CITY OF BURLEY, IDAHO

Basic Financial Statements
With Supplemental Information

September 30, 2024

CITY OF BURLEY, IDAHO

BASIC FINANCIAL STATEMENTS
For the Year Ended September 30, 2024
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CITY OF BURLEY, IDAHO

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FINANCIAL SECTION

Poulsen VanLeuven & Catmull PA

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INDEPENDENT AUDITOR'S REPORT

To the City Council
City of Burley, Idaho

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the discretely presented component unit of the City of Burley, Idaho, as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City of Burley, Idaho'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, the business-type activities, each major fund, the aggregate remaining fund information, and the discretely presented component unit of the City of Burley, Idaho, as of September 30, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for each major fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

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

Responsibilities of Management for the Financial Statements

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

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 City of Burley, Idaho's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City of Burley, 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 City of Burley, Idaho's ability to continue as a going concern for a reasonable period of time.

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

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 7.1 through 7.7 and the schedules of employer's share of net pension liability and employer contributions, as listed in the table of contents, be presented to support 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining and individual internal service fund financial statements are presented for purposes of additional analysis and are not a required part of the financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 US Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The combining and individual internal service fund financial statements, and, where applicable, the cash flows thereof, and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual internal service fund financial statements and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 15, 2025, on our consideration of the City of Burley, Idaho's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City'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 City of Burley, Idaho's internal control over financial reporting and compliance.

Poulsen VanLeuven & Catmull

Burley, Idaho
May 15, 2025

The management of the City of Burley, Idaho, presents this narrative overview and analysis of the financial activities of the City for the fiscal year ended September 30, 2024. This Management's Discussion and Analysis is based upon known facts, decisions, and conditions that existed as of the date of the independent auditor's report.

Financial Highlights

The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the end of the current fiscal year by $100,989,615 (net position). Of this amount, $28,420,815 is unrestricted net position, which may be used to meet the government's ongoing obligations to citizens and creditors. This is a decrease in the unrestricted net position of $24,704 from the fiscal year 2023.

Net position increased by $2,147,726. This included a decrease in net position of $660,227 in the governmental activities and an increase of $2,807,953 in the business-type activities.

The City's governmental funds had a combined ending fund balance of $9,294,891, a decrease of $1,796,448 compared with the prior fiscal year.

The City's total liabilities decreased in fiscal year 2024 by $1,168,624. The City paid off their general obligation bond in a previous fiscal year and remaining long-term debt obligations include Series 2021 obligation bonds for the water and wastewater funds.

Overview of the Financial Statements

This management's discussion and analysis is an introduction to the City's basic financial statements, which include the following three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to the basic financial statements, this financial report includes required supplementary information, other supplementary information, and a section that includes the single audit of federal funds.

Government Wide Financial Statements

The government-wide financial statements provide information about the City as a whole and present a long-term view of the City's finances using accounting methods similar to those used in the private sector. The statements consist of the Statement of Net position and the Statement of Activities. The Statement of Net Position reports all the City's assets, plus deferred outflows of resources less liabilities and deferred inflows of resources, with the remainder reported as a net position. Over time, increases or decreases in the City's net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating. The Statement of Activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Therefore, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (such as uncollected taxes and earned but unused vacation leave).

This statement reports expenses and revenues in a format that focuses on the net cost of each function, allowing users to see which City functions draw upon the general revenues of the City and which functions contribute to the general revenues of the City.

The government-wide financial statements are divided into the following two categories:

> Governmental activities – These activities include most of the City's basic services such as General Government, Streets, Library, Planning & Development Services, Parks, and Public Safety. Taxes and fees charged for services are the major funding sources for most of these activities.
>
> Business-type activities – These activities account for operations that function in a manner similar to a private business, where all or a significant portion of costs are recovered through user fees and charges to external customers. These activities primarily include Electric, Water, Wastewater, Sanitation, and Golf.

Notes to the Financial Statements

The notes to the financial statements are an integral part of the financial statements. They provide additional disclosures that are essential to a full understanding of the information provided in the government-wide and fund financial statements. The notes to the financial statements immediately follow the basic financial statements in this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information and other supplementary information. The required supplementary information presents required disclosures for the City's pension benefits through PERSI. Other supplementary information includes combining financial statements for the City's internal service funds. The City has the following internal service funds that provide City related service and support to the governmental and proprietary funds: health insurance, liability insurance, worker's compensation insurance, automation & communication, and fleet fuel services. Internal services funds are used to bill all departments for internal services. These funds accrue the charges from all departments of the City and then make the responding payments for those services.

Burley Development Authority

The Burley Development Authority (BDA) is listed as a component unit of the City of Burley. This is according to GASB and GAAP requirements. The information on the BDA is shown on pages seven and eight of the financial statements. The Net Assets for the Burley Development Authority are deceiving in that the BDA builds infrastructure and then turns over the operation of the assets to the City of Burley, but retains any debt associated with the assets. Under Idaho law the BDA is a separate and distinct public entity with their own governing board. The BDA maintains a separate bank account and has their own annual audit performed and paid for separately.

Financial Analysis of the City

The City of Burley total net position for the fiscal year ended September 30, 2024, was $100,989,615 as compared to $98,841,889 for the previous fiscal year. This was an increase in net position of $2,147,726. The increase is due increases in fund balances for the enterprise funds, as these funds are increasing reserves for future capital projects. This was offset by reductions in the general and grant and constructions funds. For the general fund, the City had to

buy back a portion of the airport land sold to the Burley Development Authority in the previous fiscal year due to cashflow concerns at the BDA. The grant and construction fund also decreased during the current year as a result of the City using the remaining COVID funding received in previous years. The other governmental funds were positive, including the capital equipment & building fund, which is increasing reserves for future projects.

Net positions for the governmental activities decreased by $660,227, as compared to in previous fiscal years of $5,563,744, $3,226,153, and $2,341,578. As noted above, this was primarily due to the purchase of land from the Burley Development Authority. The change in the governmental funds net position can be found on Page 9 of the financial statements. The largest expense for governmental funds during the fiscal year was the purchase of land. This expenditure was $1,370,903.

Enterprise funds increased in net position overall by $2,807,953, compared to $5,398,541 in the previous fiscal year. All enterprise funds were positive during the current year, including the golf fund. The golf fund is slowly lowering its dependence on the general fund. The enterprise funds are summarized on pages 19 to 21 of the Financial Statements.

The following schedules present summarized information from the Statement of Net Position and the Statement of Activities:

STATEMENT OF NET POSITION

	Governmental Activities		Business-type Activities	
ASSETS	Sept 30, 2024	Sept 30, 2023	Sept 30, 2024	Sept 30, 2023
Current and other assets	$ 12,259,804	13,739,919	$ 21,475,198	20,471,391
Net pension asset	2,003,750	1,882,000	-	-
Capital assets (net of depreciation)	32,784,554	31,510,919	47,083,675	47,341,672
TOTAL ASSETS	47,048,108	47,132,838	68,558,873	67,813,063
DEFERRED OUTFLOWS OF RESOURCES				
Pension obligations/OPEB	621,299	1,091,236	455,620	872,141
LIABILITIES				
Current liabilities	1,865,553	1,395,567	1,891,285	2,910,121
Long-term liabilities	252,605	425,667	7,344,152	8,581,784
Net pension liability	2,270,258	2,535,717	1,876,427	2,193,314
TOTAL LIABILITIES	4,388,416	4,356,951	11,111,864	13,685,219
DEFERRED INFLOWS OF RESOURCES				
Employer pension assumption/OPEB	76,533	2,438	117,472	22,781
NET POSITION				
Net investment in capital assets	32,565,125	31,134,698	40,003,675	39,261,672
Restricted	-	-	-	-
Unrestricted	10,639,333	12,729,987	17,781,482	15,715,532
TOTAL NET POSITION	$ 43,204,458	43,864,685	$ 57,785,157	54,977,204

CHANGES IN NET POSITION

	Governmental Activities		Business-type Activities	
	Sept 30, 2024	Sept 30, 2023	Sept 30, 2024	Sept 30, 2023
REVENUES				
Program Revenues				
Charges for Service	$ 2,662,535	$ 2,933,806	$ 22,634,311	$ 21,552,375
Operating grants and contributions	82,594	39,194	-	-
Capital grants and contributions	207,302	1,365,133	1,877,391	3,756,135
General Revenues				
Property taxes	3,474,260	3,730,712	-	-
Intergovernmental/State revenue	3,007,163	3,194,677	-	-
Franchise fees	323,616	298,325	-	-
Investment earnings/other	1,159,326	5,164,771	586,210	488,299
Transfers from other funds	(70,000)	(95,000)	70,000	95,000
Total Revenue	10,846,796	16,631,618	25,167,912	25,891,809
EXPENSES				
General Government	4,896,462	3,790,226	-	-
Public Safety	3,876,115	4,318,387	-	-
Highways & Streets	1,061,322	783,397	-	-
Parks & Recreation	480,699	553,826	-	-
Public Works	1,192,425	1,182,774	-	-
Electric Utility	-	-	11,301,641	9,159,739
Water Utility	-	-	3,060,305	2,892,351
Wastewater Utility	-	-	5,292,697	5,955,617
Sanitation	-	-	1,743,064	1,533,599
Golf	-	-	962,252	951,962
Total Expenses	11,507,023	10,628,610	22,359,959	20,493,268
Change in Net Position	$ (660,227)	$ 6,003,008	$ 2,807,953	$ 5,398,541

Funds Analysis

The following is an analysis of the differences in the Net Position of each of the City's major fund types for the Fiscal Year ending September 30, 2024.

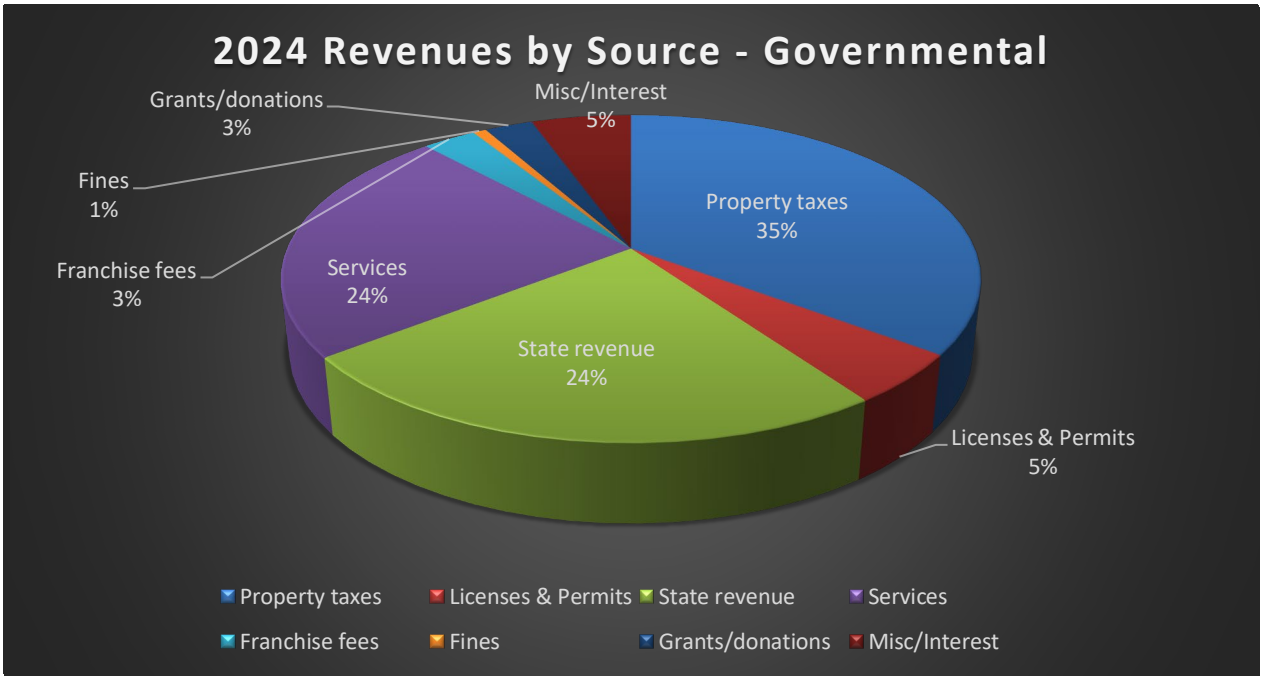
Governmental Funds

The major revenue sources for the governmental funds include property taxes, state revenues (sales tax, liquor tax, and highway users), franchise fees, licenses and permits, and charges for services. Charges for services for the general fund include administrative charges paid to the general fund from the other funds. Total revenues for the general fund were $8,190,933 compared to $8,168,142 in the previous fiscal year. State revenues in the general fund increased to $1,435,669 compared to $1,433,268 in the prior year. Highway user revenue from the street fund increased to $1,224,094 compared to $1,069,294 in prior year.

