LEWIS COUNTY, IDAHO

Report on Audited
Basic
Financial Statements
and
Supplemental Information

For the Year Ended September 30, 2022

Table of Contents

	Page
Independent Auditor's Report	1
BASIC FINANCIAL STATEMENTS	
Government-wide Financial Statements:	
Statement of Net Position	4
Statement of Activities	5
Fund Financial Statements:	
Balance Sheet – Governmental Funds	6
Reconciliation of the Balance Sheet of the Governmental Funds to the Statement of Net Position	8
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	9
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of the Governmental Funds to the Statement of Activities	11
Statement of Fiduciary Net Position – Fiduciary Funds	12
Statement of Changes in Fiduciary Net Position – Fiduciary Funds	13
Notes to Financial Statements	14
REQUIRED SUPPLEMENTARY INFORMATION	
Budgetary (GAAP Basis) Comparison Schedule:	
General Fund	29
Justice Fund	30
Indigent Fund	31
Solid Waste Fee Fund	32
American Rescue Plan Act Fund	33

Table of Contents
(continued)

	Page
Notes to Required Supplementary Information	34
Schedule of Required Supplemental Information - Pension	35
SUPPLEMENTAL INFORMATION	
Supplemental Schedule of Revenues by Source – Budget (GAAP Basis) and Actual - General Fund	36
Supplemental Schedule of Expenditures by Object of Expenditure – Budget (GAAP Basis) and Actual - General Fund	37
Combining Balance Sheet – Nonmajor Governmental Funds	39
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances – Nonmajor Governmental Funds	47
Combining Statement of Fiduciary Net Assets – Custodial Funds	55
Combining Statement of Changes in Fiduciary Net Assets – Custodial Funds	56
FEDERAL REPORTS	
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*	57

ZWYGART JOHN
CERTIFIED PUBLIC ACCOUNTANTS
Zwygart John & Associates CPAs, PLLC
16130 North Merchant Way, Suite 120 ◆ Nampa, Idaho 83687
Phone: 208-459-4649 ◆ FAX: 208-229-0404

Independent Auditor's Report

Board of Commissioners
Lewis County, Idaho
Nezperce, Idaho

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Lewis County, Idaho (the County) as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Qualified Opinion

In our opinion, except for the effects of the matter described in the "Basis for Qualified Opinion on Governmental Activities" paragraph, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities of Lewis County, Idaho, as of September 30, 2022, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Unmodified Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the discretely presented component unit, each major fund, and the aggregate remaining fund information of Lewis County, Idaho, as of September 30, 2022, 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 (GAAS) 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 Lewis County, Idaho, 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.

Basis for Qualified Opinion on Governmental Activities

Management has not performed the actuarial calculations for other post-employment benefits for the governmental activities and, accordingly, has not considered the County's other post-employment benefit liability. Accounting principles generally accepted in the United States of America require that a liability be recorded for other post-employment benefits, which would decrease net position, increase liabilities, and increase expenses in the governmental activities. The amount by which this departure would affect net position, liabilities, and expenses in the governmental activities is not reasonably determinable.

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; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS 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 Lewis County, Idaho's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Lewis County, Idaho's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information, schedule of County's proportionate share of net pension liability, and schedule of County contributions on pages 29 through 35 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted management's discussion and analysis that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is 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 Lewis County, Idaho's basic financial statements. The supplemental information (pages 36 to 56) is presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplemental information is the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic 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 April 24, 2023, on our consideration of Lewis County, Idaho'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 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 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 Lewis County, Idaho's internal control over financial reporting and compliance.

Zwygart John & Associates, CPAs PLLC

Nampa, Idaho
April 24, 2023

Lewis County, Idaho
Statement of Net Position
September 30, 2022

	Primary Government	
	Governmental Activities	Component Unit
Assets		
Cash and Cash Equivalents	$ 4,462,744	$ 138,978
Receivables, Net:		
Taxes	97,549	-
Accounts	28,981	-
Intergovernmental	56,642	-
Capital Assets:		
Land	51,157	-
Buildings, Net	41,286	-
Equipment, Net	191,451	-
Total Assets	4,929,810	138,978
Deferred Outflows		
Pension Related Items	620,559	-
Total Deferred Outflows	620,559	-
Liabilities		
Accounts Payable and Other Current Liabilities	194,021	-
Long-Term Liabilities:		
Due Within One Year:		
Compensated Absences	58,979	-
Due in More Than One Year:		
Net Pension Liability	1,163,072	-
Total Liabilities	1,416,072	-
Deferred Inflows		
Pension Related Items	56,104	-
Total Deferred Inflows	56,104	-
Net Position		
Invested in Capital Assets, Net of Related Debt	283,894	-
Restricted		
Justice	1,030,682	-
Indigent	505,059	-
Solid Waste Fee	54,609	-
Other Purposes	1,021,641	-
Unrestricted	1,182,308	138,978
Total Net Position	$ 4,078,193	$ 138,978

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

Lewis County, Idaho
Statement of Activities
For the Year Ended September 30, 2022

	Expenses	Program Revenues: Charges for Services and Sales	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Primary Government Governmental Activities	Net (Expense) Revenue and Changes in Net Position: Component Unit
Primary Government						
Governmental Activities:						
General Government	$ 1,314,989	77,709	$ -	$ -	$ (1,237,280)	$ -
Public Safety	1,777,027	359,423	-	-	(1,417,604)	-
Sanitation	352,786	299,061	-	-	(53,725)	-
Health and Welfare	162,816	29,949	-	-	(132,867)	-
Education	1,000	-	-	-	(1,000)	-
Total Governmental Activities	$ 3,608,618	$ 766,142	$ -	$ -	(2,842,476)	-
Component Unit:						
Fair Board	$ 496,857	$ 549,109	$ -	$ -		52,252
General Revenues:						
Property Taxes - All Funds					1,780,169	-
Intergovernmental					1,150,852	-
Other					568,524	-
Earnings on Investments					16,920	-
Disposal of Assets					5	-
Total General Revenues and Special Items					3,434,823	-
Change in Net Position					592,347	52,252
Net Position, Beginning					3,485,846	86,726
Net Position, End of Year					$ 4,078,193	$ 138,978

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

Lewis County, Idaho
Balance Sheet - Governmental Funds
September 30, 2022

	General	Justice	Indigent
Assets			
Cash and Cash Equivalents	$ 954,832	$ 1,038,571	$ 509,126
Internal Balance	64,234	-	-
Receivables, Net:			
Taxes	32,844	37,003	12,854
Intergovernmental	8,496	48,146	-
Total Assets	$ 1,060,406	$ 1,123,720	$ 521,980
Liabilities			
Internal Balances	$ -	$ -	$ -
Warrants Payable	37,083	64,671	6,947
Salaries and Benefits Payable	-	-	-
Total Liabilities	37,083	64,671	6,947
Deferred Inflows			
Unearned Revenue - Property Taxes	24,988	28,367	9,974
Total Deferred Inflows	24,988	28,367	9,974
Fund Balances			
Restricted	-	1,030,682	505,059
Unassigned	998,335	-	-
Total Fund Balances	998,335	1,030,682	505,059
Total Liabilities, Deferred Inflows, and Fund Balances	$ 1,060,406	$ 1,123,720	$ 521,980

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

Lewis County, Idaho
Balance Sheet - Governmental Funds
September 30, 2022
(continued)

