NEZ PERCE COUNTY, STATE OF IDAHO

FINANCIAL STATEMENTS

Year Ended September 30, 2024

NEZ PERCE COUNTY, STATE OF IDAHO

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PRESNELL GAGE, PLLC
ACCOUNTING AND CONSULTING

INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners
Nez Perce County, State of Idaho
Lewiston, Idaho

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Nez Perce County, State of Idaho, as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Nez Perce County, State of Idaho, as of September 30, 2024, 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.

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 Nez Perce County, State of 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.

Responsibilities of Management for the Financial Statements

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

Lewiston Office: 1216 Idaho Street, Lewiston, Idaho 83501, (208) 746-8281
Moscow Office: 609 South Washington, Suite 202, Moscow, Idaho 83843, (208) 882-2211
Grangeville Office: 109 South Mill Street, Grangeville, Idaho 83530, (208) 983-1254
Orofino Office: P.O. Box 632, 216 Johnson Avenue, Orofino, Idaho 83544, (208) 476-3012
Pullman Office: 1230 SE Bishop Blvd., Pullman, Washington 99163, (509) 332-6541
Eagle Office: 1159 E Iron Eagle Drive, Suite 100, Eagle, Idaho 83616, (208) 319-2929

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 Nez Perce County, State of 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 generally accepted auditing standards and Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Nez Perce County, State of 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 Nez Perce County, State of 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 management's discussion and analysis, schedule of pension funding, and budgetary comparison information on pages 6 through 12 and 43 through 48 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

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

Reports on Summarized Comparative Information

We have previously audited Nez Perce County, State of Idaho's 2023 and 2022 financial statements, and we expressed unmodified audit opinions on the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information in our reports dated June 17, 2024, and May 31, 2023. In our opinion, the summarized comparative information presented herein is consistent, in all material respects, with the audited financial statements from which it has been derived.

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated June 18, 2025, on our consideration of Nez Perce County, State of 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 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 Nez Perce County, State of Idaho'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 Nez Perce County, State of Idaho's internal control over financial reporting and compliance.

Presnell Gage, PLLC

June 18, 2025
Lewiston, Idaho

Our discussion and analysis of the County's financial performance provides an overview of the County's financial activities for the fiscal year ended September 30, 2024.

USING THIS ANNUAL REPORT

This annual report consists of four distinct series of financial statements: the County-wide financial statements, the fund financial statements, the fiduciary financial statements, and supplementary information.

- The statement of net position and the statement of activities (pages 13 through 15) provide information about the activities of the County as a whole and present a longer-term view of the County's finances.

- The fund financial statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements (pages 16 to 19) also report the County's operations in more detail than the County-wide statements by providing information about the County's most significant funds.

- The fiduciary funds (pages 20 and 21) provide information about activities for which the County acts solely as a trustee or agent for the benefit of other governmental districts, County employees, and as an agent of the District Court.

- The remaining statements and schedules provide information about individual funds within the County and the results of their operations compared to budget.

The Statement of Net Position and the Statement of Activities

One of the most important questions asked about the County's finances is: "Is the County as a whole better off or worse off as a result of the year's activities"? The statement of net position and the statement of activities report information about the County as a whole and about its activities in a way that may help answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. Accrual of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the County's net position and changes in them. You can think of the County's net position—the difference between assets and the liabilities—as one way to measure the County's financial health, or financial position. Over time, increases or decreases in the County's net position are one indicator of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the County's property tax base and population to assess the overall health of the County.

Financial Highlights

- The County's net position amounted to $102,015,855 at year-end. This includes $72,903,185 in capital assets, net of related debt.

- The County's net position changed by $29,388,816 as a result of this year's operations (compared to a change of $(13,277,097) in 2023 and $2,048,715 in 2022).

The Statement of Net Position and the Statement of Activities (Continued)

Following is an overview of the County's statements of net position:

	2024	2023	Change
Current/other assets	$ 44,118,178	$ 40,289,263	
Capital assets (net)	116,197,537	90,705,128	
Total assets	$ 160,315,715	$ 130,994,391	$ 29,321,324
Deferred outflows of resources	$ 2,756,675	$ 5,049,081	$ (2,292,406)
Current liabilities	5,117,195	6,023,422	
Noncurrent liabilities	55,726,835	57,393,011	
Total liabilities	$ 60,844,030	$ 63,416,433	$ (2,572,403)
Deferred inflows of resources	$ 212,505	$ 0	$ 212,505
Net position			
Invested in capital assets	72,903,185	46,304,357	
Unrestricted	29,112,670	26,322,682	
Net position	$ 102,015,855	$ 72,627,039	$ 29,388,816

The total cost of County operations amounted to $44,379,332. Revenue in the amount of $5,608,486 was generated from charges for services, and $16,992,030 was generated from program revenues. General revenues amounted to $26,711,188. Transfer activity to the General fund from the Courthouse Project fiduciary fund amounted to $24,456,444.

Revenues are generally derived from the following sources:

	2024	2023	Change
Program Revenues			
Charges for services	$ 5,608,486	$ 5,303,388	
E-911 telephone line charges	750,615	721,838	
Highway user's revenue	2,560,935	2,458,148	
Other grants	13,680,480	32,738,919	
Total program revenues	$ 22,600,516	$ 41,222,293	$(18,621,777)
General Revenues			
Property taxes	$ 18,497,544	$ 20,101,962	
State of Idaho sales tax	4,336,585	4,334,344	
State liquor and tobacco taxes	898,180	885,027	
Investment earnings	2,076,804	1,316,716	
Other	902,075	534,868	
Total general revenues	$ 26,711,188	$ 27,172,917	$ (461,729)

The Statement of Net Position and the Statement of Activities (Continued)

Some of the significant changes in expenses for 2024 were:

- Road department purchased a Mack truck, Kenworth truck, and GMC 3500HD totaling $207,216.
- Road department capital projects include:
  - Waha & Lapwai Curve Project - $547,253
  - Sunnyside Project - $241,613
  - Lewiston Yard Fill Station - $257,416
  - Initial improvements for Gun Club Cleanup, Old Spiral Highway Project, George Creek Culvert Project.
- Juvenile Probation purchased a Subaru Forester for $27,624.
- Waterways purchased a 28' Welded Aluminum Jet Boat for $284,255.
- Waterways capital projects include:
  - Southway Boat Launch Improvement - $21,604
  - Mann's Lake Boat Launch Improvement - $9,179
- Sheriff's department purchased, and fully equipped eight patrol vehicles totaling $438,942.
- Sheriff's department purchased a narcotic detection K-9 dog for $6,000.
- Construction for the Courthouse Project had expenses for fiscal year 2024 in the amount of $24,628,736. The County also made two bond payments totaling $2,842,025.
- ARPA funds were used on the following during fiscal year 2024:
  - Idaho County Auditor – Initial payment for DIGB-II Fiber Project - $6,310
  - Transfer to Capital Improvements – To be used in FY2025 for Courthouse Project on Utility Amenities - $1,000,000
  - Nez Perce County Fairgrounds – Re-roofing of pavilion - $904,414

The Statement of Net Position and the Statement of Activities (Continued)

A table of the expenses by each function compared to the prior year follows:

	Functional Expenses		Increase
	2024	2023	(Decrease)
GENERAL GOVERNMENT			
GENERAL SERVICES			
General government	$ 4,687,330	$ 4,593,678	$ 93,652
Treasurer/tax collector	311,881	325,844	(13,963)
Assessor	731,557	669,958	61,599
Elections	344,525	269,503	75,022
Information services	1,240,214	1,139,905	100,309
Payroll burden and insurance	1,635,267	1,439,745	195,522
LICENSING AND PUBLIC SERVICES			
Auditor/recorder	591,530	553,338	38,192
Motor vehicle licenses	675,443	641,651	33,792
Planning and building	202,520	186,533	15,987
LEGAL SYSTEM			
District and drug court	1,797,008	1,641,845	155,163
Prosecuting attorney	1,622,414	1,606,805	15,609
PUBLIC SAFETY			
E-911	1,245,866	857,321	388,545
Coroner	158,304	168,803	(10,499)
Fire	20,473	33,448	(12,975)
Emergency services	138,455	151,526	(13,071)
Sheriff	3,375,352	3,098,799	276,553
County jail	4,359,747	3,999,333	360,414
Detention and probation programs	2,574,453	2,479,459	94,994
Payroll burden and insurance	3,464,929	3,294,838	170,091
PUBLIC WORKS			
Transportation-roads, bridges, and airport	8,173,374	8,978,784	(805,410)
Noxious weeds	80,185	71,084	9,101
HEALTH AND WELFARE			
Solid waste	1,368,795	1,378,867	(10,072)
Charity/indigent assistance	1,336,205	576,988	759,217
North Idaho Health District	680,928	689,433	(8,505)
Junior College Tuition	4,000	7,850	(3,850)
CULTURE AND RECREATION			
Recreation-boat, snowmobile, and fair	1,928,292	1,589,151	339,141
County agent	166,356	192,993	(26,637)
PERSI RETIREMENT ACTUARIAL CHANGES	1,463,929	1,581,851	(117,922)
	$ 44,379,332	$ 42,219,333	$ 2,159,999

Fund Financial Statements

The fund financial statements begin on page 16 and provide detailed information about the most significant funds - not the County as a whole. Some funds are required to be established by state law. However, the County establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money.

Governmental funds - All of the County's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. We describe the relationship (or differences) between governmental activities (reported in the statement of net position and the statement of activities) and governmental funds in reconciliation after the fund financial statements.

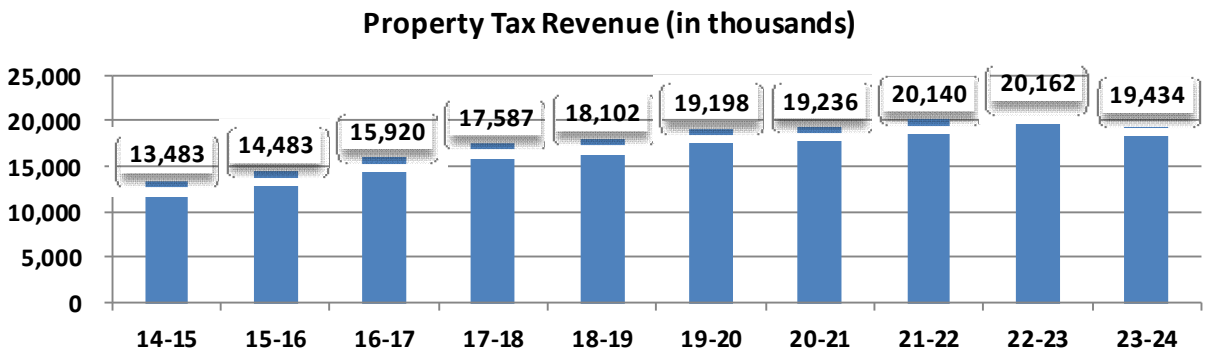
Fiduciary funds - The County is the fiduciary for licenses and fines collected for the State of Idaho and for property taxes and intergovernmental revenue collected for other taxing districts. All of the County's fiduciary activities are reported in a separate statement of fiduciary net position on page 20. We exclude these activities from the County's other financial statements because the County cannot use these assets to finance its operations. The County is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

Financial Highlights

The governmental fund balances of the County increased by $4,235,365 (compared to an increase of $2,386,299 in 2023 and an increase of $2,261,012 in 2022). Fund balances are the part of net position that can be used to finance day-to-day operations. The increase is partially due to saving for the future Courthouse.

Approximately 41% of total County revenue is provided by the property taxes, which are based upon property valuations and requested tax levies, which are subject to budget hearings. This is up from 23% in 2023.

Property tax revenue for recent years (on the modified accrual basis of accounting) was:



CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

At the end of 2024, the County had $116,197,537 net of accumulated depreciation invested in capital assets, including buildings, bridges, roads, and major equipment. This amount represents a net increase of $25,492,409. Current year capital outlay of $31,344,133 was more than depreciation of $3,559,758. Capital outlay in 2023 totaled $33,169,455. More detailed information about the County's capital assets is presented in Notes 1 and 6 to the financial statements.

The largest portion of the County's net position represents its investment in County roads and bridges. Capitalized road costs amount to $142,404,098, or $11,230,366 net of accumulated depreciation. The County uses these capital assets for the benefit of its citizens; consequently, these assets are not available for future spending.

