

⁽¹⁾ Beginning fund balance for fiscal year 2025 represents a budgeted beginning fund balance.

Source: Derived from the District's audited financial statements for fiscal years 2020 through 2024 and the District's final 2026 budget for estimated fiscal year 2025 and budgeted fiscal year 2026.

Analysis of Recent Financial Developments

Fiscal Year 2026: The District is budgeting an average annual increase of \$3.5 million in the General Fund PCFP revenue for a total of 119.6 million dollars. This is due to growing enrollment and a recognition of the increased education funding, which increased the adjusted base and weighted funding. The District is estimating approximately \$123.3 million dollars in State Education Fund revenues for Fiscal Year 2026. Lastly, as interest rates have increased over the last few years, the District has strategically taken advantage of investment opportunities, creating additional cash flow and mitigating the inflation impact for current and future liquidity needs.

Risk Management

The District, like all governmental entities, is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District maintains insurance coverages to protect itself against these losses.

Property and Liability. The District's property and liability insurance policy includes a self-insured retention provision whereby the District is responsible for claims up to \$25,000 per occurrence. Claims are paid from the General Fund on an as-needed basis. Claims expense for recent years has not been higher than historical averages. Settlement amounts have not exceeded insurance coverage for the current or the three prior years. See Note 8 in the audited financial statements attached hereto as APPENDIX A.

Self-Insured Workers Compensation and Unemployment Plans. The District maintains self-insurance plans for unemployment benefits and workers compensation benefits paid due to work related injuries. The program is accounted for in the employee compensation protection fund along with transactions related to unemployment benefits. Under the self-insured program, the District contracts with a third party administrator to process claims and purchased reinsurance to cover individual claims that exceed \$250,000. As of June 30, 2024, the Employees' Unemployment Insurance Fund and Workers Compensation Insurance Fund had reserves of \$1,665,683 and \$1,449,184, respectively. The current liability for incurred but unreported claims is \$1,045,000 as determined by an independent actuary. Interfund premiums are based on rates expected to meet current expenditures and fund the liability for incurred but unreported claims. See Note 8 in the audited financial statements attached hereto as APPENDIX A.

In the opinion of the District's Executive Director of Operations, the District's insurance coverages provide adequate insurance protection for the District.

DEBT STRUCTURE

Debt Limitation

State statutes limit the aggregate principal amount of the District's general obligation debt to 15% of the District's total assessed valuation. The following table presents a record of the District's outstanding general obligation indebtedness with respect to its statutory debt limitation.

Statutory Debt Limitation

Fiscal Year Ended June 30	Assessed Valuation ⁽¹⁾	Debt Limit	Outstanding and Proposed Obligation Debt General	Additional Statutory Debt Capacity
2021	\$2,273,021,391	\$340,953,209	\$55,670,000	\$285,283,209
2022	2,417,992,311	362,698,847	79,360,000	283,338,847
2023	2,764,911,430	414,736,715	79,780,000	334,956,715
2024	3,083,725,885	462,558,883	71,425,000	391,133,883
2025	3,314,696,022	497,204,403	85,295,000	411,909,403
2026 ⁽¹⁾	3,414,228,155	512,134,223	91,105,000	421,029,223

⁽¹⁾ As of October 1, 2025. Includes the issuance of the Bonds.

Source: State Department of Taxation, Property Tax Rates for Nevada Local Governments, fiscal years 2021-26, and the District.

Outstanding Debt and Other Obligations

Outstanding General Obligation Bonds. The following table presents the outstanding general obligation indebtedness of the District as of October 1, 2025, including the issuance of the Bonds.

Outstanding Debt and Other Obligations⁽¹⁾

	Date <u>Issued</u>	Final <u>Maturity</u>	Original <u>Amount</u>	Amount <u>Outstanding</u>
<u>GENERAL OBLIGATION BONDS⁽²⁾</u>				
Improvement & Refunding Bonds, Series 2016A	06/20/16	04/01/36	6,400,000	4,795,000
Refunding Bonds, Series 2017A	08/08/17	06/01/30	17,900,000	7,460,000
Refunding Bonds, Series 2019	10/09/19	04/01/28	7,055,000	2,980,000
Refunding Bonds, Series 2021	03/11/21	06/01/35	14,925,000	10,725,000
Refunding and Improvement Bonds, Series 2022A	03/08/22	06/01/42	27,660,000	26,470,000
Improvement Bonds, Series 2022B	03/08/22	06/01/42	9,705,000	8,010,000
Various Purpose Bonds, Series 2023	06/13/23	06/01/26	6,500,000	2,245,000
Improvement Bonds, Series 2024	07/25/24	06/01/32	13,870,000	13,420,000
Improvement Bonds, Series 2025 (<i>this issue</i>)	11/13/25	06/01/45	15,000,000*	<u>15,000,000*</u>
<u>TOTAL</u>				<u>\$91,105,000</u>

⁽¹⁾ As of October 1, 2025, including the issuance of the Bonds.

⁽²⁾ General obligation bonds secured by the full faith, credit and taxing power of the District. The ad valorem tax available to pay these bonds is limited to the \$3.64 statutory and the \$5.00 constitutional limit.

* Preliminary; subject to change.

Source: The District.

Additional Bonds. Subject to Board approval, and upon the issuance of the Bonds, the District will have utilized all current bond authorization from the Lyon County Debt Management Commission. The District reserves the right to issue additional bonds at any time legal requirements are met.

Other Obligations. From time to time, the District enters into capital and operating leases for items such as office equipment. The District also records liabilities for its OPEB costs, accrued vacation payable and estimated incentive plan leave accumulation. See Note 7 in the audited financial statements attached hereto as APPENDIX A for more information.

Total Debt Service Requirements - General Obligation Bonds

The following table illustrates the debt service requirements for the District's outstanding and proposed general obligation bonds repaid by the debt service property tax levy as of October 1, 2025, including the Bonds.

Outstanding and Proposed Debt Service Requirements

Fiscal Year Ended June 30	General Obligation Bonds ⁽¹⁾		
	Principal	Interest	Total
2026	\$ 10,540,000	\$ 3,495,545	\$ 14,035,545
2027	10,535,000	3,324,738	13,859,738
2028	7,370,000	2,808,488	10,178,488
2029	6,960,000	2,469,938	9,429,938
2030	5,315,000	2,151,013	7,466,013
2031	5,920,000	1,898,238	7,818,238
2032	6,150,000	1,612,238	7,762,238
2033	4,135,000	1,337,538	5,472,538
2034	4,280,000	1,181,838	5,461,838
2035	4,415,000	1,032,338	5,447,338
2036	3,270,000	908,148	4,178,148
2037	2,855,000	804,500	3,659,500
2038	2,950,000	711,750	3,661,750
2039	3,055,000	605,350	3,660,350
2040	3,170,000	494,900	3,664,900
2041	3,275,000	387,425	3,662,425
2042	3,385,000	276,300	3,661,300
2043	1,125,000	158,625	1,283,625
2044	1,175,000	108,000	1,283,000
2045	1,225,000	55,125	1,280,125
Total ⁽²⁾	\$91,105,000	\$25,822,030	\$116,927,030

⁽¹⁾ Includes total principal and interest payments due on the District's outstanding bonds in each fiscal year.

⁽²⁾ Total may not sum due to rounding.

Source: Municipal Advisor.

TAX MATTERS

Federal Tax Matters

In the opinion of Bond Counsel, assuming continuous compliance with certain covenants described below, interest on the 2025 Bonds is excluded from gross income under federal income tax laws pursuant to Section 103 of the Tax Code, and interest on the 2025 Bonds is excluded from alternative minimum taxable income as defined in Section 55(b) of the Tax Code; however, to the extent such interest is included in calculating the “adjusted financial statement income” of “applicable corporations” (as defined in Sections 56A and 59(k), respectively, of the Tax Code), such interest is subject to the alternative minimum tax applicable to those corporations under Section 55(b) of the Tax Code.

The Tax Code imposes several requirements which must be met with respect to the 2025 Bonds in order for the interest thereon to be excluded from gross income and alternative minimum taxable income. Certain of these requirements must be met on a continuous basis throughout the term of the 2025 Bonds. These requirements include: (a) limitations as to the use of proceeds of the 2025 Bonds; (b) limitations on the extent to which proceeds of the 2025 Bonds may be invested in higher yielding investments; and (c) a provision, subject to certain limited exceptions, that requires all investment earnings on the proceeds of the 2025 Bonds above the yield on the 2025 Bonds to be paid to the United States Treasury. The District covenants and represents in the Bond Resolution that it will take all steps to comply with the requirements of the Tax Code to the extent necessary to maintain the exclusion of interest on the 2025 Bonds from gross income and alternative minimum taxable income under federal income tax laws in effect when the 2025 Bonds are delivered. Bond Counsel’s opinion as to the exclusion of interest on the 2025 Bonds from gross income and alternative minimum taxable income is rendered in reliance on these covenants, and assumes continuous compliance therewith. The failure or inability of the District to comply with these requirements could cause the interest on the 2025 Bonds to be included in gross income, alternative minimum taxable income or both from the date of issuance. Bond Counsel’s opinion also is rendered in reliance upon certifications of the District and other certifications furnished to Bond Counsel. Bond Counsel has not undertaken to verify such certifications by independent investigation.

Section 55 of the Tax Code contains a 15% alternative minimum tax on the “adjusted financial statement income” of “applicable corporations” (as those terms are defined in Sections 56A and 59(k), respectively, of the Tax Code). “Applicable corporations” are generally corporations with average annual adjusted financial statement income over a three-year period of \$1 billion or more. “Adjusted financial statement income” generally means the net income or loss of a corporation (including interest on the 2025 Bonds) as set forth on the corporation’s applicable financial statement, adjusted as provided in Section 56A of the Tax Code. Corporations should consult their tax advisors about whether the corporation is an “applicable corporation” and if the corporation is such an applicable corporation, about the calculation of “adjusted financial statement income” and the alternative minimum tax for the corporation.

The Tax Code contains numerous provisions which may affect an investor’s decision to purchase the 2025 Bonds. Owners of the 2025 Bonds should be aware that the ownership of tax-exempt obligations by particular persons and entities, including, without limitation, financial institutions, insurance companies, recipients of Social Security or Railroad

Retirement benefits, taxpayers who may be deemed to have incurred or continued indebtedness to purchase or carry tax-exempt obligations, foreign corporations doing business in the United States and certain “subchapter S” corporations may result in adverse federal and state tax consequences. Under Section 3406 of the Tax Code, backup withholding may be imposed on payments on the 2025 Bonds made to any owner who fails to provide certain required information, including an accurate taxpayer identification number, to certain persons required to collect such information pursuant to the Tax Code. Backup withholding may also be applied if the owner underreports “reportable payments” (including interest and dividends) as defined in Section 3406, or fails to provide a certificate that the owner is not subject to backup withholding in circumstances where such a certificate is required by the Tax Code. Certain of the 2025 Bonds may be sold at a premium, representing a difference between the original offering price of those 2025 Bonds and the principal amount thereof payable at maturity. Under certain circumstances, an initial owner of such 2025 Bonds (if any) may realize a taxable gain upon their disposition, even though such 2025 Bonds are sold or redeemed for an amount equal to the owner’s acquisition cost. Bond Counsel’s opinion relates only to the exclusion of interest on the 2025 Bonds from gross income and alternative minimum taxable income as described above and will state that no opinion is expressed regarding other federal tax consequences arising from the receipt or accrual of interest on or ownership of the 2025 Bonds. Owners of the 2025 Bonds should consult their own tax advisors as to the applicability of these consequences.

The opinions expressed by Bond Counsel are based on existing law as of the delivery date of the 2025 Bonds. No opinion is expressed as of any subsequent date nor is any opinion expressed with respect to pending or proposed legislation. Amendments to the federal or state tax laws may be pending now or could be proposed in the future that, if enacted into law, could adversely affect the value of the 2025 Bonds, the exclusion of interest on the 2025 Bonds from gross income or alternative minimum taxable income or both from the date of issuance of the 2025 Bonds or any other date, the tax value of that exclusion for different classes of taxpayers from time to time, or that could result in other adverse tax consequences. In addition, future court actions or regulatory decisions could affect the tax treatment or market value of the 2025 Bonds. Owners of the 2025 Bonds are advised to consult with their own tax advisors with respect to such matters.

The Internal Revenue Service (the “Service”) has an ongoing program of auditing tax-exempt obligations to determine whether, in the view of the Service, interest on such tax-exempt obligations is includable in the gross income of the owners thereof for federal income tax purposes. No assurances can be given as to whether or not the Service will commence an audit of the 2025 Bonds. If an audit is commenced, the market value of the 2025 Bonds may be adversely affected. Under current audit procedures the Service will treat the District as the taxpayer and the 2025 Bond owners may have no right to participate in such procedures. The District has covenanted in the Bond Resolution not to take any action that would cause the interest on the 2025 Bonds to lose its exclusion from gross income for federal income tax purposes or lose its exclusion from alternative minimum taxable income for the owners thereof for federal income tax purposes. None of the District, the Municipal Advisors, the Underwriters, Bond Counsel or Special Counsel is responsible for paying or reimbursing any Bondholder with respect to any audit or litigation costs relating to the 2025 Bonds.

State Tax Exemption

The 2025 Bonds, their transfer, and the income therefrom, are free and exempt from taxation by the State or any subdivision thereof except for the tax on estates imposed pursuant to Chapter 375A of NRS and the tax on generation-skipping transfers imposed pursuant to Chapter 375B of NRS.

LEGAL MATTERS

Litigation

From time to time, there are suits and administrative actions pending in courts and governmental agencies within and outside the State to which the District is a party. In the opinion of the District's general counsel, however, there is no litigation, action, or investigation of any nature now pending, or to the knowledge of the District's general counsel threatened, (i) restraining or enjoining the issuance, sale, execution or delivery of the 2025 Bonds or (ii) in any way contesting or affecting the validity of the 2025 Bonds or any proceedings of the District taken with respect to the issuance or sale thereof or the pledge or application of any moneys or security provided for the payment of the 2025 Bonds. Further, the District's general counsel is of the opinion that any currently pending litigation facing the District will not materially affect the District's ability to perform its obligations to the owners of the 2025 Bonds.

Approval of Certain Legal Proceedings

The approving opinion of Taft Stettinius & Hollister LLP, as Bond Counsel, will be delivered with the 2025 Bonds. A form of the bond counsel opinion for the 2025 Bonds is attached to this Official Statement as APPENDIX D. The opinion will include a statement that the obligations of the District are subject to the reasonable exercise in the future by the State and its governmental bodies of the police power inherent in the sovereignty of the State and to the exercise by the United States of the powers delegated to it by the federal constitution, including bankruptcy. Taft Stettinius & Hollister LLP has also acted as Special Counsel to the District in connection with this Official Statement. Certain matters will be passed upon for the District by its general counsel.

Police Power

The obligations of the District are subject to the reasonable exercise in the future by the State and its governmental bodies of the police power and powers of taxation inherent in the sovereignty of the State, and to the exercise by the United States of the powers delegated to it by the federal constitution (including bankruptcy).

Sovereign Immunity

Pursuant to State statute (NRS 41.035), an award for damages in an action sounding in tort against the City may not include any amount as exemplary or punitive damages and are limited to; \$100,000 for causes of action that accrue prior to June 30, 2020; \$150,000 for causes of action that accrue from July 1, 2020, until June 30, 2022; and \$200,000 for causes of action that accrue on and after July 1, 2022. The limitation does not apply to federal actions

brought under federal law such as civil rights actions under 42 U.S.C. Section 1983 and actions under The Americans with Disabilities Act of 1990, or to actions in other states.

MUNICIPAL ADVISOR

JNA Consulting Group, LLC is serving as municipal advisor to the District in connection with the 2025 Bonds. The Municipal Advisor has not audited, authenticated or otherwise verified the information set forth in the Official Statement, or any other related information available to the District, with respect to the accuracy and completeness of disclosure of such information and no guaranty, warranty or other representation is made by JNA Consulting Group, LLC respecting accuracy and completeness of the Official Statement or any other matter related to the Official Statement.

INDEPENDENT AUDITORS

The audited basic financial statements of the District as of and for the year ended June 30, 2024, included hereto as APPENDIX A, have been audited by Silva, Sceirine & Associates, LLC, certified public accountants, Reno, Nevada, to the extent and for the period stated in their report appearing herein.

Pursuant to State law, the audited financial statements of the District are public documents and no consent from the auditors is required to be obtained prior to inclusion of the audited financial statements in this Official Statement. Accordingly, the District has not requested consent. Silva, Sceirine & Associates, LLC has not been engaged to perform and has not performed, since the date of its report included herein, any procedures on the financial statements addressed in that report. Silva, Sceirine & Associates, LLC has also not performed any procedures relating to this Official Statement.

RATING

S&P Global Ratings (“S&P”) has assigned the 2025 Bonds the rating shown on the cover page of this Official Statement. Such rating reflect only the views of S&P and there is no assurance that any rating, once received, will continue for any given period of time or that any rating will not be revised downward or withdrawn entirely by the rating agency if, in its judgment, circumstances so warrant. Any such downward revision or withdrawal of either rating may have an adverse effect on the market price of the 2025 Bonds. Except for its responsibilities under the Disclosure Certificate, the District has not undertaken any responsibility to bring to the attention of the owners of the 2025 Bonds any proposed change in or withdrawal of the rating once received or to oppose any such proposed revision.

PUBLIC SALE

The District currently expects to offer the 2025 Bonds at public sale on October 28, 2025. See “APPENDIX G - Official Notice of Bond Sale.”

OFFICIAL STATEMENT CERTIFICATION

The undersigned official of the District hereby confirms and certifies that the execution and delivery of this Official Statement and its use in connection with the offering and sale of the Bonds have been duly authorized by the Board.

**LYON COUNTY SCHOOL DISTRICT,
NEVADA**

By: _____
Chief Financial Officer

APPENDIX A

**AUDITED BASIC FINANCIAL STATEMENTS OF LYON COUNTY SCHOOL
DISTRICT, NEVADA FOR THE FISCAL YEAR ENDED JUNE 30, 2024**

LYON COUNTY SCHOOL DISTRICT

***FINANCIAL STATEMENTS &
SUPPLEMENTARY INFORMATION***

**Fiscal Year Ended
June 30, 2024**



**SILVA, SCEIRINE
& ASSOCIATES, LLC**
CERTIFIED PUBLIC ACCOUNTANTS

LYON COUNTY SCHOOL DISTRICT

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INDEPENDENT AUDITORS' REPORT

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

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lyon County School District, Yerington, Nevada (the District), as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Lyon County School District as of June 30, 2024, and the respective changes in financial position, for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

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

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

Auditors' Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation in the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, and the schedules related to the District's net pension liability and net other postemployment benefit liability be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements.

We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

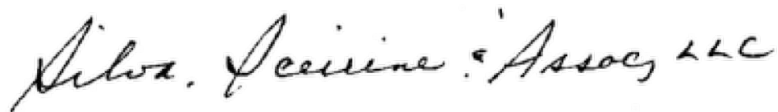
Prior Year Partial Comparative Information

We have previously audited in accordance with auditing standards generally accepted in the United States of America, the basic financial statements of the District as of and for the year ended June 30, 2023, and have issued our report thereon dated November 16, 2023 which expressed a qualified opinion on the financial statements of the governmental activities; an unmodified opinion for each major fund, and a qualified opinion on the aggregate remaining fund information. The summarized comparative information presented in the basic financial statements as of and for the year ended June 30, 2023 is consistent with the audited financial statements from which it is derived.

The individual fund financial statements and schedules related to the 2023 financial statements are presented for purposes of additional analysis and were derived from and relate directly to the underlying accounting and other records used to prepare the 2023 financial statements. The information has been subjected to the auditing procedures applied in the audit of the 2023 basic financial statements and certain other additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare those financial statements or to those financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. The individual fund financial statements and schedules are consistent in relation to the basic financial statements from which they have been derived.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 12, 2024, 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.



Reno, Nevada

November 12, 2024

LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024

This section of the Lyon County School District's annual financial report presents a discussion and analysis of the District's financial performance for the fiscal year ended June 30, 2024. We encourage readers to read it in conjunction with the financial statements, which immediately follow this section.

FINANCIAL HIGHLIGHTS

- The District's net position increased by \$10.8 million for FY24, which followed an increase of \$8.3 million in FY23 and \$19.8 million in FY22.
- The District's governmental funds decreased by \$7.9 million, due primarily to continued construction activity financed by the 2023 bond issues.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

District-Wide Financial Statements

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

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

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

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

LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

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

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

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

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

LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024

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

Notes to Financial Statements

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

Supplementary Information

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

DISTRICT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as one useful indicator of a government's financial condition. The net position includes the District's investment in capital assets less related outstanding debt that was issued to acquire the capital assets. As the District uses these capital assets to provide services to students, they are not available for future spending. As of June 30, 2024, the District's net investment in capital assets was \$88.5 million. Total net position includes \$12.1 million restricted for servicing long-term debt; \$7.2 million restricted for capital projects that will not be paid through the use of the bond proceeds in the Bond Projects Fund, and \$3.8 million for employee benefit (insurance) programs.

Following is a summary of the District's net position as of June 30, 2024 and 2023:

LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024

DISTRICT'S NET POSITION				
	2024	2023	Change	
	(In Millions)		\$	%
Assets				
Current and other assets	\$ 89.0	\$ 86.7	\$ 2.3	2.7%
Net capital assets	146.3	141.6	4.7	3.3%
Total Assets	235.3	228.3	7.0	3.1%
Deferred Outflows	46.6	52.5	(5.9)	-11.2%
Liabilities				
Current liabilities	16.2	14.9	1.3	8.7%
Long-term liabilities	218.1	230.7	(12.6)	-5.5%
Total Liabilities	234.3	245.6	(11.3)	-4.6%
Deferred Inflows	14.9	13.4	1.5	11.2%
Net Position				
Net investment in capital assets	88.5	84.6	3.9	4.6%
Restricted	23.1	20.5	2.6	12.7%
Unrestricted	(79.0)	(83.3)	4.3	5.2%
Total Net Position	\$ 32.6	\$ 21.8	10.8	49.5%

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

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

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

LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024

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

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

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

LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024

DISTRICT'S CHANGES IN NET POSITION		
	Governmental Activities	
	2024	2023
	<i>(In Millions)</i>	
Revenues		
Program Revenues:		
Grants and contributions	\$ 28.7	\$ 27.8
General Revenues:		
Property taxes	11.6	10.7
Government service taxes	1.0	1.0
Unrestricted State aid	112.6	90.9
Other revenues	6.1	4.3
Total Revenues	160.0	134.7
Expenses		
Instructional services	76.1	61.9
Support services	56.9	49.0
Food service and other	5.5	5.5
Facilities acquisitions and construction	0.9	0.7
Interest on long-term debt	2.5	2.4
Depreciation*	7.1	6.9
Total Expenses	149.0	126.4
Change in Net Position	\$ 11.0	\$ 8.3

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

The governmental funds (General Fund, special revenue funds, the Debt Service Fund, and the capital projects funds) reported a June 30, 2024 fund balance of \$60.5 million, an decrease of \$7.9 million from the June 30, 2023 fund balance of \$68.5 million. This decrease is primarily attributable to the increased expenditures of capital projects, which were financed by bond issues. These expenditures were \$18.8 million in FY24, compared to expenditures of \$20.8 million in the previous year. The General Fund increased by \$3.6 million, compared to the prior year increase of \$2.4 million. The General's Fund's increase was after transfers of \$15.5 million to other funds, primarily for the funding of special education services. The governmental fund balance includes \$12.1 million which is considered restricted for debt service; \$11.7 million restricted for capital projects funded through bond proceeds; \$7.2 million restricted for capital projects not financed through bond proceeds; and, \$5.6 million restricted for other educational purposes.

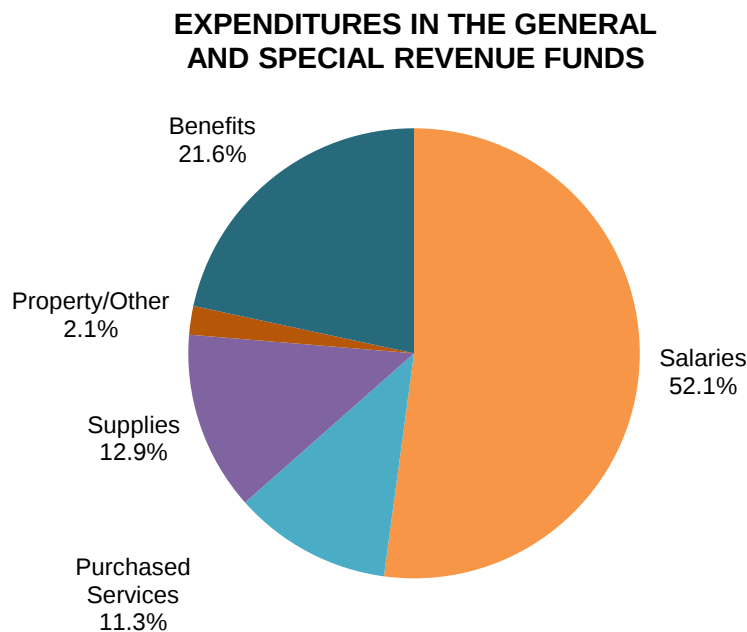
LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024

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

Education is labor intensive as evidenced by the following graphic of expenditures by object group. Salaries and benefits for the General Fund and the special revenue funds approximated 74% of the funds' total expenditures for the fiscal year ended June 30, 2024, compared to 72% for FY23. The chart below shows the composition of expenditures in the General Fund and the special revenue funds for FY24:



The Debt Service Fund's balance of \$12.1 million as of June 30, 2024 is approximately 95% of the debt service requirement for the FY ending June 30, 2025. The fund's balance of \$12.1 million in addition to the budgeted revenues for FY25 are sufficient to cover the FY25 debt service requirement (principal and interest payments) of \$12.7 million.

The District has four capital projects funds, including the Bond Projects Fund, a major fund, which is used to account for proceeds of bond sales; related interest earnings and capital expenditures. During the year, \$21.6 million was spent from these funds in accordance with the District's Capital Improvement Plan. As previously mentioned, the June 30, 2024 fund balance of these funds of \$18.9 million is restricted for future capital expenditures.

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

LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024

The capital projects funds' (exclusive of the Bond Projects Fund) had expenditures of \$3.6 million during the year, leaving a combined fund balance of \$7.2 million as of June 30, 2024, compared to \$5.3 million at the end of the previous year.

BUDGETARY HIGHLIGHTS

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

CAPITAL ASSETS AND DEBT ADMINISTRATION

Capital Assets

The District's capital assets as of June 30, 2024 and 2023 are as follows:

Capital Assets (Net of Depreciation)		
	2024	2023
	(In Millions)	
Land	\$ 8.8	\$ 8.8
Construction in progress	-	18.9
Buildings and improvements	124.8	93.3
Infrastructure	9.8	10.4
Equipment and vehicles	11.7	10.2
	<u>\$ 155.1</u>	<u>\$ 141.6</u>

Long-term Debt

As of June 30, 2024, the District had \$71.4 million of general obligation bonded debt outstanding, plus \$8.4 million in unamortized bond premiums which are being amortized over the lives of the applicable bond issues.