	Solid Waste Fee	American Rescue Plan Act	Other Governmental Funds	Total Governmental Funds
Assets				
Cash and Cash Equivalents	$ 104,751	$ 743,697	$ 1,111,767	$ 4,462,744
Internal Balance	-	-	-	64,234
Receivables, Net:				
Taxes	-	-	14,848	97,549
Accounts	28,981	-	-	28,981
Intergovernmental	-	-	-	56,642
Total Assets	$ 133,732	$ 743,697	$ 1,126,615	$ 4,710,150
Liabilities				
Internal Balances	$ -	$ -	$ 64,234	$ 64,234
Warrants Payable	56,645	-	28,675	194,021
Total Liabilities	56,645	-	92,909	258,255
Deferred Inflows				
Unearned Revenue - Property Taxes	22,478	-	12,065	97,872
Total Deferred Inflows	22,478	-	12,065	97,872
Fund Balances				
Restricted	54,609	743,697	1,087,461	3,421,508
Unassigned	-	-	(65,820)	932,515
Total Fund Balances	54,609	743,697	1,021,641	4,354,023
Total Liabilities, Deferred Inflows, and Fund Balances	$ 133,732	$ 743,697	$ 1,126,615	$ 4,710,150

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

Lewis County, Idaho
Reconciliation of the Balance Sheet of the
Governmental Funds to the Statement of Net Position
September 30, 2022

Total Fund Balances - Governmental Funds		$ 4,354,023
Amounts reported for governmental activities in the Statement of Net Position are different because of the following:		
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds. Those assets consist of:		
Land	$ 51,157	
Buildings, Net of $604,553 Accumulated Depreciation	41,286	
Equipment, Net of $721,026 Accumulated Depreciation	191,451	
		283,894
Property taxes receivable will be collected this year, but are not available soon enough to pay for current period expenditures and, therefore, are deferred in the funds.		97,872
Long-term liabilities, applicable to the County's governmental activities, are not due and payable in the current period and, accordingly, are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported in the Statement of Net Position.		
Compensated Absences	$ (58,979)	
Total Long-Term Liabilities		(58,979)
The County participates in the Public Employer Retirement System of Idaho, which is a cost-sharing plan. As a participant they are required to report their share of the Net Pension Liability and the related deferred inflows and outflows on their Statement of Net Position.		
Net Pension Liability	$ (1,163,072)	
Pension Related Deferred Inflows	(56,104)	
Pension Related Deferred Outflows	620,559	
		(598,617)
Total Net Position-Governmental Activities		$ 4,078,193

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

Lewis County, Idaho
Statement of Revenues, Expenditures, and Changes in Fund Balances -
Governmental Funds
For the Year Ended September 30, 2022

	General	Justice	Indigent
Revenues			
Taxes	$ 596,716	$ 686,683	$ 223,792
Licenses and Permits	44,999	-	-
Intergovernmental	141,321	421,363	-
Charges for Services	32,298	322,880	29,949
Investment Earnings	16,920	-	-
Other Income	49,754	20,058	-
Total Revenues	882,008	1,450,984	253,741
Expenditures			
Current:			
General Government	762,292	-	-
Public Safety	-	1,201,168	-
Sanitation	-	-	147,026
Capital Outlay	-	54,007	-
Total Expenditures	762,292	1,255,175	147,026
Excess (Deficiency) of Revenues Over Expenditures	119,716	195,809	106,715
Other Financing Sources (Uses):			
Gain (Loss) on Sale of Assets	5	-	-
Unrealized Gain (Loss) on Investments	(81,647)	-	-
Total Other Financing Sources (Uses)	(81,642)	-	-
Net Change in Fund Balances	38,074	195,809	106,715
Fund Balances, Beginning	960,261	834,873	398,344
Fund Balances, Ending	$ 998,335	$ 1,030,682	$ 505,059

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

Lewis County, Idaho
Statement of Revenues, Expenditures, and Changes in Fund Balances -
Governmental Funds
For the Year Ended September 30, 2022
(continued)

	Solid Waste Fee	American Rescue Plan Act	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes	$ -	$ -	$ 271,742	$ 1,778,933
Licenses and Permits	-	-	-	44,999
Intergovernmental	-	372,743	215,425	1,150,852
Charges for Services	300,739	-	36,955	722,821
Investment Earnings	-	-	-	16,920
Other Income	15,828	-	482,884	568,524
Total Revenues	316,567	372,743	1,007,006	4,283,049
Expenditures				
Current:				
General Government	-	1,790	983,447	1,747,529
Public Safety	-	-	-	1,201,168
Sanitation	334,523	-	-	481,549
Capital Outlay	-	-	-	54,007
Total Expenditures	334,523	1,790	983,447	3,484,253
Excess (Deficiency) of Revenues Over Expenditures	(17,956)	370,953	23,559	798,796
Other Financing Sources (Uses):				
Sale of Assets	-	-	-	5
Unrealized Gain (Loss) on Investments	-	-	-	(81,647)
Total Other Financing Sources (Uses)	-	-	-	(81,642)
Net Change in Fund Balances	(17,956)	370,953	23,559	717,154
Fund Balances, Beginning	72,565	372,744	998,082	3,636,869
Fund Balances, Ending	$ 54,609	$ 743,697	$ 1,021,641	$ 4,354,023

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

Lewis County, Idaho
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of the Governmental Funds
to the Statement of Activities
For the Year Ended September 30, 2022

Total Net Change in Fund Balance - Governmental Funds		$ 717,154
Amounts reported for governmental activities in the Statement of Activities are different because of the following:		
Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their useful lives as depreciation expense. In the current period these amounts are:		
Capital Outlay	$ 73,869	
Depreciation Expense	(43,885)	
Net		29,984
Because some property taxes will not be collected for several months after the County's fiscal year ends, they are not considered as "available" revenues in the governmental funds and are, instead, counted as deferred tax revenues. They are, however, recorded as revenues in the Statement of Activities.		(442)
Compensated absences reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This amount represents the net change in compensated absences.		4,498
The County participates in the Public Employer Retirement System of Idaho, which is a cost-sharing plan. As a participant they are required to report their share of the Net Pension Liability and the related deferred inflows and outflows on their Statement of net Position. The changes in the Net Pension Liability and the related deferred inflows and outflows does not affect the governmental funds, but are reported in the Statement of Activities.		(158,847)
Change in Net Position of Governmental Activities		$ 592,347

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

Lewis County, Idaho
Statement of Fiduciary Net Position - Fiduciary Funds
September 30, 2022

	Custodial Funds
Assets	
Cash and Investments	$ 160,158
Receivables, Net	167,097
Total Assets	327,255
Liabilities	
Warrants Payable	5,523
Total Liabilities	5,523
Net Position Held in Trust	$ 321,732

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

Lewis County, Idaho
Statement of Changes in Fiduciary Net Position - Fiduciary Funds
For the Year Ended September 30, 2022

	Custodial Funds
Additions:	
Fees collected for other governments	$ 5,115,850
Property taxes collected for other governments	3,407,727
Total Additions	8,523,577
Deductions:	
Fees distributed to other governments	5,117,127
Taxes distributed to other governments	3,398,815
Total Deductions	8,515,942
Change in Net Position	7,635
Net Position - Beginning	314,097
Net Position - Ending	$ 321,732

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

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

Lewis County, Idaho (the County) operates under the direction of a Board of Commissioners who are responsible for the various operations of the County. The accompanying basic financial statements present the County (the primary government) and any component unit, entities for which the government is considered to be financially accountable.

The financial statements of the following organization are included in this report as a Discretely Presented Component Unit.

Lewis County Fair Board was created for the purpose of conducting fair activities within the County. The Fair Board is governed by a board appointed by the County Commissioners and the County is able to impose its will on the organization. The Fair Board was audited along with the County and its financial statements are presented as a Discretely Presented Component unit.

The accounting policies of the County conform to generally accepted accounting principles as applicable to governmental units.

B. Basis of Presentation, Basis of Accounting

Basis of Presentation

Government-wide Statements: The Statement of Net Assets and the Statement of Activities display information about the financial activities of the overall County, except for fiduciary and discretely presented component activities. Eliminations have been made to minimize the double counting of internal activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange transactions.

