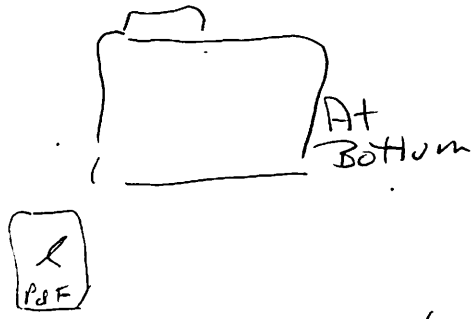
Challis Cemetery Maintenance District

FINANCIAL STATEMENTS

Year Ended September 30, 2024



Gary Merkle PLLC

CERTIFIED PUBLIC ACCOUNTANT

Challis Cemetery Maintenance District

Year Ended September 30, 2024

Board Of Commissioners

James Sugen	Chair
Julia Piva	Commissioner
Barbara Tierney	Commissioner

Administrator

Barbara Tierney	Secretary / Treasurer

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Gary Merkle, PLLC

CERTIFIED PUBLIC ACCOUNTANT

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Independent Accountant's Review Report

Board of Commissioners
Challis Cemetery Maintenance District
Challis, Idaho

I have reviewed the accompanying financial statements of the governmental activities and the major fund of the Challis Cemetery Maintenance District as of and for the year then ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statement as listed in the table of contents. A review includes primarily applying analytical procedures to management's financial data and making inquiries of management. A review is substantially less in scope than an audit, the objective of which is the expression of an opinion regarding the financial statements as a whole. Accordingly, I do not express such an opinion.

Management's Responsibility 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; this includes the design, implementation, and the 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.

Accountant's Responsibility

My responsibility is to conduct the review engagement in accordance with Statements on Standards For Accounting And Review Services promulgated by the Accounting and Review Services Committee of the AICPA. Those standards require me to perform procedures to obtain limited assurance as a basis for reporting whether I am aware of any material modifications that should be made to the financial statements for them to be in accordance with accounting principles accepted in the United States of America. I believe that the result of my procedures provide a reasonable basis for my conclusion.

I am required to be independent of the Challis Cemetery Maintenance District and to meet my other ethical responsibilities, in accordance with the relevant ethical requirements related to my review.

Accountant's Conclusion

Based on my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with accounting principles generally accepted in the United States of America.

Required Supplementary Information

Accounting principles accepted in the United States of America require that a Budget Comparison on page 11 be presented to supplement the basic financial statements. Such information although not a required part of the basic financial statements, is required by the Government Accounting Standards Board who considers it to be an essential part of finance reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context. Such information is the responsibility of management. I have not audited, reviewed, or compiled the required supplementary information and I do not express an opinion, a conclusion, nor provide any assurance on it.

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

Gary Merkle, CPA

Boise, Idaho
January 7, 2025

Basic Financial Statements

Challis Cemetery Maintenance District
Statement Of Net Position
September 30, 2024

Assets	
Current Assets	
Cash and cash equivalents	$116,185
Current taxes receivable	568
Total current assets	116,753
Noncurrent Assets	
Capital assets, *Net of accum depreciation*	58,985
Total noncurrent assets	58,985
Total assets	175,738
Net Position	
Invested in capital assets, *Net of related debt*	58,985
Unrestricted	116,753
Total net position	$175,738

See accompanying notes and independent accountant's review report

Challis Cemetery Maintenance District
Statement Of Activities
For The Year Ended September 30, 2024

	Expenses	Program Revenue		Net (Expense) Revenue and Changes In Net Assets
		Charges For Services	Grants And Contributions	
Governmental Activities:				
Cemetary maintenance	$50,167			($50,167)
Depreciation	8,181			(8,181)
Total governmental activities	58,348	0	0	(58,348)
General Revenes:				
Property taxes				36,279
Sales taxes				4,964
Lot sales				2,075
SREC gross profit tax				2,194
Other items				2,457
Interest income				285
Total general revenues				48,254
Increase/(decrease) in net position				(10,094)
Net position, beginning restated *See note 5 at page 11*				185,832
Net position, ending				$175,738

See accompanying notes and independent accountant's review report

Challis Cemetery Maintenance District
Balance Sheet
September 30, 2024

	General Fund	Total Governmental Funds
Assets		
Current Assets		
Cash and cash equivalents	$116,185	$116,185
Current taxes receivable	568	568
Total assets	$116,753	$116,753
Deferred Inflows		
Unaviallable tax resources	439	439
Total deferred inflows	439	439
Fund Balance		
Unreserved -		
Undesignated	116,314	116,314
Total fund balance	116,314	116,314
Total Deferred Inflows and Fund Balance	$116,753	$116,753

