**CRANDALL & OSEEN, P.A.**
*Certified Public Accountants*

## *INDEPENDENT AUDITORS' REPORT*

January 8, 2024

**Board of Directors**
**Snake River Valley Irrigation District Inc**
**Basalt, ID 83218**

We have audited the accompanying general purpose financial statements of the governmental activities of **Snake River Valley Irrigation District Inc**. as of **October 31, 2024**, for the year then ended, and a summary of significant accounting policies and other explanatory information.

**Management's Responsibility for the Financial Statements**

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

**Auditor's Responsibility**

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with generally accepted auditing standards in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness, as well as evaluating the overall presentation of the financial statements. We are required to be independent of **Snake River Valley Irrigation Inc.** and to meet our ethical responsibilities, in accordance with the relevant ethical requirements related to our audit.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

**Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities of **Snake River Valley Irrigation District Inc.,** as of **October 31, 2024**, for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with accounting principles general accepted in the United States of America.

Crandall & Oseen, P.A.
Certified Public Accountant

## 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The general purpose financial statements of the Snake River Valley Irrigation District Inc have been prepared in conformity with generally accepted accounting principles (GAAP), as applied to government units.

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant part of the District's accounting policies are described below.

A. Reporting Entity
For financial reporting purposes, the Snake River Valley Irrigation District Inc contains a Fund and two Account Groups. The Management of the District does not have oversight responsibility or governing authority to significantly influence operations of any component units. The Snake River Valley Irrigation District Inc was established under Idaho Code 43-101. They have complete authority to levy assessments and incur debt, and are not a component unit of any other entity.

B. Fund Accounting
The district uses funds and account groups to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, fund balance, revenues and expenditures. Funds of the District are classified into one category: governmental.

C. Governmental Funds
General fund - The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

D. Account Groups
Long Term Debt and General Fixed Assets are not classified as "Funds." They are concerned only with the measurement of financial position. They are not involved with the measurement of the results of operations.

Long term liabilities expected to be financed from general district funds are accounted for in the Long Term Debt Account group.

Fixed assets used in the general operation of the District are accounted for in the General Fixed Assets Account group. No depreciation is provided on these fixed assets. The district has kept an internal depreciation schedule since 1987. Prior to 1987 the district did not maintain detail account for capital assets. Fixed assets presented in the financial statements are book value only. This condition requires qualification on that part of the financial statement having to do with fixed assets.

E. Basis of Accounting
The accounting and financial reporting treatment applied to a fund is determined by its measurement focus. All governmental funds are accounted for using a current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. Operating statements of these funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financial uses) in net current assets.

The modified accrual basis of accounting is used by all governmental fund types. Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they become 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.

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

F. Budgets
The District has not adopted a formal budget or an encumbrance system

G. Cash and Investments
Cash includes amounts in demand deposits as well as short-term investments with a maturity date within twelve months of the date acquired by the government.

State statutes authorize the government to invest in obligations of the United States Treasury, commercial paper, corporate bonds, and repurchase agreements.
Investments are stated at the lower of cost or market value.

H. Inventories
Disbursements for inventory type items are considered as expenditures at the time of purchase. The District does not maintain inventory records and inventories are not reported in these financial statements.

I. Assessments
Assessments attach as an enforceable lien on property as of the second Monday in January. Taxes are levied between August 1 and September 8 and are mailed after November 1st and are payable in two installments on December 20 and June 20 of the following year. The district receives remittances from the patrons on an interim basis. The district's assessment revenues are recognized when they become available.

A summary of delinquent assessments are present in Note 3.

J. Compensated Absences
The District does not accrue unused vacation pay or sick leave.

K. Fund Equity
Reserves represent those portions of fund equity not appropriated for expenditure or legally segregated for a specific future use. Designated fund balances represent tentative plans for future use of financial resources.

L. Memorandum Only - Total Columns
Total columns on the general purpose financial statements are captioned "memorandum only" to indicate that they are presented only to facilitate financial analysis. Data in these columns do not present financial position, results of operations, or changes in financial position in conformity with generally accepted accounting principles. Neither is such data comparable to a consolidation.

