FILER HIGHWAY DISTRICT

Report on Audited
Basic Financial Statements
and
Supplemental Information

For the Year Ended September 30, 2024

Martin CPAs, PC

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FILER HIGHWAY DISTRICT

Basic Financial Statements

For the Year Ended September 30, 2024

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INDEPENDENT AUDITOR'S REPORT

Chairman Will Meeks
and Commissioners
Filer Highway District
220 Midway
Filer, Idaho 83328

Dear Chairman Meeks and Commissioners,

Report on the Audit of the Financial Statements:

Opinions

We have audited the accompanying financial statements of the governmental activities and the major fund of the Filer Highway District, as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Filer Highway District, 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 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 will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, 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 to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Filer Highway District, Idaho's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Filer Highway District, Idaho's ability to continue as a going concern for a reasonable period.
- 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

The management's discussion and analysis information is not a part of these financial statements. It is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Other Matters

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated January 28, 2025, on our consideration of the District's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the District's internal control over financial reporting and compliance.



John E. Martin, CPA

Martin CPAs, PC
Twin Falls, Idaho 83301
January 28, 2025

Martin CPAs, PC

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

Chairman Will Meeks,
and Commissioners
Filer Highway District
220 Midway
Filer, Idaho 83328

Dear Chairman Meeks and Commissioners,

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Filer Highway District, Idaho, as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the Filer Highway District, Idaho's basic financial statements and have issued our report thereon dated January 28, 2025.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Filer Highway District, 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 Filer Highway District, Idaho's internal control. Accordingly, we do not express an opinion on the effectiveness of the Filer Highway District's internal control.

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified an internal control weakness, described in the accompanying schedule of findings as item 2024-1, on page 28. This deficiency wase considered to be significant.

Report on Compliance and Other Matters

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

Filer Highway District's Response to Findings

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

Purpose of This Report

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



John E. Martin, CPA

Martin CPAs, PC
Twin Falls, Idaho 83301

January 28, 2025

FILER HIGHWAY DISTRICT

Statement of Net Position

As of September 30, 2024

ASSETS	Governmental Activities
CURRENT ASSETS:	
Cash and Investments *(Note 1E)*	$ 1,022,146
Property Taxes receivable *(Note 2)*	14,724
State and Federal Receivables *(Note 2)*	193,561
Inventories of Road Materials *(Note 1F)*	169,532
Pre-paid Insurance	9,841
Total Current Assets	1,409,804
NON-CURRENT ASSETS:	
Office Equipment	10,425
Vehicles	630,441
Equipment - construction	2,156,226
Buildings and improvements	211,151
Roads & Infrastructure	3,116,281
Land	69,698
Total Non Current Assets	6,194,222
Less: Accumulated Depreciation	(2,621,806)
Total Non Current Assets, Net *(Note 3)*	3,572,416
DEFERRED OUTFLOWS OF RESOURCE	
Deferred Outflows of Pension Resources	50,655
Total Assets & Deferred Outflows of Resources	$ 5,032,875
LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	
CURRENT LIABILITIES:	
Accrued interest payable	17,384
Accounts payable	90,039
Long Term Contracts - Due Within One Year *(Note 4)*	344,162
Total Current Liabilities	451,585
NON CURRENT LIABILITIES.	
Long Term Contracts - Due After One Year *(Note 4)*	198,635
Net Pension Liability	208,282
Total Liabilities	858,502
DEFERRED INFLOWS OF RESOURCES:	
Employer pension obligation	30,502
Total Liabilities and Deferred Inflows of Resources	889,004
NET POSITION	
Invested in Capital Assets, net of Related debt	3,029,619
Restricted for Inventory	169,532
Unrestricted	944,720
TOTAL NET POSITION	$ 4,143,871

See accompanying notes to financial statements.

FILER HIGHWAY DISTRICT

STATEMENT OF ACTIVITIES

For the Year Ended September 30, 2024

Functions/Programs	Expenses	Program Revenues: Fees Charged	Program Revenues: Contributions	Program Revenues: Sale of Equipment	Changes in Net Position: Governmental Activities
Governmental Activities:					
General, Administration & Payroll	$ 737,986	$ -	$ -	$ -	$ (737,986)
Equipment Maintenance, Fuel & Oil	126,555	-	-	-	(126,555)
Roadway & Bridge Maintenance	1,078,138	600	-	8,000	(1,069,538)
Depreciation Expense	172,704	-	-	-	(172,704)
Total Governmental Activities	$ 2,115,383	600	-	8,000	(2,106,783)

General Revenues:	
Property taxes, levied for general purpose	541,741
Sales tax	157,022
Intergovernmental Revenues	1,441,743
Interest Income	37,184
Other Local Revenues	8,324
Total General Revenues	2,186,014
Increase in net position	79,231
Net Position, Beginning of year	4,064,640
Net Position, End of year	$ 4,143,871

See accompanying notes to the financial statements.

