CITY OF JEROME, IDAHO

FINANCIAL STATEMENTS

YEAR ENDED SEPTEMBER 30, 2024

TABLE OF CONTENTS

	PAGE
Independent Auditor's Report	1-3
Management's Discussion and Analysis	4-13
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Position	14
Statement of Activities	15
Fund Financial Statements:	
Governmental Funds:	
Balance Sheet	16
Statement of Revenue, Expenditures, and Changes In Fund Balances	17-18
Proprietary Funds:	
Statement of Net Position	19
Statement of Revenues, Expenses, and Changes In Net Position	20
Statement of Cash Flows	21
Notes to Financial Statements	22-46
Required Supplementary Information:	
Budgetary Comparison Schedules:	
General Fund	47
Street Fund	48
Library Fund	49
Park Fund	50
PERSI Base Plan and FRF Schedules	51-52
Notes to Required Supplementary Information	53
Other Supplementary Information:	
Budgetary Comparison Schedules:	
Irrigation Fund	54
Sanitation Fund	55
Water Fund	56
Sewer Fund	57
Combining Balance Sheet Nonmajor Internal Service Funds	58
Combining Statement of Revenues, Expenses and Changes in Net Position Nonmajor Internal Service Funds	59
Schedules of:	
Expenditures by Object and Function - General Fund	60
Property Tax Levies and Collections - Last Ten Fiscal Years	61
Governmental Expenditures by Function - Last Ten Fiscal Years	62
General Revenues by Source - Last Ten Fiscal Years	63
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*	64-65

WORKMAN & COMPANY | Office of Accounting

2190 Village Park Avenue, Suite 300 • Twin Falls, ID 83301 • 208.733.1161 • Fax: 208.733.6100

INDEPENDENT AUDITOR'S REPORT

April 15, 2025

To the City Council
City of Jerome, Idaho
Jerome, Idaho

Opinions

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

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 Jerome, 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 these 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 Jerome, 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 Responsibility

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

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Jerome, 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 Jerome, 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 planning scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and post-employment information on pages 4–13 and 47–50 and 51-52 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Jerome, Idaho's basic financial statements. The other supplementary schedules on pages 54-63 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements, other budgetary comparison schedules, and other information schedules 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 to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements 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 April 15, 2025, on our consideration of the City of Jerome, 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 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

.

Workman & Company

Certified Public Accountants
Twin Falls, Idaho

I. Background.

As a result of heightened fiscal responsibility, taxpayers demand better accounting of how and where their money is being spent. With the drafting in June 1999 of GASB 34 – the Government Accounting Standards Board Statement Number 34 – the scope of maintaining public asset records has been changing.

GASB 34 requires all government entities, including local and state governments, school districts, publicly operated hospitals, public utilities, and state universities, and all other public entities that collected tax revenues, to report on the value and condition of all capital and infrastructure assets. Two reporting methods are outlined in the statement: (1) the standard approach, which is a simple depreciation method; and (2) the modified method, which takes into account maintenance expenses and the value that these expenses add to an asset. This method requires a current inventory of all assets, a condition assessment every three years, and estimates of annual maintenance costs. In either case, local and state governments now must adhere to some of the accounting standards that have been required of private sector firms for years.

At the conclusion of Fiscal Year 2004, the City of Jerome implemented a new accounting reporting requirement. Fiscal Year 2024 represents the twentieth year in which the City has followed the financial standards established with the adoption of GASB-34.

As part of these new standards, the City is now required to provide an overview of its financial activities in a narrative form called the "Management's Discussion and Analysis". This report highlights the general fiscal health of the City, outlines key financial decisions that were initiated by the City's leadership and identifies future financial priorities and activities as determined by the Mayor, City Council and City Staff. In order to fully understand the financial statements included in the City's Audit, residents should first read the Management's Discussion and Analysis document. It is our goal that through its reading, our citizens will be better informed and involved.

II. Understanding this Report.

This Management's Discussion and Analysis report is broken into three major components that include a Financial Statements Overview, a Debt Management and Administration Overview and a glimpse into the Fiscal Year 2025 Priorities. This report covers the Fiscal Year 2024 that began on October 1, 2023 and ended on September 30, 2024. Fiscal Year 2025 priorities address those financial activities that the City leadership is currently addressing as of the date of this analysis.

Like the report issued at the conclusion of the previous fiscal year, the Fiscal Year 2024 Management Discussion and Analysis provides financial comparisons and financial trends analysis, all designed to provide the reader with a greater understanding of the City's overall financial health.

The City's financial statements are broken into two categories: Government Wide Financial Statements and Fund Financial Statements.

A. Government-Wide Financial Statements. Government-wide financial statements, presented on pages 14-15 of the audit, are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private sector business. The statement of net position presents information on all of the City of Jerome's assets and liabilities with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position

of the City is improving or deteriorating. In other words, it will help to show how solvent the City is.

The statement of activities presents information showing how the government's assets and liabilities changed during the most recent fiscal year. All changes in net position are reported as they occur, regardless of the timing of related cash flows. This is accrual accounting and thus, revenues and expenses are reported in this statement for some items that might not reflect actual cash flows until future fiscal periods (i.e., delinquent taxes and earned but unused compensated absences such as personal time off and short term disability).

The government-wide financial statements distinguish functions of the City of Jerome as either governmental activities, those activities that are supported primarily by taxes and intergovernmental activity, or business-type activities, those activities that are intended to recover all or a significant portion of their costs through user fees and charges.

The governmental activities of the City of Jerome include general government administration and operations, transportation assets, capital projects and asset depreciation. Business-type activities of the City of Jerome include water and sewer administration and operations.

B. Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been separated for specific activities or objectives. All of the funds of the City of Jerome can be divided into two categories: government funds or proprietary funds.

(1) Government Funds. Government funds are used to account for essentially the same activities as previously identified under governmental activities in the government-wide financial statement. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of City liquid resources as well as balances of liquid resources at the end of the fiscal year. Such information is helpful when determining the City's near-term financing requirements and health.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for both as readers may better understand the long-term impact of the government's near-term financing decisions.

The City of Jerome maintains four (4) individual governmental funds. Information is presented separately in the governmental funds balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund, Street Fund, Library Fund and Park Fund which are considered to be major funds.

(2) Proprietary Funds. The City of Jerome maintains one type of proprietary funds called enterprise funds. Enterprise funds are used to report the same functions as business-type activities in the government-wide financial statements. The City of Jerome uses enterprise funds to account for its water and sewer operations.

Proprietary fund financial statements provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the irrigation, sanitation, water, and sewer operations, all of which are considered to be major funds of the City of Jerome. Data for these funds is found on pages 19-21 of the financial statements.

If the reader comes upon either "Notes to the Financial Statements, Required Supplementary Information or Other Supplementary Information", these sections are to provide additional narrative and required supplementary information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

III. Health of the City – Financial Statements Overview

Government-Wide Financial Analysis. One important question to ask about the City's finances is, "Is the City better or worse off as a result of the previous year's activities?" The information in the government-wide financial statement helps answer this question because it captures all City assets and liabilities using the accrual basis of accounting with the addition of reporting depreciation on capital assets. In this way, all of the City's financial transactions both in revenues and expenses are captured both for the long-term and the near-term and one can see the true financial health of the City.

For the City of Jerome for the Fiscal Year 2024, changes in governmental and business-type assets and liabilities are illustrated in Table 3.1, which appears on the following page.

Table 3.1 Net Position - FY 2023 & FY 2024

	Governmental Activities FY 2023	Governmental Activities FY 2024	Business-Type Activities FY 2023	Business-Type Activities FY 2024	Total FY 2023	Total FY 2024
Current Assets	$9,988,736	$11,841,614	$19,154,800	$15,716,091	$29,143,536	$27,557,705
Capital Assets - Net	$24,425,949	$25,162,460	$64,830,435	$69,407,030	$89,256,384	$94,569,490
Net Pension Assets	$2,402,082	$2,557,477	$0	$0	$2,402,082	$2,557,477
Total Assets	$36,816,767	$39,561,551	$83,985,235	$85,123,121	$120,802,002	$124,684,672
Total Deferred Outflows	1,529,789	669,105	1,741,619	1,181,083	3,271,408	$1,850,188
Current Liabilities	1,193,779	1,477,562	$3,450,381	$3,219,127	$4,644,160	$4,696,689
Non-Current Liabilities	651,670	520,783	$34,305,099	$31,937,096	$34,956,769	$32,457,879
Net Pension Liability	3,516,763	3,078,362	$2,162,846	$1,917,114	5,679,609	$4,995,476
Total Liabilities	$5,362,212	$5,076,707	$39,918,326	$37,073,337	$45,280,538	$42,150,044
Total Deferred Inflows	1,047,882	1,007,900	(22,602)	(22,602)	1,025,280	$985,298
Net Position:						
Invested in Capital Assets	$23,957,778	$24,831,732	$28,651,741	$35,558,936	$52,609,519	$60,390,668
Restricted	$107,953	$187,561	$12,114,963	$11,707,470	$12,222,916	$11,895,031
Unrestricted	$7,870,731	$9,126,756	$5,064,426	$1,987,063	$12,935,157	$11,113,819
Total Net Position	$31,936,462	$34,146,049	$45,831,130	$49,253,469	$77,767,592	$83,399,518

As indicated in Table 3.1, the large proportion of the City of Jerome's net assets of $83,399,518 are reflected in capital assets (land, buildings, machinery, equipment, etc.) less any debt used to acquire those assets that is still outstanding. The City of Jerome uses these assets to provide services to its citizens and so consequently, these assets are not available for future spending.

When looking at the City's net assets, the other area to look at is the restricted and unrestricted totals. The $11,895,031 in the restricted column for Fiscal Year 2024 represents amounts that are subject to external restrictions on how they may be used. The majority of these assets are related to debt service required for the issuance of revenue related debt and capital reserves in the water and sewer enterprises. The remaining $11,113,819 in the unrestricted category represents assets that could be used to meet the City's ongoing obligations to citizens and creditors. For comparison purposes, at the end of Fiscal Year 2023, the City of Jerome had total restricted net assets of $12,222,916 – which is a decrease of $327,885, or two and sixty-eight hundredths percent (2.68%) and total unrestricted net assets of $12,935,157 – which is a decrease of $1,821,338, or fourteen and eight hundredths percent (14.08%).

At the end of the fiscal year, the City of Jerome is able to report positive balances in its net position for both governmental and business-type activities.

Table 3.2 Change in Net Position - FY 2023 & FY 2024

	Governmental Activities FY 2023	Governmental Activities FY 2024	Business-Type Activities FY 2023	Business-Type Activities FY 2024	Total FY 2023	Total FY 2024
Revenues						
Program Revenues:						
Charges for Service	$3,826,504	$2,744,845	$12,690,010	$14,063,536	$16,516,514	$16,808,381
Operating Grants & Contributions	$2,441,432	$23,802			$2,441,432	$23,802
Capital Grants & Contributions	$514,419	$812,977			$514,419	$812,977
General Revenues:						
Property & Other Taxes	$5,851,730	$5,700,565			$5,851,730	$5,700,565
Other Governmental	$2,610,594	$2,669,100			$2,610,594	$2,669,100
Lease Revenue	$55,210	$54,410			$55,210	$54,410
Investment Earnings	$364,564	$337,384	$721,704	$682,039	$1,086,268	$1,019,423
Net Change in value of investments	$15,829	38,635	$33,495	54,424	$49,324	$93,059
Total Revenues	$15,680,282	$12,381,718	$13,445,209	$14,799,999	$29,125,491	$27,181,717
Expenses						
General Government	$8,923,763	$6,221,089			$8,923,763	$6,221,089
Street Services	$2,130,598	$2,156,832			$2,130,598	$2,156,832
Library Services	$513,075	$521,720			$513,075	$521,720
Park Services	$594,370	$1,272,490			$594,370	$1,272,490
Irrigation			$193,693	$207,936	$193,693	$207,936
Sanitation			$458,130	$460,260	$458,130	$460,260
Water			$2,610,402	$2,594,137	$2,610,402	$2,594,137
Sew er			$7,660,082	$8,115,327	$7,660,082	$8,115,327
Total Expenses	$12,161,806	$10,172,131	$10,922,307	$11,377,660	$23,084,113	$21,549,791
Change in Net Position	$3,518,476	$2,209,587	$2,522,902	$3,422,339	$6,041,378	$5,631,926
Net Position at October 1, 2023	$28,417,986	$31,936,462	$43,308,228	$45,831,130	$71,726,214	$77,767,592
Net Position at September 30, 2024	$31,936,462	$34,146,049	$45,831,130	$49,253,469	$77,767,592	$83,399,518

Table 3.2, Change in Net Position, reflects the overall change in net position for the City of Jerome. For the fiscal year, the City's total revenues were $27,181,717 while total expenses were $21,549,791. This indicates that the City was able to cover its year's overall costs. When looking at the Governmental and Business-Type Activities, the City reports a $2,209,587 and $3,422,339 change in net position, respectively.

Fund Financial Analysis. As noted earlier, the City of Jerome uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Government Funds. The focus of the City of Jerome governmental fund reporting is to provide information on near-term inflows, outflows, and balances of expendable resources. Perhaps the key area to look at in government fund balance sheets is the final unassigned fund balance as they indicate resources available for spending at the end of the fiscal year.

At the end of this last fiscal year, the City of Jerome reported positive combined ending fund balances of $8,899,596, which accounts for financial activities in the General Fund, Street Fund, Park Fund and Library Fund. For comparison purposes, the combined ending fund balances at the conclusion of Fiscal Year 2023 were $6,642,239. This represents an increase of $2,257,357 or thirty-three and ninety-eight hundredths percent (33.98%). The City of Jerome reports positive fund balances in all of the governmental funds.