## 2. CASH AND INVESTMENTS

The District's investments are categorized as either (1) insured or registered for which the securities are held by the District or its agent in the District's name, or (2) uninsured and unregistered for which the securities are held by the broker's or dealer's trust department or agent in the District's name. Cost at market value.

| | CATEGORIES | | CARRYING |
|---|---|---|---|
| | I | II | AMOUNT |
| Interest Bearing Demand Deposits | | | |
| State of Idaho | | | |
| Local Government Investment Pool | | 9,043 | 9,043 |
| Bank of Commerce –CD | | 181,440 | 181,440 |
| ICCU CD investments | | 754,162 | 754,162 |
| ICCU – Savings | 25 | | 25 |
| ICCU –Money Market Checking | 12,983 | | 12,983 |
| IntraFi – Money Market | 257,480 | - | 257,480 |
| Frontier Credit Union - Savings | 150,349 | | 150,349 |
| Frontier Credit Union - CD | 500,623 | | 500,623 |
| National Financial Services - CD | 250,000 | | 250,000 |
| Bank of Commerce – Money Market | 31,499 | | 31,499 |
| Bank of Commerce – Debit card acct | 2,701 | | 2,701 |
| Bank of Commerce- Checking | 27,749 | - | 27,749 |
| | $ 1,233,409 | $ 944,645 | $ 2,178,054 |

Concentration of Risk – The District maintains its operating cash balances in financial institutions located in Idaho Falls, ID. **The balances are insured by the Federal Deposit Insurance Corporation up to $250,000. The District usually maintains cash balances over $250,000.**

Investment in Secruities – The District classifies its marketable debt and equity securities as available for sale. Securities classified as available for sale are carried in the financial statements at fair value.

## 3. RECEIVABLES

Assessments - Water taxes are assessed and collected by the District.

Accounts and Water Charges - During the year, the District provides services to its shareholders for which it charges a fee. The District also rents, for a fee, excess available water.

### SCHEDULE OF DELINQUENT ASSESSMENTS RECEIVABLE

| YEAR | UNPAID BALANCE |
|---|---|
| 2021 | 425 |
| 2022 | 3,427 |
| 2023 | 6,702 |
| Total | $10,554 |

## 4. CHANGES IN GENERAL FIXED ASSETS

The following schedule sets forth any changes in General Fixed Assets:

| | Beginning Balance | Additions | Deletions | Ending Balance |
|---|---|---|---|---|
| Real estate and buildings | $ 321,261 | - | - | 321,261 |
| Vehicles, equipment, and tools | 1,911,110 | 58,405 | - | 1,969,515 |
| General canal system | 384,661 | 21,907 | - | 406,568 |
| Water rights | 1,684,903 | - | - | 1,684,903 |
| | $ 4,301,935 | $80,312 | 0 | $ 4,382,247 |

## 5. CURRENT LIABILITIES

Current liabilities consist of payroll tax liabilities, retirement payables and state unemployment payable amounts on the salaries and wages paid during October.

## 6. LONG TERM DEBT

The district currently has no long term debt.

## 7. CLAIMS AND JUDGMENTS

The District is not presently in active litigation. There are no claims pending against the District that are expected to expose the District to losses beyond the insurance protection provided. The Snake River Basin adjudication process continues to progress but the District's potential involvement has not yet been determined.

## 8. RETIREMENT PLAN

Public Employee Retirement System of Idaho - The Public Employee Retirement system of Idaho (PERSI), a cost-sharing multiple-employer public retirement system, was created by the Idaho State Legislature. It is a defined benefit plan requiring that both the member and the employer contribute.

Designed as a mandatory system for eligible state employees, the legislation provided for political subdivisions to participate by contractual agreement with PERSI. Financial reports for the plan are available from PERSI upon request.

After 5 years of credited service, members become fully vested in retirement benefits earned to date. Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. For each year of credited service, the annual service retirement allowance is 2% or 2.225% (depending upon employee classification) of the average monthly salary for the highest consecutive 42 months.

The contribution requirements for the Snake River Valley Irrigation District and its employees are established and may be amended by PERSI Board of Trustees. For the year ended Oct. 31, 2020, the rate was 10.39% of covered payroll for the District and 6.23% of covered payroll for the employees. The Districts required and paid contributions were $28,963, $28,071, $27,183 for the three years ended Oct 31, 2024, Oct 31, 2023, and Oct 31, 2022 respectively.

**RETIREMENT PLAN (Continued)**

At **October 31, 2024**, the Snake River Valley Irrigation District reported a Liability 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 Snake River Valley Irrigation District proportion of the net pension liability was based on their 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 Snake River Irrigation District's proportion was **0.0000528628** percent.