Reconciliation To Statement of Net Assets	
Governmental fund balance	$116,314
Capital assets used in governmental activities net of accumulated depreciation are not financial resources and are therefore not reported in the funds.	58,985
Property taxes receivable will be collected this year but are not available soon enough to pay for the current year's expenditures and therefore are deferred in the funds.	
Deferred property taxes	439
Net position of governmental activities	$175,738

See accompanying notes and independent accountant's review report

Challis Cemetery Maintenance District
Statement of Revenues, Expenditures and Changes in Fund Balance
For The Year Ended September 30, 2024

	General Fund	Total Governmental Funds
Revenues		
Property tax	$36,381	$36,381
Sales tax	4,964	4,964
Lot sales	2,075	2,075
SREC gross profit tax	2,194	2,194
Other items	2,457	2,457
Interest income	285	285
Total revenues	48,356	48,356
Expenditures		
Cemetary Maintenance:		
Bank fees and postage	128	128
Caretaker	11,530	11,530
Electricity	831	831
Insurance bond	1,999	1,999
Legal and accounting	1,980	1,980
Payroll expenses	2,873	2,873
Printing	81	81
Repairs and maintenance	12,709	12,709
Secretary and treasurer	1,385	1,385
Water	10,532	10,532
Weed and feed	6,119	6,119
Capital outlay	14,301	14,301
Total expenditures	64,468	64,468
Net change in fund balance	(16,112)	(16,112)
Beginning fund balance	132,426	132,426
Ending fund balance	$116,314	$116,314

See accompanying notes and independent accountant's review report

Challis Cemetery Maintenance District
Reconciliation To The Statement of Activities
For The Year Ended September 30, 2024

Reconciliation To Statement Of Activities

Net Change In Fund Balance - Total Governmental Funds	($16,112)
Amounts reported for governmental activities in the statement of activities are different because -	
Capital outlays are reported as expenditures in governmntal funds	14,301
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:	
Depreciation expense	(8,181)
Because some property taxes will not be collected for several months after the fiscal year end, they are not considered "available" revenues. Unavailable portion of tax resources. Unavailable tax resources increased $102 in the current year ended	(102)
Change in net position of governmental activities	($10,094)

See accompanying notes and independent accountant's review report

Challis Cemetery Maintenance District
Notes To Financial Statements
Year Ended September 30, 2024

Note 1. Summary Of Significant Accounting Policies

Reporting Entity

The District is organized under Chapter 27, Title 112 of the Idaho Code. The District provides and maintains a cemetery for patrons residing within the bounds of the District.

The District is governed by three elected commissioners who serve four year terms (staggered).

The accounting policies of the District conform to generally accepted accounting principles (GAAP) as applicable to governments. The financial statements have been prepared in conformity with generally accepted accounting principles as applied to government units.

For financial reporting purposes, the District has considered all potential component units which may be controlled or whose boards may be appointed by the commissioners. Control by the District was determined on the basis of budget adoption, the selection of management, the ability to significantly influence operations, accountability for fiscal matters and other factors. Based on this criterion, there were no component units included in the report.

Fund Accounting

The operation of the District is accounted for as a governmental fund. Governmental funds are used to account for the District's general government activities, including the collection and disbursement of specific or legally restricted monies, the acquisition or construction of general fixed assets, and the servicing of general long-term debt. The general fund is considered to be a major fund .

Property And Equipment

The District records property and equipment at historical cost or estimated cost if actual cost is not available. Capital assets are defined by the District as assets with a threshold which varies per category and an initial useful life of one year or greater.

The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Property and equipment are carried at cost. Depreciation of property and equipment is provided using the straight-line method at rates based on the following estimated useful lives:

Building	15 yr
Equipment	5 yr
Fencing	5 yr
Water System	20 yr

Note 1. Summary Of Significant Accounting Policies - *Continued*

Basis Of Accounting

Basis of accounting refers to when revenues and expenses are recognized in the accounts and reported in the financial statements. The District uses the accrual basis of accounting which recognizes revenues when earned rather than when received and expenses when incurred rather than when paid.

Cash and Equivalents

For purposes of the statement of cash flows, the District considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Cash deposits are reported at carrying amount that reasonably estimates fair value.