Proprietary Funds. The City of Jerome's proprietary funds include the Irrigation, Sanitation, Water, and Sewer Enterprise Funds. The City of Jerome reports a positive combined ending total net position of $49,253,469 for the Proprietary Funds part of which is attributed to $69,407,030 in accumulated depreciated assets. When analyzing cash flows, the combined ending cash and cash equivalent balance at the end of the year was a positive $13,122,713 which is a decrease of $3,455,281 from the previous year. The Water and Sewer Enterprise Funds have a combined unrestricted pooled cash reserve of $1,220,093 (Not allocated to any debt payment).

The unassigned fund balance of the general fund increased by $270,578. The committed fund balance of the Street fund increased by $1,702,300 to be used towards street capital funding. Net Position improved in the Irrigation, Sanitation, Water and Sewer funds during the year. The combined total of net investment in capital assets, net of related debt, restricted and unrestricted net position is $83,399,518. The City leadership is proactively analyzing financial activities in both the restricted and unrestricted net assets for both governmental and proprietary funds.

IV. Capital Assets and Debt Management Administration

Capital Assets. The City of Jerome's investment in capital assets for its governmental and business-type activities as of September 30, 2024 was $94,569,490. This is an increase of $5,313,106 from the previous year and reflects the following investments:

Table 4.1 Capital Assets

	Balance 1-Oct-23	Increases	Decreases	Balance 30-Sep-24
Governmental Activities:				
Land	$1,956,147			$1,956,147
Buildings	$4,166,990	$5,331,896		$9,498,886
Machinery and Equipment	$7,926,476	$539,913		$8,466,389
Infrastructure	$17,208,814	$52,843		$17,261,657
Construction in Progress	$5,756,980	$1,398,746	($5,278,198)	$1,877,528
Leased Subscription	$69,854			$69,854
Leased Equipment	$38,949			$38,949
Less Accumulated Depreciation for:				
Buildings	$2,553,624	$301,763		$2,855,387
Machinery and Equipment	$5,392,710	$394,787		$5,787,497
Infrastructure	$4,715,049	$585,081		$5,300,130
Leased Subscription	$14,811	$20,146		$34,957
Leased Equipment	$22,067	$6,912		$28,979
Net Capital Assets	$24,425,949	$6,014,709	($5,278,198)	$25,162,460
Business Type Activities:				
Land	$822,988			$822,988
Water Rights	$14,000			$14,000
Buildings	$22,579,004			$22,579,004
Machinery and Equipment	$4,402,094	$871,358		$5,273,452
Infrastructure	$60,742,424	$21,548		$60,763,972
Construction in Progress	$5,741,814	$6,509,485		$12,251,299
Leased Subscription	$69,853			$69,853
Leased Equipment	$26,462			$26,462
Less Accumulated Depreciation for:				
Infrastructure	$13,538,660	$1,818,380		$15,357,040
Buildings	$12,922,217	$708,493		$13,630,710
Machinery and Equipment	$3,076,111	$274,278		$3,350,389
Leased Equipment	$31,216	$24,645		$55,861
Net Capital Assets	$64,830,435	$4,576,595	$0	$69,407,030

Of the capital expenditures there was $1,475,328 received as reimbursement in the fiscal year from the City of Jerome's Urban Renewal Agency (JURA) to fund City capital improvements. These funds were for the City's portion of infrastructure improvements for the Southside Park project.

Debt Management and Administration. The City of Jerome currently maintains long-term debt in the amount of $34,822,732. Included in long-term debt is the following:

- Revenue Bonds in the amount of $14,576,347 in the Water and Sewer Funds (annual payments estimated at $2,012,232),
- General Obligation Bond in the amount of $182,603 for the Senior Citizen Center (annual payment of $62,980),
- Idaho Department of Environmental Quality note payable in the amount of $19,238,609 in the Sewer Fund (annual payments estimated at $1,356,631),
- Lease/Purchase agreement on fire pumper in the amount of $108,879 (annual payments of $56,210),
- Debt payable to employees for compensated absences (e.g., vacation and compensated time) in the amount of $551,020,
- Customer deposits to be refunded at a future date in the amount of $90,902.
- Lease liability to be recognized for office equipment leases in the amount of $15,318.
- Subscription liability to be recognized for leased software in the amount of $59,054.

The table of long-term debt is as follows:

Table 4.2 Long-Term Debt

	Balance 30-Sep-23	Additions	Reductions	Balance 30-Sep-24
Governmental Activities:				
Bonds Payable	$241,418		($58,815)	$182,603
Loan Payable/Capital	$161,598		($52,719)	$108,879
Compensated Absences	$320,944	$330,487	($320,944)	$330,487
Lease Liability	$16,735		($7,018)	$9,717
Subscription Liability	$48,420		($18,892)	$29,528
Business-Type Activities:				
Customer Deposits	$83,430	$7,472		$90,902
Loans Payable:	$20,297,688		($1,059,079)	$19,238,609
Revenue Bonds	$15,824,353		($1,248,006)	$14,576,347
Compensated Absences	$198,580	$220,533	($198,580)	$220,533
Lease Liability	$10,124		($4,523)	$5,601
Subscription Liability	$48,418		($18,892)	$29,526
Total	$37,251,708	$558,492	($2,987,468)	$34,822,732

V. Fiscal Year 2025 Fiscal Priorities

In May of 2024, the Mayor, City Council and City Staff developed the Fiscal Year 2025 spending priorities to help focus the efforts of the City's resources in the current fiscal year that began on October 1, 2024 and ends on September 30, 2025. The priorities with significant allocations are illustrated in Table 5.1.

Table 5.1 2025 Fiscal Priorities

Capital Improvements	Projected Cost	Explanation
Streets - South Fillmore	$3,000,000	The City will be reconstructing a portion of South Fillmore.
Streets - Downtown Street (URA Funded)	$4,090,000	The City will be making improvements to downtown street corridors.
Parks - Southside Park	$1,000,000	The City will be providing infrastructure for a new park.
Water- 10th Street Well Project	$250,000	(Carryover) The City will be replacing the water tank and booster station located at the 10th Street well.
Water- Lead replacement project	$2,126,000	The City will be surveying and replacing lead pipe within its water system.
Waste Water H Street Lift Station Improvements	$3,500,000	The City will be making improvements to the H Street Lift Stations.
Waste Water Sewer Line replacement near Ridley's	$200,000	The City will be replacing the sewer line near Ridley's

VI. Jerome Urban Renewal Agency

The Urban Renewal Agency of the City of Jerome, Idaho (JURA) was organized under Idaho law in 1994. The agency currently has three active revenue allocation areas. Area 3 is called the "Downtown Improvement Project Area" and Areas 4 and 5 have not yet been assigned project names. Previously, the Agency had two additional revenue allocation areas. Area 1 was commonly referred to as the "South Lincoln Project Area" and was terminated in 2014. Area 2 was commonly referred to as the "Southeast Industrial Project Area" and was terminated in 2022.

Under governmental accounting standards the Agency is considered a component unit of the City so a summary of its financial information is discretely presented in the City's financial statements. The Agency's financial statements are available upon request.

Conclusion. This financial report is designed to provide a general overview of the City of Jerome's finances for all those with an interest in the government's finances and activities. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Ross Hyatt, Finance Director, 152 East Avenue A, Jerome, Idaho 83338.



Ross Hyatt
Finance Director
City of Jerome

CITY OF JEROME, IDAHO
STATEMENT OF NET POSITION
SEPTEMBER 30, 2024

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Component Unit
ASSETS:				
Cash and cash equivalents	$ 8,660,985	$ 1,415,243	$ 10,076,228	$ 1,468,578
Receivables	1,550,034	2,247,005	3,797,039	-
Inventories	-	346,373	346,373	-
Lease receivables:				
Current portion	34,713	-	34,713	-
Noncurrent portion	1,408,321	-	1,408,321	-
Restricted assets:				
Cash and cash equivalents	187,561	11,707,470	11,895,031	8,112,914
Capital assets:				
Land, water rights, and construction in progress	3,833,675	13,088,287	16,921,962	2,140,308
Buildings, equipment and infrastructure, less accumulated depreciation	21,283,918	56,278,289	77,562,207	-
Leased equipment and subscriptions, less accumulated amortization	44,867	40,454	85,321	-
Net pension assets	2,557,477	-	2,557,477	-
Total assets	39,561,551	85,123,121	124,684,672	11,721,800
DEFERRED OUTFLOWS OF RESOURCES:				
Differences between expected and actual experience	473,718	321,607	795,325	-
Changes in pension assumptions or other inputs	144,795	53,101	197,896	-
Net difference between projected and actual earnings on pension plan	15,362	(23,828)	(8,466)	-
Employer contributions to pension plan made subsequent to the measurement date for the net pension liability	129,282	60,027	189,309	-
Change in proportionate share percentage from prior year	(94,052)	(51,649)	(145,701)	-
Deferred charge on refunding	-	821,825	821,825	-
	669,105	1,181,083	1,850,188	-
LIABILITIES:				
Accounts payable and other accrued liabilities	1,337,131	994,705	2,331,836	783,213
Long-term liabilities:				
Current portion	140,431	2,224,422	2,364,853	87,595
Noncurrent portion	520,783	31,937,096	32,457,879	8,212,421
Net pension liability	3,078,362	1,917,114	4,995,476	-
Total liabilities	5,076,707	37,073,337	42,150,044	9,083,229
DEFERRED INFLOWS OF RESOURCES:				
Differences between expected and actual experience	(7,232)	7,232	-	-
Net difference between projected and actual earnings on pension plan investments	29,834	(29,834)	-	-
Leases	985,298	-	985,298	-
	1,007,900	(22,602)	985,298	-
NET POSITION:				
Net investment in capital assets, net of related debt	24,831,732	35,558,936	60,390,668	2,140,308
Restricted for:				
Capital projects	-	7,320,881	7,320,881	8,112,914
Other	187,561	4,386,589	4,574,150	-
Unrestricted	9,126,756	1,987,063	11,113,819	(7,614,651)
Total net position	$ 34,146,049	$ 49,253,469	$ 83,399,518	$ 2,638,571

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHO
STATEMENT OF ACTIVITIES
SEPTEMBER 30, 2024

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Change in Net Position: Primary Government: Governmental Activities	Primary Government: Business-Type Activities	Primary Government: Total	Component Unit
Primary Government:								
Governmental Activities:								
General government	$ 6,221,089	$ 903,639	$ 20,443	$ -	$ (5,297,007)	$ -	$ (5,297,007)	$ -
Street services	2,156,832	760,615	-	812,977	(583,240)	-	(583,240)	-
Library services	521,720	23,922	3,359	-	(494,439)	-	(494,439)	-
Parks services	1,272,490	1,056,669	-	-	(215,821)	-	(215,821)	-
Total governmental activities	10,172,131	2,744,845	23,802	812,977	(6,590,507)	-	(6,590,507)	-
Business-type Activities:								
Irrigation	207,936	418,590	-	-	-	210,654	210,654	-
Sanitation	460,260	459,399	-	-	-	(861)	(861)	-
Water	2,594,137	3,639,974	-	-	-	1,045,837	1,045,837	-
Sewer	8,115,327	9,545,573	-	-	-	1,430,246	1,430,246	-
Total business-type activities	11,377,660	14,063,536	-	-	-	2,685,876	2,685,876	-
Total primary government	$ 21,549,791	$ 16,808,381	$ 23,802	$ 812,977	(6,590,507)	2,685,876	(3,904,631)	-
Component Unit:	$ 1,506,908	$ -	$ 140,954	$ -	-	-	-	(1,365,954)
General Revenues:								
Property and other taxes					5,700,565	-	5,700,565	608,893
State shared revenue					2,669,100	-	2,669,100	-
Unrestricted investment earnings					337,384	682,039	1,019,423	551,157
Lease revenue					54,410	-	54,410	-
Net change in value of investments					38,635	54,424	93,059	-
Total general revenues					8,800,094	736,463	9,536,557	1,160,050
Change in net position					2,209,587	3,422,339	5,631,926	(205,904)
Net position at October 1, 2023					31,936,462	45,831,130	77,767,592	2,844,475
Net position at September 30, 2024					$ 34,146,049	$ 49,253,469	$ 83,399,518	$ 2,638,571

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHO
BALANCE SHEET-GOVERNMENT FUNDS
SEPTEMBER 30, 2024

ASSETS:	General	Street	Library	Park	Total Governmental
Pooled cash and cash equivalents	$ 2,183,507	$ 6,285,858	$ 311,783	$ (137,182)	$ 8,643,966
Non-pooled cash and cash equivalents	150	-	200	-	350
Receivables:					
Delinquent property taxes	114,081	55,512	13,723	8,258	191,574
Agriculture equipment tax	264	99	32	19	414
Highway user fee	-	157,870	-	-	157,870
Jerome Highway District	-	2,903	-	-	2,903
State revenue sharing	422,799	-	-	-	422,799
Federal grant	6,827	-	-	-	6,827
Other	9,682	300,104	-	457,861	767,647
Restricted assets:					
Pooled cash and cash equivalents	185,032	-	-	2,529	187,561
TOTAL ASSETS	$ 2,922,342	$ 6,802,346	$ 325,738	$ 331,485	$ 10,381,911
LIABILITIES:					
Accounts payable - trade	$ 86,055	$ 348,538	$ 13,527	$ 94,991	$ 543,111
Miscellaneous payable	320,990	342,867	240	-	664,097
Accrued payroll	68,816	21,582	8,730	3,725	102,853
TOTAL LIABILITIES	475,861	712,987	22,497	98,716	1,310,061
DEFERRED INFLOWS OF RESOURCES:					
Unavailable revenue	101,183	51,590	12,172	7,309	172,254
TOTAL DEFERRED INFLOWS OF RESOURCES	101,183	51,590	12,172	7,309	172,254
FUND BALANCES:					
Restricted	185,032	-	-	2,529	187,561
Committed	201,273	3,029,721	291,062	221,252	3,743,308
Assigned	122,918	3,008,048	7	1,679	3,132,652
Unassigned	1,836,075	-	-	-	1,836,075
TOTAL FUND BALANCES	2,345,298	6,037,769	291,069	225,460	8,899,596
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES	$ 2,922,342	$ 6,802,346	$ 325,738	$ 331,485	$ 10,381,911