Currently, the District has authorization from the Lyon County Debt Management Commission to issue general obligation bonds. The District reserves the right to issue additional bonds at any time legal requirements are met. As of June 30, 2024, the District had \$391.1 million of statutory debt limit available. However, the District issued a \$14 million bond issue in July 2024, thereby reducing the remaining unused bonding capacity to approximately \$377.1 million. In addition, other factors such as overlapping tax rates, available revenues, market conditions and project specifications could reduce the availability.

LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024

In addition to the District's general obligation bonded debt, the District's other debt includes \$1.3 million for compensated absences; \$124.2 million in net pension liability, and \$12.9 million for other postemployment benefits (OPEB).

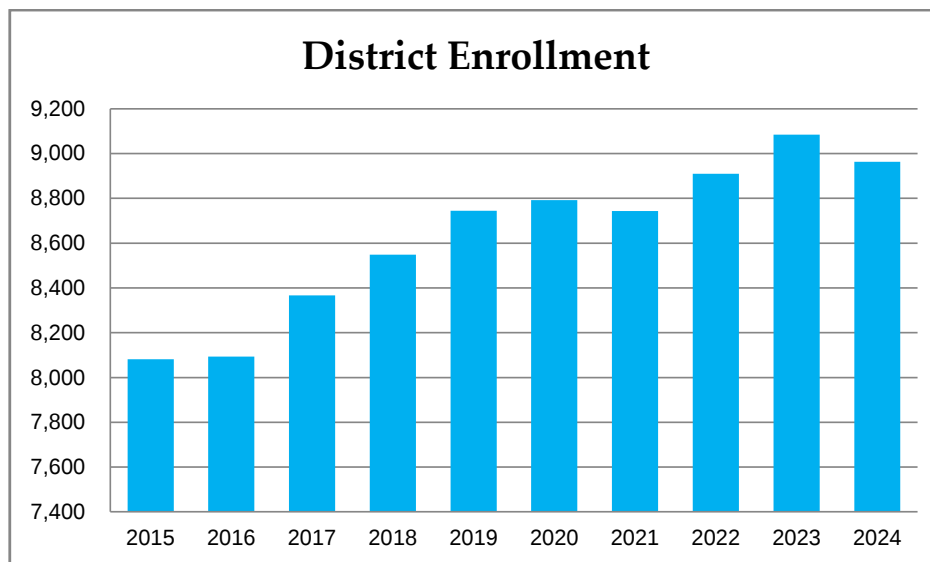
ECONOMIC FACTORS AND NEXT YEAR'S BUDGET

Enrollment and Funding

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

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

The following chart presents the District's pupil enrollment (ADE) for 2015 through 2024:



LYON COUNTY SCHOOL DISTRICT

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2024

REQUESTS FOR INFORMATION

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

LYON COUNTY SCHOOL DISTRICT

STATEMENT OF NET POSITION JUNE 30, 2024

	Governmental Activities
ASSETS	
Cash and investments	\$ 62,810,133
Receivables	16,669,698
Inventories	72,001
Restricted cash	654,000
Capital assets not being depreciated	8,830,484
Capital assets, net of accumulated depreciation	146,299,740
Total Assets	235,336,056
DEFERRED OUTFLOWS OF RESOURCES	
Deferred charge on refunding	644,045
Deferred outflows related to pensions and OPEB	45,982,534
	46,626,579
Total Assets and Deferred Outflows of Resources	281,962,635
LIABILITIES	
Accounts and claims payable	8,563,370
Accrued liabilities	6,520,381
Incurred but unreported claims	1,045,000
Unearned revenues	74,541
Noncurrent liabilities:	
Due within one year	9,540,635
Due in more than one year	71,575,236
Obligation for other postemployment benefits	12,893,009
Net pension liability	124,154,044
Total Liabilities	234,366,216
DEFERRED INFLOWS OF RESOURCES	
Deferred inflows related to pensions and OPEB	14,969,580
Total Liabilities and Deferred Inflows of Resources	249,335,796
NET POSITION	
Net investment in capital assets	88,521,310
Restricted for:	
Debt service	12,130,288
Employee benefit programs	3,766,382
Capital projects	7,225,710
Unrestricted	(79,016,851)
Total Net Position	\$ 32,626,839

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2024

PROGRAMS / FUNCTIONS	EXPENSES	PROGRAM REVENUES		NET (EXPENSE) REVENUE AND CHANGES IN NET POSITION	
		CHARGES FOR	GRANTS AND CONTRIBUTIONS		
		SERVICES	OPERATING		CAPITAL
Instruction	\$ (76,131,032)	\$ -	\$ 12,493,558	\$ 244,772	\$ (63,392,702)
Support Services	(56,963,176)	-	9,452,861	-	(47,510,315)
Facilities Acquisition and Construction	(903,949)	-	-	-	(903,949)
Food Service and Community Services	(5,481,563)	73,676	6,524,170	-	1,116,283
Interest and other costs of long-term debt	(2,524,463)	-	-	-	(2,524,463)
Depreciation	(7,124,226)	-	-	-	(7,124,226)
	<u>\$ (149,128,409)</u>	<u>\$ 73,676</u>	<u>\$ 28,470,589</u>	<u>\$ 244,772</u>	<u>(120,339,372)</u>
General Revenues:					
	Property taxes				11,550,852
	Pupil-Centered Funding Plan				112,597,025
	Residential Construction taxes				742,768
	Government services taxes				1,030,218
	Earnings on investments				3,670,682
	Other local sources				1,565,583
	Total General Revenues				<u>131,157,128</u>
	Change in Net Position				<u>10,817,756</u>
	NET POSITION, July 1, 2023				<u>21,809,083</u>
	NET POSITION, June 30, 2024				\$ 32,626,839

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

BALANCE SHEET GOVERNMENTAL FUNDS JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS AS OF JUNE 30, 2023)

Page 1 of 2

	GENERAL FUND	SPECIAL EDUCATION FUND	DEBT SERVICE FUND	BOND PROJECTS FUND
ASSETS				
Cash and investments	\$ 17,001,566	\$ 2,275,715	\$ 12,188,020	\$ 12,578,692
Receivables	9,473,501	44,141	27,935	-
Due from other funds	3,840,835	-	-	-
Inventories	46,647	-	-	-
Total Assets	<u>\$ 30,362,549</u>	<u>\$ 2,319,856</u>	<u>\$ 12,215,955</u>	<u>\$ 12,578,692</u>
LIABILITIES				
Accounts payable	\$ 3,738,319	\$ 1,819,722	\$ 700	\$ 873,252
Accrued payroll	4,286,262	84,165	84,967	-
Due to other funds	-	-	-	-
Unearned revenue	-	-	-	-
Total Liabilities	<u>8,024,581</u>	<u>1,903,887</u>	<u>85,667</u>	<u>873,252</u>
FUND BALANCES				
Nonspendable	46,647	-	-	-
Restricted	-	415,969	12,130,288	11,705,440
Assigned	9,558,395	-	-	-
Unassigned	12,732,926	-	-	-
Total Fund Balances	<u>22,337,968</u>	<u>415,969</u>	<u>12,130,288</u>	<u>11,705,440</u>
Total Liabilities and Fund Balances	<u>\$ 30,362,549</u>	<u>\$ 2,319,856</u>	<u>\$ 12,215,955</u>	<u>\$ 12,578,692</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

BALANCE SHEET GOVERNMENTAL FUNDS JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS AS OF JUNE 30, 2023)

Page 2 of 2

	OTHER GOVERNMENTAL FUNDS	TOTALS	
		2024	2023
ASSETS			
Cash and investments	\$ 14,530,863	\$ 58,574,856	\$ 76,319,491
Receivables	7,085,685	16,631,262	5,285,293
Due from other funds	-	3,840,835	1,770,582
Inventories	25,354	72,001	318,479
Total Assets	<u>\$ 21,641,902</u>	<u>\$ 79,118,954</u>	<u>\$ 83,693,845</u>
LIABILITIES			
Accounts payable	\$ 2,015,046	\$ 8,447,039	\$ 5,907,123
Accrued payroll	1,763,279	6,218,673	7,009,794
Due to other funds	3,840,835	3,840,835	1,770,582
Unearned revenue	74,541	74,541	509,970
Total Liabilities	<u>7,693,701</u>	<u>18,581,088</u>	<u>15,197,469</u>
FUND BALANCES			
Nonspendable	25,354	72,001	318,479
Restricted	13,922,847	38,174,544	51,280,099
Assigned	-	9,558,395	7,798,932
Unassigned	-	12,732,926	9,098,866
Total Fund Balances	<u>13,948,201</u>	<u>60,537,866</u>	<u>68,496,376</u>
Total Liabilities and Fund Balances	<u>\$ 21,641,902</u>	<u>\$ 79,118,954</u>	<u>\$ 83,693,845</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET TO THE STATEMENT OF NET POSITION JUNE 30, 2024

Total Fund Balance - Governmental Funds	\$ 60,537,866
Amounts reported for governmental activities in the Statement of Net Position are different because:	
Capital assets used in governmental funds are not current financial resources and therefore not reported as governmental fund assets.	155,130,224
General obligation bonds are not reported as fund liabilities since they will not be paid with current resources.	(71,425,000)
Premiums related to long-term debt are not capitalized and amortized in the fund statements since they do not represent available resources.	(8,406,651)
Unamortized amounts on refundings are not recognized in the funds.	644,045
The liability for interest on general obligation bonds is reported in the fund statements when due and as accrued in the Statement of Activities.	(301,708)
The liabilities for estimated future payments of benefits to be provided to current and future retirees and the liability for compensated absences are not due and payable in the current period; therefore, the liabilities and related deferred amounts are not reported in the funds.	(14,177,229)
The net pension liability is not due and payable in the current period; therefore, the liability and related deferred amounts are not reported in the funds.	(93,141,090)
Internal service funds are used to account for various employee benefit programs. The assets and liabilities of the internal service funds are included with governmental activities.	<u>3,766,382</u>
Total Net Position - Governmental Activities	<u>\$ 32,626,839</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2023)

Page 1 of 2

	GENERAL FUND	SPECIAL EDUCATION FUND	DEBT SERVICE FUND	BOND PROJECTS FUND
REVENUES				
Local sources	\$ 417,271	\$ -	\$ 12,098,667	\$ 947,763
State sources	112,597,025	4,895,480	-	-
Federal sources	354,612	-	-	-
Total Revenues	113,368,908	4,895,480	12,098,667	947,763
EXPENDITURES				
Regular programs	42,690,794	-	-	2,200,000
Special programs	-	11,673,460	-	-
Vocational programs	1,849,580	-	-	-
Adult education	-	-	-	-
Other instructional programs	-	-	-	-
Extra-curricular activities	1,991,758	-	-	-
Support services:				
Student support	4,040,555	4,960,285	-	-
Instructional staff support	2,473,919	14,283	-	-
General administration	1,889,721	294,113	-	27,170
School administration	9,342,442	-	-	-
Central services	6,648,585	-	-	-
Operations and maintenance	15,060,943	-	-	247,127
Student transportation	6,027,714	682,569	-	751,268
Noninstructional services:				
Food service	-	-	-	-
Community service	-	-	-	-
Facilities acquisition and construction	543,949	-	-	14,736,682
Debt service:				
Principal	-	-	8,355,000	-
Interest	-	-	3,178,424	-
Other	-	-	28,282	-
Total Expenditures	92,559,959	17,624,710	11,561,706	17,962,247
Revenues Over (Under) Expenditures	20,808,949	(12,729,230)	536,961	(17,014,484)
OTHER FINANCING SOURCES (USES)				
Sales of capital assets	-	-	-	-
Proceeds from bond sales	-	-	-	-
Transfers (to) from other funds	(15,525,000)	12,375,000	-	-
Total Other Financing Sources (Uses)	(15,525,000)	12,375,000	-	-
Net Change in Fund Balances	5,283,949	(354,230)	536,961	(17,014,484)
FUND BALANCES, July 1,	17,054,019	770,199	11,593,327	28,719,924
FUND BALANCES, June 30	\$ 22,337,968	\$ 415,969	\$ 12,130,288	\$ 11,705,440

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE TOTALS FOR THE YEAR ENDED JUNE 30, 2023)

Page 2 of 2

	OTHER GOVERNMENTAL FUNDS	TOTALS	
		2024	2023
REVENUES			
Local sources	\$ 5,200,152	\$ 18,663,853	\$ 15,992,244
State sources	8,013,998	125,506,503	98,045,139
Federal sources	15,421,194	15,775,806	20,612,582
Total Revenues	28,635,344	159,946,162	134,649,965
EXPENDITURES			
Regular programs	3,382,975	48,273,769	39,045,938
Special programs	2,658,113	14,331,573	11,921,950
Vocational programs	165,837	2,015,417	2,051,248
Adult education	410,080	410,080	375,754
Other instructional programs	5,568,689	5,568,689	4,929,419
Extra-curricular activities	1,190,000	3,181,758	2,402,807
Support services:			
Student support	3,600,123	12,600,963	9,921,095
Instructional staff support	801,401	3,289,603	3,716,255
General administration	367,202	2,578,206	3,262,052
School administration	51,293	9,393,735	8,287,267
Central services	418,427	7,067,012	6,178,198
Operations and maintenance	513,781	15,821,851	12,640,997
Student transportation	71,921	7,533,472	5,661,744
Noninstructional services:			
Food service	5,479,440	5,479,440	6,044,768
Community service	2,123	2,123	58,548
Facilities acquisition and construction	3,514,645	18,795,276	20,827,403
Debt service:			
Principal	-	8,355,000	6,080,000
Interest	-	3,178,424	3,556,481
Other	-	28,282	-
Total Expenditures	28,196,050	167,904,672	146,961,924
Revenues Over (Under) Expenditures	439,294	(7,958,510)	(12,311,959)
OTHER FINANCING SOURCES (USES)			
Sales of capital assets	-	-	86,474
Proceeds from bond sales	-	-	6,500,000
Transfers (to) from other funds	3,150,000	-	-
Total Other Financing Sources (Uses)	3,150,000	-	6,586,474
Net Change in Fund Balances	3,589,294	(7,958,510)	(5,725,485)
FUND BALANCES, July 1,	10,358,907	68,496,376	74,221,861
FUND BALANCES, June 30	\$ 13,948,201	\$ 60,537,866	\$ 68,496,376

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES YEAR ENDED JUNE 30, 2024

Net Change in Fund Balances - Governmental Funds \$ (7,958,510)

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

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities those costs are reported in the Statement of Net Position and allocated over their estimated useful lives as annual depreciation expense in the Statement of Activities. 13,513,779

In the Statement of Activities, interest is accrued on outstanding bonds, whereas in governmental funds, an interest expenditure is reported when due. 47,489

Bond premiums realized when debt is incurred are recognized in the funds; however, they are deferred in the district-wide statements and recognized over the term of the associated debt. 800,635

Change in pension expense related to deferred items. (3,673,880)

Any gain or loss on certain advance refundings of long-term debt are recognized currently in the fund statements. The gain or loss is deferred in the Statement of Net Position and amortized as interest expense over the life of the debt in the Statement of Activities. (165,881)

Repayment of bond principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the Statement of Net Position and does not affect the Statement of Activities. 8,355,000

The change in the long-term portion of compensated absences is reported in the Statement of Activities. These do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. 348,079

The full cost of postemployment benefits to current employees earned during the current year and the amortization of the past cost is recognized as an expense in the Statement of Activities while only the current contributions are reported in the fund statements. (554,937)

Internal service funds are used by the District to charge the costs of employee benefit programs to the individual funds. The net income (loss) of the internal service funds are reported with governmental activities. 105,982

Change in Net Position \$ 10,817,756

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Earnings on investments	\$ 35,000	\$ 35,000	\$ 63,017	\$ 28,017	\$ 26,457
Indirect cost recovery	-	-	266,435	266,435	319,216
Other local revenue	-	-	87,819	87,819	98,932
	<u>35,000</u>	<u>35,000</u>	<u>417,271</u>	<u>382,271</u>	<u>444,605</u>
State Sources:					
Pupil-Centered Funding Plan	<u>113,452,972</u>	<u>113,452,972</u>	<u>112,597,025</u>	<u>(855,947)</u>	<u>90,925,464</u>
Federal Sources:					
E-Rate funds	50,000	50,000	244,772	194,772	655,831
Forest Service	-	-	109,840	109,840	100,827
	<u>50,000</u>	<u>50,000</u>	<u>354,612</u>	<u>304,612</u>	<u>756,658</u>
Total Revenue	<u>113,537,972</u>	<u>113,537,972</u>	<u>113,368,908</u>	<u>(169,064)</u>	<u>92,126,727</u>
EXPENDITURES					
Regular Programs:					
Instruction:					
Salaries	31,260,000	29,485,000	27,857,339	1,627,661	24,842,181
Benefits	12,504,000	13,279,000	12,467,978	811,022	10,250,078
Purchased services	375,000	475,000	395,709	79,291	188,443
Supplies	2,420,000	2,420,000	1,964,391	455,609	1,917,178
Property	-	15,375	-	15,375	-
Other	25,000	9,625	5,377	4,248	5,985
Total Regular Programs	<u>46,584,000</u>	<u>45,684,000</u>	<u>42,690,794</u>	<u>2,993,206</u>	<u>37,203,865</u>
Vocational Programs:					
Salaries	1,678,000	1,656,000	1,136,964	519,036	955,800
Benefits	724,000	724,000	517,912	206,088	414,649
Purchased services	145,000	147,500	113,719	33,781	69,676
Supplies	187,000	201,500	77,699	123,801	100,756
Property	-	5,000	-	5,000	-
Other	5,000	5,000	3,285	1,715	236
Total Vocational Programs	<u>2,739,000</u>	<u>2,739,000</u>	<u>1,849,580</u>	<u>889,420</u>	<u>1,541,117</u>

Continued on next page.

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Adult Education:					
Purchased services	\$ -	\$ -	\$ -	\$ -	\$ 1,243
Supplies	-	-	-	-	2,166
Total Adult Education	-	-	-	-	3,409
Extra-Curricular Activities:					
Co-Curricular:					
Salaries	440,000	439,600	274,284	165,316	235,670
Benefits	76,000	76,000	9,285	66,715	6,740
Purchased services	15,000	15,000	3,000	12,000	2,700
Supplies	12,000	12,000	967	11,033	6,390
Property	-	5,000	-	5,000	-
Other	5,000	400	960	(560)	755
	548,000	548,000	288,496	259,504	252,255
Athletics:					
Salaries	1,080,000	765,000	723,904	41,096	639,049
Benefits	432,000	107,000	67,243	39,757	58,984
Purchased services	250,000	300,000	255,182	44,818	185,335
Supplies	175,000	475,000	431,576	43,424	156,720
Property	-	205,000	203,019	1,982	-
Other	15,000	25,000	22,338	2,662	23,464
	1,952,000	1,877,000	1,703,262	173,738	1,063,552
Total Extra-Curricular	2,500,000	2,425,000	1,991,758	433,242	1,315,807
Undistributed Expenditures:					
Student Support:					
Salaries	3,360,000	3,434,800	2,769,304	665,496	2,428,047
Benefits	1,344,000	1,319,000	1,200,371	118,629	986,853
Purchased services	160,000	109,000	14,444	94,556	108,025
Supplies	20,000	70,000	56,435	13,565	23,600
Other	-	1,200	-	1,200	-
	4,884,000	4,934,000	4,040,555	893,445	3,546,525

Continued on next page.

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Instructional Staff Support:					
Salaries	\$ 2,640,000	\$ 1,715,000	\$ 1,189,509	\$ 525,491	\$ 1,087,034
Benefits	1,132,000	757,000	441,579	315,421	342,046
Purchased services	150,000	245,000	202,278	42,722	231,825
Supplies	350,000	660,000	599,710	60,290	187,663
Other	-	45,000	40,842	4,158	33,091
	<u>4,272,000</u>	<u>3,422,000</u>	<u>2,473,919</u>	<u>948,081</u>	<u>1,881,659</u>
General Administration:					
Salaries	1,200,000	975,000	692,501	282,499	777,311
Benefits	504,000	579,000	574,577	4,423	514,337
Purchased services	725,000	455,000	372,635	82,365	894,784
Supplies	75,000	125,000	107,684	17,316	79,376
Property	25,000	100,000	92,246	7,754	-
Other	225,000	95,000	50,078	44,922	29,588
	<u>2,754,000</u>	<u>2,329,000</u>	<u>1,889,721</u>	<u>439,279</u>	<u>2,295,396</u>
School Administration:					
Salaries	8,400,000	7,750,000	6,246,077	1,503,923	5,587,496
Benefits	3,360,000	3,160,000	2,584,519	575,481	2,116,796
Purchased services	550,000	500,000	289,477	210,523	253,938
Supplies	350,000	350,000	213,328	136,672	244,901
Property	50,000	50,000	-	50,000	5,494
Other	15,000	15,000	9,041	5,959	13,977
	<u>12,725,000</u>	<u>11,825,000</u>	<u>9,342,442</u>	<u>2,482,558</u>	<u>8,222,602</u>
Central Services:					
Salaries	2,430,000	2,235,000	2,233,723	1,277	1,898,077
Benefits	972,000	772,000	752,722	19,278	591,479
Purchased services	1,695,000	1,995,000	1,962,235	32,765	1,571,847
Supplies	2,540,000	1,735,000	1,199,048	535,952	1,148,613
Property	500,000	500,000	468,513	31,487	346,164
Other	50,000	50,000	32,343	17,657	363,076
	<u>8,187,000</u>	<u>7,287,000</u>	<u>6,648,585</u>	<u>638,415</u>	<u>5,919,256</u>

Continued on next page.

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Operation and Maintenance:					
Salaries	\$ 5,400,000	\$ 4,200,000	\$ 3,854,737	\$ 345,263	\$ 3,345,640
Benefits	2,160,000	1,660,000	1,393,842	266,158	1,149,601
Purchased services	2,400,000	5,190,000	4,591,564	598,436	2,147,008
Supplies	3,350,000	4,760,000	4,741,922	18,078	3,919,572
Property	1,300,000	575,000	410,292	164,708	514,198
Other	5,000	80,000	68,586	11,414	43,269
	<u>14,615,000</u>	<u>16,465,000</u>	<u>15,060,943</u>	<u>1,404,057</u>	<u>11,119,288</u>
Student Transportation:					
Salaries	3,750,000	3,100,000	2,616,704	483,296	2,188,566
Benefits	1,575,000	1,360,000	943,739	416,261	770,657
Purchased services	550,000	475,000	390,303	84,697	467,187
Supplies	1,040,000	1,103,884	1,093,597	10,287	1,000,727
Property	-	985,000	980,678	4,322	657,993
Other	-	5,000	2,692	2,308	6,645
	<u>6,915,000</u>	<u>7,028,884</u>	<u>6,027,714</u>	<u>1,001,170</u>	<u>5,091,775</u>
Total Support	<u>54,352,000</u>	<u>53,290,884</u>	<u>45,483,878</u>	<u>7,807,006</u>	<u>38,076,501</u>
Facilities Acquisition and Construction:					
Building Acq/Construction:					
Purchased services	<u>-</u>	<u>175,000</u>	<u>132,858</u>	<u>42,142</u>	<u>-</u>
Site Improvement:					
Purchased services	<u>275,000</u>	<u>100,000</u>	<u>48,808</u>	<u>51,192</u>	<u>-</u>
Building Improvement:					
Purchased services	125,000	385,000	324,383	60,617	-
Property	<u>-</u>	<u>40,000</u>	<u>37,900</u>	<u>2,100</u>	<u>-</u>
	<u>125,000</u>	<u>425,000</u>	<u>362,283</u>	<u>62,717</u>	<u>-</u>
Total Facilities Acquisition and Construction	<u>400,000</u>	<u>700,000</u>	<u>543,949</u>	<u>156,051</u>	<u>-</u>
Total Undistributed Expenditures	<u>54,752,000</u>	<u>53,990,884</u>	<u>46,027,827</u>	<u>7,963,057</u>	<u>38,076,501</u>

Continued on next page.

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

GENERAL FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Total Expenditures	\$ 106,575,000	\$ 104,838,884	\$ 92,559,959	\$ 12,278,925	\$ 78,140,699
Revenues Over Expenditures	6,962,972	8,699,088	20,808,949	12,109,861	13,986,028
OTHER FINANCING SOURCES (USES)					
Sales of capital assets	-	-	-	-	86,474
Transfers from other funds	-	-	-	-	10
Transfers (to) other funds	(13,425,000)	(15,525,000)	(15,525,000)	-	(11,665,088)
Contingency	1,200,000	-	-	-	-
Total Other Financing (Uses)	(12,225,000)	(15,525,000)	(15,525,000)	-	(11,578,604)
Net Change in Fund Balance	(5,262,028)	(6,825,912)	5,283,949	12,109,861	2,407,424
FUND BALANCE, July 1	16,690,135	17,054,019	17,054,019	-	14,646,595
FUND BALANCE, June 30	\$ 11,428,107	\$ 10,228,107	\$ 22,337,968	\$ 12,109,861	\$ 17,054,019

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

SPECIAL EDUCATION FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
State Sources:					
State appropriation	\$ 4,477,155	\$ 4,895,480	\$ 4,895,480	\$ -	\$ 4,669,092
EXPENDITURES					
Special Programs:					
Instruction:					
Salaries	7,850,000	7,806,000	7,814,114	(8,114)	6,614,967
Benefits	3,101,000	3,821,000	3,820,264	736	2,971,105
Purchased services	200,000	200,000	7,162	192,838	-
Supplies	50,000	50,000	31,920	18,080	16,218
Property	-	-	-	-	7,500
	<u>11,201,000</u>	<u>11,877,000</u>	<u>11,673,460</u>	<u>203,540</u>	<u>9,609,790</u>
Undistributed Expenditures:					
Student Support:					
Salaries	2,216,000	2,970,000	2,840,193	129,807	1,901,788
Benefits	886,000	1,096,000	1,092,342	3,658	770,067
Purchased services	295,000	1,030,679	1,025,879	4,800	1,080,732
Supplies	<u>1,000</u>	<u>2,000</u>	<u>1,871</u>	<u>129</u>	<u>102</u>
	<u>3,398,000</u>	<u>5,098,679</u>	<u>4,960,285</u>	<u>138,394</u>	<u>3,752,688</u>
Instructional Staff Support:					
Salaries	500,000	13,500	13,018	482	1,317
Benefits	200,000	1,500	1,265	235	121
Purchased services	10,000	-	-	-	57
Supplies	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>720,000</u>	<u>15,000</u>	<u>14,283</u>	<u>717</u>	<u>1,495</u>
General Administration:					
Salaries	236,888	204,888	204,089	799	206,968
Benefits	94,000	81,112	77,931	3,181	68,928
Purchased services	25,000	7,000	4,454	2,546	11,679
Supplies	<u>15,000</u>	<u>12,000</u>	<u>7,639</u>	<u>4,361</u>	<u>1,309</u>
	<u>370,888</u>	<u>305,000</u>	<u>294,113</u>	<u>10,887</u>	<u>288,883</u>

Continued on next page.