The Statement of Activities presents a comparison between direct expenses and program revenues for each function of the County's governmental activities.

- Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function.
- Indirect expenses - expenses of the County related to the administration and support of the County's programs, such as personnel and accounting - are not allocated to programs.
- Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes and state formula aid, are presented as general revenues.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Fund Financial Statements: The fund financial statements provide information about the County's funds, including fiduciary funds. Separate statements for each fund category - *governmental and fiduciary* - are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

Governmental Funds

Governmental funds are those through which most governmental functions of the County are financed. Governmental fund reporting focuses on the sources, use and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The County reports the following major governmental funds:

- *General fund*. This is the County's primary operating fund. It accounts for all financial resources of the County, except those required to be accounted for in another fund.
- *Justice fund*. This fund accounts for public safety programs.
- *Indigent fund*. This fund accounts for medical care for the County's indigent population.
- *Solid Waste Fee Fund*. This fund accounts for solid waste management services. Financial resources included property taxes and contract charges to various other agencies.
- *American Rescue Plan Act*. This fund accounts for all federal revenue sources provided by the American Rescue Plan Act for expenditures permitted by the Act.

Fund Balance Reporting in Governmental Funds

Different measurement focuses and bases of accounting are used in the government-wide Statement of Net Assets and in governmental fund Balance Sheet. The County uses the following fund balance categories in the governmental fund Balance Sheet:

- *Nonspendable.* Balances, for example, in permanent funds, prepaid items, and inventories that are permanently precluded from conversion to cash.
- *Restricted.* Balances constrained to a specific purpose by enabling legislation, external parties, or constitutional provisions.
- *Unassigned.* Balances available for any purpose.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The remaining fund balance classifications (committed and assigned) are either not applicable or no formal policy has yet been established to be able to utilize such classifications of fund balance. However, if there had been committed funds, these amounts would have been decided by the Board of Commissioners, the County's highest level of decision-making authority, through a formal action. The Board of Commissioners would also have the authority to assign funds or authorize another official to do so.

Under the terms of grant agreements, the County funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets/fund balances available to finance the program. When both restricted and unrestricted resources are available for use, it is the government's intent to use restricted resources first, then unrestricted resources as they are needed.

There is also no formal policy regarding the use of committed, assigned, or unassigned fund balances. However, it is the County's intent that when an expenditure is incurred for purposes for which amounts in any of the unrestricted classifications of fund balance could be used, the County considers committed amounts to be reduced first, followed by assigned amounts, and then unassigned amounts.

The purpose of the special revenue funds that are restricted are as follows:

Fund	Purpose
Justice	Revenues in this fund come from property taxes, other intergovernmental revenue and grants that are to be used for public safety programs within the County.
Indigent	Revenues in this fund come from levied property taxes, other intergovernmental revenue and grants that are to be used for medical care for the indigent population within the County.
Solid Waste Fee	Revenues in this fund come from levied property taxes, intergovernmental revenues, charges for services, and other revenue that are to be used for sanitation and disposal of the County's solid waste.
American Rescue Plan Act	Revenues in this fund come from the coronavirus relief act.
Nonmajor Special Revenue Funds	Revenues in these funds come from levied property taxes, intergovernmental revenue, grants, charges for services, and other revenues that are to be used for items ranging from public assistance and safety, health and welfare, sanitation, maintenance and improvement of public ways and facilities, culture and recreation, conservation of natural resources, and other governmental type activities.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The County reports the following fiduciary fund types:

- *Custodial funds.* These funds are used to account for assets held by the County in a trustee capacity or as an agent for individuals, private organizations, other governments, and/or other funds. Custodial Funds are custodial in nature and do not involve measurement of results of operations. Additions from fees and taxes in excess of deductions for fees and taxes are reported as net position held in trust.

Basis of Accounting

The government-wide and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

Non-exchange transactions, in which the County receives value without directly giving equal value in return, include property taxes, grants, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The County considers all revenues reported in the governmental funds to be available if they are collected within sixty days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, 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 of general long-term liabilities and acquisitions under capital leases are reported as other financing sources.

C. Assets and Liabilities

Cash Equivalents

The County requires all cash belonging to the County to be placed in custody of the Treasurer. A “Pooled Cash” concept is therefore used in maintaining the cash and investment accounts in the accounting records. Under this method, all cash is pooled for investment purposes and each fund has equity in the pooled amount. All amounts included in the pooled cash and investment accounts are considered to be cash and cash equivalents. See Note 2.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Property Taxes

In accordance with Idaho law, ad-valorem property taxes are levied in September for each calendar year. Taxes are recorded by the County using the modified accrual basis of accounting. Levies are made on or before the second Monday of September. All of the personal property taxes and one-half of the real property taxes are due on or before the 20th of December. The remaining one-half of the real property tax is due on or before June 20th of the following year. A lien is filed on property three years from the date of delinquency. The property tax calendar is as follows:

Date property is valued	Second Monday of July
Date tax is levied	Second Monday of September
Date taxes are billed	November 20
Date taxes are collected	One half on December 20 and half on the following June 20
Date taxes become a lien	First day of January of the succeeding year

Capital Assets

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed assets are reported at estimated fair value at the time received.

Capitalization thresholds (the dollar value above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements are shown below:

	Capitalization Policy	Depreciation Method	Estimated Useful Life
Buildings	$5,000	Straight-Line	30 Years
Equipment	$5,000	Straight-Line	3 – 25 Years

The County (a phase three government) has elected not to report major general infrastructure assets retroactively. General infrastructure assets include all roads and bridges and other infrastructure assets acquired subsequent to October 1, 2003. Depreciation is used to allocate the actual or estimated historical cost of all capital assets over their estimated useful lives.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Compensated Absences

Personal leave compensation is calculated on an individual basis according to an employee's total years worked and total hours worked per month.

Warrants and Accounts Payable

Warrants and accounts payable represent debt obligations that will be paid within the next billing cycle. Amounts shown are not over 60 days past due.

Receivables

Accounts receivable of the governmental activities consists of property taxes, sales taxes, use taxes, state grants, federal grants and other miscellaneous receivables. The allowance for doubtful accounts for the governmental activities is zero as of September 30, 2022.

Pensions

For purposes of measuring the net pension liability and pension expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (Base Plan) and additions to/deductions from Base Plan’s fiduciary net position have been determined on the same basis as they are reported by the Base Plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

New Accounting Principals

The County adopted GASB 87, Leases, during the year. This has caused long-term leases to be included on the balance sheet as right-to-use assets and a corresponding lease liability. This has caused no change to the opening balances of the County.

2. CASH AND INVESTMENTS

Deposits

As of September 30, 2022, the carrying amount of the County's deposits was $1,024,436 and the respective bank balances totaled $974,557. All of the total bank balance was insured or collateralized with pooled securities held by the pledging institution in the name of the County.

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned. As of September 30, 2022, all of the County's deposits were covered by the federal depository insurance or by collateral held by the County's agent or pledging financial institution's trust department or agent in the name of the County, and thus were not exposed to custodial credit risk. The County also keeps $200 petty cash on hand for their change. The County does not have a formal policy limiting its exposure to custodial credit risk.

Custodial Credit Risk – Investments

Custodial credit risk is the risk that an issuer or other counter party to an investment will not fulfill its obligations. None of the County's investments have been insured or collateralized and are held by the counterparties in the County's name. The counterparties include, MBS Securities, State of Idaho, and ProEquities. The County does not have a formal policy limiting its custodial credit risk for investments.

Interest Rate Risk

The County does not have a formal policy limiting investment maturities that would help manage its exposure to fair value losses from increasing interest rates.

