

**GOVERNMENTAL DEPARTMENT OF THE
PYRAMID LAKE PAIUTE TRIBE**

**Financial Statements and Independent Auditor's Reports
on Financial Statements, Compliance, and Internal Control
Under the Single Audit Act**

December 31, 2021



GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE

DECEMBER 31, 2021

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GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE

DECEMBER 31, 2021

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INDEPENDENT AUDITOR'S REPORT

To the Members of the Tribal Council of the Pyramid Lake Paiute Tribe:

Report on the Audit of Financial Statements

Opinions

We have audited the financial statements of the governmental activities, each major fund, and aggregate remaining fund information of the Governmental Department (the "Governmental Department") of the Pyramid Lake Paiute Tribe (the "Tribe"), as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Governmental Department's financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and aggregate remaining fund information of the Governmental Department as of December 31, 2021, 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 Tribe 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.

Emphasis of Matter

As discussed in Note 1, the financial statements of the Governmental Department are intended to present the financial position and changes in financial position of only that portion of the governmental activities, each major fund, and aggregate remaining fund information of the Tribe that is attributable to the transactions of the Governmental Department. They do not purport to, and do not, present fairly the financial position of the Tribe, as of December 31, 2021, or the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in 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 Governmental Department's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

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

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the financial statements. Such missing information, although not a part of the financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the financial statements in an appropriate operational, economic, or historical context. Our opinions on the financial statements are not affected by this missing information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Governmental Department's financial statements. The combining financial statements are presented for purposes of additional analysis and are not a required part of the financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining financial statements and schedule of expenditures of federal awards are fairly stated, in all material respects, in relation to the financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 7, 2023, on our consideration of the Governmental Department'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 Governmental Department'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 Governmental Department's internal control over financial reporting and compliance.

BlueBird CPA

Reno, Nevada
June 7, 2023

FINANCIAL STATEMENTS

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
STATEMENT OF NET POSITION
DECEMBER 31, 2021**

	Governmental Activities
ASSETS	
Cash and cash equivalents	\$ 54,657,460
Investments	165,689
Restricted investments	81,413,724
Accounts receivables, net	791,352
Grants receivable	1,183,489
Prepaid items	553,386
Depreciable capital assets, net	23,102,675
Nondepreciable capital assets	60,098,002
Total assets	221,965,777
LIABILITIES	
Accounts payable	859,648
Accrued liabilities	857,747
Due to proprietary funds	4,159
Unearned revenues	35,282,997
Compensated absences	268,160
Long-term debt:	
Due within one year	55,064
Due in more than one year	167,836
Total liabilities	37,495,611
NET POSITION	
Net investment in capital assets	82,925,712
Restricted:	
Clinic	12,409,106
Investment trust fund	81,163,075
Grant	500
Unrestricted	7,971,773
Total net position	\$ 184,470,166

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2021**

Functions/Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Governmental activities:					
General government	\$ 11,388,058	\$ 5,171,049	\$ 5,867,348	\$ -	\$ (349,661)
Education	697,861	-	331,140	-	(366,721)
Natural resources	2,111,949	54,757	2,018,092	100,995	61,895
Health and welfare services	7,889,735	3,522,033	8,241,952	-	3,874,250
Public safety	3,228,782	406,354	1,701,838	-	(1,120,590)
Social services	2,185,818	46,296	2,404,888	-	265,366
Judicial services	161,798	29,562	70,694	-	(61,542)
Culture and recreation	245,971	96,698	5,325	-	(143,948)
Roads and transportation	1,098,720	1,105	1,492,697	71,088	466,170
Interest on long-term debt	14,046	-	-	-	(14,046)
Total governmental activities	\$ 29,022,738	\$ 9,327,854	\$ 22,133,974	\$ 172,083	2,611,173
General revenues:					
					(404,963)
					867,451
					1,142,265
					<u>1,604,753</u>
					Change in net position
					4,215,926
					Net position, beginning of year
					<u>180,254,240</u>
					Net position, end of year
					<u>\$ 184,470,166</u>

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2021**

	General Fund	Investment Trust Fund	Department of Health and Human Services Fund	Department of the Interior Fund	Department of Transportation Fund	Department of the Treasury Fund	Nonmajor Governmental Funds	Total Governmental Funds
ASSETS								
Cash and cash equivalents	\$ 591,954	\$ -	\$ 26,675,946	\$ 6,564,666	\$ 4,737,206	\$ 15,000,630	\$ 1,087,058	\$ 54,657,460
Investments	165,689	-	-	-	-	-	-	165,689
Restricted investments	-	81,413,724	-	-	-	-	-	81,413,724
Accounts receivable, net	171,340	261,817	358,195	-	-	-	-	791,352
Due from other funds	7,628,075	-	-	-	-	-	-	7,628,075
Grants receivable	-	-	301,370	271,693	182,270	-	428,156	1,183,489
Prepaid items	553,386	-	-	-	-	-	-	553,386
Total assets	\$ 9,110,444	\$ 81,675,541	\$ 27,335,511	\$ 6,836,359	\$ 4,919,476	\$ 15,000,630	\$ 1,515,214	\$ 146,393,175
LIABILITIES AND FUND BALANCES								
LIABILITIES:								
Accounts payable	\$ 357,394	\$ -	\$ 293,345	\$ 143,792	\$ 12,723	\$ 3,748	\$ 48,646	\$ 859,648
Accrued liabilities	561,023	-	14,624	1,500	-	280,600	-	857,747
Due to other funds	-	512,466	3,433,234	1,814,215	487,275	14,643	1,366,242	7,628,075
Due to proprietary funds	4,159	-	-	-	-	-	-	4,159
Unearned revenues	-	-	11,185,202	4,876,852	4,419,478	14,701,139	100,326	35,282,997
Total liabilities	922,576	512,466	14,926,405	6,836,359	4,919,476	15,000,130	1,515,214	44,632,626
FUND BALANCES:								
Nonspendable	553,386	-	-	-	-	-	-	553,386
Restricted - Clinic	-	-	12,409,106	-	-	-	-	12,409,106
Restricted - Investment trust fund	-	81,163,075	-	-	-	-	-	81,163,075
Restricted - grant	-	-	-	-	-	500	-	500
Unassigned	7,634,482	-	-	-	-	-	-	7,634,482
Total fund balances	8,187,868	81,163,075	12,409,106	-	-	500	-	101,760,549
Total liabilities and fund balances	\$ 9,110,444	\$ 81,675,541	\$ 27,335,511	\$ 6,836,359	\$ 4,919,476	\$ 15,000,630	\$ 1,515,214	

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

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the fund financial statements.

83,200,677

Noncurrent liabilities, including long-term debt and compensated absences, are not due and payable in the current period and, therefore, are not reported in the fund financial statements.

(491,060)

Net position of governmental activities

\$ 184,470,166

GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

	General Fund	Investment Trust Fund	Department of Health and Human Services Fund	Department of the Interior Fund	Department of Transportation Fund	Department of the Treasury Fund	Nonmajor Governmental Funds	Total Governmental Funds
REVENUES:								
Intergovernmental revenues	\$ -	\$ -	\$ 8,888,874	\$ 3,821,700	\$ 1,409,075	\$ 5,772,994	\$ 2,413,414	\$ 22,306,057
Charges for services	2,087,105	-	3,254,306	39,446	1,105	-	27,361	5,409,323
Permits and fees	3,334,871	-	-	-	-	-	-	3,334,871
Rent and lease	583,660	-	-	-	-	-	-	583,660
Sales taxes	867,451	-	-	-	-	-	-	867,451
Interest and investment income (loss)	8,215	(413,178)	-	-	-	-	-	(404,963)
Indirect cost recoveries	3,435,505	-	-	-	-	-	-	3,435,505
Other	927,516	-	-	250	41,485	500	172,514	1,142,265
Total revenues	11,244,323	(413,178)	12,143,180	3,861,396	1,451,665	5,773,494	2,613,289	36,674,169
EXPENDITURES:								
Current:								
General government	4,850,579	-	-	84,719	-	5,615,610	1,100	10,552,008
Education	39,952	-	-	116,085	-	-	336,169	492,206
Natural resources	198,615	-	-	1,139,871	-	-	731,985	2,070,471
Health and welfare services	568,297	-	6,566,817	-	-	-	206,924	7,342,038
Public safety	1,648,354	-	-	1,306,323	-	-	60,254	3,014,931
Social services	132,482	-	751,118	410,866	-	-	877,096	2,171,562
Judicial services	91,413	-	-	64,051	-	-	-	155,464
Culture and recreation	182,339	-	-	-	-	-	14,132	196,471
Roads and transportation	-	-	-	124,215	703,353	-	-	827,568
Indirect costs	1,022,302	-	1,313,523	593,266	163,057	1,799	341,558	3,435,505
Capital outlay	159,001	-	1,211,373	22,000	585,255	155,585	44,071	2,177,285
Debt service:								
Principal	62,183	-	-	-	-	-	-	62,183
Interest	14,046	-	-	-	-	-	-	14,046
Total expenditures	8,969,563	-	9,842,831	3,861,396	1,451,665	5,772,994	2,613,289	32,511,738
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	2,274,760	(413,178)	2,300,349	-	-	500	-	4,162,431
OTHER FINANCING SOURCES (USES):								
Proceeds from issuance of debt	37,283	-	-	-	-	-	-	37,283
Transfers from (to) other funds	293,775	(293,775)	-	-	-	-	-	-
Total other financing sources (uses)	331,058	(293,775)	-	-	-	-	-	37,283
NET CHANGE IN FUND BALANCES	2,605,818	(706,953)	2,300,349	-	-	500	-	4,199,714
FUND BALANCES, BEGINNING OF YEAR	5,582,050	81,870,028	10,108,757	-	-	-	-	97,560,835
FUND BALANCES, END OF YEAR	\$ 8,187,868	\$ 81,163,075	\$ 12,409,106	\$ -	\$ -	\$ 500	\$ -	\$ 101,760,549

The accompanying notes are an integral part of the financial statements.