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

SPECIAL EDUCATION FUND STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Student Transportation:					
Salaries	\$ 575,000	\$ 500,000	\$ 489,932	\$ 10,068	\$ 395,132
Benefits	225,000	225,000	192,637	32,363	158,031
Purchased services	20,000	20,000	-	20,000	-
	<u>820,000</u>	<u>745,000</u>	<u>682,569</u>	<u>62,431</u>	<u>553,163</u>
Total Undistributed Expenditures	<u>5,308,888</u>	<u>6,163,679</u>	<u>5,951,250</u>	<u>212,429</u>	<u>4,596,229</u>
Total Expenditures	<u>16,509,888</u>	<u>18,040,679</u>	<u>17,624,710</u>	<u>415,969</u>	<u>14,206,019</u>
Revenues Over (Under)					
Expenditures	(12,032,733)	(13,145,199)	(12,729,230)	415,969	(9,536,927)
OTHER FINANCING SOURCES					
Transfers from other funds	<u>11,875,000</u>	<u>12,375,000</u>	<u>12,375,000</u>	<u>-</u>	<u>9,590,088</u>
Net Change in Fund Balance	(157,733)	(770,199)	(354,230)	415,969	53,161
FUND BALANCE, July 1	<u>157,733</u>	<u>770,199</u>	<u>770,199</u>	<u>-</u>	<u>717,038</u>
FUND BALANCE, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 415,969</u>	<u>\$ 415,969</u>	<u>\$ 770,199</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

PROPRIETARY FUNDS STATEMENT OF NET POSITION JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2023)

	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS	
	2024	2023
ASSETS		
Cash and investments	\$ 4,235,278	\$ 4,111,481
Accounts receivable	38,435	6,744
Restricted cash	654,000	654,000
Total Assets	4,927,713	4,772,225
LIABILITIES		
Accounts and claims payable	116,331	89,825
Incurred but unreported claims	1,045,000	1,022,000
Total Liabilities	1,161,331	1,111,825
NET POSITION		
Restricted for employee benefits program	\$ 3,766,382	\$ 3,660,400

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

PROPRIETARY FUNDS STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS	
	2024	2023
OPERATING REVENUES		
Charges for services	\$ 928,174	\$ 808,613
OPERATING EXPENSES		
Benefit claims	651,864	634,569
Purchased services	170,328	95,951
Other	-	53,277
Total Operating Expenses	822,192	783,797
Change in Net Position	105,982	24,816
NET POSITION, July 1	3,660,400	3,635,584
NET POSITION, June 30	\$ 3,766,382	\$ 3,660,400

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

PROPRIETARY FUNDS STATEMENT OF CASH FLOWS YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	GOVERNMENTAL ACTIVITIES INTERNAL SERVICE FUNDS	
	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Premiums received from other funds	\$ 844,367	\$ 813,155
Payments of benefits	(628,864)	(474,569)
Insurance premiums and other payments	<u>(91,706)</u>	<u>(112,894)</u>
Net Cash Provided (Used) by Operating Activities	<u>123,797</u>	<u>225,692</u>
Net Increase (Decrease) in Cash and Cash Equivalents	123,797	225,692
CASH AND CASH EQUIVALENTS, July 1	<u>4,765,481</u>	<u>4,539,789</u>
CASH AND CASH EQUIVALENTS, June 30	<u><u>\$ 4,889,278</u></u>	<u><u>\$ 4,765,481</u></u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Operating income (loss)	<u>\$ 105,982</u>	<u>\$ 24,816</u>
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Changes in assets and liabilities:		
Accounts receivable	(31,629)	4,542
Accounts and claims payable	26,444	36,334
Incurred but unreported claims	<u>23,000</u>	<u>160,000</u>
Total Adjustments	<u>17,815</u>	<u>200,876</u>
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u><u>\$ 123,797</u></u>	<u><u>\$ 225,692</u></u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

FIDUCIARY FUND STATEMENT OF FIDUCIARY NET POSITION JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2023)

	PRIVATE PURPOSE TRUST STUDENT SCHOLARSHIPS	
	2024	2023
ASSETS		
Cash and investments	\$ 965,868	\$ 931,674
Account receivables	3,485	-
Total Assets	<u>969,353</u>	<u>931,674</u>
LIABILITIES	<u>-</u>	<u>-</u>
Total Liabilities	<u>-</u>	<u>-</u>
NET POSITION		
Held in trust for student scholarships:		
Expendable	<u>969,353</u>	<u>931,674</u>
Total Net Position	<u>\$ 969,353</u>	<u>\$ 931,674</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	PRIVATE-PURPOSE TRUST STUDENT SCHOLARSHIPS	
	2024	2023
ADDITIONS		
Earnings on investments	\$ 42,488	\$ -
DEDUCTIONS		
Scholarships paid	<u>4,809</u>	<u>9,528</u>
Change in Net Position	37,679	(9,528)
NET POSITION, July 1	<u>931,674</u>	<u>941,202</u>
NET POSITION, June 30	<u>\$ 969,353</u>	<u>\$ 931,674</u>

See accompanying notes.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

Reporting Entity

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

Basic Financial Statements – District-Wide Statements

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

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

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

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

Basic Financial Statements – Fund Financial Statements

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

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

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

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

The District reports the following *major* governmental funds.

General Fund

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

Special Education Fund

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

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

Debt Service Fund

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

Bond Projects Fund

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

The District reports the following *nonmajor* governmental funds:

Federal Grants	Private Donations and Grants
Federal School Lunch	State Grants
Senate Bill (SB) 231	Medicaid
Pupil-Centered Funding Plan:	Student Accounts
English Learner	Capital Projects
Gifted and Talented	Building and Sites
At-Risk	Residential Construction Tax
Adult Education	

Additionally, the District reports the following fund types:

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

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

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

Measurement Focus

District-Wide Financial Statements

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

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

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

Fund Financial Statements

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

Basis of Accounting

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

Revenues

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

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

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

Deferred Inflows/Outflows of Resources

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

In addition to liabilities, the Statement of Net Position and Balance Sheet will sometimes report a separate section for deferred *inflows* of resources. This separate financial statement element represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until then. The District has only one item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds Balance Sheet. The governmental funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

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

Expenses/Expenditures

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

Cash and Investments

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

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

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

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

Inventories and Prepaid Items

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

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

Restricted Assets

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

Capital Assets

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

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

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	Estimated Useful Life <u>(in Years)</u>
Buildings	50
Infrastructure	20
Site and building improvements	20
Vehicles	8
Computer and related equipment	5
Other equipment	5-15

Long-term Obligations

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

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

Vacation Time and Sick Leave Benefits

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

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

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Postemployment Benefits Other than Pensions

Postemployment expenditures are comprised of monthly payments to the Nevada Public Employees' Benefit Program (PEBP) for the District's subsidy of retiree insurance premiums and the portion of insurance premiums paid to private insurers on behalf of active employees that represents the implicit cost of retiree coverage. The payments to PEBP are charged to the General Fund while the employee insurance premiums are charged to the respective fund to which the employees' payroll costs are charged. The District has elected to fund postemployment benefits using the pay-as-you-go basis. Postemployment benefits other than pensions are discussed in further detail in Note 10.

Property Taxes

All real property in Lyon County is assigned a parcel number in accordance with state law, with each parcel being subject to physical reappraisal every five years. A factoring system is used to adjust the appraised value during the years between physical appraisals. The valuation of the property and its improvements is being assessed at 35 percent of "taxable value" as defined by statute. The amount of tax levied is developed by multiplying the assessed value by the tax rate applicable to the area in which the property is located. The maximum tax rate was established in the State Constitution at \$5 per \$100 of assessed valuation; however, as a result of legislative action the tax rate has been further limited to \$3.64 per \$100 of assessed value except in cases of severe financial emergency as defined in NRS 354.705.

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

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

Statement of Cash Flows

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

Use of Estimates

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

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

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Comparative Data

Comparative data shown for the prior year has been extracted from the 2023 financial statements. It has been provided to add comparability, but is not considered full disclosure of transactions for 2023. Such information can only be obtained by referring to the financial report for that year. Certain amounts in the prior year data have been reclassified in order to be consistent with the current year's presentation.

NOTE 2 – BUDGETS AND BUDGETARY ACCOUNTING

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

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

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

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

The District conformed to all significant statutory constraints on its financial administration for the year ended June 30, 2024.

NOTE 4 – CASH EQUIVALENTS AND INVESTMENTS

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

As of June 30, 2024, the District had the following amounts reported as cash and investments:

Government-Wide Balances:	
Pooled cash	\$ 44,160,724
Investments	<u>19,303,409</u>
	63,464,133
Fiduciary Fund:	
Student Scholarship Fund investments	<u>965,868</u>
Total Cash and Investments	<u>\$ 64,430,001</u>

A portion of the District's cash and investments is restricted by Nevada Statutes. The amount restricted at June 30, 2024, is \$654,000, which is held in a restricted bank account to secure future workers' compensation claims.

The District participates in a cash sweep program through Wells Fargo Advisors whereby excess cash balances (as established by the District and periodically adjusted) are "swept" over night into Allspring Government Money Market Fund. This fund invests in high-quality, short-term, U.S. dollar-denominated money market instruments that consist of U.S. Government obligations and repurchase agreements collateralized by U.S. government obligations. The sweep into the Allspring Government Money Market Fund is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government

LYON COUNTY SCHOOL DISTRICT

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agency. The funds swept into the Allspring account as of June 30, 2024 amounted to \$41,880,177. As the funds are immediately available to the District, they are considered cash and cash equivalents and are included in the District's pooled cash noted above. As of June 30, 2024, the average fund yield was 5.194%.

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

As of June 30, 2024, the District had the following investments with the maturities noted:

	Fair Value	Investment Maturities (In Years)		
		< 1	1-3	>3
Corporate Bonds	\$ 7,335,088	\$ 197,690	\$ 4,295,587	\$ 2,841,811
U.S. Treasury Notes	297,417	297,417	-	-
Government Agency Bonds	7,630,807	222,802	5,311,246	2,096,759
First American Gov't Money Mkt	121,320	121,320	-	-
State of NV Local Government Investment Pool	4,794,668	4,794,668	-	-
	20,179,300	<u>\$ 5,633,897</u>	<u>\$ 9,606,833</u>	<u>\$ 4,938,570</u>
Accrued interest	<u>89,977</u>			
Total Investments	<u>\$ 20,269,277</u>			

The District categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The District does not have any investments that are measured using Level 2 or 3 inputs. As of June 30, 2024, the District had recurring fair value measurements, as presented below:

LYON COUNTY SCHOOL DISTRICT

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JUNE 30, 2024

	Fair Value	Fair Value Measurements Using Input Levels		
		1	2	3
Investments:				
Corporate Bonds	\$ 7,335,088	\$ -	\$ 7,335,088	\$ -
U.S. Treasury Notes	297,417	297,417	-	-
Government Agency Bonds	7,630,807	-	7,630,807	-
First American Gov't Money Mkt	121,320	121,320	-	-
	\$ 15,384,632	\$ 418,737	\$ 14,965,895	\$ -
Investments Not Classified by Level:				
Accrued interest	89,977			
State of NV Local Government				
Investment Pool	4,794,668			
Total Investments	\$ 20,269,277			

The District is a voluntary participant in the State of Nevada Local Government Investment Pool (LGIP), which is authorized by NRS 355.167 and is administered by the State Treasurer. Administrative policies are adopted by the State Board of Finance, which has oversight responsibilities. The fair value of the District's position in the pool equals the value of the pool shares, as determined daily. The \$4,794,668 investment in LGIP is carried at fair value. The Pool is an unrated external investment pool with an average weighted maturity of less than a year.

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

Interest Rate Risk

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

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

Credit Risk

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

Concentration Risk

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

Custodial Credit Risk

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

NOTE 5 – INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS

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

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

Interfund receivable and payable balances as of June 30, 2024 are as follows:

	Interfund Receivables	Interfund Payables
General Fund	\$ 3,840,835	\$ -
Nonmajor Governmental Funds:		
Federal Grants	-	2,803,976
Senate Bill (SB) 231	-	767,394
State Grants Fund	-	149,216
Adult Education Fund	-	120,249
	<u>\$ 3,840,835</u>	<u>\$ 3,840,835</u>

LYON COUNTY SCHOOL DISTRICT

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During the year, transfers of \$15,525,000 were made from the General Fund to other funds as follows:

	Transfers To	Transfers From
General Fund	\$ -	\$(15,525,000)
Special Education Fund	12,375,000	-
PCFP - English Learners Fund	500,000	-
PCFP - Gifted & Talented Fund	500,000	-
PCFP - At-Risk Fund	450,000	-
Medicaid Fund	100,000	-
Capital Projects Fund	1,600,000	-
	<u>\$ 15,525,000</u>	<u>\$(15,525,000)</u>

NOTE 6 – CAPITAL ASSETS

A summary of the District's capital asset balance and activity as of and for the year ended June 30, 2024:

	Balance July 1, 2023	Additions/ Transfers	Deletions/ Transfers	Balance June 30, 2024
Nondepreciable Capital Assets				
Land	\$ 8,830,484	\$ -	\$ -	\$ 8,830,484
Construction in progress	18,858,164		(18,858,164)	-
	<u>27,688,648</u>	<u>-</u>	<u>(18,858,164)</u>	<u>8,830,484</u>
Depreciable Capital Assets				
Buildings and improvements	166,230,182	36,950,658	-	203,180,840
Infrastructure	20,829,275	-	-	20,829,275
Equipment and vehicles	36,422,118	2,545,511	-	38,967,629
	<u>223,481,575</u>	<u>39,496,169</u>	<u>-</u>	<u>262,977,744</u>
Less accumulated depreciation:				
Buildings and improvements	(72,923,604)	(5,504,291)	-	(78,427,895)
Infrastructure	(10,439,135)	(564,278)	-	(11,003,413)
Equipment and vehicles	(26,191,039)	(1,055,657)	-	(27,246,696)
	<u>(109,553,778)</u>	<u>(7,124,226)</u>	<u>-</u>	<u>(116,678,004)</u>
Depreciable assets, net	<u>113,927,797</u>	<u>32,371,943</u>	<u>-</u>	<u>146,299,740</u>
Governmental Activities				
Capital Assets, net	<u>\$ 141,616,445</u>	<u>\$ 32,371,943</u>	<u>\$ (18,858,164)</u>	<u>\$ 155,130,224</u>

Depreciation expense for the year was \$7,124,226.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

NOTE 7 – LONG-TERM DEBT

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

Changes in Long-Term Debt

	Balance July 1, 2023	Increases	Decreases	Balance June 30, 2024	Due Within One Year
General obligation bonds	\$ 79,780,000	\$ -	\$ (8,355,000)	\$ 71,425,000	\$ 8,740,000
Deferred amounts for					
issuance of premiums	9,207,286	-	(800,635)	8,406,651	800,635
Compensated absences	1,632,299	-	(348,079)	1,284,220	-
	90,619,585	-	(9,503,714)	81,115,871	9,540,635
Net pension liability	127,601,188		(3,447,144)	124,154,044	-
Obligation for OPEB	12,494,386	398,623	-	12,893,009	-
	<u>\$ 230,715,159</u>	<u>\$ 398,623</u>	<u>\$(12,950,858)</u>	<u>\$ 218,162,924</u>	<u>\$ 9,540,635</u>

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

General Obligation Bonds

Bonds payable as of June 30, 2024 are comprised of the following general obligation issues and are serviced by property tax revenues received by the Debt Service Fund:

Series	Date Issued	Date of Final Maturity	Interest Rate	Original Amount Issued	Balance on June 30, 2024	Principal Due Within One Year
2013	3/13/13	4/1/25	1.99%	\$ 9,765,000	\$ 670,000	\$ 670,000
2016A	6/21/16	4/1/36	2.37%	6,400,000	5,130,000	335,000
2017A	8/8/17	6/1/30	2.01%	17,900,000	8,925,000	1,465,000
2019	10/9/19	4/1/28	1.66%	7,055,000	4,690,000	1,710,000
2021	3/11/21	6/1/41	1.48%	14,925,000	12,220,000	1,495,000
2022A	3/10/22	6/1/42	2.50%	27,660,000	26,870,000	400,000
2022B	3/10/22	6/1/42	1.88%	9,705,000	8,510,000	500,000
2023	6/13/23	6/1/26	3.77%	6,500,000	4,410,000	2,165,000
					<u>\$ 71,425,000</u>	<u>\$ 8,740,000</u>

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

As of June 30, 2024, the District's limit of bonded indebtedness as defined by NRS 387.400 was \$462,558,883. The District had \$71,425,000 in bonded debt outstanding, leaving an unused bonding capacity of \$391,133,883. See Note 12 for a discussion of a bond issuance subsequent to June 30, 2024. In addition, there are other factors which could limit the District's bonding capacity, such as overlapping tax rates, available revenues, market conditions, and project specifications.

The annual requirements to amortize the general obligation bonds outstanding as of June 30, 2024 are as follows:

Fiscal Year	Principal	Interest	Total Requirements
2025	\$ 8,740,000	\$ 2,818,649	\$ 11,558,649
2026	8,270,000	2,433,027	10,703,027
2027	5,710,000	2,055,388	7,765,388
2028	5,980,000	1,780,388	7,760,388
2029	5,340,000	1,511,338	6,851,338
2030-2034	18,385,000	4,696,610	23,081,610
2035-2039	12,265,000	1,935,336	14,200,336
2040-2043	6,735,000	408,000	7,143,000
	<u>\$ 71,425,000</u>	<u>\$ 17,638,736</u>	<u>\$ 89,063,736</u>

The principal amounts shown above do not include unamortized bond premiums of \$8,406,651 as of June 30, 2024, of which \$800,635 will be amortized in FY 25.

Interest expense reported in the Statement of Activities for FY24 was \$2,524,463.

Advance Refundings

For bond refundings resulting in the defeasance of the debt reported in the district-wide financial statements, the difference between the reacquisition price and the net carrying amount of the old debt is deferred and amortized as a component of interest expense. The accounting gain or loss is amortized over the remaining life of the old debt or the life of the new debt, whichever is shorter. The unamortized amount is presented as a deferred outflow of resources. As of June 30, 2024, this deferred outflow of resources was \$644,045 and the amortization in 2024 was \$165,881 which is included with interest expense in the Statement of Activities. The anticipated amortization for the year ending June 30, 2025 is \$165,881.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

NOTE 8 – RISK FINANCING

Self-Insured Workers Compensation Benefits

Effective July 1, 2003, the District adopted a self-insured program for providing workers compensation benefits paid due to work related injuries. The program is accounted for in the Workers Compensation Insurance Fund. Under the self-insured program, the District contracts with a third-party administrator to process claims and purchased reinsurance to cover individual claims that exceed \$250,000. The liability for incurred but unreported claims as of June 30, 2024 is \$1,045,000 as determined by an independent actuary. Interfund premiums are based on rates expected to meet current expenditures and fund the liability for incurred but unreported claims.

Self-Insured Health Care Insurance (Group Insurance Fund)

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

Property and Liability Claims

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

NOTE 9 – DEFINED BENEFIT PENSION PLAN

Plan Description

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

LYON COUNTY SCHOOL DISTRICT

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Benefits Provided

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

Monthly benefit allowances for members are computed at 2.5% of average compensation for each accredited year of service prior to July 1, 2001. For service earned on and after July 1, 2001, this multiplier is 2.67% of average compensation. For members entering the System on or after January 1, 2010, there is a 2.5% multiplier, and for regular members entering PERS on or after July 1, 2015, there is a 2.25% multiplier. The System offers several alternatives to the unmodified service retirement allowance which, in general, allow the retired employee to accept a reduced service retirement allowance payable monthly during his or her lifetime and various optional monthly payments to a named beneficiary after his or her death. Post-retirement increases are provided by authority of NRS 286.575-.579.

Vesting

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

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

Contributions

Contribution provisions are specified by state statute and may be amended only by action of the State legislature. Contribution rates are based on biennial actuarial valuations and are expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance a portion of the unfunded accrued liability. New hires, in agencies which did not elect the Employer-Pay Contribution (EPC) plan prior to July 1, 1983, have the option of selecting one of two contribution plans. One plan provides for matching employee and employer contributions, while the other plan provides for employer-pay contributions only. Under the matching Employee/Employer Contribution plan a member may, upon termination of service for which contribution is required, withdraw employee contributions which have been credited to their account. All membership rights and active service credit in the System are canceled upon withdrawal of contributions from the member's account. If EPC was elected, the member cannot convert to the Employee/Employer Contribution plan.

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

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The required contribution rates for the year ended June 30, 2024 were 17.50% for the EE/ER plan and 33.5% for the EPC plan. The District's contributions to the Plan were \$10,565,011 for the year ended June 30, 2024.

PERS Investment Policy

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

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

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

Net Pension Liability

As of June 30, 2024, the District reported a liability of \$124,154,044 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions in the PERS pension plan relative to the total contributions of all participating reporting units and members. At June 30, 2023, the District's proportion of the regular plan was .68019%, which was a decrease of .00027 from its .70674% proportion measured as of June 30, 2022.

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

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

	1% Decrease in Discount Rate (6.25%)	Discount Rate (7.25%)	1% Increase in Discount Rate (8.25%)
Net Pension Liability	<u>\$ 193,201,921</u>	<u>\$ 124,154,044</u>	<u>\$ 67,169,273</u>

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

Pension Plan Fiduciary Net Position

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

Actuarial Assumptions

The System's net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

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

Investment rate of return	7.25% per year.
Salary increases	4.20% to 9.10% depending on service.
Inflation rate	2.50% per year.
Productivity pay increase	0.50%
Other assumptions	Same as those used in the June 30, 2023 funding actuarial valuation.

Actuarial assumptions used in the June 30, 2023 valuation were based on the results of the experience study for the period July 1, 2016 through June 30, 2020.

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

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

For the year ended June 30, 2024, the District recognized pension expense of \$14,167,336. As of June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 16,182,722	\$ -
Changes in assumptions	11,635,597	-
Net difference between projected and actual earnings on pension plan assets	-	1,162,084
Changes in proportion	2,009,148	8,179,611
The District's contributions subsequent to the measurement date	10,565,011	-
	<u>\$ 40,392,478</u>	<u>\$ 9,341,695</u>

The District's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending June 30, 2025. Other amounts reported as deferred outflows of resources and (deferred inflows) of resources related to pensions will be recognized in pension expense as follows:

Years Ending June 30,	Amount
2025	\$ 3,013,652
2026	2,565,010
2027	14,098,371
2028	612,935
2029	195,804
	<u>\$ 20,485,772</u>

NOTE 10 – POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

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

Plan Descriptions

Nevada Public Employees' Benefits Program

The District contributes to the Nevada Public Employees' Benefits Program (PEBP), an agent, multiple-employer defined benefit plan, which provides medical benefits to eligible retired District employees and their beneficiaries. PEBP is administered by the Board of the Public Employees' Benefits Program, consisting of nine appointed members. Before November 30, 2008, NRS 287.023 allowed retirees of local governments meeting established criteria to enroll in the PEBP and required the local governments to subsidize the cost of their retirees' premiums. Although retirees may no longer enroll in the PEBP, retirees enrolled as of

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

November 30, 2008 may remain in the plan with continued premium subsidies paid by the District. The PEBP issues a publicly available report that includes financial statements and required supplementary information. That report may be obtained by writing to the Nevada Public Employees' Benefits Program, 901 South Stewart Street, Suite 1001, Carson City, Nevada 89701. The information is also located on their website at www.pebp.state.nv.us, or by calling (800) 326-5496.

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

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

Lyon County School District Healthcare Plan

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

Plan membership consisted of 853 active plan members, 133 retirees receiving benefits, and 24 retirees entitled to but not receiving benefits as of June 30, 2022, the date of the latest actuarial valuation. The District contributed \$256,355 on their behalf during the year ended June 30, 2024.

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

Actuarial Methods and Assumptions

The District's net OPEB liability for each plan was measured as of June 30, 2023, and the total OPEB liabilities used to calculate their respective net OPEB liability were determined by actuarial valuations for each plan as of June 30, 2022.

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

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

	<u>District</u>	<u>PEBP</u>
Valuation Date	6/30/22	6/30/22
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Inflation	2.50%	2.50%
Discount Rate	4.13%	4.13%
Healthcare Inflation	<i>Pre-Medicare:</i> 6.8% effective July 2024, grading down to 3.9% by 2075 <i>Post-Medicare:</i> 4.5%	<i>Pre-Medicare:</i> 6.8% effective July 2024, grading down to 3.9% by 2075 <i>Post-Medicare:</i> 4.5%
Salary Increases	3.0%	N/A
Retirement Age	45-75	N/A
Mortality	NV PERS 2021 Study	NV PERS 2021 Study
Mortality Improvement	MW Scale 2022 Generationally	MW Scale 2022 Generationally

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

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

<u>Net OPEB Liability</u>	<u>1% Decrease in Discount Rate to 3.13%</u>	<u>Current Discount Rate 4.13%</u>	<u>1% Increase in Discount Rate to 5.13%</u>
District	\$ 10,081,272	\$ 8,701,348	\$ 7,578,448
PEBP	4,605,383	4,191,661	3,836,447
	<u>\$ 14,686,655</u>	<u>\$ 12,893,009</u>	<u>\$ 11,414,895</u>

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

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

<u>Net OPEB Liability</u>	<u>1% Decrease in Current Trend</u>	<u>Current Trend</u>	<u>1% Increase in Current Trend</u>
District	\$ 7,508,803	\$ 8,701,348	\$ 10,224,590
PEBP	3,842,458	4,191,661	4,591,248
	<u>\$ 11,351,261</u>	<u>\$ 12,893,009</u>	<u>\$ 14,815,838</u>

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

For the year ended June 30, 2024, the District recognized OPEB expense of \$973,685 for the District Plan and \$156,005 for PEBP, for a total of \$1,129,690. As of June 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>District Plan</u>	<u>PEBP</u>	<u>Total</u>
Deferred Outflows of Resources			
Changes of assumptions	\$ 4,681,909	\$ -	\$ 4,681,909
Differences between expected and actual experience	333,395	-	333,395
Contributions made subsequent to the measurement date	276,333	308,391	584,724
	<u>\$ 5,291,637</u>	<u>\$ 308,391</u>	<u>\$ 5,600,028</u>
Deferred Inflows of Resources			
Changes of assumptions	\$ 3,652,584	\$ -	\$ 3,652,584
Differences between expected and actual experience	1,975,301	-	1,975,301
	<u>\$ 5,627,885</u>	<u>\$ -</u>	<u>\$ 5,627,885</u>

The District will recognize the contributions made subsequent to the measurement date in the fiscal year ending June 30, 2025. In addition, future recognition of the other deferred amounts presented above will be recognized in OPEB expense as follows:

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

Year Ending <u>June 30,</u>	Recognized Net Deferred Outflows (Inflows) of Resources		
	District Plan	PEBP	Total
2025	\$ 116,463	\$ -	\$ 116,463
2026	116,463	-	116,463
2027	116,463	-	116,463
2028	120,743	-	120,743
2029	137,865	-	137,865
Thereafter	(1,220,578)	-	(1,220,578)
	<u>\$ (612,581)</u>	<u>\$ -</u>	<u>\$ (612,581)</u>

Change in Net OPEB Liability

The following table depicts the District's changes in the net OPEB liability for the year ended June 30, 2024:

	District	PEBP	Combined
Balance, July 1, 2023	<u>\$ 8,150,339</u>	<u>\$ 4,344,047</u>	<u>\$12,494,386</u>
Changes for the Year:			
Service cost	508,325	-	508,325
Interest cost	348,897	171,365	520,262
Changes of assumptions	(49,858)	(15,360)	(65,218)
Plan experience	-	-	-
Benefit payments	<u>(256,355)</u>	<u>(308,391)</u>	<u>(564,746)</u>
Net Changes	<u>551,009</u>	<u>(152,386)</u>	<u>398,623</u>
Balance, June 30, 2024	<u>\$ 8,701,348</u>	<u>\$ 4,191,661</u>	<u>\$12,893,009</u>

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

District-Wide Financial Statements

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

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

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

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

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

Unrestricted net position represents available financial resources of the District.