Investments

The County voluntarily participates in the State of Idaho Investment Pool which has not been rated. The pool is not registered with the Securities and Exchange Commission or any other regulatory body. Oversight of the pool is with the State Treasurer, and Idaho Code defines allowable investments. The fair value of the County's investment in the pool is the same as the value of the pool shares.

2. CASH AND INVESTMENTS (continued)

The County follows Idaho Statute that outlines qualifying investment options as follows:

> Idaho Code authorizes the County to invest any available funds in obligations issued or guaranteed by the United States Treasury, the State of Idaho, local Idaho municipalities and taxing districts, the Farm Credit System, or Idaho public corporations, as well as time deposit accounts and repurchase agreements.

The County's investments at September 30, 2022, are summarized below:

			Investment Maturities (in Years)		
Investment Type	Rating	Fair Value	Less Than 1	1-5	> 5
Money Market	None	$ 13,202	$ 13,202	$ -	$ -
External Investment Pool	N/A	2,760,422	2,760,422		-
U.S. Government Bonds	AAA	976,822	108,977	867,845	-
		$ 3,750,446	$ 2,882,601	$ 867,845	$ -

At year-end, the cash and cash equivalents reported in the basic financial statements is made up of the following:

	Governmental Activities	Fiduciary Funds	Component
Deposits	$ 725,300	$ 160,158	$ 138,978
Cash on Hand	200	-	-
Investments	3,737,244	-	-
	$ 4,462,744	$ 160,158	$ 138,978

The following bank accounts for elected officials and custodial cash accounts are not recorded on the County's books:

	Book Balance	Bank Balance
Elected Officials	$ 1,764	$ 1,764
Planning & Zoning	555	555
Jail Account	4,486	4,486
Sheriff Special Acct.	771	771
Sheriff Garnishment	2,559	2,559
Clerk Auditor	6,413	5,359
	$ 16,547	$ 15,494

3. RECEIVABLE - INTERGOVERNMENTAL

Amounts due from other governments consist of state revenue sharing of $56,643 due from the State of Idaho.

4. RISK MANAGEMENT

The County is exposed to a considerable number of risks of loss including, but not limited to, a) damage to and loss of property and contents, b) employee torts, c) professional liabilities, i.e. errors and omissions, d) environmental damage, e) worker's compensation, i.e. employee injuries, and f) medical insurance costs of its employees. Commercial insurance policies are purchased to transfer the risk of loss for property and content damage, employee torts, and professional liabilities.

5. CAPITAL ASSETS

Capital asset activity for the fiscal year ended September 30, 2022 was as follows:

	9/30/2021	Additions	Disposals	9/30/2022
Governmental Activities:				
Capital Assets Not Being Depreciated:				
Land	$ 51,157	$ -	$ -	$ 51,157
Capital Assets Being Depreciated:				
Buildings	645,839	-	-	645,839
Equipment	839,728	73,869	(1,120)	912,477
Total Depreciable Assets	1,485,567	73,869	(1,120)	1,558,316
Less: Accumulated Depreciation				
Buildings	600,945	3,608	-	604,553
Equipment	683,474	38,112	(560)	721,026
Total Acc. Depr.	1,284,419	41,720	(560)	1,325,579
Net Depreciable Assets	201,148	32,149	(560)	232,737
Governmental Activities Capital Assets - Net	$ 252,305	$ 32,149	$ (560)	$ 283,894

Depreciation expense was charged to the functions of the County as follows:

Governmental Activities:	
General Government	$ 15,486
Public Safety	25,485
Sanitation	613
Health and Welfare	136
	$ 41,720

6. DEFICIT FUND BALANCES

The following funds had a deficit fund balance as of September 30, 2022:

Fund	Balance
Fair Grounds	$ (768)
Tort	(529)
Sheriff's Grants	(8,409)
Grants	(54,585)
Public Defender	(1,532)

7. OTHER COMMITMENTS

The County has credit cards with credit limits totaling $48,200. As of September 30, 2022, $6,794 of the available credit was in use.

8. COMPENSATED ABSENCES

Lewis County presently accumulates unused vacation days and compensatory time calculated on an individual basis according to an employee's total years worked and total hours per week worked. All accumulated vacation time, applicable sick leave, and compensatory time represents a potential liability to the County. Changes in compensated absences for the year ended September 30, 2022, are as follows:

	9/30/2021	Increase	Decrease	9/30/2022	Current
Governmental Activities	$ 63,477	$ 76,610	$ (81,108)	$ 58,979	$ 58,979

9. PENSION PLAN

Plan Description

Lewis County, Idaho contributes to the Base Plan which is a cost-sharing multiple-employer defined benefit pension plan administered by Public Employee Retirement System of Idaho (PERSI or System) that covers substantially all employees of the State of Idaho, its agencies and various participating political subdivisions. The cost to administer the plan is financed through the contributions and investment earnings of the plan. PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

9. PENSION PLAN (continued)

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

Pension Benefits

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% (2.3% for police/firefighters) of the average monthly salary for the highest consecutive 42 months.

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided the Consumer Price Index increases 1% or more. The PERSI Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement or 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.

Member and Employer Contributions

Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation. Contribution rates are determined by the PERSI Board within limitations, as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) that are adequate to accumulate sufficient assets to pay benefits when due.

The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 74% for public safety. As of June 30, 2022 it was 7.16% for general employees and 9.13% for public safety. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.94% (for general employees and 12.28% for police and firefighters. Lewis County, Idaho's contributions were $141,044 the year ended September 30, 2022.

9. PENSION PLAN (continued)

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

At September 30, 2022, Lewis County, Idaho reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Lewis County, Idaho's proportion of the net pension liability was based on Lewis County, Idaho's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2022, Lewis County, Idaho's proportion was 0.0295289 percent.

For the year ended September 30, 2022, Lewis County, Idaho recognized pension expense/(revenue) of $301,499 . At September 30, 2022, Lewis County, Idaho reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 127,895	$ 5,189
Changes in assumptions or other inputs	189,616	-
Net difference between projected and actual earnings on pension plan investments	267,609	-
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions		50,915
Lewis County, Idaho's contributions subsequent to the measurement date	35,439	-
Total	$ 620,559	$ 56,104

$35,439 reported as deferred outflows of resources related to pensions resulting from Employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending September 30, 2022.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2022, the beginning of the measurement period ended June 30, 2021, is 4.6 years and 4.6 for the measurement period June 30,2022.

9. PENSION PLAN (continued)

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (revenue) as follows:

For the Year Ended September 30:	PERSI
2023	$ 163,052
2024	139,485
2025	58,562
2026	209,995
2027	(6,642)

Actuarial Assumptions

Valuations are based on actuarial assumptions, the benefit formulas, and employee groups. Level percentages of payroll normal costs are determined using the Entry Age Normal Cost Method. Under the Entry Age Normal Cost Method, the actuarial present value of the projected benefits of each individual included in the actuarial valuation is allocated as a level percentage of each year's earnings of the individual between entry age and assumed exit age. The Base Plan amortizes any unfunded actuarial accrued liability based on a level percentage of payroll. The maximum amortization period for the Base Plan permitted under Section 59-1322, Idaho Code, is 25 years.