FILER HIGHWAY DISTRICT

Balance Sheet - Government Funds

As of September 30, 2024

	General Fund
ASSETS:	
Cash and Cash Equivalents	$ 1,022,146
Receivables:	
Property Taxes Receivable from Twin Falls County	14,724
Receivables from Other Governments	193,561
Inventories-Road Materials	169,532
Prepaid Insurance	9,841
Total assets	$ 1,409,804
LIABILITIES AND FUND EQUITY	
LIABILITIES:	
Accounts Payable	85,645
Accrued Liabilities	4,394
Total Liabilities	90,039
DEFERRED REVENUES	
Deferred Property Taxes	13,470
Total Liabilities and Deferred Inflows of Resources	103,509
FUND EQUITY:	
Reserved for Projects	1,176,596
Unassigned	129,699
Total Fund Equity	1,306,295
Total Liabilities and Fund Equity Balances	$ 1,409,804

See accompanying notes to financial statements.

FILER HIGHWAY DISTRICT

Reconciliation of Total Government Fund Balances to the Statement of Net Position

For the Year Ended September 30, 2024

Government Fund Equity Balance		$ 1,306,295
The amount reported for the Net Position of government activities in the Statement of Net Position is different from the Fund Equity Balance because:		
Capital assets used in governmental activities are not considered financial resources for fund equity balances but are a part of the Governmental Net Position:		
Governmental Capital Assets	$ 6,194,222	
Less accumulated depreciation	(2,621,806)	
		3,572,416
Property taxes receivable, which are not be available to pay for current Period expenditures are deferred in the fund Balance Sheet		13,470
Liabilities not due and payable in the current period are not reported in the Fund Balance Sheet, but are on the Statement of Net Position:		
Short-term liabilities	(344,162)	
Accrued interest	(17,384)	
Long-term liabilities	(198,635)	
Net Pension Liability	(208,282)	(768,463)
Deferred Outflow of Resources related to pensions	50,655	
Deferred Inflow of Resources related to pensions	(30,502)	20,153
Net Position of Governmental Activities		$ 4,143,871

See accompanying notes to the financial statements.

FILER HIGHWAY DISTRICT

Statement of Revenues, Expenditures, and Changes in Fund Balance

September 30, 2023

		General Fund
Revenues:		
Highway User Revenues	$	1,395,434
Property Tax Revenues		540,943
Sales Tax Revenues		157,022
Interest Income		37,184
Grant LHRIP		30,000
Ag Replacement Revenue		10,026
Miscellaneous		8,324
Sale of Equipment		8,000
Federal - Forest Funds		6,283
Permits and Fees		600
Total Revenues		**2,193,816**
Other Financing Sources-Capital Lease Proceeds		176,815
Total Revenues & Other Financing Sources		**2,370,631**
Expenditures:		
Roadways and Bridge Maintenance		1,045,968
Payroll, including benefits paid		367,208
Administration		167,379
Equipment repairs		90,816
Gas and Diesel		35,739
Pipe and culvert		31,530
Weed spray		22,092
Utilities		11,777
Legal & Professional		7,755
Commissioners Stipend & Expenses		7,739
Bridge maintenance		640
Debt Service:		
Principal		99,699
Interest		21,297
Capital outlay:		
Storage Building Lease/purchase		176,815
Equipment purchases		69,260
Total Expenditures		**2,155,713**
Excess of Expenditures over Revenues		**214,917**
Fund Balance – Beginning of Year		**1,091,378**
Fund Balance – Ending of Year	**$**	**1,306,295**

See accompanying notes to the financial statements.