Fund Financial Statements

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

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

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

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

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

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

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

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

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

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

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

Unassigned – the residual classification for the General Fund.

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

The following table is a summary of the District's fund balances at June 30, 2024:

	Major Funds				Other Governmental Funds	Total Governmental Funds
	General Fund	Special Education Fund	Debt Service Fund	Bond Projects Fund		
Fund Balances						
Nonspendable inventories	\$ 46,647	\$ -	\$ -	\$ -	\$ 25,354	\$ 72,001
Restricted for:						
Debt service	-	-	12,130,288	-	-	12,130,288
Capital projects	-	-	-	11,705,440	7,225,710	18,931,150
Student activities					1,079,221	1,079,221
Other educational purposes	-	415,969	-	-	5,617,916	6,033,885
Assigned to:						
Education services	9,558,395	-	-	-	-	9,558,395
Unassigned	12,732,926	-	-	-	-	12,732,926
Total Fund Balance	<u>\$22,337,968</u>	<u>\$ 415,969</u>	<u>\$12,130,288</u>	<u>\$11,705,440</u>	<u>\$ 13,948,201</u>	<u>\$ 60,537,866</u>

LYON COUNTY SCHOOL DISTRICT

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2024

NOTE 12 – SUBSEQUENT EVENT

On July 11, 2024, the District issued bonds in the amount of \$14 million. The bonds were issued for the purpose of acquiring, constructing, improving and equipping school facilities. The debt service amounts presented in Note 6 will be increased by the following estimated amounts for this issuance of debt:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total Requirements</u>
2025	\$ 450,000	\$ 687,500	\$ 1,137,500
2026	1,695,000	677,500	2,372,500
2027	4,655,000	592,750	5,247,750
2028	1,235,000	360,000	1,595,000
2029	1,465,000	298,250	1,763,250
2030-2032	4,500,000	451,500	4,951,500
	<u>\$ 14,000,000</u>	<u>\$ 3,067,500</u>	<u>\$ 17,067,500</u>

LYON COUNTY SCHOOL DISTRICT

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

	2024			2023			2022		
	District	PEBP	Total	District	PEBP	Total	District	PEBP	Total
Total OPEB Liability									
Service cost	\$ 508,325	\$ -	\$ 508,325	\$ 1,151,156	\$ -	\$ 1,151,156	\$ 995,465	\$ -	\$ 995,465
Interest	348,897	171,365	520,262	313,192	129,810	443,002	321,908	154,345	476,253
Changes in benefit terms			-	-	-	-	-	-	-
Differences between expected and actual experience			-	(2,096,318)	(399,390)	(2,495,708)	-	-	-
Changes in assumptions	(49,858)	(15,360)	(65,218)	(4,307,722)	(1,175,217)	(5,482,939)	1,025,964	332,666	1,358,630
Benefit payments	(256,355)	(308,391)	(564,746)	(250,848)	(331,488)	(582,336)	(217,611)	(338,257)	(555,868)
Net change in Total OPEB Liability	551,009	(152,386)	398,623	(5,190,540)	(1,776,285)	(6,966,825)	2,125,726	148,754	2,274,480
Total OPEB Liability, beginning	8,150,339	4,344,047	12,494,386	13,340,879	6,120,332	19,461,211	11,215,153	5,971,578	17,186,731
Total OPEB Liability, ending	8,701,348	4,191,661	12,893,009	8,150,339	4,344,047	12,494,386	13,340,879	6,120,332	19,461,211
Plan Fiduciary Net Position									
Net change in Plan Fiduciary Net Position	-	-	-	-	-	-	-	-	-
Plan Fiduciary Net Position, beginning	-	-	-	-	-	-	-	-	-
Plan Fiduciary Net Position, ending	-	-	-	-	-	-	-	-	-
District's Net OPEB Liability	\$ 8,701,348	\$ 4,191,661	\$ 12,893,009	\$ 8,150,339	\$ 4,344,047	\$ 12,494,386	\$ 13,340,879	\$ 6,120,332	\$ 19,461,211
Covered payroll	\$ 52,454,241	N/A	N/A	\$ 51,581,363	N/A	N/A	\$ 53,593,966	N/A	N/A
District's Net OPEB Liability as a percentage of covered payroll	16.59%	N/A	N/A	15.80%	N/A	N/A	24.89%	N/A	N/A

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

LYON COUNTY SCHOOL DISTRICT

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

	2021			2020			2019		
	District	PEBP	Total	District	PEBP	Total	District	PEBP	Total
Total OPEB Liability									
Service cost	\$ 378,133	\$ -	\$ 378,133	\$ 352,610	\$ -	\$ 352,610	\$ 353,881	\$ -	\$ 353,881
Interest	133,954	158,805	292,759	131,222	171,702	302,924	123,565	175,619	299,184
Changes in benefit terms	-	-	-	-	-	-	-	24,182	24,182
Differences between expected and actual experience	539,831	251,220	791,051	-	-	-	(568,389)	(180,891)	(749,280)
Changes in assumptions	5,838,342	74,047	5,912,389	67,671	126,526	194,197	673,647	501,406	1,175,053
Benefit payments	(196,167)	(393,576)	(589,743)	(162,296)	(357,887)	(520,183)	(89,480)	(380,812)	(470,292)
Net change in Total OPEB Liability	6,694,093	90,496	6,784,589	389,207	(59,659)	329,548	493,224	139,504	632,728
Total OPEB Liability, beginning	4,521,060	5,881,082	10,402,142	4,131,853	5,940,741	10,072,594	3,638,629	5,801,237	9,439,866
Total OPEB Liability, ending	11,215,153	5,971,578	17,186,731	4,521,060	5,881,082	10,402,142	4,131,853	5,940,741	10,072,594
Plan Fiduciary Net Position									
Net change in Plan Fiduciary Net Position	-	-	-	-	-	-	-	-	-
Plan Fiduciary Net Position, beginning	-	-	-	-	-	-	-	-	-
Plan Fiduciary Net Position, ending	-	-	-	-	-	-	-	-	-
District's Net OPEB Liability	\$ 11,215,153	\$ 5,971,578	\$ 17,186,731	\$ 4,521,060	\$ 5,881,082	\$ 10,402,142	\$ 4,131,853	\$ 5,940,741	\$ 10,072,594
Covered payroll	\$ 52,286,110	N/A	N/A	\$ 50,275,106	N/A	N/A	\$ 47,121,055	N/A	N/A
District's Net OPEB Liability as a percentage of covered payroll	21.45%	N/A	N/A	8.99%	N/A	N/A	8.77%	N/A	N/A

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

LYON COUNTY SCHOOL DISTRICT

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

	2018		
	District	PEBP	Total
Total OPEB Liability			
Service cost	\$ 374,429	\$ -	\$ 374,429
Interest	101,987	164,403	266,390
Changes in benefit terms	-	-	-
Differences between expected and actual experience	-	-	-
Changes in assumptions	(231,142)	(300,228)	(531,370)
Benefit payments	(75,389)	(394,781)	(470,170)
Net change in Total OPEB Liability	169,885	(530,606)	(360,721)
Total OPEB Liability, beginning	3,468,744	6,331,843	9,800,587
Total OPEB Liability, ending	3,638,629	5,801,237	9,439,866
Plan Fiduciary Net Position			
Net change in Plan Fiduciary Net Position	-	-	-
Plan Fiduciary Net Position, beginning	-	-	-
Plan Fiduciary Net Position, ending	-	-	-
District's Net OPEB Liability	\$ 3,638,629	\$ 5,801,237	\$ 9,439,866
Covered payroll	\$ 45,228,239	N/A	N/A
District's Net OPEB Liability as a percentage of covered payroll	8.05%	N/A	N/A

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

LYON COUNTY SCHOOL DISTRICT

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

	Plan Year Ended				
	2023	2022	2021	2020	2019
District's proportion of the Net Pension Liability	0.6802%	0.7067%	0.7322%	0.7764%	0.73405%
District's proportionate share of the Net Pension Liability	\$ 124,154,044	\$ 127,601,188	\$ 66,766,497	\$ 108,145,312	\$ 100,095,295
District's covered employee payroll	\$ 62,369,411	\$ 52,454,241	\$ 51,748,482	\$ 51,883,601	\$ 51,858,445
District's proportionate share of the Net Pension Liability as a percentage of its covered employee payroll	199.06%	243.26%	129.02%	208.44%	193.02%
Plan fiduciary net position as a percentage of the Total Pension Liability	76.16%	75.10%	86.51%	77.04%	76.46%
	Plan Year Ended				
	2018	2017	2016	2015	2014
District's proportion of the Net Pension Liability	0.73765%	0.73864%	0.75753%	0.74096%	0.74190%
District's proportionate share of the Net Pension Liability	\$ 100,599,130	\$ 98,237,626	\$ 101,942,119	\$ 84,909,369	\$ 77,321,756
District's covered employee payroll	\$ 50,453,598	\$ 48,705,600	\$ 46,963,783	\$ 45,566,218	\$ 44,186,238
District's proportionate share of the Net Pension Liability as a percentage of its covered employee payroll	199.39%	201.70%	217.07%	186.34%	174.99%
Plan fiduciary net position as a percentage of the Total Pension Liability	75.23%	74.42%	72.20%	75.10%	76.30%

LYON COUNTY SCHOOL DISTRICT

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

	Determined for the Year Ended				
	2024	2023	2022	2021	2020
Statutorily required contribution	\$ 10,565,011	\$ 7,945,749	\$ 7,801,603	\$ 7,667,322	\$ 7,658,540
Contributions in relation to the statutorily required contribution	<u>\$ 10,565,011</u>	<u>7,945,749</u>	<u>7,801,603</u>	<u>7,667,322</u>	<u>7,658,540</u>
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
District's covered employee payroll	\$ 62,369,411	\$ 52,454,241	\$ 51,748,482	\$ 51,883,601	\$ 51,858,445
Contributions as a percentage of covered employee payroll	16.94%	15.15%	15.08%	14.78%	14.77%

	Determined for the Year Ended				
	2019	2018	2017	2016	2015
Statutorily required contribution	\$ 7,162,970	\$ 6,875,462	\$ 6,422,758	\$ 11,410,032	\$ 11,377,956
Contributions in relation to the statutorily required contribution	<u>7,162,970</u>	<u>6,875,462</u>	<u>6,422,758</u>	<u>11,410,032</u>	<u>11,377,956</u>
Contribution deficiency (excess)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
District's covered employee payroll	\$ 50,453,598	\$ 48,705,600	\$ 46,963,783	\$ 45,566,218	\$ 44,186,238
Contributions as a percentage of covered employee payroll	14.20%	14.12%	13.68%	25.04%	25.75%

LYON COUNTY SCHOOL DISTRICT

DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2024
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Ad valorem taxes	\$ 11,890,999	\$ 11,550,852	\$ 11,550,852	\$ -	\$ 10,726,659
Earnings on investments	20,000	20,000	547,815	527,815	110,798
Total Revenue	11,910,999	11,570,852	12,098,667	527,815	10,837,457
EXPENDITURES					
Debt Service:					
Principal retirement	8,335,000	8,355,000	8,355,000	-	6,080,000
Interest	3,228,063	3,178,424	3,178,424	-	3,556,481
Other	-	29,638	28,282	1,356	-
	11,563,063	11,563,062	11,561,706	1,356	9,636,481
Net Change in Fund Balance	347,936	7,790	536,961	529,171	1,200,976
FUND BALANCE, July 1	11,593,326	11,593,326	11,593,327	1	10,392,351
FUND BALANCE, June 30	\$ 11,941,262	\$ 11,601,116	\$ 12,130,288	\$ 529,172	\$ 11,593,327

LYON COUNTY SCHOOL DISTRICT

BOND PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Earnings on investments	\$ 375,000	\$ 375,000	\$ 947,763	\$ 572,763	\$ 899,405
EXPENDITURES					
Regular Programs:					
Purchased services	2,000,000	2,250,000	2,200,000	50,000	-
Undistributed Expenditures:					
General Administration:					
Purchased services	225,000	125,000	27,170	97,830	-
Operations and Maintenance:					
Property	-	350,000	247,127	102,873	-
Student Transportation:					
Purchased services	2,500,000	-	-	-	77,646
Property	-	2,750,000	751,268	1,998,732	-
	2,500,000	2,750,000	751,268	1,998,732	77,646
Facilities Acquisition and Construction:					
Architectural and Engineering Services:					
Purchased services	750,000	300,000	190,129	109,871	674,290
Other	-	-	-	-	172,392
	750,000	300,000	190,129	109,871	846,682
Educational Specifications Development:					
Purchased services	-	-	-	-	32,050
Building Acquisition and Construction:					
Purchased services	20,000,000	14,500,000	10,595,599	3,904,401	14,855,214
Site Improvements:					
Purchased services	7,500,000	570,000	8,184	561,816	2,786,121
Building Improvements:					
Purchased services	2,250,000	6,071,532	2,673,334	3,398,198	70,160
Property	-	500,000	1,236,127	(736,127)	-
Other	-	-	33,309	(33,309)	-
	2,250,000	6,571,532	3,942,770	2,628,762	70,160

Continued on next page.

LYON COUNTY SCHOOL DISTRICT

BOND PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	<u>2024 BUDGET</u>		<u>2024</u>		<u>2023</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
Total Facilities Acquisition and Construction	\$ 30,500,000	\$ 21,941,532	\$ 14,736,682	\$ 7,204,850	\$ 18,590,227
Total Undistributed Expenditures	33,225,000	25,166,532	15,762,247	9,404,285	18,667,873
Total Expenditures	35,225,000	27,416,532	17,962,247	9,454,285	18,667,873
Revenues Over (Under) Expenditures	(34,850,000)	(27,041,532)	(17,014,484)	10,027,048	(17,768,468)
OTHER FINANCING SOURCES					
Proceeds from bond sale	-	-	-	-	6,500,000
Net Change in Fund Balance	(34,850,000)	(27,041,532)	(17,014,484)	10,027,048	(11,268,468)
FUND BALANCE, July 1	36,528,382	28,721,924	28,719,924	(2,000)	39,988,392
FUND BALANCE, June 30	<u>\$ 1,678,382</u>	<u>\$ 1,680,392</u>	<u>\$ 11,705,440</u>	<u>\$ 10,025,048</u>	<u>\$ 28,719,924</u>

LYON COUNTY SCHOOL DISTRICT

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2023)

Page 1 of 3

	SPECIAL REVENUE FUNDS					
	FEDERAL GRANTS	FEDERAL SCHOOL LUNCH	SENATE BILL (SB) 231	PUPIL CENTERED FUNDING PLAN		
				ENGLISH LEARNER	GATE	AT-RISK
ASSETS						
Cash and investments	\$ -	\$ 4,815,401	\$ -	\$ 109,590	\$ 209,628	\$ 696,119
Receivables	4,158,442	556,823	1,090,147	163,068	5,595	137,552
Inventories	-	25,354	-	-	-	-
Total Assets	<u>\$ 4,158,442</u>	<u>\$ 5,397,578</u>	<u>\$ 1,090,147</u>	<u>\$ 272,658</u>	<u>\$ 215,223</u>	<u>\$ 833,671</u>
LIABILITIES						
Accounts payable	\$ 500,222	\$ 846,684	\$ -	\$ -	\$ 5,165	\$ -
Accrued payroll	853,301	79,347	322,753	253,297	39,762	113,498
Due to other funds	2,803,976	-	767,394	-	-	-
Unearned revenues	943	23,013	-	-	-	-
Total Liabilities	<u>4,158,442</u>	<u>949,044</u>	<u>1,090,147</u>	<u>253,297</u>	<u>44,927</u>	<u>113,498</u>
FUND BALANCES						
Nonspendable	-	25,354	-	-	-	-
Restricted	-	4,423,180	-	19,361	170,296	720,173
Assigned	-	-	-	-	-	-
Total Fund Balances	<u>-</u>	<u>4,448,534</u>	<u>-</u>	<u>19,361</u>	<u>170,296</u>	<u>720,173</u>
Total Liabilities and Fund Balances	<u>\$ 4,158,442</u>	<u>\$ 5,397,578</u>	<u>\$ 1,090,147</u>	<u>\$ 272,658</u>	<u>\$ 215,223</u>	<u>\$ 833,671</u>

LYON COUNTY SCHOOL DISTRICT

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2023)

Page 2 of 3

	SPECIAL REVENUE FUNDS					
	PRIVATE					
	ADULT EDUCATION	DONATIONS & GRANTS	STATE GRANTS	MEDICAID	STUDENT ACCOUNTS	TOTAL
ASSETS						
Cash and investments	\$ -	\$ 57,700	\$ -	\$ 294,743	\$ 1,079,221	\$ 7,262,402
Receivables	162,619	-	419,651	59,552	-	6,753,449
Inventories	-	-	-	-	-	25,354
Total Assets	<u>\$ 162,619</u>	<u>\$ 57,700</u>	<u>\$ 419,651</u>	<u>\$ 354,295</u>	<u>\$ 1,079,221</u>	<u>\$ 14,041,205</u>
LIABILITIES						
Accounts payable	\$ 4,151	\$ -	\$ 168,762	\$ 115,075	\$ -	\$ 1,640,059
Accrued payroll	31,987	-	51,088	18,246	-	1,763,279
Due to other funds	120,249	-	149,216	-	-	3,840,835
Unearned revenues	-	-	50,585	-	-	74,541
Total Liabilities	<u>156,387</u>	<u>-</u>	<u>419,651</u>	<u>133,321</u>	<u>-</u>	<u>7,318,714</u>
FUND BALANCES						
Nonspendable	-	-	-	-	-	25,354
Restricted	6,232	57,700	-	220,974	1,079,221	6,697,137
Assigned	-	-	-	-	-	-
Total Fund Balances	<u>6,232</u>	<u>57,700</u>	<u>-</u>	<u>220,974</u>	<u>1,079,221</u>	<u>6,722,491</u>
Total Liabilities and Fund Balances	<u>\$ 162,619</u>	<u>\$ 57,700</u>	<u>\$ 419,651</u>	<u>\$ 354,295</u>	<u>\$ 1,079,221</u>	<u>\$ 14,041,205</u>

LYON COUNTY SCHOOL DISTRICT

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR JUNE 30, 2023)

Page 3 of 3

	CAPITAL PROJECTS FUNDS				TOTAL NONMAJOR GOVERNMENTAL FUNDS	
	CAPITAL PROJECTS	BUILDING AND SITES	RES. CONSTR. TAX	TOTAL	2024	2023
ASSETS						
Cash and investments	\$ 5,644,079	\$ 102,127	\$ 1,522,255	\$ 7,268,461	\$ 14,530,863	\$ 11,255,134
Receivables	275,436	-	56,800	332,236	7,085,685	4,785,143
Inventories	-	-	-	-	25,354	25,354
Total Assets	<u>\$ 5,919,515</u>	<u>\$ 102,127</u>	<u>\$ 1,579,055</u>	<u>\$ 7,600,697</u>	<u>\$ 21,641,902</u>	<u>\$ 16,065,631</u>
LIABILITIES						
Accounts payable	\$ 308,437	\$ -	\$ 66,550	\$ 374,987	\$ 2,015,046	\$ 1,928,642
Accrued payroll	-	-	-	-	1,763,279	1,828,974
Due to other funds	-	-	-	-	3,840,835	1,770,582
Unearned revenues	-	-	-	-	74,541	178,526
Total Liabilities	<u>308,437</u>	<u>-</u>	<u>66,550</u>	<u>374,987</u>	<u>7,693,701</u>	<u>5,706,724</u>
FUND BALANCES						
Nonspendable	-	-	-	-	25,354	25,354
Restricted	5,611,078	102,127	1,512,505	7,225,710	13,922,847	10,196,649
Assigned	-	-	-	-	-	136,904
Total Fund Balances	<u>5,611,078</u>	<u>102,127</u>	<u>1,512,505</u>	<u>7,225,710</u>	<u>13,948,201</u>	<u>10,358,907</u>
Total Liabilities and Fund Balances	<u>\$ 5,919,515</u>	<u>\$ 102,127</u>	<u>\$ 1,579,055</u>	<u>\$ 7,600,697</u>	<u>\$ 21,641,902</u>	<u>\$ 16,065,631</u>

LYON COUNTY SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2024 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

Page 1 of 3

	SPECIAL REVENUE FUNDS					
	FEDERAL GRANTS	FEDERAL SCHOOL LUNCH	SENATE BILL (SB) 231	PUPIL CENTERED FUNDING PLAN		
				ENGLISH LEARNER	GATE	AT-RISK
REVENUES						
Local sources	\$ -	\$ 73,676	\$ -	\$ -	\$ -	\$ -
State sources	-	143,201	2,237,669	1,956,810	27,974	1,650,624
Federal sources	<u>8,690,768</u>	<u>6,380,969</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>8,690,768</u>	<u>6,597,846</u>	<u>2,237,669</u>	<u>1,956,810</u>	<u>27,974</u>	<u>1,650,624</u>
EXPENDITURES						
Regular programs	2,553,653	-	-	-	-	-
Special programs	2,658,113	-	-	-	-	-
Vocational programs	14,517	-	-	-	-	-
Adult instruction	-	-	-	-	-	-
Other instructional programs	888,266	-	-	2,638,151	426,508	1,615,764
Co-curricular activities	-	-	-	-	-	-
Support Services:						
Student support	1,103,494	-	2,237,669	-	-	-
Instructional staff support	733,441	-	-	-	-	-
General administration	242,790	-	-	-	-	-
School administration	51,293	-	-	-	-	-
Central services	371,157	-	-	-	-	-
Operations and maintenance	-	-	-	-	-	-
Student transportation	71,921	-	-	-	-	-
Noninstructional services:						
Food service	-	5,479,440	-	-	-	-
Community service	2,123	-	-	-	-	-
Facilities acquisition and construction	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>8,690,768</u>	<u>5,479,440</u>	<u>2,237,669</u>	<u>2,638,151</u>	<u>426,508</u>	<u>1,615,764</u>
Revenues Over (Under)						
Expenditures	-	1,118,406	-	(681,341)	(398,534)	34,860
OTHER FINANCING (USES)						
Transfer from (to) other funds	<u>-</u>	<u>-</u>	<u>-</u>	<u>500,000</u>	<u>500,000</u>	<u>450,000</u>
Net Change in Fund Balances	-	1,118,406	-	(181,341)	101,466	484,860
FUND BALANCES, July 1,	<u>-</u>	<u>3,330,128</u>	<u>-</u>	<u>200,702</u>	<u>68,830</u>	<u>235,313</u>
FUND BALANCES, June 30	<u>\$ -</u>	<u>\$ 4,448,534</u>	<u>\$ -</u>	<u>\$ 19,361</u>	<u>\$ 170,296</u>	<u>\$ 720,173</u>

LYON COUNTY SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

Page 2 of 3

	SPECIAL REVENUE FUNDS					
	ADULT EDUCATION	PRIVATE DONATIONS & GRANTS	STATE GRANTS	MEDICAID	STUDENT ACCOUNTS	TOTAL SPECIAL REVENUE
REVENUES						
Local sources	\$ 177	\$ 29,900	\$ -	\$ -	\$ 1,202,126	\$ 1,305,879
State sources	410,080	-	1,587,640	-	-	8,013,998
Federal sources	-	-	-	349,457	-	15,421,194
Total Revenues	410,257	29,900	1,587,640	349,457	1,202,126	24,741,071
EXPENDITURES						
Regular programs	-	4,006	825,316	-	-	3,382,975
Special programs	-	-	-	-	-	2,658,113
Vocational programs	-	-	151,320	-	-	165,837
Adult instruction	410,080	-	-	-	-	410,080
Other instructional programs	-	-	-	-	-	5,568,689
Co-curricular activities	-	-	-	-	1,190,000	1,190,000
Support Services:						
Student support	-	-	-	258,960	-	3,600,123
Instructional staff support	-	-	67,960	-	-	801,401
General administration	-	-	24,040	100,372	-	367,202
School administration	-	-	-	-	-	51,293
Central services	-	-	47,270	-	-	418,427
Operations and maintenance	-	-	471,734	-	-	471,734
Student transportation	-	-	-	-	-	71,921
Noninstructional services:						
Food service	-	-	-	-	-	5,479,440
Community service	-	-	-	-	-	2,123
Facilities acquisition and construction	-	-	-	-	-	-
Total Expenditures	410,080	4,006	1,587,640	359,332	1,190,000	24,639,358
Revenues Over (Under)						
Expenditures	177	25,894	-	(9,875)	12,126	101,713
OTHER FINANCING (USES)						
Transfer from (to) other funds	-	-	-	100,000	-	1,550,000
Net Change in Fund Balances	177	25,894	-	90,125	12,126	1,651,713
FUND BALANCES, July 1,	6,055	31,806	-	130,849	1,067,095	5,070,778
FUND BALANCES, June 30	\$ 6,232	\$ 57,700	\$ -	\$ 220,974	\$ 1,079,221	\$ 6,722,491

LYON COUNTY SCHOOL DISTRICT

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES NONMAJOR GOVERNMENTAL FUNDS YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

Page 3 of 3

	CAPITAL PROJECTS FUNDS				TOTALS	
	CAPITAL PROJECTS	BUILDING AND SITES	RES. CONSTR. TAX	TOTAL CAPITAL PROJECTS	2024	2023
REVENUES						
Local sources	\$ 3,142,305	\$ 9,200	\$ 742,768	\$ 3,894,273	\$ 5,200,152	\$ 3,810,777
State sources	-	-	-	-	8,013,998	2,450,583
Federal sources	-	-	-	-	15,421,194	19,855,924
Total Revenues	3,142,305	9,200	742,768	3,894,273	28,635,344	26,117,284
EXPENDITURES						
Regular programs	-	-	-	-	3,382,975	1,842,073
Special programs	-	-	-	-	2,658,113	2,312,160
Vocational programs	-	-	-	-	165,837	510,131
Adult instruction	-	-	-	-	410,080	372,345
Other instructional programs	-	-	-	-	5,568,689	4,929,419
Co-curricular activities	-	-	-	-	1,190,000	1,087,000
Support Services:				-		
Student support	-	-	-	-	3,600,123	2,621,882
Instructional staff support	-	-	-	-	801,401	1,833,101
General administration	-	-	-	-	367,202	600,127
School administration	-	-	-	-	51,293	64,665
Central services	-	-	-	-	418,427	258,942
Operations and maintenance	19,978	22,069	-	42,047	513,781	1,521,709
Student transportation	-	-	-	-	71,921	16,806
Noninstructional services:				-		
Food service	-	-	-	-	5,479,440	6,044,768
Community service	-	-	-	-	2,123	58,548
Facilities acquisition and construction	2,510,652	-	1,003,993	3,514,645	3,514,645	2,237,176
Total Expenditures	2,530,630	22,069	1,003,993	3,556,692	28,196,050	26,310,852
Revenues Over (Under) Expenditures	611,675	(12,869)	(261,225)	337,581	439,294	(193,568)
OTHER FINANCING (USES)						
Transfer from (to) other funds	1,600,000	-	-	1,600,000	3,150,000	2,074,990
Net Change in Fund Balances	2,211,675	(12,869)	(261,225)	1,937,581	3,589,294	1,881,422
FUND BALANCES, July 1,	3,399,403	114,996	1,773,730	5,288,129	10,358,907	8,477,485
FUND BALANCES, June 30	\$ 5,611,078	\$ 102,127	\$ 1,512,505	\$ 7,225,710	\$ 13,948,201	\$ 10,358,907

LYON COUNTY SCHOOL DISTRICT

FEDERAL GRANTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Federal Sources	\$ 7,658,887	\$ 8,690,768	\$ 8,690,768	\$ -	\$ 13,327,128
EXPENDITURES					
Regular Programs:					
Salaries	875,000	255,791	255,791	-	626,481
Benefits	164,977	62,496	62,496	-	84,421
Purchased services	113,706	1,039,522	1,039,522	-	644,952
Supplies	60,000	1,190,076	1,190,076	-	179,936
Property	21,550	-	-	-	15,683
Other	-	5,768	5,768	-	2,976
Total Regular Programs	1,235,233	2,553,653	2,553,653	-	1,554,449
Special Programs:					
Salaries	773,200	965,937	965,937	-	1,154,957
Benefits	244,847	365,099	365,099	-	276,463
Purchased services	453,598	1,075,916	1,075,916	-	695,210
Supplies	125,000	237,781	237,781	-	178,030
Property	-	13,380	13,380	-	7,500
Total Special Programs	1,596,645	2,658,113	2,658,113	-	2,312,160
Vocational Programs:					
Salaries	-	-	-	-	14,000
Purchased services	5,668	-	-	-	-
Supplies	72,842	8,619	8,619	-	188,451
Property	65,862	5,898	5,898	-	-
Other	-	-	-	-	356
Total Vocational Programs	144,372	14,517	14,517	-	202,807
Other Instructional Programs:					
Salaries	597,226	856,961	856,961	-	2,414,823
Benefits	23,682	-	-	-	84,674
Purchased services	-	31,305	31,305	-	-
Supplies	125,000	-	-	-	169,966
Total Other Instructional	745,908	888,266	888,266	-	2,669,463

Continued on next page.