The total pension liability in the June 30,2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Salary increases	3.05%
Salary inflation	3.05%
Investment rate of return	6.35%, net of investment expenses
Cost-of-living adjustments	1%

Contributing Members, Service Retirement members, and Beneficiaries
General Employees and All Beneficiaries – male Pub-2010 General Tables, increased 11%
General Employees and All Beneficiaries – Females Pub-2010 General Tables, increased 21%
Teachers – Males-Pub-2010 Teacher Tables, increased 12%
Teachers – Females Pub-2010 Teacher Tables, increased 21%
Fire & Police – Males Pub-2010 Safety Tables, increased 21%
Fire & Police – Females Pub-2010 Safety Tables, increased 26%
Disabled Members – Males Pub-2010 Disabled Tables increased 38%
Disabled Members – Females Pub-2010 Disabled Tables increased 36%

9. PENSION PLAN (continued)

An experience study was performed for the period July 1, 2015 through June 30, 2020 which reviewed all economic and demographic assumptions including mortality. The Total Pension Liability as of June 30, 2022, is based on the results of an actuarial valuation date of July 1, 2022.

The long-term expected rate of return on pension plan investments was determined using the building block approach and a forward-looking model in which best estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of System's assets.

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of 2022.

Asset Class	
Fixed Income	30.0%
US/Global Equity	55.0%
International Equity	15.0%
Cash	0.0%
Total	100.0%

9. PENSION PLAN (continued)

Discount Rate

The discount rate used to measure the total pension liability was 6.35%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for pension plan administrative expense.

Sensitivity of the Employer's proportionate share of the net pension liability to changes in the discount rate.

The following presents the Employer's proportionate share of the net pension liability calculated using the discount rate of 6.35 percent, as well as what the Employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.35 percent) or 1-percentage-point higher (7.35 percent) than the current rate:

	1% Decrease (5.35%)	**Current Discount Rate (6.35%)**	**1% Increase (7.35%)**
Employer's proportionate share of the net pension liability (asset)	$ 2,052,708	$ 1,163,072	$ 434,928

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued PERSI financial report.

PERSI issues a publicly available financial report that includes financial statements and the required supplementary information for PERSI. That report may be obtained on the PERSI website at www.persi.idaho.gov.

10. INTERNAL BALANCES

$64,234 is due to the General fund from nonmajor funds representing cash overdrafts.

REQUIRED SUPPLEMENTARY INFORMATION

Lewis County, Idaho
Budgetary (GAAP Basis) Comparison Schedule
General Fund
For the Year Ended September 30, 2022

	Budgeted Amounts			
	Original	Final	Actual	Variance
Revenues				
Taxes	$ 591,749	$ 591,749	$ 596,716	$ 4,967
License and Permits	29,445	29,445	44,999	15,554
Intergovernmental	125,725	125,725	141,321	15,596
Charges for Services	22,100	22,100	32,298	10,198
Investment Earnings	7,000	7,000	16,920	9,920
Other Income	19,050	19,050	49,754	30,704
Total Revenues	795,069	795,069	882,008	86,939
Expenditures				
Current:				
Salaries	415,240	399,779	377,113	22,666
Benefits	239,460	239,460	178,793	60,667
Operating Expenses	280,384	291,932	206,386	85,546
Capital Outlay	29,350	29,350	-	29,350
Total Expenditures	964,434	960,521	762,292	198,229
Excess (Deficiency) of Revenues Over Expenditures	(169,365)	(165,452)	119,716	285,168
Other Financing Sources (Uses)				
Gain (Loss) on Sale of Assets	-	-	5	5
Unrealized Gain (Loss) on Investments	-	-	(81,647)	(81,647)
Total Other Financing Sources (Uses)	-	-	(81,642)	(81,642)
Net Change in Fund Balances	(169,365)	(165,452)	38,074	203,526
Fund Balances, Beginning	169,365	165,452	960,261	794,809
Fund Balances, Ending	$ -	$ -	$ 998,335	$ 998,335

Lewis County, Idaho
Budgetary (GAAP Basis) Comparison Schedule
Justice Fund
For the Year Ended September 30, 2022

	Budgeted Amounts			
	Original	Final	Actual	Variance
Revenues				
Taxes	$ 683,283	$ 683,283	$ 686,683	$ 3,400
Intergovernmental	339,305	339,305	421,363	82,058
Charges for Services	313,971	313,971	322,880	8,909
Other Income	-	-	20,058	20,058
Total Revenues	1,336,559	1,336,559	1,450,984	114,425
Expenditures				
Current:				
Salaries	822,024	730,445	696,076	34,369
Benefits	376,250	376,250	274,043	102,207
Operating Expenses	250,336	341,914	231,049	110,865
Capital Outlay	66,185	66,185	54,007	12,178
Total Expenditures	1,514,795	1,514,794	1,255,175	259,619
Net Change in Fund Balances	(178,236)	(178,235)	195,809	374,044
Fund Balances, Beginning	178,236	178,235	834,873	656,638
Fund Balances, Ending	$ -	$ -	$ 1,030,682	$ 1,030,682

Lewis County, Idaho
Budgetary (GAAP Basis) Comparison Schedule
Indigent Fund
For the Year Ended September 30, 2022

	Budgeted Amounts			
	Original	Final	Actual	Variance
Revenues				
Taxes	$ 222,063	$ 222,063	$ 223,792	$ 1,729
Charges for Services	14,200	14,200	29,949	15,749
Total Revenues	236,263	236,263	253,741	17,478
Expenditures				
Current:				
Salaries	101,334	101,334	79,387	21,947
Benefits	15,625	15,625	13,097	2,528
Operating Expenses	159,304	159,304	54,542	104,762
Total Expenditures	276,263	276,263	147,026	129,237
Net Change in Fund Balances	(40,000)	(40,000)	106,715	146,715
Fund Balances, Beginning	40,000	40,000	398,344	358,344
Fund Balances, Ending	$ -	$ -	$ 505,059	$ 505,059

Lewis County, Idaho
Budgetary (GAAP Basis) Comparison Schedule
Solid Waste Fee Fund
For the Year Ended September 30, 2022

	Budgeted Amounts			
	Original	Final	Actual	Variance
Revenues				
Charges for Services	$ 295,376	$ 295,376	$ 300,739	$ 5,363
Other Income	3,000	3,000	15,828	12,828
Total Revenues	298,376	298,376	316,567	18,191
Expenditures				
Current:				
Operating Expenses	337,200	337,200	334,523	2,677
Total Expenditures	337,200	337,200	334,523	2,677
Net Change in Fund Balances	(38,824)	(38,824)	(17,956)	20,868
Fund Balances, Beginning	38,824	38,824	72,565	33,741
Fund Balances, Ending	$ -	$ -	$ 54,609	$ 54,609

Lewis County, Idaho
Budgetary (GAAP Basis) Comparison Schedule
American Rescue Plan Act
For the Year Ended September 30, 2022

	Budgeted Amounts			
	Original	Final	Actual	Variance
Revenues				
Intergovernmental	$ -	$ -	$ 372,743	$ 372,743
Total Revenues	-	-	372,743	372,743
Expenditures				
Current:				
Operating Expenses	-	-	1,790	(1,790)
Total Expenditures	-	-	1,790	(1,790)
Net Change in Fund Balances	-	-	370,953	370,953
Fund Balances, Beginning	-	-	372,744	372,744
Fund Balances, Ending	$ -	$ -	$ 743,697	$ 743,697

1. BUDGETS AND BUDGETARY ACCOUNTING

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

A. Prior to September 1, the County Clerk and County Commissioners prepare a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them.

B. Public hearings are conducted at the County Courthouse to obtain taxpayer comments.

C. Prior to October 1, the budget is legally enacted through passage of an ordinance.

D. The County is authorized to transfer budgeted amounts between departments within any fund; however, no revision can be made to increase the overall tax supported funds except when federal or state grants are approved. The County, however, must follow the same budgetary procedures as they followed when the original budget was approved.

E. Formal budgetary integration is employed as a management control device during the year for the General fund and Special Revenue funds.

F. The budget for the General fund and Special Revenue funds is adopted on a basis consistent with generally accepted accounting principles.

G. Expenditures may not legally exceed budgeted appropriations at the fund level. The County does not use the encumbrance method of accounting.