FILER HIGHWAY DISTRICT

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Government Funds to the Statement of Activities

For the Year Ended September 30, 2024

Net change In Fund Balances - Governmental Fund Balance Sheet		$ 214,917
Amounts reported on Government Funds are different than the Statement of Activities in the following ways:		
Governmental funds report capital outlay as one-time expenditures. In the Statement of Activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense:		
Capital assets purchased for current year	$ 246,075	
Less Depreciation for Current Year	(172,704)	
Net Change in Capital Assets		73,371
Repayment of long-term debt principal and capital leases are expenditures in the government funds, and the repayment reduces long-term liabilities in the Statement of Net Position:		
Long-term Debt Additions during the year	(176,815)	
Long-term Debt Retired during the year	99,699	
Net Change in Long-term Debt		(77,116)
Some property taxes are not collected for several months after the District's fiscal year end, and are then not available revenues for governmental fund financial statements (for the fiscal year) thus they are recorded as Deferred Tax Revenues in the fund balance sheet. They are included as Revenues in the Statement of Activities:		
Deferred Property Taxes, end of current year	13,470	
Deferred Property Taxes, end of prior year	(14,268)	
Net Change in Deferred Property Tax Revenues		(798)
Net changes in employer pension obligations are not a part of fund statements, but are included in the Statement of Activities		(125,223)
Interest on long-term debt in the Statement of Activities differs from the amount reported In the governmental funds because interest is recognized as an expenditure in the funds when paid; in the Statement of Activities interest expense is recognized as it accrues.		
Accrued Interest at September 30, 2024	11,464	
Accrued Interest at September 30, 2024	17,384	
Net (Increase) in accrued interest		(5,920)
Change in Net Position in Government Wide Activities		$ 79,231

See accompanying notes to financial statements.

FILER HIGHWAY DISTRICT

Statement of Revenues, Expenditures, and
Changes in Fund Balances – Budget and Actual

General Fund

For the Year Ended September 30, 2024

	Original	Final	Actual	Variance with Final Budget
Revenues:				
Highway User Revenue	$ 1,046,500	$ 1,046,500	$ 1,395,434	$ 348,934
Property Taxes	600,667	600,667	540,943	(59,724)
Sales Tax	118,700	118,700	157,022	38,322
Interest Income	-	-	37,184	37,184
LHRIP Sign Grant	30,000	30,000	30,000	-
Ag/Prop/Inventory Replacement	45,244	45,244	10,026	(35,218)
Miscellaneous Income	8,510	8,510	8,924	414
Sale of Equipment	-	-	8,000	8,000
Forest Revenue (Secure Rural Schools)	-	-	6,283	6,283
Sale of Materials	2,500	2,500	-	(2,500)
Total Revenues	1,852,121	1,852,121	2,193,816	341,695
Other Sources of Funding - Capital Lease	-	-	176,815	176,815
Total Revenues & Sources of Funding	**1,852,121**	**1,852,121**	**2,370,631**	**518,510**
Expenditures:				
Roadway & Bridge Maintenance	939,146	939,146	1,078,138	(138,992)
Payroll, including Benefits	305,000	305,000	367,208	(62,208)
Administration	204,975	204,975	175,134	29,841
Truck & Machinery Repairs	70,000	70,000	90,816	(20,816)
Gas and Diesel	50,000	50,000	35,739	14,261
Weed Spray	20,000	20,000	22,092	(2,092)
Utilities	10,000	10,000	11,777	(1,777)
Commissioners Expense	8,000	8,000	7,739	261
New Equip. & Rental/Lease Payments:				
Equipment Purchases			69,260	
Capital Lease-Principal Paid			99,699	
Capital Lease-Interest Paid			21,297	
Total New Equip. & Rental/Loan Payments	185,000	185,000	190,256	(5,256)
Capital Improvements-Storage Bldg.	-	-	176,815	(176,815)
Total Expenditures	**1,792,121**	**1,792,121**	**2,155,714**	**(186,778)**
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	**60,000**	**60,000**	**214,917**	**331,732**
Fund balance, October 1, 2023	**1,091,378**	**1,091,378**	**1,091,378**	**-**
Fund balance, September 30, 2024	**$ 1,151,378**	**$ 1,151,378**	**$ 1,306,295**	**$ 331,732**

FILER HIGHWAY DISTRICT

Notes to Financial Statements

September 30, 2024

NOTE 1 : SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Highway District have been prepared in conformity with the generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The Highway District also applies Financial Accounting Standards Board (FASB) statements and interpretation to its governmental funds, provided they do not conflict with or contradict GASB pronouncements. The significant accounting policies of the Highway District are described below.

A. Reporting Entity

As required by generally accepted accounting principles, these financial statements present the Filer Highway District. The highway district is governed by an elected board which possesses final decision making authority and is held primarily accountable for those decisions. The board is responsible for approving the budget, establishing spending limitations, funding any deficits and borrowing funds and/or issuing bonds to finance construction. There are no other boards, councils, or component units for which the Filer Highway District exercises authority.

B. Government-Wide Financial Statements

The government-wide financial statements, which are the statement of net position and the statement of activities, report information on all of the non-fiduciary activities of the primary government.