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2021**

Net change in fund balances - governmental funds \$ 4,199,714

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

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

Capital outlay	2,177,285
Depreciation expense	(2,202,753)

Accrued compensated absences do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

Change in accrued compensated absences	16,780
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The issuance of debt is treated as other financing sources and debt service payments are treated as expenditures in the fund financial statements but are reported as increases and decreases in outstanding debt obligations within the statement of net position.

Issuance of debt	(37,283)
Current year payment on long-term debt	62,183

Change in net position of governmental activities \$ 4,215,926

GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

Note 1: Reporting Entity and Operations

The Pyramid Lake Paiute Lake (the "Tribe") is a federally recognized Tribe located in the State of Nevada. The Tribe is governed by an elected ten-member council. The Tribe has jurisdiction over activities occurring on the reservation, and has rights to economic and other benefits from the use of its property and resources. The Tribe administers federal and other government grant awards to provide government services to its community.

The accompanying financial statements include the Governmental Department of the Pyramid Lake Paiute Tribe (the "Governmental Department") and do not include the financial activity of any of the Tribe's other departments, enterprises, component units, or other activities. Accordingly, these financial statements do not purport to, and do not, present fairly the financial position or changes in financial position of the Tribe in accordance with accounting principles generally accepted in the United States of America (GAAP).

Note 2: Summary of Significant Accounting Policies

The financial statements of the Governmental Department have been prepared in accordance with GAAP as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB statements and interpretations constitute GAAP for governments, including tribal governments.

During 2021, the Governmental Department implemented GASB Statement No. 89, *Accounting for Interest Cost Incurred before the End of a Construction Period*, the objectives of which are (1) to enhance the relevance and comparability of information about capital assets and the cost of borrowing for a reporting period and (2) to simplify accounting for interest cost incurred before the end of a construction period. Implementation of this statement did not have a significant impact on the Governmental Department's financial statements.

In May 2020, GASB issued Statement No. 95, *Postponement of the Effective Dates of Certain Authoritative Guidance*, effective immediately. The objective of this statement is to provide temporary relief to governments and other stakeholders in light of the COVID-19 pandemic by extending the effective dates of certain accounting and financial reporting provisions in Statements and Implementation Guides that were first effective for reporting periods beginning after June 15, 2018 and later. Implementation of this statement extended the effective dates of GASB Statements No. 87, No. 91, No. 92, and No. 93.

In June 2017, GASB issued Statement No. 87, *Leases*. The objective of this statement is to better meet the information needs of financial statement users by improving accounting and financial reporting comparability for leases by governments. GASB Statement No. 87 becomes effective for the Governmental Department for the 2022 reporting period.

In May 2019, GASB issued Statement No. 91, *Conduit Debt Obligations*. The objective of this statement is to better meet the information needs of financial statement users by enhancing the comparability and consistency of conduit debt obligation reporting and reporting of related transactions and other events. GASB Statement No. 91 becomes effective for the Governmental Department for the 2022 reporting period.

In January 2020, GASB issued Statement 92, *Omnibus 2020*. The objective of this statement is to enhance comparability in accounting and financial reporting and to improve the consistency of authoritative literature by addressing practice issues that have been identified during implementation and application of certain GASB statements. GASB Statement No. 92 becomes effective for the Governmental Department for the 2022 reporting period.

GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

Note 2: Summary of Significant Accounting Policies (Continued)

In March 2020, GASB issued Statement No. 93, *Replacement of Interbank Offered Rates*. The objective of this statement is to establish accounting and financial reporting requirements related to the replacement of an interbank offered rate in hedging derivative instruments and leases. GASB Statement No. 93 becomes effective for the Governmental Department for the 2022 reporting period.

In March 2020, GASB issued Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*. The objective of this statement is to improve financial reporting by addressing issues related to public-private and public-public partnership arrangements. This statement also provides guidance for accounting and financial reporting for availability payment arrangements. GASB Statement No. 94 becomes effective for the Governmental Department for the 2023 reporting period.

In May 2020, GASB issued Statement No. 96, *Subscription-Based Information Technology Arrangements*. The objective of this statement is to provide guidance on the accounting and financial reporting for subscription-based information technology arrangements for government end users. GASB Statement No. 96 becomes effective for the Governmental Department for the 2023 reporting period.

In October 2021, GASB issued Statement No. 98, *The Annual Comprehensive Financial Report*. The objective of this statement is to address references in authoritative literature to the term comprehensive annual financial report. GASB Statement No. 98 becomes effective for the Governmental Department for the 2022 reporting period.

The effect of the future adoption of GASB Statements No. 87, No. 91, No. 92, No. 93, No. 94, No. 96, and No. 98 on the Governmental Department's financial statements has not been evaluated as of the date of this report.

Basis of Accounting

The department-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Under this method, revenues are recorded when earned and expenses are recorded when liabilities are incurred, regardless of when the related cash flow takes place. Nonexchange transactions, in which the Governmental Department gives (or receives) value without directly receiving (or giving) equal value in exchange, include grants, entitlements, and donations. Revenues from grants, entitlements, and donations are recognized in the fiscal year in which eligibility requirements have been satisfied.

Governmental fund financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The Governmental Department considers all revenues reported in the governmental funds to be available if the revenues are collected within one year (the Governmental Department does not assess nor collect ad valorem property taxes).

Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, compensated absences, and claims and judgments, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds from long-term debt and acquisitions under capital leases are reported as other financing sources.

GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

Note 2: Summary of Significant Accounting Policies (Continued)

Financial Statements

The financial statements of the Governmental Department include the department-wide and fund financial statements. The financial statement emphasis is on the department-wide financial statements while reporting additional detailed information about the Governmental Department's major governmental activities is in the fund financial statements.

Department-Wide Financial Statements

The statement of net position and statement of activities display information about the Governmental Department as a whole. The statements report governmental activities of the Governmental Department, which are generally financed through intergovernmental revenues, charges for services, permits and fees, and sales taxes. The Governmental Department does not include any proprietary funds that would be required to be reported as business-type activities.

The Governmental Department's statement of activities reflects the cost of programs and functions reduced by directly associated revenue to arrive at the net revenue or expense for each program and function. Net program revenues or expenses for governmental activities are then adjusted for general revenues to determine the change in net position for the year. Indirect expenses such as support services and administration incurred by the general government and other functions/activities have been eliminated from these financial statements.

Fund Financial Statements

The fund financial statements provide information about the Governmental Department's funds. The emphasis of fund financial reporting is on major governmental funds, each displayed in a separate column.

The Governmental Department reports the following major governmental funds:

General Fund:

The general fund is the primary operating fund of the Governmental Department and is always classified as a major fund. The general fund is used to account for activities of the general government not accounted for in another fund.

Investment Trust Fund:

The investment trust fund is a government fund consisting primarily of funds established under section 208 of Public Law 101-618, titled the "Truckee-Carson-Pyramid Lake Water Settlement", to promote tribal economic development from which investment income is available to expend. The investment income can only be expended on Tribal projects and governmental services, in accordance with a plan approved by the Secretary of the United States Department of Interior, with the objectives to develop long-term, profit-making opportunities for the Tribe using the unique natural and cultural resources of the reservation. The fund also receives unrestricted sand and gravel revenues, which are eligible to be paid to the general fund.

Department of Health and Human Services Fund:

The Department of Health and Human Services fund accounts for resources received by the Governmental Department from the U.S. Department of Health and Human Services mostly relating to the operation of the Governmental Department's self-determination contract.

Department of the Interior Fund:

The Department of the Interior fund accounts for the revenues and expenditures related to the Governmental Department's federal awards from the Bureau of Indian Affairs. The fund is used to fund education, natural resources, and other various activities.

GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

Note 2: Summary of Significant Accounting Policies (Continued)

Department of Transportation Fund:

The Department of Transportation fund accounts for resources received by the Governmental Department from the U.S. Department of Transportation mostly relating to road maintenance and improvements.

Department of the Treasury Fund:

The Department of the Treasury fund accounts for the revenues and expenditures related to the Governmental Department's federal awards from the Department of the Treasury. The fund is used to fund general government activities related to COVID-19 pandemic mitigation.

Budgets

The Governmental Department uses budgets as an operational tool in certain funds, but does not adopt a legally appropriated budget as defined by GASB. Therefore, budgetary comparisons are not reported as supplementary information in these financial statements.

Use of Estimates

The preparation of financial statements in accordance with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

Cash and Cash Equivalents

Cash and cash equivalents include cash on hand, cash in demand deposits, and all highly liquid investments purchased with an original maturity of three months or less.

Investments

Investments are recorded at fair value, regardless of time remaining to maturity. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Restricted Investments

Investments reported in the investment trust fund are restricted for purposes described in previous page under the Truckee-Carson-Pyramid Lake Water Settlement.

Accounts Receivable

Accounts receivable consist of clinic receivables, interest receivable, water and solid waste fees, and other receivables. Allowances for uncollectible accounts receivable are based upon historical trends and the periodic aging of accounts receivable.

Interfund Transactions

Interfund transactions are reflected as loans, services provided, reimbursements, or transfers. Loans are reported as receivables and payables as appropriate, are subject to elimination upon consolidation, and are referred to as either "due from/to other."

Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements occur when one fund incurs a cost, charges the appropriate benefiting fund and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

Note 2: Summary of Significant Accounting Policies (Continued)

Grants Receivable

Grants receivable consist of amounts due for reimbursement of approved expenditures on grants entered into with various state and federal governmental agencies, and are considered fully collectible.

Prepaid Items

Prepaid items consist of amounts paid by the Governmental Department that will benefit future periods. Prepaid items are recorded at cost and are amortized over the related period.

Capital Assets

Capital assets are defined by the Governmental Department as assets with an initial, individual cost of more than \$5,000 and an estimated useful life of more than one year. Capital assets are recorded in the department-wide financial statements at historical cost or estimated historical cost if actual cost is not available. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Donated capital assets are recorded at estimated fair market value at the date of donation. Costs incurred for repairs and maintenance are expensed as incurred.

Depreciation is computed using the straight-line method based on the estimated useful lives of the related assets as follows:

Land improvements	20 - 50 years
Infrastructure	20 - 50 years
Buildings	15 - 50 years
Machinery and equipment	3 - 15 years

Intangible Assets

As the Governmental Department does not place a limitation on the life of the water rights and does not expect to cease utilizing the water rights in the foreseeable future, the water rights are considered to have an indefinite useful life.