This Public information can be obtained at https://www.persi.idaho.gov

The **October 31, 2024** Balance Sheet reflects the prior period adjustment for the PERSI net pension liability.

## 9. RELATED PARTY TRANSACTIONS

There are no related party transactions for the period.

## 10. SUBSEQUENT EVENTS

There are no known subsequent events that will have a material impact on the operation of the District.

## 11. INSURANCE AND BONDS

The District has insurance coverage with the Idaho Counties Risk Management Program.

**SNAKE RIVER VALLEY IRRIGATION DISTRICT**
**Combined Balance Sheet - All Fund Types and Account Groups**
**As of OCTOBER 31, 2024**

| | *Governmental* General Fund | *Account Group* Long -Term Debt | *Account Group* General Fixed Assets | *Total* (Memo Only) |
|---|---|---|---|---|
| **ASSETS** | | | | |
| Cash equivalents | $ 2,178,059 | $ - | $ - | $ 2,178,059 |
| Receivables | 19,605 | - | - | 19,605 |
| Real Estate and Buildings | - | - | 321,261 | 321,261 |
| Equipment & Tools | - | - | 1,969,515 | 1,969,515 |
| General Canal System | - | - | 406,568 | 406,568 |
| Water Rights | - | - | 1,684,903 | 1,684,903 |
| Persi Liability/Asset | - | | | - |
| TOTAL ASSETS | $ 2,197,664 | $ - | $ 4,382,247 | $ 6,579,911 |
| **LIABILITIES AND FUND BALANCES** | | | | |
| **LIABILITIES** | | | | |
| Current Liabilities | $ 4,639 | $ - | $ - | $ 4,639 |
| Long Term Liabilities- PERSI | 197,741 | - | - | 197,741 |
| TOTAL LIABILITIES | $ 202,380 | $ - | $ - | $ 202,380 |
| **OWNER'S EQUITY** | | | | - |
| Unreserved Fund Balances | $ 1,995,284 | $ - | $ - | $ 1,995,284 |
| Investment in General Fixed Assets | - | - | 4,382,247 | 4,382,247 |
| TOTAL EQUITY | 1,995,284 | - | 4,382,247 | 6,377,531 |
| TOTAL LIABILITIES & OWNER'S EQUITY | $ 2,197,664 | $ - | $ 4,382,247 | $ 6,579,911 |
| | | | | $ - |

**See Independent Accountant's Audit Report & Accompanying Notes**

**SNAKE RIVER VALLEY IRRIGATION DISTRICT**
**Combined Statement of Revenue, Expenditures, and Changes in Fund Balance - General Fund**
**For the Twelve Months Ended October 31, 2024**

| | | |
|---|---|---|
| **REVENUES** | | |
| ASSESSMENT LEVY | 396,755 | |
| WATER BANK | - | |
| WATER LEASE | 630,183 | |
| INVESTMENT INTEREST | 133,844 | |
| FEES CHARGED | 352 | |
| ASSET SALE | 32,000 | |
| ICRMP CLAIM | 1,000 | |
| IWRB Grant | 28,113 | |
| INSURANCE PROCEEDS | 6,974 | |
| **TOTAL REVENUE** | | 1,229,221 |
| **EXPENDITURES** | | |
| **PAYROLL, SALARIES & BENEFITS** | | |
| Payroll Expenses | 297,324 | |
| PERSI Payments | 30,149 | |
| **Total Payroll, Salaries & Benefits** | | 327,473 |
| **ADMINISTRATION EXPENSES** | | |
| Bank Service Charges | 13,049 | |
| Convention/Meetings | 9,388 | |
| Interest Expense | - | |
| Legal/Advertising | 661 | |
| License/Dues | 5,725 | |
| Office Expense | 23,098 | |
| Professional Expenses | 19,870 | |
| Utilities and Telephone | 7,561 | |
| **Total Administration Expenses** | | 79,352 |
| **BUREAU OF RECLAMATION** | | |
| American Falls O&M | 19,476 | |
| Jackson Lake 0&M | 20,877 | |
| Water Smart Grant Expense | - | |
| Palisades O&M | 27,089 | |
| **Total Bureau of Reclamation** | | 67,442 |
| **MAINTENANCE & OPERATIONS** | | |
| Equipment Repairs | 34,714 | |
| Tires | 5,737 | |
| Canal Maintenance | 367,641 | |
| Cellular Phones/Radios | 20,282 | |
| Chemicals | 68,925 | |
| Fuel & Oil | - | |
| Misc Expense | 48,005 | |
| Building Addition | - | |
| Purchase of Equipment | 80,402 | |
| Tools | 5,408 | |
| Shop Expense | 6,412 | |