Reconciliation to the Statement of Net Position:

Total Fund Balances - Governmental Funds	$ 8,899,596
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets and lease financing used in governmental activities are not financial resources and, therefore, are not reported in the funds	26,605,494
Property tax revenues and other billed revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and, therefore, are deferred outflows of resources in the funds	163,446
Net pension assets not reported in the funds	(520,885)
Payables expected to be paid in the next year but not soon enough to use the current period's revenues are not included in the funds	(1,593)
Pension related deferred outflows of resources not reported in the funds	763,157
Pension related deferred inflows of resources not reported in the funds	(116,654)
Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds	
Long-term debt including amortized premium on bonds	(1,646,512)
Total Net Position - Governmental Activities	$ 34,146,049

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024

	General	Street	Library	Park	Total Governmental
REVENUES:					
Property taxes	$ 3,694,380	$ 1,878,554	$ 445,032	$ 283,832	$ 6,301,798
Penalties - property tax	22,859	8,984	2,627	1,504	35,974
Business and franchise taxes	256,995	112,048	-	-	369,043
Payment in lieu of taxes	9,825	5,013	1,184	757	16,779
Licenses and permits	314,754	-	-	-	314,754
State shared	1,626,195	1,030,805	7,383	4,717	2,669,100
Grant income	20,443	812,977	3,359	-	836,779
Rent	47,210	-	-	-	47,210
Interest	82,480	235,875	11,285	7,744	337,384
Contributions	57,233	-	2,718	900	60,851
Refunds and reimbursements	172,071	647,593	3,003	1,054,443	1,877,110
Fines	47,381	-	3,539	-	50,920
Miscellaneous	54,114	974	14,662	1,325	71,075
Sale of city property	205	-	-	-	205
Total revenue	6,406,145	4,732,823	494,792	1,355,222	12,988,982
EXPENDITURES:					
Current:					
Salaries	2,955,218	618,549	229,882	104,265	3,907,914
Personnel benefits	1,257,855	246,014	126,926	40,943	1,671,738
Operating supplies	124,383	49,046	17,593	13,867	204,889
Public relations	55,414	-	-	-	55,414
Professional services	183,685	-	-	-	183,685
Advertising and publishing	7,429	296	-	183	7,908
Insurance	93,681	62,421	-	-	156,102
Travel and meetings	357	-	-	-	357
Dues and subscriptions	18,258	-	16,008	-	34,266
Personnel training	48,513	1,988	1,572	-	52,073
Telephone	52,459	4,343	9,103	176	66,081
Utilities	49,282	11,660	8,128	57,864	126,934
Gas and Oil	66,378	33,398	-	6,380	106,156
Repairs and maintenance	106,762	224,508	7,696	2,220	341,186
Other purchased services	33,456	7,134	360	10,194	51,144
Cost share with Jerome County	164,802	-	-	-	164,802
Uniforms	22,018	2,321	-	402	24,741
Medical services	3,985	380	-	-	4,365
Books and magazines	-	-	32,158	-	32,158
Street lighting	-	82,949	-	-	82,949
Miscellaneous	38,402	1,052	168	2,252	41,874
IOF Grant Agreements	-	-	-	-	-
ARPA Subrecipient Funds	-	-	-	-	-
LSTA Consortium Grant	-	-	-	-	-
Lease financing principal	16,849	5,674	3,010	378	25,911
Lease financing interest	1,841	665	256	51	2,813
Lease right of use asset	-	-	-	-	-
Capital outlay	334,201	1,635,174	53,250	997,270	3,019,895
Debt service	278,263	-	-	-	278,263
Total expenditures	5,913,491	2,987,572	506,110	1,236,445	10,643,618
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	492,654	1,745,251	(11,318)	118,777	2,345,364
OTHER FINANCING SOURCES (USES):					
Net change in fair value of investments	19,027	18,113	880	617	38,637
Lease financing	-	-	-	-	-
Transfers in (out)	(91,448)	(28,564)	(3,674)	(2,958)	(126,644)
TOTAL OTHER FINANCING SOURCES (USES)	(72,421)	(10,451)	(2,794)	(2,341)	(88,007)
NET CHANGE IN FUND BALANCES	420,233	1,734,800	(14,112)	116,436	2,257,357
FUND BALANCE SEPTEMBER 30, 2023	1,925,065	4,302,969	305,181	109,024	6,642,239
FUND BALANCE SEPTEMBER 30, 2024	$ 2,345,298	$ 6,037,769	$ 291,069	$ 225,460	$ 8,899,596

Continued on next page

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-GOVERNMENTAL FUNDS
SEPTEMBER 30, 2024

Continued from previous page

Reconciliation to the Statement of Activities:	
Total net changes in fund balances - governmental funds (from previous page)	$ 2,257,357
Repayment of note principal is reported as an expenditure in the governmental funds, but the payment reduces long-term liabilities in the Statement of Net Assets	111,534
Governmental funds report the acquisition or construction of capital assets as expenditures, while governmental activities report depreciation expense to allocate the cost of these assets over their estimated useful life. In the current period, these amounts are:	
Capital outlay	2,045,200
Depreciation expense	(1,281,630)
Changes in some expenditures in the Statement of Activities that do not provide or use current financial resources are not reported in the funds	(655,986)
Changes in pension related deferred outflows of resources, deferred inflows of resources, and net pension liability do not require the use of current financial resources and are not reported in the governmental funds	(266,888)
Change in net position of governmental activities	$ 2,209,587

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHO
STATEMENT OF NET POSITION-PROPRIETARY FUNDS
SEPTEMBER 30, 2024

	Business-type Activities					Governmental Activities-Internal
ASSETS:	Irrigation	Sanitation	Water	Sewer	Total	Service Funds
Current Assets:						
Pooled cash and cash equivalents	$ 72,156	$ 122,994	$ 709,925	$ 509,768	$ 1,414,843	$ 16,669
Non-pooled cash and cash equivalents	-	-	400	-	400	-
Other receivables	-	-	8,034	5,868	13,902	-
Patron receivables	135,454	63,780	479,357	1,561,267	2,239,858	-
Less allowance for uncollectible accounts	-	(196)	(1,505)	(5,054)	(6,755)	-
Inventory of supplies	-	-	346,373	-	346,373	-
Total current assets	207,610	186,578	1,542,584	2,071,849	4,008,621	16,669
Restricted assets:						
Pooled cash and cash equivalents	-	10,750	1,945,680	9,453,183	11,409,613	-
Non-pooled cash and cash equivalents	-	-	-	297,857	297,857	-
Total restricted assets	-	10,750	1,945,680	9,751,040	11,707,470	-
Noncurrent Assets:						
Land	-	-	530,454	292,534	822,988	-
Water Rights	14,000	-	-	-	14,000	-
Construction in progress	234,324	-	4,597,212	7,419,763	12,251,299	-
Infrastructure	37,040	-	7,856,604	52,870,328	60,763,972	-
Buildings	-	-	1,517,565	21,061,439	22,579,004	-
Machinery and equipment	61,855	1,029	1,495,646	3,714,922	5,273,452	-
Less accumulated depreciation	(33,564)	(1,029)	(5,043,776)	(27,259,770)	(32,338,139)	-
	313,655	-	10,953,705	58,099,216	69,366,576	-
Leased equipment	1,397	5,588	23,750	65,580	96,315	-
Less accumulated amortizatior	(699)	(2,797)	(11,886)	(40,479)	(55,861)	-
	698	2,791	11,864	25,101	40,454	-
Total noncurrent assets	314,353	2,791	10,965,569	58,124,317	69,407,030	-
TOTAL ASSETS	521,963	200,119	14,453,833	69,947,206	85,123,121	16,669
DEFERRED OUTFLOWS OF RESOURCES:						
Differences between expected and actual experience	9,734	10,942	126,711	174,220	321,607	-
Changes in pension assumptions or other inputs	1,384	1,932	25,740	24,045	53,101	-
Net difference between projected and actual earnings on pension plan investments	544	(791)	(2,964)	(20,617)	(23,828)	-
Employer contributions to pension plan made subsequent to the measurement date for the the net pension liability	1,563	2,108	24,343	32,013	60,027	-
Change in proportionate share percentage from prior year	(1,518)	(1,852)	(20,139)	(28,140)	(51,649)	-
Deferred charge on refunding	-	-	-	821,825	821,825	-
	11,707	12,339	153,691	1,003,346	1,181,083	-
LIABILITIES AND NET POSITION						
LIABILITIES:						
Current Liabilities:						
Accounts payable - trade	533	27,470	473,033	306,484	807,520	16,669
Accrued interest payable	-	-	1,430	99,395	100,825	-
Accrued grant payable	-	-	-	-	-	-
Accrued compensation	2,702	2,488	39,540	41,630	86,360	-
Current maturity of long-term liabilities	398	1,591	311,761	1,910,672	2,224,422	-
Total current liabilities	3,633	31,549	825,764	2,358,181	3,219,127	16,669
Long-term Liabilities:						
Bonds payable (including amortized premium)	-	-	499,409	31,114,843	31,614,252	-
Lease Liability	192	771	3,278	7,168	11,409	-
Customer deposits (payable from restricted assets)	-	10,750	29,887	50,265	90,902	-
Future compensated absences of employees	3,867	8,461	86,482	121,723	220,533	-
Total long-term liabilities	4,059	19,982	619,056	31,293,999	31,937,096	-
Net pension liability	64,973	67,102	727,722	1,057,317	1,917,114	-
TOTAL LIABILITIES	72,665	118,633	2,172,542	34,709,497	37,073,337	16,669
DEFERRED INFLOWS OF RESOURCES:						
Differences between expected and actual pension experience related to the pension plan	709	323	743	5,457	7,232	-
Net difference between projected and actual earnings on pension plan investments	(3,438)	(1,038)	(13,100)	(12,258)	(29,834)	-
	(2,729)	(715)	(12,357)	(6,801)	(22,602)	-
NET POSITION:						
Invested in capital assets, net of related debt	314,161	2,020	10,151,121	25,091,634	35,558,936	-
Restricted for:						
Capital projects	-	-	1,812,667	5,508,214	7,320,881	
Other	-	10,750	133,012	4,242,827	4,386,589	
Unrestricted	149,573	81,770	350,539	1,405,181	1,987,063	-
TOTAL NET POSITION	$ 463,734	$ 94,540	$ 12,447,339	$ 36,247,856	$ 49,253,469	$ -

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHO
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION-PROPRIETARY FUNDS
SEPTEMBER 30, 2024

	Business-type Activities					Governmental Activities - Internal
Operating Revenues:	Irrigation	Sanitation	Water	Sewer	Total	Service Funds
Charges for services	$ 193,812	$ 457,964	$ 3,590,856	$ 9,327,862	13,570,494	$ -
Miscellaneous income	224,778	1,435	49,118	217,711	493,042	-
Total operating revenues	418,590	459,399	3,639,974	9,545,573	14,063,536	-
Operating Expenses:						
Salaries	68,857	85,890	959,697	1,342,595	2,457,039	-
Personnel benefits	39,795	41,304	455,593	600,953	1,137,645	-
Office supplies	3,571	8,507	10,953	21,516	44,547	-
Operating supplies	41,407	234	200,662	547,786	790,089	16,751
New equipment - non-capital	850	-	-	20,306	21,156	35,576
Public Relations	-	-	-	100	100	
Professional services	-	-	82,856	210,004	292,860	175,212
Purchased services	21	312,621	16,781	274,268	603,691	-
Advertising and publishing	168	-	-	-	168	-
Insurance and bonds	-	-	65,888	152,329	218,217	-
Dues and subscriptions	-	-	2,238	1,623	3,861	2,733
Personnel training	50	-	7,056	13,032	20,138	9,876
Telephone	535	79	6,794	14,826	22,234	5,985
Utilities	496	-	317,218	765,418	1,083,132	-
Gas and oil	5,557	-	32,493	47,303	85,353	1,719
Repairs	34,284	10	42,365	703,844	780,503	2,778
Cost share with Jerome County	-	-	-	-	-	-
Uniforms	393	-	4,114	5,587	10,094	1,077
Miscellaneous	70	5,063	26,301	74,613	106,047	1,845
Loss on uncollectible accounts	-	504	2,269	1,900	4,673	-
Allowance for depreciation	5,907	-	318,303	2,476,942	2,801,152	-
Total operating expenses	201,961	454,212	2,551,581	7,274,945	10,482,699	253,552
Operating income (loss)	216,629	5,187	1,088,393	2,270,628	3,580,837	(253,552)
Nonoperating Revenues (Expenses):						
Interest revenue	2,414	6,045	137,809	535,771	682,039	-
Net change in fair value of investments	284	489	12,451	41,200	54,424	-
Interest expense	(454)	(1,815)	(6,328)	(759,456)	(768,053)	-
Income before other revenues, expenses, gains, losses and transfers	218,873	9,906	1,232,325	2,088,143	3,549,247	(253,552)
Operating transfers in (out)	(5,521)	(4,233)	(36,228)	(80,926)	(126,908)	253,552
INCREASE (DECREASE) IN NET POSITION	213,352	5,673	1,196,097	2,007,217	3,422,339	-
NET POSITION AT OCTOBER 1, 2023	250,382	88,867	11,251,242	34,240,639	45,831,130	-
NET POSITION AT SEPTEMBER 30, 2024	$ 463,734	$ 94,540	$ 12,447,339	$ 36,247,856	$ 49,253,469	$ -

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHO
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS
SEPTEMBER 30, 2024