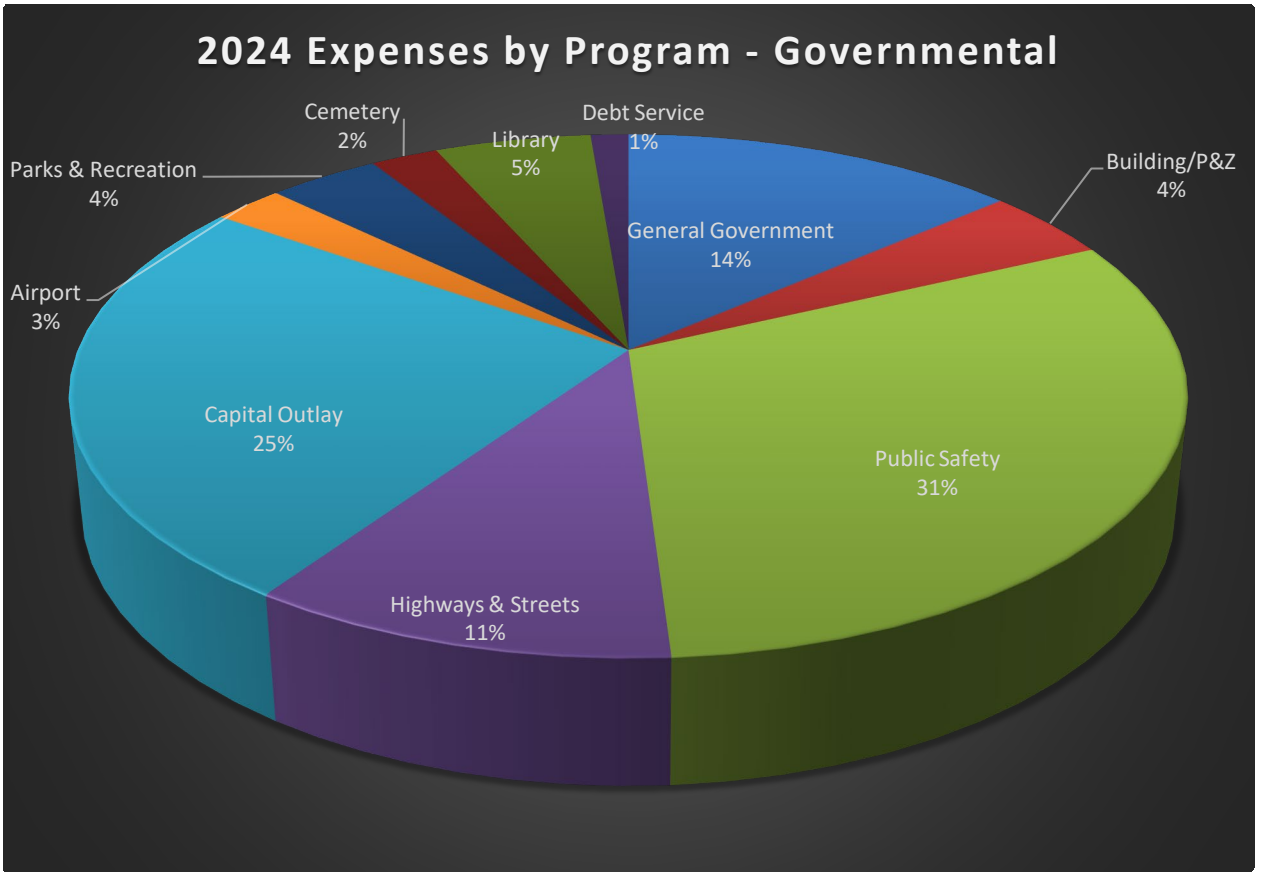
Total property taxes collected by fund as are follows:

- General Fund - $2,720,850
- Street Fund - $165,000
- Library Fund - $563,567
- Capital Equipment & Building Fund - $400,000

The $400,000 reported in the capital equipment & building fund has been set aside by the city for future capital projects, including the new airport. The year-end balance for the capital equipment & building fund is $457,511.



The major classes of expenditures for the governmental funds include general government, public safety, highways & streets, parks & recreation, public works, airport, library, and capital projects. The general fund expenditures exceeded the original budgeted expenditures due to purchase of the airport land from the Burley Development Authority. The city amended the original budget to include this expense. General fund expenditures exceeded the original budgeted expenditures by 17%. Total public safety (police contract, fire, and animal control) costs were $3,976,802. Total General Fund property taxes were $2,720,851. This left a deficit to fund public safety services from property taxes of $1,255,951. The Idaho legislature should allow property taxes to cover the cost of public safety services. Even without having prosecution services and animal control included, the general fund property taxes would not have covered the cost of the police contract and the service of the Burley Fire Department.



Street Fund

Street revenues totaled $1,390,531 compared to $1,786,557 for prior year. The two-year temporary override of $165,000 was approved during the fiscal year. Current fiscal year expenses include routine street maintenance and improvements.

Library Fund

Library revenues were $762,752 compared to $577,467 for the previous fiscal year. Increases in revenue include more grants and interest income in the current year. The library fund has been setting aside funds for improvements to the library for years and will be bidding out the library building expansion in 2025. Library cash as of the end of the fiscal year was $670,258.

Capital Equipment & Building Fund

Fund revenues were $400,000 compared to $324,589. These revenues are being set aside by the city for future capital projects and the new airports. Fund cash as of the end of the fiscal year was $457,511.

Grant & Construction Fund

This fund is used to account for capital grants and other funds received by the city for specific projects. This fund included state and local fiscal recovery (COVID Funds) received by the city in previous years. The COVID money was spent in the current fiscal year and resulted in the need for the city to have a single audit of federal awards.

Business Type Funds

Electric Fund

Net position for the electric fund increased by $918,313 compared to $1,945,381 in the prior fiscal year. Cash in the electric fund decreased by $168,494. This was due to large expenses for the previous fiscal year that were paid in October 2023. This fund is used to account for capital grants and other funds received by the city for specific projects. The optimum level for cash reserves has been reached and should be maintained at the current level. *Future rate increase can be smaller or not taken due to adequate fund balance in cash.* The last rate increase was approved, by the City Council, in November 2020 of 2% on the energy use portion of the electrical rate. There was no change to the base service rates. There were no significant differences between budgeted revenue and expenditures and actual revenue and expenditure. All proprietary funds can be viewed on page 19-21 of the financial statements.

Water Fund

Net position for the water fund increased by $985,580 compared to $2,368,976 in the prior fiscal year. Cash in the water fund increased by $620,462. Water fund revenue included $795,100 of revenue that was recognized as aid of construction. This revenue represents developer additions to the city's water system that were taken over and will be maintained by the city as part of the water system. This is not actual money received by the water fund. Operating expenses were $3,044,932 compared to $2,871,040 for the previous fiscal year. The increase in the water fund is due to capital projects being delayed due to high prices. There were no significant differences between budgeted revenue and expenditures and actual revenue and expenditure.

Wastewater Fund

Net position for the wastewater fund increased by $565,200 compared to $735,421 in the prior fiscal year. Cash in the wastewater fund increased by $340,624. Wastewater fund revenue included $475,000 of revenue that was recognized as aid of construction. This revenue represents developer additions to the city's wastewater system that were taken over and will be maintained by the city as part of the sewer system. This is not actual money received by the wastewater fund. Operating expenses were $5,080,599 compared to $5,720,905 for the previous fiscal year. Industrial Plant upgrades are being planned, and bonds and grants are being sought for the major upgrade. Wastewater revenues were 90% of what was budgeted, and expenditures were 81% of expected budget. The Industrial Plant budget is operated from the revenue derived from the industrial customers. There were no significant differences between budgeted revenue and expenditures and actual revenue and expenditures.

Golf Fund

Net position for the golf fund increased by $33,361 compared to a decrease of $30,172 in the prior fiscal year. Cash in the golf fund increased by $14,503. The operating transfer to the Golf Fund was $70,000 compared to the budgeted amount of $150,000. Total operating revenues for the Golf Fund were $924,286 compared to $826,445 for the fiscal year. Operating expenses were $943,266 compared to $932,920 for the previous fiscal year. The golf fund has not used the full $150,000 general fund transfer for the last four years. The transfer has been used to balance the golf fund at year end and the full amount has not been needed.

Sanitation Fund

Net position for the sanitation fund increased by $305,499 compared to $378,935 in the prior fiscal year. Cash in the sanitation fund decreased by $98,383. The decrease in cash was due to purchases of new garbage trucks in the current year. The rate increase approved in 2018 has provided the expected results, however, given the rampant inflation is equipment, a new 5-year plan needs to be developed to determine the possible fee increases to offset the current inflation. There were no significant differences from budgeted amounts.

Outstanding Debt

Below is the outstanding long-term debt for the city as of September 30, 2024:

- General fund (Cemetery land) - $194,379
- General fund (Fire truck) - $104,641
- General fund (Air packs) - $114,788
- Water bonds - $600,000
- Wastewater bonds - $6,480,000

The fire truck loan for the general fund will be fully repaid in 2025 and the air pack loan will be repaid in 2026. The water bonds will be paid off in 2029 and the wastewater bonds will be paid off in 2031. Detailed information on the city's debt can be found in note 6 in the notes to the financial statements.

Requests for Information

The City's financial statements are designed to present the users with a general overview of the City's finances, and to demonstrate the city's accountability. If you have questions about the report or need additional financial information, please contact the City Clerk or City Administrator at P.O. Box 1090, Burley, ID 83318, or check out the City of Burley website www.burleyidaho.org.

CITY OF BURLEY, IDAHO

Statement of Net Position
September 30, 2024

	Primary Government			Component Unit
ASSETS	Governmental Activities	Business Type Activities	Totals	Burley Development Authority
Current assets:				
Cash & investments	$ 11,366,345	$ 18,297,174	$ 29,663,519	$ 1,282,810
Receivables (net of allowances):				
Taxes	76,144	-	76,144	11,372
Accounts - note 2	219,966	1,693,972	1,913,938	-
Notes	49,111	-	49,111	-
Prepaid expenses	-	-	-	-
Inventory - note 3	-	1,221,848	1,221,848	-
Due from other governments	548,238	-	548,238	-
Total current assets	12,259,804	21,212,994	33,472,798	1,294,182
Noncurrent assets:				
Notes receivable - other funds	-	258,087	258,087	-
Lease receivable	-	4,117	4,117	4,876,354
Net pension asset - FRF	2,003,750	-	2,003,750	-
Restricted assets:				
Cash -	-	-	-	888,335
Capital assets - note 4:				
Land	11,953,715	473,825	12,427,540	6,184,724
Other capital assets, net of depreciation	20,830,839	46,609,850	67,440,689	4,987,500
Total noncurrent assets	34,788,304	47,345,879	82,134,183	16,936,913
Total assets	47,048,108	68,558,873	115,606,981	18,231,095
DEFERRED OUTFLOWS OF RESOURCES				
Pension obligations - Base Plan	549,037	455,620	1,004,657	-
Pension obligations - FRF	72,262	-	72,262	-
Total Deferred Outflows of Resources	621,299	455,620	1,076,919	-
LIABILITIES				
Current liabilities:				
Accounts payable and accrued expenses	1,166,497	827,501	1,993,998	34,099
Customer deposits payable	260,304	-	260,304	-
Compensated absences payable	277,549	-	277,549	-
Lease liability	-	4,236	4,236	-
Interest payable	-	14,548	14,548	74,041
Bonds & notes payable - current maturity	161,203	1,045,000	1,206,203	1,528,092
Total current liabilities	1,865,553	1,891,285	3,756,838	1,636,232
Noncurrent liabilities:				
Notes payable - other funds	194,379	-	194,379	-
Premium on bonds payable	-	1,309,152	1,309,152	-
Bonds payable - long term	58,226	6,035,000	6,093,226	22,406,061
Net pension liability	2,270,258	1,876,427	4,146,685	-
Total noncurrent liabilities	2,522,863	9,220,579	11,743,442	22,406,061
Total liabilities	4,388,416	11,111,864	15,500,280	24,042,293
DEFERRED INFLOWS OF RESOURCES				
Deferred inflows of resources - leases	-	-	-	4,555,700
Employer pension assumption - Base Plan	76,533	117,472	194,005	-
Employer pension assumption - FRF	-	-	-	-
Total Deferred Inflows of Resources	76,533	117,472	194,005	4,555,700
NET POSITION				
Net investment in capital assets	32,565,125	40,003,675	72,568,800	6,052,224
Restricted for:				
Capital projects & debt service	-	-	-	888,335
Unrestricted	10,639,333	17,781,482	28,420,815	(17,307,457)
Total Net Position	$ 43,204,458	$ 57,785,157	$ 100,989,615	$ (10,366,898)

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Statement of Activities
For the Year Ended September 30, 2024

Functions / Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Primary Government: Net (Expense) Revenue and Changes in Net Position: Governmental Activities	Primary Government: Net (Expense) Revenue and Changes in Net Position: Business Type Activities	Primary Government: Net (Expense) Revenue and Changes in Net Position: Totals	Component Unit: Burley Development Authority
Governmental Activities:								
General Government	$ 1,038,299	$ 2,092,221	$ -	$ 24,665	$ 1,078,587		$ 1,078,587	
Public Safety	3,876,115	279,035	-	-	(3,597,080)		(3,597,080)	
Highways & Streets	1,061,322	-	-	-	(1,061,322)		(1,061,322)	
Parks and Recreation	480,699	131,004	-	-	(349,695)		(349,695)	
Public Works	1,192,425	120,873	-	-	(1,071,552)		(1,071,552)	
Airport	313,671	24,665	-	-	(289,006)		(289,006)	
Library	708,509	14,737	82,594	-	(611,178)		(611,178)	
Community Development	2,835,983	-	-	182,637	(2,653,346)		(2,653,346)	
Interest on long-term debt	-	-	-	-	-		-	
Total Governmental Activities	11,507,023	2,662,535	82,594	207,302	(8,554,592)		(8,554,592)	
Business-Type Activities:								
Electric	11,301,641	11,494,187	-	607,291		$ 799,837	799,837	
Water	3,060,305	3,164,856	-	795,100		899,651	899,651	
Wastewater	5,292,697	5,013,031	-	475,000		195,334	195,334	
Sanitation	1,743,064	2,037,951	-	-		294,887	294,887	
Golf	962,252	924,286	-	-		(37,966)	(37,966)	
Total Business-Type Activities	22,359,959	22,634,311	-	1,877,391		2,151,743	2,151,743	
Total Primary Government	$ 33,866,982	$ 25,296,846	$ 82,594	$ 2,084,693	(8,554,592)	2,151,743	(6,402,849)	
Component Unit:								
Burley Development Authority	$ 5,655,060	$ -	$ -	$ -				$ (5,655,060)
General Revenues								
Property Taxes					3,474,260	-	3,474,260	1,161,139
In Lieu of Taxes					347,400	-	347,400	-
State Highway Use & County Road & Bridge Tax					1,224,094	-	1,224,094	-
State Sales and Liquor Taxes					1,435,669	-	1,435,669	-
Franchise Fees					323,616	-	323,616	-
Investment Earnings					601,924	586,210	1,188,134	28,872
Miscellaneous (permits, rents, etc.)					539,701	-	539,701	576,463
Gain/loss on Sale of Assets					17,701	-	17,701	-
Transfers					(70,000)	70,000	-	-
Total General Revenues and Transfers					7,894,365	656,210	8,550,575	1,766,474
Change in Net Position					(660,227)	2,807,953	2,147,726	(3,888,586)
Net Position Beginning of Year					43,864,685	54,977,204	98,841,889	(6,478,312)
Net Position End of Year					$ 43,204,458	$ 57,785,157	$ 100,989,615	$ (10,366,898)