LYON COUNTY SCHOOL DISTRICT

FEDERAL GRANTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Undistributed Expenditures					
Student Support:					
Salaries	\$ 365,663	\$ 431,710	\$ 431,710	\$ -	\$ 187,194
Benefits	36,164	37,906	37,906	-	46,109
Purchased services	451,593	587,487	587,487	-	1,599,849
Supplies	300,034	46,391	46,391	-	647,665
Other	-	-	-	-	174
	<u>1,153,454</u>	<u>1,103,494</u>	<u>1,103,494</u>	<u>-</u>	<u>2,480,991</u>
Instructional Staff Support:					
Salaries	680,937	483,751	483,751	-	660,785
Benefits	96,589	56,307	56,307	-	123,901
Purchased services	231,127	171,322	171,322	-	444,310
Supplies	126,705	22,061	22,061	-	596,271
Other	-	-	-	-	719
	<u>1,135,358</u>	<u>733,441</u>	<u>733,441</u>	<u>-</u>	<u>1,825,986</u>
General Administration:					
Salaries	80,073	-	-	-	-
Benefits	2,150	-	-	-	-
Purchased services	276,500	395	395	-	187,236
Other	-	242,395	242,395	-	317,984
	<u>358,723</u>	<u>242,790</u>	<u>242,790</u>	<u>-</u>	<u>505,220</u>
Central Services:					
Salaries	253,179	269,077	269,077	-	194,802
Benefits	59,158	100,392	100,392	-	64,140
Purchased services	175	586	586	-	-
Supplies	97,678	1,102	1,102	-	-
	<u>410,190</u>	<u>371,157</u>	<u>371,157</u>	<u>-</u>	<u>258,942</u>
School Administration:					
Salaries	234,171	50,000	50,000	-	62,000
Benefits	11,397	1,293	1,293	-	2,665
	<u>245,568</u>	<u>51,293</u>	<u>51,293</u>	<u>-</u>	<u>64,665</u>

Continued on next page.

LYON COUNTY SCHOOL DISTRICT

FEDERAL GRANTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Operations and Maintenance:					
Salaries	\$ 195,293	\$ -	\$ -	\$ -	\$ -
Benefits	5,456	-	-	-	-
Purchased services	-	-	-	-	1,379,075
Supplies	72,679	-	-	-	-
Property	14,904	-	-	-	-
	<u>288,332</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,379,075</u>
Student Transportation:					
Salaries	200,830	64,723	64,723	-	5,683
Benefits	5,027	4,665	4,665	-	52
Purchased services	12,886	2,533	2,533	-	9,087
Property	53,257	-	-	-	-
	<u>272,000</u>	<u>71,921</u>	<u>71,921</u>	<u>-</u>	<u>14,822</u>
Other Support Services:					
Community Service:					
Salaries	-	254	254	-	-
Benefits	-	10	10	-	-
Supplies	73,104	1,859	1,859	-	58,548
	<u>73,104</u>	<u>2,123</u>	<u>2,123</u>	<u>-</u>	<u>58,548</u>
Total Undistributed Expenditures	<u>3,936,729</u>	<u>2,576,219</u>	<u>2,576,219</u>	<u>-</u>	<u>6,588,249</u>
Total Expenditures	<u>7,658,887</u>	<u>8,690,768</u>	<u>8,690,768</u>	<u>-</u>	<u>13,327,128</u>
Revenue Over (Under)					
Expenditures	-	-	-	-	-
FUND BALANCE, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LYON COUNTY SCHOOL DISTRICT

FEDERAL SCHOOL LUNCH FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Daily sales	\$ 32,000	\$ 32,000	\$ 41,812	\$ 9,812	\$ 38,404
Other local	15,000	15,000	31,864	16,864	22,168
	47,000	47,000	73,676	26,676	60,572
State Sources:					
State sources	-	50,000	143,201	93,201	17,699
Federal Sources:					
School Nutrition Programs	6,050,000	6,050,000	6,380,969	330,969	6,268,179
Total Revenue	6,097,000	6,147,000	6,597,846	450,846	6,346,450
EXPENDITURES					
Food Service Operations:					
Salaries	770,000	770,000	630,703	139,297	629,771
Benefits	330,000	330,000	226,389	103,611	196,008
Purchased services	800,000	800,000	1,009,844	(209,844)	1,719,269
Supplies	3,700,000	3,700,000	3,610,551	89,449	2,834,006
Property	-	-	-	-	662,575
Other	-	-	1,953	(1,953)	3,139
	5,600,000	5,600,000	5,479,440	120,560	6,044,768
Total Expenditures	5,600,000	5,600,000	5,479,440	120,560	6,044,768
Net Change in Fund Balance	497,000	547,000	1,118,406	571,406	301,682
FUND BALANCE, July 1	4,568,446	4,568,446	3,330,128	(1,238,318)	3,028,446
FUND BALANCE, June 30	\$ 5,065,446	\$ 5,115,446	\$ 4,448,534	\$ (666,912)	\$ 3,330,128

LYON COUNTY SCHOOL DISTRICT

SENATE BILL (SB) 231 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

	2024 BUDGET		2024	
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET
REVENUES				
State Sources:				
State funding	\$ -	\$ 2,263,000	\$ 2,237,669	\$ (25,331)
EXPENDITURES				
Undistributed Expenditures:				
Student Support Services:				
Salaries	-	2,263,000	1,742,824	520,176
Benefits	-	-	494,845	(494,845)
Total Expenditures	-	2,263,000	2,237,669	25,331
Net Change in Fund Balance	-	-	-	-
FUND BALANCE, July 1	-	-	-	-
FUND BALANCE, June 30	\$ -	\$ -	\$ -	\$ -

LYON COUNTY SCHOOL DISTRICT

PCFP - ENGLISH LEARNERS SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
State Sources:					
State funding	\$ 1,956,810	\$ 1,956,810	\$ 1,956,810	\$ -	\$ 665,871
EXPENDITURES					
Other Instructional Programs:					
Salaries	1,440,000	1,649,784	1,643,205	6,579	1,006,582
Benefits	606,000	799,728	796,041	3,687	458,220
Purchased services	350,000	203,000	198,365	4,635	-
Supplies	60,810	5,000	540	4,460	367
Total Expenditures	2,456,810	2,657,512	2,638,151	19,361	1,465,169
Revenues Over (Under) Expenditures	(500,000)	(700,702)	(681,341)	19,361	(799,298)
OTHER FINANCING SOURCES					
Transfers from other funds	500,000	500,000	500,000	-	1,000,000
Net Change in Fund Balance	-	(200,702)	(181,341)	19,361	200,702
FUND BALANCE, July 1	-	200,702	200,702	-	-
FUND BALANCE, June 30	\$ -	\$ -	\$ 19,361	\$ 19,361	\$ 200,702

LYON COUNTY SCHOOL DISTRICT

PCFP - GIFTED & TALENTED SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
State Sources:					
State funding	\$ -	\$ 27,974	\$ 27,974	\$ -	\$ 29,710
EXPENDITURES					
Other Instructional Programs:					
Salaries	280,000	337,950	261,814	76,136	199,727
Benefits	112,000	142,000	123,518	18,482	86,153
Supplies	108,000	116,830	41,176	75,654	-
Total Expenditures	500,000	596,780	426,508	170,272	285,880
Revenues Over (Under) Expenditures	(500,000)	(568,806)	(398,534)	170,272	(256,170)
OTHER FINANCING SOURCES					
Transfers from other funds	500,000	500,000	500,000	-	325,000
Net Change in Fund Balance	-	(68,806)	101,466	170,272	68,830
FUND BALANCE, July 1	-	68,830	68,830	-	-
FUND BALANCE, June 30	\$ -	\$ 24	\$ 170,296	\$ 170,272	\$ 68,830

LYON COUNTY SCHOOL DISTRICT

PCFP-AT-RISK

SCHEDULE OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
State Sources:					
State funding	\$ 1,650,624	\$ 1,650,624	\$ 1,650,624	\$ -	\$ 744,220
EXPENDITURES					
Other Instructional Programs:					
Salaries	940,000	1,296,000	958,543	337,457	363,691
Benefits	376,000	505,000	438,530	66,470	145,216
Purchased services	650,000	290,000	5,250	284,750	-
Supplies	134,624	244,937	213,441	31,496	-
Total Expenditures	2,100,624	2,335,937	1,615,764	720,173	508,907
Revenues Over (Under) Expenditures	(450,000)	(685,313)	34,860	720,173	235,313
OTHER FINANCING SOURCES					
Transfers from other funds	450,000	450,000	450,000	-	-
Net Change in Fund Balance	-	(235,313)	484,860	720,173	235,313
FUND BALANCE, July 1	-	235,313	235,313	-	-
FUND BALANCE, June 30	\$ -	\$ -	\$ 720,173	\$ 720,173	\$ 235,313

LYON COUNTY SCHOOL DISTRICT

ADULT EDUCATION FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Tuition	\$ -	\$ -	\$ 177	\$ 177	\$ 828
State Sources:					
State funding	437,606	437,606	410,080	(27,526)	372,048
Total Revenue	437,606	437,606	410,257	(27,349)	372,876
EXPENDITURES					
Salaries	255,173	184,158	182,282	1,876	183,723
Benefits	119,509	105,885	89,583	16,302	80,239
Purchased services	14,710	38,492	35,176	3,316	18,434
Supplies	48,214	56,938	52,506	4,432	7,428
Property	-	52,133	50,533	1,600	82,521
Total Expenditures	437,606	437,606	410,080	27,526	372,345
Net Change in Fund Balance	-	-	177	177	531
FUND BALANCE, July 1	-	6,055	6,055	-	5,524
FUND BALANCE, June 30	\$ -	\$ 6,055	\$ 6,232	\$ 177	\$ 6,055

LYON COUNTY SCHOOL DISTRICT

PRIVATE DONATIONS AND GRANTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Private donations and grants	\$ 75,000	\$ -	\$ 29,900	\$ 29,900	\$ 16,004
EXPENDITURES					
Regular Programs:					
Supplies	10,000	5,000	4,006	994	-
Undistributed Expenditures:					
Student Support:					
Supplies	5,000	-	-	-	-
Instructional Staff Support:					
Supplies	25,000	25,000	-	25,000	7,115
Operations and Maintenance:					
Supplies	47,917	47,917	-	47,917	-
Total Undistributed Expenditures	77,917	72,917	-	72,917	7,115
Total Expenditures	87,917	77,917	4,006	73,911	7,115
Net Change in Fund Balance	(12,917)	(77,917)	25,894	103,811	8,889
FUND BALANCE, July 1	12,917	31,806	31,806	-	22,917
FUND BALANCE, June 30	\$ -	\$ (46,111)	\$ 57,700	\$ 103,811	\$ 31,806

LYON COUNTY SCHOOL DISTRICT

STATE GRANTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
State Sources	\$ 1,000,000	\$ 2,599,476	\$ 1,587,640	\$ (1,011,836)	\$ 621,035
EXPENDITURES					
Regular Programs:					
Salaries	170,000	792,677	234,696	557,981	56,242
Benefits	68,000	325,809	107,299	218,510	28,128
Purchased services	75,000	61,034	36,503	24,531	-
Supplies	112,000	489,152	435,012	54,140	183,306
Property	-	11,806	11,806	-	15,218
Other	-	-	-	-	4,730
Total Regular Programs	425,000	1,680,478	825,316	855,162	287,624
Vocational Programs:					
Purchased services	-	51,126	40,392	10,734	5,985
Supplies	200,000	129,171	110,649	18,522	161,286
Property	-	-	-	-	138,877
Other	-	2,300	279	2,021	1,176
Total Vocational Programs	200,000	182,597	151,320	31,277	307,324
Undistributed Expenditures:					
Student Support:					
Purchased services	205,000	-	-	-	-
Supplies	5,000	-	-	-	-
Property	-	-	-	-	56
	210,000	-	-	-	56
Instructional Staff Support:					
Salaries	5,000	-	-	-	-
Purchased services	-	83,920	67,960	15,960	-
Supplies	-	87,532	-	87,532	-
	5,000	171,452	67,960	103,492	-
General Administration:					
Purchased services	80,000	-	-	-	1,232
Other	-	-	24,040	(24,040)	-
	80,000	-	24,040	(24,040)	1,232

Continued on next page.

LYON COUNTY SCHOOL DISTRICT

STATE GRANTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Central Services:					
Salaries	\$ -	\$ 50,915	\$ 30,389	\$ 20,526	\$ -
Benefits	-	16,070	16,070	-	-
Supplies	10,000	2,500	811	1,689	-
	<u>10,000</u>	<u>69,485</u>	<u>47,270</u>	<u>22,215</u>	<u>-</u>
Student Transportation:					
Purchased services	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,984</u>
Operations and Maintenance:					
Purchased services	65,000	-	-	-	22,815
Supplies	<u>-</u>	<u>471,377</u>	<u>471,734</u>	<u>(357)</u>	<u>-</u>
	<u>65,000</u>	<u>471,377</u>	<u>471,734</u>	<u>(357)</u>	<u>22,815</u>
Other Support:					
Other	<u>-</u>	<u>24,087</u>	<u>-</u>	<u>24,087</u>	<u>-</u>
Total Undistributed Expenditures	<u>375,000</u>	<u>736,401</u>	<u>611,004</u>	<u>125,397</u>	<u>26,087</u>
Total Expenditures	<u>1,000,000</u>	<u>2,599,476</u>	<u>1,587,640</u>	<u>1,011,836</u>	<u>621,035</u>
Net Change in Fund Balance	-	-	-	-	-
FUND BALANCE, July 1	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCE, June 30	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LYON COUNTY SCHOOL DISTRICT

MEDICAID FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Federal Sources:					
Medicaid Program	\$ 225,000	\$ 225,000	\$ 349,457	\$ 124,457	\$ 260,617
EXPENDITURES					
Student Support:					
Salaries	105,000	105,000	222,246	(117,246)	120,437
Benefits	-	49,797	36,714	13,083	20,398
Purchased services	115,000	115,000	-	115,000	-
Supplies	12,000	12,000	-	12,000	-
	<u>232,000</u>	<u>281,797</u>	<u>258,960</u>	<u>22,837</u>	<u>140,835</u>
General Administration:					
Salaries	60,000	80,000	45,633	34,367	46,037
Benefits	24,000	34,000	17,817	16,183	13,376
Purchased services	45,000	45,000	34,922	10,078	33,961
Supplies	15,000	15,000	2,000	13,000	301
	<u>144,000</u>	<u>174,000</u>	<u>100,372</u>	<u>73,628</u>	<u>93,675</u>
Total Undistributed Expenditures	<u>376,000</u>	<u>455,797</u>	<u>359,332</u>	<u>96,465</u>	<u>234,510</u>
Total Expenditures	<u>376,000</u>	<u>455,797</u>	<u>359,332</u>	<u>96,465</u>	<u>234,510</u>
Revenues Over (Under)					
Expenditures	(151,000)	(230,797)	(9,875)	220,922	26,107
OTHER FINANCING SOURCES					
Transfer from other funds	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	(51,000)	(130,797)	90,125	220,922	26,107
FUND BALANCE, July 1	<u>51,052</u>	<u>130,849</u>	<u>130,849</u>	<u>-</u>	<u>104,742</u>
FUND BALANCE, June 30	<u>\$ 52</u>	<u>\$ 52</u>	<u>\$ 220,974</u>	<u>\$ 220,922</u>	<u>\$ 130,849</u>

LYON COUNTY SCHOOL DISTRICT

STUDENT ACCOUNTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Student activities	\$ 1,214,936	\$ 1,200,000	\$ 1,202,126	\$ 2,126	\$ 1,179,360
EXPENDITURES					
Co-curricular Activities:					
Purchased services	600,000	400,000	833,000	(433,000)	178,247
Supplies	-	800,000	357,000	443,000	481,928
	600,000	1,200,000	1,190,000	10,000	660,175
Athletics:					
Purchased services	600,000	-	-	-	119,511
Supplies	-	-	-	-	307,314
	600,000	-	-	-	426,825
Total Expenditures	1,200,000	1,200,000	1,190,000	10,000	1,087,000
Revenues Over (Under)					
Expenditures	14,936	-	12,126	12,126	92,360
FUND BALANCE, July 1	1,089,671	1,067,095	1,067,095	-	974,735
FUND BALANCE, June 30	\$ 1,104,607	\$ 1,067,095	\$ 1,079,221	\$ 12,126	\$ 1,067,095

LYON COUNTY SCHOOL DISTRICT

CAPITAL PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Government Services Tax	\$ 1,040,124	\$ 1,040,124	\$ 1,030,218	\$ (9,906)	\$ 1,004,595
Investment income	100,000	1,375,000	2,112,087	737,087	913,016
Total Revenue	1,140,124	2,415,124	3,142,305	727,181	1,917,611
EXPENDITURES					
Operations and Maintenance:					
Purchased services	-	600,000	19,978	580,022	-
Facilities Acquisition and Construction:					
Architecture/Engineering:					
Purchased services	15,000	15,000	-	15,000	1,500
Building Acquisition and Construction:					
Purchased services	250,000	300,000	-	300,000	-
Property	-	-	71,507	(71,507)	-
	250,000	300,000	71,507	228,493	-
Site Improvement:					
Purchased services	1,950,000	800,000	256,956	543,044	821,183
Other	-	-	-	-	6,271
	1,950,000	800,000	256,956	543,044	827,454
Building Improvements:					
Purchased services	-	4,510,478	2,182,189	2,328,289	413,201
Supplies	970,000	-	-	-	-
	970,000	4,510,478	2,182,189	2,328,289	413,201
Total Facilities Acquisition and Construction	3,185,000	5,625,478	2,510,652	3,114,826	1,242,155
Total Expenditures	3,185,000	6,225,478	2,530,630	3,694,848	1,242,155

Continued on next page.

LYON COUNTY SCHOOL DISTRICT

CAPITAL PROJECTS FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
Revenues Over (Under) Expenditures	\$ (2,044,876)	\$ (3,810,354)	\$ 611,675	\$ 4,422,029	\$ 675,456
OTHER FINANCING SOURCES					
Transfers from other funds	-	1,600,000	1,600,000	-	750,000
Net Change in Fund Balance	(2,044,876)	(2,210,354)	2,211,675	4,422,029	1,425,456
FUND BALANCE, July 1	<u>2,908,925</u>	<u>3,399,403</u>	<u>3,399,403</u>	<u>-</u>	<u>1,973,947</u>
FUND BALANCE, June 30	<u>\$ 864,049</u>	<u>\$ 1,189,049</u>	<u>\$ 5,611,078</u>	<u>\$ 4,422,029</u>	<u>\$ 3,399,403</u>

LYON COUNTY SCHOOL DISTRICT

BUILDING AND SITES FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Rents	\$ 9,600	\$ 9,600	\$ 9,200	\$ (400)	\$ 8,800
EXPENDITURES					
Undistributed Expenditures:					
Operations and Maintenance:					
Purchased services	-	-	22,069	(22,069)	119,819
Supplies	65,000	65,000	-	65,000	-
Total Expenditures	65,000	65,000	22,069	42,931	119,819
Revenues Over (Under) Expenditures	(55,400)	(55,400)	(12,869)	42,531	(111,019)
OTHER FINANCING (USES)					
Contingency	(25,000)	-	-	-	-
Net Change in Fund Balance	(80,400)	(55,400)	(12,869)	42,531	(111,019)
FUND BALANCE, July 1	226,015	114,996	114,996	-	226,015
FUND BALANCE, June 30	\$ 145,615	\$ 59,596	\$ 102,127	\$ 42,531	\$ 114,996

LYON COUNTY SCHOOL DISTRICT

RESIDENTIAL CONSTRUCTION TAX FUND SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
REVENUES					
Local Sources:					
Residential Construction Tax	\$ 1,000,000	\$ 1,000,000	\$ 742,768	\$ (257,232)	\$ 624,003
Earnings on investments	250,000	250,000	-	(250,000)	3,599
Total Revenue	1,250,000	1,250,000	742,768	(507,232)	627,602
EXPENDITURES					
Facilities Acquisition and Construction:					
Architectural and Engineering Services:					
Purchased services	15,000	15,000	-	15,000	-
Building Acquisition/Construction:					
Purchased services	-	150,000		150,000	
Property	-	55,000	71,507	(16,507)	-
	-	205,000	71,507	133,493	-
Site Improvement:					
Purchased services	1,225,000	1,025,000	422,773	602,227	995,021
Building Improvement:					
Supplies	-	-	162,245	(162,245)	-
Purchased services	800,000	863,462	347,468	515,994	-
	800,000	863,462	509,713	353,749	-
Total Facilities Acquisition and Construction	2,040,000	2,108,462	1,003,993	1,104,469	995,021
Net Change in Fund Balance	(790,000)	(858,462)	(261,225)	597,237	(367,419)
FUND BALANCE, July 1	1,705,268	1,773,730	1,773,730	-	2,141,149
FUND BALANCE, June 30	\$ 915,268	\$ 915,268	\$ 1,512,505	\$ 597,237	\$ 1,773,730

LYON COUNTY SCHOOL DISTRICT

INTERNAL SERVICE FUNDS COMBINING STATEMENT OF NET POSITION JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS AS OF JUNE 30, 2023)

	WORKERS COMPENSATION INSURANCE FUND	UNEMPLOY- MENT INSURANCE FUND	GROUP INSURANCE FUND	TOTALS	
				2024	2023
ASSETS					
Cash and cash equivalents	\$ 1,924,886	\$ 1,658,939	\$ 651,453	\$ 4,235,278	\$ 4,111,481
Accounts receivable	31,629	6,744	62	38,435	6,744
	<u>1,956,515</u>	<u>1,665,683</u>	<u>651,515</u>	<u>4,273,713</u>	<u>4,118,225</u>
Restricted cash	<u>654,000</u>	<u>-</u>	<u>-</u>	<u>654,000</u>	<u>654,000</u>
Total Assets	<u>2,610,515</u>	<u>1,665,683</u>	<u>651,515</u>	<u>4,927,713</u>	<u>4,772,225</u>
LIABILITIES					
Accounts and claims payable	116,331	-	-	116,331	89,825
Incurred but unreported claims	<u>1,045,000</u>	<u>-</u>	<u>-</u>	<u>1,045,000</u>	<u>1,022,000</u>
Total Liabilities	<u>1,161,331</u>	<u>-</u>	<u>-</u>	<u>1,161,331</u>	<u>1,111,825</u>
NET POSITION					
Restricted for employee benefits program	<u>\$ 1,449,184</u>	<u>\$ 1,665,683</u>	<u>\$ 651,515</u>	<u>\$ 3,766,382</u>	<u>\$ 3,660,400</u>

LYON COUNTY SCHOOL DISTRICT

INTERNAL SERVICE FUNDS COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	WORKERS COMPENSATION INSURANCE FUND	UNEMPLOY- MENT INSURANCE FUND	GROUP INSURANCE FUND	TOTALS	
				2024	2023
OPERATING REVENUES					
Charges for services	\$ 743,837	\$ 184,337	\$ -	\$ 928,174	\$ 808,613
OPERATING EXPENSES					
Benefit claims	630,294	21,570	-	651,864	634,569
Purchased services	170,328	-	-	170,328	95,951
Other	-	-	-	-	53,277
Total Operating Expenses	800,622	21,570	-	822,192	783,797
Change in Net Position	(56,785)	162,767	-	105,982	24,816
NET POSITION, July 1	1,505,969	1,502,916	651,515	3,660,400	3,635,584
NET POSITION, June 30	\$ 1,449,184	\$ 1,665,683	\$ 651,515	\$ 3,766,382	\$ 3,660,400