	Business-type Activities					Governmental Activities - Internal Service Funds
Cash Flows from Operating Activities:	Irrigation	Sanitation	Water	Sewer	Total	
Cash received from customers	$ 407,276	$ 451,444	$ 3,536,597	$ 9,746,695	$ 14,142,012	$ -
Cash payments for employees' services and benefits	(103,508)	(117,358)	(1,298,508)	(1,729,338)	(3,248,712)	-
Cash payments to suppliers for goods and services	(91,961)	(374,515)	(514,885)	(3,501,266)	(4,482,627)	(260,315)
Net cash provided (used) by operating activities	211,807	(40,429)	1,723,204	4,516,091	6,410,673	(260,315)
Cash Flows from Noncapital Financing Activities:						
Operating subsidies and transfers to other funds	(228,837)	(4,233)	(36,228)	(80,926)	(350,224)	253,552
Increase (decrease) in customer deposits	-	580	4,152	2,740	7,472	-
Net cash provided (used) by noncapital financing activities	(228,837)	(3,653)	(32,076)	(78,186)	(342,752)	253,552
Cash Flows from Capital and Related Financing Activities:						
Principal payments on long-term debt	-	(1,511)	(303,910)	(1,872,959)	(2,178,380)	-
Interest payments on long-term debt	-	(1,815)	(53,366)	(870,841)	(926,022)	-
Purchase of property and equipment	-	1,612	(3,024,455)	(4,132,420)	(7,155,263)	-
Net cash provided (used) by capital and related financing activities	-	(1,714)	(3,381,731)	(6,876,220)	(10,259,665)	-
Cash Flows from Investing Activities:						
Change in net value of investments	284	489	12,451	41,200	54,424	
Interest and dividends	2,414	6,045	137,809	535,771	682,039	-
Net cash provided (used) by investing activities	2,698	6,534	150,260	576,971	736,463	-
Net increase (decrease) in cash and cash equivalents	(14,332)	(39,262)	(1,540,343)	(1,861,344)	(3,455,281)	(6,763)
Cash and cash equivalents October 1, 2023	86,488	173,006	4,196,348	12,122,152	16,577,994	23,432
Cash and cash equivalents September 30, 2024	$ 72,156	$ 133,744	$ 2,656,005	$ 10,260,808	$ 13,122,713	$ 16,669
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:						
Operating income (loss)	$ 216,629	$ 5,187	$ 1,088,393	$ 2,270,628	$ 3,580,837	$ (253,552)
Adjustments to reconcile operating income to net cash provided by operating activities:						
Depreciation expense	5,907	-	318,303	2,476,942	2,801,152	-
(Increase) decrease in accounts receivable	(11,314)	(7,955)	(103,377)	201,122	78,476	-
(Increase) decrease in inventories	-	-	(95,048)	-	(95,048)	-
(Increase) decrease in deferred outflows	13,656	16,861	183,158	346,861	560,536	-
Increase (decrease) in accounts payable	(4,559)	(47,497)	398,151	(646,811)	(300,716)	(6,763)
Increase (decrease) in accrued liabilities	(1,474)	1,657	28,018	2,967	31,168	-
Increase (decrease) in net pension liability	(7,038)	(8,682)	(94,394)	(135,618)	(245,732)	-
Increase (decrease) in deferred inflows	-	-	-	-	-	-
Net cash provided (used) by operating activities	$ 211,807	$ (40,429)	$ 1,723,204	$ 4,516,091	$ 6,410,673	$ (260,315)
Reconciliation of Cash and Cash Equivalents at September 30, 2024:						
Pooled cash and cash equivalents in current assets	$ 72,156	$ 122,994	$ 709,925	$ 509,768	$ 1,414,843	$ 16,669
Non-pooled cash and cash equivalents in current assets	-	-	400	-	400	-
Pooled cash and cash equivalents in restricted assets	-	10,750	1,945,680	9,453,183	11,409,613	-
Non-pooled cash and cash equivalents in restricted assets	-	-	-	297,857	297,857	-
	$ 72,156	$ 133,744	$ 2,656,005	$ 10,260,808	$ 13,122,713	$ 16,669

Supplemental Disclosure of Cash Flow Information:
Cash paid during the year for interest by all proprietary funds was $926,022

The accompanying notes are an integral part of the financial statements

Note 1 - Summary of Significant Accounting Policies

A) *Basis of Presentation*

The financial statements of the City of Jerome (City) are presented in conformity with accounting principles generally accepted in the United States of America for governmental units as prescribed by the Governmental Accounting Standards Board (GASB) and other authoritative sources. GASB is responsible for establishing generally accepted accounting principles (GAAP) for state and local governments through its pronouncements.

B) *Financial Reporting Entity*

Reporting Entity

The City of Jerome is located in Jerome County in southern Idaho. The City provides various services and facilities including police and fire protection, building inspection; library; street and park maintenance; irrigation, sanitation and water supply; and sewage treatment/disposal. Operations of the City are the responsibility of a mayor and four council members.

As required by generally accepted accounting principles, these financial statements present the City and its component units. Component units of a governmental entity are legally separate entities for which the primary government is considered to be financially accountable and for which the nature and significance of their relationship with the primary government are such that exclusion would cause the combined financial statements to be misleading or incomplete. Financial accountability is defined as the appointment of a voting majority of the component unit's board, and (i) either the City's ability to impose its will on the organization or (ii) there is potential for the organization to provide a financial benefit to or impose a financial burden on the City.

Based on the application of the criteria set forth by the Governmental Accounting Standards Board, management has determined that the Jerome Urban Renewal Agency is a discretely presented component unit of the City, and is reported in a separate column in the government-wide financial statements to emphasize it is legally separate from the government. A brief description of the discretely presented component unit follows.

Discretely Presented Component Unit-Jerome Urban Renewal Agency

The Jerome Urban Renewal Agency is responsible for the rehabilitation, conservation and redevelopment of deteriorated properties in areas within the City's jurisdiction. The five-member board is appointed by the City Council. The City and the Agency have an agreement that the City will make available certain personnel for administrative, engineering, budgeting, and accounting services and assistance to the Agency to the extent that the City has appropriated necessary funds to provide such assistance. The Agency has agreed to reimburse the City for these costs. The City has no responsibility for debt issuance of the Agency. The Agency is presented as a governmental fund type.

For financial reporting purposes, the City's basic financial statements include all financial activities that are controlled by or are dependent upon actions taken by the City Council. The financial statements of the Jerome Urban Renewal Agency may be obtained at the City's administrative offices.

C) *Government-Wide and Fund Financial Statements*

The City's financial statements include the activities of the City. The City's *government-wide financial statements* provide both short-term and long-term information about the City's overall financial status. *Fund financial statements* focus on the individual activities of City government, reporting the City's operations in more detail than the government-wide financial statements.

Government-wide financial statements - The government-wide financial statements are designed to provide readers with a broad overview of the City's finances in a manner similar to a private-sector business. The government-wide financial statements include

a Statement of Net Position and a Statement of Activities. These statements present summaries of Governmental and Business-Type Activities for the City accompanied by a total column. Fiduciary activities of the City are not included in these statements. These statements are presented on an "economic resources" measurement focus and the accrual basis of accounting.

The Statement of Net Position presents information on all of the City's assets and liabilities, including capital assets as well as infrastructure assets and long-term liabilities, with the difference between the two presented as net position (deficit). Net position is divided into three components:

a. Invested in capital assets, net of related debt - consists of the historical cost of capital assets less accumulated depreciation and less any debt that remains outstanding that was used to finance those assets.
b. Restricted net position - consists of balances that are restricted by the City's creditors (for example, through debt covenants), by state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors (including those who have donated to the City).
c. Unrestricted - all other balances are reported in this category.

The Statement of Activities presents information showing how the net position changed during the most recent year. All changes in net position are reported as soon as the underlying event gives rise to the change that occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Amounts reported as program revenues on the government-wide financial statements include (a) charges for services - amounts received from customers or applicants who purchase, use or directly benefit from the goods, services or privileges provided by the City, (b) program-specific operating grants and contributions, and (c) program-specific capital grants and contributions. General revenues consist of taxes and all other revenues that do not meet the definition of program revenues. Special items are significant transactions or events within the control of management that are either unusual in nature or infrequent in occurrence.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated.

Fund Financial Statements – The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements use a current financial resources measurement focus and the modified accrual basis of accounting, focusing on the near-term inflows and outflows of spendable resources, and balances of spendable resources available at fiscal year-end.

Under the modified accrual basis of accounting, revenues are recognized when susceptible to accrual (i.e., when they are measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collected within the current period or expected to be collected soon enough thereafter (usually 60 days) to be used

to pay liabilities of the current period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on general long-term debt, which is recognized when the obligations are expected to be liquidated with expendable available financial resources. Property taxes are susceptible to accrual. Other receipts become measurable and available when the cash is received by the government and are recognized as revenue at that time.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the Government-Wide financial statements. The City has presented all major funds that met those qualifications. In addition, the City has presented certain funds as major funds because the City believes the financial position and activities of these funds are significant to the City as a whole. The City reports the following major governmental funds:

a. General Fund – the principal operating fund of the City. It is used to account for and report all financial resources not accounted for and reported in another fund.
b. Street Fund – a special revenue fund used to account for and report the receipt of street maintenance assessments and state gas tax distributions restricted or committed to expenditure for striping, signing, and other traffic safety functions, as well as street cleaning, snow and ice control, and other street maintenance functions.
c. Library Fund – a special revenue fund used to account for and report property tax revenues restricted or committed for the operation and maintenance of the City's library system.
d. Park Fund – a special revenue fund used to account for and report property tax revenues restricted or committed for the operation and maintenance of the City's parks.

Proprietary Funds. Proprietary Fund Financial Statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and non-major funds aggregated. A column representing internal service funds is also presented in these statements. However, internal service balances and activities have been combined with the governmental activities in the Government-Wide financial statements. The City reports the following major proprietary funds:

a. Irrigation Fund – enterprise fund used to account for and report the receipt of irrigation assessments to expenditure for the operation and maintenance of the City's irrigation system.
b. Sanitation Fund – enterprise fund used to account for and report the receipt of sanitation assessments to expenditure for the contract of sanitation services.

c. Water Fund – enterprise fund used to account for and report the financial activity related to operating the City's water supply, treatment, and distribution system. Revenues consist primarily of charges for services.
d. Sewer Fund – enterprise fund used to account for and report the financial activity related to operating the City's wastewater collection and treatment system. Revenues consist primarily of charges for services.
e. Internal Service Funds – Engineering, Human Resources, and Information Technology funds are used to account for the operations of the respective department to provide services to other departments of the City on a cost-reimbursement basis.

Proprietary funds are accounted for using the "economic resources" measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position presents increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

D) *Use of Restricted Funds*
When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

E) *Cash and Cash Equivalents*
For purposes of the statement of cash flows, the City considers all highly liquid investments (including restricted assets) with a maturity when purchased of three months or less and all local government investment pools to be cash equivalents.

F) *Receivables*
All receivables are reported net of estimated uncollectible amounts. The allowance for uncollectible accounts is based on .5% of the outstanding balances of the accounts receivable in the sanitation, water and sewer funds.

G) *Inventories*
Inventories are carried at cost using the first-in first-out method.

H) *Capital Assets*
Capital assets, which include property, plant, equipment, infrastructure, and leased assets are reported in the government-wide financial statements and the proprietary fund statements. Assets are capitalized when they have a useful life in excess of one year and have a cost of $5,000 or more. Purchased or constructed capital assets are valued at cost or estimated historical cost if actual cost is unavailable. Donated assets are reported at fair value at the time received.

Exhaustible capital assets are depreciated on the straight-line method over the asset's estimated useful life. Depreciation expense is recorded in the government-wide financial statements and proprietary fund statements. There is no depreciation recorded for land, construction in process, or other capital assets defined as inexhaustible.

I) *Deferred Outflows of Resources*
In the governmental fund statements and statements of net position, expenditures that are unearned or unavailable are reported as deferred outflows of resources.

J) *Deferred Inflows of Resources*
In the governmental fund statements and statements of net position, revenues that are unearned or unavailable are reported as deferred inflows of resources.

K) *Long-term Debt Obligations*
In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund statement of fund net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

L) *Compensated Absences*
Compensated absences are those absences for which employees will be paid, such as vacation, sick leave, and sabbatical leave. A liability for compensated absences that is attributable to services already rendered and that is not contingent on a specific event that is outside the control of the government and its employees is accrued as employees earn the rights to the benefits. Compensated absences that relate to future services or that are contingent on a specific event that is outside the control of the government and its employees are accounted for in the period in which such services are rendered or such events take place.

M) *Property Tax Calendar*
The City is responsible for levying property taxes but the taxes are collected by the County. Taxes are levied in September with the first half of real property taxes, along with all personal property and mobile home taxes, due on December 20th. Taxes not paid on or before December 20th are considered to be delinquent.

The second half of the real property taxes are due June 20th of the following year and are considered to be delinquent on June 21st. An initial late penalty of 2% of tax plus 1% per month interest charge is assessed on all delinquent taxes. A tax lien is filed for properties whose taxes become three years delinquent. Taxes collected by the County are remitted to the City on a monthly basis.

N) *Encumbrances*
Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriation, is not employed as an extension of formal budgetary integration in the general fund, special revenue funds and proprietary funds. This is in conformance with Idaho State Statute which requires that appropriations lapse at the end of a fiscal year and are not available to be carried forward to be used in addition to the succeeding year's appropriation.

O) *Interfund Transfers*
Permanent reallocation of resources between funds of the reporting entity are classified as interfund transfers. For the purpose of the statement of activities, all interfund transfers between individual governmental funds have been eliminated.

P) *Use of Estimates*
The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain

reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Q) *Pensions*
For purposes of measuring the net pension liability (asset) and pension expense (revenue), information about the fiduciary net position of both the Public Employee Retirement System of Idaho Base Plan (Base Plan) and the Firefighters' Retirement Fund Plan (FRF) and additions to/deductions from both fiduciary net positions have been determined on the same basis as they are reported by the Base Plan and 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.

R) *Investment Valuation*
The City categorizes the fair value measurements of its investments based on the hierarchy established by generally accepted accounting principles. The fair value hierarchy, which has three levels, is based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The City does not have any investments that are measured using Level 3 inputs.

Fair value measurements of the City's investments are as follows at September 30, 2024:

- State Investment Pool: valued at $19.2 million, based on quoted market prices (Level 1 inputs).
- U.S. Government Bonds: valued at $2.3 million, based on quoted market prices (Level 1 inputs).