The County jointly owns with the City of Lewiston and the Lewiston-Nez Perce County Regional Airport, which is managed by the Lewiston Nez Perce County Airport Authority. The County's 50% share of the capital assets of the airport is recorded on the County's financial statements. The County uses the modified approach to account for airport infrastructure assets and cost basis for all other infrastructure. The target condition level for airport infrastructure is 60%. The most current reported condition level was 80%.

Long-Term Debt. The County had two long-term debts outstanding for the purchase of two road graders. The County paid off the debts by making $416,978 in principal payments in 2024.

The County also has one bond and related debt premium outstanding for courthouse construction in the amount of $43,294,352. The County paid $650,000 in principal and amortized $39,441 in debt premium.

Net Pension Liability. The County recognized a net pension liability of $11,707,209 for its share of PERSI's net pension liability. PERSI is one of the strongest retirement systems in the nation, with funding at 86% of the pension obligation. The County recognized deferred outflows of $2,756,675 and deferred inflows of $212,505 for the County's share of earnings in excess of the minimum expectation by PERSI and for payments made towards the net pension liability.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The County's elected officials considered many factors when setting the fiscal year 2025 budget, tax rates, and fees that will be charged. For fiscal year 2025, the County anticipates a 3% increase in property taxes. The County has seen continued increases in the amount of new construction from fiscal year 2020 through fiscal year 2023. There was a small decrease in new construction from fiscal year 2023 to fiscal year 2024

2024	$ 41,186,950
2023	53,441,592
2022	32,245,273
2021	26,175,650
2020	30,543,779 + 37,643,926 for the closing of URA, Area #3

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

This financial report is designed to provide our citizens, taxpayers, and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the County Auditor's Office at 208-799-3020, located in Lewiston, Idaho.

NEZ PERCE COUNTY, STATE OF IDAHO

STATEMENT OF NET POSITION
September 30, 2024

	Governmental Activities	Prior Year 2023	Prior Year 2022
ASSETS			
Current assets			
Cash	$ 1,611,473	$ 3,991,108	$ 6,263,230
Investments	39,253,216	31,399,339	29,654,337
Property taxes receivable	880,914	865,567	887,594
Intergovernmental receivable	2,193,068	3,802,163	1,996,407
Other receivables	179,507	231,086	177,925
Total current assets	44,118,178	40,289,263	38,979,493
Noncurrent assets			
Capital assets	284,447,638	255,775,576	223,123,213
Less accumulated depreciation	(168,250,101)	(165,070,448)	(162,523,648)
Total noncurrent assets	116,197,537	90,705,128	60,599,565
Total assets	160,315,715	130,994,391	99,579,058
DEFERRED OUTFLOWS OF RESOURCES			
Defined benefit pension	2,756,675	5,049,081	6,915,316
LIABILITIES			
Current liabilities			
Warrants payable	1,741,172	1,379,207	2,407,704
Accounts payable	18,369	555	11,407
Accrued expenses	5,041	4,655	468
Unearned revenue	2,628,172	3,532,586	3,502,487
Current portion of bond and long term debt	724,441	1,106,419	24,241
Total current liabilities	5,117,195	6,023,422	5,946,307
Noncurrent liabilities			
Net pension liability	11,707,209	12,748,191	12,974,665
Compensated absences	1,449,715	1,350,468	1,194,378
Courthouse bond payable	41,505,000	42,190,000	
Bond debt premium	1,064,911	1,104,352	
Long-term debt			416,978
Total noncurrent liabilities	55,726,835	57,393,011	14,586,021
Total liabilities	60,844,030	63,416,433	20,532,328
DEFERRED INFLOWS OF RESOURCES			
Defined benefit pension	212,505		57,910
NET POSITION			
Invested in capital assets, net of related debt	72,903,185	46,304,357	60,158,346
Unrestricted	29,112,670	26,322,682	25,745,790
Total net position	$ 102,015,855	$ 72,627,039	$ 85,904,136

See accompanying notes

NEZ PERCE COUNTY, STATE OF IDAHO

STATEMENT OF ACTIVITIES
Year Ended September 30, 2024

FUNCTIONS/PROGRAMS	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Prior Year 2023	Prior Year 2022
GENERAL GOVERNMENT						
GENERAL SERVICES						
General government	$ 4,687,330	$ 435,192	$ 2,331,469	$ (1,920,669)	$ (2,453,300)	$ 3,674,587
Treasurer/tax collector	311,881			(311,881)	(325,844)	(333,175)
Assessor	731,557	2,290		(729,267)	(668,259)	(653,591)
Elections	344,525		242,026	(102,499)	(60,759)	(121,677)
Information services	1,240,214			(1,240,214)	(1,139,905)	(1,123,165)
Payroll burden and insurance	1,635,267			(1,635,267)	(1,439,745)	(1,227,230)
LICENSING AND PUBLIC SERVICES						
Auditor/recorder	591,530	173,728		(417,802)	(375,163)	(243,533)
Motor vehicle licenses	675,443	277,955		(397,488)	(355,198)	(252,226)
Planning and building	202,520	216,929		14,409	18,085	127,924
LEGAL SYSTEM						
District and drug court	1,797,008	358,534	27,838	(1,410,636)	(1,239,387)	(1,199,878)
Prosecuting attorney	1,622,414	114,596	35,082	(1,472,736)	(1,421,918)	(1,403,847)
PUBLIC SAFETY						
E-911	1,245,866		1,081,515	(164,351)	(135,483)	145,854
Coroner	158,304			(158,304)	(168,803)	(176,130)
Fire	20,473			(20,473)	(33,448)	(16,326)
Emergency services	138,455		108,211	(30,244)	(79,490)	(2,115)
Sheriff	3,375,352	669,827	27,924	(2,677,601)	(2,412,773)	(2,673,775)
Public defender						(1,272,710)
County jail	4,359,747	1,186,308		(3,173,439)	(2,640,922)	(2,950,837)
Detention and probation programs	2,574,453	344,078	266,758	(1,963,617)	(2,086,519)	(1,072,368)
Payroll burden and insurance	3,464,929			(3,464,929)	(3,294,838)	(2,814,900)
PUBLIC WORKS						
Transportation-roads, bridges, airport	8,173,374		12,493,780	4,320,406	23,348,994	(478,111)
Noxious weeds	80,185		60,000	(20,185)	(31,084)	(27,274)
Balance forward	37,430,827	3,779,437	16,674,603	(16,976,787)	3,004,241	(14,094,503)

NEZ PERCE COUNTY, STATE OF IDAHO

STATEMENT OF ACTIVITIES
Year Ended September 30, 2024

		Program Revenues		Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Governmental Activities	Prior year 2023	Prior year 2022
Balance forward	$ 37,430,827	$ 3,779,437	$ 16,674,603	$ (16,976,787)	$ 3,004,241	$ (14,094,503)
HEALTH AND WELFARE						
Solid waste	1,368,795	1,316,646		(52,149)	(187,325)	(17,483)
Charity/indigent assistance	1,336,205		157,530	(1,178,675)	(489,882)	(6,645,983)
North Idaho Health District	680,928			(680,928)	(689,433)	(433,959)
Junior College Tuition	4,000		15,000	11,000	7,150	7,250
CULTURE AND RECREATION						
Recreation - boat, snowmobile, and fair	1,928,292	512,199	129,957	(1,286,136)	(879,068)	(684,666)
County agent	166,356	204	14,940	(151,212)	(180,872)	(143,249)
PERSI RETIREMENT ACTUARIAL CHANGES	1,463,929			(1,463,929)	(1,581,851)	(1,646,259)
Total governmental activities	$ 44,379,332	$ 5,608,486	$ 16,992,030	(21,778,816)	(997,040)	(23,658,852)
General revenues:						
Property taxes, levied for general purposes				18,497,544	20,101,962	20,170,260
State sales tax not restricted to specific programs				4,336,585	4,334,344	3,812,000
State liquor and tobacco taxes				898,180	885,027	869,324
Other state and federal funding not restricted to specific programs				2,618,290	217,325	235,251
Interest and investment earnings				2,076,804	1,316,716	178,173
Transfers				24,456,444	(39,452,974)	
Other				(1,716,215)	317,543	442,559
				51,167,632	(12,280,057)	25,707,567
Change in net position				29,388,816	(13,277,097)	2,048,715
Net position, beginning				72,627,039	85,904,136	83,855,421
Net position, ending				$ 102,015,855	$ 72,627,039	$ 85,904,136

See accompanying notes

NEZ PERCE COUNTY, STATE OF IDAHO

BALANCE SHEET - GOVERNMENTAL FUNDS
September 30, 2024

	General	General Road	Federal and State Matching	Justice	Capital Project	Other Governmental Funds	Total Governmental Funds	Prior Year 2023	Prior Year 2022
ASSETS									
Cash and investments	$ 10,283,233	$ 5,378,903	$ 5,557,873	$ 4,357,092	$ 7,725,641	$ 7,561,947	$ 40,864,689	$ 35,390,447	$ 35,917,567
Property taxes receivable	194,157	1,724	2,329	106,832		575,872	880,914	865,567	887,594
Intergovernmental receivable	435,197	830,357	19,316	858,338		49,860	2,193,068	3,802,163	1,996,407
Other receivables						179,507	179,507	231,086	177,925
Total assets	$ 10,912,587	$ 6,210,984	$ 5,579,518	$ 5,322,262	$ 7,725,641	$ 8,367,186	$ 44,118,178	$ 40,289,263	$ 38,979,493
LIABILITIES AND FUND BALANCES									
LIABILITIES									
Warrants payable	$ 547,576	$ 331,897	$ 113,967	$ 314,409	$ 1,725	$ 431,598	$ 1,741,172	$ 1,379,207	$ 2,407,704
Claims payable						18,369	18,369	555	11,407
Accrued expenses						5,041	5,041	4,655	468
Total liabilities	547,576	331,897	113,967	314,409	1,725	455,008	1,764,582	1,384,417	2,419,579
DEFERRED INFLOWS OF RESOURCES									
Unavailable revenue	1,822,329	1,724	2,329	106,831	1,000,000	529,793	3,463,006	4,249,621	4,290,988
Total deferred inflows of resources	1,822,329	1,724	2,329	106,831	1,000,000	529,793	3,463,006	4,249,621	4,290,988
FUND BALANCES									
Assigned for accounting accruals	435,197	830,357	19,316	858,338		109,367	2,252,575	3,913,249	2,054,332
Assigned for bridge construction			5,443,906				5,443,906	3,621,347	3,802,391
Assigned for E-911 wireless						1,447,079	1,447,079	1,435,427	1,392,650
Assigned for mandated appraisals						300,000	300,000	300,000	300,000
Assigned for justice									339,000
Assigned for indigent								1,059,691	1,042,763
Assigned for fairgrounds						18,504	18,504	15,833	10,014
Assigned for solid waste						461,128	461,128	531,000	531,000
Assigned for courthouse	7,107,485					275,125	7,382,610	2,762,895	2,749,485
Assigned for airport						311,887	311,887	393,855	389,865
Assigned for special revenue		5,047,006		4,042,684	6,723,916	4,459,295	20,272,901	19,131,225	19,262,315
Unassigned, reported in:									
General funds	1,000,000						1,000,000	1,490,703	395,111
Total fund balances	8,542,682	5,877,363	5,463,222	4,901,022	6,723,916	7,382,385	38,890,590	34,655,225	32,268,926
Total liabilities and fund balances	$ 10,912,587	$ 6,210,984	$ 5,579,518	$ 5,322,262	$ 7,725,641	$ 8,367,186	$ 44,118,178	$ 40,289,263	$ 38,979,493

NEZ PERCE COUNTY, STATE OF IDAHO

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

	2024	Prior year 2023	Prior year 2022
Total fund balances - Governmental Funds	$ 38,890,590	$ 34,655,225	$ 32,268,926
Amounts reported for governmental activities in the statement of net position are different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported as assets in governmental funds:			
Cost of capital assets	284,447,638	255,775,576	223,123,213
Accumulated depreciation	(168,250,101)	(165,070,448)	(162,523,648)
Deferred outflows and deferred inflows for pension liabilities are not due and payable in the current period and, therefore, are not reported in the funds.			
Deferred outflows	2,756,675	5,049,081	6,915,316
Deferred inflows	(212,505)		(57,910)
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:			
Bonds and long-term debt payable	(43,294,352)	(44,400,771)	(441,219)
Compensated absences to employees	(1,449,715)	(1,350,468)	(1,194,378)
Net pension (liability) asset	(11,707,209)	(12,748,191)	(12,974,665)
Property taxes receivable to be collected this year; but are not available soon enough to pay for the current period's expenditures and, therefore, are deferred in the future.	714,834	597,035	668,501
Other accounts receivable to be collected; but are not available soon enough to pay for the current period's expenditures and, therefore, are deferred in the funds:			
Indigent notes receivable	120,000	120,000	120,000
Total net position - Governmental Activities	$ 102,015,855	$ 72,627,039	$ 85,904,136