The statement of net position presents the financial condition of the governmental activities for the Filer Highway District at year-end. The statement of activities presents a comparison between direct expenses and program revenue for each program or function of the Filer Highway District's governmental activities and for the business-type activities of the district. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

C. Fund Financial Statements

During the year, the Filer Highway District utilizes a general fund in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the district at a detailed level. The focus of governmental is on major funds. The Filer Highway District has one major fund only, the general fund.

D. Measurement Focus, Basis of Accounting, and financial Statement Presentation

The governmental-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar item are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Filer Highway District considers property tax revenues to be available if they are collected within 60 days of the end of the current fiscal period and other revenues if they are collected within 90 days of the current period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The government reports the following major governmental fund:

The General Fund, which is the government's primary operating fund. The General Fund accounts for all financial resources of the general government.

E. Deposits and Investments

Deposits: Custodial credit risk, in the case of deposits, is the risk that in the event of a bank failure, the governments' deposits may not be returned to it. The District is covered under FDIC insurance for this risk. At year end, the Filer Highway District had a general checking account balance of $197,698.

Investments: Custodial credit risk, in the case of investments, is the risk that in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. At year end, the District held no investments with custodial credit risk, and therefore had no exposure to this type of risk.

Credit Risk: The District's policy is to comply with Idaho State statutes which authorize the District to invest in obligations of the United States, obligations of the State or any taxing district in the State, obligations issued by the Farm Credit System, obligations of public corporations of the State of Idaho, repurchase agreements, tax anticipation notes of the State or taxing district in the State, time deposits, savings deposits, revenue bonds of institutions of higher education, and the State Treasurer's Pool. $824,449 was invested with the State Investment pool at year end. Total Checking and investments combined were $1,022,146 as of September 30, 2024.

F. Inventory

Inventories on hand as of September 30, 2024 consisted of road materials costing $169,532.

G. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets *(e.g., roads, bridges, lighting systems and similar items acquired subsequent to September 30, 2003)* are reported in the applicable governmental column in the government-wide financial statements. All material fixed assets are valued at historical cost. Donated fixed assets are valued at their estimated fair value on the date donated. When an asset is disposed of, cost and related accumulated depreciation is removed, and any gain or loss arising from its disposal is credited or charged to operations. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend the asset's life are not capitalized.

Depreciation of all exhaustible fixed assets is charged as an expense against operations. Capital assets are reported net of accumulated depreciation on the statement of net position. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Buildings	25-40 years
Improvements	10-45 years
Equipment	3-10 years

H. Long-term Liabilities and Lease Obligations

Long-term liabilities consist of bonds, notes, and other indebtedness. As of September 30, 2024 there were no bonds or long-term notes payable.

The Highway District had four equipment lease obligations as of September 30, 2024, as explained in Note 4.

In the government wide financial statements, and proprietary fund types in the fund financial statements, long-term obligations are reported as liabilities in the applicable governmental Statement of Activities.

I. Budgets and Budgetary Accounting

The Highway District follows the following procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to certifying the tax levy to the county commissioners, and prior to passing the annual appropriation ordinance, a public meeting shall be held to adopt a budget by a favorable vote of a majority of the members of the council.

2. Budgets for all funds are adopted on a basis other than generally accepted accounting principals. Uncommitted appropriations lapse at every year-end.

3. Revisions to the budget can only be made by court order, public hearing, or in case of certain emergencies as defined by law.

J. Accumulated Unpaid Vacation, Sick Pay, and Other Employee Benefit Amounts

Accumulated unpaid vacation, sick pay, and other employee benefit amounts have not been accrued.

K. Encumbrances

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditures of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed by the City because it is not considered necessary at present to assure effective budgetary control or to facilitate effective cash planning and control.

L. Pensions

The District participates in the Public Employee Retirement System of Idaho (PERSI). PERSI is a multiple employer retirement plan with cost-sharing arrangements shared equity. All risks and costs, including benefit costs, are shared proportionately by the participating entities

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

M. Other Post-Employment Benefits (OPEB)

Governmental Accounting Standards Board (GASB) statement 75, an accounting and financial reporting provision requiring governmental employers to measure and report liabilities associated with other postemployment benefits (OPEB) other than pensions, has not been implemented by the District. OPEBs include postretirement medical, dental, pharmacy, vision, life, long-term disability and long-term care benefits that are not associated with a pension plan. Actuaries with both pension and health experience are utilized to perform calculations following generally accepted actuarial methods. The Governmental Accounting Standards board adopted GASB 75 stemming from a concern, by financial statement users, over the potential unrecorded liability that governmental employer have for obligations for postemployment benefits.

N. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles require management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent asses and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

Note 2: DUE FROM OTHER GOVERNMENTS

The receivables, due from other Governments, were as follows, as of September 30, 2024:

Property Taxes Receivable from Twin Falls County	
Deferred Property Taxes (unavailable currently - $13,470)	$ 14,724
Receivable from Idaho Transportation Department:	
State Motor User Revenue (Regular)	$ 146,667
State Motor User Revenue (HB312)	46,894
	$ 193,561

Note 3: CAPITAL ASSETS

As of September 30, 2024, Capital Assets consisted of the following:

	Balance as of 10/1/23	Additions	Deletions	Balance as of 9/30/24
Capital Assets:				
Office Equipment	$ 10,425	-		$ 10,425
Vehicles	630,441		-	630,441
Equipment - Construction	2,124,966	$ 69,260	$ (38,000)	2,156,226
Buildings and Improvements	34,336	176,815	-	211,151
Roads & Infrastructure	3,116,281	-	-	3,116,281
Land	69,698	-	-	69,698
Total Capital Assets	**5,986,147**	**246,075**	**(38,000)**	**6,194,222**
Accumulated Depreciation:				
A/D-Office Equipment	$ (1,565)	$ (1,043)		$ (2,608)
A/D-Vehicles	(463,154)	(33,085)	-	**(496,239)**
A/D-Equip - Construction	(863,542)	(106,638)	$ 38,000	**(932,180)**
A/D-Bldgs. & Improvements	(30,333)	(775)	-	**(31,108)**
A/D-Roads & Infrastructure	(1,128,508)	(31,163)	-	**(1,159,671)**
Total Depreciation Taken	**(2,487,102)**	**(172,704)**	**38,000**	**(2,621,806)**
Capital assets, After Depreciation	**$ 3,499,045**	**$ 73,371**	**$ -**	**$ 3,572,416**

Note 4: LONG TERM OBLIGATIONS (Municipal Capital Lease Contracts):

The Highway District had the following Long term obligations as of the year ended September 30, 2024:

a Capital Lease payable to Summit National Bank, in annual installments of $13,042.92, including **2.8%** interest and balloon of $198,973.02 on June 21, 2025. This contract is secured by a 2023 CAT 140M Motor Grader;	**$ 185,473**
a Capital Lease payable to Ireland Bank; annual installments of $37,385.41; interest of **3.899%** per annum to fiscal year 2025-2026; secured by a 770G Motor Grader;	**70,655**
a Capital Lease payable to Ireland Bank, due in annual installments of $61,602.05, including interest of **8.00%** per annum until fiscal year 2025-2026 This capital lease is secured by a 2023 Freightliner & Henke plow;	**109,854**
and a Capital Lease payable to Ireland Bank, due in annual payments of $76,985.65 February 15, 2025 & 2026, and final payment of $50,333.67 on February 15, 2027. **8.75%** interest, and secured by a 2015 Cat Wheel Loader, and a 2021 Freightliner truck as collateral for the lease purchase of a storage building.	**176,815**
Amount owed on Long-term obligations, at year end	**$ 542,797**

Note 4: LONG TERM OBLIGATIONS (Capital Lease Contracts)

Changes During Year:	Balance 10/1/2023	Additions	Reductions	Balance September 30, 2024
1. Summit Nat'l Bank 682	$ 193,513	$ -	$ (8,040)	$ 185,473
2. Ireland Bank 136	9,427	-	(9,427)	-
3. Ireland Bank 142	103,986	-	(33,331)	70,655
4. Ireland Bank 149	158,755	-	(48,901)	109,854
5. Ireland Bank 152	-	176,815	-	176,815
Totals	$ 465,681	$ 176,815	$ (99,699)	$ 542,797

The future minimum lease/note payments are as follows

Fiscal Year Ended Sept 30:	1. Summit Nat'l Bank 682 23 CAT 140M Grader	3. Ireland Bank 142 JD Grader 770G	4. Ireland Bank 149 23 Freightliner & Plow	5. Ireland Bank 152 Storage Bldg.(Equip.)	Totals
2025	$ 198,973	$ 37,385	$ 61,602	$ 76,986	$ 374,946
2026	-	37,431	61,603	76,986	176,020
2027	-	-	-	50,334	50,334
2028	-	-	-	-	-
2029	-	-	-	-	-
	198,973	74,816	123,205	204,306	601,300
Less amount representing Interest	(13,500)	(4,161)	(13,351)	(27,491)	(58,503)
Principal to be Paid	$ 185,473	$ 70,655	$ 109,854	$ 176,815	$ 542,797
Current	$ 185,473	$ 34,631	$ 52,814	$ 63,464	$ 336,382
Long-term	-	36,024	57,040	113,351	206,415
Tl. Princ. to be paid	$ 185,473	$ 70,655	$ 109,854	$ 176,815	$ 542,797