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Balance Sheet
Governmental Funds
September 30, 2024

	General Fund	Street Fund	Library Fund	Capital Equipment & Building Fund	Grant & Construction Fund	Total Governmental Funds
ASSETS						
Cash and investments	$ 8,315,446	$ 455,481	$ 670,258	$ 457,511	$ (62,039)	$ 9,836,657
Receivables (net of allowances):						
Taxes	76,144	-	-	-	-	76,144
Accounts	219,966	-	-	-	-	219,966
Franchise fees	49,111	-	-	-	-	49,111
Due from other funds	-	-	-	-	-	-
Due from other governments	402,255	145,983	-	-	-	548,238
Total assets	$ 9,062,922	$ 601,464	$ 670,258	$ 457,511	$ (62,039)	$ 10,730,116
LIABILITIES AND FUND EQUITY:						
Liabilities:						
Vouchers payable and accrued liabilities	$ 471,873	$ 437,848	$ 57,718	$ -	$ 136,340	$ 1,103,779
Utility customer deposits	260,304	-	-	-	-	260,304
Due to other funds	-	-	-	-	-	-
Total liabilities	732,177	437,848	57,718	-	136,340	1,364,083
DEFERRED INFLOW OF RESOURCES:						
Unavailable revenue - property taxes	71,142	-	-	-	-	71,142
FUND BALANCE:						
Restricted for:						
Airport	2,983,832	-	-	-	-	2,983,832
Capital projects	-	-	-	457,511	-	457,511
Committed:						
Street Fund	-	163,616	-	-	-	163,616
Library Fund	-	-	612,540			612,540
General Obligation Bond Fund	-	-	-	-	-	-
Grant Fund	-	-	-	-	(198,379)	(198,379)
Unassigned: General Fund	5,275,771	-	-	-	-	5,275,771
Total fund balances	8,259,603	163,616	612,540	457,511	(198,379)	9,294,891
Total liabilities, deferred inflow of resources and fund balances	$ 9,062,922	$ 601,464	$ 670,258	$ 457,511	$ (62,039)	$ 10,730,116

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Reconciliation of Total Governmental Fund Balances to
Net Position of Governmental Activities
September 30, 2024

Total Governmental Fund Balances	$	9,294,891
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.		32,784,554
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.		
Property Taxes		71,142
Internal service funds are used by management to charge the costs of insurance to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.		1,466,970
Long-term liabilities, including bonds payable and accrued interest payable, are not due and payable in the current period and therefore are not reported in the funds.		
Compensated absences		(277,549)
Other long-term notes payable		(219,429)
Notes payable - other funds		(194,379)
Accrued interest payable		-
Net pension assets, liabilities, and associated deferred items are not available to pay for current period expenditures and therefore are deferred in the funds:		
Deferred outflows of resources		621,299
Deferred inflows of resources		(76,533)
Net pension asset, FRF		2,003,750
Net pension liability		(2,270,258)
Net Position of Governmental Activities	$	43,204,458

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Statement of Revenues, Expenditures, and Changes in Fund Balance
Governmental Funds
For the Year Ended September 30, 2024

	General Fund	Street Fund	Library Fund	Capital Equipment & Building Fund	Grant & Construction Fund	Total Governmental Funds
Revenues:						
Taxes	$ 2,720,851	$ 165,000	$ 563,567	$ 400,000	$ -	$ 3,849,418
Licenses and permits	539,701	-	-	-	-	539,701
Intergovernmental	1,435,669	1,224,094	-	-	-	2,659,763
Charges for services	2,571,767	-	11,096	-	-	2,582,863
Franchise fees	323,616	-	-	-	-	323,616
Fees and fines	76,031	-	3,641	-	-	79,672
Grants / Donations	24,665	-	82,594	-	182,637	289,896
Miscellaneous / Interest	498,633	1,437	101,854	-	-	601,924
Total revenues	8,190,933	1,390,531	762,752	400,000	182,637	10,926,853
Expenditures:						
Legislative	307,609	-	-	-	-	307,609
Executive	21,778	-	-	-	-	21,778
Administrative	1,172,440	-	-	-	-	1,172,440
Legal & Professional	243,886	-	-	-	-	243,886
Buildings	375,635	-	-	-	-	375,635
Police	2,176,326	-	-	-	-	2,176,326
Fire	1,657,158	-	-	-	-	1,657,158
Animal control	143,318	-	-	-	-	143,318
Engineering	190,284	-	-	-	-	190,284
Equipment maintenance	409,891	-	-	-	-	409,891
Airport	310,455	-	-	-	-	310,455
Parks and recreation	334,714	-	-	-	-	334,714
Swimming	151,341	-	-	-	-	151,341
Cemetery	297,092	-	-	-	-	297,092
Streets	-	1,356,095	-	-	-	1,356,095
Library	-	-	686,997	-	-	686,997
Debt Service - Principal	-	-	-	-	-	-
Debt Service - Interest	-	-	-	-	-	-
Capital outlays	1,370,903	-	-	136,988	1,328,092	2,835,983
Total expenditures	9,162,830	1,356,095	686,997	136,988	1,328,092	12,671,002
Excess of revenues over (under) expenditures	(971,897)	34,436	75,755	263,012	(1,145,455)	(1,744,149)
Other financing sources (uses)						
Transfers in	-	-	-	194,499	-	194,499
Transfers out	(264,499)	-	-	-	-	(264,499)
Bond / loan proceeds	-	-	-	-	-	-
Proceeds from the sale of capital assets	17,701	-	-	-	-	17,701
Total other financing sources (uses)	(246,798)	-	-	194,499	-	(52,299)
Net change in fund balances	(1,218,695)	34,436	75,755	457,511	(1,145,455)	(1,796,448)
Fund balance - beginning	9,478,298	129,180	536,785	-	947,076	11,091,339
Fund balance - ending	$ 8,259,603	$ 163,616	$ 612,540	$ 457,511	$ (198,379)	$ 9,294,891

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Reconciliation of the Statement of Revenues, Expenditures and Changes
in Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended September 30, 2024

Net Change in Fund Balances - Total Governmental Funds		$ (1,796,448)
Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeded depreciation in the current period:		
Fixed asset additions - purchased	$ 1,495,208	
Fixed asset additions - contributed	720,800	
Depreciation expense	(942,373)	
Excess of capital outlay over depreciation		1,273,635
Because some property taxes will not be collected for several months after the City's fiscal year ends, they are not considered as "available" revenues in the governmental funds. This is the increase/(decrease) in deferred unavailable revenue.		(27,758)
The issuance of long-term debt provides current financial resources to government funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position.		
Repayment (borrowing) of loan principal - Other Loans		168,624
Some expenses reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in governmental funds. These include: Net change in compensated absences		(21,908)
Decrease (inc) in accrued interest on long-term debt		-
Basis in assets sold		-
Internal service funds are used by management to charge the costs of insurance to individual funds. The net revenue/(expense) of the internal service funds are reported with governmental activities - current year		(99,549)
Changes in net pension liability and related pension obligations deferred outflow and employer pension assumption deferred inflow of resources do not provide required current financial resources and therefore are not reflected in the funds.		(156,823)
Change in Net Position of Governmental Activities		$ (660,227)

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
General Fund
Year Ended September 30, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget: Favorable (Unfavorable)
Revenues:				
Taxes	$ 2,678,656	$ 2,678,656	$ 2,720,851	$ 42,195
Licenses and permits	260,400	260,400	539,701	279,301
Intergovernmental	1,450,000	1,450,000	1,435,669	(14,331)
Charges for services	2,785,978	2,785,978	2,571,767	(214,211)
Franchise fees	308,000	308,000	323,616	15,616
Fines	72,000	72,000	76,031	4,031
Grants / Donations	15,200	15,200	24,665	9,465
Miscellaneous	42,000	42,000	498,633	456,633
Total revenues	7,612,234	7,612,234	8,190,933	578,699
Expenditures:				
Legislative	422,544	422,544	307,609	114,935
Executive	32,731	32,731	21,778	10,953
Administrative	1,088,694	1,088,694	1,172,440	(83,746)
Legal	239,981	239,981	243,886	(3,905)
Buildings	431,748	431,748	375,635	56,113
Police	2,136,326	2,136,326	2,176,326	(40,000)
Fire	1,554,444	1,554,444	1,657,158	(102,714)
Animal control	135,266	135,266	143,318	(8,052)
Engineering	173,489	173,489	190,284	(16,795)
Equipment maintenance	433,731	433,731	409,891	23,840
Airport	62,900	62,900	310,455	(247,555)
Parks and recreation	320,115	320,115	334,714	(14,599)
Swimming	172,033	172,033	151,341	20,692
Cemetery	333,232	333,232	297,092	36,140
Capital outlays	192,000	1,562,903	1,370,903	192,000
Total expenditures	7,729,234	9,100,137	9,162,830	(62,693)
Excess (deficiency) of revenues over expenditures	(117,000)	(1,487,903)	(971,897)	516,006
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	(150,000)	(150,000)	(264,499)	(114,499)
Bond / loan proceeds	-	-	-	-
Proceeds from the sale of capital assets	20,000	20,000	17,701	(2,299)
Excess (deficiency) of revenues over expenditures and other sources (uses)	(247,000)	(1,617,903)	(1,218,695)	399,208
Fund balance - beginning	9,478,298	9,478,298	9,478,298	-
Fund balance - ending	$ 9,231,298	$ 7,860,395	$ 8,259,603	$ 399,208

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
Street Fund
Year Ended September 30, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget: Favorable (Unfavorable)
Revenues:				
Taxes	$ 165,000	$ 165,000	$ 165,000	$ -
Licenses and permits	-	-	-	-
Intergovernmental	1,288,000	1,288,000	1,224,094	(63,906)
Charges for services	-	-	-	-
Franchise fees	-	-	-	-
Fines	-	-	-	-
Grants / Donations	-	-	-	-
Miscellaneous	-	-	1,437	1,437
Total revenues	1,453,000	1,453,000	1,390,531	(62,469)
Expenditures:				
Legislative	-	-	-	-
Executive	-	-	-	-
Administrative	-	-	-	-
Legal	-	-	-	-
Buildings	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Animal control	-	-	-	-
Streets	1,453,000	1,453,000	1,356,095	96,905
Engineering	-	-	-	-
Equipment maintenance	-	-	-	-
Airport	-	-	-	-
Parks and recreation	-	-	-	-
Swimming	-	-	-	-
Cemetery	-	-	-	-
Library	-	-	-	-
Total expenditures	1,453,000	1,453,000	1,356,095	96,905
Excess (deficiency) of revenues over expenditures	-	-	34,436	34,436
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Bond / loan proceeds	-	-	-	-
Proceeds from the sale of capital assets	-	-	-	-
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	-	34,436	34,436
Fund balance - beginning	129,180	129,180	129,180	-
Fund balance - ending	$ 129,180	$ 129,180	$ 163,616	$ 34,436

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
Library Fund
Year Ended September 30, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget: Favorable (Unfavorable)
Revenues:				
Taxes	$ 563,567	$ 563,567	$ 563,567	$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	11,096	11,096
Franchise fees	-	-	-	-
Fines	2,000	2,000	3,641	1,641
Grants / Donations	38,500	38,500	82,594	44,094
Miscellaneous	-	-	101,854	101,854
Total revenues	604,067	604,067	762,752	158,685
Expenditures:				
Legislative	-	-	-	-
Executive	-	-	-	-
Administrative	-	-	-	-
Legal	-	-	-	-
Buildings	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Animal control	-	-	-	-
Streets	-	-	-	-
Engineering	-	-	-	-
Equipment maintenance	-	-	-	-
Airport	-	-	-	-
Parks and recreation	-	-	-	-
Swimming	-	-	-	-
Cemetery	-	-	-	-
Library	804,067	-	686,997	(686,997)
Total expenditures	804,067	-	686,997	(686,997)
Excess (deficiency) of revenues over expenditures	(200,000)	604,067	75,755	(528,312)
Other financing sources (uses)				
Transfers in	200,000	200,000	-	200,000
Transfers out	-	-	-	-
Bond / loan proceeds	-	-	-	-
Proceeds from the sale of capital assets	-	-	-	-
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	804,067	75,755	(728,312)
Fund balance - beginning	536,785	536,785	536,785	-
Fund balance - ending	$ 536,785	$ 1,340,852	$ 612,540	$ (728,312)