S) *Prepaid Expenses*
Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses.

T) Upcoming Accounting Pronouncements
In December 2023, the GASB issued Statement No. 102, Certain Risk Disclosures. The objectives of this Statement are to improve financial reporting by providing users of financial statements with essential information that currently is not often provided. The City does not believe this pronouncement will have a significant impact on their financial statements.

In April 2024, the GASB issued Statement No. 103, Financial Reporting Model Improvements. The objectives of this Statement are to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability. The City believes this pronouncement may have a significant impact on their financial statements.

In September 2024, the GASB issued Statement No. 102, Disclosure of Certain Capital Assets. The objectives of this Statement are to improve financial reporting by providing users of financial statements with essential information about certain types of capital assets in order to make informed decisions and assess accountability. The City does not believe this pronouncement will have a significant impact on their financial statements.

Note 2 - Cash and Investments

Nearly all of the cash balances of the City's funds are pooled for investment purposes. The individual funds' portions of the pool's cash and investments are reported as pooled cash and cash equivalents. Investments are stated at fair value (quoted market price or the best available estimate).

Reconciliation of carrying amount to cash numbers on balance sheets:

Sources of cash:	
Deposits with financial institutions ...	$ 342,187
U.S. Government Bonds	2,327,656
State of Idaho Local Government Investment Pool	19,292,185
Mobile payment service cash	2,272
Utility cash clearing	6,209
Petty cash	750
	$21,971,259
Cash on balance sheets:	
Governmental funds:	
Pooled cash, unrestricted	$ 8,643,966
Non-pooled cash, unrestricted	350
Pooled cash, restricted	187,561
Proprietary funds:	
Pooled cash, unrestricted	1,414,843
Non-pooled cash, unrestricted	400
Pooled cash, restricted	11,409,613
Non-pooled cash, restricted	297,857
Internal Service funds:	
Pooled cash, unrestricted	16,669
	$21,971,259

The City of Jerome receives a large portion of revenues during the months of January and July. During the past year a significant portion of the additional funds could have been uninsured and uncollateralized.

As of September 30, 2024, the City had the following investments and maturities:

		Investment Maturities (in Years)	
Investment	Fair Value	Less Than 1	1-5
State Investment Pool	$ 19,292,185	$ 19,292,185	$ ...
Federal Farm Credit Bank	312,463	...	312,463
Federal Home Loan Bank	403,449	...	403,449
Farmer Mac	613,551	613,551	...
Federal National Mortgage	396,576		396,576
US Treasury Note	601,617	...	601,617
Total	$ 21,619,841	$ 19,905,736	$ 1,714,105

Interest rate risk. Through its investment policy, the City manages its exposure to interest rate risk. Interest rate risk is the risk that changes in market interest rates will adversely affect the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to changes in market interest rates. The City's investment policy limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. Interest rate risk will be mitigated by:

1. Structuring the City's portfolio so that securities mature to meet the City's cash demands for ongoing operations, thereby precluding the need to sell securities on the open market prior to their maturity.

2. Investing operating funds primarily in shorter-term securities, money market funds, or LGIP and limiting the average weighted maturity of the portfolio to three (3) years.

Credit Risk. The City has a written investment policy that allows the Treasurer to invest money only in those investment instruments allowed by Idaho 50-1013. To minimize credit risk, the City's general investment policy is to apply the prudent person standard which states that investments shall be made with judgment and care, under the circumstances prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived.

Custodial Credit Risk. The City has a deposit policy for custodial credit risk. As of September 30, 2024, the carrying amount of the City's deposits with financial institutions (after considering outstanding and other reconciling items) was $342,187 and the bank balances were $3,477,761, of which $2,226,558 was uninsured or uncollateralized. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments that are in the possession of an outside party. The elected 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 and the fair value of the City's position in the external investment pool is the same as the value of the pool shares. The fund was assigned a AAAf fund credit quality rating and an S1+ volatility rating by Standard & Poor's Rating Service in 2009 but has not had a credit rating since 2009. The City's investment in the State of Idaho Local Government Investment Pool as of September 30, 2024, was $19,292,185. The City's investment in Federal Farm Credit Bank was rated Aaa by Moody's Investors Service, AA+ by Standard & Poor's, and AAA by Fitch Ratings.

Concentration of Credit Risk. It is the policy of the City to diversify its investment portfolio to avoid incurring unreasonable and avoidable risks or loss resulting from over-concentration of assets in a specific maturity, specific insurer, or specific class of securities, with the exception of U.S. Treasury Securities and authorized pools. No more than 20% of the City's total investment will be invested in corporate bonds, with no more than 5% in a single issuer. No more than 50% of the City's total investment portfolio will be invested in a single security type or with a single financial institution, with the exception of U.S. Treasury Securities and authorized pools.

Issuer	Investment Type	Reported Amount	Percentage
State Investment Pool	External Investment Pool	$ 19,292,185	89.23%
Federal Farm Credit Bank	U.S. Government Bond	312,463	1.45%
Federal Home Loan Bank	U.S. Government Bond	403,449	1.87%
Farmer Mac	U.S. Government Bond	613,551	2.84%
Federal National Mortgage	U.S. Government Bond	396,576	1.83%
US Treasury Note	U.S. Treasury Obligation	601,617	2.78%
Total		$ 21,619,841	100.00%

Of the carrying amount of cash and investments, the following are restricted for a particular purpose:

General Fund:	
Released Evidence Drug Related	$ 17,821
Opioid Settlement	99,930
Animal Shelter	61,084
Fireworks Show	4,997
Fire Safehouse	1,200
	185,032

Park Fund:	
Vietnam Commemorative fund	2,529
	2,529
Sanitation Fund:	
Customer deposits	10,750
Water Fund:	
Customer deposits	29,887
Capital reserve fund	1,812,667
Debt reserve fund	103,126
	1,945,680
Sewer:	
Customer deposits	50,265
Capital reserve fund	5.508,214
Debt service reserve fund	4,192,561
	9,751,040
Total restricted funds	$11,895,031

Interest earned on pooled cash and investments is allocated to participating funds based upon their combined cash and investment balances.

Note 3 - Capital Assets

Capital asset activity for the fiscal year ended September 30, 2024, was as follows:

	Balance October 1, 2023	Increases	Decreases	Balance September 30, 2024
Governmental activities:				
Land	$ 1,956,147	$ ...	$ ...	$ 1,956,147
Buildings	4,166,990	5,331,896	...	9,498,886
Machinery and equipment	7,926,476	539,913	...	8,466,389
Infrastructure	17,208,814	52,843	...	17,261,657
Construction in progress	5,756,980	1,398,746	5,278,198	1,877,528
Leased subscription	69,854	...	...	69,854
Leased equipment	38,949	...	...	38,949
	37,124,210	7,323,398	5,278,198	39,169,410
Less accumulated depreciation and amortization for:				
Buildings	2,553,624	301,763	...	2,855,387
Machinery and equipment	5,392,710	394,787	...	5,787,497
Infrastructure	4,715,049	585,081	...	5,300,130
Leased subscription	14,811	20,146	...	34,957
Leased equipment	22,067	6,912	...	28,979
	12,698,261	1,308,689	...	14,006,950
Net capital assets	$24,425,949	$6,014,709	$5,278,198	$25,162,460

	Balance October 1, 2023	Increases	Decreases	Balance September 30, 2024
Business-type activities:				
Land	$ 822,988	$ ...	$ ...	$ 822,988
Water Rights	14,000	...	...	14,000
Infrastructure	60,742,424	21,548	...	60,763,972
Buildings	22,579,004	...	...	22,579,004
Machinery and equipment	4,402,094	871,358	...	5,273,452
Construction in progress	5,741,814	6,509,485	...	12,251,299
Leased subscription	69,853	...	...	69,853
Leased equipment	26,462	...	...	26,462

	94,398,639	7,402,391	...	101,801,030
Less accumulated depreciation and amortization for:				
Infrastructure	13,538,660	1,818,380	...	15,357,040
Buildings	12,922,217	708,493	...	13,630,710
Machinery and equipment	3,076,111	274,278	...	3,350,389
Leased subscription	14,811	20,147	...	34,958
Leased equipment	16,405	4,498	...	20,903
	29,568,204	2,825,796	...	32,394,000
Net capital assets	$64,830,435	$ 4,576,595	$ ...	$69,407,030

Depreciation and amortization expense was charged to governmental functions as follows:

General Fund:	
Administration	$ 54,296
Animal Control	2,965
Building	3,399
Fire	146,033
Law Enforcement	297,143
	503,836
Streets	714,585
Library	44,952
Parks	45,316
	$ 1,308,689

The table below illustrates the total amount of governmental lease assets and the related accumulated amortization, summarized by the major classifications of the underlying assets:

Lease Description	Role	Classification	Right-of use Asset	Accumulated Amortization
Copier – Xerox Altalink C8045	Lessee	Finance	$ 7,313	$ 7,313
Copier – Sharp MX-5071	Lessee	Finance	13,144	9,909
Copier – Sharp MX-3071	Lessee	Finance	9,894	5,788
Postage meter, Envelope folder/inserter – Quadient iX-5, DS-40i	Lessee	Finance	8,598	5,969
			$ 38,949	$ 28,979

The table below illustrates the total amount of governmental subscription lease assets and the related accumulated amortization, summarized by the major classifications of the underlying assets:

Lease Description	Role	Classification	Right-of use Asset	Accumulated Amortization
Barracuda Cloud Software	Lessee	Finance	$ 32,193	$ 16,127
Microsoft Enterprise License	Lessee	Finance	37,661	18,830
			$ 69,854	$ 34,957

The table below illustrates the total amount of business-type lease assets and the related accumulated amortization, summarized by the major classifications of the underlying assets:

Lease Description	Role	Classification	Right-of use Asset	Accumulated Amortization
Copier – Xerox Altalink C8045	Lessee	Finance	$ 7,313	$ 7,313
Copier – Sharp MX-3071	Lessee	Finance	10,552	7,622
Postage meter, Envelope folder/inserter – Quadient iX-5, DS-40i	Lessee	Finance	8,597	5,968
			$ 26,462	$ 20,903

The table below illustrates the total amount of business-type subscription lease assets and the related accumulated amortization, summarized by the major classifications of the underlying assets:

Lease Description	Role	Classification	Right-of use Asset	Accumulated Amortization
Barracuda Cloud Software	Lessee	Finance	$ 32,193	$ 16,127
Microsoft Enterprise License	Lessee	Finance	37,660	18,831
			$ 69,853	$ 34,958

Note 4 - Changes in Long-Term Liabilities (Governmental Activities)

Long-term liability activity for the year ended September 30, 2024, was as follows:

	Balance October 1, 2023	Additions	Reductions	Balance September 30, 2024	Amounts Due Within One Year
Bonds:					
General Obligation Bonds	$ 241,418	$ ...	$ 58,815	$ 182,603	$ 59,830
Notes from direct borrowing and direct placement:					
Zions Public Finance – Fire	161,598	...	52,719	108,879	53,858
Other liabilities:					
Compensated absences	320,944	330,487	320,944	330,487	...
Lease Liability	16,735	...	7,018	9,717	6,378
Subscription Liability	48,420	...	18,892	29,528	19,884
	$ 789,115	$ 330,487	$458,388	$ 661,214	$139,950

Zions Public Finance lease/purchase for fire pumper – The contract interest rate is 2.16% with annual payments of $56,210 and a maturity date of February 15, 2026. The agreement is secured by the equipment and all additions, attachments to or for the equipment. The agreement is cancelable if funds for the payment are not appropriated in any fiscal year and the equipment will be returned to the Lessor. The City recognizes the lease as a financed purchase lease. The principal balance as of September 30, 2024, is $108,879.

Bonds Payable - Series 2020

General obligation refunding bonds for refunding the Series 2008 general obligation bonds were issued on July 8, 2020, for $440,000. The bonds are redeemable in annual installments and interest is payable semi-annually at 1.725%. These bonds are collateralized by a pledge of the Water net revenues. The bonds have a maturity date of September 15, 2027. If the city fails to pay an installment or does not uphold the covenants of the agreement, the Trustee may take any action necessary to collect the outstanding balance. The total of the bonds at September 30, 2024, is $182,603.

Compensated absences - In accordance with Statement Number 16 of the Governmental Accounting Standards Board, a liability has been accrued for employee rights to receive compensation for future absences in the amount of $330,487.

Lease Liability – In accordance with Statement Number 87 of the Governmental Accounting Standards Board, a liability was accrued at October 1, 2021, for the principal remaining on office equipment leased by the City in the amount of $21,989. The City recognizes leases consisting of four office copiers, a postage meter machine, and an envelope folder/inserter. The lease terms on this equipment range from 60 to 63 months, and an IBR estimated rate of 1.93% is being used to recognize interest paid on the recognized lease liabilities. The lease liability as of September 30, 2024, is $9,717.

Subscription Liability - In accordance with Statement Number 96 of the Governmental Accounting Standards Board, a liability was accrued at October 1, 2022, for the principal remaining on subscription based information technology arrangements leased by the City in the amount of $69,854. The City recognizes leases consisting of subscriptions for cloud software and enterprise software. The lease terms on these leases range from 36 to 48 months, and an IBR estimated rate of 5.25% is being used to recognize interest paid on the recognized lease liabilities. The lease liability as of September 30, 2024, is $29,528.