LYON COUNTY SCHOOL DISTRICT

INTERNAL SERVICE FUNDS COMBINING STATEMENT OF CASH FLOWS YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	WORKERS COMPENSATION INSURANCE FUND	UNEMPLOY- MENT INSURANCE FUND	GROUP INSURANCE FUND	TOTALS	
				2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES					
Premiums received from other funds	\$ 712,208	\$ 184,337	\$ (52,178)	\$ 844,367	\$ 813,155
Payment of benefits	(607,294)	(21,570)	-	(628,864)	(474,569)
Insurance premiums and other	(91,706)	-	-	(91,706)	(112,894)
Net Cash Provided (Used) by Operating Activities	13,208	162,767	(52,178)	123,797	225,692
Net Increase (Decrease) in Cash and Cash Equivalents	13,208	162,767	(52,178)	123,797	225,692
CASH AND CASH EQUIVALENTS, July 1					
	2,565,678	1,496,172	703,631	4,765,481	4,539,789
CASH AND CASH EQUIVALENTS, June 30					
	\$ 2,578,886	\$ 1,658,939	\$ 651,453	\$ 4,889,278	\$ 4,765,481
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating income (loss)	\$ (56,785)	\$ 162,767	\$ -	\$ 105,982	\$ 24,816
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Changes in assets and liabilities:					
Accounts receivable	(31,629)	-	-	(31,629)	4,542
Accounts payable	78,622	-	(52,178)	26,444	36,334
Incurred but not reported claims	23,000	-	-	23,000	160,000
Total Adjustments	69,993	-	(52,178)	17,815	200,876
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	\$ 13,208	\$ 162,767	\$ (52,178)	\$ 123,797	\$ 225,692

LYON COUNTY SCHOOL DISTRICT

WORKERS COMPENSATION INSURANCE FUND SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024 (WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
OPERATING REVENUES					
Charges for services	\$ 625,000	\$ 625,000	\$ 743,837	\$ 118,837	\$ 639,968
OPERATING EXPENSES					
Benefits	675,000	675,000	630,294	44,706	634,569
Purchased services	150,000	150,000	170,328	(20,328)	95,951
Other	15,000	15,000	-	15,000	53,277
	840,000	840,000	800,622	39,378	783,797
Change in Net Position	(215,000)	(215,000)	(56,785)	158,215	(143,829)
NET POSITION, July 1	1,509,798	1,505,969	1,505,969	-	1,649,798
NET POSITION, June 30	\$ 1,294,798	\$ 1,290,969	\$ 1,449,184	\$ 158,215	\$ 1,505,969

LYON COUNTY SCHOOL DISTRICT

WORKERS COMPENSATION INSURANCE FUND SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
CASH FLOWS FROM OPERATING ACTIVITIES					
Charges for services	\$ 625,000	\$ 625,000	\$ 712,208	\$ 87,208	\$ 644,510
Payment of benefits	(525,000)	(525,000)	(607,294)	(82,294)	(474,569)
Insurance premiums paid, other payments	(145,000)	(145,000)	(91,706)	53,294	(111,519)
Net Cash Provided (Used) By Operating Activities	(45,000)	(45,000)	13,208	58,208	58,422
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest received on investments	5,000	5,000	-	(5,000)	-
Net Increase (Decrease) in Cash and Cash Equivalents	(40,000)	(40,000)	13,208	53,208	58,422
CASH AND CASH EQUIVALENTS, July 1					
	2,497,256	2,565,678	2,565,678	-	2,507,256
CASH AND CASH EQUIVALENTS, June 30					
	<u>\$ 2,457,256</u>	<u>\$ 2,525,678</u>	<u>\$ 2,578,886</u>	<u>\$ 53,208</u>	<u>\$ 2,565,678</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating income (loss)			\$ (56,785)		\$ (143,829)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:					
Changes in assets and liabilities:					
Accounts receivable			(31,629)		4,542
Accounts payable			78,622		37,709
Incurred but unreported claims			23,000		160,000
Total Adjustments			69,993		202,251
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			<u>\$ 13,208</u>		<u>\$ 58,422</u>

LYON COUNTY SCHOOL DISTRICT

UNEMPLOYMENT INSURANCE FUND SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	2024 BUDGET		2024		2023
	ORIGINAL	FINAL	ACTUAL	VARIANCE TO FINAL BUDGET	ACTUAL
OPERATING REVENUES					
Charges for services	\$ 155,000	\$ 155,000	\$ 184,337	\$ 29,337	\$ 168,645
OPERATING EXPENSES					
Benefits	20,000	20,000	21,570	(1,570)	-
Change in Net Position	135,000	135,000	162,767	27,767	168,645
NET POSITION, July 1	1,469,271	1,502,916	1,502,916	-	1,334,271
NET POSITION, June 30	<u>\$ 1,604,271</u>	<u>\$ 1,637,916</u>	<u>\$ 1,665,683</u>	<u>\$ 27,767</u>	<u>\$ 1,502,916</u>

LYON COUNTY SCHOOL DISTRICT

UNEMPLOYMENT INSURANCE FUND SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	<u>2024 BUDGET</u>		<u>2024</u>		<u>2023</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
CASH FLOWS FROM OPERATING ACTIVITIES					
Charges for services	\$ 155,000	\$ 155,000	\$ 184,337	\$ 29,337	\$ 168,645
Payment of benefits	<u>(20,000)</u>	<u>(20,000)</u>	<u>(21,570)</u>	<u>(1,570)</u>	<u>-</u>
Net Cash Provided By Operating Activities	135,000	135,000	162,767	27,767	168,645
CASH AND					
CASH EQUIVALENTS, July 1	<u>1,327,527</u>	<u>1,496,172</u>	<u>1,496,172</u>	<u>-</u>	<u>1,327,527</u>
CASH AND					
CASH EQUIVALENTS, June 30	<u>\$ 1,462,527</u>	<u>\$ 1,631,172</u>	<u>\$ 1,658,939</u>	<u>\$ 27,767</u>	<u>\$ 1,496,172</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES					
Operating income			<u>\$ 162,767</u>		<u>\$ 168,645</u>
Adjustments to reconcile operating income to net cash provided by operating activities:					
Changes in assets and liabilities:					
Accounts receivable			<u>-</u>		<u>-</u>
Total Adjustments			<u>-</u>		<u>-</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES			<u>\$ 162,767</u>		<u>\$ 168,645</u>

LYON COUNTY SCHOOL DISTRICT

GROUP INSURANCE FUND
SCHEDULE OF REVENUES, EXPENSES AND
CHANGES IN FUND NET POSITION - BUDGET AND ACTUAL
YEAR ENDED JUNE 30, 2024
(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	<u>2024 BUDGET</u>		<u>2024</u>		<u>2023</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
OPERATING REVENUES					
Charges for services	\$ -	\$ -	\$ -	\$ -	\$ -
OPERATING EXPENSES					
Purchased services	<u>15,000</u>	<u>15,000</u>	<u>-</u>	<u>15,000</u>	<u>-</u>
Change in Net Position	(15,000)	(15,000)	-	(15,000)	-
NET POSITION, July 1	<u>651,515</u>	<u>651,515</u>	<u>651,515</u>	<u>-</u>	<u>651,515</u>
NET POSITION, June 30	<u>\$ 636,515</u>	<u>\$ 636,515</u>	<u>\$ 651,515</u>	<u>\$ (15,000)</u>	<u>\$ 651,515</u>

LYON COUNTY SCHOOL DISTRICT

GROUP INSURANCE FUND SCHEDULE OF CASH FLOWS - BUDGET AND ACTUAL YEAR ENDED JUNE 30, 2024

(WITH COMPARATIVE ACTUAL AMOUNTS FOR THE YEAR ENDED JUNE 30, 2023)

	<u>2024 BUDGET</u>		<u>2024</u>		<u>2023</u>
	<u>ORIGINAL</u>	<u>FINAL</u>	<u>ACTUAL</u>	<u>VARIANCE TO FINAL BUDGET</u>	<u>ACTUAL</u>
CASH FLOWS FROM OPERATING ACTIVITIES					
Payment for claims and other	\$ (15,000)	\$ (15,000)	\$ (52,178)	\$ (37,178)	\$ (1,375)
Net Cash Provided (Used) By Operating Activities	(15,000)	(15,000)	(52,178)	(37,178)	(1,375)
Net Increase (Decrease) in Cash and Cash Equivalents	(15,000)	(15,000)	(52,178)	(37,178)	(1,375)
CASH AND					
CASH EQUIVALENTS, July 1	<u>705,006</u>	<u>703,631</u>	<u>703,631</u>	<u>-</u>	<u>705,006</u>
CASH AND					
CASH EQUIVALENTS, June 30	<u>\$ 690,006</u>	<u>\$ 688,631</u>	<u>\$ 651,453</u>	<u>\$ (37,178)</u>	<u>\$ 703,631</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES					
Operating income (loss)			\$ -		\$ -
Adjustments to reconcile operating income (loss) to net cash provided by operating activities:					
Changes in assets and liabilities:					
Accounts and claims payable			(52,178)		(1,375)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES			<u>\$ (52,178)</u>		<u>\$ (1,375)</u>



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

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

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Lyon County School District (the District) as of and for the year ended June 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements and have issued our report thereon dated November 12, 2024.

Report on Internal Control over Financial Reporting

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

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

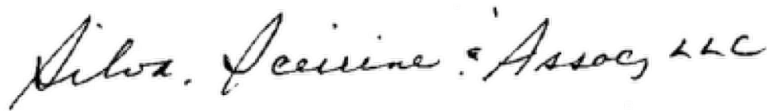
Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not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

Report on Compliance and Other Matters

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

Purpose of this Report

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

A handwritten signature in black ink that reads "Silva, Scirene & Assoc, LLC". The signature is written in a cursive, flowing style.

Reno, Nevada

November 12, 2024

LYON COUNTY SCHOOL DISTRICT

INDEPENDENT AUDITORS' COMMENTS

JUNE 30, 2024

STATUTE COMPLIANCE

Current Year

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

Prior Year

Potential violations were reported in Note 3 of the June 30, 2023 audit. No potential violations were noted for the year ended June 30, 2024.

AUDIT RECOMMENDATIONS

Current Year

There are no findings of the magnitude to be included in the June 30, 2024 audit report.

Prior Year

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

APPENDIX B

BOOK-ENTRY ONLY SYSTEM

DTC will act as securities depository for the 2025 Bonds. The 2025 Bonds will be issued as fully-registered securities registered in the name of Cede & Co. (DTC's partnership nominee) or such other name as may be requested by an authorized representative of DTC. One fully-registered certificate will be issued for each maturity of the 2025 Bonds, in the aggregate principal amount of such maturity, and will be deposited with DTC.

DTC, the world's largest securities depository, is a limited-purpose trust company organized under the New York Banking Law, a "banking organization" within the meaning of the New York Banking Law, a member of the Federal Reserve System, a "clearing corporation" within the meaning of the New York Uniform Commercial Code, and a "clearing agency" registered pursuant to the provisions of Section 17A of the Securities Exchange Act of 1934. DTC holds and provides asset servicing for over 3.6 million issues of U.S. and non-U.S. equity issues, corporate and municipal debt issues, and money market instruments (from over 100 countries) that DTC's participants ("Direct Participants") deposit with DTC. DTC also facilitates the post-trade settlement among Direct Participants of sales and other securities transactions in deposited securities through electronic computerized book-entry transfers and pledges between Direct Participants' accounts. This eliminates the need for physical movement of securities certificates. Direct Participants include both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, clearing corporations, and certain other organizations. DTC is a wholly-owned subsidiary of The Depository Trust & Clearing Corporation ("DTCC"). DTCC is the holding company for DTC, National Securities Clearing Corporation and Fixed Income Clearing Corporation, all of which are registered clearing agencies. DTCC is owned by the users of its regulated subsidiaries. Access to the DTC system is also available to others such as both U.S. and non-U.S. securities brokers and dealers, banks, trust companies, and clearing corporations that clear through or maintain a custodial relationship with a Direct Participant, either directly or indirectly ("Indirect Participants"). DTC has a Standard & Poor's rating of AA+. The DTC Rules applicable to its Participants are on file with the Securities and Exchange Commission. More information about DTC can be found at www.dtcc.com.

Purchases of 2025 Bonds under the DTC system must be made by or through Direct Participants, which will receive a credit for the 2025 Bonds on DTC's records. The ownership interest of each actual purchaser of each 2025 Bond ("Beneficial Owner") is in turn to be recorded on the Direct and Indirect Participants' records. Beneficial Owners will not receive written confirmation from DTC of their purchase. Beneficial Owners are, however, expected to receive written confirmations providing details of the transaction, as well as periodic statements of their holdings, from the Direct or Indirect Participant through which the Beneficial Owner entered into the transaction. Transfers of ownership interests in the 2025 Bonds are to be accomplished by entries made on the books of Direct and Indirect Participants acting on behalf of Beneficial Owners. Beneficial Owners will not receive certificates representing their ownership interests in 2025 Bonds, except in the event that use of the book-entry system for the 2025 Bonds is discontinued.

To facilitate subsequent transfers, all 2025 Bonds deposited by Direct Participants with DTC are registered in the name of DTC's partnership nominee, Cede & Co., or such other

name as may be requested by an authorized representative of DTC. The deposit of 2025 Bonds with DTC and their registration in the name of Cede & Co. or such other DTC nominee do not effect any change in beneficial ownership. DTC has no knowledge of the actual Beneficial Owners of the 2025 Bonds; DTC's records reflect only the identity of the Direct Participants to whose accounts such 2025 Bonds are credited, which may or may not be the Beneficial Owners. The Direct and Indirect Participants will remain responsible for keeping account of their holdings on behalf of their customers.

Conveyance of notices and other communications by DTC to Direct Participants, by Direct Participants to Indirect Participants, and by Direct Participants and Indirect Participants to Beneficial Owners will be governed by arrangements among them, subject to any statutory or regulatory requirements as may be in effect from time to time. Beneficial Owners of 2025 Bonds may wish to take certain steps to augment the transmission to them of notices of significant events with respect to the 2025 Bonds, such as redemptions, tenders, defaults, and proposed amendments to the 2025 Bond documents. For example, Beneficial Owners of 2025 Bonds may wish to ascertain that the nominee holding the 2025 Bonds for their benefit has agreed to obtain and transmit notices to Beneficial Owners. In the alternative, Beneficial Owners may wish to provide their names and addresses to the Registrar and request that copies of notices be provided directly to them.

Redemption notices shall be sent to DTC. If less than all of the 2025 Bonds within an issue are being redeemed, DTC's practice is to determine by lot the amount of the interest of each Direct Participant in such issue to be redeemed.

Neither DTC nor Cede & Co. (nor any other DTC nominee) will consent or vote with respect to the 2025 Bonds unless authorized by a Direct Participant in accordance with DTC's MMI Procedures. Under its usual procedures, DTC mails an Omnibus Proxy to the District as soon as possible after the record date. The Omnibus Proxy assigns Cede & Co.'s consenting or voting rights to those Direct Participants to whose accounts 2025 Bonds are credited on the record date (identified in a listing attached to the Omnibus Proxy).

Principal, interest and redemption proceeds on the 2025 Bonds will be made to Cede & Co., or such other nominee as may be requested by an authorized representative of DTC. DTC's practice is to credit Direct Participants' accounts upon DTC's receipt of funds and corresponding detail information from the District or the Paying Agent or Paying Agent, as applicable, on payable date in accordance with their respective holdings shown on DTC's records. Payments by Participants to Beneficial Owners will be governed by standing instructions and customary practices, as is the case with securities held for the accounts of customers in bearer form or registered in "street name," and will be the responsibility of such Participant and not of DTC, the Paying Agent or Paying Agent, as applicable, or the District, subject to any statutory or regulatory requirements as may be in effect from time to time. Payment of principal, interest or redemption proceeds to Cede & Co. (or such other nominee as may be requested by an authorized representative of DTC) is the responsibility of the District or the Paying Agent or Paying Agent, as applicable, disbursement of such payments to Direct Participants will be the responsibility of DTC, and disbursement of such payments to the Beneficial Owners will be the responsibility of Direct and Indirect Participants.

DTC may discontinue providing its services as depository with respect to the 2025 Bonds at any time by giving reasonable notice to the District or the Registrar or Registrar, as

applicable, and Paying Agent or Paying Agent, as applicable. Under such circumstances, in the event that a successor depository is not obtained, 2025 Bond certificates are required to be printed and delivered.

The District may decide to discontinue use of the system of book-entry-only transfers through DTC (or a successor securities depository). In that event, 2025 Bond certificates will be printed and delivered to DTC.

The information in this section concerning DTC and DTC's book-entry system has been obtained from sources that the District believes to be reliable, but the District takes no responsibility for the accuracy thereof.

APPENDIX C

FORM OF CONTINUING DISCLOSURE CERTIFICATE

This Continuing Disclosure Certificate (the “Disclosure Certificate”) is executed and delivered by Lyon County School District, Nevada (the “Issuer”) in connection with the issuance of the Issuer’s Lyon County School District, Nevada, General Obligation (Limited Tax) School Improvement Bonds, Series 2025, in the aggregate principal amount of \$_____ (the “Bonds”). The Bonds are being issued pursuant to the bond resolution of the Issuer adopted September 23, 2025 (the “Bond Resolution”). The Issuer covenants and agrees as follows:

SECTION 1. Purpose of the Disclosure Certificate. This Disclosure Certificate is being executed and delivered by the Issuer for the benefit of the holders and beneficial owners of the Bonds and in order to assist the Participating Underwriter in complying with Rule 15c2-12(b)(5) of the Securities and Exchange Commission (the “SEC”).

SECTION 2. Definitions. In addition to the definitions set forth in the Bond Resolution or parenthetically defined herein, which apply to any capitalized terms used in this Disclosure Certificate unless otherwise defined in this Section, the following capitalized terms shall have the following meanings:

“Annual Report” shall mean any Annual Report provided by the Issuer pursuant to, and as described in, Sections 3 and 4 of this Disclosure Certificate.

“Dissemination Agent” shall mean, initially, the Issuer, or any successor Dissemination Agent designated in writing by the Issuer and which has filed with the Issuer a written acceptance of such designation.

“Financial Obligation” shall mean a (i) debt obligation; (ii) derivative instrument entered into in connection with, or pledged as security or a source of payment for, an existing or planned debt obligation, or (iii) guarantee of (i) or (ii). The term Financial Obligation shall not include municipal securities as to which a final official statement has been provided to the Municipal Securities Rulemaking Board in compliance with the Rule.

“Material Events” shall mean any of the events listed in Section 5 of this Disclosure Certificate.

“MSRB” shall mean the Municipal Securities Rulemaking Board. The MSRB’s required method of filing is electronically via its Electronic Municipal Market Access (EMMA) system available on the Internet at <http://emma.msrb.org>.

“Participating Underwriter” shall mean any of the original underwriters of the Bonds required to comply with the Rule in connection with an offering of the Bonds.

“Rule” shall mean Rule 15c2-12(b)(5) adopted by the SEC under the Securities Exchange Act of 1934, as the same may be amended from time to time.

SECTION 3. Provision of Annual Reports.

(a) The Issuer shall, or shall cause the Dissemination Agent to, not later than nine (9) months following the end of the Issuer's fiscal year of each year, commencing nine (9) months following the end of the Issuer's fiscal year ending June 30, 2025, provide to the MSRB in an electronic format as prescribed by the MSRB, an Annual Report which is consistent with the requirements of Section 4 of this Disclosure Certificate. Not later than five (5) business days prior to said date, the Issuer shall provide the Annual Report to the Dissemination Agent (if other than the Issuer). The Annual Report may be submitted as a single document or as separate documents comprising a package, and may cross-reference other information as provided in Section 4 of this Disclosure Certificate; provided that the audited financial statements of the Issuer may be submitted separately from the balance of the Annual Report.

(b) If the Issuer is unable to provide to the MSRB an Annual Report by the date required in subsection (a), the Issuer shall send or cause to be sent a notice in substantially the form attached as Exhibit A to the MSRB.

(c) The Dissemination Agent shall:

(i) determine each year prior to the date for providing the Annual Report the appropriate electronic format prescribed by the MSRB;

(ii) if the Dissemination Agent is other than the Issuer, send written notice to the Issuer at least 45 days prior to the date the Annual Report is due stating that the Annual Report is due as provided in Section 3(a) hereof; and

(iii) if the Dissemination Agent is other than the Issuer, file a report with the Issuer certifying that the Annual Report has been provided pursuant to this Disclosure Certificate, stating the date it was provided and listing all the entities to which it was provided.

SECTION 4. Content of Annual Reports. The Issuer's Annual Report shall contain or incorporate by reference the following:

(a) A copy of its annual financial statements prepared in accordance with generally accepted accounting principles audited by a firm of certified public accountants. If audited annual financial statements are not available by the time specified in Section 3(a) above, unaudited financial statements will be provided as part of the Annual Report and audited financial statements will be provided when and if available.

(b) An update of the type of information identified in Exhibit B hereto, which is contained in the tables in the Official Statement with respect to the Bonds (excluding projections, forecasts and budgeted information which are not required to be updated).

Any or all of the items listed above may be incorporated by reference from other documents, including official statements of debt issues of the Issuer or related public entities,

which are available to the public on the MSRB's Internet Web Site or filed with the SEC. The Issuer shall clearly identify each such document incorporated by reference.

SECTION 5. Reporting of Material Events. The Issuer shall provide or cause to be provided, in a timely manner, not in excess of ten business days after the occurrence of the event, notice of any of the following events with respect to the Bonds, to the MSRB:

- (a) Principal and interest payment delinquencies;
- (b) Non-payment related defaults, if material;
- (c) Unscheduled draws on debt service reserves reflecting financial difficulties;
- (d) Unscheduled draws on credit enhancements reflecting financial difficulties;
- (e) Substitution of credit or liquidity providers, or their failure to perform;
- (f) Adverse tax opinions, the issuance by the Internal Revenue Service of proposed or final determinations of taxability, Notices of Proposed Issue (IRS Form 5701-TEB) or other material notices or determinations with respect to the tax status of the Bonds, or other material events affecting the tax status of the Bonds;
- (g) Modifications to rights of bondholders, if material;
- (h) Bond calls, if material, and tender offers;
- (i) Defeasances;
- (j) Release, substitution or sale of property securing repayment of the Bonds,
if material;
- (k) Rating changes;
- (l) Bankruptcy, insolvency, receivership or similar event of the obligated
person*;
- (m) The consummation of a merger, consolidation, or acquisition involving an obligated person or the sale of all or substantially all of the assets of the obligated person, other than in the ordinary course of business, the entry into a definitive agreement to undertake such an action or the termination of a definitive agreement relating to any such actions, other than pursuant to its terms if material;

* For the purposes of the event identified in subparagraph (b)(5)(i)(C)(12) of the Rule, the event is considered to occur when any of the following occur: the appointment of a receiver, fiscal agent or similar officer for an obligated person in a proceeding under the U.S. Bankruptcy Code or in any other proceeding under state or federal law in which a court or governmental authority has assumed jurisdiction over substantially all of the assets or business of the obligated person, or if such jurisdiction has been assumed by leaving the existing governing body and official or officers in possession but subject to the supervision and orders of a court or governmental authority, or the entry of an order confirming a plan of reorganization, arrangement or liquidation by a court or governmental authority having supervision or jurisdiction over substantially all of the assets or business of the obligated person.

(n) Appointment of a successor or additional trustee or the change of name of a trustee, if material;

(o) Incurrence of a Financial Obligation of the obligated person, if material, or an agreement to covenants, events of default, remedies, priority rights, or other similar terms of a Financial Obligation of the obligated person, any of which affect security holders, if material; and

(p) Default, event of acceleration, termination event, modification of terms, or other similar events under the terms of a Financial Obligation of an obligated person, any of which reflect financial difficulties.

SECTION 6. Format; Identifying Information. All documents provided to the MSRB pursuant to this Disclosure Certificate shall be in the format prescribed by the MSRB and accompanied by identifying information as prescribed by the MSRB.

As of the date of this Disclosure Certificate, all documents submitted to the MSRB must be in portable document format (PDF) files configured to permit documents to be saved, viewed, printed and retransmitted by electronic means. In addition, such PDF files must be word-searchable, provided that diagrams, images and other non-textual elements are not required to be word-searchable.

SECTION 7. Termination of Reporting Obligation. The Issuer's obligations under this Disclosure Certificate shall terminate upon the earliest of: (i) the date of legal defeasance, prior redemption or payment in full of all of the Bonds; (ii) the date that the Issuer shall no longer constitute an "obligated person" within the meaning of the Rule; or (iii) the date on which those portions of the Rule which require this written undertaking are held to be invalid by a court of competent jurisdiction in a non-appealable action, have been repealed retroactively or otherwise do not apply to the Bonds.

SECTION 8. Dissemination Agent. The Issuer may, from time to time, appoint or engage a Dissemination Agent to assist the Issuer in carrying out its obligations under this Disclosure Certificate, and may discharge any such Dissemination Agent, with or without appointing a successor Dissemination Agent.

SECTION 9. Amendment; Waiver. Notwithstanding any other provision of this Disclosure Certificate, the Issuer may amend this Disclosure Certificate, and may waive any provision of this Disclosure Certificate, without the consent of the holders and beneficial owners of the Bonds, if such amendment or waiver does not, in and of itself, cause the undertakings herein (or action of any Participating Underwriter in reliance on the undertakings herein) to violate the Rule, but taking into account any subsequent change in or official interpretation of the Rule. The Issuer will provide notice of such amendment or waiver to the MSRB.

SECTION 10. Additional Information. Nothing in this Disclosure Certificate shall be deemed to prevent the Issuer from disseminating any other information, using the means of dissemination set forth in this Disclosure Certificate or any other means of communication, or including any other information in any Annual Report or notice of occurrence of a Material Event, in addition to that which is required by this Disclosure Certificate. If the Issuer chooses to include any information in any Annual Report or notice of occurrence of a Material Event in addition to

that which is specifically required by this Disclosure Certificate, the Issuer shall have no obligation under this Disclosure Certificate to update such information or include it in any future Annual Report or notice of occurrence of a Material Event.

SECTION 11. Default. In the event of a failure of the Issuer to comply with any provision of this Disclosure Certificate, any holder or beneficial owner of the Bonds may take such actions as may be necessary and appropriate, including seeking mandate or specific performance by court order, to cause the Issuer to comply with its obligations under this Disclosure Certificate. A default under this Disclosure Certificate shall not be deemed an event of default under the Bond Resolution, and the sole remedy under this Disclosure Certificate in the event of any failure of the Issuer to comply with this Disclosure Certificate shall be an action to compel performance.

SECTION 12. Beneficiaries. This Disclosure Certificate shall inure solely to the benefit of the Issuer, the Dissemination Agent, the Participating Underwriter, and the holders and beneficial owners from time to time of the Bonds, and shall create no rights in any other person or entity.

DATE _____, 2025.

LYON COUNTY SCHOOL DISTRICT, NEVADA

Chief Financial Officer

EXHIBIT A
NOTICE TO MSRB
OF FAILURE TO FILE ANNUAL REPORT

Name of Issuer: Lyon County School District, Nevada

Name of Bond Issue: General Obligation (Limited Tax) School Improvement Bonds,
Series 2025

CUSIP:

Date of Issuance: _____, 2025

NOTICE IS HEREBY GIVEN that the Issuer has not provided an Annual Report with respect to the above-named Bonds as required by the Bond Resolution adopted on September 23, 2025, and the Continuing Disclosure Certificate executed on _____, 2025 by the Issuer. The Issuer anticipates that the Annual Report will be filed by _____.