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
Capital Equipment & Building Fund
Year Ended September 30, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget: Favorable (Unfavorable)
Revenues:				
Taxes	$ 400,000	$ 400,000	$ 400,000	$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Fines	-	-	-	-
Miscellaneous	-	-	-	-
Total revenues	400,000	400,000	400,000	-
Expenditures:				
Legislative	-	-	-	-
Executive	-	-	-	-
Administrative	-	-	-	-
Legal	-	-	-	-
Buildings	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Animal control	-	-	-	-
Streets	-	-	-	-
Equipment maintenance	-	-	-	-
Airport	-	-	-	-
Parks and recreation	-	-	-	-
Swimming	-	-	-	-
Cemetery	-	-	-	-
Capital outlays	440,000	440,000	136,988	303,012
Total expenditures	440,000	440,000	136,988	303,012
Excess (deficiency) of revenues over expenditures	(40,000)	(40,000)	263,012	303,012
Other financing sources (uses)				
Transfers in	40,000	40,000	194,499	(154,499)
Transfers out	-	-	-	-
Bond / loan proceeds	-	-	-	-
Proceeds from the sale of capital assets	-	-	-	-
Excess (deficiency) of revenues over expenditures and other sources (uses)	-	-	457,511	457,511
Fund balance - beginning	-	-	-	-
Fund balance - ending	$ -	$ -	$ 457,511	$ 457,511

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget and Actual
Grant & Construction Fund
Year Ended September 30, 2024

	Original Budget	Final Budget	Actual	Variance with Final Budget: Favorable (Unfavorable)
Revenues:				
Taxes	$ -	$ -	$ -	$ -
Licenses and permits	-	-	-	-
Intergovernmental	-	-	-	-
Charges for services	-	-	-	-
Franchise fees	-	-	-	-
Fines	-	-	-	-
Grants / Donations	2,491,500	2,491,500	182,637	(2,308,863)
Miscellaneous	-	-	-	-
Total revenues	2,491,500	2,491,500	182,637	(2,308,863)
Expenditures:				
Legislative	-	-	-	-
Executive	-	-	-	-
Administrative	540,000	540,000	-	540,000
Legal	-	-	-	-
Buildings	-	-	-	-
Police	-	-	-	-
Fire	-	-	-	-
Animal control	-	-	-	-
Streets	-	-	-	-
Equipment maintenance	-	-	-	-
Airport	-	-	-	-
Parks and recreation	-	-	-	-
Swimming	-	-	-	-
Cemetery	-	-	-	-
Capital outlays	4,436,373	4,436,373	1,328,092	3,108,281
Total expenditures	4,976,373	4,976,373	1,328,092	3,648,281
Excess (deficiency) of revenues over expenditures	(2,484,873)	(2,484,873)	(1,145,455)	1,339,418
Other financing sources (uses)				
Transfers in	-	-	-	-
Transfers out	-	-	-	-
Bond / loan proceeds	-	-	-	-
Proceeds from the sale of capital assets	-	-	-	-
Excess (deficiency) of revenues over expenditures and other sources (uses)	(2,484,873)	(2,484,873)	(1,145,455)	1,339,418
Fund balance - beginning	947,076	947,076	947,076	-
Fund balance - ending	$ (1,537,797)	$ (1,537,797)	$ (198,379)	$ 1,339,418

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Statement of Net Position
Proprietary Funds
September 30, 2024

	Business-Type Activities Enterprise Funds						Governmental Activities-
ASSETS	Electric Fund	Water Fund	Wastewater Fund	Sanitation Fund	Golf Fund	Totals	Internal Service Funds
Current assets:							
Cash & investments	$ 6,186,994	$ 4,556,687	$ 5,401,413	$ 1,929,999	$ 222,081	$ 18,297,174	$ 1,529,688
Receivables (net of allowances):							
Accounts	909,313	232,829	393,572	156,275	1,983	1,693,972	-
Prepaid expenses	-	-	-	-	-	-	-
Inventory	859,664	362,184	-	-	-	1,221,848	-
Total current assets	7,955,971	5,151,700	5,794,985	2,086,274	224,064	21,212,994	1,529,688
Noncurrent assets:							
Notes receivable - other funds	63,708	-	194,379	-	-	258,087	-
Lease assets	-	4,117	-	-	-	4,117	-
Capital Assets:							
Land	170,235	242,114	48,976	12,500	-	473,825	-
Other capital assets, net of depr	2,667,090	11,019,341	31,444,370	1,168,072	310,977	46,609,850	-
Total noncurrent assets	2,901,033	11,265,572	31,687,725	1,180,572	310,977	47,345,879	-
Total assets	10,857,004	16,417,272	37,482,710	3,266,846	535,041	68,558,873	1,529,688
DEFERED OUTFLOWS OF RESOURCES							
Pension Obligations	123,023	104,337	119,071	69,228	39,961	455,620	
Total deferred inflows of resources	123,023	104,337	119,071	69,228	39,961	455,620	
LIABILITIES							
Current liabilities:							
Accounts payable & accrued exp	157,507	236,682	260,412	100,272	72,628	827,501	62,718
Lease liability	-	4,236	-	-	-	4,236	-
Interest payable	-	1,233	13,315	-	-	14,548	-
Due to other funds	-	-	-	-	-	-	-
Bonds & notes payable - current	-	125,000	920,000	-	-	1,045,000	-
Total current liabilities	157,507	367,151	1,193,727	100,272	72,628	1,891,285	62,718
Noncurrent liabilities:							
Premium on bonds payable	-	98,182	1,210,970	-	-	1,309,152	-
Bonds & notes payable	-	475,000	5,560,000	-	-	6,035,000	-
Net pension liability	506,668	429,697	490,381	285,107	164,574	1,876,427	
Total liabilities	506,668	1,002,879	7,261,351	285,107	164,574	9,220,579	-
DEFERED INFLOWS OF RESOURCES							
Employer Pension Assumption	31,719	26,901	30,700	17,849	10,303	117,472	
Total deferred inflows of resources	31,719	26,901	30,700	17,849	10,303	117,472	
NET POSITION							
Net Investment in capital assets	2,837,325	10,661,455	25,013,346	1,180,572	310,977	40,003,675	-
Restricted for:							
Capital projects	-	-	-	-	-	-	-
Unrestricted	7,446,808	4,463,223	4,102,657	1,752,274	16,520	17,781,482	1,466,970
Total net position	$10,284,133	$15,124,678	$ 29,116,003	$ 2,932,846	$ 327,497	$ 57,785,157	$ 1,466,970

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Year Ended September 30, 2024

	Business-Type Activities Enterprise Funds						Governmental Activities-
	Electric Fund	Water Fund	Wastewater Fund	Sanitation Fund	Golf Fund	Totals	Internal Service Funds
Operating revenues:							
Charges for utilities and internal services	$ 11,488,517	$ 3,157,255	$ 4,987,528	$ 2,037,951	$ 924,286	$ 22,595,537	$ 2,543,830
Less cost of utilities	(6,191,146)	-	-	-	-	$ (6,191,146)	-
Gross profit on utilities	5,297,371	3,157,255	4,987,528	2,037,951	924,286	16,404,391	2,543,830
Other service charges	5,670	7,601	25,503	-	-	38,774	-
Total operating revenues	5,303,041	3,164,856	5,013,031	2,037,951	924,286	16,443,165	2,543,830
Operating expenses:							
Salaries & temp services	681,910	606,746	690,056	401,331	222,036	2,602,079	-
F.I.C.A. taxes	52,705	44,653	50,750	29,700	17,076	194,884	-
State retirement	121,705	115,683	131,848	72,419	40,791	482,446	-
Workman's compensation	9,325	1,900	17,400	30,800	3,570	62,995	-
Health and accident insurance	155,090	166,357	219,109	133,763	77,782	752,101	2,151,079
Operating supplies	59,737	436,990	392,192	125,916	178,037	1,192,872	-
Motor fuels and lubricants	15,959	14,530	37,110	125,964	18,144	211,707	351,087
Professional services	135,683	211,663	909,434	64,019	13,568	1,334,367	-
Advertising and printing	5,171	3,432	4,045	3,144	1,220	17,012	-
Insurance	15,286	18,417	38,877	13,136	4,364	90,080	-
Memberships, travel and training	92,401	11,114	9,135	3,455	3,195	119,300	-
Utilities and telephone	80,838	295,066	434,736	1,890	26,500	839,030	46,197
Rent - buildings and equipment	105	14,769	20,942	45,994	-	81,810	-
Maintenance expense	2,102,984	299,437	631,495	446,536	108,913	3,589,365	3,212
Other purchased services	18,125	35,569	43,182	13,086	136,510	246,472	-
Miscellaneous expense	258	1,561	3,666	884	45,777	52,146	20,360
Bad debts	1,588	375	7,566	295	-	9,824	-
Conservation	15,156	-	-	-	-	15,156	-
Tax equivalents paid to Gen. Fund	352,019	-	-	-	-	352,019	-
Depreciation expense	301,317	614,795	1,240,056	196,732	44,383	2,397,283	-
Administrative services	804,966	120,000	135,000	25,000	1,400	1,086,366	71,444
Legal services	72,891	31,875	64,000	9,000	-	177,766	-
Total operating expenses	5,095,219	3,044,932	5,080,599	1,743,064	943,266	15,907,080	2,643,379
Operating income (loss)	207,822	119,924	(67,568)	294,887	(18,980)	536,085	(99,549)
Non-operating revenues (expenses)							
Grant revenue	-	-	-	-	-	-	-
Capital Contributions	607,291	795,100	475,000	-	-	1,877,391	-
Sale of fixed assets	-	-	-	-	-	-	-
Interest income	118,476	85,929	369,866	10,612	1,327	586,210	-
Interest (expense)	(15,276)	(15,373)	(212,098)	-	(18,986)	(261,733)	-
Total non-operating revenues (exp)	710,491	865,656	632,768	10,612	(17,659)	2,201,868	-
Income(Loss) before transfers	918,313	985,580	565,200	305,499	(36,639)	2,737,953	(99,549)
Transfers In	-	-	-	-	70,000	70,000	-
Transfers Out	-	-	-	-	-	-	-
Change in Net Position	918,313	985,580	565,200	305,499	33,361	2,807,953	(99,549)
Net Position Beginning of Year	9,365,820	14,139,098	28,550,803	2,627,347	294,136	54,977,204	1,566,519
Net Position End of Year	$ 10,284,133	$ 15,124,678	$ 29,116,003	$ 2,932,846	$ 327,497	$ 57,785,157	$ 1,466,970

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Statement of Cash Flows
Proprietary Funds
For the Year Ended September 30, 2024

	Business-Type Activities Enterprise Funds						Governmental Activities-
	Electric Fund	Water Fund	Wastewater Fund	Sanitation Fund	Golf Fund	Totals	Internal Service Funds
Cash flows provided by operating activities:							
Receipts from customers and users	$ 11,376,167	$ 3,130,431	$ 4,970,325	$ 2,032,001	$ 924,286	$ 22,433,210	$ 2,543,830
Payments to suppliers	(10,287,700)	(1,672,001)	(2,914,672)	(1,120,038)	(674,397)	(16,668,808)	$ (2,585,191)
Payments to employees	(639,455)	(555,541)	(632,632)	(373,588)	(206,536)	(2,407,752)	-
Payments for interfund services used	(877,857)	(151,875)	(199,000)	(34,000)	(1,400)	(1,264,132)	-
Other receipts/(payments)	(352,019)	-	-	-	-	(352,019)	-
Net cash provided (used) by operating activities	(780,864)	751,014	1,224,021	504,375	41,953	1,740,499	(41,361)
Cash flows from noncapital and related financing activities:							
Grants received	-	-	-	-	-	-	-
Transfers from (to) other funds	-	-	-	-	70,000	70,000	-
Net cash provided (used) by noncapital and related financing activities	-	-	-	-	70,000	70,000	-
Cash flows from capital and related financing activities:							
Proceeds from long-term debt	-	-	-	-	-	-	-
Capital contributions	607,291	795,100	475,000	-	-	1,877,391	-
Principal and interest paid on long-term debt	(15,276)	(150,895)	(1,265,094)	-	(18,986)	(1,450,251)	-
Transfer to restricted assets	-	-	-	-	-	-	-
Acquisition of capital assets	(110,437)	(860,686)	(475,000)	(613,370)	(79,791)	(2,139,284)	-
Net cash used by capital and related financing activities	481,578	(216,481)	(1,265,094)	(613,370)	(98,777)	(1,712,144)	-
Cash flows from investing activities:							
Loans to other funds	-	-	-	-	-	-	
Principal received on loans to other funds	12,316	-	11,831	-	-	24,147	-
Interest received on Investments	118,476	85,929	369,866	10,612	1,327	586,210	-
Net cash provided by investing activities	130,792	85,929	381,697	10,612	1,327	610,357	-
Net increase (decrease) in cash	(168,494)	620,462	340,624	(98,383)	14,503	708,712	(41,361)
Cash at beginning of year (including restricted)	6,355,488	3,936,225	5,060,789	2,028,382	207,578	17,588,462	1,571,049
Cash at end of year (including restricted)	$ 6,186,994	$ 4,556,687	$ 5,401,413	$ 1,929,999	$ 222,081	$ 18,297,174	$ 1,529,688
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:							
Operating income (loss)	$ 207,822	$ 119,924	$ (67,568)	$ 294,887	$ (18,980)	$ 536,085	$ (99,549)
Depreciation & amortization	301,317	614,795	1,240,056	196,732	44,383	2,397,283	-
(Increase) decrease in accounts receivable	(118,020)	(34,425)	(42,706)	(5,950)	-	(201,101)	-
(Increase) decrease in inventory	(97,903)	(24,356)	-	-	-	(122,259)	-
Increase (decrease) in payables	(1,116,535)	23,871	36,815	(9,037)	1,050	(1,063,836)	58,188
Net non-cash pension (revenue) expense	42,455	51,205	57,424	27,743	15,500	194,327	-
Net cash provided (used) by operating activities	$ (780,864)	$ 751,014	$ 1,224,021	$ 504,375	$ 41,953	$ 1,740,499	$ (41,361)

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Statement of Fiduciary Net Position
Fiduciary Funds
September 30, 2024

	Burley Library Building Fund	Community Projects Fund	Total Fiduciary Funds
ASSETS			
Cash & Investments	$ 248,563	$ 1,231	$ 249,794
Prepaid Expenses	-	-	-
Other Assets	-	-	-
Total assets	248,563	1,231	249,794
LIABILITIES			
Accounts Payable and Accrued Expenses	-	-	-
Deferred Revenue	-	-	-
Interest Payable	-	-	-
Long-Term Liabilities - Note 6:			
Due Within One Year	-	-	-
Due in More Than One Year	-	-	-
Total liabilities	-	-	-
NET POSITION			
Held in Trust	248,563	1,231	249,794
Total Net Position	$ 248,563	$ 1,231	$ 249,794

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended September 30, 2024

	Burley Library Building Fund	Community Projects Fund	Total Fiduciary Funds
ADDITIONS:			
Donations	$ 100	$ 38,308	$ 38,408
Investment earnings (losses)	7,902	-	7,902
Total additions	8,002	38,308	46,310
DEDUCTIONS:			
Community projects	-	-	-
Library construction	-	-	-
Other expenses	-	344	344
Total deductions	-	344	344
OTHER FINANCING SOURCES (USES):			
Transfers in	-	-	-
Transfers out	-	-	-
CHANGE IN NET POSITION:	8,002	37,964	45,966
Net position - beginning of year	240,561	(36,733)	203,828
Net position - end of year	$ 248,563	$ 1,231	$ 249,794

See accompanying notes to the financial statements.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of City of Burley 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 significant accounting policies of the City are described below.