## SNAKE RIVER VALLEY IRRIGATION DISTRICT
## Combined Statement of Revenue, Expenditures, and Changes in Fund Balance - General Fund
## For the Twelve Months Ended October 31, 2024

| | | |
|---|---|---|
| Water Recharge | 110,147 | |
| Water Testing | - | |
| **Total Maintenance & Operating Expense** | | 747,673 |

| | | |
|---|---|---|
| **INSURANCE** | | |
| Insurance-Supplemental | 2,686 | |
| Insurance-Liability | 19,972 | |
| Insurance-Health | 14,904 | |
| Insurance-Unemployment | 1,646 | |
| Insurance - Wormans Compensation | 8,486 | |
| **Total Insurance** | | 47,694 |

| | | |
|---|---|---|
| **TOTAL EXPENSES** | $ | 1,269,634 |
| **EXCESS OF REVENUES OVER/(UNDER) EXPENDITURES** | | (40,413) |
| **FUND BALANCE - Beginning of year** | $ | 2,012,782 |
| **Prior Period Adjustment** | | 22,915 |
| **FUND BALANCE - End of year** | $ | 1,995,284 |

**See Independent Accountant's Audit Report & Accompanying Notes**

**SNAKE RIVER VALLEY IRRIGATION DISTRICT**
**Combined Balance Sheet - All Fund Types and Account Groups**
**As of OCTOBER 31, 2024**
**2 yr comparison**

| | *Governmental* | *Account Group* | *Account Group* | *Total* | *2023* | *Change* |
|---|---|---|---|---|---|---|
| | General Fund | Long -Term Debt | General Fixed Assets | (Memo Only) | | |
| **ASSETS** | | | | | | |
| Cash equivalents | $ 2,178,059 | $ - | $ - | $ 2,178,059 | $ 2,216,368 | $ (38,309) |
| Receivables | 19,605 | - | - | 19,605 | 21,425 | (1,820) |
| Real Estate and Buildings | - | - | 321,261 | 321,261 | 321,261 | - |
| Equipment & Tools | - | - | 1,969,515 | 1,969,515 | 1,911,110 | 58,405 |
| General Canal System | - | - | 406,568 | 406,568 | 384,661 | 21,907 |
| Water Rights | - | - | 1,684,903 | 1,684,903 | 1,684,903 | - |
| Persi Liabiltiy/Asset | - | | | - | - | - |
| TOTAL ASSETS | $ 2,197,664 | $ - | $ 4,382,247 | $ 6,579,911 | $ 6,539,728 | $ 40,183 |
| **LIABILITIES AND FUND BALANCES** | | | | | | |
| **LIABILITIES** | | | | | | |
| **Current Liabilities** | | | | | | |
| Payroll & Payables | $ 4,639 | $ - | $ - | $ 4,639 | $ 4,355 | $ 284 |
| PERSI Liability | 197,741 | - | - | 197,741 | 220,656 | (22,915) |
| TOTAL LIABILITIES | $ 202,380 | $ - | $ - | $ 202,380 | $ 225,011 | $ (22,631) |
| **OWNER'S EQUITY** | | | | - | - | |
| Unreserved Fund Balances | $ 1,995,284 | $ - | $ - | $ 1,995,284 | $ 2,012,782 | $ (17,498) |
| Investment in General Fixed Assets | - | - | 4,382,247 | 4,382,247 | 4,301,935 | 80,312 |
| TOTAL EQUITY | 1,995,284 | - | 4,382,247 | 6,377,531 | 6,314,717 | 62,814 |
| TOTAL LIABILITIES & OWNER'S EQUITY | $ 2,197,664 | $ - | $ 4,382,247 | $ 6,579,911 | $ 6,539,728 | $ 40,183 |