Five year amortization of the net present value is as follows:

Fiscal Year Ended Sept 30:	Summit Nat'l Bank 682 23 CAT 140M Grader	Ireland Bank 142 JD Grader 770G	Ireland Bank 149 23 Freightliner & Plow	Ireland Bank 152 Storage Bldg.(Equip.)	Totals
2025	$ 185,473	$ 34,631	$ 52,814	$ 63,434	$ 336,352
2026	-	36,024	57,040	67,067	160,131
2027	-	-	-	46,284	46,284
2028	-	-	-	-	-
2029	-	-	-	-	-
	$ 185,473	$ 70,655	$ 109,854	$ 176,785	$ 542,767

Note 5: RISK MANAGEMENT INSURANCE

The Highway District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees, and natural disasters. The Highway District has transferred most of its risk by purchasing commercial insurance.

Workers Compensation insurance is purchased through the Idaho State Insurance Fund. All other insurance has been purchased through Idaho Counties Risk Management Program (ICRMP), and is renewed annually. Coverage includes: Buildings, Structures and Personal Property/Automobile Physical Damage, General Liability, Automobile Liability, Errors and Omissions Liability, Crime Insurance, Boiler and Machinery.

Note 6: PROPERTY TAXES

Property taxes are levied by the 2nd Monday in September, in conformity with Title 31, Section 1605, of the Idaho State Code. Taxes are due on receipt of the tax bill and are delinquent if not paid before December 20 and June 20 of the year following the year in which imposed. On January 1 of each year, a tax lien attaches to property to secure the payment of all taxes, penalties, and interest due and imposed. Property tax revenues are considered available when they become due or past due and receivable within the current period and those expected to be collected during a 60 day period after the close of the fiscal year.

Re-allocations and reductions of Property tax levy amounts: Approximately 9.19% of the current year's $ 571,485 property tax levy, or approximately $49,940, was reallocated to the City of Filer under IC 40-801A, for the city's use in maintaining City of Filer streets; and $9,039 of the levy amount was reduced under Twin Falls County's "Circuit Breaker" provisions (reduced residence property taxes for elderly/low income residents).

Note 7: LITIGATION, CONTINGENT LIABILITIES AND OTHER COMMITMENTS

Pending claims, against the Highway District, if any, are expected to be covered by liability insurance coverage. There are no known contingent liabilities or other unrecorded commitments.

Note 8: INCOME TAXES

The Highway District is exempt from Federal and State income taxes.

Note 9: SUBSEQUENT EVENTS

In October 2024 the district paid $704,075 to Idaho Transportation department for the district's portion of the upcoming ***Pole line Project*** , and were reimbursed $105,108 from Buhl Highway District for a net of $598,967. This represents 46% of the district's fund equity carryover. There were no other items after the date of the financial statements and through the date of the auditor's reports that have a material effect on the financial statements.

Note 10: PENSION PLAN

Plan Description

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

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.

Note 10: PENSION PLAN...Continued

Pension Benefits:

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

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

Member and Employer Contributions

Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation and earnings from investments. 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% (72%) of the employer rate. As of June 30, 2024 it was 6.71%. The employer contribution rate is set by the Retirement Board and was 11.18% of covered compensation. The District's contributions were $30,507 for the year ended September 30, 2024, and $34,372 for the year ended September 30, 2023.

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

At September 30, 2024, the District reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The District's proportion of the net pension liability was based on the District's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2024 the District's proportion was 0.00556808 percent and at June 30, 2023 the District's proportion was 0.00677043 percent.

Note 10: PENSION PLAN...Continued

For the year ended September 30, 2024, the District recognized pension expense of $9,243 employer contributions subsequent to the measurement date. At September 30, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience		$ 3,781
Changes in assumptions or other inputs	$ 8,251	
Changes in Projected and Actual Earnings on Pension Assets	33,160	
Net difference between Projected and Actual Earnings on Pension Plan Investments	47,982	
Employer contributions subsequent to the measurement date	9,243	-
Total	$ 98,636	$ 3,781

The amount of $9,243 reported as deferred outflows of resources related to pensions results from District contributions made subsequent to the measurement date and is recognized as an addition to the plan pension expense or reduction of the plan pension revenue in the year ending September 30, 2024.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) was determined at July 1, 2024 the beginning of the measurement period ended June 30, 2023 is 4.6 years and 4.6 years for the measurement period ended June 30, 2024.