A. Reporting Entity

The City of Burley was incorporated April 10, 1905. The City operates under a Mayor-City Council form of government. The six-member City Council and Mayor have governing responsibilities over all of the activities relating to the City of Burley. The City provides the following services: Public safety, public works, recreation and community development.

The component unit, the Burley Development Authority (BDA), is included in the City's reporting entity because of the significance of it's operational and financial relationship with the City. The BDA's activities are presented in a separate column in the accompanying financial statements. The BDA is a separate and distinct legal entity authorized by state statute but does not have fiscal independence from the City. The commissioners are appointed by the Mayor and approved by the City Council and at termination of the BDA, the assets of the BDA revert to the City.

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 and component unit. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of net position presents the financial condition of the governmental and business-type activities for the City at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the City's governmental activities and for the business-type activities of the City. The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are 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 City segregates transactions related to certain City functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City at this more detailed level. The focus of governmental and enterprise fund financial statements is on major funds. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Fiduciary funds are reported by type.

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

The government-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 items 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 City 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 end 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 funds:

The General Fund is the governments primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Street Fund accounts for accumulated resources for maintenance and construction of City streets.

The Library Fund is a special revenue fund and accounts for and reports the operational activity of the City's library.

The General Obligation Bond Fund is a special revenue fund and reports the receipt of property taxes and principal and interest payments on the City's general obligation bonds.

The Grant and Construction Fund is used to account for the construction of major capital projects.

The government reports the following major proprietary funds:

The Electric fund accounts for the operations of providing electricity to the citizens of the City.

The Water Fund accounts for the operations of providing water to the citizens of the City.

The Wastewater Fund accounts for the operations of the City's wastewater system.

The Sanitation Fund accounts for the operations of providing collection and disposal of all municipal solid waste within the City.

The Golf Fund accounts for the operations of the City's municipal golf course.

As a general rule, the effect of interfund activity is eliminated from the government-wide financial statements. An exception to this rule is for payments from the Enterprise Funds to the General Fund for accounting and billing services rendered and rent of facilities. Elimination of these charges would distort the direct costs and program revenues of the funds involved.

Amounts reported as program revenues include charges to customers for goods and services, operating grants and contributions, and capital grants and contributions. All taxes are reported as general revenues as are internally dedicated resources.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the proprietary funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

Fiduciary Funds
Fiduciary funds account for assets held by the City in a trustee capacity or as an agent on behalf of others. Trust funds account for assets held by the City under the terms of a formal trust agreement.

Internal Service Funds
Internal service funds account for operations that provide services to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis.

E. Fund Balance Classifications
Fund Balance Reserves - The City has adopted GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions". This Statement establishes criteria for classifying governmental fund balances into specifically defined classifications. Classifications are hierarchical and are based primarily on the extent to which the City is bound to honor constraints on the specific purposes for which amounts in the funds may be spent. Application of the Statement requires the City to classify and report amounts in the appropriate fund balance classifications. The City's accounting and finance policies are used to interpret the nature and/or requirements of the funds and their corresponding assignment of restricted, committed, assigned or unassigned.

The City reports the following classifications as applicable:

Non-spendable Fund Balance - Non-spendable fund balances are amounts that cannot be spent because they are either: (a) not in spendable form - such as inventory or prepaid insurance, or (b) legally or contractually required to be maintained intact - such as a trust that must be retained in perpetuity.

Restricted Fund Balance - Restricted fund balances are amounts that cannot be spent because they are either: (a) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments, or (b) imposed by law through constitutional provisions or enabling legislation. Restrictions are placed on fund balances when legally enforceable legislation establishes a specific purpose for the funds. Legal enforceability means that the City can be compelled by an external party (e.g. citizens, public interest groups, the judiciary) to use resources created by enabling legislation only for the purposes specified by the legislation.

Committed Fund Balance - Committed fund balances are amounts that can only be used for specific purposes as a result of constraints imposed by the City Council. Amounts in the committed fund balance classification may be used for other purposes with appropriate due process by the City Council. Committed fund balances differ from restricted balances because the constraints on their use do not come from outside parties, constitutional provisions, or enabling legislation.

Assigned Fund Balance - Assigned fund balances are amounts that are constrained by the City's intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by: (a) the secretary/treasurer, or (b) an appointed body (e.g. a budget or finance committee) or an official to which the City Council have delegated the Agency to assign, modify, or rescind amounts to be used for specific purposes. Assigned fund balance includes: (a) all remaining amounts that are reported in governmental funds (other than the general fund) that are not classified as non-spendable, restricted, or committed, and (b) amounts in the general fund that are intended to be used for a specific purpose. Specific amounts that are not restricted or committed in a special revenue, capital projects, debt service, or permanent fund, are assigned for purposes in accordance with the nature of their fund type. Assignment within the general fund conveys that the intended use of those amounts is for a specific purpose that is narrower than the general purposes of the City itself.

Unassigned Fund Balance - Unassigned fund balance is the residual classification for the general fund. This classification represents general fund balance that has not been assigned to other funds, and that has not been restricted, committed, or assigned to specific purposes within the general fund.

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 government's deposits may not be returned to it. The City has no deposit policy for custodial credit risk. At year end, $17,613,450 of the City's bank balance was exposed to custodial credit risk because it was uninsured and uncollateralized.

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 City held the following investments:

Investment Type	Fair Value		
Idaho State Local Government Investment Pool	$ 847,990	84 days	Maturity

These investments are unrated external investment pools sponsored by the Idaho State Treasurer's Office. They are classified as "Investments in an External Investment Pool" and are exempt from custodial credit risk and concentration of credit risk reporting. Interest rate risk is summarized as follows: Asset-backed securities are reported using weighted average life to more accurately reflect the projected term of the security, considering interest rates and repayment factors.

The elected Idaho State Treasurer, following Idaho Code, Section 67-2328, is authorized to sponsor an investment pool in which the City voluntarily participates. The Pool is not registered with the Securities and Exchange Commission or any other regulatory body - oversight is with the State Treasurer, and Idaho Code defines allowable investments. All investments are entirely insured or collateralized with securities held by the Pool or by its agent in the Pool's name. The fair value of the City's position in the external investment pool is the same as the value of the pool shares.

Credit Risk: The City's policy is to comply with Idaho State statutes which authorize the City 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.

Interest rate risk and concentration of credit risk: The City has no policy regarding these two investment risk categories.

Fair Value of Investments
The City measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles. These guidelines recognize a three-tiered fair value hierarchy, as follows:

Level 1: Quoted prices for identical investments in active markets;
Level 2: Observable inputs other than quoted market prices; and,
Level 3: Unobservable inputs.

The investments held with the State of Idaho are stated at fair value as of year end.

F. Inventory
Inventories are valued at the lower of cost (first-in, first-out basis) or market. See Note 3.

G. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, lighting systems and similar items) are reported in the applicable governmental or business-type activities columns 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 are 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

Long-term liabilities consist of bonds, notes, and other indebtedness including material liabilities associated with compensated absences.

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 activities, business-type activities or proprietary fund type statement of net position.

I. Budgets and Budgetary Accounting

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

1. Prior to August 1, the City Clerk's office, after consultation with the various department heads, submits to the city councilmen 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.

2. At the regular council meeting on the 1st Tuesday in August the tentative budget is submitted to the councilmen and cleared for publications and public comment.

3. A public hearing is held at the regular council meeting on the 1st Tuesday in September to obtain public comment. After public comment, the budget is finalized and legally adopted.

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

5. Formal budgetary integration is employed as a management control device during the year for all Funds of the City.

6. Encumbrance accounting is not used for budget purposes and appropriations lapse at year end.

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

Accumulated unpaid vacation, sick pay, and other employee benefit amounts are accrued in the proprietary funds and the governmental activities in the statement of net position.

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. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets 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.

M. Application of Restricted or Unrestricted Resources

The City's policy is to first apply restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

N. Pensions

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

NOTE 2: ACCOUNTS RECEIVABLE AND ALLOWANCE FOR UNCOLLECTIBLES

An allowance for uncollectible utility accounts has been determined to be approximately equal to utility receivables outstanding 90 days or more, which totals $285,656.

The City has not experienced any significant loss of delinquent taxes receivable in past years and, therefore, does not consider it necessary to establish any allowance for uncollectible taxes receivable.

NOTE 3: INVENTORIES

Cost of electrical fund and water and sewer fund materials and supplies inventories are determined by the first-in, first-out method (FIFO) and are stated at the lower of cost or market. Electric fund inventory at September 30, 2024 was $859,664, consisting of electrical system replacement parts. Water fund inventory was $362,184 consisting of water supply parts. Sewer fund inventory is considered immaterial.

NOTE 4: CAPITAL ASSETS

A summary of changes in capital assets follows:

Primary Government	Balance 9/30/2023	Additions	Deletions	Balance 9/30/2024
Governmental Activities				
Cost / Historical Value				
Land (non-depreciable)	$ 10,582,812	$ 1,370,903	$ -	$ 11,953,715
Buildings	8,267,634	-	-	8,267,634
Improvements other than buildings	16,539,457	720,800	-	17,260,257
Infrastructure assets	6,702,349	-	-	6,702,349
Equipment	4,550,179	124,305	-	4,674,484
Total	46,642,431	2,216,008	-	48,858,439
Accumulated Depreciation:				
Buildings	4,420,073	190,880	-	4,610,953
Improvements other than buildings	5,385,601	408,091	-	5,793,692
Infrastructure assets	2,662,817	148,163	-	2,810,980
Equipment	2,663,021	195,239	-	2,858,260
Total	15,131,512	942,373	-	16,073,885
Net Book Value:				
Land (non-depreciable)	10,582,812	1,370,903	-	11,953,715
Buildings	3,847,561	(190,880)	-	3,656,681
Improvements other than buildings	11,153,856	312,709	-	11,466,565
Infrastructure assets	4,039,532	(148,163)	-	3,891,369
Equipment	1,887,158	(70,934)	-	1,816,224
Total	$ 31,510,919	$ 1,273,635	$ -	$ 32,784,554
Business-type Activities				
Electric Fund				
Cost / Historical Value				
Land (non-depreciable)	$ 170,235	$ -	$ -	$ 170,235
Buildings	352,131	-	-	352,131
Improvements other than buildings	9,519,708	-	-	9,519,708
Equipment	1,835,507	110,437	-	1,945,944
Total	11,877,581	110,437	-	11,988,018
Accumulated Depreciation:				
Buildings	273,841	5,363	-	279,204
Improvements other than buildings	6,939,618	222,181	-	7,161,799
Equipment	1,635,917	73,773	-	1,709,690
Total	8,849,376	301,317	-	9,150,693
Net Book Value:				
Land (non-depreciable)	170,235	-	-	170,235
Buildings	78,290	(5,363)	-	72,927
Improvements other than buildings	2,580,090	(222,181)	-	2,357,909
Equipment	199,590	36,664	-	236,254
Total	$ 3,028,205	$ (190,880)	$ -	$ 2,837,325