NEZ PERCE COUNTY, STATE OF IDAHO

STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
Year Ended September 30, 2024

	General	General Road	Federal and State Matching	Justice	Capital Project	Other Governmental Funds	Total Governmental Funds	Prior year 2023	Prior year 2022
REVENUES									
Property taxes	$ 9,221,258	$ 5,312	$ 54,520	$ 5,646,641		$ 4,506,756	$ 19,434,487	$ 20,162,365	$ 20,139,621
Licenses and permits	396,465	4,750		259,651		90,360	751,226	753,004	930,015
Intergovernmental revenue	5,058,379	3,352,052	2,471,199	3,313,292		1,258,417	15,453,339	14,305,313	14,032,799
Charges for services	391,903	2,726,986		1,819,208		2,785,305	7,723,402	5,884,914	5,508,645
Interest and rent	915,926			1,157,058		130,580	2,203,564	1,429,241	271,162
Fines and penalties				149,024		281,737	430,761	337,825	336,304
Other revenue	475,750	504,072	59	88,475	$ 45,136	439,847	1,553,339	1,218,755	537,736
Total revenues	16,459,681	6,593,172	2,525,778	12,433,349	45,136	9,493,002	47,550,118	44,091,417	41,756,282
EXPENDITURES									
General government	34,625,070			2,660,291	2,855	1,611,557	38,899,773	17,858,791	15,284,443
Public safety	319,816			10,895,574		3,643,974	14,859,364	13,682,589	14,141,683
Public works		5,635,701	736,999			640,230	7,012,930	9,018,287	7,251,058
Health and welfare						2,115,369	2,115,369	2,110,289	1,840,594
Culture and recreation						1,898,767	1,898,767	1,556,938	1,279,551
Debt service	2,838,267						2,838,267	3,089,431	36,896
Other	146,727						146,727	159,053	139,160
Total expenditures	37,929,880	5,635,701	736,999	13,555,865	2,855	9,909,897	67,771,197	47,475,378	39,973,385
EXCESS OF REVENUES OVER EXPENDITURES	(21,470,199)	957,471	1,788,779	(1,122,516)	42,281	(416,895)	(20,221,079)	(3,383,961)	1,782,897
OTHER FINANCING SOURCES (USES)									
Proceeds from long term debt								44,040,000	478,115
Original issue premium								1,399,317	
Transfers in	25,524,242					6,000	25,530,242	5,560,178	1,256,000
Transfers out						(1,073,798)	(1,073,798)	(45,229,235)	(1,256,000)
Total other financing sources (uses)	25,524,242	0	0	0	0	(1,067,798)	24,456,444	5,770,260	478,115
NET CHANGE IN FUND BALANCES	4,054,043	957,471	1,788,779	(1,122,516)	42,281	(1,484,693)	4,235,365	2,386,299	2,261,012
FUND BALANCES AT BEGINNING OF YEAR	4,488,639	4,919,892	3,674,443	6,023,538	6,681,635	8,867,078	34,655,225	32,268,926	30,007,914
FUND BALANCES AT END OF YEAR	$ 8,542,682	$ 5,877,363	$ 5,463,222	$ 4,901,022	$ 6,723,916	$ 7,382,385	$ 38,890,590	$ 34,655,225	$ 32,268,926

See accompanying notes

NEZ PERCE COUNTY, STATE OF IDAHO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended September 30, 2024

	2024	Prior Year 2023	Prior Year 2022
Net change in fund balances - Governmental Funds	$ 4,235,365	$ 2,386,299	$ 2,261,012
Amounts reported for governmental activities in the statement of activities are different because:			
Capital outlays used to purchase or build capital assets are reported in the governmental funds as expenditures. However, for governmental activities, those costs are shown in the statement of net position and allocated over their estimated useful lives as annual depreciation:			
Current year capital outlay	31,344,133	33,169,455	4,978,806
Current year depreciation	(3,559,758)	(2,943,390)	(2,920,786)
Loss on disposal of non-fully depreciated capital assets	(2,291,966)	(120,502)	(289,650)
Amounts borrowed on long-term debt are reported in the governmental funds as other financing sources. Amounts repaid on long-term debt are reported in the governmental funds as expenditures. However, for governmental activities, the borrowing and repayment of funds is reflected as outstanding long-term debt:			
Borrowed under bonds and long-term debt		(45,223,234)	(478,115)
Current year repayment of long-term debt	1,106,419	1,263,682	36,896
Current year compensated absences	(1,449,715)	(1,350,468)	(1,194,378)
Prior year compensated absences	1,350,468	1,194,378	1,243,908
Net pension liability and the related deferred outflows and deferred inflows are not considered available for the governmental funds in the current year.			
Current year net pension liability, deferred outflows, and deferred inflows	(1,463,929)	(1,581,851)	(1,646,259)
Some amounts receivable will not be collected for several months after the fiscal year-ends, and they are not considered available revenues in the governmental funds. Instead, they are counted as deferred tax revenues. They are, however, recorded as revenues in the statement of activities:			
Current year taxes receivable	714,834	597,035	668,501
County services reimbursements receivable	120,000	120,000	120,000
Prior year taxes receivable	(597,035)	(668,501)	(611,220)
Prior year County services reimbursements receivable	(120,000)	(120,000)	(120,000)
Change in net position - Governmental Activities	$ 29,388,816	$ (13,277,097)	$ 2,048,715

See accompanying notes

NEZ PERCE COUNTY, STATE OF IDAHO

STATEMENT OF FIDUCIARY NET POSITION -
FIDUCIARY FUNDS
September 30, 2024

	Private-Purpose Trusts	Custodial Funds
ASSETS		
Current assets		
Cash and investments	$ 43,367	$ 22,798,924
Property taxes receivable		1,232,427
Intergovernmental receivable		67,335
Other receivables		5,127,400
Total current assets	$ 43,367	$ 29,226,086
LIABILITIES		
Current liabilities		
Warrants payable	$ 3,452	$ 595,479
Claims payable	23,459	
Held in trust for Nez Perce County for courthouse construction		18,551,972
Held in trust for other governments		2,785,439
Held in trust for employees	16,456	
Held in trust for individuals		7,293,196
Total current liabilities	$ 43,367	$ 29,226,086

See accompanying notes

NEZ PERCE COUNTY, STATE OF IDAHO

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -
FIDUCIARY FUNDS
Year Ended September 30, 2024

	Private-Purpose Trusts	Custodial Funds
ADDITIONS		
Employee deductions	$ 115,193	
Property taxes		$ 49,525,578
Licenses and permits		2,478,761
Intergovernmental revenue		8,812,644
Charges for services		271,210
Interest and rent		1,797,253
Fines and penalties		990,775
Other receipts		44,538,697
Total additions	115,193	108,414,918
DEDUCTIONS		
Allocated to beneficiaries	115,193	108,414,918
Total deductions	115,193	108,414,918
Change in net position		
Net position at beginning of year	0	0
NET POSITION AT END OF YEAR	$ 0	$ 0

See accompanying notes

1. SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity. Nez Perce County was formed February 4, 1864, by an Act of Congress of the United States. The County operates under a commissioner form of government, with supervision of various departments by elected officials. Nez Perce County provides the following services: public safety, sanitation, health and welfare, road and bridges, planning and zoning, and tax assessment and collection.

Component Units. The County has developed criteria to determine whether outside agencies with activities, which benefit the citizens of the County, should be included within its financial reporting entity. The criteria include, but are not limited to, whether the County (1) selects the governing authority or management, (2) has the ability to significantly influence operations, or (3) has accountability for fiscal matters (e.g., final budget approval of assets, etc.).

In conformity with GAAP, the financial statements of the Nez Perce County Fair Board (Fair Board) have been included in these financial statements as a blended component unit of Nez Perce County. Blended component units, although legally separate entities, are, in substance, part of the County's operations. These financial statements include the activity for the Fair Board for the year ended December 31, 2023.

The Fair Board is governed by a seven-member board appointed by the Nez Perce County Commissioners. The Fair Board is responsible for conducting the County Fair on behalf of Nez Perce County. For financial statement purposes, the Fair Board is reported as a special revenue fund of Nez Perce County. Complete financial statements for the Fair Board may be obtained at the Fair Board's administrative office: 1229 Burrell Avenue, Lewiston, Idaho 83501.

Joint Venture. The County operates the Lewiston-Nez Perce County Airport as a joint venture with the City of Lewiston. Capital improvements and the excess of operating expenses over revenue are funded 50-50 between the two entities. The operations of the airport are included in the Airport Authority’s financial statements. The revenues generated for the airport as the County's share of expenditures are included in these financial statements as a special revenue fund. The County’s share of the Airport’s capital assets are included in the County-wide statements.

Measurement Focus and Basis of Accounting. The accounting policies of Nez Perce County conform to United States generally accepted accounting principles 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. The County uses the following two bases of accounting in these financial statements:

Economic Resources Measurement Focus and Accrual Basis of Accounting

Under this measurement focus, 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 gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, sales tax, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from sales tax, grants, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied.

1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Measurement Focus and Basis of Accounting (Continued).

Current Financial Resources Measurement Focus and Modified Accrual Basis of Accounting

Under this measurement focus, revenues are recognized when susceptible to accrual; i.e., both measurable and available. "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The County considers property taxes as available if they are collected within 30 days after year-end. A 60-day availability period is used for revenue recognition for all other governmental fund revenues. Property taxes, sales tax, grants, entitlements, and interest revenue are considered susceptible to accrual.

The County reports unavailable revenue in its fund financial statements. Unavailable revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unavailable revenues also arise when resources are received by the County before it has a legal claim to them, as 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 County has a legal claim to the resources, the liability for unavailable revenue is removed from the balance sheet and revenue is recognized.

Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, 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 debt and acquisitions under leases are reported as other financing sources.

Restricted Resources. Program expenses are allocated to restricted program revenue first and then to the next highest level of restricted net position/fund balances when both restricted and unrestricted resources are available.

Governmental Accounting Standards Board Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions* (GASB No. 54) defines the different types of fund balances that a governmental entity must use for financial reporting purposes. GASB No. 54 requires the fund balance amounts to be properly reported within one of the fund balance categories listed below:

Nonspendable Includes amounts that cannot be spent because they are either (1) not in spendable form or (2) legally or contractually required to be maintained intact.

Restricted Includes amounts that can be spent only for the specific purpose stipulated by external resource providers, constitutional provisions, or enabling legislation.

Committed Includes amounts that can only be used for the specific purposes determined by a formal action of the government's highest level of decision-making authority, the county commissioners.

1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Restricted Resources (Continued).

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

Unassigned Residual classification of fund balance that includes all spendable amounts that have not been restricted, committed, or assigned.

County-wide Statements. The County-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. The statement of net position and the statement of activities display information about the overall County except for fiduciary activities. Eliminations have been made to minimize the double-counting of internal activities. These statements reflect only governmental activities of the County since there are no "business-type activities" within the County. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different functions of the County's governmental activities. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Program revenues include (a) fees and 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, are presented as general revenues.

Program Revenue
The statement of activities reflects all restricted grants as program revenue, as well as the County allocation of administrative receipts from patrons for fees, licenses, solid waste, and driver's licenses.

Fund Financial Statements. The fund financial statements provide information about the County's funds including its fiduciary funds. Separate statements for each fund category - governmental and fiduciary - are presented. The emphasis of fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. All remaining governmental funds are aggregated and reported as non-major funds. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

Governmental Funds 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.

1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Fund Financial Statements (Continued).

Governmental Funds (Continued)

- General Road. The "general road fund" is responsible for the construction and maintenance of County roads within the unincorporated areas of the County. The County Commissioners serve as the Highway District Commissioners. This fund is one of two highway districts in the County. The second highway district is a separate taxing district not included in these financial statements.