As of September 30, 2024, debt service requirements to maturity for principal and interest, for the notes payable, and a maturity analysis of all future lease payments are as follows:

	Bonds		Notes from Direct Borrowings and Placements		
Year Ended Sept. 30,	Principal	Interest	Principal	Interest	Total Prin.
2025	$ 59,830	$ 3,150	$ 53,858	$ 2,352	$ 113,688
2026	60,862	2,118	55,021	1,188	115,883
2027	61,911	1,068	...	...	61,911
	$182,603	$ 6,336	$108,879	$ 3,540	291,482

	Capital Leases		Subscription Leases		
Year Ended Sept. 30,	Principal	Interest	Principal	Interest	
2025	$ 6,378	$ 145	$ 19,884	$ 1,550	26,262
2026	2,843	36	9,644	506	12,487
2027	496	2	...	...	496
	$ 9,717	$ 183	$ 29,528	$ 2,056	39,245
				Compensated Absences	330,487
					$ 661,214

Note 5 - Changes in Long-Term Liabilities (Business-Type Activities)

Long-term liability activity for the year ended September 30, 2024, was as follows:

	Balance October 1, 2023	Additions	Reductions	Balance September 30, 2024	Amounts Due Within One Year
Irrigation					
Other liabilities:					
Compensated Absences	$ 5,725	$ 3,867	$ 5,725	$ 3,867	$ ...
Subscription Liability	968	...	378	590	398
	6,693	3,867	6,103	4,457	398
Sanitation					
Other liabilities:					
Compensated Absences	6,973	8,461	6,973	8,461	...
Customer deposits	10,170	580	...	10,750	...
Subscription Liability	3,873	...	1,511	2,362	1,591
	21,016	9,041	8,484	21,573	1,591
Water					
Bonds:					
Revenue Bonds (including amortized premium of					

$114,409)	1,148,323	...	343,914	804,409	305,000
Other liabilities:					
Compensated Absences	68,412	86,482	68,412	86,482	...
Customer deposits	25,735	4,152	...	29,887	...
Subscription Liability	16,462	...	6,423	10,039	6,761
	1,258,932	90,634	418,749	930,817	311,761
Sewer					
Bonds:					
Revenue Bonds (including amortized premium of $1,631,938)	14,676,030	...	904,092	13,771,938	820,000
Notes from direct borrowing and direct placement:					
Idaho Dept of Environmental Quality	20,297,688	...	1,059,079	19,238,609	1,075,704
Other liabilities:					
Compensated absences	117,470	121,723	117,470	121,723	...
Customer deposits	47,525	2,740	...	50,265	...
Lease liability	10,124	...	4,523	5,601	3,834
Subscription Liability	27,115	...	10,580	16,535	11,134
	35,175,952	124,463	2,095,744	33,204,671	1,910,672
	$36,462,593	$ 228,005	$ 2,529,080	$34,161,518	$2,224,422

As of September 30, 2024, debt service requirements to maturity for principal and interest, for the notes payable, and a maturity analysis of all future lease payments are as follows:

	Bonds		**Notes from Direct Borrowings and Placements**		
Year Ended Sept. 30,	Principal	Interest	Principal	Interest	Total Prin.
2025	$ 1,125,000	$ 490,589	$ 1,075,704	$ 280,927	$ 2,200,704
2026	1,180,000	434,339	1,091,775	264,855	2,271,775
2027	1,000,000	375,339	1,108,088	248,543	2,108,088
2028	985,000	325,339	1,124,020	232,611	2,109,020
2029	1,035,000	276,089	1,141,439	215,192	2,176,439
2030-2034	5,880,000	661,986	5,967,739	815,416	11,847,739
2034-2038	1,625,000	45,853	6,427,357	355,799	8,052,357
2039-2043	...	...	944,511	37,797	944,511
2044-2048	...	...	324,409	13,361	324,409
2049-2051	...	...	33,568	207	33,568
	$12,830,000	$ 2,609,534	$19,238,610	$2,464,708	32,068,610

	Capital Leases		**Subscription Leases**		
Year Ended Sept. 30,	Principal	Interest	Principal	Interest	
2025	$ 3,834	$ 78	$ 19,884	$ 1,550	23,718
2026	1,767	10	9,641	506	11,408
	$ 5,601	$ 88	$ 29,525	$ 2,056	35,126
				Premium on bonds less accumulated amortization	1,746,347

Compensated absences	220,533
Customer deposits	90,902
	$34,161,518

Water Bonds Payable - Series 2017
Revenue refunding bonds for an advanced refunding of the Series 2008 Water Bonds were issued on March 1, 2017, for $2,265,000. The bonds are redeemable in annual installments and interest is payable semi-annually at various rates from 3.00% to 5.00%. These bonds are collateralized by a pledge of the water net revenues. The bonds have a maturity date of September 15, 2027. The total of the bonds at September 30, 2024, is $690,000.

Sewer Bonds Payable - Series 2021
Revenue refunding bonds for a refunding of a portion of the Series 2014 Bonds were issued on June 1, 2021 in the amount of $12,530,000 The bonds are redeemable in annual installments and interest is payable semi-annually at various rates from 1.97% to 5.00%. These bonds are collateralized by a pledge of the Sewer net revenues. The bonds have a maturity date of September 15, 2036. If the city fails to pay an installment or does not uphold the covenants of the agreement, the Trustee may take any action necessary to collect the outstanding balance. The total of the bonds at September 30, 2024, is $12,140,000.

Sewer Note Payable – Idaho Department of Environmental Quality
A loan from the Idaho Department of Environmental Quality Clean Water State Revolving Fund was issued on December 20, 2019, for $1,685,432. The loan will carry an interest rate of 1.25% and will be payable in biannual installments over 30 years. In the event of any default in payment or breach of terms of the agreement the entire principal and related interest and fees may be declared due and immediately payable. The Department is entitled to take any necessary action to collect the repayment of the default note. The balance at September 30, 2024 was $1,471,022.

Sewer Note Payable – Idaho Department of Environmental Quality
A loan from the Idaho Department of Environmental Quality Clean Water State Revolving Fund was approved in November 2014 and issued on December 20, 2019, for $22,200,000. The loan will carry an interest rate of 1.50% and will be payable in biannual installments over 20 years. In the event of any default in payment or breach of terms of the agreement the entire principal and related interest and fees may be declared due and immediately payable. The Department is entitled to take any necessary action to collect the repayment of the default note. The balance at September 30, 2024 was $17,767,587.

Lease Liability
In accordance with Statement Number 87 of the Governmental Accounting Standards Board, a liability was accrued at October 1, 2021, for the principal remaining on office equipment leased by the City in the amount of $20,408. The City recognizes leases consisting of four office copiers, a postage meter machine, and an envelope folder/inserter. The lease terms on this equipment range from 60 to 63 months, and an IBR estimated rate of 1.93% is being used to recognize interest paid on the recognized lease liabilities. The lease liability as of September 30, 2024, is $5,601.

Subscription Liability – In accordance with Statement Number 96 of the Governmental Accounting Standards Board, a liability was accrued at October 1, 2022, for the principal remaining on subscription based information technology arrangements leased by the City in the amount of $69,853. The City recognizes leases consisting of subscriptions for cloud software and enterprise software. The lease terms on these leases range from 36 to 48 months, and an IBR estimated rate of 5.25% is being used to recognize interest paid on the recognized lease liabilities. The lease liability as of September 30, 2024, is $29,525.

Compensated Absences

In accordance with Statement Number 16 of the Governmental Accounting Standards Board, a liability has been accrued at September 30, 2024, for employee rights to receive compensation for future absences in the amount of $220,533.

Customer Deposits

According to City resolution, customer utility deposits are collected and refunded at a future date according to City policy. The balance of customer deposits at September 30, 2024, is $90,902.

Extinguishment and Advance Refundings of Sewer Debt

On June 29, 2021, the City refunded and defeased in substance $12.69 million of its outstanding 2014A Series Sewer Revenue Bonds and $1.21 million of its outstanding 2014C Series Sewer Revenue Refunding Bonds, carrying various interest rates from 1.50% to 5.00%, with new debt of $12.53 million from the City's 2021 Series Sewer Revenue Refunding Bonds, carrying various interest rates from 1.97% to 5.00%, plus an additional City contribution of $1.48 million from 2006 and 2014 Series bond reserve funds. All series have varying annual debt service payments with final payment from the 2021 Series due September 15, 2036.

As a result of the advanced refunding and resulting defeasance, $12.69 million of its outstanding 2014A Series Sewer Revenue Bonds and $1.21 million of its outstanding 2014C Series Sewer Revenue Refunding Bonds are considered to be defeased and the escrowed assets and the liability for the bonds were removed and are not included in these financial statements. The advance refunding reduced total debt service payments by $3,789,430 and resulted in an economic gain of approximately $1,442,350. At September 30, 2024, none of the defeased bonds are outstanding.

All issuance costs of the transaction ($150,080) were paid from bond proceeds. The net proceeds of $14.02 million plus an additional $1.48 million of 2006 and 2014 Series bond reserve funds were used to purchase U.S. Treasury securities yielding between 0.01% - 0.36%. These securities were deposited with an escrow agent to provide for debt service on the 2014 debt to the call date of September 15, 2024.

The Bond Bank Authority reserves the right to substitute from time to time for the Series 2021B Escrow Obligations purchased, other direct, non-callable obligations of the United States of America.

For the 2014A Series Sewer Revenue Bonds, the reacquisition price exceeded the net carrying amount of the old bonds by $974,383. This amount has been deferred and is being amortized over the life of the new bonds.

For the 2014C Series Sewer Revenue Refunding Bonds, the reacquisition price exceeded the net carrying amount of the old bonds by $105,844. This amount has been deferred and is being amortized over the remaining original amortization period, that is, the remaining life of the refunded bonds.

Note 6 – Leases Receivable

The City is reporting Leases Receivable of $1,443,034 at September 30, 2024. For 2024, the City reported lease revenue of $40,269 and interest revenue of $15,708 related to lease payments received. These leases are summarized as follows:

Lease	Lease Receivable	Lease Revenue	Lease Interest Revenue
Police Tower – T-Mobile	$ 107,881	$ 7,573	$ 3,465
Police Tower – AT&T	1,131,317	25,050	8,940
Fire Station Land – AT&T	203,836	7,359	3,303
	$1,443,034	$40,269	$15,708

Police Tower – T-Mobile – On March 15, 2002, The City entered into a thirty-year lease agreement with T-Mobile for the lease of real property that is part of the Jerome Police Department Building. Based on this agreement, the City is receiving monthly payments through 2032. The lease agreement may be renewed upon option of the Tenant.

Police Tower – AT&T – On July 1, 2005, The City entered into a fifty-year lease agreement with AT&T for the lease of real property that is part of the Jerome Police Department Building. Based on this agreement, the City is receiving monthly payments through 2055. The lease agreement may be renewed upon option of the Tenant.

Fire Station Land – AT&T – On April 14, 2006, The City entered into a forty-year lease agreement with AT&T for the lease of real property that is part of the Jerome Fire Station. Based on this agreement, the City is receiving monthly payments through 2046. The lease agreement may be renewed upon option of the Tenant.

Note 7 - Public Employee Retirement System of Idaho Pension Plan

Plan Description

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

The City of Jerome contributes to the FRF which is a cost-sharing multiple-employer defined benefit pension plan administered by Public Retirement System of Idaho (PERSI or System) that 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 cost to administer the plan is financed through the contributions and investment earnings of the FRF. 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 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/System members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan/System 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 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 statute at 60% of the employer rate for general employees and 74% for public safety. As of June 30, 2024 it was 6.71% for general employees and 9.83% for public safety. 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 public safety. The City's contributions were $731,685 for the year ended June 30, 2024.

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

At September 30, 2024, the City reported a liability and an asset for its proportionate share of the net pension liability (asset). The net pension liability (asset) was measured as of June 30, 2024, and the total pension liability (asset) used to calculate the net pension liability (asset) was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability (asset) was based on the City's share of contributions in the Base and FRF pension plans relative to the total contributions of all participating PERSI Base Plan and FRF employers. At June 30, 2024, the City's proportion of the Base Plan was .001335459 and the City's proportion of the FRF was .010160971.

For the year ended September 30, 2024, the City recognized a pension expense of $1,290,707. At September 30, 2024, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	$795,325	$0
Changes in pension assumptions or other inputs	$197,896	$0
Net difference between projected and actual earnings on pension plan investments	($8,466)	$0
Changes in the employer's proportion and differences between the employer's	($145,701)	$0

contributions and the employer's proportionate contributions		
Employer contributions subsequent to the measurement date	$189,309	$0
Total	$1,028,363	$0

$189,309 reported as deferred outflows of resources related to pensions resulting from Employer contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ending September 30, 2025.

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, 2023 the beginning of the measurement period ended June 30, 2024 is 4.6 and 4.6 for the measurement period June 30, 2024 for the Base Plan.

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, 2023 the beginning of the measurement period ended June 30, 2024 is 1 year and 1 year for the measurement period June 30, 2024 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:

Base Plan

Year ended September 30, 2024:	
2025	$246,557
2026	$931,420
2027	($160,622)
2028	($114,810)
Change in Proportionate Share	$276,319
Amortization	($130,618)
	$145,701

FRF Plan

Year ended September 30, 2024:	
2025	($29,834)
2026	$137,663
2027	($25,046)
2028	($574)
Change in Proportionate Share	$825,072
Amortization	($825,072)
	$0

Actuarial Assumptions

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. 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.

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

Base Plan

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	1.00%

FRF Fund

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

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%.

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 including mortality. The Total Pension Liability as of June 30, 2024 is based on the results of an actuarial valuation date of July 1, 2024.

For the FRF Plan 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.

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

2024

Asset Class	DB Plans	Sick Leave
Fixed Income	30.0%	50.0%
US/Global Equity	55.0%	39.3%
International Equity	15.0%	10.7%
Cash	0.0%	0.00%
Total	100%	100%

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	0.00%	0.00%
Large Cap	18.00%	4.50%
Small/Mid Cap	11.00%	4.70%
International Equity	15.00%	4.50%
Emerging Markets Equity	10.00%	4.90%
Domestic Fixed	20.00%	(0.25)%
TIPS	10.00%	(0.30)%
Real Estate	8.00%	3.75%
Private Equity	8.00%	6.00%

Discount Rate

The discount rate used to measure the total pension liability was 6.35%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension 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:

Base Plan

	1% Decrease (5.35%)	Current Discount Rate (6.35%)	1% Increase (7.35%)
Employer's proportionate share of the net pension liability (asset)	$9,492,964	$4,995,478	$1,322,178

FRF Fund

	1% Decrease (5.35%)	Current Discount Rate (6.35%)	1% Increase (7.35%)
Employer's proportionate share of the net pension liability (asset)	($2,360,028)	($2,557,477)	($2,730,174)

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 September 30, 2024, the City of Jerome reported no payables to the defined benefit pension plan for legally required employer contributions nor for legally required employee contributions which had been withheld from employee wages but not yet remitted to PERSI.