2. EXPENDITURES IN EXCESS OF APPROPRIATIONS

The American Rescue Plan Act Fund had expenditures in excess of appropriations in the amount of $1,790.

Lewis County, Idaho
Schedules of Required Supplemental Information
Public Employees Retirement System of Idaho
Last 10 - Fiscal Years*
Public Employees Retirement System of Idaho

Schedule of the County's proportionate Share of Net Pension Liability

Year	County's proportion of the net pension liability	County's proportionate share of the net pension liability	County's covered-employee payroll	County's proportionate share of the net pension liability as a percentage of its covered-emplyee payroll	Plan fiduciary net position as a percentage of the total pension liability
2022	0.0295289%	$ 1,163,072	$ 1,168,957	99.50%	83.09%
2021	0.0331028%	$ (26,144)	$ 1,135,894	-2.30%	100.36%
2020	0.0325214%	$ 755,190	$ 1,146,308	65.88%	88.22%
2019	0.0320407%	$ 365,736	$ 1,107,975	33.01%	93.79%
2018	0.0332587%	$ 490,572	$ 1,080,661	45.40%	91.69%
2017	0.0333657%	$ 524,451	$ 1,041,834	50.34%	90.68%
2016	0.0339421%	$ 688,058	$ 978,157	70.34%	87.26%
2015	0.0355380%	$ 467,978	$ 1,011,447	46.27%	91.38%

Data reported is measured as of June 30, 2022

Schedule of County's Contributions

Year	Contractually required contributions	Contributions in relation to the contractually required contributions	Contributions deficiency (excess)	County's covered-employee payroll	Contributions as a percentage of covered-employee payroll
2022	$ 141,044	$ 141,044	-	$ 1,168,957	12.07%
2021	$ 137,088	$ 137,088	-	$ 1,135,894	12.07%
2020	$ 138,465	$ 138,465	-	$ 1,146,308	12.08%
2019	$ 127,581	$ 127,581	-	$ 1,107,975	11.51%
2018	$ 123,657	$ 123,657	-	$ 1,080,661	11.44%
2017	$ 119,102	$ 119,102	-	$ 1,041,834	11.43%
2016	$ 112,374	$ 112,374	-	$ 978,157	11.49%
2015	$ 112,680	$ 112,680	-	$ 1,011,447	11.14%

Data reported is measured as of September 30, 2022

* GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, Lewis County, Idaho will present information for those years for which information is available.

SUPPLEMENTAL INFORMATION

Lewis County, Idaho
Supplemental Schedule of Revenues by Source
- Budget (GAAP Basis) and Actual - General Fund
For The Year Ended September 30, 2022

	Budget	Actual	Variance
Revenue			
Taxes	$ 591,749	$ 596,716	$ 4,967
License and Permits	29,445	44,999	15,554
Intergovernmental	125,725	141,321	15,596
Charges for Services	22,100	32,298	10,198
Investment Earnings	7,000	16,920	9,920
Other Income	19,050	49,754	30,704
	795,069	882,008	86,939
Other Financing Sources			
Gain/(Loss) on Sale of Assets	-	5	5
Unrealized Gain (Loss) on Investments	-	(81,647)	(81,647)
	-	(81,642)	(81,642)
Total Revenue	$ 795,069	$ 800,366	$ 5,297

Lewis County, Idaho
Supplemental Schedule of Expenditures by Object
of Expenditure - Budget (GAAP Basis) and Actual - General Fund
For the Year Ended September 30, 2022

	Budget	Actual	Variance
Clerk-Auditor			
Salaries	$ 107,014	$ 93,292	$ 13,722
Other Expenses	8,159	8,012	147
	115,173	101,304	13,869
Assessor			
Salaries	48,449	48,450	(1)
Other Expenses	15,885	15,631	254
	64,334	64,081	253
Treasurer/Tax Collector			
Salaries	76,016	75,949	67
Other Expenses	15,950	11,866	4,084
	91,966	87,815	4,151
Commissioners			
Salaries	47,614	47,613	1
Other Expenses	10,650	7,198	3,452
	58,264	54,811	3,453
Coroner			
Salaries	3,600	3,600	-
Other Expenses	9,648	10,199	(551)
	13,248	13,799	(551)
Janitor			
Salaries	18,986	18,983	3
Other Expenses	2,700	3,884	(1,184)
	21,686	22,867	(1,181)
Emergency Management			
Salaries	14,040	14,040	-
Other Expenses	6,401	5,478	923
	20,441	19,518	923

Lewis County, Idaho
Supplemental Schedule of Expenditures by Object
of Expenditure - Budget (GAAP Basis) and Actual - General Fund
For the Year Ended Sep 30, 2022
(continued)

	Budget	Actual	Variance
County Agent			
Salaries	$ 28,580	$ 27,851	$ 729
Other Expenses	16,500	13,677	2,823
	45,080	41,528	3,552
Elections			
Other Expenses	29,000	12,773	16,227
	29,000	12,773	16,227
General			
Salaries & Benefits	239,460	178,793	60,667
Other Expenses	154,426	114,988	39,438
Capital Outlay	33,450	4,030	29,420
	427,336	297,811	129,525
Planning and Zoning			
Salaries	9,615	9,119	496
Other Expenses	19,298	16,135	3,163
	28,913	25,254	3,659
General Reserve			
Other Expenses	20,000	-	20,000
	20,000	-	20,000
District Court			
Salaries	25,080	20,731	4,349
	25,080	20,731	4,349
Total General Government	$ 960,521	$ 762,292	$ 198,229

Lewis County, Idaho
Combining Balance Sheet -
Nonmajor Governmental Funds
September 30, 2022

	District Court	Fair Grounds	Junior College	Revaluation	Solid Waste
Assets					
Cash and Investments	$ 140,381	$ -	$ 19,990	$ 95,879	$ 2,030
Receivables, Net:					
Taxes	3,844	168	-	6,508	-
Total Assets	$ 144,225	$ 168	$ 19,990	$ 102,387	$ 2,030
Liabilities					
Internal Balances	$ -	$ 154	$ -	$ -	$ -
Warrants Payable	4,501	-	-	3,022	-
Total Liabilities	4,501	154	-	3,022	-
Deferred Inflows					
Unearned Revenue - Property Taxes	2,930	782	-	4,989	-
Total Deferred Inflows	2,930	782	-	4,989	-
Fund Balances					
Restricted	136,794	-	19,990	94,376	2,030
Unassigned	-	(768)	-	-	-
Total Fund Balances	136,794	(768)	19,990	94,376	2,030
Total Liabilities, Deferred Inflows and Fund Balances	$ 144,225	$ 168	$ 19,990	$ 102,387	$ 2,030

Lewis County, Idaho
Combining Balance Sheet -
Nonmajor Governmental Funds
September 30, 2022
(continued)

	Tort	Weeds	Vessel	Sheriff's Grants
Assets				
Cash and Investments	$ -	$ 36,227	$ 6,341	$ -
Receivables, Net:				
Taxes	2,473	1,855	-	-
Total Assets	$ 2,473	$ 38,082	$ 6,341	$ -
Liabilities				
Internal Balances	$ 1,086	$ -	$ -	$ 8,409
Warrants Payable	-	1,979	-	-
Total Liabilities	1,086	1,979	-	8,409
Deferred Inflows				
Unearned Revenue - Property Taxes	1,913	1,451	-	-
Total Deferred Inflows	1,913	1,451	-	-
Fund Balances				
Restricted	-	34,652	6,341	-
Unassigned	(526)	-	-	(8,409)
Total Fund Balances	(526)	34,652	6,341	(8,409)
Total Liabilities, Deferred Inflows, and Fund Balances	$ 2,473	$ 38,082	$ 6,341	$ -