- Federal and State Matching. The "federal and state matching fund" may levy a special tax levy to be used for bridge maintenance and construction; or matching state and federal highway funds; or secondary highway construction, maintenance and improvements; or maintenance during an emergency.

- Justice. The "justice fund" provides funding for the operations of the offices of the clerk of the district court; the County sheriff's department; the prosecuting attorney; and operations of the County jail.

- Capital Project. The "capital project fund" is used to account for the accumulated funds available for future capital projects.

Fiduciary Funds The County reports two types of fiduciary funds: Private purpose trusts and custodial funds.

The private purpose trusts are used to account for trusts where the contributions and earnings will benefit County employees. These revenues are not available to finance County operations. All private purpose trusts are accounted for using the economic resources measurement focus and the accrual basis of accounting.

The custodial funds are used to account for monies collected and held on behalf of the State of Idaho, other taxing districts and amounts held by County departments for individuals in fulfilling their public duties. Custodial funds are accounted for using the economic resources measurement focus and the accrual basis of accounting.

Use of Estimates. The County uses estimates and assumptions in preparing financial statements in accordance with United States generally accepted accounting principles. Those estimates and assumptions affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities, and the reported revenues and expenses. Actual results could vary from the estimates that the County uses.

Reclassifications. Certain reclassifications have been made to prior year balances in order to conform to the current year presentation.

1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Investments. Cash and investments include amounts in demand deposits, certificates of deposit, U.S. Treasury bills, the State of Idaho Local Government Investment Pool, and investments in a cash management account under a repurchase agreement with the bank.

Statutes authorize the County to invest in obligations of the State of Idaho and its agencies, U.S. Treasury and U.S. agencies, local improvement district bonds, repurchase agreements, and tax and revenue anticipation bonds and notes.

Deposits in the State Treasurer's Local Government Investment Pool are stated at cost, which approximates market. The state treasurer combines deposits from all governmental entities in the state, which participate in the pool, and purchases the following types of investments:

Local Certificates of Deposit
Repurchase Agreements
U.S. Government Securities

The entities participating in the pool own a percentage of each investment held. This percentage is calculated by dividing the individual entity's deposits by the total deposits held in the pool. The purpose of this is to:

Increase the overall rate of return.
Reduce the risk of default.
Place each entity under the FDIC and SLIC limits of $250,000.

Investments held at year-end are disclosed in Note 3.

Inventories. The costs of governmental fund inventories are recorded as expenditures when purchased rather than when consumed. The balance of governmental fund inventories is considered immaterial at year-end.

Capital Assets. Capital assets are long-lived assets of the County as a whole. When purchased, such assets are recorded as expenditures in the governmental funds and capitalized. The County records all capital assets at their original cost. Assets acquired prior to 2003 are recorded at their estimated original cost.

The County capitalizes equipment with an original unit cost of $5,000 or more and an expected life of more than 3 years. The County capitalizes property improvements with an original cost of $10,000 or more that is expected to extend the property life by 10 years or more. Equipment with an original unit cost of between $500 and $5,000 is not capitalized for depreciation purposes, but is recorded for inventory tracking purposes only.

Depreciation of capital assets is computed and recorded by the straight-line method. Estimated useful lives of the various classes of depreciable capital assets are as follows: roads and bridges – 30 to 50 years; buildings - 30 years; vehicles - 7 years; machinery and equipment - 10 years; computer equipment - 3 years.

1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets (Continued). The County adopted the above capital asset policies retroactively in 2003 along with the adoption of Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments*. These financial statements do not include the retroactive infrastructure reporting for land parcels owned by the County.

In accordance with GASB No. 34, the County has reported all capital assets including infrastructure in the county-wide statement of net position. The County elected to use the "Modified Approach" as defined by GASB No. 34 for reporting its airport infrastructure. As a result, no accumulated depreciation or depreciation expense has been recorded for the airport infrastructure. A more detailed discussion of the "Modified Approach" is presented in the required supplementary information section of this report.

Property Taxes. The County levies property taxes for the County and all taxing districts within the County in November and the taxes are payable on December 20 and June 20 following the levy date. The taxes are distributed to taxing districts in the month following collection. The taxes are delinquent and a lien is filed the day following the due dates. A tax deed is issued on property three years from the date of delinquency.

Budgets. Annual appropriated budgets are adopted for all Governmental Funds other than the County Fair Board. Non-appropriated annual budgets are adopted for the County Fair Board. All appropriations, other than appropriations for uncompleted improvements in progress of construction, lapse at the end of the fiscal year.

Encumbrances. The County does not incorporate encumbrances as an extension of the formal budgetary accounting system. Encumbrances outstanding at year-end are reported as reservations of fund balance since they do not constitute expenditures or liabilities.

Pensions. For purposes of measuring the net pension liability, asset, and pension expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho (PERSI) and additions to/deductions from the Plan's fiduciary net position have been determined on the same basis as they are reported by PERSI. 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.

Compensated Absences. Accumulated vacation leave, sick leave, and compensatory time are reported as liabilities of the County. Upon termination, an employee is reimbursed for accumulated vacation days up to a maximum of 240 hours and accumulated compensatory time in full. Only employees with an excess of five years of County employment are reimbursed for sick leave, limited to a maximum payout of 240 hours (accumulation of up to 800 hours paid at 30%) times the employee's current regular pay rate.

1. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Outflows/Inflows of Resources. The County reports decreases in net assets that relate to future periods as deferred outflows of resources in a separate section of its government-wide statement of net position. Deferred outflows of resources reported in this year's government-wide financial statements include amounts related to the County's participation in PERSI as outlined in Note 13 – Defined Benefit Pension Plan. No deferred outflows of resources affect the fund financial statements in the current year.

The County reports increases in net assets that relate to future periods as deferred inflows in a separate section of the County-wide statement of net position and the County governmental fund balance sheet. Deferred inflows of resources reported in this year's government-wide financial statements include amounts related to the County's participation in PERSI as outlined in Note 13 – Defined Benefit Pension Plan. Deferred inflows of resources reported in the fund financial statements include property tax and receivables that are not collected for 60 days after year-end and are not considered available to pay current year bills under the modified accrual basis of accounting.

2. LEGAL COMPLIANCE - BUDGETS

On or before the first Monday in August, the County Auditor, acting as budget officer, submits a proposed budget to the County Commissioners. When the Commissioners have agreed upon a tentative appropriation, the budget officer shall publish a notice of the tentative appropriation not later than the third week in August.

On the Tuesday following the first Monday in September, the Board of County Commissioners holds public hearings and upon the conclusion of those hearings, determines the amount of the budget. The amount of the budget shall be no greater than the amount of the tentative appropriation, and the amount to be raised from property taxes shall not be greater than the amount advertised.

The County budgets revenue on a comprehensive basis other than United States Generally accepted accounting principles (GAAP). Property tax revenues are budgeted when levied. Intergovernmental revenue is recognized only when the cash is received. Homeland Security grants where the expenditures are made through the State of Idaho purchasing system are not budgeted.

Expenditures may not exceed appropriations at the fund level. The budget is further broken down into the classifications of (1) salaries and wages and (2) all other expenditures. For the year ended September 30, 2024, the general fund exceeded appropriations due to courthouse construction expenses, but was supplemented by transfers from the courthouse project trust.

Supplemental Appropriations. The County Commissioners may adjust the budget during the year to reflect the receipt of unscheduled revenue provided that there shall be no increase in anticipated property taxes. The annual budget procedure shall be complied with as nearly as practical before the budget may be adjusted.

The County adopted Resolution 2024-10-187 to amend the budget and provide an additional $22,000 to the Justice Fund.

2. LEGAL COMPLIANCE – BUDGETS (CONTINUED)

Fund Transfers. The County budgeted for and transferred $6,000 from the district court to the drug court. The County also budgeted for and transferred $1,067,798 from the charity fund to the general fund to close out the charity fund. There were also transfers to and from the general fund and the courthouse project fiduciary fund for the activity related to the building of the new courthouse.

Deficit Fund Balance. There were no funds with a deficit fund balance at September 30, 2024.

3. CASH AND INVESTMENTS

Cash and investment policies are disclosed in Note 1.

Cash. At year-end, the carrying amount of the County's deposits was $1,611,473 for governmental activities and $22,842,291 for fiduciary funds. The bank balances amounted to $23,047,823. Of the bank balance, $616,898 was considered covered by Federal Depository Insurance. The remainder of the bank balance is considered uninsured and uncollateralized.

Investments. At year-end, the components of the County's investments were:

Idaho State Treasurer's Local Government Investment Pool	$ 39,253,216
	$ 39,253,216

Interest Rate Risk. Interest rate risk is the risk that changes in interest rates will reduce the value of the County's investments. The County does not have a policy regarding interest rate risk. Substantially, all investments are purchased with short-term maturities, which minimize the interest rate risk. The scheduled maturity of County investments is as follows:

	Fair Value
State Investment Pool	$ 39,253,216

Custodial Risk. Custodial risk is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. All investments are held by third parties in street name for the County.

Credit Risk. The County has no formal policy on the credit risk rating of investments. The County's investment in the Idaho State Treasurer's Local Government Investment Pool is not rated.

Concentration of Credit Risk. The County has no policy on the amount they may invest in any one issuer.

4. PROPERTY TAXES

Property taxes are levied in November and payable on December 20 and June 20 following the levy date. The taxes are delinquent the day following the due dates. A lien is filed on property three years from the date of delinquency.

Details of property tax levies for all County funds are as follows:

County Assessed Market Value for Tax Purposes

	Total Market Valuation	All County Levy	Tax Charge
2023	$5,358,629,098	0.3817193%	$20,054,709
2022	5,022,375,889	0.3950780%	19,508,313
2021	4,094,567,964	0.4859531%	18,365,929
2020	3,612,666,106	0.5305980%	18,671,897
2019	3,435,600,919	0.5472993%	18,315,592
2018	3,310,577,411	0.5486252%	17,636,990
2017	3,256,293,018	0.5421997%	16,906,797
2016	2,957,056,235	0.5437024%	15,602,939
2015	2,818,376,280	0.5159378%	14,046,267
2014	2,679,805,076	0.4966748%	12,814,764

5. ACCOUNTS RECEIVABLE

Details of intergovernmental receivables at September 30, 2024, are as follows:

	Governmental Funds	Fiduciary Funds
State of Idaho sales tax	$ 1,066,259	$ 67,335
State of Idaho federal grants pass through	957,805	
Other	169,004	
	$ 2,193,068	$ 67,335

Details of accounts receivable at September 30, 2024, are as follows:

	Governmental Funds	Fiduciary Funds
E-911 fees due from telephone companies	$ 52,928	
County services indigent reimbursement	6,342,580	
Allowance for uncollectible indigent reimbursements	(6,222,580)	
District court fines and penalties		$ 5,127,400
Other	6,579	
	$ 179,507	$ 5,127,400

6. CAPITAL ASSETS

A summary of changes in capital assets follows:

	10/1/2023	Additions	Deletions	9/30/2024
CAPITALIZED LISTING				
Capital assets, not being depreciated				
Land	$ 479,805			$ 479,805
Airport land and improvements	5,688,341			5,688,341
Airport runways	17,126,033	$ 2,830,073		19,956,106
Airport construction in progress	1,956,019		$ 1,801,576	154,443
Capital assets, being depreciated				
Buildings	34,160,225	1,725,698	383,501	35,502,422
Buildings CIP	5,835,600	24,628,736		30,464,336
Bridges	32,256,504			32,256,504
Roads	141,321,107	1,082,991		142,404,098
Water and sewer	226,858			226,858
Boat ramps	884,177	30,783		914,960
Equipment	15,840,907	1,045,852	486,994	16,399,765
	$255,775,576	$ 31,344,133	$ 2,672,071	284,447,638
ACCUMULATED DEPRECIATION				
Buildings	$ 17,500,370	$ 949,106	$ 20,524	18,428,952
Bridges	5,392,564	751,323		6,143,887
Roads	130,397,491	776,241		131,173,732
Water and sewer	144,108	3,869		147,977
Boat ramps	499,117	39,331		538,448
Equipment	11,136,798	1,039,888	359,581	11,817,105
	$165,070,448	$ 3,559,758	$ 380,105	168,250,101
Governmental activities, net capital assets				$116,197,537

Depreciation of $3,559,758 was charged to the following functions in the statement of activities:

Transportation	$ 1,873,644
Jail	714,815
Sheriff	317,167
E-911 Program	156,402
Airport Authority	202,642
All other functions	295,088

The Joint-Powers Agreement between the City of Lewiston, Airport Authority, and Nez Perce County states that the capital assets are equally owned by the City and the County. Accordingly, $7,477,495 of capital assets and $3,528,994 of accumulated depreciation have been added to the County's general fixed asset fund under buildings and equipment.