Use Of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Budgetary Accounting

A budget is prepared annually and made available for comment. This is an operating budget used for management control. It is prepared on an accrual basis and may be amended by the commissioners. A budget hearing is held annually to receive public input. After the hearing, the finalized budget is adopted by the commissioners. The original budget was the final budget.

The District follows these procedures in establishing the budget:

A. Prior to September 30, the Commissioners prepare a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them.

B. Public hearings are conducted to obtain taxpayer comments. Prior to October 1, the budget is legally enacted through passage at a board meeting.

C. Revisions can be made to increase the budget, however, it is necessary to follow the same budgetary procedures as with the original budget.

D. Budgeted amounts are as originally adopted for the fiscal year ended September 30, 2024. Expenditures may not legally exceed budgeted appropriations at the fund level.

E. The District uses the encumbrance method of accounting

Note 2. Cash On Deposit

Cash on deposit includes amounts in demand deposits. Under state law, the District may deposit funds in demand deposits, interest-bearing demand deposits or time deposits with state banks organized under Idaho law and national banks having their principal offices in Idaho.

At September 30, 2024, the District's cash on deposit was as follows:

	Carrying Amount	*Bank Deposit Balance*
Frontier Credit Union	$ 51,235	$ 52,242
US Bank savings	$ 44,060	$ 44,060
Wells Fargo time certificate	$ 20,889	$ 20,889

All funds on deposit were insured by federal depository insurance.

Note 3. Risk Management

The District is party to various legal proceedings that normally occur in governmental operations. These proceedings are not likely to have a material adverse impact on the affected funds of the District.

The District is exposed to various risks of loss related to torts; theft of or damage to and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District carries insurance to cover these risks. Settled claims from these risks have not exceeded insurance coverage for the past three years.

Note 4. Property and Equipment

Changes to property and equipment are summarized as follows:

	Sep 30, 2023	*Added*	*Deleted*	*Sep 30, 2024*
Improvements	$ 22,797	14,301		$ 37,098
Building	3,685			3,685
Equipment	36,437		(4,495)	31,942
Fencing	10,958			10,958
Water system	70,630			70,630
	144,507	1,4301	(4,495)	154,313
Accum Depreciation	(95,369)	(8,181)	8,222	(95,328)
			Property and equipment, net	$ 58,985

Challis Cemetery Maintenance District
Notes To Financial Statements
Year Ended September 30, 2024

Note 5. Restate Prior Year Fund Balance

Prior year cost basis of walking mower was reduced $4,495 and prior year accumulated depreciation was reduced $8,222 and prior year tax receivable was increased $541 for a net increase in prior year fund balance of $4,268.

Prior year fund balance		$181,564
Reduce asset cost basis	(4,495)	
Reduce accum depreciation	8,222	
Increase tax receivable	541	4,268
Prior year fund balance, restated		$185,832

Required Supplementary Information

Challis Cemetery Maintenance District
Statement of Revenues, Expenditures and Changes
In Fund Balance - Budget and Actual (Non-GAAP Basis)
For The Year Ended September 30, 2024

	Original/Final Budget	Actual Amounts	Variance With Final Budget Fav/(Unfav)
Revenues			
Property tax	$39,623	$36,616	($3,007)
Sales tax	4,500	4,964	464
Lot sales	1,000	2,075	1,075
Other items	800	2,457	1,657
SREC gross profit tax	2,000	2,194	194
Interest income	300	285	(15)
Total revenues	48,223	48,591	368
Expenditures			
Cemetary Maintenance			
Banking fees and postage	200	128	72
Caretaker	15,000	11,530	3,470
Electricity	1,000	831	169
Insurance bond	2,000	1,999	1
Legal and accounting	2,500	1,980	520
Miscellaneous Items	4,500	0	4,500
Miscellaneous labor	3,000	0	3,000
Payroll expenses	5,800	2,873	2,927
Printing	600	81	519
Repairs and maintenance	11,500	12,709	(1,209)
Secretary and treasurer	1,500	1,385	115
Water	10,000	10,532	(532)
Weed and feed	9,000	6,119	2,881
Capital outlay	79,000	14,301	64,699
Total expenditures	145,600	64,468	81,132
Net changes in fund balance	(97,377)	(15,877)	81,500
Reconciling items:			
Changes affected by accrued revenues		102	
Changes affected by accrued expenditures		0	
Fund balance, beginning		132,089	
Fund balance, ending		$116,314	