	Balance 9/30/2023	Additions	Deletions	Balance 9/30/2024
Water Fund				
Cost / Historical Value				
Land (non-depreciable)	$ 242,114	$ -	$ -	$ 242,114
Buildings	687,985		-	687,985
Improvements other than buildings	18,545,884	795,100	-	19,340,984
Equipment	1,562,480	65,586	-	1,628,066
Total	21,038,463	860,686	-	21,899,149
Accumulated Depreciation:				
Buildings	548,700	13,823	-	562,523
Improvements other than buildings	8,413,176	446,813	-	8,859,989
Equipment	1,061,025	154,157	-	1,215,182
Total	10,022,901	614,793	-	10,637,694
Net Book Value:				
Land (non-depreciable)	242,114	-	-	242,114
Buildings	139,285	(13,823)	-	125,462
Improvements other than buildings	10,132,708	348,287	-	10,480,995
Equipment	501,455	(88,571)	-	412,884
Total	$ 11,015,562	$ 245,893	$ -	$ 11,261,455
Wastewater Fund				
Cost / Historical Value				
Land (non-depreciable)	$ 48,976	$ -	$ -	$ 48,976
Buildings	2,390,987	-	-	2,390,987
Improvements other than buildings	48,250,440	475,000	-	48,725,440
Equipment	1,912,281	-	-	1,912,281
Total	52,602,684	475,000	-	53,077,684
Accumulated Depreciation:				
Buildings	849,131	76,608	-	925,739
Improvements other than buildings	17,849,913	1,055,268	-	18,905,181
Equipment	1,645,238	108,180	-	1,753,418
Total	20,344,282	1,240,056	-	21,584,338
Net Book Value:				
Land (non-depreciable)	48,976	-	-	48,976
Buildings	1,541,856	(76,608)	-	1,465,248
Improvements other than buildings	30,400,527	(580,268)	-	29,820,259
Equipment	267,043	(108,180)	-	158,863
Total	$ 32,258,402	$ (765,056)	$ -	$ 31,493,346

	Balance 9/30/2023	Additions	Deletions	Balance 9/30/2024
Sanitation Fund				
Cost / Historical Value				
Land (non-depreciable)	$ 12,500	$ -	$ -	$ 12,500
Buildings	-	-	-	-
Improvements other than buildings	-		-	-
Equipment	3,759,413	613,370	-	4,372,783
Total	3,771,913	613,370	-	4,385,283
Accumulated Depreciation:				
Buildings	-	-	-	-
Improvements other than buildings	-	-	-	-
Equipment	3,007,979	196,732	-	3,204,711
Total	3,007,979	196,732	-	3,204,711
Net Book Value:				
Land (non-depreciable)	12,500	-	-	12,500
Buildings	-	-	-	-
Improvements other than buildings	-	-	-	-
Equipment	751,434	416,638	-	1,168,072
Total	$ 763,934	$ 416,638	$ -	$ 1,180,572
Golf Fund				
Cost / Historical Value				
Land (non-depreciable)	$ -	$ -	$ -	$ -
Buildings	483,556	-	-	483,556
Improvements other than buildings	609,042	-		609,042
Equipment	1,118,697	79,791	-	1,198,488
Total	2,211,295	79,791	-	2,291,086
Accumulated Depreciation:				
Buildings	303,169	11,454		314,623
Improvements other than buildings	609,042	-		609,042
Equipment	1,023,515	32,929		1,056,444
Total	1,935,726	44,383	-	1,980,109
Net Book Value:				
Land (non-depreciable)	-	-	-	-
Buildings	180,387	(11,454)	-	168,933
Improvements other than buildings	-	-	-	-
Equipment	95,182	46,862	-	142,044
Total	$ 275,569	$ 35,408	$ -	$ 310,977

Depreciation was charged to functions/programs of the governmental activities as follows:

General Government	$ 405,571
Public Safety	75,080
Highways & Streets	417,835
Parks & Recreation	32,134
Public Works	6,338
Airport	3,216
Library	2,199
Total Governmental Activities Depreciation	$ 942,373

All depreciable capital assets are being depreciated using the straight-line method over the respective estimated lives described in Note 1. The City elected to phase in reporting of existing infrastructure assets acquired between 1980 and 2003, as allowed for Phase 2 governments during the GASB 34 transition period. All infrastructure assets acquired during that time period have been reported with financial statements beginning with the year ended September 30, 2007. Infrastructure assets which had not previously been reported consist mainly of streets, curb and gutter, stop lights and street lights.

Discretely presented component unit - Burley Development Authority

A summary of changes in capital assets follows:

	Balance 9/30/2023	Additions	Deletions	Balance 9/30/2024
Governmental Activities				
Cost / Historical Value				
Land (non-depreciable)	$ 7,554,707	$ -	$ (1,369,983)	$ 6,184,724
Buildings	6,300,000	-	-	6,300,000
Improvements other than buildings	-	-	-	-
Infrastructure assets	-	-	-	-
Equipment	-	-	-	-
Total	13,854,707	-	(1,369,983)	12,484,724
Accumulated Depreciation:				
Buildings	997,500	315,000	-	1,312,500
Improvements other than buildings	-	-	-	-
Infrastructure assets	-	-	-	-
Equipment	-	-	-	-
Total	997,500	315,000	-	1,312,500
Net Book Value:				
Land (non-depreciable)	7,554,707	-	(1,369,983)	6,184,724
Buildings	5,302,500	(315,000)	-	4,987,500
Improvements other than buildings	-	-	-	-
Infrastructure assets	-	-	-	-
Equipment	-	-	-	-
Total	$ 12,857,207	$ (315,000)	$ (1,369,983)	$ 11,172,224

NOTE 5: PENSION PLAN

Plan Description - The City contributes to the Base Plan and the Firefighter's Retirement Fund (FRF) plans which are cost-sharing multiple-employer defined benefit pension plans administered by Public Employee Retirement System of Idaho (PERSI or System). The Base Plan covers substantially all employees of the State of Idaho, its agencies and various participating political subdivisions. The FRF plan covers a closed group of firefighters who were hired before October 1, 1980, and who received benefits in addition to those provided under the PERSI Base Plan. The costs to administer the plans are financed through the contributions and investment earnings of the plans. Additional FRF funding is obtained from receipts from a state fire insurance premium tax. 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 and FRF 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 for the Base Plan and System members for the FRF Plan with at least ten years of service and three members who are Idaho citizens not members of the Base Plan or System for the FRF plan except by reason of having served on the Board.

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

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

The FRF provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service as well as the final average salary. A firefighter must have 5 years of service to be eligible for a lifetime retirement allowance at age 60. Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance is based on Idaho Code Title 72 Chapter 14.

The benefit payments for the FRF are calculated using a benefit formula adopted by the Idaho Legislature. The FRF cost of living increase is based on the increase in the statewide average firefighter's wage.

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

For the Base Plan, the contribution rates for employees are set by stature at 60% of the employer rate for general employees and 74% for police and firefighters. As of June 30, 2024 it was 6.71% for general employees and 9.83% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.18% general employees and 13.26% for police and firefighters. The City's contributions were $607,363 for the year ended September 30, 2024.

For the FRF Plan, as of June 30, 2024, the total employer rate was 13.26%. The FRF member rate for the year for class B is 9.83%. The City's contributions were $31,410 for the year ended September 30, 2024.

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

For the Base Plan at September 30, 2024, the City 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 City's proportion of the net pension liability was based on the City'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 City's proportion was .001108548 percent.

For the FRF at September 30, 2024, the City reported a liability for its proportionate share of the net pension asset. The net pension asset was measured as of June 30, 2024, and the total pension liability used to calculate the net pension asset was determined by an actuarial valuation as of that date. The City's proportion of the net pension asset was based on the City's share of contributions in the FRF pension plan relative to the total contributions of all participating FRF employers. At June 30, 2024, the City's proportion was .00796099 percent.

For the year ended September 30, 2024, the City recognized pension expense (revenue) of $465,530 for the Base Plan and ($14,381) for the FRF Plan. At September 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Base Plan	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ 660,191	$ -
Changes in assumptions or other inputs	164,270	-
Net difference between projected and actual earnings on pension plan investments	-	-
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions		194,005
City contributions subsequent to the measurement date	180,197	
Total	$ 1,004,658	$ 194,005

FRF	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$ -	$ -
Changes in assumptions or other inputs	-	-
Net difference between projected and actual earnings on pension plan investments	64,410	-
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	-	-
City contributions subsequent to the measurement date	7,852	-
Total	$ 72,262	$ -

For the Base Plan, $180,197 was reported as deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date, and will be recognized as a reduction of the net pension liability in the year ending September 30, 2024.

For the FRF Plan, $7,852 was reported as deferred outflows of resources related to pensions resulting from the City's contributions subsequent to the measurement date, and will be recognized as a reduction of the net pension asset 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) determined at July 1, 2024 the beginning of the measurement periods ended June 30, 2024 and June 30, 2023 is 4.6 and 4.6 years for the base plan and 1.0 and 1.0 years for the FRF Plan.

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 Sept 30	Base Plan	FRF
2025	$ 250,294	$ (23,375)
2026	773,161	107,857
2027	(133,330)	(19,623)
2028	(95,301)	(449)

Actuarial Assumptions Base Plan - 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.

For the Base Plan, 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%

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%.
Teachers Males Pub 2010 Teacher Tables, increased 12%.
Teachers Females Pub 2010 Teacher Tables, increased 21%.
Fire & Police Males Pub 2010 Safety Tables, increased 21%.
Fire & Police Females Pub 2010 Safety Tables, increased 26%.
Disabled Members Males Pub 2010 Disabled Tables, increased 38%.
Disabled Members Females Pub 2010 Disabled Tables, increased 36%.

Actuarial Assumptions FRF Plan - For the FRF Plan, 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. Unfunded actuarial accrued liability for FRF is the difference between the actuarial present value of the FRF benefits not provided by the Base Plan and the FRF assets. Currently FRF assets exceed this actuarial present value; therefore there is not an unfunded liability to amortize at this time. The maximum amortization period for the FRF permitted under Section 59-1394, Idaho Code, is 50 years.

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

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

Contributing Members, Service Retirement Members, and Beneficiaries

Fire & Police Males Pub 2010 Safety Tables, increased 21%.
Fire & Police Females Pub 2010 Safety Tables, increased 26%.
Disabled Members Males Pub 2010 Disabled Tables, increased 38%.
Disabled Members Females Pub 2010 Disabled Tables, increased 36%.

For the Base Plan, 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, 2023 is based on the results of an actuarial valuation date of July 1, 2023.

An experience study was performed for the period July 1, 2011 through June 30, 2015 which reviewed all economic and demographic assumptions other than mortality. Mortality and all economic assumptions were studied in 2014 for the period from July 1, 2009 through June 30, 2013. The Total Pension Asset as of June 30, 2024 is based on the results of an actuarial valuation date of July 1, 2024.

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

Even though history provides a valuable perspective for setting the investment return assumption, the System relies primarily on an approach which builds upon the latest capital market assumptions. Specifically, the System uses consultants, investment managers and trustees to develop capital market assumptions in analyzing the System's asset allocation. The assumptions and the System's formal policy for asset allocation are shown below. The formal asset allocation policy is somewhat more conservative than the current allocation of 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 2023.

Capital Market Assumptions as of 2024

Asset Class	Target Allocation	Long-Term Expected Rate of Return (Arithmetic)	Long-Term Expected Real Rate of Return (Arithmetic)
Core Fixed Income	30.00%	1.80%	-0.20%
Broad US Equities	55.00%	8.00%	6.00%
Developed Foreign Equities	15.00%	8.25%	6.25%
Assumed Inflation - Mean		2.00%	2.00%
Assumed Inflation - Standard Deviation		1.50%	1.50%
Portfolio Arithmetic Mean Return		6.18%	4.18%
Portfolio Standard Deviation		12.29%	12.29%
Portfolio Long-Term (Geometric)Expected Rate of Return		5.55%	3.46%
Assumed Investment Expenses		0.40%	0.40%
Portfolio Long-Term (Geometric)Expected Rate of Return, Net of Investment Expenses		5.15%	3.06%

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

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

	1% Decrease (5.35%)	Current Discount Rate (6.35%)	1% Increase (7.35%)
Employer's proportionate share of the net pension liability (asset) - Base Plan	$ 7,879,992	$ 4,146,684	$ 1,097,523
Employer's proportionate share of the net pension liability (asset) - FRF	$ (1,849,051)	$ (2,003,750)	$ (2,139,056)

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

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

Payables to the pension plan - At year end the City reported no payables to the defined benefit pension plan for legally required employer contributions and for legally required employee contributions which had been withheld from employee wages but not yet remitted to PERSI.

NOTE 6: LEASES

As of October 1, 2021, the District adopted GASB Statement No. 87, Lease Accounting. The objective of this Statement is to improve the identification of leasing activities for accounting and financial reporting purposes and how those activities should be reported. The Statement requires that a right of use asset and lease liability be recorded in the Statement of Net Position in the year of adoption. The District reported all lease activity in the Statement of Net Position. The District has determined that the cumulative effect on the beginning balances in the Statement of Net Position was immaterial to the financial statements.

Operating Leases prior to the adoption of GASB 87:

Prior to the adoption of GASB 87, the City entered into various operating leases for office copiers and printers and a John Deere mower. The City has elected to not apply the provisions of GASB 87 to these leases based on the annual lease amounts and the remaining lease term. Required right of use assets and related lease liabilities would be immaterial to the understanding of the financial statements. Required future lease payments on these leases are:

Due Year Ending 9/30	Amount
2025	3,266
	$ 3,266

GASB 87 Leases:

On March 15, 2021, the City's water department entered into a 6 year lease of a mini excavator. The terms call for six equal payments of $4,362.84 with no monthly maintenance costs to the City. Payments on the lease began on March 15, 2021 and are due annually on that date for the remainder of the lease. The City used an interest rate of 2.99% for this lease.

At September 30, 2024, the City has recognized a right to use asset of $4,117 and a lease liability of $4,236 related to lease of the excavator for the water department. During the fiscal year, the City recorded $4,117 in amortization expense for the right to use assets. The amortization expense is recorded as an expense in the water fund.