7. LONG-TERM DEBT

Courthouse Bond Payable. The County has issued Certificates of Participation, Series 2022 in the original amount of $44,044,000 to finance the construction of a new courthouse. The debt is due in annual principal installments, with a variable interest rate from 2.50% to 5.12% payable in February and August of each year.

Equipment Loan. The County purchased through long-term debt two Motor Graders in the original amount of $478,115. The debt is payable in annual principal installments of $36,896 for two years with a final payment of $430,000, with an interest rate of 2.989%.

Compensatory Time. Most County employees earn compensatory time at the rate of 1 1/2 times actual hours for overtime hours worked. Compensatory time can be paid on a current basis or paid upon termination of employment at the employee's option.

Vacation Time. Employees are credited with 8 hours of vacation each month during the first year of employment and can be credited with up to 16 hours of vacation each month based upon the number of years employed by the County. A maximum of 240 hours of vacation may be accumulated. Unused vacation time is paid out upon termination of employment.

Sick Leave. Employees are credited with 8 hours of sick leave each month of employment. A maximum of 800 hours of unused sick leave will be paid at 30% times the employee's regular pay rate upon termination of employment (upon completion of 5 years or more of service).

The following is a summary of changes in general long-term debt:

	Balance 10/01/2023	Additions	Repayment	Balance 9/30/2024
Compensated absences				
Vacation time	$ 732,446	$ 56,071		$ 788,517
Sick leave	426,340	17,183		443,523
Compensatory time	170,598	6,629		177,227
Other	10,150	1,420		11,570
Airport	8,949	6,517		15,466
Fair Board absences	1,985	11,427		13,412
Total compensated absences	1,350,468	99,247	0	1,449,715
Equipment loan	416,978		$ 416,978	0
Courthouse Certificates	42,840,000		650,000	42,190,000
Debt Premium	1,143,793		39,441	1,104,352
	$ 45,751,239	$ 99,247	$ 1,106,419	44,744,067
Less current portion				(724,441)
				$ 44,019,626

7. LONG-TERM DEBT (CONTINUED)

The noncurrent payables are schedules to mature on the following schedule:

Fiscal Year	Principal	Interest
2025	$ 724,441	$ 2,158,650
2026	759,441	2,123,525
2027	794,441	2,086,650
2028	834,441	2,047,900
2029	874,441	2,007,150
2030-2034	5,077,205	9,335,988
2035-2039	6,582,205	7,819,313
2040-2044	8,592,205	5,815,713
2045-2049	11,022,205	3,385,625
2050-2052	8,033,327	606,621
Total noncurrent payables	$ 43,294,352	$ 37,387,135

8. BUDGETARY REPORTING BASIS RECONCILIATION TO GAAP

The budget-to-actual financial statements in this report are based on the County's legally adopted budget, which is adopted on a comprehensive basis other than United States generally accepted accounting principles (GAAP). On the budgetary basis, the County records intergovernmental revenues only when received and records property tax revenues when levied.

9. FUND BALANCE AND DESIGNATIONS

Restricted Net Position. Restricted net positions on the government-wide statements represent amounts whose use is restricted by creditors, grantors, laws and regulations of other governments, or through enabling legislation. Net positions are restricted for debt service by the bond holder on the outstanding bond.

Assigned Fund Balance. The fund balances of certain individual funds are assigned for particular purposes by the commissioners including the following:

- ***Accounting Accruals.*** *Idaho Code* authorizes counties to accumulate and budget fund balances sufficient to maintain County operations on a cash basis. The fund balance designated for accounting accruals is that portion of the fund balance that is not available to the County on the budgetary basis of accounting.

  Approximately 41% of County revenue is received through property tax collections, which are available to the County in January and July. A substantial portion of the unreserved, undesignated fund balances are used to finance operations between property tax collections. In addition, the Commissioners have made the following designations for specific projects that are being planned by the County.

9. FUND BALANCE AND DESIGNATIONS (CONTINUED)

Assigned Fund Balance (Continued).

- ***Bridge Construction.*** The County is developing plans for required construction work on the Lenore Bridge, Pine Creek Bridge LILBP, McIntyre Street Bridge LILBP, Little Canyon Bridge LILBP, Spiral Highway Guardrail LHSIP, Gun Club Road LHSIP, Webb Road Phase II, Arrow Bridge Repairs, and White Bridge. The commissioners have designated the entire balance of the federal and state matching funds balance for these projects, as the County's share of these expenditures is currently expected to exceed the fund balance available.

- ***E-911 Wireless.*** The Commissioners have designated the entire remaining balance of the fund for E-911 software, upgrades, and next generation projects whose cost is expected to exceed the current E-911 fund balance.

- ***Mandated Appraisals.*** The Commissioners have designated $300,000 of the ad valorem fund balance for appraisal work that would be required in the event of a state mandated appraisal or for the defense of assessed values by taxpayers. This fund balance was last used in 2002 when the County was challenged on their property assessment values by Potlatch Corporation.

- **Fairgrounds.** The County is committed to expand the fairgrounds and provide funding for improvements. The Commissioners have designated the entire fund balance for such improvements, i.e. RV Park and new shop building and roof.

- **Solid Waste.** The Commissioners have designated a portion of the solid waste fund balance for courthouse cleanup and cleanup of drug property in the amount of $461,128.

- **Courthouse.** The County has plans underway to build a new courthouse and has designated the entire balance of the court facilities fund and all but $1,000,000 of the general fund.

- **Airport.** The Commissioners have designated the entire balance of the airport fund in anticipation of the need for maintenance and operation funding.

- ***Special Revenue.*** The fund balance has been assigned for special revenue purposes for that fund.

Unassigned Fund Balance. The fund balance has not been assigned to other funds and has not been restricted, committed, or assigned to specific purposes within the general fund.

10. RISK MANAGEMENT

The County is a member of the Idaho County Reciprocal Management Program (ICRMP). ICRMP is an all-lines aggregate insurance program providing liability, property, and casualty insurance coverage to Idaho's counties and other political subdivisions on a voluntary participation basis. ICRMP assumes or reinsures all risk for covered claims. Participants are charged an annual insurance premium with no additional assessments for losses.

The general insurance limits are as follows:

General liability	$500,000 per claim
Property damage (includes flood and earthquake)	Replacement cost coverage with a $2,500 deductible
Automobile liability	$500,000 per claim
Errors and omissions liability	$500,000 per claim
Crime insurance and bonding	$500,000 per claim
Machinery	Replacement cost coverage with a $2,500 deductible

The County's unemployment is self-insured with the State of Idaho.

11. ECONOMIC DEPENDENCY

Approximately 41% of total County revenues are derived from local property taxes. Potlatch Forest Products Corp is a major property taxpayer in Nez Perce County, whose property assessment is approximately 7% of the total County property assessment. The largest ten property owners amount to 18% of the total County property assessment.

12. DEFERRED COMPENSATION PLAN

The County offers its employees a deferred compensation plan created in accordance with *Internal Revenue Code,* Section 457. The Plan, available to all County employees, permits them to defer a portion of their salary until future years. Participation in the Plan is optional. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency. Plan assets are available only for payment of benefits to plan participants and their beneficiaries. Accordingly, the Plan assets are not reflected in the County’s financial statements.

13. DEFINED BENEFIT PENSION PLAN

Plan Description. The County contributes to the Base Plan, which is a cost-sharing, multiple-employer, defined benefit pension plan administered by the Public Employee Retirement System of Idaho (PERSI) 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.

13. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Plan Description (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 for retirement, disability, death, and survivor benefits of eligible members or beneficiaries. Benefits are based upon members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with 5 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 classifications. The annual service retirement allowance for each month of credited service is 2% (2.30% 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 police and firefighters. As of September 30, 2024, it was 7.18% for general employees and 10.83% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.96% for general employees and 14.65% for police and firefighters. The County contributions required and paid were $1,777,683, $1,653,149 and $1,613,000 for the three years ended September 30, 2024, 2023, and 2022, respectively.

Pension Liabilities, Assets, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. At September 30, 2024, the County reported a liability of $11,707,209 for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on the County's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI employers. At June 30, 2024, the County's proportion was 0.31297302%.

13. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Pension Liabilities, Assets, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued). For the year ended September 30, 2024, the County recognized a net change in pension expense of $1,463,929. At September 30, 2024, the County 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
Employer contributions made subsequent to the measurement date	$ 429,000	
Differences between expected and actual experience	$ 1,863,896	
Changes in assumptions or other inputs	$ 463,780	
Net difference between projected and actual earnings on pension plan investments		$ 212,202

Deferred out flows of resources in the amount of $429,000 related to pensions resulting from employer contributions subsequent to the measurement date will be recognized as a decrease of the net pension liability in next year.

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, 2024, the beginning of the measurement period ended June 30, 2024, is 4.4 and 4.4 for the measurement period June 30, 2023.

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

2025	$ 577,820
2026	2,182,820
2027	(376,426)
2028	(269,063)

Actuarial Assumptions. Valuations are based upon 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. PERSI amortizes any unfunded actuarial accrued liability based on a level percentage of payroll. The maximum amortization period permitted under Section 59-1322, *Idaho Code,* is 25 years.

The total pension liability in the June 30, 2024, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Salary increases including inflation	3.05%
Investment rate of return	6.35%, net of pension plan investment expense
Post retirements Allowance Adjustments	1.00%

13. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Actuarial Assumptions (Continued). Several different sets of mortality rates are used in the valuation for contributing members, service retirement members, and beneficiaries. These rates were adopted for the valuation dated July 1, 2024.

Contributing Members, Service Retirement Members, and Beneficiaries

General Employees and All Beneficiaries – Male	Pub-2010 General Tables, increased 11%
General Employees and All Beneficiaries – Female	Pub-2010 General Tables, increased 21%
Fire & Police – Male	Pub-2010 Safety Tables, increased 21%
Fire & Police – Female	Pub-2010 Safety Tables, increased 26%
Disabled Members – Male	Pub-2010 Disabled Tables, increased 38%
Disabled Members – Female	Pub-2010 Disabled Tables, increased 36%

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, 2024, is based on the results of an actuarial valuation date of July 1, 2024.

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 the 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 2024.

13. DEFINED BENEFIT PENSION PLAN (CONTINUED)

Actuarial Assumptions (Continued).

CAPITAL MARKET ASSUMPTIONS

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return (Arithmetic)
Cash	0%	0.00%
Large Cap	18%	4.50%
Small/Mid Cap	11%	4.70%
International Equity	15%	4.50%
Emerging Markets Equity	10%	4.90%
Domestic Fixed	20%	(0.25%)
TIPS	10%	(0.30%)
Real Estate	8%	3.75%
Private Equity	8%	6.00%

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 plan's 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 County's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate. The following presents the County's proportionate share of the net pension liability calculated using the discount rate of 6.35%, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower (5.35%) or 1% higher (7.35%) than the current rate:

	1% Decrease (5.35%)	Current Discount Rate (6.35%)	1% Increase (7.35%)
County's proportionate share of the net pension liability (asset)	$22,247,345	$11,707,209	$3,098,605

13. DEFINED BENEFIT PENSION PLAN (CONTINUED)

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.

14. OTHER POST-EMPLOYMENT BENEFITS

Nez Perce County offers its employees the opportunity to remain on the County medical insurance plan after they retire until age 65. Employees must meet the conditions for retirement of the Public Employee Retirement System of Idaho (PERSI), which generally requires that the employee's age plus number of years of service must total 90 (80 for sheriff's deputies). (Example: a 58-year-old employee with 32 years of service would be eligible to retire under the rule of 90.)

Retired employees must pay the full medical insurance premium. This arrangement is considered to include an implicit subsidy under accounting standards as the retired employee medical insurance premium is considered to be less than the actuarially determined premium for a retired individual in those circumstances. There are currently no retired employees taking advantage of this benefit. The estimated amount of this implicit subsidy is considered immaterial to these financial statements.

15. CONTINGENT LIABILITIES

Amounts received from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the County expects such amounts, if any, to be immaterial.