Note 8- Other Employee Benefits

A cafeteria plan, by which employees can elect to reduce their gross income and choose from a variety of benefits including medical expense reimbursements, group life insurance, and dependent care reimbursements, is in place.

Note 9 - Individual Fund Deficits

All governmental and proprietary funds showed surplus fund balances and net position, respectively. The general, street and park governmental funds and the irrigation, sanitation, water, and sewer proprietary funds showed surplus net change in fund balances and net position, respectively.

Note 10 - Cost Share Agreement with Jerome County

The City of Jerome annually enters into a cost sharing arrangement with Jerome County. The agreement covers cost of law enforcement facilities, dispatching and the prosecutor's office. During the year ended September 30, 2024, the City of Jerome contributed $164,802 to this agreement.

Note 11 - Risk

The City of Jerome has risk from employee dishonesty, employee injury, property damage and general liability. Commercial insurance is purchased to cover these risks.

Note 12 - Pledging of Net Revenues

The City has pledged future revenues derived from the operation of the City’s Water Plant, net of operating and maintenance expenses, to repay a $2,265,000 2017 Series Water Revenue Bond. The general purpose of the 2017 bond is to refund the previous

2008 revenue bond used for water system improvements in order to decrease the associated interest rate costs. The bond is payable solely from the net revenues of the Water System and payments are required through the year ending September 30, 2027. The total principal and interest remaining to be paid on the bond at September 30, 2024, is $747,000. Net revenues for the year must not be less than 1.25 times the average annual debt service on the bonds, and the City met this requirement at September 30, 2024. Net revenues differ from net earnings as depreciation expense, amortization expense, and interest expense are not deducted. Principal and interest paid for the current year and net revenues were $344,250 and $1,520,728, respectively.

The City has pledged future revenues derived from the operation of the City's Sewer Plant, net of operating and maintenance expenses, to repay $14,970,000 in Sewer Revenue Bonds. The general purpose of the bonds is to upgrade the sewer plant and refund the previous 2014 revenue bond used for sewer plant improvements. The bonds are payable solely from the net revenues of the Sewer System and payments are required through the year ending September 30, 2036. The total principal and interest remaining to be paid on the bonds is $14,692,535. Net revenues for the year must not be less than 1.25 times the average annual debt service on bonds, and the City did meet this requirement at September 30, 2024. Net revenues differ from net earnings as depreciation expense, amortization expense, and interest expense are not deducted. Principal and interest paid for the current year and net revenues were $1,275,089 and $5,243,615, respectively.

Note 13 - Interest Expense

Interest expense in the following amounts is included under direct expenses on the Statement of Activities:

General government	$ 7,176
Water	6,328
Sewer	759,456

Note 14 – Commitments

At year end, the City had committed to complete public works construction projects and planning studies for an estimated total cost of $617,218 for a park project, wastewater headworks facility improvements and water tank improvements. The funding sources include City reserve funds and Jerome Urban Renewal funds.

Note 15 – Related Party Transactions

The Jerome Urban Renewal Agency reimbursed the City $1,475,328 during the year ended September 30, 2024. These funds were for the City's portion of infrastructure improvements for the Southside Park project.

Note 16 – Fund Balances

In accordance with GASB Statement No. 54, fund balances are classified as follows:

- *Nonspendable* – amounts that cannot be spent because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.
- *Restricted* – amounts that can be spent only for specific purposes because of constitutional provisions or enabling legislation or because of constraints that are externally imposed by creditors, grantors, contributors, or the laws or regulations of other governments.
- *Committed* – amounts that can be used only for specific purposes determined by a formal action of the City Council. The City Council is the highest level of decision-making authority for the City. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the City Council.
- *Assigned* – amounts that do not meet the criteria to be classified as restricted or committed but that are intended to be used for specific purposes. Under the

City's adopted fund balance policy, discretion is given to the City Finance Director and City Administrator as delegated by the Mayor and Council to assign amounts for specific purposes.

- *Unassigned* – all other spendable amounts.

As required by GASB 54, the City's establishment, modification, and rescinding of a committed fund balance is decided upon by passage of an annual appropriations ordinance by the Mayor and City Council, acting as the highest level of decision-making authority.

When expenditures are incurred for which both restricted and unrestricted fund balances are available, the City considers restricted fund balances to have been spent first. In the case of an expenditure being incurred for a purpose for which amounts in any of the unrestricted fund balances could be used, the City does not have a formal policy, but defaults to the order as follows: first against committed, then assigned and finally unassigned fund balance as considered to have been spent. The City's policy regarding encumbrances and other significant commitments required to be disclosed by major funds and nonmajor funds in the aggregate per GASB 54 have been disclosed under Notes 1(N) and 14, respectively.

As of September 30, 2024, fund balances are composed of the following:

	General	Street	Library	Park
Nonspendable:				
Prepaid insurance/assessment	$ ...	$ ...	$ ...	$ ...
	...	...	...	...
Restricted:				
Released evidence -				
Drug related	17,821	...	...	...
Animal Shelter	61,084	...	...	...
Fire Safehouse	1,200	...	...	...
Fireworks Show	4,997	...	...	...
Opioid Settlement	99,930	...	...	...
Vietnam Commemorative	...	...	...	2,529
	185,032	...	...	2,529
Committed:				
Animal Control Shelter Improvement	20,000	...	...	...
Building Vehicle Replacement	11,273	...	...	...
Fire Station Boiler Replacement	20,000	...	...	...
Building Replacement	150,000	...	...	...
Tennis Courts	...	...	...	55,667
Playground Equipment	...	...	...	49,000
Street operations	...	2,984,683	...	...
Aerial Update	...	45,038	...	...
Library operations	...	...	291,062	...
Park operations	...	...	...	116,585
	201,273	3,029,721	291,062	221,252
Assigned:				
Released evidence -				
Non-drug related	4,736	...	...	...
Shop with a Cop	966	...	...	...
Bond payments	3,960	...	...	...
Curb and gutter	...	280,217	...	...
Employee Benefits	93,224	...	...	...
Federal Signage	...	35,000	...	...
Brush Chipper	...	1,139	...	...
Snow Plow Replacement	...	50,975	...	...
Street Project Replacement	...	889,028	...	...
JURA Area 2 Closeout funds	...	1,735,259	...	...
Equipment replacement	20,032	16,430	7	1,679
	122,918	3,008,048	7	1,679
Unassigned	1,836,075	...	...	...
Total fund balances	$2,345,298	$6,037,769	$ 291,069	$225,460

The City formally adopted a fund balance policy on October 6, 2009. It states that the City will strive to maintain an unrestricted fund balance for each of the City's funds equal to a minimum of 25% of the total budgeted annual expenditures of each respective fund. This percentage is to be maintained as a precaution to provide

financing for unanticipated expenditures and revenue shortfalls. The City Council will be advised annually, during the budget process, of the unrestricted fund balances. The City will strive to budget each year the amount necessary to maintain the unrestricted fund balance at the appropriate amount. Amounts in excess of the aforementioned targeted 25% will be considered for future capital replacement needs. The City Administrator and Finance Director are authorized to assign fund balances for purposes of tracking designated activities within each of the City's funds.

The purpose of the streets, library, and parks funds as special revenue funds are to carry on the operations and programs of those funds as a part of services offered by the City. A major revenue source for the special revenue funds are property taxes, while the street fund also receives funding through road and bridge taxes as well as gas taxes.

Note 17 – City Health Insurance Deductible Buy-Down Liability

The City purchases a $2,000 deductible from PacificSource Health Plans for each employee. Employees are responsible for the first $500 of that deductible. The City of Jerome then self-insures the remaining deductible between $500 and $2,000 with a maximum annual reimbursement of $1,000 per employee or $2,000 per family. The liability for these reimbursements for the year ranges from $0 with no claims to $110,131.

Note 18 – Interfund Transactions

A summary of interfund transfers follows:

	Transfers In	Transfers Out
Major Funds:		
General	$ ...	$ 91,448
Street	...	28,564
Library	...	3,674
Park	...	2,958
Irrigation	...	5,521
Sanitation	...	4,233
Water	...	36,228
Sewer	...	80,926
Non-major Funds:		
Human Resources	15,225	...
Engineering	30,104	...
Information Technology	208,223	...
	$ 253,552	$ 253,552

Interfund Transfers

During the course of normal operations, the City has numerous transactions between funds, including expenditures and transfers of resources primarily to provide services and equipment. The Governmental and Proprietary fund financial statements generally reflect such transactions as transfers. There were no non-routine items occurring during the course of the year.

Note 19 – Subsequent Event

On December 5, 2024, the Jerome Urban Renewal Agency passed Resolution 6-24 approving the real property exchange agreement between the Agency and the College of Southern Idaho (CSI) that was initially agreed upon in the Memorandum of Understanding (MOU) dated September 2, 2022 between the City, the Agency, and CSI. The MOU formalized the understanding that the City would relinquish ownership of approximately 4 acres of bare ground, referred to as Block 55, located on North Lincoln between 2nd Avenue West and 3rd Avenue West to the Agency. The Agency would then exchange this property for the CSI owned parcels located on the northwest corner of Main and Lincoln, referred to as 104 West Main Street. This property is

located adjacent to two parcels already owned by the Agency. The Agency intends to market all three parcels for development while CSI is building a new facility on Block 55. The actual exchange occurred on January 27, 2025.

CITY OF JEROME, IDAHC
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
REVENUE:				
Property taxes	$ 3,742,234	$ 3,742,234	$ 3,694,380	$ (47,854)
Penalties and interest	26,793	26,793	22,859	(3,934)
Business and franchise taxes	220,681	220,681	256,995	36,314
Payment in lieu of taxes	8,765	8,765	9,825	1,060
Licenses and permits	268,075	268,075	314,754	46,679
State shared	1,758,321	1,758,321	1,626,195	(132,126)
Federal grants	-	-	20,443	20,443
Local grants	-	-	-	-
Court revenues	40,000	40,000	47,381	7,381
Rents	38,000	38,000	47,210	9,210
Interest	200,000	200,000	82,480	(117,520)
Contributions	30,100	30,100	57,233	27,133
Refunds and reimbursements	146,000	146,000	172,071	26,071
Fines	-	-	-	-
Miscellaneous	-	-	54,114	54,114
Sale of city property	-	-	205	205
Total revenue	6,478,969	6,478,969	6,406,145	(72,824)
EXPENDITURES:				
Legislative	90,181	90,181	78,303	(11,878)
Executive	16,982	16,982	15,564	(1,418)
Finance and administration	730,119	730,119	790,807	60,688
Law enforcement	2,718,416	2,718,416	2,747,421	29,005
Fire control	1,943,457	1,943,457	1,841,995	(101,462)
Building inspection	258,217	258,217	260,761	2,544
Animal control	207,583	207,583	178,640	(28,943)
Total expenditures	5,964,955	5,964,955	5,913,491	(51,464)
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	514,014	514,014	492,654	(21,360)
OTHER FINANCING SOURCES (USES):				
Net change in fair value of investments	11,000	11,000	19,027	8,027
Lease financing	-	-	-	-
Transfers in (out)	(130,318)	(130,318)	(91,448)	38,870
TOTAL OTHER FINANCING SOURCES (USES)	(119,318)	(119,318)	(72,421)	46,897
NET CHANGES IN FUND BALANCE	$ 394,696	$ 394,696	$ 420,233	$ 25,537

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHC
BUDGETARY COMPARISON SCHEDULE
STREET FUND
YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget
	Original	Final		Over (Under)
REVENUE:				
Property taxes	$ 1,891,159	$ 1,891,159	$ 1,878,554	$ (12,605)
Penalties and interest	7,000	7,000	8,984	1,984
Business and franchise taxes	104,977	104,977	112,048	7,071
Payment in lieu of taxes	4,713	4,713	5,013	300
State shared	1,138,639	1,138,639	1,030,805	(107,834)
Grant income	500,000	500,000	812,977	312,977
Interest	66,000	66,000	235,875	169,875
Refunds and reimbursements	3,598,000	3,598,000	647,593	(2,950,407)
Miscellaneous	1,200	1,200	974	(226)
Total revenue	7,311,688	7,311,688	4,732,823	(2,578,865)
EXPENDITURES:				
Salaries	646,979	646,979	618,549	(28,430)
Personnel benefits	267,169	267,169	246,014	(21,155)
Office supplies and postage	340	340	521	181
Operating supplies	93,180	93,180	48,525	(44,655)
Professional services	400,000	400,000	-	(400,000)
Advertising	405	405	296	(109)
Insurance and bonds	62,421	62,421	62,421	-
Dues and subscriptions	-	-	-	-
Personnel training	2,000	2,000	1,988	(12)
Telephone	4,000	4,000	4,343	343
Utilities	12,000	12,000	11,660	(340)
Gas and oil	26,000	26,000	33,398	7,398
Repairs and maintenance	48,500	48,500	64,962	16,462
Street maintenance	192,327	192,327	159,546	(32,781)
Other purchased services	9,600	9,600	7,134	(2,466)
Uniforms	3,250	3,250	2,321	(929)
Medical services	-	-	380	380
Miscellaneous expense	950	950	1,052	102
Street lighting	85,000	85,000	82,949	(2,051)
Lease financing principal	-	-	5,674	5,674
Lease financing interest	-	-	665	665
Lease right of use asset	-	-	-	-
Equipment Replacement	100,947	100,947	-	(100,947)
Capital outlay - equipment	144,750	144,750	157,934	13,184
Construction project	6,387,937	6,387,937	1,477,240	(4,910,697)
Total expenditures	8,487,755	8,487,755	2,987,572	(5,500,183)
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(1,176,067)	(1,176,067)	1,745,251	2,921,318
OTHER FINANCING SOURCES (USES):				
Net change in fair value of investments	-	-	18,113	18,113
Lease financing	-	-	-	-
Transfers in (out)	(65,578)	(65,578)	(28,564)	37,014
TOTAL OTHER FINANCING SOURCES (USES)	(65,578)	(65,578)	(10,451)	55,127
NET CHANGES IN FUND BALANCE	$ (1,241,645)	$ (1,241,645)	$ 1,734,800	$ 2,976,445