Long-Lived Assets

Management reviews the recoverability of its long-lived assets in accordance with the provisions of GASB Statement No. 42, *Accounting and Financial Reporting for Impairment of Capital Assets and for Insurance Recoveries*. GASB Statement No. 42 requires recognition of impairment of long-lived assets in the event the asset's service utility has declined significantly and unexpectedly. Accordingly, management evaluates assets' utility annually or when an event occurs that may impair recoverability of the asset.

Unearned Revenues

The Governmental Department reports unearned revenue on its balance sheet and statement of net position. Unearned revenue arises when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenue also arises when the Governmental Department receives resources before it has a legal claim to them, for example, when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the Governmental Department has a legal claim to the resources, the liability for unearned revenue is reduced and revenue is recognized.

Compensated Absences

The Governmental Department accrues the cost of unpaid vacation leave earned in the statement of net position. No liability is recorded for nonvested accumulated rights to receive sick pay benefits.

GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

Note 2: Summary of Significant Accounting Policies (Continued)

Net Position/Fund Balances

Department-Wide Financial Statements

Net position is displayed in the following components:

1. Net investment in capital assets – Capital assets, net of accumulated depreciation and outstanding principal balances attributable to the acquisition, construction, or improvement of those assets.
2. Restricted – Restricted assets reduced by liabilities related to those assets.
3. Unrestricted – Net amount of the assets and liabilities that are not included in the determination of net investment in capital assets or restricted components of net position.

Fund Financial Statements

The following classifications describe the relative strength of the spending constraints:

1. Nonspendable fund balance – amounts that are not in spendable form (such as inventories and prepaid items) or are required to be maintained intact.
2. Restricted fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
3. Committed fund balance – amounts that can be used only for specific purposes determined by a formal action by Tribal Council ordinance or resolution.
4. Assigned fund balance – amounts the Governmental Department intends to use for a specific purpose. Intent can be expressed by the Tribal Council or by an official or body to which the Tribal Council delegates the authority.
5. Unassigned fund balance – amounts that are available for any purpose. Positive amounts are reported only in the general fund.

The Governmental Department's policy is to spend restricted amounts first when an expenditure is incurred for purposes for which both restricted and unrestricted fund balances are available. When an expenditure is incurred for purposes for which amounts in any of the unrestricted fund balance classifications could be used, the assumed order of spending is first committed, assigned, and then unassigned.

Intergovernmental Revenues

The Governmental Department recognizes intergovernmental revenues at the time that such revenues become available and measurable, which is generally at the time such revenues are currently receivable. Receipts in advance on cost reimbursable type contracts are considered unearned and are recognized as revenues when allowable expenditures are incurred.

GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

Note 2: Summary of Significant Accounting Policies (Continued)

Indirect Costs

Indirect cost recoveries are accounted for in the general fund. Indirect cost expenditures are allocated to various grants and contracts at the Governmental Department's current indirect cost rate approved by the Interior Business Center, U.S. Department of the Interior. This rate is applied to all expenditures of the direct cost base excluding contractual expenditures, capital outlay, and any pass-through funds. During the year ended December 31, 2021, the Governmental Department's approved indirect cost rate was 24.55 percent. Reimbursements received from grants and contracts are included in the general fund's indirect cost pool as "indirect cost recoveries" in the accompanying statement of revenues, expenditures, and changes in fund balances. The indirect cost recoveries and expenditures are eliminated in the statement of activities.

Income Taxes

Pursuant to an Act of Congress, the Tribe is treated as a sovereign nation and its commercial operations are exempt from all income taxation imposed by the federal government, any state, or any political subdivision thereof. Accordingly, there are no provisions for federal or state income taxes in the accompanying financial statements.

Note 3: Cash and Cash Equivalents and Restricted Cash

At December 31, 2021, cash and cash equivalents and restricted cash consisted of the following:

Cash on hand	\$	300
Carrying amount of cash in bank		54,657,160
Total cash and cash equivalents and restricted cash	\$	54,657,460
Financial institution balances	\$	55,050,058
Amounts insured by the FDIC or collateralized		(45,660,841)
Uncollateralized and uninsured balances	\$	9,389,217

The difference between financial institution balances and the carrying amounts are due to deposits in transit and outstanding checks at year end that had not cleared the financial institution. Custodial credit risk for demand deposits is the risk that in the event of bank failure, the Governmental Department's demand deposits may not be returned to it. The Governmental Department does not have a policy for deposit custodial credit risk. Balances held in financial institutions are insured by the Federal Deposit Insurance Corporation (FDIC) up to \$250,000 per financial institution, per depositor, per deposit category.

Note 4: Investments

At December 31, 2021, the Governmental Department reported the following investments:

Investments	<1 year	1-5 years	6-10 years	>10 years	N/A	Totals
U.S. Treasury Overnight Funds	\$ -	\$ -	\$ -	\$ -	\$ 9,582,583	\$ 9,582,583
U.S. Government Sponsored Entity Bonds	4,034,988	13,155,370	7,635,410	47,005,373	-	71,831,141
Certificates of Deposit	165,689	-	-	-	-	165,689
Total investments and restricted investments	\$ 4,200,677	\$ 13,155,370	\$ 7,635,410	\$ 47,005,373	\$ 9,582,583	\$ 81,579,413

Interest Rate Risk

Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment the greater the sensitivity of its fair value to changes in market interest rates. The Governmental Department does not have an investment policy for interest rate risk.

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021**

Note 4: Investments (Continued)

Concentration of Credit Risk

Concentration of credit risk on investments is the risk of loss due to the concentration of an investment in a single issuer. The Governmental Department has adopted an investment policy to address concentration of credit risk. At December 31, 2021, no single issuer exceeded more than 5% of the Governmental Department's investments.

Credit Risk

Credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of the investment. At December 31, 2021, \$81,413,724 was invested in U.S. Government backed securities held by the U.S. Department of the Interior, BIA or certificates of deposit which are fully insured by the FDIC.

Note 5: Fair Value Measurements

GASB Statement No. 72, *Fair Value Measurements and Disclosures*, provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy under GASB Statement No. 72 are described as follows: Level 1 inputs consist of unadjusted quoted prices in active markets for identical assets and have the highest priority; Level 2 inputs consist of other than quoted prices in active markets, which are either directly or indirectly observable as of the reporting date; and Level 3 inputs are unobservable and have the lowest priority. The Governmental Department uses appropriate valuation techniques based on the available inputs to measure the fair value of its investments. When available, the Governmental Department measures fair value using Level 1 inputs because they generally provide the most reliable evidence of fair value.

At December 31, 2021, the fair value of the Governmental Department's investments measured on a recurring basis consisted of the following:

	<u>Fair Value</u>	<u>Quoted Prices in Active Markets for Identical Assets (Level 1)</u>	<u>Significant Other Observable Inputs (Level 2)</u>
U.S. Treasury Overnight Funds	\$ 9,582,583	\$ -	\$ 9,582,583
U.S. Government Sponsored Entity Bonds	71,831,141	-	71,831,141
Certificates of Deposit	165,689	165,689	-
Total investments and restricted investments, at fair value	<u>\$ 81,579,413</u>	<u>\$ 165,689</u>	<u>\$ 81,413,724</u>

The Level 2 instruments listed in the fair value hierarchy table above use the following valuation techniques and inputs:

U.S. Treasury Overnight Funds and U.S. Government Sponsored Entity Bonds: The fair value of investments in U.S. Treasury Overnight Funds and U.S. Government Sponsored Entity Bonds classified as Level 2 are primarily determined using consensus pricing methods of observable market-based data. Significant observable inputs include quotes, spreads, and data points for yield curves.

GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

Note 6: Accounts Receivable

At December 31, 2021, accounts receivable consisted of the following:

Clinic receivable	\$	996,301
Interest receivable		261,817
Other		290,402
Total accounts receivable		1,548,520
Less allowance for doubtful accounts		(757,168)
Accounts receivables, net	\$	791,352

Note 7: Grants Receivable/Unearned Revenues

At December 31, 2021, grants receivable and unearned revenues consisted of the following:

	Grants Receivable		Unearned Revenues
U.S. Government:			
Department of Health and Human Services	\$ 301,370	\$	11,185,202
Department of the Interior	271,693		4,876,852
Department of Transportation	182,270		4,419,478
Department of the Treasury	-		14,701,139
Department of Agriculture	15,690		16,768
Environmental Protection Agency	100,979		4,415
Institute of Museum and Library Services	9,812		-
Department of Justice	115,280		14,408
Department of Homeland Security	131,635		-
Nonfederal	54,760		64,735
Totals	\$ 1,183,489	\$	35,282,997

GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

Note 8: Capital Assets

A summary of changes in the Governmental Department's capital assets during the year ended December 31, 2021, is as follows:

	January 1, 2021	Additions	Deletions	December 31, 2021
Depreciable capital assets:				
Land improvements	\$ 9,489,906	\$ 16,240	\$ -	\$ 9,506,146
Infrastructure	18,389,953	32,350	-	18,422,303
Buildings	19,284,094	-	-	19,284,094
Machinery and equipment	11,787,434	604,767	(246,091)	12,146,110
Total depreciable capital assets	<u>58,951,387</u>	<u>653,357</u>	<u>(246,091)</u>	<u>59,358,653</u>
Accumulated depreciation:				
Land improvements	(6,380,302)	(277,669)	-	(6,657,971)
Infrastructure	(10,532,002)	(429,681)	-	(10,961,683)
Buildings	(10,068,897)	(375,890)	-	(10,444,787)
Machinery and equipment	(7,318,115)	(1,119,513)	246,091	(8,191,537)
Total accumulated depreciation	<u>(34,299,316)</u>	<u>(2,202,753)</u>	<u>246,091</u>	<u>(36,255,978)</u>
Total depreciable capital assets, net	<u>24,652,071</u>			<u>23,102,675</u>
Nondepreciable capital assets:				
Land	17,828,115	-	-	17,828,115
Museum artifacts	86,700	-	-	86,700
Intangible assets	33,735,055	-	-	33,735,055
Construction in progress	6,924,204	1,523,928	-	8,448,132
Total nondepreciable capital assets	<u>58,574,074</u>	<u>1,523,928</u>	<u>-</u>	<u>60,098,002</u>
Total capital assets, net	<u>\$ 83,226,145</u>			<u>\$ 83,200,677</u>