The County is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable in the opinion of the County's attorney, the resolution of these matters will not have a material adverse effect on the financial condition of the County.

16. SUBSEQUENT EVENTS

Management has evaluated subsequent events through June 18, 2025, the date the financial statements were available to be issued.

17. TAX ABATEMENTS

The County enters into property tax abatements with local businesses under *Idaho Code* Section 63-602NN. Under the *Idaho Code*, the County may grant property tax abatements of up to 100% of plant investments that meet all tax incentive criteria as defined in *Code* Section 63-602NN subsection 2 through a direct reduction of the entity's property tax bill. The *Idaho Code* allows for the recapture of abated taxes in the event an abatement recipient does not meet all of the criteria for receiving the abatement or ceases to do business in the County.

17. TAX ABATEMENTS (CONTINUED)

Details of all property tax abatements that the County has entered into as of September 30, 2024, are as follows:

- A 75% reduction in assessed value to a lumber manufacturer for specified plant improvements not to exceed $15 million of assessed value for the next 5 years starting in tax year 2020. The abatement amounted to $21,025 for the year ended September 30, 2024.

- A 50% reduction in assessed value in the first year and 75% in the next four years to a manufacturing plant/metal fabricator for plant improvements effective for 5 years starting in tax year 2024. There were no amounts abated for the year ended September 30, 2024.

REQUIRED SUPPLEMENTARY INFORMATION

NEZ PERCE COUNTY, STATE OF IDAHO

SCHEDULE OF PENSION FUNDING

SCHEDULE OF THE DISTRICT'S SHARE OF NET PENSION ASSET AND LIABILITY - PERSI BASE PLAN
Data reported is measured as of June 30, 2024

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Employer's portion of the net pension (asset) liability	0.31297302%	0.31944984%	0.32941004%	0.34044306%	0.34447850%	0.34736290%	0.34632820%	0.35215540%	0.34467310%	0.35056460%
Employer's proportionate share of the net pension (asset) liability	$ 11,707,209	$ 12,748,191	$ 12,974,665	$ (269,000)	$ 7,999,000	$ 3,965,000	$ 5,108,000	$ 5,535,000	$ 6,987,000	$ 4,616,400
Employer's covered payroll	14,631,729	13,755,280	13,476,584	12,700,451	12,288,962	12,101,900	11,260,000	10,625,000	10,183,600	9,914,700
Employer's proportionate share of the net pension (asset) liability as a percentage of its covered payroll	80%	93%	96%	-2%	65%	33%	45%	52%	69%	47%
Plan fiduciary net position as a percentage of the total pension liability	86%	83%	100%	88%	94%	92%	91%	87%	91%	95%

SCHEDULE OF THE DISTRICT'S CONTRIBUTIONS TO PENSION PLANS - PERSI BASE PLAN
Data reported is measured as of September 30, 2024

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Statutorily required contribution	$ 1,777,683	$ 1,653,149	$ 1,613,000	$ 1,528,187	$ 1,477,958	$ 1,369,934	$ 1,274,631	$ 1,202,750	$ 1,152,783	$ 1,122,344
Contributions in relation to the statutorily required contribution	1,777,683	1,653,149	1,613,000	1,528,187	1,477,958	1,369,934	1,274,631	1,202,750	1,152,783	1,122,344
Contribution (deficiency) excess	0	0	0	0	0	0	0	0	0	0
Employer's covered payroll	14,631,729	13,755,280	13,476,584	12,700,451	12,288,962	12,101,900	11,260,000	10,625,000	10,183,600	9,914,700
Contributions as a percentage of covered payroll	12.15%	12.02%	11.97%	12.03%	12.03%	11.32%	11.32%	11.32%	11.32%	11.32%

NEZ PERCE COUNTY, STATE OF IDAHO

BUDGETARY COMPARISON SCHEDULE
Year Ended September 30, 2024

GENERAL	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget
	Original	Final		
REVENUES				
General property taxes	$ 10,623,449	$ 10,623,449	$ 9,221,258	$ (1,402,191)
Other revenues	3,922,734	3,922,734	7,301,162	3,378,428
Total revenues	14,546,183	14,546,183	16,522,420	1,976,237
EXPENDITURES				
Salaries and wages	3,993,227	3,993,227	3,678,352	314,875
Other expenditures	14,214,224	14,214,224	34,251,528	(20,037,304)
Total expenditures	18,207,451	18,207,451	37,929,880	(19,722,429)
EXCESS OF REVENUES OVER EXPENDITURES	(3,661,268)	(3,661,268)	(21,407,460)	(17,746,192)
OTHER FINANCING SOURCES (USES)				
Transfers in	1,055,214	1,055,214	25,524,242	24,469,028
Total other financing sources (uses)	1,055,214	1,055,214	25,524,242	24,469,028
NET CHANGE IN FUND BALANCE	(2,606,054)	(2,606,054)	4,116,782	6,722,836
FUND BALANCE AT BEGINNING OF YEAR	2,606,054	2,606,054	3,990,703	1,384,649
FUND BALANCE AT END OF YEAR	$ 0	$ 0	$ 8,107,485	$ 8,107,485

The County budgets revenue on a comprehensive basis of accounting other than United States generally accepted accounting principles (GAAP). Intergovernmental and other revenues are recognized in revenue when received for budgetary purposes.

Revenues on GAAP basis	$ 16,459,681
Accrued intergovernmental revenue	(435,197)
Prior year accrued revenue	497,936
Revenues of budgetary basis	$ 16,522,420

NEZ PERCE COUNTY, STATE OF IDAHO

BUDGETARY COMPARISON SCHEDULE
Year Ended September 30, 2024

GENERAL ROAD	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget
	Original	Final		
REVENUES				
General property taxes			$ 5,312	$ 5,312
Other revenues	$ 5,376,536	$ 5,376,536	7,971,746	2,595,210
Total revenues	5,376,536	5,376,536	7,977,058	2,600,522
EXPENDITURES				
Salaries and wages	1,456,110	1,456,110	1,350,773	105,337
Other expenditures	4,902,148	4,902,148	4,284,928	617,220
Total expenditures	6,358,258	6,358,258	5,635,701	722,557
NET CHANGE IN FUND BALANCE	(981,722)	(981,722)	2,341,357	3,323,079
FUND BALANCE AT BEGINNING OF YEAR	981,722	981,722	2,705,649	1,723,927
FUND BALANCE AT END OF YEAR	$ 0	$ 0	$ 5,047,006	$ 5,047,006

The County budgets revenue on a comprehensive basis of accounting other than United States generally accepted accounting principles (GAAP). Intergovernmental and other revenues are recognized in revenue when received for budgetary purposes.

Revenues on GAAP basis	$ 6,593,172
Accrued intergovernmental revenue	(830,357)
Prior year accrued revenue	2,214,243
Revenues of budgetary basis	$ 7,977,058

NEZ PERCE COUNTY, STATE OF IDAHO

BUDGETARY COMPARISON SCHEDULE
Year Ended September 30, 2024

FEDERAL AND STATE MATCHING	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget
	Original	Final		
REVENUES				
General property taxes	$ 52,607	$ 52,607	$ 54,520	$ 1,913
Other revenues			2,505,038	2,505,038
Total revenues	52,607	52,607	2,559,558	2,506,951
EXPENDITURES				
Other expenditures	1,951,000	1,951,000	736,999	1,214,001
Total expenditures	1,951,000	1,951,000	736,999	1,214,001
NET CHANGE IN FUND BALANCE	(1,898,393)	(1,898,393)	1,822,559	3,720,952
FUND BALANCE AT BEGINNING OF YEAR	1,898,393	1,898,393	3,621,347	1,722,954
FUND BALANCE AT END OF YEAR	$ 0	$ 0	$ 5,443,906	$ 5,443,906

The County budgets revenue on a comprehensive basis of accounting other than United States generally accepted accounting principles (GAAP). Intergovernmental and other revenues are recognized in revenue when received for budgetary purposes.

Revenues on GAAP basis	$ 2,525,778
Accrued intergovernmental revenue	(19,316)
Prior year accrued revenue	53,096
Revenues of budgetary basis	$ 2,559,558

NEZ PERCE COUNTY, STATE OF IDAHO

BUDGETARY COMPARISON SCHEDULE
Year Ended September 30, 2024

JUSTICE

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget
	Original	Final		
REVENUES				
General property taxes	$ 5,641,831	$ 5,641,831	$ 5,646,641	$ 4,810
Other revenues	5,511,401	5,511,401	6,922,060	1,410,659
Total revenues	11,153,232	11,153,232	12,568,701	1,415,469
EXPENDITURES				
Salaries and wages	8,207,343	8,207,343	7,596,073	611,270
Other expenditures	7,170,198	7,192,198	5,959,792	1,232,406
Total expenditures	15,377,541	15,399,541	13,555,865	1,843,676
NET CHANGE IN FUND BALANCE	(4,224,309)	(4,246,309)	(987,164)	3,259,145
FUND BALANCE AT BEGINNING OF YEAR	4,224,309	4,246,309	5,029,848	783,539
FUND BALANCE AT END OF YEAR	$ 0	$ 0	$ 4,042,684	$ 4,042,684

The County budgets revenue on a comprehensive basis of accounting other than United States generally accepted accounting principles (GAAP). Intergovernmental and other revenues are recognized in revenue when received for budgetary purposes.

Revenues on GAAP basis	$ 12,433,349
Accrued intergovernmental revenue	(858,338)
Prior year accrued revenue	993,690
Revenues of budgetary basis	$ 12,568,701

Effective October 1, 2010, a Joint Airport Authority was formed to manage all airport activities and operations. The Lewiston-Nez Perce County Regional Airport has approximately 3,700,000 square feet of airfield pavement. The airport has implemented a pavement management system, which inventories the pavement network, identifies the pavement condition on a periodic basis, and compiles the pavement condition in a pavement maintenance management software *PAVER™*. The U.S. Army Corps of Engineers originally developed the Pavement Condition Index (*PCI)* reporting method as an airfield pavement rating system. The *PCI* is established by visually inspecting sample units of the airport's pavement sections and assessing the type and severity of the pavement's surface distresses, such as cracking, depressions, patching, raveling, rutting, and shoving. The software uses this information to assign a *PCI* for each pavement segment, with a numerical rating scale with a possible range from 0 to 100 that provides a measure of the pavement's functional surface condition. Using the *PCI*, the Pavement Condition Rating (PCR) is assigned to each segment, ranging from "Poor to Failing" to "Good." The rating system is broken down as follows:

PCI	Rating
0-55	Poor to Failing
56-70	Fair
71-85	Satisfactory
86-100	Good

The 2002 *Pavement Condition Index Report* is used as a reference for the GASB No. 34 reporting requirements for airfield pavements using the Modified Approach. The Lewiston-Nez Perce Regional Airport intends to preserve its infrastructure at an index rating greater than 65. In July 2022, an inspection was performed resulting in *PCI* report dated February 2023. The overall area weighted *PCI* for the Lewiston-Nez Perce County Regional Airport pavement network was 80, representing a "satisfactory" rating. No *PCI* report was conducted during 2024 fiscal year.