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

Year Ended:	
9/30/2025	$ 12,572
9/30/2026	38,835
9/30/2027	(6,697)
9/30/2028	(4,787)

Note 10: PENSION PLAN...Continued

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

The total pension liability in the June 30, 2023 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

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

Mortality rates were based on the RP - 2000 combined table for healthy males or females as appropriate with the following offsets:

Contributing Members, Service Retirement Members, and Beneficiaries
General Employees and All Beneficiaries - Males Pub-2010 General Tables, increased 11%
General Employees and All Beneficiaries - Females Pub-2010 General Tables, increased 21%

An experience study was performed for the period July 1, 2015 through June 30, 2020 which reviewed all economic and demographic assumptions other than 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.

Note 10: PENSION PLAN...Continued

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

The best-estimate range for the long-term expected rate of return is determined by adding expected inflation to expected long-term real returns and reflecting expected volatility and correlation. The capital market assumptions are as of 2024.

Capital Market Assumptions:

Asset Class:		Defined Benefit Plans	Sick Leave
Fixed Income		30.00%	50.00%
US/Global Equity		55.00%	39.30%
International Equity		15.00%	10.70%
Cash		0.00%	0.00%
	Totals	100.00%	100.00%

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 plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for pension plan administrative expense.

Note 10: PENSION PLAN...Continued

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

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

	1% Decrease (5.35%)	Current Discount Rate (6.35%)	1% Increase (7.35%)
District's proportionate share of the net pension liability (asset)	$ 395,801	$ 208,282	$ 55,127

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.

PENSION LIABILITY - LAST 10 FISCAL YEARS*

As of September 30,	2024	2023
District's portion of the net pension liability	0.00556808	0.00677043
District's proportionate share of the net pension liability (net assets)	$ 208,282	$ 270,186
District's covered-employee payroll	$ 272,872	$ 287,873
District's proportional share of the net pension liability as a percentage of its covered-employee payroll	76.33%	93.86%
Plan fiduciary net position as a percentage of the total pension	85.54%	83.83%

*GASB 68 requires ten years of information to be presented in this table. However, until a 10 year trend is compiled, only those years for which information is available will be presented.

Data reported, is sourced from Idaho PERSI audited reports, and was measured as of June 30, 2024 for this report.

Note 10: PENSION PLAN...Continued

SCHEDULE OF EMPLOYER'S SHARE OF NET PENSION LIABILITY - LAST 10 FISCAL YEARS*

As of September 30,	2022	2021	2020	2019
District's portion of the net pension liability	0.00659343	0.00629218	0.00587600	0.00647200
District's proportionate share of the net pension liability (net assets)	$ 259,699	$ (2,568)	$ 77,298	$ 100,204
District's covered-employee payroll	$ 256,030	$ 241,080	$ 248,286	$ 232,026
District's proportional share of the net pension liability as a percentage of its covered-employee payroll	101.43%	-1.07%	31.13%	43.19%
Plan fiduciary net position as a percentage of the total pension	83.09%	100.36%	99.12%	98.87%

As of September 30,	2018	2017	2016	2015
District's portion of the net pension liability	0.00764720	0.00701830	0.00747100	0.00729370
District's proportionate share of the net pension liability (net assets)	$ 120,201	$ 99,368	$ 98,381	$ 53,693
District's covered-employee payroll	$ 218,569	$ 237,518	$ 205,265	$ 209,258
District's proportional share of the net pension liability as a percentage of its covered-employee payroll	54.99%	41.84%	47.93%	25.66%
Plan fiduciary net position as a percentage of the total pension	90.68%	87.26%	91.38%	94.95%

*GASB 68 requires ten years of information to be presented in this table. However, until a 10 year trend is compiled, only those years for which information is available will be presented.

Data reported is measured as of each year's most recent fiscal year end.