Depreciation expense was charged to functions as follows:

General government	\$ 852,830
Education	205,655
Natural resources	41,478
Health and welfare services	547,697
Public safety	213,851
Social services	14,256
Judicial services	6,334
Culture and recreation	49,500
Roads and transportation	271,152
Total depreciation expense	<u>\$ 2,202,753</u>

GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

Note 9: Long-Term Debt

Long-term debt activity for the year ended December 31, 2021, was as follows:

	January 1, 2021	Additions	Payments	December 31, 2021	Amounts Due within One Year
Capital leases payable	\$ 218,393	\$ 37,283	\$ (57,287)	\$ 198,389	\$ 50,070
Note payable - USDA Loan	29,407	-	(4,896)	24,511	4,994
Totals	<u>\$ 247,800</u>	<u>\$ 37,283</u>	<u>\$ (62,183)</u>	<u>\$ 222,900</u>	<u>\$ 55,064</u>

Estimated future payments relating to the long-term debt are as follows:

Years Ending December 31,	Principal	Interest	Totals
2022	\$ 55,064	\$ 11,119	\$ 66,183
2023	58,163	8,020	66,183
2024	51,399	4,739	56,138
2025	54,346	1,792	56,138
2026	3,928	80	4,008
Totals	<u>\$ 222,900</u>	<u>\$ 25,750</u>	<u>\$ 248,650</u>

Capital Leases Payables

The Governmental Department entered into a capital lease agreement during December 2017, for the purchase of a front loader mounted on a truck. The agreement requires monthly payments of \$4,221 including interest at 5.99%. The agreement is scheduled to mature on December 15, 2025 and is secured by the related asset. The Governmental Department entered into another capital lease agreement during 2021, for the purchase of a vehicle. The agreement requires annual payments of \$10,045 including interest at 5.23%. The agreement is scheduled to mature on March 31, 2023 and is secured by the related asset.

The carrying values of the machinery and equipment purchased with capital leases as of December 31, 2021, were as follows:

Machinery and equipment	\$ 358,611
Less accumulated depreciation	<u>(264,519)</u>
Carrying value	<u>\$ 94,092</u>

Note Payable – USDA Loan

On June 14, 2012, the Governmental Department entered into a loan agreement with the United States Department of Agriculture (USDA) in the amount of \$150,000 to provide funds for the building of the Sutcliffe water treatment facility ("Water System"). Annual payments of \$5,484 include interest at 2.00%. The Governmental Department is required to set aside \$598 per year to a reserve account until the sum of \$5,976 has been accumulated. The reserve balance was \$5,976 at December 31, 2021. The Governmental Department is also required to set aside a short-lived asset reserve in the amount of \$9,538 per year to be used as needed to replace Water System assets. The note matures on June 14, 2026.

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021**

Note 9: Long-Term Debt (Continued)

The table below summarizes the Governmental Department's Water System activities for the year ended December 31, 2021.

	Fund 118 Water System
Revenues	
Septic pumping	\$ 3,654
Water	84,408
Garbage	126,526
Other	86
Total revenues	214,674
 Expenditures	
Salaries	78,885
Fringes	15,928
Supplies	10,717
Lease	724
Contracted services	29,370
Utilities	4,374
Maintenance	13,136
Vehicle	21,282
Other	2,439
Indirect cost	48,539
Debt service:	
Principal	38,621
Interest	12,033
Total expenditures	276,048
Revenues under expenditures	\$ (61,374)

GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

Note 10: Due From/ (To) Other Funds

Interfund balances primarily represent routine cash flow assistance between funds. At December 31, 2021, the Governmental Department had interfund receivables and payables with related funds in the following amounts:

<u>Due From</u>	<u>Due To</u>	<u>Purpose</u>	<u>Amount</u>
General Fund	Investment Trust Fund	Pooled cash	\$ 512,466
General Fund	Department of Health and Human Services Fund	Pooled cash	\$ 3,433,234
General Fund	Department of the Interior Fund	Pooled cash	\$ 1,814,215
General Fund	Department of Transportation Fund	Pooled cash	\$ 487,275
General Fund	Department of the Treasury Fund	Pooled cash	\$ 14,643
General Fund	Nonmajor Governmental Funds	Pooled cash	\$ 1,366,242
I-80 Smoke Shop*	General Fund	Goods sold	\$ 4,159

* Excluded from these financial statements.

Note 11: Interfund Transfers

The General fund makes transfers to supplement the operations of the other funds. For the year ended December 31, 2021, the Governmental Department had transfers from and to with related funds in the following amounts:

<u>Transfers From</u>	<u>Transfers To</u>	<u>Purpose</u>	<u>Amount</u>
General Fund	Investment Trust Fund	Operational support	\$ 293,775

Note 12: Retirement Plan

The Governmental Department participates in the Pyramid Lake Paiute Tribe Retirement Plan (the "Plan"), which is a single employer defined contribution plan established by the Tribe to provide retirement benefits for qualified employees. The Plan is administered by the Tribal Council, which is responsible for establishing plan benefits, contributions, and other provisions, and for approving all Plan amendments.

Benefit terms, including contribution requirements, for the Plan are established and may be amended by the Tribal Council. Annually, the Governmental Department provides a matching contribution up to a limit of three percent of the employee's annual compensation or may elect to contribute a non-elective contribution of two percent of the annual compensation for each eligible employee.

Employees who have worked a year or more and a minimum of one thousand hours may defer a portion of their salary up to applicable Internal Revenue Code established limits. Employees' contributions are fully vested at all times and the employer's contributions are vested after an employee completes four plan years of service. The employer and employee contributions to the Plan totaled \$81,225 and \$205,929, respectively, during the year ended December 31, 2021.

GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2021

Note 13: Risk Management

The Governmental Department 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 Governmental Department maintains insurance coverage to protect against losses related to real and personal property, general liabilities, crime, automobile liability, workers' compensation and catastrophes.

Note 14: Legal Matters

The Governmental Department has been involved in disputes arising in the normal course of business. In the opinion of management, the ultimate outcome of these disputes will not have a materially adverse effect on the Governmental Department's financial position as of December 31, 2021.

SUPPLEMENTARY INFORMATION

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
COMBINING BALANCE SHEET -
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2021**

	Department of Agriculture Fund	Environmental Protection Agency Fund	Institute of Museum and Library Services Fund	Department of Justice Fund	Department of Homeland Security Fund	Other Grants and Contracts Fund	Totals
ASSETS							
Cash and cash equivalents	\$ 16,768	\$ 335,258	\$ 23,999	\$ 489,891	\$ 155,682	\$ 65,460	\$ 1,087,058
Grants receivable	15,690	100,979	9,812	115,280	131,635	54,760	428,156
Total assets	<u>\$ 32,458</u>	<u>\$ 436,237</u>	<u>\$ 33,811</u>	<u>\$ 605,171</u>	<u>\$ 287,317</u>	<u>\$ 120,220</u>	<u>\$ 1,515,214</u>
LIABILITIES AND FUND BALANCES							
LIABILITIES:							
Accounts payable	\$ 3,929	\$ 27,626	\$ 250	\$ 11,381	\$ 2,610	\$ 2,850	\$ 48,646
Due to other funds	11,761	404,196	33,561	579,382	284,707	52,635	1,366,242
Unearned revenues	16,768	4,415	-	14,408	-	64,735	100,326
Total liabilities	<u>32,458</u>	<u>436,237</u>	<u>33,811</u>	<u>605,171</u>	<u>287,317</u>	<u>120,220</u>	<u>1,515,214</u>
FUND BALANCES:							
Restricted	-	-	-	-	-	-	-
Total fund balances	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 32,458</u>	<u>\$ 436,237</u>	<u>\$ 33,811</u>	<u>\$ 605,171</u>	<u>\$ 287,317</u>	<u>\$ 120,220</u>	<u>\$ 1,515,214</u>

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2021**

	Department of Agriculture Fund	Environmental Protection Agency Fund	Institute of Museum and Library Services Fund	Department of Justice Fund	Department of Homeland Security Fund	Other Grants and Contracts Fund	Totals
REVENUES:							
Intergovernmental revenues	\$ 96,281	\$ 844,954	\$ 89,905	\$ 1,041,766	\$ 297,894	\$ 42,614	\$ 2,413,414
Charges for services	-	15,311	-	-	12,050	-	27,361
Other	-	-	-	7,441	150,937	14,136	172,514
Total revenues	<u>96,281</u>	<u>860,265</u>	<u>89,905</u>	<u>1,049,207</u>	<u>460,881</u>	<u>56,750</u>	<u>2,613,289</u>
EXPENDITURES:							
Current:							
General government	-	-	-	-	-	1,100	1,100
Education	-	-	72,183	-	263,986	-	336,169
Natural resources	-	718,839	-	-	-	13,146	731,985
Health and welfare services	-	-	-	-	195,505	11,419	206,924
Public safety	-	-	-	60,254	-	-	60,254
Social services	44,280	-	-	824,984	-	7,832	877,096
Culture and recreation	-	-	-	-	-	14,132	14,132
Indirect costs	7,930	141,426	17,722	163,969	1,390	9,121	341,558
Capital outlay	44,071	-	-	-	-	-	44,071
Total expenditures	<u>96,281</u>	<u>860,265</u>	<u>89,905</u>	<u>1,049,207</u>	<u>460,881</u>	<u>56,750</u>	<u>2,613,289</u>
EXCESS OF REVENUES OVER EXPENDITURES	-	-	-	-	-	-	-
NET CHANGE IN FUND BALANCES	-	-	-	-	-	-	-
FUND BALANCES, BEGINNING OF YEAR	-	-	-	-	-	-	-
FUND BALANCES, END OF YEAR	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
COMBINING SCHEDULE OF CLASSIFIED EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2021**