Visual pavement inspections were conducted in July 2022 using the *PCI.*

Year Ended	Original Estimated Maintenance Expense	Actual Maintenance Expense	PCI Rating	Assessment Date
9/30/15	$ 355,000	$ 4,734,682		
9/30/16	355,000	2,249,777	72	July 2016
9/30/17	355,000	1,067,713		
9/30/18	355,000	3,678,012		
9/30/19	355,000	3,180,451		
9/30/20	355,000	6,521,147		
9/30/21	355,000	2,548,696		
9/30/22	355,000	3,796,555	80	July 2022
9/30/23	355,000	3,337,710		
9/30/24	355,000	2,255,796		

SUPPLEMENTARY INFORMATION

NEZ PERCE COUNTY, STATE OF IDAHO

GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET - GAAP BASIS
September 30, 2024

	General	Charity	Indigent Revolving	General Road	Federal and State Matching	Justice	District Court
ASSETS							
Cash and investments	$ 10,283,233		$ 608,578	$ 5,378,903	$ 5,557,873	$ 4,357,092	$ 560,836
Property taxes receivable	194,157	$ 938		1,724	2,329	106,832	96
Intergovernmental receivable	435,197			830,357	19,316	858,338	
Other receivables			120,000				
Total assets	$ 10,912,587	$ 938	$ 728,578	$ 6,210,984	$ 5,579,518	$ 5,322,262	$ 560,932
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Warrants payable	$ 547,576		$ 1,270	$ 331,897	$ 113,967	$ 314,409	$ 32,894
Claims payable							
Accrued expenses							
Total liabilities	547,576	$ 0	1,270	331,897	113,967	314,409	32,894
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue	1,822,329	938	120,000	1,724	2,329	106,831	96
Total deferred inflows of resources	1,822,329	938	120,000	1,724	2,329	106,831	96
FUND BALANCES							
Assigned for accounting accruals	435,197			830,357	19,316	858,338	
Assigned for bridge construction					5,443,906		
Assigned for E-911 wireless							
Assigned for mandated appraisals							
Assigned for fairgrounds							
Assigned for solid waste							
Assigned for courthouse	7,107,485						
Assigned for airport							
Assigned for special revenue			607,308	5,047,006		4,042,684	527,942
Unassigned	1,000,000						
Total fund balances	8,542,682	0	607,308	5,877,363	5,463,222	4,901,022	527,942
Total liabilities and fund balances	$ 10,912,587	$ 938	$ 728,578	$ 6,210,984	$ 5,579,518	$ 5,322,262	$ 560,932

NEZ PERCE COUNTY, STATE OF IDAHO

GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET - GAAP BASIS
September 30, 2024

	Ad Valorem	Health District	Noxious Weed	Noxious Weed Revolving	Airport	Fairgrounds and Buildings	Fair Board
ASSETS							
Cash and investments	$ 541,381	$ 37,816	$ 47,237	$ 19,517	$ 311,886	$ 113,534	$ 325,543
Property taxes receivable	9,822	12,924	6		6,387	8,941	453,080
Intergovernmental receivable						10,000	
Other receivables							
Total assets	$ 551,203	$ 50,740	$ 47,243	$ 19,517	$ 318,273	$ 132,475	$ 778,623
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Warrants payable	$ 11,146		$ 318	$ 2,159		$ 95,030	
Claims payable							$ 18,369
Accrued expenses							5,041
Total liabilities	11,146	$ 0	318	2,159	$ 0	95,030	23,410
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue	9,822	12,925	6		6,386	8,941	287,002
Total deferred inflows of resources	9,822	12,925	6	0	6,386	8,941	287,002
FUND BALANCES							
Assigned for accounting accruals						10,000	
Assigned for bridge construction							
Assigned for E-911 wireless							
Assigned for mandated appraisals	300,000						
Assigned for fairgrounds						18,504	
Assigned for solid waste							
Assigned for courthouse							
Assigned for airport					311,887		
Assigned for special revenue	230,235	37,815	46,919	17,358			468,211
Unassigned							
Total fund balances	530,235	37,815	46,919	17,358	311,887	28,504	468,211
Total liabilities and fund balances	$ 551,203	$ 50,740	$ 47,243	$ 19,517	$ 318,273	$ 132,475	$ 778,623

NEZ PERCE COUNTY, STATE OF IDAHO

GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET - GAAP BASIS
September 30, 2024

	Election Consolidation	Junior College Tuition	Solid Waste	Court Interlocking	Court Facilities	Juvenile Detention	Juvenile Probation
ASSETS							
Cash and investments	$ 494,741	$ 69,059	$ 742,382	$ 56,122	$ 275,125	$ 424,074	$ 239,114
Property taxes receivable			45,617			14,603	11,685
Intergovernmental receivable						4,657	35,203
Other receivables							
Total assets	$ 494,741	$ 69,059	$ 787,999	$ 56,122	$ 275,125	$ 443,334	$ 286,002
LIABILITIES AND FUND BALANCES							
LIABILITIES							
Warrants payable			$ 174,727			$ 20,804	$ 16,277
Claims payable							
Accrued expenses							
Total liabilities	$ 0	$ 0	174,727	$ 0	$ 0	20,804	16,277
DEFERRED INFLOWS OF RESOURCES							
Unavailable revenue			45,617			14,603	11,684
Total deferred inflows of resources	0	0	45,617	0	0	14,603	11,684
FUND BALANCES							
Assigned for accounting accruals						4,657	35,203
Assigned for bridge construction							
Assigned for E-911 wireless							
Assigned for mandated appraisals							
Assigned for fairgrounds							
Assigned for solid waste			461,128				
Assigned for courthouse					275,125		
Assigned for airport							
Assigned for special revenue	494,741	69,059	106,527	56,122		403,270	222,838
Unassigned							
Total fund balances	494,741	69,059	567,655	56,122	275,125	407,927	258,041
Total liabilities and fund balances	$ 494,741	$ 69,059	$ 787,999	$ 56,122	$ 275,125	$ 443,334	$ 286,002

NEZ PERCE COUNTY, STATE OF IDAHO

GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET - GAAP BASIS
September 30, 2024

	Adult Probation	Drug Court	Drug Prosecution	Parks and Recreation	County Vessel	Snowmobile
ASSETS						
Cash and investments	$ 248,556	$ 162,097	$ 46,574	$ 93,825	$ 130,163	$ 77,854
Property taxes receivable	11,263			510		
Intergovernmental receivable						
Other receivables		1,151			5,428	
Total assets	$ 259,819	$ 163,248	$ 46,574	$ 94,335	$ 135,591	$ 77,854
LIABILITIES AND FUND BALANCES						
LIABILITIES						
Warrants payable	$ 12,032	$ 13,330	$ 343	5,000	$ 105	$ 48
Claims payable						
Accrued expenses						
Total liabilities	12,032	13,330	343	$ 5,000	105	48
DEFERRED INFLOWS OF RESOURCES						
Unavailable revenue	11,262			511		
Total deferred inflows of resources	11,262	0	0	511	0	0
FUND BALANCES						
Assigned for accounting accruals		1,151			5,428	
Assigned for bridge construction						
Assigned for E-911 wireless						
Assigned for mandated appraisals						
Assigned for fairgrounds						
Assigned for solid waste						
Assigned for courthouse						
Assigned for airport						
Assigned for special revenue	236,525	148,767	46,231	88,824	130,058	77,806
Unassigned						
Total fund balances	236,525	149,918	46,231	88,824	135,486	77,806
Total liabilities and fund balances	$ 259,819	$ 163,248	$ 46,574	$ 94,335	$ 135,591	$ 77,854

NEZ PERCE COUNTY, STATE OF IDAHO

GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET - GAAP BASIS
September 30, 2024

	Emergency Communications	Employer Cafeteria	Capital Project	Current Expense Contingency	Total
ASSETS					
Cash and investments	$ 1,493,194	$ 338,983	$ 7,725,641	$ 103,756	$ 40,864,689
Property taxes receivable					880,914
Intergovernmental receivable					2,193,068
Other receivables	52,928				179,507
Total assets	$ 1,546,122	$ 338,983	$ 7,725,641	$ 103,756	$ 44,118,178
LIABILITIES AND FUND BALANCES					
LIABILITIES					
Warrants payable	$ 46,115		$ 1,725		$ 1,741,172
Claims payable					18,369
Accrued expenses					5,041
Total liabilities	46,115	$ 0	1,725	$ 0	1,764,582
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue			1,000,000		3,463,006
Total deferred inflows of resources	0	0	1,000,000	0	3,463,006
FUND BALANCES					
Assigned for accounting accruals	52,928				2,252,575
Assigned for bridge construction					5,443,906
Assigned for E-911 wireless	1,447,079				1,447,079
Assigned for mandated appraisals					300,000
Assigned for fairgrounds					18,504
Assigned for solid waste					461,128
Assigned for courthouse					7,382,610
Assigned for airport					311,887
Assigned for special revenue		338,983	6,723,916	103,756	20,272,901
Unassigned					1,000,000
Total fund balances	1,500,007	338,983	6,723,916	103,756	38,890,590
Total liabilities and fund balances	$ 1,546,122	$ 338,983	$ 7,725,641	$ 103,756	$ 44,118,178

NEZ PERCE COUNTY, STATE OF IDAHO

GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GAAP BASIS
Year Ended September 30, 2024

	General	Charity	Indigent Revolving	General Road	Federal and State Matching	Justice	District Court
REVENUES							
Property taxes	$ 9,221,258	$ 8,107		$ 5,312	$ 54,520	$ 5,646,641	$ 852
Licenses and permits	396,465			4,750		259,651	
Intergovernmental revenue	5,058,379			3,352,052	2,471,199	3,313,292	272,781
Charges for services	391,903			2,726,986		1,819,208	69,373
Interest and rent	915,926					1,157,058	
Fines and penalties						149,024	229,067
Other revenue	475,750		$ 157,530	504,072	59	88,475	493
Total revenues	16,459,681	8,107	157,530	6,593,172	2,525,778	12,433,349	572,566
EXPENDITURES							
General government	34,625,070					2,660,291	630,848
Public safety	319,816					10,895,574	
Public works				5,635,701	736,999		
Health and welfare			61,646				
Culture and recreation							
Debt service	2,838,267						
Other	146,727						
Total expenditures	37,929,880	0	61,646	5,635,701	736,999	13,555,865	630,848
OTHER FINANCING SOURCES (USES)							
Transfers in	25,524,242						
Transfers out		(1,067,798)					(6,000)
Total other financing sources (uses)	25,524,242	(1,067,798)	0	0	0	0	(6,000)
NET CHANGE IN FUND BALANCES	4,054,043	(1,059,691)	95,884	957,471	1,788,779	(1,122,516)	(64,282)
FUND BALANCES AT BEGINNING OF YEAR	4,488,639	1,059,691	511,424	4,919,892	3,674,443	6,023,538	592,224
FUND BALANCES AT END OF YEAR	$ 8,542,682	$ 0	$ 607,308	$ 5,877,363	$ 5,463,222	$ 4,901,022	$ 527,942

NEZ PERCE COUNTY, STATE OF IDAHO

GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GAAP BASIS
Year Ended September 30, 2024

	Ad Valorem	Health District	Noxious Weed	Noxious Weed Revolving	Airport	Fairgrounds and Buildings	Fair Board
REVENUES							
Property taxes	$ 504,241	$ 679,459	$ 52		$ 477,505	$ 468,994	$ 476,469
Licenses and permits							
Intergovernmental revenue							
Charges for services				$ 60,000			339,949
Interest and rent							126,760
Fines and penalties							
Other revenue	4,536	3,045	12		2,163	12,099	31,615
Total revenues	508,777	682,504	64	60,000	479,668	481,093	974,793
EXPENDITURES							
General government	698,219						
Public safety							
Public works			32,453	46,141	561,636		
Health and welfare		680,928					
Culture and recreation						468,422	1,265,154
Debt service							
Other							
Total expenditures	698,219	680,928	32,453	46,141	561,636	468,422	1,265,154
OTHER FINANCING SOURCES (USES)							
Transfers in							
Transfers out							
Total other financing sources (uses)	0	0	0	0	0	0	0
NET CHANGE IN FUND BALANCES	(189,442)	1,576	(32,389)	13,859	(81,968)	12,671	(290,361)
FUND BALANCES AT BEGINNING OF YEAR	719,677	36,239	79,308	3,499	393,855	15,833	758,572
FUND BALANCES AT END OF YEAR	$ 530,235	$ 37,815	$ 46,919	$ 17,358	$ 311,887	$ 28,504	$ 468,211

NEZ PERCE COUNTY, STATE OF IDAHO

GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GAAP BASIS
Year Ended September 30, 2024

	Election Consolidation	Junior College Tuition	Solid Waste	Court Interlocking	Court Facilities	Juvenile Detention	Juvenile Probation
REVENUES							
Property taxes						$ 664,365	$ 620,344
Licenses and permits							
Intergovernmental revenue	$ 128,673	$ 15,000				189,506	148,192
Charges for services			$ 1,316,646			101,092	21,909
Interest and rent							
Fines and penalties				$ 4,023	$ 12,230		8,579
Other revenue						106,963	3,304
Total revenues	128,673	15,000	1,316,646	4,023	12,230	1,061,926	802,328
EXPENDITURES							
General government	123,792						
Public safety						955,971	824,044
Public works							
Health and welfare		4,000	1,368,795				
Culture and recreation							
Debt service							
Other							
Total expenditures	123,792	4,000	1,368,795	0	0	955,971	824,044
OTHER FINANCING SOURCES (USES)							
Transfers in							
Transfers out							
Total other financing sources (uses)	0	0	0	0	0	0	0
NET CHANGE IN FUND BALANCES	4,881	11,000	(52,149)	4,023	12,230	105,955	(21,716)
FUND BALANCES AT BEGINNING OF YEAR	489,860	58,059	619,804	52,099	262,895	301,972	279,757
FUND BALANCES AT END OF YEAR	$ 494,741	$ 69,059	$ 567,655	$ 56,122	$ 275,125	$ 407,927	$ 258,041