Lewis County, Idaho
Combining Balance Sheet -
Nonmajor Governmental Funds
September 30, 2022
(continued)

	SRBA Funds	Grants	Taylor Grazing	Narcotics Enforcement
Assets				
Cash and Investments	$ 5,843	$ -	$ 2,822	$ 85
Receivables, Net:				
Taxes	-	-	-	-
Total Assets	$ 5,843	$ -	$ 2,822	$ 85
Liabilities				
Internal Balances	$ -	$ 54,585	$ -	$ -
Warrants Payable	-	-	-	-
Total Liabilities	-	54,585	-	-
Deferred Inflows				
Unearned Revenue - Property Taxes	-	-	-	-
Total Deferred Inflows	-	-	-	-
Fund Balances				
Restricted	5,843	-	2,822	85
Unassigned	-	(54,585)	-	-
Total Fund Balances	5,843	(54,585)	2,822	85
Total Liabilities, Deferred Inflows, and Fund Balances	$ 5,843	$ -	$ 2,822	$ 85

Lewis County, Idaho
Combining Balance Sheet -
Nonmajor Governmental Funds
September 30, 2022
(continued)

	Juvenile Justice	County Election	Unclaimed Property Trust	Court Facilitites
Assets				
Cash and Investments	$ 11,929	$ 171,950	$ 398	$ 31,602
Receivables, Net:				
Taxes	-	-	-	-
Total Assets	$ 11,929	$ 171,950	$ 398	$ 31,602
Liabilities				
Internal Balances	$ -	$ -	$ -	$ -
Warrants Payable	-	1,080	-	-
Total Liabilities	-	1,080	-	-
Deferred Inflows				
Unearned Revenue - Property Taxes	-	-	-	-
Total Deferred Inflows	-	-	-	-
Fund Balances				
Restricted	11,929	170,870	398	31,602
Unassigned	-	-	-	-
Total Fund Balances	11,929	170,870	398	31,602
Total Liabilities, Deferred Inflows, and Fund Balances	$ 11,929	$ 171,950	$ 398	$ 31,602

Lewis County, Idaho
Combining Balance Sheet -
Nonmajor Governmental Funds
September 30, 2022
(continued)

	Public Safety Communication	Court Trust	Sheriff's Trust	K-9 Trust
Assets				
Cash and Investments	$ 315,835	$ 25,309	$ 776	$ 7,668
Receivables, Net:				
Taxes	-	-	-	-
Total Assets	$ 315,835	$ 25,309	$ 776	$ 7,668
Liabilities				
Internal Balances	$ -	$ -	$ -	$ -
Warrants Payable	1,930	10,822	-	-
Total Liabilities	1,930	10,822	-	-
Deferred Inflows				
Unearned Revenue - Property Taxes	-	-	-	-
Total Deferred Inflows	-	-	-	-
Fund Balances				
Restricted	313,905	14,487	776	7,668
Unassigned	-	-	-	-
Total Fund Balances	313,905	14,487	776	7,668
Total Liabilities, Deferred Inflows, and Fund Balances	$ 315,835	$ 25,309	$ 776	$ 7,668

Lewis County, Idaho
Combining Balance Sheet -
Nonmajor Governmental Funds
September 30, 2022
(continued)

	Drug Task Force	Dare Contributions	Waterways Donations	Public Administration
Assets				
Cash and Investments	$ 3,351	$ 2,410	$ 2,837	$ 861
Receivables, Net:				
Taxes	-	-	-	-
Total Assets	$ 3,351	$ 2,410	$ 2,837	$ 861
Liabilities				
Internal Balances	$ -	$ -	$ -	$ -
Warrants Payable	-	-	-	-
Total Liabilities	-	-	-	-
Deferred Inflows				
Unearned Revenue - Property Taxes	-	-	-	-
Total Deferred Inflows	-	-	-	-
Fund Balances				
Restricted	3,351	2,410	2,837	861
Unassigned	-	-	-	-
Total Fund Balances	3,351	2,410	2,837	861
Total Liabilities, Deferred Inflows, and Fund Balances	$ 3,351	$ 2,410	$ 2,837	$ 861

Lewis County, Idaho
Combining Balance Sheet -
Nonmajor Governmental Funds
September 30, 2022
(continued)

	Public Defender	Kamiah Prosecution	Kamiah Vehcile	CTCL COVID Election Grant
Assets				
Cash and Investments	$ 3,809	$ 34,000	$ -	$ -
Receivables, Net:				
Taxes	-	-	-	-
Total Assets	$ 3,809	$ 34,000	$ -	$ -
Liabilities				
Internal Balances	$ -	$ -	$ -	$ -
Warrants Payable	5,341	-	-	-
Total Liabilities	5,341	-	-	-
Deferred Inflows				
Unearned Revenue - Property Taxes	-	-	-	-
Total Deferred Inflows	-	-	-	-
Fund Balances				
Restricted	-	34,000	-	-
Unassigned	(1,532)	-	-	-
Total Fund Balances	(1,532)	34,000	-	-
Total Liabilities, Deferred Inflows, and Fund Balances	$ 3,809	$ 34,000	$ -	$ -

Lewis County, Idaho
Combining Balance Sheet -
Nonmajor Governmental Funds
September 30, 2022
(continued)

	ISPCC Grant	Preventive Health	IPSCC Phase 2	Total
Assets				
Cash and Investments	$ 52,702	$ 4,322	$ 132,410	$ 1,111,767
Receivables, Net:				
Taxes	-	-	-	14,848
Total Assets	$ 52,702	$ 4,322	$ 132,410	$ 1,126,615
Liabilities				
Internal Balances	$ -	$ -	$ -	$ 64,234
Warrants Payable	-	-	-	28,675
Total Liabilities	-	-	-	92,909
Deferred Inflows				
Unearned Revenue - Property Taxes	-	-	-	12,065
Total Deferred Inflows	-	-	-	12,065
Fund Balances				
Restricted	52,702	4,322	132,410	1,087,461
Unassigned	-	-	-	(65,820)
Total Fund Balances	52,702	4,322	132,410	1,021,641
Total Liabilities, Deferred Inflows, and Fund Balances	$ 52,702	$ 4,322	$ 132,410	$ 1,126,615

Lewis County, Idaho
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances - Nonmajor Governmental Funds
For the Year Ended September 30, 2022

	District Court	Fair Grounds	Junior College	Revaluation	Solid Waste
Revenues					
Taxes	$ 66,191	$ 86	$ -	$ 123,969	$ -
Intergovernmental	-	-	-	-	-
Charges for Services	35,243	-	-	-	-
Other Income	3,589	-	-	1,114	-
Total Revenues	105,023	86	-	125,083	-
Expenditures					
Current:					
Salaries	34,933	-	-	64,784	-
Benefits	13,933	-	-	32,881	-
Operating Expenses	28,557	-	1,000	14,549	-
Capital Outlay	-	-	-	-	-
Total Expenses	77,423	-	1,000	112,214	-
Net Change in Fund Balances	27,600	86	(1,000)	12,869	-
Fund Balances, Beginning	109,194	(854)	20,990	81,507	2,030
Fund Balances, Ending	$ 136,794	$ (768)	$ 19,990	$ 94,376	$ 2,030

Lewis County, Idaho
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances - Nonmajor Governmental Funds
For the Year Ended September 30, 2022
(continued)