	General Fund			Department of Health and Human Services Fund	Department of the Interior Fund	Department of Transportation Fund	Department of the Treasury Fund
	Direct	Indirect	Total General Fund				
EXPENDITURES:							
Salaries	\$ 1,697,447	\$ 1,122,371	\$ 2,819,818	\$ 3,127,433	\$ 1,609,184	\$ 381,090	\$ 7,933
Fringes	371,389	263,896	635,285	747,664	383,291	115,774	(1,598)
Sponsorship	50,622	-	50,622	-	-	-	-
Travel and training	31,145	1,767	32,912	24,787	9,388	961	-
Supplies	138,517	65,414	203,931	274,510	178,311	25,964	16,222
Telephone	34,625	53,046	87,671	15,892	30,850	4,917	-
Consultant	58,000	-	58,000	-	-	-	-
Legal Fees	358,811	-	358,811	476	163,729	1,536	4,860
Community services	13,617	-	13,617	59,339	67,367	-	-
Stipends	62,250	31,150	93,400	14,250	2,000	-	-
Lease	20,168	33,007	53,175	80,732	12,566	4,562	-
Contracted services	563,870	197,252	761,122	1,767,604	328,808	104,648	8,413
Direct assistance	107,839	-	107,839	265,198	148,319	-	5,575,492
Dues and fees	2,717	1,580	4,297	11,769	500	-	-
Utilities	150,058	88,864	238,922	69,540	8,832	-	3,749
Insurance	-	762,623	762,623	-	-	-	-
Maintenance	236,328	33,404	269,732	261,625	111,354	22,513	74
Vehicle	193,297	27,416	220,713	13,472	18,008	41,388	465
Burial	92,029	-	92,029	-	7,091	-	-
Other	439,417	109,271	548,688	94,329	58,772	-	-
Taxes	212,874	-	212,874	-	-	-	-
Noncapital expenditures	22,874	9,653	32,527	35,989	61,196	-	-
Cost of goods sold	47,820	-	47,820	435,641	-	-	-
Employee related costs	5,603	-	5,603	17,685	7,118	-	-
In-kind	-	-	-	-	39,446	-	-
Indirect cost	1,022,302	-	1,022,302	1,313,523	593,266	163,057	1,799
Capital outlay	159,001	-	159,001	1,211,373	22,000	585,255	155,585
Debt service principal	62,183	-	62,183	-	-	-	-
Debt service interest	14,046	-	14,046	-	-	-	-
Total expenditures	\$ 6,168,849	\$ 2,800,714	\$ 8,969,563	\$ 9,842,831	\$ 3,861,396	\$ 1,451,665	\$ 5,772,994

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
COMBINING SCHEDULE OF CLASSIFIED EXPENDITURES
FOR THE YEAR ENDED DECEMBER 31, 2021**

	Department of Agriculture Fund	Environmental Protection Agency Fund	Institute of Museum and Library Services Fund	Department of Justice Fund	Department of Homeland Security Fund	Other Grants and Contracts Fund	Totals
EXPENDITURES:							
Salaries	\$ 13,422	\$ 367,195	\$ 30,253	\$ 514,358	\$ 183,528	\$ 17,661	\$ 9,071,875
Fringes	2,018	109,315	5,873	133,550	64,376	9,432	2,204,980
Sponsorship	-	-	-	-	-	-	50,622
Travel and training	-	3,520	375	648	-	-	72,591
Supplies	12,793	20,236	32,832	35,162	-	3,102	803,063
Telephone	229	2,720	-	12,439	-	341	155,059
Consultant	-	-	-	-	-	-	58,000
Legal Fees	-	-	-	50	-	-	529,462
Community services	-	-	-	623	-	-	140,946
Stipends	-	-	-	-	-	-	109,650
Lease	327	2,924	-	2,301	-	882	157,469
Contracted services	11,978	132,340	2,850	10,888	172,795	-	3,301,446
Direct assistance	-	-	-	146,145	-	2,202	6,245,195
Dues and fees	-	-	-	-	-	-	16,566
Utilities	3,203	2,806	-	14,460	-	940	342,452
Insurance	-	-	-	-	-	-	762,623
Maintenance	6	3,976	-	6,657	-	-	675,937
Vehicle	304	3,806	-	6,450	-	681	305,287
Burial	-	-	-	-	-	-	99,120
Other	-	45,527	-	1,507	-	10,108	758,931
Taxes	-	-	-	-	-	-	212,874
Noncapital expenditures	-	9,163	-	-	26,742	2,280	167,897
Cost of goods sold	-	-	-	-	-	-	483,461
Employee related costs	-	-	-	-	-	-	30,406
In-kind	-	15,311	-	-	12,050	-	66,807
Indirect cost	7,930	141,426	17,722	163,969	1,390	9,121	3,435,505
Capital outlay	44,071	-	-	-	-	-	2,177,285
Debt service principal	-	-	-	-	-	-	62,183
Debt service interest	-	-	-	-	-	-	14,046
Total expenditures	\$ 96,281	\$ 860,265	\$ 89,905	\$ 1,049,207	\$ 460,881	\$ 56,750	\$ 32,511,738

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Federal Agency/Pass-Through Agency/ Program and Cluster Title	CFDA Number	Pass-Through Entity Project/Grant Number	Expenditures
U.S. Department of Agriculture:			
Food Distribution Program on Indian Reservation	10.567		\$ 96,281
Total U.S. Department of Agriculture			\$ 96,281
U.S. Department of the Interior:			
Aid to Tribal Governments - Enrollment Services	15.020		\$ 4,848
Aid to Tribal Governments - Enrollment Services	15.020		4,923
COVID-19 Aid to Tribal Governments	15.020		46,879
COVID-19 Aid to Tribal Governments - Enrollment Services	15.020		3,079
	Subtotal 15.020		<u>59,729</u>
Services to Indian Children, Elderly and Families	15.025		203,245
Tribal Courts	15.029		10,629
Tribal Courts	15.029		60,065
	Subtotal 15.029		<u>70,694</u>
Indian Law Enforcement	15.030		599,872
COVID-19 Indian Law Enforcement	15.030		65,301
Indian Law Enforcement	15.030		865,178
	Subtotal 15.030		<u>1,530,351</u>
Indian Community Fire Protection	15.031		617
Indian Community Fire Protection	15.031		2,459
	Subtotal 15.031		<u>3,076</u>
Roads Maintenance_Indian Roads	15.033		154,710
Forestry on Indian Lands	15.035		58,061
Forestry on Indian Lands	15.035		57,537
	Subtotal 15.035		<u>115,598</u>
Water Resources on Indian Lands	15.037		100,995
Water Resources on Indian Lands	15.037		401,237
Water Resources on Indian Lands	15.037		97,149
	Subtotal 15.037		<u>599,381</u>
Minerals and Mining on Indian Lands	15.038		34,187
Environmental Management_Indian Programs - Aerial Geothermal Geophysics	15.041		15,977
Environmental Management_Indian Programs - Noxious Weeds	15.041		80,007
Environmental Management_Indian Programs - Invasive Species	15.041		13,314
Environmental Management_Indian Programs - Range Vegetation Inventory	15.041		68,731
Environmental Management_Indian Programs - Range Improvement Projects	15.041		1,643
	Subtotal 15.041		<u>179,672</u>
Indian Social Services_Welfare Assistance	15.113		7,379
COVID-19 Indian Social Services_Welfare Assistance	15.113		(645)
Indian Social Services_Welfare Assistance	15.113		149,252
	Subtotal 15.113		<u>155,986</u>
Indian Education_Higher Education Grant Program	15.114		62,535
Indian Education_Higher Education Grant Program	15.114		65,651
	Subtotal 15.114		<u>128,186</u>
Indian Education_Assistance to Schools	15.130		21,798
Indian Education_Assistance to Schools	15.130		11,727
	Subtotal 15.130		<u>33,525</u>
Providing Water to At-Risk Natural Desert Terminal Lakes	15.508		92,204
Fish and Wildlife Coordination Act	15.517		85,534
Fish and Wildlife Management Assistance	15.608		12,958
Tribal Wildlife Grants Program - Aquatic Invasive Species	15.639		86,818
Tribal Wildlife Grants Program - AIS Prevention & Management	15.639		6,062
Tribal Wildlife Grants Program - Reintroduction of Big Horn Sheep	15.639		69,150
Tribal Wildlife Grants Program - Reintroduction of Big Horn Sheep	15.639		55,021
	Subtotal 15.639		<u>217,051</u>
White-nose Syndrome National Response Implementation	15.684		49,730
Historic Preservation Fund Grants-In-Aid	15.904		32,107
Historic Preservation Fund Grants-In-Aid	15.904		48,263
Historic Preservation Fund Grants-In-Aid	15.904		15,513
	Subtotal 15.904		<u>95,883</u>
Total U.S. Department of the Interior			\$ 3,821,700

The accompanying notes are an integral part of the
schedule of expenditures of federal awards.