NEZ PERCE COUNTY, STATE OF IDAHO

GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GAAP BASIS
Year Ended September 30, 2024

	Adult Probation	Drug Court	Drug Prosecution	Parks and Recreation	County Vessel	Snowmobile
REVENUES						
Property taxes	$ 579,298			$ 27,070		
Licenses and permits					$ 85,867	$ 4,493
Intergovernmental revenue		$ 111,725	$ 22,043		39,597	
Charges for services	125,721					
Interest and rent						
Fines and penalties		27,838				
Other revenue	2,613	29,773		121	13,874	
Total revenues	707,632	169,336	22,043	27,191	139,338	4,493
EXPENDITURES						
General government		158,698				
Public safety	735,413		6,749			
Public works						
Health and welfare						
Culture and recreation				21,454	139,902	3,835
Debt service						
Other						
Total expenditures	735,413	158,698	6,749	21,454	139,902	3,835
OTHER FINANCING SOURCES (USES)						
Transfers in		6,000				
Transfers out						
Total other financing sources (uses)	0	6,000	0	0	0	0
NET CHANGE IN FUND BALANCES	(27,781)	16,638	15,294	5,737	(564)	658
FUND BALANCES AT BEGINNING OF YEAR	264,306	133,280	30,937	83,087	136,050	77,148
FUND BALANCES AT END OF YEAR	$ 236,525	$ 149,918	$ 46,231	$ 88,824	$ 135,486	$ 77,806

NEZ PERCE COUNTY, STATE OF IDAHO

GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - GAAP BASIS
Year Ended September 30, 2024

	Emergency Communications	Employer Cafeteria	Capital Project	Current Expense Contingency	Total
REVENUES					
Property taxes					$19,434,487
Licenses and permits					751,226
Intergovernmental revenue	$ 330,900				15,453,339
Charges for services	750,615				7,723,402
Interest and rent		$ 3,820			2,203,564
Fines and penalties					430,761
Other revenue	49,488	22,218	$ 45,136		1,553,339
Total revenues	1,131,003	26,038	45,136	$ 0	47,550,118
EXPENDITURES					
General government			2,855		38,899,773
Public safety	1,121,797				14,859,364
Public works					7,012,930
Health and welfare					2,115,369
Culture and recreation					1,898,767
Debt service					2,838,267
Other					146,727
Total expenditures	1,121,797	0	2,855	0	67,771,197
OTHER FINANCING SOURCES (USES)					
Transfers in					25,530,242
Transfers out					(1,073,798)
Total other financing sources (uses)	0	0	0	0	24,456,444
NET CHANGE IN FUND BALANCES	9,206	26,038	42,281	0	4,235,365
FUND BALANCES AT BEGINNING OF YEAR	1,490,801	312,945	6,681,635	103,756	34,655,225
FUND BALANCES AT END OF YEAR	$ 1,500,007	$ 338,983	$ 6,723,916	$ 103,756	$38,890,590

NEZ PERCE COUNTY, STATE OF IDAHO

FIDUCIARY FUNDS
COMBINING BALANCE SHEET - GAAP BASIS
September 30, 2024

	State of Idaho	Employees Trust	Taxing Districts	Treasurer's Trust	Auditor's Trust	Sheriff's Trust	District Court's Trust	Courthouse Project	Total
ASSETS									
Cash and investments	$ 484,385	$ 43,367	$ 1,114,151	$ 495,624	$ 1,580,500	$ 234,520	$ 337,772	$ 18,551,972	$ 22,842,291
Property taxes receivable			1,232,427						1,232,427
Intergovernmental receivable			67,335						67,335
Other receivables							5,127,400		5,127,400
Total assets	$ 484,385	$ 43,367	$ 2,413,913	$ 495,624	$ 1,580,500	$ 234,520	$ 5,465,172	$ 18,551,972	$ 29,269,453
LIABILITIES									
Warrants payable	$ 482,544	$ 3,452	$ 109,942		$ 2,720	$ 273			$ 598,931
Claims payable		23,459							23,459
Due to Nez Perce County								$ 18,551,972	18,551,972
Due to other governments	1,841		2,303,971	$ 479,627					2,785,439
Due to employees		16,456							16,456
Due to individuals				15,997	1,577,780	234,247	$ 5,465,172		7,293,196
Total liabilities	$ 484,385	$ 43,367	$ 2,413,913	$ 495,624	$ 1,580,500	$ 234,520	$ 5,465,172	$ 18,551,972	$ 29,269,453

NEZ PERCE COUNTY, STATE OF IDAHO

FIDUCIARY FUNDS
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
Year Ended September 30, 2024

	State of Idaho	Employees Trust	Taxing Districts	Treasurer's Trust	Auditor's Trust	Sheriff's Trust	District Court's Trust	Courthouse Project Trust	Total
ADDITIONS									
Property taxes			$ 49,525,578						$ 49,525,578
Licenses and permits	$ 2,474,621		4,140						2,478,761
Intergovernmental revenue	3,157,134		5,655,510						8,812,644
Charges for services	57		271,146	$ 7					271,210
Interest and rent								$ 1,797,253	1,797,253
Fines and penalties	844,380		146,395						990,775
Other receipts		$ 115,193	22		$ 544,952	$ 670,268	$ 2,112,292	41,211,163	44,653,890
Total additions	$ 6,476,192	$ 115,193	$ 55,602,791	$ 7	$ 544,952	$ 670,268	$ 2,112,292	$ 43,008,416	$ 108,530,111
DEDUCTIONS									
Disbursed to beneficiaries	$ 6,474,351	$ 98,737	$ 54,303,029	$ 326	$ (478,378)	$ 604,876	$ 2,041,972		$ 63,044,913
Disbursed for General fund								$ 24,456,444	24,456,444
Allocated to beneficiaries	1,841	16,456	1,299,762	(319)	1,023,330	65,392	70,320	18,551,972	21,028,754
Total deductions	$ 6,476,192	$ 115,193	$ 55,602,791	$ 7	$ 544,952	$ 670,268	$ 2,112,292	$ 43,008,416	$ 108,530,111

SINGLE AUDIT SECTION

INDEPENDENT AUDITOR'S REPORT - *GOVERNMENT AUDITING STANDARDS*

Board of County Commissioners
Nez Perce County, State of Idaho
Lewiston, 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, each major fund, and the aggregate remaining fund information of Nez Perce County, State of Idaho, as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the Nez Perce County, State of Idaho's basic financial statements, and have issued our report thereon dated June 18, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Nez Perce County, State of Idaho's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Nez Perce County, State of Idaho's internal control. Accordingly, we do not express an opinion on the effectiveness of the Nez Perce County, State of 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 or significant deficiencies may exist that were not identified.

Lewiston Office: 1216 Idaho Street, Lewiston, Idaho 83501, (208) 746-8281
Moscow Office: 609 South Washington, Suite 202, Moscow, Idaho 83843, (208) 882-2211
Grangeville Office: 109 South Mill Street, Grangeville, Idaho 83530, (208) 983-1254
Orofino Office: P.O. Box 632, 216 Johnson Avenue, Orofino, Idaho 83544, (208) 476-3012
Pullman Office: 1230 SE Bishop Blvd., Pullman, Washington 99163, (509) 332-6541
Eagle Office: 1159 E Iron Eagle Drive, Suite 100, Eagle, Idaho 83616, (208) 319-2929

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Nez Perce County, State of 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 financial statement. 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.

Presnell Gage, PLLC

June 18, 2025
Lewiston, Idaho

PRESNELL GAGE, PLLC
ACCOUNTING AND CONSULTING

INDEPENDENT AUDITOR'S REPORT – *UNIFORM GUIDANCE*

Board of County Commissioners
Nez Perce County, State of Idaho
Lewiston, Idaho

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Nez Perce County, State of Idaho's compliance with the types of compliance requirements identified as subject to audit in the OMB's *Compliance Supplement*, that could have a direct and material effect on each of the Nez Perce County, State of Idaho's major federal programs for the year ended September 30, 2024. The Nez Perce County, State of Idaho's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Nez Perce County, State of Idaho, complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended September 30, 2024.

Basis for Opinion on Each Major Federal Program

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; 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 Nez Perce County, State of Idaho, 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 Nez Perce County, State of Idaho's compliance with the compliance requirements referred to above.

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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 Nez Perce County, State of Idaho's federal programs.

Auditor's Responsibility 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 Nez Perce County, State of Idaho'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 Nez Perce County, State of Idaho'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 Nez Perce County, State of Idaho'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 Nez Perce County, State of Idaho'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 Nez Perce County, State of Idaho'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.

Report on Internal Control Over Compliance

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. 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.

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. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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.

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.

Presnell Gage, PLLC

June 18, 2025
Lewiston, Idaho

NEZ PERCE COUNTY, STATE OF IDAHO

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended September 30, 2024

Section I -- Summary of 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 deficiencies identified that are not considered to be material weakness(es)?	_____ yes	_X_ none reported
Noncompliance material to financial statements noted?	_____ yes	_X_ no

Federal Awards

Internal control over major programs:		
* Material weakness(es) identified	_____ yes	_X_ no
* Significant deficiencies identified that are not considered to be material weakness(es)?	_____ yes	_X_ none reported
Type of auditor's report issued on compliance for major programs:	Unmodified	
Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance:	_____ yes	_X_ no

Identification of major programs:

CFDA Numbers	Name of federal program or cluster
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

NEZ PERCE COUNTY, STATE OF IDAHO

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended September 30, 2024

Section II -- Financial Statement Findings

No matters were reported.

Section III -- Federal Award Findings and Questioned Costs

No matters were reported.

NEZ PERCE COUNTY, STATE OF IDAHO

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS - MODIFIED ACCRUAL BASIS
Year Ended September 30, 2024

	Federal CFDA Number	Pass-Through Entity Identifying Number	Passed Through to Subrecipients	Expenditures
DEPARTMENT OF AGRICULTURE				
Passed through the State of Idaho -				
Schools and Roads Grants to States -				
Federal Forest Receipts	10.665		$ 2,564	$ 2,564
				2,564
DEPARTMENT OF JUSTICE				
Passed through the State of Idaho -				
Department of Juvenile Corrections				
Bulletproof Vest Partnership Program	16.607		None	3,259
				3,259
DEPARTMENT OF TRANSPORTATION				
Passed through the State of Idaho -				
Department of Transportation				
Highway Planning and Construction	20.205		None	276,171
Highway Safety cluster				
Alcohol Traffic Safety & Drunk Driving Prevention	20.601		None	18,498
National Priority Safety Programs	20.616		None	6,013
Subtotal Highway Safety cluster				24,511
				300,682
DEPARTMENT OF THE TREASURY				
Passed through the State of Idaho -				
Office of the Governor				
Coronavirus State and Local Fiscal Recovery Funds	21.027		None	910,725 *
				910,725
ELECTION ASSISTANCE COMMISSION				
Passed through the State of Idaho -				
Secretary of State				
HAVA Election Security Grants	90.404	EACELSEC22ID	None	25,653
				25,653
DEPARTMENT OF HOMELAND SECURITY				
Passed through the State of Idaho -				
Department of Parks and Recreation				
Boating Safety Financial Assistance	97.012		None	35,005
Military Division				
Emergency Management Performance Grant	97.042	EMS2022EP00005	None	29,821
Homeland Security Grant Program	97.067	EMW2022SS00109	None	43,769
				108,595
TOTAL EXPENDITURES OF FEDERAL AWARDS				$ 1,351,478

NOTE 1: BASIS OF PRESENTATION

The schedule includes federal award activity of the County under programs of the federal government for the year ended September 30, 2024. The information in this schedule is presented in compliance 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 County, it is not intended to and does not present the financial position, changes in net assets, or cash flows of the County.

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: DE MINIMIS INDIRECT COST RATE

The County did not elect to use the 10 percent de minimis cost rate.

NOTE 4: MAJOR PROGRAMS

Programs indicated with "*" are major programs as reported on the schedule of findings and questioned costs.