Dated: _____

LYON COUNTY SCHOOL DISTRICT, NEVADA

By: _____
Its: _____

EXHIBIT B

INDEX OF OFFICIAL STATEMENT TABLES TO BE UPDATED

(see page iv of the Official Statement)

APPENDIX D

FORM OF APPROVING OPINION OF BOND COUNSEL

Lyon County School District
25 E. Goldfield Avenue
Yerington, NV 89447

\$ _____
Lyon County School District, Nevada
General Obligation (Limited Tax)
School Improvement Bonds
Series 2025

Ladies and Gentlemen:

We have acted as bond counsel to the Lyon County School District (the “District”), Nevada (the “State”), in connection with the issuance of its General Obligation (Limited Tax) School Improvement Bonds, Series 2025, in the aggregate principal amount of \$_____ (the “Bonds”) pursuant to an authorizing resolution of the Board of Trustees of the District adopted and approved on September 23, 2025 (the “Bond Resolution”). In such capacity, we have examined the District’s certified proceedings and such other documents and such law of the State and of the United States of America as we have deemed necessary to render this opinion letter. Capitalized terms not otherwise defined herein shall have the meanings ascribed to them in the Bond Resolution.

Regarding questions of fact material to our opinions, we have relied upon the District’s certified proceedings and other representations and certifications of public officials and others furnished to us without undertaking to verify the same by independent investigation.

Based upon such examination, it is our opinion as bond counsel that:

- i. The Bonds constitute valid and binding limited tax general obligations of the District.
- ii. All of the taxable property in the District is subject to the levy of annual general (ad valorem) taxes to pay the Bonds, subject to the limitations imposed by the Constitution and laws of the State.
- iii. As provided in the Bond Resolution and in accordance with the provisions of NRS 361.463, taxes levied for the payment of the bonded indebtedness (including the Bonds) of all overlapping units within the boundaries of the District (i.e., the State, District, and any other political subdivision in the District) and for the payment of interest on such indebtedness enjoy a priority over taxes levied by each such unit (including, without limitation, the State and the District) for all other purposes (subject to any exception implied by law in the exercise of the police power) where reduction is necessary in order to comply with NRS 361.453.

iv. Interest on the Bonds is excluded from gross income under federal income tax laws pursuant to Section 103 of the Internal Revenue Code of 1986, as amended to the date hereof (the “Tax Code”), and interest on the Bonds is excluded from alternative minimum taxable income as defined in Section 55(b) of the Tax Code; however, to the extent such interest is included in calculating the “adjusted financial statement income” of “applicable corporations” (as defined in Sections 56A and 59(k), respectively, of the Tax Code), such interest is subject to the alternative minimum tax applicable to those corporations under Section 55(b) of the Tax Code. The opinions expressed in this paragraph assume continuous compliance with the covenants and continued accuracy of the representations contained in the District’s certified proceedings and in certain other documents and certain other certifications furnished to us.

v. Under the laws of the State in effect on the date hereof, the Bonds, their transfer, and the income therefrom are free and exempt from taxation by the State or any subdivision thereof, except for the tax on estates imposed pursuant to Chapter 375A of NRS and the tax on generation skipping transfers imposed pursuant to Chapter 375B of NRS.

The opinions expressed in this opinion letter are subject to the following:

The obligations of the District pursuant to the Bonds and the Bond Resolution may be limited by bankruptcy, insolvency, reorganization, moratorium and other similar laws affecting creditors’ rights generally, and by equitable principles, whether considered at law or in equity.

In this opinion letter rendered in our capacity as bond counsel, we are opining only upon those matters set forth herein, and we are not passing upon the accuracy, adequacy or completeness of the Official Statement or any other statements made in connection with any offer or sale of the Bonds or upon any federal or state tax consequences arising from the receipt or accrual of interest on or the ownership or disposition of the Bonds, except those specifically addressed herein.

This opinion letter is rendered as of the date hereof and we assume no obligation to revise or supplement this opinion letter to reflect any facts or circumstances that may hereafter come to our attention or any changes in laws that may hereafter occur.

Respectfully submitted,

APPENDIX E

ECONOMIC AND DEMOGRAPHIC INFORMATION

This portion of this Official Statement contains general information concerning the historic economic and demographic conditions in the District. This portion of this Official Statement is intended only to provide prospective investors with general information regarding the District's community. The information was obtained from the sources indicated and is limited to the time periods indicated. The information is historic in nature; it is not possible to predict whether the trends shown will continue in the future. The District makes no representation as to the accuracy or completeness of data obtained from parties other than the District.

Population and Age Distribution

Population. The table below shows the population growth of Lyon County and the State since 1970.

<u>Population</u>				
Year	Lyon County	Percent Change	Nevada	Percent Change
1980	13,594	--	800,493	--
1990	20,001	47.1%	1,201,833	50.1%
2000	34,501	72.5	1,998,257	66.3
2010	51,980	50.7	2,700,551	35.1
2020	59,235	14.0	3,104,614	15.0
2021	58,051	--	3,158,539	--
2023	63,179	8.8%	3,241,678	2.6%
2024	65,116	3.1	3,282,911	1.3

Sources: U.S. Bureau of Census (1980-2020 as of April 1st), and Nevada Department of Taxation (2021 and 2024 estimates as of July 1st).

Age Distribution. The following table sets forth a projected comparative age distribution profile for Lyon County, the State and the nation on January 1, 2025.

<u>Age Distribution Projections</u>			
Age	Lyon County	Nevada	United States
0-17	19.7%	21.0%	14.9%
18-24	7.4	8.6	20.5
25-34	12.2	13.7	18.5
35-44	13.2	14.1	14.6
45-54	11.1	12.5	10.3
55-64	13.2	12.2	6.4
65-74	13.9	10.5	6.4
75 and Older	9.4	7.6	8.4

Source: ©Claritas, LLC 2025.

Income

The following two tables reflect the Median Household Effective Buying Income (“EBI”), and also the percentage of households by EBI groups. EBI is defined as “money income” (defined below) less personal tax and nontax payments. “Money income” is defined as the aggregate of wages and salaries, net farm and nonfarm self-employment income, interest, dividends, net rental and royalty income, Social Security and railroad retirement income, other retirement and disability income, public assistance income, unemployment compensation, Veterans Administration payments, alimony and child support, military family allotments, net winnings from gambling, and other periodic income. Deductions are made for personal income taxes (federal, state and local), personal contributions to social insurance (Social Security and federal retirement payroll deductions), and taxes on owner-occupied nonbusiness real estate. The resulting figure is known as “disposable” or “after-tax” income.

Median Household Effective Buying Income Estimates⁽¹⁾

Year ⁽²⁾	Lyon County	Nevada	United States
2020	\$52,212	\$55,709	\$54,686
2021	56,354	56,292	56,093
2022	60,371	64,039	63,680
2023	62,191	63,314	64,600
2024	70,271	65,092	67,310
2025	71,676	67,905	69,245

- (1) The difference between consecutive years is not an estimate of change from one year to the next; combinations of data are used each year to identify the estimated mean of income from which the median is computed.
- (2) Annual estimates are snapshots of effective buying income for the date of January 1 of each year.

Source: Claritas, ©2020-2021 Environics Analytics (EA); and ©Claritas, LLC 2022-2025.

Percent of Households by Effective Buying Income Groups – 2024 Estimates⁽¹⁾

Effective Buying Income Group	Lyon County Households	Nevada Households	United States Households
Under \$24,999	12.6%	14.5%	14.9%
\$25,000 - 49,999	19.4	21.4	20.5
\$50,000 - 74,999	20.1	19.1	18.5
\$75,000 - 99,999	16.3	15.1	14.6
\$100,000 - 124,999	13.3	10.9	10.3
\$125,000 - 149,999	6.6	5.8	6.4
\$150,000 - 199,999	7.4	6.8	6.4
\$200,000 or More	3.8	6.4	8.4

- (1) Estimates are snapshots of income groups on January 1, 2025.

Source: ©Claritas, LLC 2025.

The following table sets forth the annual per capita personal income levels for the residents of the County, the State and the nation.

Per Capita Personal Income⁽¹⁾

Year	Lyon County	State of Nevada	United States
2019	\$40,114	\$51,942	\$55,567
2020	43,687	54,656	59,114
2021	46,779	60,775	64,450
2022	48,096	62,493	66,096
2023	50,379	65,822	69,418
2024	n/a	68,657	72,425

(1) County figures posted February 20, 2025, state and national figures posted March 28, 2025. All figures are subject to periodic revisions.

Source: United States Department of Commerce, Bureau of Economic Analysis.

Employment

The Lyon County average annual labor force summary as prepared by the State's Department of Employment, Training and Rehabilitation ("DETR") is as follows:

Average Annual Labor Force Summary
Lyon County, Nevada⁽¹⁾

Calendar Year	2020	2021	2022	2023	2024	2025 ⁽³⁾
Total Civilian Labor Force	22,635	23,425	23,568	23,628	29,880	30,460
Unemployment	2,018	1,228	1,114	1,368	1,615	1,562
Unemployment Rate ⁽²⁾	8.9%	5.2%	4.7%	5.8%	5.4%	5.1%
Total Employment	20,617	22,197	22,454	22,259	28,265	28,897

(1) Figures for the County are not seasonally adjusted and are subject to change.

(2) The annual average U.S. unemployment rates for the years 2020 through 2025 are 8.1%, 5.3%, 3.6%, 3.6%, 4.0% and 4.3% (as of August) respectively.

(3) As of July 31, 2025.

Sources: Research and Analysis Bureau, Nevada Dept. of Employment, Training and Rehabilitation; and U.S. Bureau of Labor, Bureau of Labor Statistics.

The following table sets forth the number of persons employed, by type of employment, in non-agricultural industrial employment in Lyon County.

Establishment Based Industrial Employment
Lyon County, Nevada

Calendar Year	2020	2021	2022	2023	2024
Natural Resources and Mining	985	1,004	1,083	1,048	978
Construction	983	1,057	1,051	1,039	1,203
Manufacturing	1,959	2,137	2,263	2,069	2,007
Trade, Transportation and Utilities	2,706	2,936	3,009	3,051	3,145
Information	31	35	34	17	25
Financial Activities	252	260	281	279	283
Professional and Business Services	841	1,207	1,383	1,258	1,014
Education and Health Services	643	629	718	764	759
Leisure and Hospitality	1,413	1,534	1,604	1,572	1,566
Other Services	275	324	316	329	332
Unclassified	37	48	46	9	3
Government	2,206	2,178	2,174	2,170	2,390
TOTAL ALL INDUSTRIES ⁽¹⁾	<u>12,333</u>	<u>13,347</u>	<u>13,962</u>	<u>13,606</u>	<u>13,705</u>

(1) Data may not total due to rounding. All numbers are subject to periodic revision.

Source: Research and Analysis Bureau, Nevada Dept. of Employment, Training and Rehabilitation.

The table below lists the largest twelve employers in the County. No independent investigation has been made of and consequently no assurances can be given as to the financial condition or stability of the employers listed below or the likelihood that such entities will maintain their status as major employers in the County.

2024 Largest Employers - Lyon County, Nevada

Employer	Employees	Industry
MSC Fernley DC	500 - 999	Warehouse Operations
Walmart Supercenter	250 - 499	Supercenter Retail
Snyder Family Foods (Snyder Livestock)	250 - 499	Beef Cattle and Produce Production/Retailer
South Lyon Medical Center	100 - 249	Hospital
Rite of Passage Silver State Academy	100 - 249	Juvenile Rehabilitation/School
Lyon County School District	100 - 249	Education
Lyon County Human Services	100 - 249	County Services
Nevada Automotive Testing Center	100 - 249	Laboratory - Testing
Hodges Transportation Inc.	100 - 249	Testing of Vehicle Systems/Engineering
Nevada Cement Company	100 - 249	Cement - Manufacturer
Sherwin-Williams	100 - 249	Paint Supplier
Pilot Travel Center	100 - 249	Truck stop & plaza
Trex Company Inc.	100 - 249	Building material - manufacturer
Lyon County Courthouse	100 - 249	Courts
Sherwin-Williams	100 - 249	Paint - Manufacturing

Sources: Data Axle ®, Omaha, NE., Copyright © 07-01-2022; Lyon County School District; and Lyon County.

The following table sets forth the firm employment size breakdown for the County.

Size Class of Industries⁽¹⁾
Lyon County, Nevada
(Non-Government Worksites)

CALENDAR YEAR	2 nd Qtr. 2024	2 nd Qtr. 2023	Percent Change 2024/2023	Employment Totals 2 nd Qtr. 2024
TOTAL NUMBER OF WORKSITES	1,019	1,169	(12.8)%	11,523
Less Than 10 Employees	741	890	(16.7)	2,352
10-19 Employees	151	151	0.0	2,138
20-49 Employees	84	86	(2.4)	2,446
50-99 Employees	28	26	7.7	1,798
100-249 Employees	12	12	0.0	1,711
250-499 Employees	3	4	(25.0)	1,078
500-999 Employees	--	--	--	--
1000+ Employees	--	--	--	--

(1) Subject to revisions.

Source: Research and Analysis Bureau, Nevada Dept. of Employment, Training and Rehabilitation.

Retail Sales

The following table sets forth a history of taxable sales in the County.

Taxable Sales in the County

Fiscal Year ⁽¹⁾	Lyon County Total ⁽²⁾	Percent Change	State Total ⁽²⁾	Percent Change
2020	\$687,125,877	--	\$61,365,683,690	--
2021	755,083,878	9.9%	67,704,797,544	10.3%
2022	893,835,418	18.4	81,787,630,231	20.8
2023	880,591,245	(1.5)	86,967,168,094	6.3
2024	912,196,593	3.6	90,418,168,437	4.0
Jul 23 - May 24	\$829,658,583	4.2%	\$82,805,038,426	(3.2)%
Jul 24 - May 25	864,725,629	--	80,183,110,621	--

(1) Fiscal year runs from July 1st to the following June 30th.

(2) Subject to revision.

Source: State of Nevada, Department of Taxation.

Agriculture

Ranching and farming have been a cornerstone of the County's economy for more than 100 years. According to the most recent Census of Agriculture in 2017, Lyon County was home to approximately 312 farms which averaged 581 acres of land and the median farm size was 35 acres. According to the 2022 USDA Census of Agriculture Estimates, the market value of agricultural products sold in the county was estimated at \$222.9 million.

Mineral Resources

Nevada’s mining industry is recognized as a nationally and internationally significant source of metals and minerals. According to the *Nevada Mineral Industry 2023* report published by Nevada Bureau of Mines and Geology, the State’s mining industry produced approximately \$9.3 billion in total value of all commodities, a 4.1% decrease over the \$9.7 billion value in 2022. Nevada led the nation in the production of gold, barite, lithium compounds and magnesite. Mining operations in Lyon County produce copper, gypsum, limestone, and pozzolan (used mostly in cement).

Construction

The following two tables set forth a history of the number of building permits issued in the City of Fernley and unincorporated Lyon County.

Building Permits – City of Fernley, Nevada

Year	New Residential Permits ⁽¹⁾	New Residential Values	New Commercial Permits	New Commercial Values
2020	114	\$29,499,370	4	\$11,828,751
2021	233	63,230,379	10	61,143,955
2022	139	48,826,127	8	152,408,596
2023	219	73,638,344	5	17,534,337
2024	100	35,070,225	5	12,801,198
2025 ⁽²⁾	102	32,661,175	6	72,617,052

(1) Includes single family and manufactured homes.

(2) As of July 31, 2025.

Source: City of Fernley Building Department.

Building Permits - Unincorporated Lyon County, Nevada⁽¹⁾

Year	New Single Family Dwelling Permits ⁽²⁾	New Commercial Construction Permits
2020	218	n/a ⁽³⁾
2021	229	10
2022	243	11
2023	141	7
2024	218	20
2025 ⁽⁴⁾	141	20

(1) The County does not issue permits for the Cities of Fernley and Yerington which are incorporated.

(2) Includes manufactured homes.

(3) The Building Department changed its software in 2019 and is providing data for new single-family residential permits and gradually adding data for other structures.

(4) As of July 31, 2025.

Source: Lyons County Building Department

Transportation

Three primary transportation routes transect Lyon County. Interstate 80 parallels the northwest border, and continues west to San Francisco (via Reno/Sparks) and east to Salt Lake City. U.S. Highway 50 crosses east-west through the county, westbound through Carson City and eastbound through Ely. U.S. Highway 95A spurs off I-80 and runs north-south, southbound to Las Vegas passing through Yerington. The extension of USA Parkway (SR 439) completed in 2017 now connects Interstate 80 and U.S. 50 near Silver Springs and increases regional mobility. Approximately sixty regional and national carriers are available for shipments in and out of Lyon County.

Both Yerington and Dayton have airports capable of handling corporate jets. In addition, Yerington has full service fixed base operations (FBO) with fuel, maintenance, avionics, café, lighted runway, beacon, and unicom. Charter air service is available to Yerington. Commercial air service is available in Reno. Rail service is provided by Union Pacific to Fernley and Silver Springs. In 2018, Black Gold Rail Terminals Northern Nevada established a transloading and storage facility at Northern Nevada Railport & Logistics Center in Fernley. The site has the distinction of being served by both Union Pacific Railroad and BNSF Railway and is the first short line railroad in Northern Nevada.

Development Activity

The Northern Nevada Development Authority (NNDA) serves to promote economic development activity in the Sierra Region which includes Carson City, Douglas, Lyon and Storey counties.

Complementing the area's emphasis on economic diversification are the numerous business advantages unique to the State. Competitive wage rates, low workers' compensation costs, an expanding labor force, centralized location and attractive transportation costs to other prominent western markets, and the State's incentive programs combine to give business and industry an attractive incentive to move to, relocate or expand in the Sierra Region of Nevada.

APPENDIX F

OFFICIAL NOTICE OF BOND SALE

\$15,000,000*

**LYON COUNTY SCHOOL DISTRICT, NEVADA
GENERAL OBLIGATION (LIMITED TAX)
SCHOOL IMPROVEMENT BONDS
SERIES 2025**

PUBLIC NOTICE IS HEREBY GIVEN that the Board of Trustees of the Lyon County School District, in the State of Nevada (the “Board”, the “District”, and the “State”, respectively), on

Tuesday, October 28, 2025

at the hour of 8:30 a.m., Pacific Daylight Time in the office of bond counsel for the District:

**Taft Stettinius & Hollister LLP
50 W. Liberty Street, Suite 1000
Reno, Nevada 89501**

will publicly open and receive bids electronically via PARITY, a division of i-Deal LLC (“PARITY”) (no bids will be received by mail) for the purchase of the above-referenced bonds of the District, particularly described below. Bids must be submitted electronically via PARITY, and must be received on or before 8:30 a.m., Pacific Daylight Time, on such day of sale, or at such other time, date or place as designated via PARITY before the date of sale.

BOND PROVISIONS

ISSUE: Lyon County School District, Nevada, General Obligation (Limited Tax) School Improvement Bonds, Series 2025 (the “Bonds”), in the aggregate principal amount of \$15,000,000*, will be dated as of the date of delivery of the Bonds. The Bonds will be issued by means of a book entry system with no physical distribution of bond certificates to the public. See “BOOK ENTRY TRANSFER AND EXCHANGE” below. The Bonds will be in book entry form.

MATURITIES: The Bonds will mature on the dates and in the amounts designated in the maturity schedule set forth in the preliminary official statement dated October 16, 2025 (the “Preliminary Official Statement”) relating to the Bonds or as amended in the maturity schedule available from JNA Consulting Group, LLC the District’s Municipal Advisor, and published on PARITY prior to the bid opening for the Bonds (the “Maturity Schedule”), subject to adjustment as provided below in “ADJUSTMENT OF MATURITIES AFTER DETERMINATION OF BEST BID.”

ADJUSTMENT OF MATURITIES AFTER DETERMINATION OF BEST BID:
The aggregate principal amount and the principal amount of each maturity of the Bonds are subject to adjustment by the District, after the determination of the best bid. Changes to be made will be communicated to the successful bidder by time of written award of the Bonds, and will not reduce

* Preliminary, subject to change.

or increase the aggregate principal amount of the Bonds or the amount of the Bonds maturing in any year by more than five percent or \$100,000, whichever is greater, from the amounts shown in the Maturity Schedule. The price bid (*i.e.*, par less the discount bid or plus the premium bid) by a successful bidder may be changed as described below, but the interest rates specified by the successful bidder for all maturities will not change. A successful bidder may not withdraw its bid as a result of any changes made within these limits. The price bid will be changed so that the percentage net compensation to the successful bidder (*i.e.*, the percentage resulting from dividing (i) the aggregate difference between the offering price of the Bonds to the public and the price to be paid to the District (excluding accrued interest), less any bond insurance premium to be paid by the bidder, by (ii) the principal amount of the Bonds) does not increase or decrease from what it would have been if no adjustment was made to the principal amounts shown in the Maturity Schedule.

To facilitate any adjustment in the principal amounts and price bid, the successful bidder is required to indicate by email to the Municipal Advisor on behalf of the District, to marty@jnaconsultinggroup.com no later than one-half hour after the bid opening, the amount of any original issue discount or premium on each maturity of the Bonds, the amount received from the sale of the Bonds to the public that will be retained by the successful bidder as its compensation, and in the case of a bid submitted with bond insurance, the cost of the insurance premium. A bidder who intends to insure the Bonds shall also state, in that facsimile transmission, whether the amount of the insurance premium will change as a result of changes in the principal amount of the Bonds or the amount of principal maturing in any year, and the method used to calculate any such change in the insurance premium.

OPTIONAL PRIOR REDEMPTION: The Bonds, or portions thereof (\$5,000 or any integral multiple), maturing on and after June 1, 2036 shall be subject to redemption prior to their respective maturities, at the option of the District as directed by the Chief Financial Officer, on and after June 1, 2035, in whole or in part at any time, from any maturities selected by the District and by lot within a maturity (giving proportionate weight to Bonds in denominations larger than \$5,000), at a price equal to the principal amount of each Bond, or portion thereof, so redeemed, accrued interest thereon to the redemption date.

MANDATORY SINKING FUND REDEMPTION: A bidder may request that one or more Bonds maturing on and after June 1, 2036, be included in one or more term bonds ("Term Bonds"). Amounts included in a single Term Bond must consist of consecutive maturities of Bonds, must bear the same rate of interest and must include the entire principal amount between a serial maturity and a mandatory sinking fund redemption. Any such Term Bond will be subject to mandatory sinking fund redemption in installments in the same amounts and on the same dates as the Bonds would have matured if they were not included in a Term Bond. Bonds redeemed pursuant to the mandatory sinking fund redemption provisions will be redeemed at a redemption price equal to the principal amount of the Bonds to be redeemed plus accrued interest to the redemption date in the manner and as otherwise provided in the Bond Resolution (as defined below). Any election to designate Bonds as being included in a Term Bond must be made electronically (see "BID PROPOSALS" below).

INTEREST RATES AND LIMITATIONS: The following interest limitations are applicable:

A. Interest on the Bonds will be payable on June 1 and December 1, in each year, commencing on June 1, 2026.

B. In addition, the interest rate on any Bond and the True Interest Cost for the Bonds (see “BASIS OF AWARD”, below) may not exceed, by more than 3% the “Index of Twenty Bonds” most recently published in The Bond Buyer before the bids are received.

C. Each interest rate specified must be stated in a multiple of 1/8th or 1/20th of 1% per annum.

D. Only one interest rate can be stated for any maturity, i.e, all of the Bonds with the same maturity date must bear the same rate of interest.

E. Each Bond as initially issued will bear interest from its date to its stated maturity date at the interest rate stated in the bid. A zero rate of interest may not be named.

It is permissible to bid different interest rates for the Bonds, but only as stated in the bid and subject to the above limitations. If any Bond is not paid upon presentation at maturity, it will draw interest at the same rate until principal is paid in full.

PAR OR PREMIUM REQUIRED; NO NET DISCOUNT PERMITTED: A bidder may offer to purchase the Bonds at par or at premium. A bidder may not offer to purchase the Bonds at a net discount.

PAYMENT: The principal of the Bonds, shall be payable at the office of U.S. Bank Trust Company, National Association, as paying agent (the “Paying Agent”), or such other office as designated by the Paying Agent to the registered owner thereof (i.e., Cede & Co.) as shown on the registration records of U.S. Bank Trust Company, National Association, as registrar, upon maturity thereof (or earlier prior redemption) and upon presentation and surrender of such Bonds at the office of such Paying Agent. Payment of interest on any Bond shall be made to the registered owner thereof (i.e., Cede & Co.) by check or draft mailed by the Paying Agent, on each interest payment date (or, if such interest payment date is not a business day, on the next succeeding business day), to the registered owner thereof at his or her address as it appears on the registration records of the registrar for such Bonds as of the close of business on the 15th day of the calendar month preceding such interest payment date (or by such other arrangement as may be mutually agreed to by the Paying Agent and The Depository Trust Company). All such payments shall be made in lawful money of the United States of America.

BOND INSURANCE/RATING LETTERS: Payment of the principal of and interest on the Bonds when due may be insured by a municipal bond insurance policy at bidder’s option and expense. The District will pay for ratings on the Bonds from S&P Global Ratings.

BOOK ENTRY/TRANSFER AND EXCHANGE: The Bonds will be issued as fully registered book entry bonds, in the denomination of \$5,000 or any integral multiple thereof. The Bonds will be issued in registered form and bond certificates for each maturity of Bonds will be issued to The Depository Trust Company, New York, New York (“DTC”), registered in the name of its nominee, Cede & Co., and immobilized in its custody, with transfers of ownership

effected on the records of DTC and its participants pursuant to rules and procedures adopted by DTC and its participants. Principal of and interest on the Bonds will be payable by the Paying Agent by wire transfer or in same day funds to DTC or its nominee as registered owner of the Bonds. Transfer of principal and interest payments to participants of DTC will be the responsibility of DTC. Transfer of principal and interest payments to the beneficial owners by participants of DTC will be the responsibility of such participants and other nominees of beneficial owners. Neither the District nor the Paying Agent will be responsible or liable for payments by DTC to its participants or by DTC participants to beneficial owners or for maintaining, supervising or reviewing the records maintained by DTC, its participants or persons acting through such participants.

BOND RESOLUTION: The resolution authorizing the issuance of the Bonds was adopted by the Board of Trustees of the District on September 23, 2025 (the “Bond Resolution”). The Bond Resolution sets forth, among other matters, the form, terms and conditions of the Bonds, the manner and terms of their issuance, the manner of their execution, the method of their payment, the security therefor, and other details concerning the Bonds, the use of Bond proceeds, and the District, including, without limitation, covenants and agreements in connection therewith. Copies of the Bond Resolution are available for inspection at the office of the District’s Chief Financial Officer (the “Chief Financial Officer”) and at the office of the District’s Municipal Advisor at the addresses listed under “INFORMATION”, below.

AUTHORIZATION OF BONDS: The Bonds are authorized to be issued pursuant to Chapters 350, 387 and 348 of Nevada Revised Statutes (“NRS”), and an election held in the District on November 7, 2006.