Right of Use Assets September 30, 2024	Beginning Balance	Additions	Deletions	Ending Balance
Water Excavator	20,584	-	-	20,584
	$ 20,584	$ -	$ -	$ 20,584

Accum. Amortization September 30, 2024	Beginning Balance	Additions	Deletions	Ending Balance
Water Excavator	(12,351)	(4,116)	-	(16,467)
	$ (12,351)	$ (4,116)	$ -	$ (16,467)

Total right of use assets, net	$ 4,117

Future payments on the lease agreements are as follows:

Year Ending September 30	Principal	Interest	Total
2025	4,236	127	4,363
Total	$ 4,236	$ 127	$ 4,363

NOTE 6: LONG-TERM DEBT

Long-term debt activity for the primary government is as follows:

Compensated absences:

Changes in compensated absences for the year are as follows:

	Beginning Balance	Increase/ (Decrease)	Ending Balance
General Fund	$ 213,286	$ 24,779	$ 238,065
Street Fund	$ 25,671	$ (5,158)	20,513
Library Fund	16,684	2,287	18,971
Electric Fund	62,014	(15,882)	46,132
Water Fund	57,853	6,521	64,374
Sewer Fund	48,239	3,739	51,978
Sanitation Fund	42,696	4,684	47,380
Golf Fund	31,943	(6,288)	25,655
Totals	$ 498,386	$ 14,682	$ 513,068

Capital Leases and property purchases:

The City has entered into lease purchase agreements for financing the acquisition of various pieces of equipment and property. The annual requirements to amortize each of the agreements are as follows:

General Fund

Item	Int. Rate	Due Year Ending 9/30	Principal	Interest	Total
Fire Truck	2.70%	2025	104,641	1,540	106,181
	Total - Fire Truck		$ 104,641	$ 1,540	$ 106,181

Item	Int. Rate	Due Year Ending 9/30	Principal	Interest	Total
Cemetery Land	2.00%	2025	12,071	3,777	15,848
		2026	12,315	3,534	15,849
		2027	12,563	3,285	15,848
		2028	12,817	3,032	15,849
		2029	13,075	2,773	15,848
		2030 - 2034	69,445	9,797	79,242
		2035 - 2039	62,093	2,622	64,715
	Total - Cemetery Land		$ 194,379	$ 28,820	$ 223,199

Item	Int. Rate	Due Year Ending 9/30	Principal	Interest	Total
Air Packs	3.00%	2025	56,562	3,433	59,995
		2026	58,226	1,742	59,968
	Total - Street		$ 114,788	$ 5,175	$ 119,963
Total General			$ 413,808	$ 35,535	$ 449,343

Water Revenue Refunding Bonds, Series 2021

The City issued water revenue refunding bonds on June 1, 2021 in the amount of $830,000, including an amortizable premium of $157,091, and bearing a coupon rate of 5%. These revenue refunding bonds replaced the Series 2012 Water Revenue Refunding Bonds, which were paid off as a result of the issuance of the bonds. The amortizable premium will be amortized over the life of the bonds as a reduction to interest expense. The annual requirements to amortize the bonds are as follows:

Year Ending Sept. 30		Principal	Interest	Total
2025		125,000	30,000	155,000
2026		130,000	23,750	153,750
2027		135,000	17,250	152,250
2028		145,000	10,500	155,500
2029		65,000	3,250	68,250
	Totals	$ 600,000	$ 84,750	$ 684,750

Sewer Revenue Refunding Bonds, Series 2021

The City issued sewer revenue refunding bonds on June 1, 2021 in the amount of $8,195,000, including an amortizable premium of $1,729,958, and bearing a coupon rate of 5%. These revenue refunding bonds replaced the Series 2012 Sewer Revenue Refunding Bonds, which were paid off as a result of the issuance of the bonds. The amortizable premium will be amortized over the life of the bonds as a reduction to interest expense. The annual requirements to amortize the bonds are as follows:

Year Ending Sept. 30		Principal	Interest	Total
2025		920,000	324,000	1,244,000
2026		970,000	278,000	1,248,000
2027		1,020,000	229,500	1,249,500
2028		855,000	178,500	1,033,500
2029		895,000	135,750	1,030,750
2030 - 2031		1,820,000	135,000	1,955,000
	Totals	$ 6,480,000	$ 1,280,750	$ 7,760,750

A summary of changes in long-term debt is as follows:

	Balance at 9/30/2023	Additions	Reductions	Balance at 9/30/2024
Compensated Absences	$ 498,386	$ 14,682	$ -	$ 513,068
General Fund Long-Term Debt	582,432	-	(168,624)	413,808
Water Rev. Refunding S2021	720,000	-	(120,000)	600,000
Sewer Rev. Refunding S2021	7,360,000	-	(880,000)	6,480,000
Totals	$ 9,160,818	$ 14,682	$ (1,168,624)	$ 8,006,876

Information on other debt (Local Improvement Districts):

The city has assisted in the creation of LIDs (Local Improvement Districts) for street improvements for Stevens Place LID #1, North Burley LID #2, & Burley Sidewalk LID's #3 & #4 located within the City. The assessments to home owners and the bond payments on the bonds issued for the cost of these improvements are being handled by the City acting as an agent for the LID. The City is not liable for payments or potential defaults on the bonds. The amount of debt for LID #2 is $63,708 which was loaned by the Electric Fund. LIDs #3 and #5 have loans from DL Evans Bank. The balances of these loans as of year end were $37,083 and $70,238.

The City has also assisted in the creation of additional LIDs for infrastructure projects on commercial developments in West Burley which guarantee debt owed by the Burley Development Authority. No debt has been issued by these LIDs.

Long-term debt activity for the component unit is as follows:

The Burley Development Authority (BDA) has issued 3 bonds as detailed below:

BDA Urban Renewal Bond - Series 2008A

The Burley Development Authority issued an urban renewal bond on March 1, 2009 in the amount of $3,700,000, bearing an interest rate of 6%. The bond was issued to DOT Foods, Inc. as a cost reimbursement and construction incentive for locating within the urban renewal area and will be repaid by the incremental tax increases of new taxable property within the urban renewal area. The annual payments to amortize the bond are as follows:

Year Ending Sept. 30		Principal	Interest	Total
2025		$ 62,960	$ 176,692	239,652
2026		66,794	172,858	239,652
2027		70,862	168,790	239,652
2028		75,177	164,475	239,652
2029		79,756	159,896	239,652
2030 - 2034		477,828	720,431	1,198,259
2035 - 2038		2,384,322	356,620	2,740,942
	Totals	$ 3,217,699	$ 1,919,762	$ 5,137,461

BDA Urban Renewal Bond - Series 2019

The Burley Development Authority issued an urban renewal bond on April 11, 2019 in the amount of $15,584,694, bearing an interest rate of 3.206%. The bond was issued to McCain Foods as a cost reimbursement and construction incentive for expansion of a processing plant within the urban renewal area and will be repaid by the incremental tax increases of new taxable property within the urban renewal area. The annual payments to amortize the bond are as follows:

Year Ending Sept. 30		Principal	Interest	Total
2025		$ 983,408	$ 336,819	$ 1,320,227
2026		978,431	305,330	1,283,761
2027		970,790	274,023	1,244,813
2028		960,322	242,982	1,203,304
2029		919,333	212,520	1,131,853
2030 - 2034		3,876,064	655,812	4,531,876
2035 - 2038		2,061,434	139,652	2,201,086
	Totals	$ 10,749,782	$ 2,167,138	$ 12,916,920

BDA Urban Renewal Bond - Series 2020

The Burley Development Authority issued an urban renewal bond on March 4, 2020 in the amount of $5,824,575, bearing an interest rate of 3.4%. The bond was issued to purchase a warehouse and land within the urban renewal area. The warehouse is being leased pursuant to a long-term lease signed with High Desert Milk, Inc. The bonds will be repaid with the lease payments made to the Agency from High Desert Milk. The annual payments to amortize the bond are as follows:

Year Ending Sept. 30	Principal	Interest	Total
2025	$ 240,862	$ 163,131	$ 403,993
2026	249,194	157,799	406,993
2027	257,918	146,075	403,993
2028	266,571	137,422	403,993
2029	276,290	127,703	403,993
2030 - 2034	1,533,257	486,708	2,019,965
2035 - 2039	1,821,352	198,613	2,019,965
2040 - 2043	201,227	2,015	203,242
Totals	$ 4,846,671	$ 1,419,466	$ 6,266,137

BDA Urban Renewal Bond - Series 2023

The Burley Development Authority issued an urban renewal bond on October 20, 2023 in the amount of $5,120,000, bearing an interest rate of 6.0%. The bond was issued to Suntado LLC as a cost reimbursement and construction incentive for expansion of infrastructure within the urban renewal area and will be repaid by the incremental tax increases of new taxable property within the urban renewal area. The annual payments to amortize the bond are as follows:

Year Ending Sept. 30	Principal	Interest	Total
2025	$ 155,865	$ 309,189	$ 465,054
2026	165,491	299,563	465,054
2027	175,712	289,342	465,054
2028	185,808	279,246	465,054
2029	198,038	267,015	465,053
2030 - 2034	1,188,781	1,136,488	2,325,269
2035 - 2039	1,604,267	721,002	2,325,269
2040 - 2043	1,446,038	181,650	1,627,688
Totals	$ 5,120,000	$ 3,483,495	$ 8,603,495

A summary of changes in BDA long-term debt is as follows:

	Balance at 9/30/2023	Additions	Reductions	Balance at 9/30/2024
Urban Renewal Bond 2008A	3,217,699	-	-	3,217,699
Urban Renewal Bond 2019	11,735,659	-	(985,876)	10,749,783
Urban Renewal Bond 2020	5,077,426	-	(230,755)	4,846,671
Urban Renewal Bond 2023	-	5,120,000	-	5,120,000
Totals	$ 20,030,784	$ 5,120,000	$ (1,216,631)	$ 23,934,153

NOTE 7: RISK MANAGEMENT/INSURANCE COVERAGE

The City 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 City has transferred most of its risk by purchasing commercial insurance.

Workman's Compensation insurance is purchased through the Idaho State Insurance Fund.

Airport owners and operators general liability insurance is purchased through Old Republic Insurance Company. All other insurance has been purchased through the Idaho Counties Risk Management Program (ICRMP). The current year policy expires October 1, 2024, and has been renewed with ICRMP. The policy coverage's include: property, inland marine, crime, general liability, automobile liability and public officials.

NOTE 8: LITIGATION AND CONTINGENT LIABILITIES

The City is not currently involved in any litigation and is not aware of any pending or threatened litigation against the City other than is being handled by the City's insurer. The City does receive various tort claims which are forwarded on to the City's insurance carrier. There are no known material claims outstanding.

The City has entered into an agreement with Cassia County for law enforcement services to be provided by the County within City limits. As part of the agreement, the City will share in the law enforcement costs of the County, and is contractually liable for annual expenses of approximately $2,180,000.

NOTE 9: PROPERTY TAXES - DEFERRED REVENUE

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 ultimately 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.

The deferred revenue account in the General Fund represents the taxes receivable after 60 days of the year end.

NOTE 10: STATEMENT OF CASH FLOWS

For purposes of the statement of cash flows, the Enterprise Funds consider all checking and certificates of deposit with maturity dates within 90 days to be cash equivalents.

Required supplemental information for the statement of cash flows: Cash paid for interest during the year: $417,426.

NOTE 11: INTERFUND RECEIVABLES, PAYABLES & TRANSFERS

Interfund balances consist of individual fund receivables and payables which are presented in the financial statements as negative cash balances (pooled cash). Amounts due to and due from other funds do not include loans formalized by a note and specific repayment terms. These notes between funds are disclosed in Note 6 above. There were no interfund balances to report as of year end. As of September 30, 2024 the Fleet Fuel Internal Service Fund had a negative pooled cash balance of $298,762 and negative net position of $356,108. This was due to the initial investment in the fueling station for the City. These negative balances will be eliminated over time as the various funds pay back the initial investment in the fueling station.

The following transfers were made during the year:

From:	To:	Amount:	Purpose:
General Fund	Golf Fund	$ 70,000	Operating transfer

NOTE 12: DEFICIT FUND BALANCES

The following funds had a deficit balance as of September 30, 2024:

Grant Fund
Fleet Fuel Service Internal Service Fund

NOTE 13: COMPONENT UNIT - BURLEY DEVELOPMENT AUTHORITY

Burley Development Authority (BDA) is an urban renewal agency created by and existing under the Local Development Act, Chapter 29, Title 50 of the Idaho Code, and is an independent public body. As explained in note 1, the BDA was determined to be a component unit of the City of Burley. As provided by the Idaho Code, the BDA uses tax revenue allocation financing to: encourage private development in the urban renewal area, prevent and arrest decay of the urban renewal area, encourage taxing districts to cooperate in the allocation of future tax revenues to facilitate the long-term growth of their common tax bases and other public purposes.

The accounting and reporting policies of the BDA are consistent with the City of Burley as explained earlier in these financial statements. Required disclosures relating to fixed assets and long-term debt are included within these financial statements as previously noted. The BDA has issued a separate audited financial statement for the year ended September 30, 2024. A copy of these financial statements may be obtained by contacting the city administrator for the City of Burley.