	Tort	Weeds	Vessel	Sheriff's Grants
Revenues				
Taxes	$ 45,211	$ 36,285	$ -	$ -
Intergovernmental	-	-	3,773	-
Charges for Services	-	327	-	-
Other Income	405	-	6,160	-
Total Revenues	45,616	36,612	9,933	-
Expenditures				
Current:				
Salaries	-	23,332	-	-
Benefits	-	5,585	-	-
Operating Expenses	45,232	3,825	18,645	-
Total Expenses	45,232	32,742	18,645	-
Net Change in Fund Balances	384	3,870	(8,712)	-
Fund Balances, Beginning	(910)	30,782	15,053	(8,409)
Fund Balances, Ending	$ (526)	$ 34,652	$ 6,341	$ (8,409)

Lewis County, Idaho
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances - Nonmajor Governmental Funds
For the Year Ended September 30, 2022
(continued)

	SRBA Funds	Grants	Taylor Grazing	Narcotics Enforcement
Revenues				
Taxes	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-
Charges for Services	-	-	85	-
Other Income	-	17,698	-	-
Total Revenues	-	17,698	85	-
Expenditures				
Current:				
Salaries	-	6,840	-	-
Benefits	-	694	-	-
Operating Expenses	-	3,773	-	-
Total Expenses	-	11,307	-	-
Net Change in Fund Balances	-	6,391	85	-
Fund Balances, Beginning	5,843	(60,976)	2,737	85
Fund Balances, Ending	$ 5,843	$ (54,585)	$ 2,822	$ 85

Lewis County, Idaho
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances - Nonmajor Governmental Funds
For the Year Ended September 30, 2022
(continued)

	Juvenile Justice	County Election	Unclaimed Property Trust	Court Facilitites
Revenues				
Taxes	$ -	$ -	$ -	$ -
Intergovernmental	-	41,792	-	-
Charges for Services	1,300	-	-	-
Other Income	-	-	-	1,020
Total Revenues	1,300	41,792	-	1,020
Expenditures				
Current:				
Salaries	-	16,016	-	-
Benefits	-	7,601	-	-
Operating Expenses	1,483	13,251	-	-
Total Expenses	1,483	36,868	-	-
Net Change in Fund Balances	(183)	4,924	-	1,020
Fund Balances, Beginning	12,112	165,946	398	30,582
Fund Balances, Ending	$ 11,929	$ 170,870	$ 398	$ 31,602

Lewis County, Idaho
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances - Nonmajor Governmental Funds
For the Year Ended September 30, 2022
(continued)

	Public Safety Communication	Court Trust	Sheriff's Trust	K-9 Trust
Revenues				
Taxes	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-
Charges for Services	-	-	-	-
Other Income	68,561	284,579	11,021	81
Total Revenues	68,561	284,579	11,021	81
Expenditures				
Current:				
Salaries	-	-	-	-
Benefits	-	-	-	-
Operating Expenses	60,296	298,469	10,901	-
Total Expenses	60,296	298,469	10,901	-
Net Change in Fund Balances	8,265	(13,890)	120	81
Fund Balances, Beginning	305,640	28,377	656	7,587
Fund Balances, Ending	$ 313,905	$ 14,487	$ 776	$ 7,668

Lewis County, Idaho
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances - Nonmajor Governmental Funds
For the Year Ended September 30, 2022
(continued)

	Drug Task Force	Dare Contributions	Waterways Donations	Public Administration
Revenues				
Taxes	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-
Charges for Services	-	-	-	-
Other Income	-	-	-	-
Total Revenues	-	-	-	-
Expenditures				
Current:				
Salaries	-	-	-	-
Benefits	-	-	-	-
Operating Expenses	-	-	-	-
Total Expenses	-	-	-	-
Net Change in Fund Balances	-	-	-	-
Fund Balances, Beginning	3,351	2,410	2,837	861
Fund Balances, Ending	$ 3,351	$ 2,410	$ 2,837	$ 861

Lewis County, Idaho
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances - Nonmajor Governmental Funds
For the Year Ended September 30, 2022
(continued)

	Public Defender	Kamiah Prosecution	Kamiah Vehcile	CTCL COVID Election Grant
Revenues				
Taxes	$ -	$ -	$ -	$ -
Intergovernmental	-	-	-	-
Charges for Services	-	-	-	-
Other Income	35,334	18,000	31,000	-
Total Revenues	35,334	18,000	31,000	-
Expenditures				
Current:				
Salaries	-	-	-	-
Benefits	-	-	-	-
Operating Expenses	20,717	-	-	-
Capital Outlay	-	-	43,500	-
Total Expenses	20,717	-	43,500	-
Net Change in Fund Balances	14,617	18,000	(12,500)	-
Fund Balances, Beginning	(16,149)	16,000	12,500	-
Fund Balances, Ending	$ (1,532)	$ 34,000	$ -	$ -

Lewis County, Idaho
Combining Statement of Revenues, Expenditures, and
Changes in Fund Balances - Nonmajor Governmental Funds
For the Year Ended September 30, 2022
(continued)

	ISPCC Grant	Preventive Health	IPSCC Phase 2	Total
Revenues				
Taxes	$ -	$ -	$ -	$ 271,742
Intergovernmental	-	-	169,860	215,425
Charges for Services	-	-	-	36,955
Other Income	-	4,322	-	482,884
Total Revenues	-	4,322	169,860	1,007,006
Expenditures				
Current:				
Salaries	-	-	-	145,905
Benefits	-	-	-	60,694
Operating Expenses	175,200	-	37,450	733,348
Capital Outlay	-	-	-	43,500
Total Expenses	175,200	-	37,450	983,447
Net Change in Fund Balances	(175,200)	4,322	132,410	23,559
Fund Balances, Beginning	227,902	-	-	998,082
Fund Balances, Ending	$ 52,702	$ 4,322	$ 132,410	$ 1,021,641

Lewis County, Idaho
Combining Statement of Fiduciary Net Assets - Custodial Funds
September 30, 2022

	Custodial Funds		
	Held for Other Governments	Taxing Districts Funds	Total Custodial Funds
Assets			
Cash and Investments	$ 151,069	$ 9,089	$ 160,158
Property Taxes Receivable	-	167,097	167,097
Total Assets	151,069	176,186	327,255
Liabilities			
Warrants and Accounts Payable	-	5,523	5,523
Total Liabilities	-	5,523	5,523
Net Position			
Restricted for:			
Individuals, Organizations, or Other Governments			
Total Net Position	$ 151,069	$ 170,663	$ 321,732

Lewis County, Idaho
Combining Statement of Changes in Fiduciary Net Assets - Custodial Funds
For the Year Ended September 30, 2022

	Custodial Funds		
	Held for Other Governments	Taxing Districts Funds	Total Custodial Funds
Additions:			
Fees collected for other governments	$ 5,115,850	$ -	$ 5,115,850
Property taxes collected for other governments	-	3,407,727	3,407,727
Total Additions	5,115,850	3,407,727	8,523,577
Deductions:			
Fees distributed to other governments	5,117,127	-	5,117,127
Taxes distributed to other governments	-	3,398,815	3,398,815
Total Deductions	5,117,127	3,398,815	8,515,942
Change in Net Position	(1,277)	8,912	7,635
Net Position - Beginning	152,344	161,753	314,097
Net Position - Ending	$ 151,067	$ 170,665	$ 321,732

FEDERAL REPORTS

ZWYGART JOHN
CERTIFIED PUBLIC ACCOUNTANTS
Zwygart John & Associates CPAs, PLLC
16130 North Merchant Way, Suite 120 ◆ Nampa, Idaho 83687
Phone: 208-459-4649 ◆ FAX: 208-229-0404

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*

Board of Commissioners
Lewis County, Idaho
Nezperce, Idaho

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, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Lewis County, Idaho, as of and for the year ended September 30, 2022, and the related notes to the financial statements, which collectively comprise Lewis County, Idaho's basic financial statements, and have issued our report thereon dated April 24, 2023.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Zwygart John & Associates, CPAs, PLLC

Nampa, Idaho
April 24, 2023