SECURITY FOR THE BONDS: The Bonds, in the opinion, of Taft Stettinius & Hollister LLP, (“Bond Counsel”), will be direct general obligations of the District, payable as to all principal, interest and any prior redemption premium (the “Bond Requirements”) from general (ad valorem) taxes (herein “General Taxes”) levied against all taxable property within the District except to the extent that other revenues are made available therefor, subject to the limitations imposed by the statutes and Constitution of the State (see “Constitutional Tax Limitations” and “Statutory Tax Limitation” below). The Bonds will be a debt of the District, and the District shall thereby pledge its full faith and credit for their payment.

ISSUANCE OF ADDITIONAL SECURITIES: The District reserves the privilege of issuing additional general obligation bonds hereafter authorized at any time or from time to time for any lawful purpose, as permitted by law.

FEDERAL TAX MATTERS: In the opinion of Bond Counsel, assuming continuous compliance with certain covenants described below, interest on the Bonds is excluded from gross income under present federal income tax laws pursuant to Section 103 of the Internal Revenue Code of 1986, as amended to the date of delivery of the Bonds (the “Tax Code”), and interest on the Bonds is excluded from alternative minimum taxable income as defined in Section 55(b) of the Tax Code; however, to the extent such interest is included in calculating the “adjusted financial statement income” of “applicable corporations” (as defined in Sections 56A and 59(k), respectively, of the Tax Code), such interest is subject to the alternative minimum tax applicable to those corporations under Section 55(b) of the Tax Code.

STATE TAX EXEMPTION: In the opinion of Bond Counsel, under present laws of the State, the Bonds, their transfer, and the income therefrom are free and exempt from taxation by the State or any subdivision thereof except for the tax on estates imposed pursuant to chapter 375A of NRS and the tax on generation skipping transfers imposed pursuant to chapter 375B of NRS.

CONSTITUTIONAL TAX LIMITATION: Section 2, article 10, State Constitution, provides:

“The total tax levy for all public purposes including levies for bonds, within the state, or any subdivision thereof, shall not exceed five cents on one dollar of assessed valuation.”

STATUTORY TAX LIMITATION: NRS 361.453 provides:

“ . . . the total ad valorem tax levy for all public purposes must not exceed \$3.64 on each \$100 of assessed valuation, or a lesser or greater amount fixed by the State Board of Examiners if the State Board of Examiners is directed by law to fix a lesser or greater amount for that fiscal year.”

STATUTORY PRIORITY FOR THE BONDS: NRS 361.463:

“1. In any year in which the total taxes levied by all overlapping units within the boundaries of the state exceed the limitation imposed by NRS 361.453, and it becomes necessary for that reason to reduce the levies made by any of those units, the reduction so made must be in taxes levied by those units (including the state) for purposes other than the payment of bonded indebtedness, including interest thereon.

2. The taxes levied for the payment of bonded indebtedness and the interest thereon enjoy a priority over taxes levied by each such unit (including the state) for all other purposes where reduction is necessary to comply with the limitation imposed by NRS 361.453.”

STATUTORY PROVISIONS FOR TAX LEVIES: NRS 350.592 provides in relevant part:

“1. There must be levied annually in due season a special tax on all property, both real and personal, subject to taxation within the boundaries of the municipality, fully sufficient together with the revenue which will result from application of the rate to the net proceeds of minerals, without regard to any statutory or charter tax limitation, other than the limitation set forth in NRS 361.453, to pay the interest on the general obligation municipal securities and to pay and retire the securities as provided in the Local Government Securities Law and in any act supplemental hereto. The amount of

money to be raised by the tax must be included in the annual estimate or budget for each county within the state for each year for which the tax is hereby required to be levied. The tax must be levied and collected in the same manner and at the same time as other taxes are levied and collected.

2. The proceeds thereof levied to pay interest on the securities must be kept by the treasurer in a special fund, separate and apart from all other funds, and the proceeds of the tax levied to pay the principal of the securities must be kept by the treasurer in a special fund, separate and apart from all other funds. The two special funds must be used for no other purpose than the payment of the interest on the securities and the principal thereof, respectively, when due;”

TIMES OF LEVIES: NRS 350.594 provides:

“Such tax shall be levied immediately after the issuance of any general obligation securities issued in accordance with the provisions of the Local Government Securities Law, and annually thereafter, at the times and in the manner provided by law, until all of the securities, and the interest thereon, have been fully discharged. Such tax may be first levied after the municipality has contracted to sell any securities but before their issuance.”

USE OF GENERAL FUND: NRS 350.596 provides:

“Any sums coming due on any general obligations municipal securities at any time when there are not on hand from such tax levy or levies sufficient funds to pay the same shall be promptly paid when due from the general fund of the municipality, reimbursement to be made to such general fund in the sums thus advanced when the taxes herein provided for have been collected.”

USE OF OTHER FUNDS: NRS 350.598 provides:

“Nothing contained in the Local Government Securities Law shall be so construed as to prevent the municipality from applying any funds (other than taxes) that may be available for that purpose to the payment of the interest on or the principal of any general obligation municipal securities as the same respectively mature, and regardless of whether the payment of the general obligation municipal securities is additionally secured by a pledge of revenues, and upon such payments, the levy or levies of taxes provided in the Local Government Securities Law may thereupon to that extent be diminished.”

STATUTORY APPROPRIATIONS: NRS 350.602 provides:

“There is by the Local Government Securities Law, and there shall be by ordinance authorizing the issuance of any indebtedness contracted in accordance with the provisions of the Local Government Securities Law, specially appropriated the proceeds of such taxes to the payment of such principal and interest; and such appropriations shall not be repealed nor the taxes postponed or diminished (except as herein otherwise expressly provided) until the principal of and interest on the municipal securities evidencing such debt have been wholly paid.”

NO PLEDGE OF PROPERTY: The payment of the Bonds is not secured by an encumbrance, mortgage or other pledge of property of the District.

IMMUNITY OF INDIVIDUALS: NRS 350.606 provides:

“No recourse shall be had for the payment of the principal of, any interest on, and any prior redemption premiums due in connection with any bonds or other municipal securities or for any claim based thereon or otherwise upon the ordinance authorizing their issuance or other instrument appertaining thereto, against any individual member of the governing body or any officer or other agent of the municipality, past, present or future, either directly or indirectly through the governing body or the municipality, or otherwise, whether by virtue of any constitution, statute or rule of law, or by the enforcement of any penalty or otherwise, all such liability, if any, being by the acceptance of the securities and as a part of the consideration of their issuance specially waived and released.”

ACTS IRREPEALABLE: NRS 350.610 provides:

“The faith of the state is hereby pledged that the Local Government Securities Law, any law supplemental or otherwise appertaining thereto, and any other act concerning the bonds or other municipal securities, taxes or the pledged revenues or any combination of such securities, such taxes and such revenues shall not be repealed nor amended or otherwise directly or indirectly modified in such a manner as to impair adversely any outstanding municipal securities, until all such securities have been discharged in full or provision for their payment and redemption has been fully made, including without limitation the known minimum yield from the investment or reinvestment of moneys pledged therefor in federal securities.”

TERMS OF SALE

BID PROPOSALS: Bids are required to be submitted electronically as described below. Any bidder is required to submit an unconditional and written bid for all of the Bonds specifying:

- (1) The lowest rate or rates of interest at which the bidder will purchase all of the Bonds;
- (2) If applicable, the premium at which the bidder will purchase the Bonds; and
- (3) Whether the bidder intends to designate term bonds (with respect to the Bonds described above under “*Mandatory Sinking Fund Redemption*”) and the maturities affected thereby.

It is also requested for informational purposes only, but it is not required, that each bid disclose:

- (4) The “true interest cost” (i.e., actuarial yield) on the Bonds stated as a nominal annual percentage rate. See the caption “--Basis of Award” below.

Solely as an accommodation to the bidders, the District will receive bids delivered electronically through PARITY. Each bidder submitting an electronic bid is solely responsible for all arrangements with PARITY.

By utilizing PARITY, a prospective bidder represents and warrants to the District that such bidder’s bid for the purchase of the Bonds (if a bid is submitted in connection with the sale) is submitted for and on behalf of such prospective bidder by an officer or agent who is duly authorized to bind the prospective bidder to a legal, valid and enforceable contract for the purchase of the Bonds. Bids must be submitted electronically for the purchase of the Bonds by means of PARITY by 8:30 a.m. Pacific Daylight Time for the Bonds on October 28, 2025. Prior to that time, an eligible prospective bidder may (1) input the proposed terms of its bid on PARITY, (2) modify the proposed terms of its bid, in which event the proposed terms as last modified will (unless the bid is withdrawn as described herein) constitute its bid for the Bonds, (3) send its proposed bid, or (4) withdraw its proposed bid. Once the bids are communicated electronically via PARITY, each bid will constitute an irrevocable offer to purchase the Bonds on the terms therein provided.

Each prospective bidder shall be solely responsible to register to bid via PARITY as described above. Each prospective bidder shall be solely responsible to make necessary arrangements to access PARITY for purposes of submitting its bid in a timely manner and in compliance with the requirements of this Official Notice of Bond Sale. Neither the District nor the Municipal Advisor shall have any duty or be obligated to provide or assure such access to any prospective bidder, and neither the District nor the Municipal Advisor shall be responsible for proper operation of, or have any liability for any delays or interruptions of, or any damages caused by PARITY. The District is not responsible for, and each bidder expressly assumes the risk of and responsibility for, any incomplete, inaccurate or untimely bid submitted by such bidder and is not liable for any damages caused by PARITY. Bidders must obtain instructions

for submitting electronic bids from PARITY. The District is using PARITY as a communication mechanism, and not as the District's agent, to conduct the electronic bidding for the Bonds.

Each bidder is required to transmit electronically via PARITY an unconditional bid specifying the lowest rate or rates of interest and the premium, or discount, as applicable, at which the bidder will purchase the Bonds. Each bid must be for all of the Bonds. If any provision in this Official Notice of Bond Sale conflicts with information or terms provided or represented by PARITY, the Official Notice of Bond Sale, including any amendments issued by public wire shall control.

For informational purposes only, the electronic bid will show the effective interest rate for the Bonds represented on a TIC basis, as described under "BASIS OF AWARD" below, represented by the rate or rates of interest and the bid price specified in the bid. No bid will be received after the time for receiving such bids specified above.

GOOD FAITH DEPOSIT: Except as otherwise provided below, a good faith deposit ("Deposit") in the form of a certified or cashier's check drawn on a solvent commercial bank or trust company in the United States of America, made payable to

Lyon County School District, Nevada

in the amount of

\$150,000 for the Bonds

must accompany each bid for the Bonds. **If the apparent successful bidder on the Bonds is determined to be a bidder who has not submitted a Deposit in the form of a check, as provided above, the Municipal Advisor will request the apparent successful bidder for the Bonds to immediately wire the Deposit and provide the Federal wire reference number of such Deposit to the Municipal Advisor within 90 minutes of such request by the Municipal Advisor.** The Bonds will not be officially awarded to a bidder who has not submitted a Deposit, as provided above, until such time as the bidder has provided a Federal wire reference number for the Deposit to the Municipal Advisor.

No interest on the Deposit will accrue to any bidder, except as otherwise provided under "MANNER AND TIME OF DELIVERY", below. The Deposit of the successful bidder will be applied to the purchase price of the Bonds. In the event the successful bidder fails to honor its accepted bid, the Deposit plus any interest accrued on the Deposit will be retained by the District. Deposits accompanying bids other than the bid which is accepted will be returned promptly upon the determination of the best bidder.

CUSIP NUMBERS: It is anticipated that CUSIP identification numbers will be printed on each maturity of the Bonds, but neither the failure to print such number on any Bond nor any error with respect thereto shall constitute cause for a failure or refusal by the purchaser to accept delivery of and pay for the Bonds in accordance with the terms of the purchase contract. All expenses relating to printing the CUSIP numbers on the Bonds and the CUSIP Global Services charge for the assignment of the numbers will be the responsibility of and must be paid by the purchaser.

METHOD OF EXERCISING BIDDER'S OPTIONS: Any option granted a bidder may be exercised only as expressly provided herein.

SALES RESERVATIONS: The District reserves the privilege:

- A. Of waiving any irregularity or informality in any bid;
- B. Of rejecting any and all bids; and
- C. Of reoffering any of the Bonds for public sale or private sale as provided by law.

The District reserves the privilege of changing the sale date and/or sale time the Bonds. Any change in the time and/or date of any Bond sale will be announced via PARITY before the time of the sale.

BASIS OF AWARD: The Bonds, subject to such sale reservations, will be sold by the District to the responsible bidder making the best bid for all the Bonds. The best bid will be determined by computing the True Interest Cost on the Bonds (i.e, using an actuarial or TIC method) for each bid received and an award will be made (if any is made) to the responsible bidder submitting the bid which results in the lowest true interest cost for the Bonds. "True Interest Cost" on the Bonds as used herein means that yield which if used to compute the present worth of all payments of principal and interest to be made on the Bonds from the date of delivery of the Bonds to their respective maturity dates (or any mandatory sinking fund redemption dates), produces an amount equal to the principal amount of the Bonds as set forth in the Maturity Schedule plus any premium or less any discount bid (i.e., net original issue premium or discount, as applicable, less the underwriter's discount). No adjustment shall be made in such calculation for accrued interest on the Bonds from their date to the date of delivery thereof. Such calculation shall be based on a 360 day year and a semiannual compounding interval. If there are two or more equal bids for the Bonds and such equal bids are the best bids received, the District's Chief Financial Officer will determine which bid will be accepted, if any.

PLACE AND TIME OF AWARD: The Chief Financial Officer or such officer's designee, will open bids on behalf of the District at the time and place stated. The Chief Financial Officer (or the Superintendent of the District) will take action awarding the Bonds or rejecting all bids not later than 36 hours after the time stated for opening bids. A bidder may not withdraw its bid during such 36-hour period. An award may be made after the stated period if the bidder shall not have given to the Chief Financial Officer notice in writing of the withdrawal of its bid. **By submitting a bid for the Bonds, each bidder certifies it has an established industry reputation for underwriting new issuance of municipal bonds.**

MANNER AND TIME OF DELIVERY: The Deposit will be credited to the purchaser at the time of delivery of the Bonds (without accruing interest). If the successful bidder for the Bonds fails, neglects, or refuses to complete the purchase of the Bonds on the date on which the Bonds are made ready and are tendered by the District for delivery, the amount of its Deposit will be forfeited (as liquidated damages for noncompliance with the bid) to the District. In that event, the District may reoffer the Bonds for sale, as provided by law. The Bonds will be made available for delivery by the District to the purchaser as soon as reasonably possible after the date of the sale, and the District contemplates delivering the Bonds on or about November 13, 2025.

The purchaser of the Bonds will be given 72 hours' notice of the time fixed by the Board for tendering the Bonds for delivery.

PAYMENT AT AND PLACE OF DELIVERY: The successful bidder(s) will be required to accept delivery of the Bonds at DTC or at the office of the Paying Agent on behalf of DTC, pursuant to the FAST System. Payment of the balance of the purchase price due for the Bonds at the time of their delivery must be made in Federal Reserve Bank funds or other funds acceptable to the District for immediate and unconditional credit to the account of the District, at a bank designated by the Chief Financial Officer, so that such Bond proceeds may be deposited or invested, as the District may determine, simultaneously with the delivery of the Bonds. The balance of the purchase price of the Bonds must be paid in such funds and not by any waiver of interest, and not by any other concession as a substitution for such funds.

INFORMATION: This Official Notice of Bond Sale, a preliminary official statement, and financial and other information concerning the District and the Bonds may be obtained prior to the sale from the Chief Financial Officer:

**Lilliana Camacho-Polkow
Chief Financial Officer
Lyon County School District
25 E. Goldfield Avenue
Yerington, Nevada 89447
(775) 463-6800**

or

the District's Municipal Advisor:

**JNA Consulting Group, LLC
410 Nevada Way, Suite 200
Boulder City, Nevada 89005
(702) 294-5100
marty@jnaconsultinggroup.com**

LEGAL OPINION, BONDS AND TRANSCRIPT: The validity and enforceability of the Bonds will be approved by:

**Taft Stettinius & Hollister LLP
50 W. Liberty Street, Suite 1000
Reno, Nevada 89501
(775) 323-1980**

whose final, approving opinion, together with the Bonds, a certified transcript of the legal proceedings, including a certificate stating that there is no litigation pending affecting the validity of the Bonds as of the date of their delivery (the "Closing Date"), and other closing documents, will be furnished to the purchaser(s) of the Bonds without charge by the District.

DISTRICT REPRESENTED BY INDEPENDENT REGISTERED MUNICIPAL ADVISOR: The District has engaged, is represented by and will rely on the advice of the

Municipal Advisor, an independent registered municipal advisor, to advise it on the issuance of the Bonds and other aspects of the financing for which the Bonds are being issued. The District intends that (i) this statement constitutes the “required representation” for purposes of the independent registered municipal advisor exemption set forth in SEC Rule 15Ba1-1(d)(3) and (ii) prospective bidders and other market participants may rely on this written statement and receive and use it for purposes of that exemption.

FORM OF APPROVING OPINION: Bond counsel’s final approving opinion for the Bonds will recite in conventional form that the designated law firm has examined the constitution and laws of the State and a certified copy of the record of the proceedings taken preliminary to and in the issue of the Bonds. The form of such approving opinion is set forth in Appendix D of the Preliminary Official Statement.

OFFICIAL STATEMENT: The District has prepared the Preliminary Official Statement which is deemed by the District to be final as of its date for purposes of allowing bidders to comply with Rule 15c2-12(b)(1) of the Securities Exchange Commission (“the Rule”), except for the omission of certain information as permitted by the Rule. The Preliminary Official Statement is subject to revision, amendment and completion in a “Final Official Statement”.

The District will prepare a Final Official Statement, dated as of the date of its delivery to the successful bidder as soon as practicable after the date of award to the successful bidder. The District will electronically provide to the successful bidder of the Bonds copies of the Final Official Statement on or before seven business days following the date of the award to the successful bidder. The successful bidder may obtain printed copies of the Final Official Statement at the expense of the successful bidder.

The District authorizes the successful bidder to distribute the Final Official Statement in connection with the offering of the Bonds.

For a period beginning on the date of the Final Official Statement and ending twenty-five days following the date a successful bidder shall no longer hold for sale any of the Bonds (which date shall be the Closing Date unless the purchaser notifies the District in writing otherwise), if any event concerning the affairs, properties or financial condition of the District shall occur as a result of which it is necessary to supplement the Final Official Statement in order to make the statements therein, in light of the circumstances existing at such time, not misleading, at the request of the successful bidder, the District shall forthwith notify the successful bidder of any such event of which it has knowledge and shall cooperate fully in the preparation and furnishing of any supplement to the Final Official Statement necessary, in the reasonable opinion of the District and the successful bidder, so that the statements therein as so supplemented will not be misleading in the light of the circumstances existing at such time.

CONTINUING DISCLOSURE UNDERTAKING: Pursuant to the Rule, the District will undertake in a continuing disclosure certificate which is authorized in the Bond Resolution to provide certain ongoing disclosure, including annual operating data and financial information, audited financial statements and notices of the occurrences of certain material events. A description of the undertaking is set forth in the Preliminary Official Statement, and a copy of such certificate in substantially the form that will be executed by the Chief Financial Officer as of the Closing Date is set forth in Appendix C of the Preliminary Official Statement.

DISCLOSURE CERTIFICATES: The closing certificates for the Bonds included in the transcript of legal proceedings will include:

1. A certificate, dated as of the Closing Date, and signed by the President and Clerk of the Board, the Chief Financial Officer and the Attorney for the District in which each of them states, after reasonable investigation, that to the best of his or her knowledge (a) no action, suit, proceeding, inquiry, or investigation, at law or in equity, before or by any court, public board, or body, is pending, or, to the best of the knowledge of each of them, threatened, in any way contesting the completeness or accuracy of the Final Official Statement, (b) the Final Official Statement as it pertains to the District and the Bonds (except as to information therein concerning price and yield of the Bonds, and information therein relating to the book-entry system for the Bonds, as to all of which no representations will be made) does not contain any untrue statement of a material fact or omit to state any material fact necessary to make the statements made therein, in the light of the circumstances under which they were made, not misleading; and (c) no event affecting the District has occurred since the date of the Final Official Statement which should be disclosed therein for the purpose for which it is to be used or which it is necessary to disclose therein in order to make the statements and information therein not misleading in any respect; provided, however, that the District does not make any representation concerning the pricing information contained in the Final Official Statement; and

2. A certificate, dated as of the Closing Date, and signed by the Chief Financial Officer stating after reasonable investigation, that to the best of such officer's knowledge, as of the date of the Final Official Statement and on the date of such certificate, the information contained in the Final Official Statement relating to revenues and expenditures of the District is true and correct and does not contain any untrue statement of a material fact or omit any information necessary to be included therein in order that the Final Official Statement be not misleading for the purposes for which it is to be used.

CONSENT TO JURISDICTION: A bid submitted by electronic bidding, if accepted by the Chief Financial Officer or Superintendent on behalf of the District, forms a contract between the successful bidder and the District subject to the terms of this Official Notice of Bond Sale. By submitting a bid, the bidder consents to the exclusive jurisdiction of any court of the State of Nevada located in Lyon County or the United States District Court for the State of Nevada for the purpose of any suit, action or other proceeding arising as a result of the submittal of the bid, and the bidder irrevocably agrees that all claims in respect to any such suit, action or proceeding may be heard and determined by such court. The bidder further agrees that service of process in any such action commenced in such State or Federal court shall be effective on such bidder by deposit of the same as registered mail addressed to the bidder at the address set forth in the bid.

REOFFERING PRICES: The successful bidder (or manager of the purchasing account or accounts) shall notify the Chief Financial Officer and the Municipal Advisor by electronic transmission to marty@jnaconsultinggroup.com within one-half hour of the bid opening, of the initial offering prices of the Bonds to the public. The notification must be confirmed in writing in the form and substance satisfactory to Taft Stettinius & Hollister LLP ("Bond Counsel") prior to the delivery of the Bonds. The confirmation will be part of the "Purchaser's Certificate" which will be in substantially the same form as Exhibit A in the event the District receives 3 or more bids that conform to the requirements of this Official Notice of Sale

for the Bonds; or in substantially the same form as Exhibit B in the event the District does not receive 3 or more such bids for the Bonds.

By order of the Board of Trustees of the Lyon County School District, Nevada, this
October 16, 2025.

LYON COUNTY SCHOOL DISTRICT, NEVADA

/s/ Lilliana Camacho-Polkow
Chief Financial Officer

EXHIBIT A

PURCHASER'S CERTIFICATE

IT IS HEREBY CERTIFIED by the undersigned on behalf of _____ (the "Purchaser"), as representative of the underwriters for the Lyon County School District, Nevada, General Obligation (Limited Tax) School Improvement Bonds, Series 2025 (the "Bonds"):

1. We acknowledge receipt of the Bonds in the aggregate principal amount of \$_____, bearing interest and maturing as provided in the Bond Resolution of Board of Trustees of the Lyon County School District (the "Issuer") adopted and approved on September 23, 2025, and the instruments described therein, and such Bonds being in the denominations and registered in the name of Cede & Co., as nominee of The Depository Trust Company, as requested by us.

2. A bona fide public offering was made for all of the Bonds on the Sale Date at the Prices shown on the inside cover page of the Official Statement for the Bonds. Those Prices are the reasonably expected initial offering Prices of each maturity of the Bonds to the Public which were used by the Purchaser in formulating its bid to purchase the Bonds. For purposes of Paragraphs 2, 3 and 4, the following defined terms shall have the meanings assigned thereto as set forth below.

"Public" means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a Related Party. The term "Related Party" for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

"Sale Date" means the date the Purchaser's bid for the Bonds was accepted on behalf of the Issuer.

"Underwriter" means (i) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public).

If a yield is shown on the inside cover page of the Official Statement for any maturity, "Price" herein means the dollar price that produces that yield.

3. The Purchaser was not given the opportunity to review other bids prior to submitting its bid.

4. The bid submitted by the Purchaser constituted a firm bid to purchase the Bonds.

5. The Purchaser has an established industry reputation for underwriting new issuance of municipal bonds.

6. The Issuer and its counsel may rely on these certifications in concluding that the Bonds meet certain requirements of the Internal Revenue Code of 1986 as amended (the “Code”), relating to tax-exempt bonds; however, nothing herein represents our interpretation of any law and we are not providing any interpretations of law or regulations in executing and delivering this certificate.

DATED as of _____, 2025.

_____, as Representative of the Underwriters

By: _____

Title: _____

EXHIBIT B

PURCHASER'S CERTIFICATE

IT IS HEREBY CERTIFIED by the undersigned on behalf of _____ (the "Purchaser"), as representative of the underwriters for the Lyon County School District, Nevada, General Obligation (Limited Tax) School Improvement Bonds, Series 2025 (the "Bonds"):

1. We acknowledge receipt of the Bonds in the aggregate principal amount of \$_____, bearing interest and maturing as provided in the Bond Resolution of Board of Trustees of the Lyon County School District (the "Issuer") adopted and approved on September 23, 2025, and the instruments described therein, and such Bonds being in the denominations and registered in the name of Cede & Co., as nominee of The Depository Trust Company, as requested by us.

2. A bona fide public offering was made for all of the Bonds on the Sale Date at the Prices shown [on the inside cover page of the Official Statement for the Bonds][in Exhibit 1]. The first Price at which a Substantial Amount of each maturity of the Bonds was sold to the Public is the Price shown [on the inside cover page of the Official Statement][in Exhibit 1] for that maturity of the Bonds. For purposes of this Paragraph 2, the following defined terms shall have the meanings assigned thereto as set forth below:

"Public" means any person (including an individual, trust, estate, partnership, association, company, or corporation) other than an Underwriter or a Related Party. The term "Related Party" for purposes of this certificate generally means any two or more persons who have greater than 50 percent common ownership, directly or indirectly.

"Sale Date" means the date the Purchaser's bid for the Bonds was accepted on behalf of the Issuer.

"Substantial Amount" is 10% or more of each maturity.

"Underwriter" means (i) any person that agrees pursuant to a written contract with the Issuer (or with the lead underwriter to form an underwriting syndicate) to participate in the initial sale of the Bonds to the Public, and (ii) any person that agrees pursuant to a written contract directly or indirectly with a person described in clause (i) of this paragraph to participate in the initial sale of the Bonds to the Public (including a member of a selling group or a party to a retail distribution agreement participating in the initial sale of the Bonds to the Public).

If a yield is shown on the inside cover page of the Official Statement for any maturity, "Price" herein means the dollar price that produces that yield.

3. The Purchaser has an established industry reputation for underwriting new issuance of municipal bonds.

4. The Issuer and its counsel may rely on these certifications in concluding that the Bonds meet certain requirements of the Internal Revenue Code of 1986 as amended (the "Code"), relating to tax-exempt bonds; however, nothing herein represents our interpretation of any law and

we are not providing any interpretations of law or regulations in executing and delivering this certificate.

DATED as of _____, 2025.

_____, as Representative of the Underwriters

By: _____

Title: _____

Attach Exhibit 1 to Purchaser's Certificate
(Offering Prices of Bonds)