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Federal Agency/Pass-Through Agency/ Program and Cluster Title	CFDA Number	Pass-Through Entity Project/Grant Number	Expenditures
U.S. Department of Justice:			
Justice Systems Response to Families	16.021		\$ 76,356
Tribal Sexual Assault Services Program	16.024		51,622
<i>Pass-Through the State of Nevada:</i>			
Crime Victim Assistance	16.575	2018-V2-GX-0078	27,334
Crime Victim Assistance/Discretionary Grants	16.582		128,920
Crime Victim Assistance/Discretionary Grants	16.582		1,184
COVID-19 Crime Victim Assistance/Discretionary Grants	16.582		44,067
Crime Victim Assistance/Discretionary Grants	16.582		8,395
Subtotal 16.582			<u>182,566</u>
Violence Against Women Discretionary Grants for Indian Tribal Governments	16.587		273,788
Rural Domestic Violence, Dating Violence, Sexual Assault, and Stalking Assistance Program	16.589		156,641
Tribal Court Assistance Program-CTAS Drug Court Grant	16.608		10,888
Public Safety Partnership and Community Policing Grants	16.710		52,813
Transitional Housing Assistance for Victims of Domestic Violence, Dating Violence, Stalking, or Sexual Assault	16.736		27,461
VOCA Tribal Victim Services Set-Aside Program	16.841		<u>182,297</u>
Total U.S. Department of Justice			\$ 1,041,766
U.S. Department of Transportation:			
<i>Pass-Through the Bureau of Indian Affairs:</i>			
Highway Planning and Construction - Transportation Planning H61883	20.205	A16AP00042	\$ 292,361
Highway Planning and Construction - PLPT Transit Program	20.205	A16AP00042	45,039
Highway Planning and Construction - WCC Parking Lot Phase II	20.205	A16AP00042	39,443
Highway Planning and Construction - Tahoe Pyramid Bike Path	20.205	A16AP00042	147,312
Highway Planning and Construction - PLPT Admin Parking	20.205	A16AP00042	51,946
Highway Planning and Construction - Tribal Transit Facility	20.205	A16AP00042	137,666
Highway Planning and Construction - WAD5 447 Complete Street	20.205	A16AP00042	939
Subtotal 20.205			<u>714,706</u>
COVID-19 Formula Grants for Rural Areas and Tribal Transit Program - Tribal Transit	20.509		71,088
Formula Grants for Rural Areas and Tribal Transit Program - Admin Facility Design	20.509		207,754
Formula Grants for Rural Areas and Tribal Transit Program - Admin Facility Design	20.509		12,080
Formula Grants for Rural Areas and Tribal Transit Program - FTA Formula Funds	20.509		28,161
<i>Pass-Through the State of Nevada:</i>			
Formula Grants for Rural Areas and Tribal Transit Program	20.509	NV-2020-008-00	296,281
Formula Grants for Rural Areas and Tribal Transit Program	20.509	NV-2021-004/031/034	79,005
Subtotal 20.509			<u>694,369</u>
Total U.S. Department of Transportation			\$ 1,409,075
U.S. Department of the Treasury:			
COVID-19 Coronavirus Relief Fund	21.019		\$ 243,080
COVID-19 Coronavirus Relief Fund	21.019		52,176
Subtotal 21.019			<u>295,256</u>
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027		522
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027		8,603
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027		5,463,000
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	21.027		5,613
Subtotal 21.027			<u>5,477,738</u>
Total U.S. Department of the Treasury			\$ 5,772,994
U.S. Institute of Museum and Library Services:			
Native American/Native Hawaiian Museum Services Program	45.308		\$ 36,355
Native American and Native Hawaiian Library Services	45.311		1,825
Native American and Native Hawaiian Library Services	45.311		51,676
Native American and Native Hawaiian Library Services	45.311		49
Subtotal 45.311			<u>53,550</u>
Total U.S. Institute of Museum and Library Services			\$ 89,905

The accompanying notes are an integral part of the schedule of expenditures of federal awards.

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Federal Agency/Pass-Through Agency/ Program and Cluster Title	CFDA Number	Pass-Through Entity Project/Grant Number	Expenditures
U.S. Environmental Protection Agency:			
Training, Investigations, and Special Purpose Activities of Federally-Recognized Indian Tribes Consistent With the Clean Air Act (CAA), Tribal Sovereignty and the Protection and Management of Air Quality	66.038		\$ 63,838
Training, Investigations, and Special Purpose Activities of Federally-Recognized Indian Tribes Consistent With the Clean Air Act (CAA), Tribal Sovereignty and the Protection and Management of Air Quality	66.038		23,989
	Subtotal 66.038		<u>87,827</u>
Performance Partnership Grants - Water Quality Monitoring	66.605		244,778
Performance Partnership Grants - Non Point Source	66.605		38,779
Performance Partnership Grants - Wetland Program Development	66.605		109,583
Performance Partnership Grants - Non Point Source Competitive	66.605		12,151
Performance Partnership Grants - PPG CWA Multi-Purpose Funding	66.605		11,319
	Subtotal 66.605		<u>416,610</u>
State and Tribal Response Program Grants	66.817		70,086
Indian Environmental General Assistance Program (GAP)	66.926		148,052
Indian Environmental General Assistance Program (GAP)	66.926		122,379
	Subtotal 66.926		<u>270,431</u>
Total U.S. Environmental Protection Agency			\$ 844,954
U.S. Department of Health and Human Services:			
Indian Health Service:			
<i>Pass-Through the State of Nevada:</i>			
Special Programs for the Aging_Title III, Part C_Nutrition Services	93.045	2001NVHDC2-00	\$ 2,708
COVID-19 Special Programs for the Aging_Title VI, Part A, Grants to Indian Tribes_Part B, Grants to Native Hawaiians - Title VI Cares Act Nutrition	93.047		21,413
COVID-19 Special Programs for the Aging_Title VI, Part A, Grants to Indian Tribes_Part B, Grants to Native Hawaiians - Title VI Families First	93.047		2,794
Special Programs for the Aging_Title VI, Part A, Grants to Indian Tribes_Part B, Grants to Native Hawaiians - Title VI Families First - CAA 21 Title VI Supplemental	93.047		11,844
COVID-19 Special Programs for the Aging_Title VI, Part A, Grants to Indian Tribes_Part B, Grants to Native Hawaiians - Title VI Families First - TITLE VI PART A/B	93.047		14,061
Special Programs for the Aging_Title VI, Part A, Grants to Indian Tribes_Part B, Grants to Native Hawaiians - Numaga Title VI Part A 2020-2023	93.047		87,567
	Subtotal 93.047		<u>137,679</u>
Nutrition Services Incentive Program	93.053		10,259
National Family Caregiver Support, Title VI, Part C, Grants to Indian Tribes and Native Hawaiians - Numaga Caregiver Program 2017-2021	93.054		8,858
National Family Caregiver Support, Title VI, Part C, Grants to Indian Tribes and Native Hawaiians - Numaga Caregiver Part C	93.054		39,945
	Subtotal 93.054		<u>48,803</u>
Medicare Enrollment Assistance Program	93.071		2,268
Medicare Enrollment Assistance Program	93.071		1,102
Medicare Enrollment Assistance Program	93.071		115
	Subtotal 93.071		<u>3,485</u>
Special Diabetes Program for Indians_Diabetes Prevention and Treatment Projects	93.237		140,640
Substance Abuse and Mental Health Services Projects of Regional and National Significance	93.243		47,139
Injury Prevention Program for American Indians and Alaskan Natives_Cooperative Agreements - Elder Fall Prevention Program	93.284		17,281
COVID-19 Activities to Support State, Tribal, Local and Territorial (STLT) Health Department Response to Public Health or Healthcare Crises	93.391		60,403
COVID-19 Activities to Support State, Tribal, Local and Territorial (STLT) Health Department Response to Public Health or Healthcare Crises	93.391		52,287
	Subtotal 93.391		<u>112,690</u>
Indian Self-Determination - Health Service Project	93.441		194
COVID-19 Indian Self-Determination	93.441		6,768,646
Indian Self-Determination	93.441		278,758
	Subtotal 93.441		<u>7,047,598</u>
Indian Health Service Sanitation Facilities Construction Program-PUD: IHS Special Projects	93.445		552,072
Good Health and Wellness in Indian Country (A)	93.479		50,308
COVID-19 Provider Relief Fund and American Rescue Plan (ARP) Rural Distribution	93.498		575,065

The accompanying notes are an integral part of the schedule of expenditures of federal awards.

GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2021

Federal Agency/Pass-Through Agency/ Program and Cluster Title	CFDA Number	Pass-Through Entity Project/Grant Number	Expenditures
Child Care and Development Block Grant	93.575		87,740
COVID-19 Child Care and Development Block Grant	93.575		7,323
COVID-19 Child Care and Development Block Grant	93.575		12,821
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596		301,064
Child Care Mandatory and Matching Funds of the Child Care and Development Fund	93.596		31,803
COVID-19 Child Care and Development Block Grant	93.575		59,046
Child Care and Development Block Grant	93.575		116,677
Child Care and Development Block Grant	93.575		232
Subtotal CCDF Cluster			<u>616,706</u>
Promote the Survival and Continuing Vitality of Native American Languages	93.587		2,656
<i>Pass-Through the State of Nevada:</i>			
Family Violence Prevention and Services/Domestic Violence Shelter and Supportive Services	93.671	2001NVFVPS	13,950
COVID-19 Rural Health Care Services Outreach, Rural Health Network Development and Small Health Care Provider Quality Improvement	93.912		35,415
Demonstration Projects for Indian Health	93.933		<u>49,485</u>
Total U.S. Department of Health and Human Services			<u>\$ 9,463,939</u>
Department of Homeland Security:			
<i>Pass-Through the State of Nevada:</i>			
Emergency Management Performance Grants-FY 2020	97.042	EMF-2020-EP-00017-501	\$ 12,050
Assistance to Firefighters Grant	97.044		26,742
Pre-Disaster Mitigation	97.047		172,795
Staffing for Adequate Fire and Emergency Response (SAFER)	97.083		<u>86,307</u>
Total Department of Homeland Security			<u>\$ 297,894</u>
Total Expenditures of Federal Awards			<u>\$ 22,838,508</u>

The accompanying notes are an integral part of the schedule of expenditures of federal awards.

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the grant activity of the Governmental Department of the Pyramid Lake Paiute Tribe (the "Governmental Department") under programs of the federal government for the year ended December 31, 2021. The information in the Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the Governmental Department, it is not intended to and does not present the financial position or changes in net position of the Governmental Department.

Note 2: Summary of Significant Accounting Policies

Expenditures reported on the Schedule are reported on the modified accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 3: Indirect Cost Rate

The Governmental Department has elected not to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance. Instead, the Governmental Department has negotiated approved indirect cost rates.

Note 4: Subrecipients

Of the federal expenditures presented in the Schedule, the Governmental Department provided no federal awards to subrecipients.

Note 5: Reconciliation of Federal Awards

During the year ended December 31, 2020, the Governmental Department incurred expenditures under Provider Relief Fund (PRF) in the amount of \$575,065. As required by the OMB Compliance Supplement Addendum, those expenditures are reported in the Schedule in 2021.