**See Accountant's Audit Report**

**SNAKE RIVER VALLEY IRRIGATION DISTRICT**
**Combined Statement of Revenue, Expenditures, and Changes in Fund Balance - General Fund**
**For the Twelve Months Ended October 31, 2024**
**2 yr comparison**

| | 2024 | 2023 | Change |
|---|---|---|---|
| **REVENUES** | | | |
| ASSESSMENT LEVY | $ 396,755 | $ 384,216 | 12,539 |
| WATER BANK | - | 4,432 | (4,432) |
| WATER RENT | 630,183 | 1,003,076 | (372,893) |
| INVESTMENT INTEREST | 133,844 | 51,316 | 82,528 |
| FEES CHARGED | 352 | 1,063 | (711) |
| MISC INCOME | - | - | 0 |
| ASSET SALE | 32,000 | 82,000 | (50,000) |
| IWRB Grant | 28,113 | - | 28,113 |
| INSURANCE PROCEEDS | 6,974 | - | 6,974 |
| ICRMP CLAIM | 1,000 | 112,580 | (111,580) |
| **TOTAL REVENUE** | 1,229,221 | 1,638,683 | (409,462) |
| **EXPENDITURES** | | | |
| **PAYROLL, SALARIES & BENEFITS** | | | |
| Payroll Expenses | 297,324 | 262,702 | 34,622 |
| PERSI Payments | 30,149 | 27,452 | 2,697 |
| **Total Payroll, Salaries & Benefits** | 327,473 | 290,154 | 37,319 |
| **ADMINISTRATION EXPENSES** | | | |
| Bank Service Charges | 13,049 | 4,151 | 8,898 |
| Convention/Meetings | 9,388 | 5,037 | 4,351 |
| Interest Expense | - | - | - |
| Legal/Advertising | 661 | 1,153 | (492) |
| License/Dues | 5,725 | 1,065 | 4,660 |
| Office Expense | 23,098 | 12,950 | 10,148 |
| Professional Expenses | 19,870 | 31,010 | (11,140) |
| Utilities and Telephone | 7,561 | 7,323 | 238 |
| **Total Administration Expenses** | 79,352 | 62,689 | 16,663 |
| **BUREAU OF RECLAMATION** | | | |
| American Falls O&M | 19,476 | - | 19,476 |
| Jackson Lake O&M | 20,877 | 14,053 | 6,824 |
| Water Smart Grant Expense | - | - | - |
| Palisades O&M | 27,089 | 50,641 | (23,552) |
| **Total Bureau of Reclamation** | 67,442 | 64,694 | 2,748 |
| **MAINTENANCE & OPERATIONS** | | | |
| Equipment Repairs | 34,714 | 35,764 | (1,050) |
| Tires | 5,737 | 5,055 | 682 |
| Canal Maintenance | 367,641 | 104,461 | 263,180 |
| Cellular Phones/Radios | 20,282 | 15,113 | 5,169 |
| Chemicals | 68,925 | 37,242 | 31,683 |
| Fuel & Oil | - | - | - |
| Miscellaneous | 48,005 | 7,655 | 40,350 |
| Building Addition | - | - | - |
| Purchase of Equipment | 80,402 | 582,426 | (502,024) |
| Tools | 5,408 | 672 | 4,736 |
| Shop Expense | 6,412 | 16,639 | (10,227) |
| Water Recharge | 110,147 | 112,011 | (1,864) |
| Water Testing | - | - | - |
| **Total Maintenance & Operating Expense** | 747,673 | 917,038 | (169,365) |
| **INSURANCE** | | | |
| Insurance-Supplemental | 2,686 | - | 2,686 |
| Insurance-Liability | 19,972 | 5,874 | 14,098 |
| Insurance-Health | 14,904 | 12,389 | 2,515 |
| Insurance-Unemployment | 1,646 | 1,398 | 248 |
| Insurance - Wormans Compensation | 8,486 | 9,963 | (1,477) |
| **Total Insurance** | 47,694 | 29,624 | 18,070 |
| **TOTAL EXPENSES** | $ 1,269,634 | $ 1,364,199 | $ (94,565) |
| **EXCESS OF REVENUES OVER/(UNDER) EXPENDITUR** | $ (40,413) | $ 274,484 | $ (314,897) |
| **FUND BALANCE - Beginning of year** | $ 2,012,782 | $ 1,735,175 | $ 277,607 |
| **Prior Period Adjustment** | 22,915 | 3,123 | (19,792) |
| **FUND BALANCE - End of year** | $ 1,995,284 | $ 2,012,782 | $ (17,498) |

**See Accountant's Audit Report**