Note 10: PENSION PLAN...Continued

SCHEDULE OF EMPLOYER'S CONTRIBUTIONS
PERSI BASE PLAN - LAST 10 FISCAL YEARS*

	2024	2023
Statutorily required contribution	$ 30,507	$ 34,372
Contribution made, in relation to the statutorily required contribution	(30,507)	(34,372)
Contribution deficiency (excess)	$ -	$ -
District's covered -employee Payroll for the period	$ 272,872	$ 287,873
Contributions as a percentage of covered-employee payroll	11.18%	11.94%

	2022	2021	2020	2019
Statutorily required contribution	$ 31,045	$ 28,037	$ 28,972	$ 26,589
Contribution made, in relation to the statutorily required contribution	(31,045)	(28,037)	(28,972)	(26,589)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
District's covered -employee Payroll for the period	$ 256,030	$ 241,080	$ 248,286	$ 234,885
Contributions as a percentage of covered-employee payroll	11.94%	11.94%	11.32%	11.32%

	2018	2017	2016	2015
Statutorily required contribution	$ 24,742	$ 26,887	$ 23,236	$ 23,688
Contribution made, in relation to the statutorily required contribution	(24,742)	(26,887)	(23,236)	(23,688)
Contribution deficiency (excess)	$ -	$ -	$ -	$ -
District's covered -employee Payroll for the period	$ 218,569	$ 237,518	$ 205,265	$ 209,258
Contributions as a percentage of covered-employee payroll	11.32%	11.32%	11.32%	11.32%

Note 11: BUDGETARY INFORMATION

Budgetary-GAAP Reporting Reconciliation

The accompanying Budgetary Comparison Schedules compare the legally adopted budget with actual data on a budgetary basis. Accounting principles applied for purposes of developing data on the budgetary basis do not differ significantly from those used to present financial statements in conformity with generally accepted accounting principles (GAAP).

Budgetary Policies

Filer Highway District prepares an annual budget of revenue and expenditures prior to the beginning of the fiscal year. The budget is prepared on the modified accrual basis of accounting. Budget figures are prepared by referring to prior levels of revenue and expenditures and also by taking into account specific changes in revenues and expenditures that may be anticipated by the District.

Any excess of budgeted expenditures over budgeted revenues are expected to be temporary situations, and carryovers are budgeted forward to utilize cash in the period most needed.

Budget to Actual Comparisons

Filer Highway District's budget for year ended September 30, 2024 did not include bank proceeds that were received from Ireland Bank, and paid by Ireland Bank to contractors for the construction of a storage facility costing $176,815.

Overall, net revenues over expenditures were $214,917 more than anticipated by the budget, increasing the fund balance from $1,091,378 to $1,306,295 at the year of the fiscal year ended September 30, 2024.

FILER HIGHWAY DISTRICT

Finding, Effect on Financial Statements, Response/Corrective Action

For the Year Ended September 30, 2024

Finding 2024-1: Incomplete Asset & Lease Records

Criteria: Adequate internal control policies and procedures for highway districts include a bookkeeping process to ensure that lease and loan transactions are recorded timely and completely, so that commissioners and other financial statement users can rely on information that is complete and accurate for decision making purposes.

Condition: Bank proceeds from a capital lease was paid directly by the bank to contractors, and as a result were not entered as a capital purchase or as financing sources in the district's bookkeeping records.

Additionally, capital lease documents provided by the bank and signed by highway district representatives did not agree with the amortization schedules the lending institution intended to follow; the documents stated erroneous lease amounts, and stated that the district had sold equipment to the bank and was leasing the equipment back in a 15.68% capital lease/loan. In fact, the equipment was pledged as collateral for a storage building under an 8.75% capital lease/loan.

Effect on the financial statements: The District's own Statement of Receipts and Disbursements did not include bank lease/loan proceeds or the costs that had been expended during the year for the construction of a storage building. Additional procedures, by the auditor, were necessary to locate and correctly account for these transactions in the audit reports.

Note: After going over the capital lease documents with Ireland Bank representatives, and reviewing the contents of the bank's lease file, it was determined that a bank representative, who is no longer with the bank, had caused commissioners to sign incorrect documents.

Response: The district has taken steps to make sure accurate lease proceeds and purchases are recorded, going forward, in district accounting records.

SUPPLEMENTAL INFORMATION

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Martin CPAs, PC

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REPORT OF INDEPENDENT AUDITOR

ON SUPPLEMENTAL INFORMATION

Chairman Will Meeks
and Commissioners
Filer Highway District
220 Midway
Filer, Idaho 83328

Dear Chairman Meeks and Commissioners,

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole of Filer Highway District for the year ended September 30, 2024, presented in the preceding section of this report thereon dated January 28, 2025. The supplemental information presented hereinafter is presented for the purposes of additional analysis, and is not required as a part of the general purpose financial statements of Filer Highway District. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated in all material respects in relation to the general purpose financial statements as a whole.



Martin CPAs, PC

Twin Falls, Idaho
January 28, 2025

FILER HIGHWAY DISTRICT

Sources of Funding & Expenditures

September 30, 2024