The following is a reconciliation of the expenditures reported on the Schedule to intergovernmental revenues reported in the financial statements:

Expenditures of federal awards	\$	22,838,508
Expenditures under PRF for 2020		(575,065)
Expenditures of non-federal awards		42,614
Intergovernmental revenues	\$	<u>22,306,057</u>

Note 6: Water Treatment Facility Loan

During 2012, the Governmental Department entered into a loan agreement (See Note 9 to the financial statements) for the building of the Sutcliffe water treatment facility with USDA. The loan was issued for \$150,000. At December 31, 2021, the loan's principal balance was \$24,511. The loan contains no significant continuing compliance requirements other than maintenance of debt service payments.

COMPLIANCE SECTION



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

To the Members of the Tribal Council of the Pyramid Lake Paiute Tribe:

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 Governmental Department of the Pyramid Lake Paiute Tribe (the "Governmental Department") as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Governmental Department's financial statements, and have issued our report thereon dated June 7, 2023.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Governmental Department's internal control over financial reporting (internal control) as a basis for designs 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 Governmental Department's internal control. Accordingly, we do not express an opinion on the effectiveness of the Governmental Department'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 Governmental Department'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 and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items 2021-001 and 2021-002, that we consider to be significant deficiencies.

Report on Compliance and Other Matters

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

The Governmental Department's Response to Findings

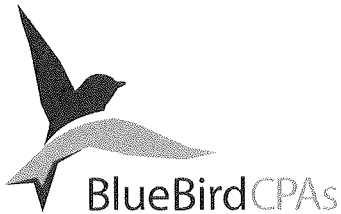
Government Auditing Standards requires the auditor to perform limited procedures on the Governmental Department's response to the findings identified in our audit and described in the accompanying corrective action plans. The Governmental Department's response was not subjected to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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

BlueBird, CPA

Reno, Nevada
June 7, 2023



**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Members of the Tribal Council of the Pyramid Lake Paiute Tribe:

Report on Compliance for Each Major Federal Program

Qualified Opinions

We have audited the Governmental Department of the Pyramid Lake Paiute Tribe's (the "Governmental Department") compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of the Governmental Department's major federal programs for the year ended December 31, 2021. The Governmental Department's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Qualified Opinions on Indian Law Enforcement, Coronavirus Relief Fund, and Coronavirus State and Local Fiscal Recovery Funds

In our opinion, except for the noncompliance described in the Basis for Qualified Opinions section of our report, the Governmental Department complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on *Indian Law Enforcement, Coronavirus Relief Fund, and Coronavirus State and Local Fiscal Recovery Funds* for the year ended December 31, 2021.

Basis for Qualified Opinions on Indian Law Enforcement, Coronavirus Relief Fund, and Coronavirus State and Local Fiscal Recovery Funds

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Pyramid Lake Paiute Tribe and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal program. Our audit does not provide a legal determination of the Governmental Department's compliance with the compliance requirements referred to above.

Matter Giving Rise to Qualified Opinions on Indian Law Enforcement, Coronavirus Relief Fund, and Coronavirus State and Local Fiscal Recovery Funds

As described in the accompanying schedule of findings and questioned costs, the Governmental Department did not comply with requirements regarding CFDA 15.030 Indian Law Enforcement, CFDA 21.019 Coronavirus Relief Fund, and CFDA 21.027 Coronavirus State and Local Fiscal Recovery Funds as described in finding number 2021-004 for Reporting. Compliance with such requirements is necessary, in our opinion, for the Governmental Department to comply with the requirements applicable to those programs.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to Governmental Department's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Governmental Department's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Governmental Department's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Governmental Department's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of Governmental Department's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the Governmental Department's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Other Matters

The results of our auditing procedures disclosed an instance of noncompliance which is required to be reported in accordance with the Uniform Guidance and which is described in the accompanying schedule of findings and questioned costs as items 2021-003. Our opinion on each major federal program is not modified with respect to item this matter.

Government Auditing Standards requires the auditor to perform limited procedures on the Governmental Department's response to the noncompliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The Governmental Department's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and, therefore, material weaknesses or significant deficiencies may exist that have not been identified. However, as discussed below, we did identify deficiencies in internal control over compliance that we consider to be a material weakness and a significant deficiency.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2021-004 to be a material weakness.

A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item 2021-003 to be a significant deficiency.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

Government Auditing Standards requires the auditor to perform limited procedures on the Governmental Department's response to the internal control over compliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. The Governmental Department's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

BlueBird, CMAA

Reno, Nevada
June 7, 2023

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Section I - Summary of Independent Auditor's Results

Financial Statements

Type of auditor's report issued: Unmodified

Internal control over financial reporting:

- Material weakness(es) identified? _____ Yes X No
- Significant deficiency(ies) identified? X Yes _____ None noted

Noncompliance material to financial statements noted? _____ Yes X No

Federal Awards

Internal control over major federal programs:

- Material weakness(es) identified? X Yes _____ No
- Significant deficiency(ies) identified? X Yes _____ None noted

Type of auditor's report issued on compliance for major federal programs:

Federal Agency and Name of Major Program	Type of Opinion on Major Program
U.S. Department of the Interior - Indian Law Enforcement	Qualified
U.S. Department of the Treasury – Coronavirus Relief Fund	Qualified
U.S. Department of the Treasury – Coronavirus State and Local Fiscal Recovery Funds	Qualified

Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)? X Yes _____ No

Identification of Major Federal Programs

CFDA Numbers	Name of Federal Programs
15.030	Indian Law Enforcement
21.019	Coronavirus Relief Fund
21.027	Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between type A and type B programs: \$ 750,000

Auditee qualified as low-risk auditee? X Yes _____ No

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Section II – Financial Statement Findings

Finding 2021-001: Third Party Revenues and Accounts Receivable Reconciliation – Significant Deficiency

Type of Finding: Internal Control over Financial Reporting

Criteria:

The Governmental Department is required to establish and maintain internal controls that operate effectively and provide reasonable assurance regarding the reliability of the Governmental Department's financial statements. The Governmental Department is encouraged to earn income to improve cash flow and financial position.

Condition/Context:

The Governmental Department's clinic third party revenues and accounts receivable were not fully reconciled with supporting documentation and available for review upon commencement of audit fieldwork.

Cause:

The Governmental Department's accounting department had turnover in a key position.

Effect:

The audit process and financial statement preparation time are delayed when the accounts are not fully reconciled to the supporting documentation. In addition, Tribal Council cannot adequately oversee operations without sufficient financial reporting to ensure that the departments are within budget, and that financial reporting is performed in a timely manner.

Repeat Finding from the Prior Audit:

Yes.

Recommendation:

We recommend that the finance department reviews clinic third party receivable and revenues and compares it to the supporting documentation to ensure that the accounts have been completely reconciled on a monthly basis.

Views of Responsible Officials and Planned Corrective Actions:

Management acknowledges this finding and will address remediation in the accompanying corrective action plans.

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Section II – Financial Statement Findings (Continued)

Finding 2021-002: Payroll Controls – Significant Deficiency

Type of Finding: Internal Control over Financial Reporting

Criteria:

Sound internal controls require that the Governmental Department ensures all timecards and pay rates are properly reviewed and approved by management and related supporting documentation is properly retained.

Condition/Context:

During payroll testing, we noted the following:

- There were 4 out of 42 employees selected whose hours worked on the timecards could not be matched to the payroll register.
- There were 2 out of 42 employees selected whose pay rates were increased but these 2 employees were paid at the old pay rates.

Cause:

There has been turnover in key positions, making it difficult for all controls in the payroll process to function properly.

Effect:

Without verifying timecards and pay rates, the Governmental Department could be incorrectly paying employees.

Repeat Finding from the Prior Audit:

No.

Recommendation:

We recommend that a review and approval process be implemented to provide for better control over the payroll process.

Views of Responsible Officials and Planned Corrective Actions:

Management acknowledges this finding and will address remediation in the accompanying corrective action plans.

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Section III – Federal Award Findings and Questioned Costs

Finding 2021-003: Allowable Costs/Cost Principles – Payroll Controls – Significant Deficiency

Type of Finding: Internal Control over Compliance and Compliance

Applicable to:

CFDA Number	Federal Agency and Program Name	Federal Award Identification Number and Year	Questioned Costs
15.030	U.S. Department of the Interior – Indian Law Enforcement	A16AV00556 – 2021 A21AV00187 - 2021	None
21.019	U.S. Department of the Treasury – Coronavirus Relief Fund	N/A - 2020	None

Criteria:

2 CFR §200.430(i)(1)(vii) states: *“Support the distribution of the employee’s salary or wages among specific activities or cost objectives if the employee works on more than one Federal award; a Federal award and non-Federal award; an indirect cost activity and a direct cost activity; two or more indirect activities which are allocated using different allocation bases; or an unallowable activity and a direct or indirect cost activity.”*

2 CFR §200.403(g) states: *“Except where otherwise authorized by statute, costs must meet the following general criteria in order to be allowable under federal awards: (g) be adequately documented.”*

2 CFR §200.302(b)(3) states: *“Records that identify adequately the source and application of funds for federally-funded activities. These records must contain information pertaining to Federal awards, authorizations, obligations, unobligated balances, assets, expenditures, income and interest and be supported by source documentation.”*

Condition/Context:

We noted that employees’ personnel files did not contain current pay rate documentation. We also noted that there is no established procedure for the review and approval of timecards prior to payment.

Our audit testing also disclosed the following instances:

Indian Law Enforcement

- There were 3 out of 20 employees selected whose hours worked on the timecards could not be matched to the payroll register.
- There was 1 out of 20 employees selected whose pay rate was increased but this employee was paid at the old pay rate.

Coronavirus Relief Fund

- There was 1 out of 1 employee selected whose hours worked on the timecard could not be matched to the payroll register.

Indirect Cost Pool Fund

- There was 1 out of 11 employees selected whose pay rate was increased but this employee was paid at the old pay rate.

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Section III – Federal Award Findings and Questioned Costs (Continued)

Finding 2021-003: Allowable Costs/Cost Principles – Payroll Control – Significant Deficiency (Continued)

Cause:

There has been turnover in key positions.

Effect:

Without verifying pay rate authorization forms and timecards, the Governmental Department could be incorrectly paying employees.