NOTE 14: SUBSEQUENT EVENTS

Subsequent events were evaluated through the audit report date, May 15, 2025, which is the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTAL INFORMATION

CITY OF BURLEY

SCHEDULE OF EMPLOYER'S SHARE OF NET PENSION LIABILITY
For the Year Ended September 30, 2024

Schedule of Employer's Share of Net Pension Liability
PERSI - Base Plan
Last 10 Fiscal Years *

	2016	2017	2018	2019	2020	2021	2022	2023	2024
City's portion of the net pension liability	0.1106128%	0.1264952%	0.1240928%	0.1232296%	0.1216614%	0.1206664%	0.1197792%	0.1185021%	0.1108548%
City's proportionate share of the net pension liability	$ 2,242,292	$1,988,287	$1,830,390	$1,406,631	$2,825,139	$ (95,300)	$4,717,812	$ 4,729,031	$ 4,146,686
City's covered-employee payroll	$ 3,623,740	$3,880,874	$4,059,172	$4,063,336	$4,063,336	$4,367,956	$4,723,425	$ 5,038,610	$ 5,432,585
City's proportionate share of the net pension liability as a percentage of its covered employee payroll	61.88%	51.23%	45.09%	34.62%	69.53%	-2.18%	99.88%	93.86%	76.33%
Plan fiduciary net position as a percentage of the total pension liability	87.26%	90.68%	91.69%	93.79%	88.22%	100.36%	83.09%	83.83%	85.54%

Schedule of Employer's Share of Net Pension Liability
PERSI - FRF
Last 10 Fiscal Years *

	2016	2017	2018	2019	2020	2021	2022	2023	2024
City's portion of the net pension asset	0.7921922%	0.8384520%	0.7966319%	0.8027421%	0.7960990%	0.7960990%	0.7960990%	0.7960990%	0.7960990%
City's proportionate share of the net pension asset	$ 425,791	$ 719,355	$ 901,550	$1,153,971	$1,185,385	$2,151,273	$1,643,319	$ 1,882,000	$ 2,003,750
City's covered-employee payroll	$ 625,098	$ 599,801	$ 670,720	$ 644,019	$ 653,564	$ 661,758	$ 783,652	$ 824,058	$ 865,005
City's proportionate share of the net pension asset as a percentage of its covered employee payroll	68.12%	119.93%	134.42%	179.18%	181.37%	325.08%	209.70%	228.38%	231.65%
Plan fiduciary net position as a percentage of the total pension liability	118.42%	129.65%	140.15%	152.74%	155.55%	88.22%	184.72%	200.58%	207.66%

Data reported is measured as of June 30 (measurement date)

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

CITY OF BURLEY

SCHEDULE OF EMPLOYER'S CONTRIBUTIONS
For the Year Ended September 30, 2024

Schedule of Employer Contributions
PERSI - Base Plan
Last 10 Fiscal Years *

	2016	2017	2018	2019	2020	2021	2022	2023	2024
Statutorily required contribution	$ 410,207	$ 444,746	$ 481,774	$ 473,785	$ 517,267	$ 537,671	$ 563,977	$ 601,610	$ 607,363
Contributions in relation to the statutorily required contribution	$ 410,448	$ 444,746	$ 481,774	$ 473,785	$ 517,267	$ 537,671	$ 563,977	$ 601,610	$ 607,363
Contribution (deficiency) excess	241	-	-	-	-	-	-	-	-
Employer's covered-employee payroll	$ 3,623,740	$ 3,880,874	$ 4,059,172	$ 4,063,336	$ 4,367,956	$ 4,503,107	$ 4,723,425	$ 5,038,610	$ 5,432,585
Contributions as a percentage of covered-employee payroll	11.33%	11.46%	11.87%	11.66%	11.84%	11.94%	11.94%	11.94%	11.18%

Schedule of Employer Contributions
PERSI - FRF
Last 10 Fiscal Years *

	2016	2017	2018	2019	2020	2021	2022	2023	2024
Statutorily required contribution	$ 27,082	$ 30,608	$ 29,821	$ 31,523	$ 31,410	$ -	$ -	$ -	$ -
Contributions in relation to the statutorily required contribution	$ 27,082	$ 30,608	$ 29,821	$ 31,523	$ 31,410	$ -	$ -	$ -	$ -
Contribution (deficiency) excess	-	-	-	-	-	-	-	-	-
Employer's covered-employee payroll	$ 625,098	$ 599,801	$ 670,720	$ 644,019	$ 653,564	$ 661,758	$ 783,652	$ 824,058	$ 865,005
Contributions as a percentage of covered-employee payroll	4.33%	5.10%	4.45%	4.89%	4.81%	0.00%	0.00%	0.00%	0.00%

Data reported is measured as of September 30.

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

CITY OF BURLEY, IDAHO

Combining Statement of Net Position
Internal Service Funds
September 30, 2024

	Internal Service Funds					
ASSETS	Health Insurance	Liability Insurance	Workman's Comp. Ins.	Automation & Communication	Fleet Fuel Service	Total Internal Service Funds
Cash & Investments	$ 1,276,878	$ 131,735	$ 290,250	$ 129,587	$ (298,762)	$ 1,529,688
Receivables (Net of Allowances):						
Claims	-	-	-	-	-	-
Prepaid Expenses	-	-	-	-	-	-
Due from other fund	-	-	-	-	-	-
Capital Assets:						
Land	-	-	-	-	-	-
Other Capital Assets, Net of Depreciation	-	-	-	-	-	-
Total assets	1,276,878	131,735	290,250	129,587	(298,762)	1,529,688
LIABILITIES						
Accounts Payable and Accrued Expenses	1,477	-	-	3,895	57,346	62,718
Customer Deposits Payable	-	-	-	-	-	-
Interest Payable	-	-	-	-	-	-
Due to other fund	-	-	-	-	-	-
Long-Term Liabilities:						
Due Within One Year	-	-	-	-	-	-
Due in More Than One Year	-	-	-	-	-	-
Total liabilities	1,477	-	-	3,895	57,346	62,718
NET POSITION						
Net Investment in Capital Assets	-	-	-	-	-	-
Restricted for:						
Capital projects	-	-	-	-	-	-
Unrestricted	1,275,401	131,735	290,250	125,692	(356,108)	1,466,970
Total Net Position	$ 1,275,401	$ 131,735	$ 290,250	$ 125,692	$ (356,108)	$ 1,466,970

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Combining Statement of Revenues, Expenses and
Changes in Fund Net Position
Internal Service Funds
Year Ended September 30, 2024

	Internal Service Funds					
	Health Insurance	Liability Insurance	Workman's Comp. Ins.	Automation & Communication	Fleet Fuel Service	Total Internal Service Funds
Operating revenues:						
Insurance charges to other funds	$ 1,694,260	$ 173,543	$ 157,843	$ -	$ -	$ 2,025,646
Property taxes for capital improvements	-	-	-	-	-	-
Technology charges to other funds	-	-	-	177,961	-	177,961
Premium dividend (refunds)	-	-	-	-	-	-
Internal Fuel Charges	-	-	-	-	340,223	340,223
Miscellaneous revenue	-	-	-	-	-	-
Total operating revenues	1,694,260	173,543	157,843	177,961	340,223	2,543,830
Operating expenses:						
Administrative services	-	-	-	71,444	-	71,444
Claims and premium costs	1,747,639	241,591	122,229	-	-	2,111,459
Other Insurance premiums	11,517	-	-	-	-	11,517
Wellness benefit program	28,103	-	-	-	-	28,103
Internet service	-	-	-	46,197	-	46,197
Operating supplies	-	-	-	-	-	-
Fuel and oil	-	-	-	-	351,087	351,087
Construction expenses	-	-	-	-	3,212	3,212
Other expenses	-	-	-	18,009	2,351	20,360
Total operating expenses	1,787,259	241,591	122,229	135,650	356,650	2,643,379
Operating income (loss)	(92,999)	(68,048)	35,614	42,311	(16,427)	(99,549)
Non-operating revenues (expenses)						
Grant revenue	-	-	-	-	-	-
Grant (expense)	-	-	-	-	-	-
Gain (Loss) on sale of equipment	-	-	-	-	-	-
Interest income	-	-	-	-	-	-
Interest (expense)	-	-	-	-	-	-
Total non-operating revenues (expenses)	-	-	-	-	-	-
Income/(Loss) before contributions and transfers	(92,999)	(68,048)	35,614	42,311	(16,427)	(99,549)
Capital Contributions	-	-	-	-	-	-
Transfers In	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	-
Change in Net Position	(92,999)	(68,048)	35,614	42,311	(16,427)	(99,549)
Net Position Beginning of Year	1,368,400	199,783	254,636	83,381	(339,681)	1,566,519
Net Position End of Year	$ 1,275,401	$ 131,735	$ 290,250	$ 125,692	$ (356,108)	$ 1,466,970

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Combining Statement of Cash Flows
Internal Service Funds
For the Year Ended September 30, 2024

	Internal Service Funds					
	Health Insurance	Liability Insurance	Workman's Comp. Ins.	Automation & Communication	Fleet Fuel Services	Total Internal Service Funds
Cash flows provided by operating activities:						
Receipts from customers and users	$ 1,694,260	$ 173,543	$ 157,843	$ 177,961	$ 340,223	$ 2,543,830
Payments to suppliers	(1,786,479)	(241,591)	(122,229)	(135,588)	(299,304)	(2,585,191)
Payments to employees	-	-	-	-	-	-
Payments for interfund services used	-	-	-	-	-	-
Other receipts/(payments)	-	-	-	-	-	-
Net cash provided (used) by operating activities	(92,219)	(68,048)	35,614	42,373	40,919	(41,361)
Cash flows from noncapital and related financing activities:						
Transfers to other funds	-	-	-	-	-	-
Transfers from other funds	-	-	-	-	-	-
Net cash provided (used) by noncapital and related financing activities	-	-	-	-	-	-
Cash flows from capital and related financing activities:						
Principal and interest paid on long-term debt	-	-	-	-	-	-
Disposal of capital assets	-	-	-	-	-	-
Acquisition of capital assets	-	-	-	-	-	-
Net cash used by capital and related financing activities	-	-	-	-	-	-
Cash flows from investing activities:						
Principal received on loan to other fund	-	-	-	-	-	-
Interest received on Investments	-	-	-	-	-	-
Net cash provided by investing activities	-	-	-	-	-	-
Net increase (decrease) in cash	(92,219)	(68,048)	35,614	42,373	40,919	(41,361)
Cash at beginning of year	1,369,097	199,783	254,636	87,214	(339,681)	1,571,049
Cash at end of year	$ 1,276,878	$ 131,735	$ 290,250	$ 129,587	$ (298,762)	$ 1,529,688
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating income (loss)	$ (92,999)	$ (68,048)	$ 35,614	$ 42,311	$ (16,427)	$ (99,549)
Depreciation & amortization	-	-	-	-	-	-
(Increase) decrease in accounts receivable	-	-	-	-	-	-
(Increase) decrease in prepaid expenses	-	-	-	-	-	-
Increase (decrease) in accounts payable	780	-	-	62	57,346	58,188
Net cash provided (used) by operating activities	$ (92,219)	$ (68,048)	$ 35,614	$ 42,373	$ 40,919	$ (41,361)

See accompanying notes to the financial statements.

Poulsen VanLeuven & Catmull PA

Certified Public Accountants

Members of the American Institute of CPA's
and the Idaho Society of CPA's
Jeffrey D. Poulsen, CPA
Darren B. VanLeuven, CPA
Jacob H. Catmull, CPA

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*

To the Mayor and City Council
City of Burley, Idaho

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate remaining fund information, and the discretely presented component unit of City of Burley, Idaho, as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise City of Burley, Idaho's basic financial statements, and have issued our report thereon dated May 15, 2025.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether City of Burley, 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*.

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Purpose of This Report

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

Poulsen VanLeuven & Catmull

Burley, Idaho
May 15, 2025

SINGLE AUDIT

Poulsen VanLeuven & Catmull PA

Certified Public Accountants

Members of the American Institute of CPA's
and the Idaho Society of CPA's
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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE

To the Mayor and City Council
City of Burley, Idaho

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

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

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

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City of Burley, Idaho and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance

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resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Poulsen VanLeuven & Catmull

Poulsen VanLeuven & Catmull PA
May 15, 2025

CITY OF BURLEY, IDAHO

Schedule of Expenditures of Federal Awards
For the year ended September 30, 2024

Federal Grantor Program Title	Pass Through Grantor's ID #	Federal CFDA#	Expenditures
U.S. Department of Transportation			
Airport Improvement Program	N/A	20.106	$ 161,703
Total Department of Transportation			161,703
U.S. Department of Treasury			
COVID-19 - State and Local Fiscal Recovery Fund	SLFRP0142	21.027	$ 905,569
Total Department of Treasury			905,569
Total Expenditures of Federal Awards			**1,067,272**

See accompanying notes to the financial statements.

CITY OF BURLEY, IDAHO

Notes to Schedule of Expenditures of Federal Awards
For the year ended September 30, 2024

Note 1: Basis of Presentation

The accompanying schedule of expenditures of federal awards (the schedule) includes the federal award activity of City of Burley, Idaho (the City) under programs of the federal government for the year ended September 30, 2024. The information is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position of the City.

Note 2: Summary of Significant Accounting Policies

This schedule was prepared using the modified accrual basis of accounting, which is consistent with the method used in the preparation of the City's financial statements.

Note 3: Indirect Cost Rate

The City has not elected to use the 10% de minimis cost rate.

CITY OF BURLEY, IDAHO

Schedule of Findings and Questioned Costs-Federal Awards
For the year ended September 30, 2024

I: Summary of Audit Results:

1 The auditor's report expresses a unmodified opinion on the basic financial statements of City of Burley, Idaho.

2 There were no material weaknesses disclosed during the audit of the basic financial statements of the City.

3 No instances of noncompliance material to the basic financial statements of the City were disclosed during the audit.

4 The auditor's report on compliance for the major federal award programs for the City expresses an unmodified opinion on all major federal programs.

5 The following were tested as major programs:

Title	CFDA#
Coronavirus State and Local Fiscal Recovery Funds	21.027

6 The threshold for distinguishing Types A and B programs was $750,000.

7 The City was determined to be a high-risk auditee.

8 The audit did not disclose any material weaknesses in internal control over major programs.

9 There were no audit findings that are required to be reported in accordance with the Uniform Guidance.

II: Financial Statement Findings:
There were no findings or questioned costs in the financial statements

III: Federal Award Findings:
There were no findings or questioned costs in any of the federal award programs.