Repeat Finding from the Prior Audit:

No.

Recommendation:

We recommend that a review and approval process be implemented to provide for better control over the payroll process.

Views of Responsible Officials and Planned Corrective Actions:

Management acknowledges this finding and will address remediation in the accompanying corrective action plans.

Finding 2021-004: Reporting – Material Weakness

Type of Finding: Internal Control over Compliance and Compliance

Applicable To:

CFDA Number	Federal Agency and Program Name	Federal Award Identification Number and Year	Questioned Costs
15.030	U.S. Department of the Interior – Indian Law Enforcement	A16AV00556 – 2021 A21AV00187 - 2021	None
21.019	U.S. Department of the Treasury – Coronavirus Relief Fund	N/A - 2020	None
21.027	U.S. Department of the Treasury – Coronavirus State and Local Fiscal Recovery Funds	N/A - 2021	None

Criteria:

1. 2 CFR Section §200.512(a)(1) states: *“The audit must be completed and the data collection form described in paragraph (b) of this section and reporting package described in paragraph (c) of this section must be submitted within the earlier of 30 calendar days after receipt of the auditor’s report(s), or nine months after the end of the audit period. If the due date falls on a Saturday, Sunday, or Federal holiday, the reporting package is due the next business day.”*
2. Indian Law Enforcement – The Governmental Department is required to submit quarterly financial progress reports within a certain period after each quarter.
3. Coronavirus Relief Fund – The Governmental Department is required to submit quarterly financial progress reports within a certain period after each quarter and appropriately maintain accounting records for compiling and reporting accurate, compliant financial data in accordance with appropriate accounting standards and principles.

**GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2021**

Section III – Federal Award Findings and Questioned Costs (Continued)

Finding 2021-004: Reporting – Material Weakness (Continued)

Condition/Context:

1. The Governmental Department did not submit its single audit report in a timely manner.
2. Indian Law Enforcement – 1 out 8 quarterly financial progress reports was not submitted, 6 out 8 quarterly financial progress reports were submitted late.
3. Coronavirus Relief Fund – 1 out 4 quarterly financial progress reports was not submitted, 1 out 4 quarterly financial progress reports was submitted late.
4. Coronavirus Relief Fund – We noted that the amount reported in the financial progress reports did not reconcile to the general ledger.

Cause:

1. The Governmental Department did not have sufficient staffing to undertake financial statement and compliance reporting preparation tasks. In addition, there has been turnover in key positions.
2. Coronavirus Relief Fund – There has been turnover in key positions.

Effect:

Without proper reporting, the Governmental Department was unable to comply with the applicable federal requirements and their federal funding could be at risk of termination.

Without timely and accurate reports, the Governmental Department was unable to ensure that the goals and purposes of the grants had been achieved and accounted for properly.

Repeat Finding from the Prior Audit:

Yes.

Recommendation:

We strongly recommend that the Governmental Department institute policies and procedures that stipulate that the required reports must be filed by their respective due dates and maintain the proof of the submission. It is critically important that timely and accurate reports be produced to ensure that the goals and purposes of the grant have been achieved and accounted for properly.

We further suggest that a careful review of these reports take place before they are filed. Amounts reported in these reports should always agree with the general ledger.

Management's Response/Planned Corrective Action:

Management acknowledges this finding and will address remediation in the accompanying corrective action plans.

Pyramid Lake Paiute Tribe

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GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS FROM THE YEAR ENDED DECEMBER 31, 2020

Finding 2020-001: Third Party Revenues and Accounts Receivable Reconciliation

Condition/Context:

During the testing of third-party insurance billings, we noted that several claims were submitted to the third-party payors after the allowed time period, which can result in the claims being denied for payment. In addition, several claims were not submitted due to insufficient documentation and paperwork by the front office personnel before the patients were provided services.

Third-party insurance accounts receivable and associated allowance for doubtful accounts were not fully reconciled with supporting documentation and available for review upon commencement of audit fieldwork.

Status: Unresolved. See current year finding 2021-001.

Finding 2020-002: Capital Asset Listing

Condition/Context:

During our audit, we noted that a significant amount of new acquisitions were not included in the capital assets listing.

Status: Resolved.

Finding 2020-003: Reporting

Applicable To:

CFDA Number	Federal Agency and Program Name	Federal Award Identification Number and Year	Questioned Costs
15.020	U.S. Department of the Interior – Aid to Tribal Governments - Enrollment Services	A16AV00685 - 2020	None
21.019	U.S. Department of the Treasury – Coronavirus Relief Fund	N/A - 2020	None

Condition/Context:

Aid to Tribal Governments - Enrollment Services – We were not able to verify submission of the annual narrative report.

Coronavirus Relief Fund –

- 1 out of 3 quarterly financial progress report was submitted late;
- 2 out of 3 quarterly financial progress reports were not submitted.

Status: Unresolved. See current year finding 2021-004 for Coronavirus Relief Fund.

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GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS FROM THE YEAR ENDED DECEMBER 31, 2020

Finding 2020-003: Reporting (Continued)

Reason for Audit Finding Recurrence - Aid to Tribal Governments - Enrollment Services:

The 2021 annual narrative report was not sent to the agency. This was due to the department director not keeping adequate records and not adhering to Annual Funding Agreement report deadlines.

Corrective Action Plan:

The annual narrative report for 2021 was submitted June 1, 2023 to the agency via email. The department will keep records of reports submitted via email, attaching a copy of verification to the actual document in the Enrollment files and Finance will keep a copy of the narrative in the contract file and electronic file.

Contact Person:

Joanne Shaw, Enrollment Coordinator

Date of Completion:

June 1, 2023

Pyramid Lake Paiute Tribe

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GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE CORRECTIVE ACTION PLANS FROM THE YEAR ENDED DECEMBER 31, 2021

Finding 2021-001 Third Party Revenues and Accounts Receivable Reconciliation

Action:

The Interim Comptroller and the General Ledger Accountant will meet monthly with the Health Director to verify the Third Party revenues and accounts receivable are fully reconciled with supporting documentation. Discrepancies and errors will be resolved and corrected by the Health Director with the assistance of the Finance Department and a report will be sent to the Tribal Chairman monthly.

The Tribe will be performing a Financial Management Assessment in 2023, of all aspects and levels of the governmental accounting and financial systems and responsibilities. The assessment will review, recommend as required updates and or expansion of the Financial Policies, Internal Controls, Staffing and Structure. The purpose of this assessment is to establish continuity of practices throughout the organization, with the intent and goal of enforcing compliance of accounting standards, compliance with reporting and regulatory, limiting risk and deterring fraud.

The Health Clinic will be in this assessment. An RFP is scheduled to be announced and sent to qualified Certified Public Accounting firms by June 30, 2023, and will be completed by December 31, 2023.

Responsible Official:

Dawna Brown, Pyramid Lake Health Director

Date of Completion:

December 31, 2023

Pyramid Lake Paiute Tribe

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GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE CORRECTIVE ACTION PLANS FROM THE YEAR ENDED DECEMBER 31, 2021

Findings 2021-002 Payroll Controls and 2021-003 Allowable Costs/Cost Principles – Payroll Controls

Action:

The Accounting Supervisor, or in the absence of the Accounting Supervisor, the Comptroller receives the Employee Action Notice (EAN) and verification for accuracy is done. In the event of an incorrect EAN, the form is returned to the HR department for correction. Upon receipt of the corrected EAN, the information is further verified by the Accounting Supervisor, or the Comptroller then entered in to the accounting system by the Payroll Manager.

Transition fully to the Employee Web Services (EWS) payroll system and eliminate the manual timecard due to discrepancies between the physical timecards, EWS timesheets and the Daily Work Record.

The Department Director or Supervisor verifies hours worked and submits payroll information to the Employee Web Services payroll system for upload. The Director or Supervisor submits hard copies of the EWS timecard and that document becomes the official record.

The Tribe will be performing a Financial Management Assessment in 2023, of all aspects and levels of the governmental accounting and financial systems and responsibilities. The assessment will review, recommend as required updates and or expansion of the Financial Policies, Internal Controls, Staffing and Structure. The purpose of this assessment is to establish continuity of practices throughout the organization, with the intent and goal of enforcing compliance of accounting standards, compliance with reporting and regulatory, limiting risk and deterring fraud.

An RFP is scheduled to be announced and sent to qualified Certified Public Accounting firms by June 30, 2023, and will be completed by December 31, 2023.

Responsible Official:

Pamela Wright, Interim Comptroller

Date of Completion:

12/31/2023

Pyramid Lake Paiute Tribe

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GOVERNMENTAL DEPARTMENT OF THE PYRAMID LAKE PAIUTE TRIBE CORRECTIVE ACTION PLANS FROM THE YEAR ENDED DECEMBER 31, 2021

Finding 2021-004 Reporting

Action:

1. The FY2021 Single Audit – The FY 2021 audit was late due to financial statements of the Tribe submitted to the auditor without proper reconciliation. Upon discovery, consultants were immediately hired to assist in preparing the financial statements, revising SEFA and the audit moved forward.
2. Indian Law Enforcement – A21AV00187 – The Grants Accounting Specialist prepares the general ledgers and SF425 report for Comptroller review and approval. The approved report goes to the Tribal Chairman for signature. Upon return of signed report, the Grants Accounting Specialist submits the report. The policy for grant reporting is in the Financial Management Policy of the Pyramid Lake Paiute Tribe.
3. Coronavirus Relief Fund – review of the Online Data Collection system shows reports currently uploaded. Reports are notated as Past Due and in a Saved status. These reports will be retrieved and resubmitted. Assistance from the Online Data Collection/Grant Solutions will be requested.
4. Coronavirus Relief Fund –The reports in the Online Data Collection system notated as Past Due and Saved status will be retrieved and corrected to reconcile to the general ledger. Assistance from the Online Data Collection/Grant Solutions will be requested.

The Comptroller has created a contract file and an electronic file containing copies of submitted Coronavirus documents and record of submission status.

The Financial Assessment will address the Grants Management section of the Financial Management Policy as well as staffing.

Responsible Official:

Pamela Wright, Interim Comptroller

Date of Completion:

09/30/2023