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHC
BUDGETARY COMPARISON SCHEDULE
LIBRARY FUND
YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
REVENUE:				
Property taxes	$ 450,624	$ 450,624	$ 445,032	$ (5,592)
Penalties and interest	3,500	3,500	2,627	(873)
Payment in lieu of taxes	1,042	1,042	1,184	142
State shared revenue	9,597	9,597	7,383	(2,214)
State grants	-	-	60	60
Local grants	-	-	3,299	3,299
Interest	8,100	8,100	11,285	3,185
Contributions	4,000	4,000	2,718	(1,282)
Refunds and reimbursements	750	750	3,003	2,253
Fines	6,000	6,000	3,539	(2,461)
Miscellaneous	12,423	12,423	14,662	2,239
Total revenue	496,036	496,036	494,792	(1,244)
EXPENDITURES:				
Salaries	227,628	227,628	229,882	2,254
Personnel benefits	158,298	158,298	126,926	(31,372)
Office supplies and postage	2,000	2,000	2,181	181
Operating supplies	9,406	9,406	15,412	6,006
Dues and subscriptions	16,760	16,760	16,008	(752)
Personnel training	2,035	2,035	1,572	(463)
Telephone	12,555	12,555	9,103	(3,452)
Utilities	9,555	9,555	8,128	(1,427)
Repairs	8,425	8,425	7,696	(729)
Other purchased services	805	805	360	(445)
Books and magazines	39,850	39,850	32,158	(7,692)
Miscellaneous	250	250	168	(82)
LSTA Grant Agreements	-	-	-	-
Lease financing principal	-	-	3,010	3,010
Lease financing interest	-	-	256	256
Lease right of use asset	-	-	-	-
Capital outlay - construction	50,000	50,000	53,250	3,250
Total expenditures	537,567	537,567	506,110	(31,457)
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(41,531)	(41,531)	(11,318)	30,213
OTHER FINANCING SOURCES (USES):				
Net change in fair value of investments	-	-	880	880
Lease financing	-	-	-	-
Transfers in (out)	(11,235)	(11,235)	(3,674)	7,561
TOTAL OTHER FINANCING SOURCES (USES)	(11,235)	(11,235)	(2,794)	8,441
NET CHANGES IN FUND BALANCE	$ (52,766)	$ (52,766)	$ (14,112)	$ 38,654

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHC
BUDGETARY COMPARISON SCHEDULE
PARK FUND
YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget
	Original	Final		Over (Under)
REVENUE:				
Property taxes	$ 287,033	$ 287,033	$ 283,832	$ (3,201)
Penalties and interest	1,500	1,500	1,504	4
Payment in lieu of taxes	606	606	757	151
State shared revenue	5,579	5,579	4,717	(862)
Federal grants	-	-	-	-
Local grants	-	-	-	-
Interest	5,800	5,800	7,744	1,944
Contributions	-	-	900	900
Miscellaneous	1,300,400	1,300,400	1,055,768	(244,632)
Total revenue	1,600,918	1,600,918	1,355,222	(245,696)
EXPENDITURES:				
Salaries	118,849	118,849	104,265	(14,584)
Personnel benefits	46,058	46,058	40,943	(5,115)
Office supplies and postage	45	45	58	13
Operating supplies	13,000	13,000	13,809	809
Advertising and publishing	-	-	183	183
Dues and subscriptions	-	-	-	-
Personnel training	-	-	-	-
Telephone	541	541	176	(365)
Utilities	53,500	53,500	57,864	4,364
Gas and oil	5,810	5,810	6,380	570
Repairs and maintenance	7,900	7,900	2,220	(5,680)
Other purchased services	8,500	8,500	10,194	1,694
Tree maintenance	3,000	3,000	2,149	(851)
Miscellaneous	630	630	505	(125)
Lease financing principal	-	-	378	378
Lease financing interest	-	-	51	51
Lease right of use asset	-	-	-	-
Capital outlay	1,376,210	1,376,210	997,270	(378,940)
Total expenditures	1,634,043	1,634,043	1,236,445	(397,598)
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	(33,125)	(33,125)	118,777	151,902
Net change in fair value of investments	-	-	617	617
Lease financing	-	-	-	-
Transfers in (out)	(6,195)	(6,195)	(2,958)	3,237
TOTAL OTHER FINANCING SOURCES (USES)	(6,195)	(6,195)	(2,341)	3,854
NET CHANGES IN FUND BALANCE	$ (39,320)	$ (39,320)	$ 116,436	$ 155,756

The accompanying notes are an integral part of the financial statements

City of Jerome, Idaho
Required Supplementary Information
September 30, 2024

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Employer's portion of net the pension liability (asset)	.001319366	.001297833	.001276925	.001262640	.001212104	.001444580	.001421409	.001369524	.001423221	.001335459
Employer's proportionate share of the net pension liability (asset)	$1,737,391	$2,630,910	$2,007,107	$1,862,417	$1,383,585	$3,354,506	($112,260)	$5,394,227	$5,679,609	$4,995,478
Employer's covered-employee payroll	$3,738,480	$3,904,821	$3,872,313	$4,051,303	$4,018,227	$4,357,170	$4,226,391	$4,480,695	$4,893,207	$5,295,532
Employer's proportional share of the net pension liability (asset) as a percentage of its covered-employee payroll	46.47%	67.38%	51.38%	45.97%	34.43%	76.99%	(2.66%)	120.39%	116.07%	94.33%
Plan fiduciary net position as a percenta of the total pension liability (asset)	91.38%	87.26%	90.68%	91.69%	93.79%	88.22%	100.36%	83.09%	83.83%	84.54%

* 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 of Jerome will present information for those years for which information is available.

Data reported is measured as of June 30, 2024.

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

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Statutorily required contribution	$431,567	$445,271	$458,097	$461,937	$474,971	$617,718	$633,358	$644,837	$722,539	$731,685
Contributions in relation to the statutorily required contribution	($423,834)	($445,271)	($458,097)	($461,937)	($474,971)	($617,718)	($633,358)	($644,837)	($722,539)	($731,685)
Contribution (deficiency) excess	$7,733	$0	$0	$0	$0	$0	$0	$0	$0	$0
Employer's covered-employee payroll	$3,738,480	$3,904,821	$3,872,313	$4,051,303	$4,018,227	$4,357,170	$4,226,391	$4,480,695	$4,893,207	$5,295,532
Contributions as a percentage of covered-employee payroll	11.34%	11.40%	11.83%	11.40%	11.82%	14.18%	14.99%	14.39%	14.77%	13.82%

* 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 of Jerome will present information for those years for which information is available.

Data is reported is measured as of September 30, 2024.

Schedule of Employer's Share of Net Pension Asset
FRF
Last 10 – Fiscal Years *

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Employer's portion of net the pension asset	.009588766	.010878382	.010503112	.010202530	.009787327	.010160971	.010160971	.010160971	.010160971	.010160971
Employer's proportionate share of the net pension asset	($517,896)	($584,696)	($901,121)	($1,154,622)	($1,406,964)	($1,512,960)	($2,745,767)	($2,085,955)	(2,402,082)	(2,557,477)

City of Jerome, Idaho
Required Supplementary Information
September 30, 2024

Employer's covered-employee payroll	$684,379	$751,644	$775,130	$749,635	$778,339	$823,341	$831,070	$950,223	$982,055	$999,845
Employer's proportional share of the net pension asset as a percentage of its covered-employee payroll	75.67%	77.79%	116.25%	154.02%	180.76%	183.76%	330.39%	219.52%	244.60%	255.79%
Plan fiduciary net position as a percentage of the total pension liability	118.08%	118.42%	129.65%	140.15%	152.74%	155.55%	211.83%	184.72%	200.58%	207.66%

* 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 of Jerome will present information for those years for which information is available.

Data reported is measured as of June 30, 2024.

Schedule of Employer Contributions
FRF
Last 10 – Fiscal Years *

	2015	**2016**	**2017**	**2018**	**2019**	**2020**	**2021**	**2022**	**2023**	**2024**
Statutorily required contribution	108,406	$125,224	$129,137	$124,889	$129,594	$38,091	$0	$0	$0	$0
Contributions in relation to the statutorily required contribution	$108,406)	($125,224)	($129,137)	($124,889)	($129,594)	($38,091)	($0)	($0)	($0)	($0)
Contribution (deficiency) excess	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Employer's covered-employee payroll	$684,379	$751,644	$775,130	$749,635	$778,339	$823,341	$831,070	$950,223	$982,055	$982,055
Contributions as a percentage of covered-employee payroll	15.84%	16.67%	16.66%	16.66%	16.65%	4.63%	0.00%	0.00%	0.00%	0.00%

* 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 of Jerome will present information for those years for which information is available.

Data is reported is measured as of September 30, 2024.

CITY OF JEROME, IDAHO
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
SEPTEMBER 30, 2024

NOTE 1 - BUDGETARY INFORMATION

A) Budgetary-GAAP Reporting Reconciliation

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

B) Budgetary Policies

The City of Jerome, Idaho, prepares an annual budget of revenue and expenditures prior to the beginning of the fiscal year. The budget is prepared on the modified accrual basis of accounting for all funds. Budget figures are based on prior levels of revenue and expenditures taking into account specific items which may be planned in advance by the City such as capital outlay expenditures. Any excess of budgeted expenditures over budgeted revenue are temporary situations and are budgeted so as to utilize cash balances in the individual fund.

C) Excess of Expenditures Over Appropriations

The Budgetary Comparison Schedules for none of the funds show expenditures in excess of appropriations.

NOTE 2 – PERSI – BASE PLAN

No Note 2 information to report.

NOTE 3 – PERSI – FRF PLAN

No Note 3 information to report.

CITY OF JEROME, IDAHC
BUDGETARY COMPARISON SCHEDULE
IRRIGATION FUND
YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
REVENUE:				
Charges for services	$ 203,562	$ 203,562	$ 193,812	$ (9,750)
Miscellaneous	300	223,186	224,778	1,592
Total revenue	203,862	426,748	418,590	(8,158)
EXPENDITURES:				
Salaries	76,791	76,791	68,857	(7,934)
Personnel benefits	27,797	27,797	39,795	11,998
Office supplies and postage	2,900	2,900	3,571	671
Operating supplies	39,050	39,050	42,257	3,207
Professional services	2,500	2,500	-	(2,500)
Advertising and publishing	100	100	168	68
Personnel training	200	200	50	(150)
Telephone	585	585	535	(50)
Utilities	500	500	496	(4)
Gas and oil	8,200	8,200	5,557	(2,643)
Repairs and maintenance	37,100	37,100	34,284	(2,816)
Other services	400	400	21	(379)
Office supplies and postage	1,070	1,070	393	(677)
Medical services	-	-	-	-
Miscellaneous	135	135	70	(65)
Allowance for depreciation	-	-	5,907	5,907
Total expenditures	197,328	197,328	201,961	4,633
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	6,534	229,420	216,629	(12,791)
OTHER FINANCING SOURCES (USES):				
Interest revenue	3,000	3,000	2,414	(586)
Net change in fair value of investments	-	-	284	284
Interest expense	-	-	(454)	(454)
Transfers in (out)	(10,016)	(10,016)	(5,521)	4,495
TOTAL OTHER FINANCING SOURCES (USES)	(7,016)	(7,016)	(3,277)	3,739
INCREASE (DECREASE) IN NET POSITION	$ (482)	$ 222,404	$ 213,352	$ (9,052)

Reconciliation of Earnings to Budget

Earnings	$ (482)	$ 222,404	$ 213,352	$ (9,052)
Allowance for depreciation	-	-	5,907	5,907
Capital outlay	(27,500)	(250,386)	(222,887)	27,499
	$ (27,982)	$ (27,982)	$ (3,628)	$ 24,354

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHC
BUDGETARY COMPARISON SCHEDULE
SANITATION FUND
YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual Amounts Budgetary Basis	Variance With Final Budget Over (Under)
	Original	Final		
REVENUE:				
Charges for services	$ 430,775	$ 430,775	$ 457,964	$ 27,189
Miscellaneous	1,300	1,300	1,435	135
Total revenue	432,075	432,075	459,399	27,324
EXPENDITURES:				
Salaries	82,260	82,260	85,890	3,630
Personnel benefits	31,833	31,833	41,304	9,471
Office supplies and postage	8,194	8,194	8,507	313
Operating supplies	-	-	234	234
Purchased services	308,938	308,938	312,621	3,683
Loss on uncollectible accounts	-	-	504	504
Miscellaneous	2,075	2,075	5,152	3,077
Allowance for depreciation	-	-	-	-
Total expenditures	433,300	433,300	454,212	20,912
EXCESS (DEFICIENCY) OF REVENUE Office supplies and postage	(1,225)	(1,225)	5,187	6,412
OTHER FINANCING SOURCES (USES):				
Interest revenue	4,778	4,778	6,045	1,267
Net change in fair value of investments	-	-	489	489
Interest expense	-	-	(1,815)	(1,815)
Transfers in (out)	(7,352)	(7,352)	(4,233)	3,119
TOTAL OTHER FINANCING SOURCES (USES)	(2,574)	(2,574)	486	3,060
INCREASE (DECREASE) IN NET POSITION	$ (3,799)	$ (3,799)	$ 5,673	$ 9,472

Reconciliation of Earnings to Budget

Earnings	$ (3,799)	$ (3,799)	$ 5,673	$ 9,472
Allowance for depreciation	-	-	-	-
	$ (3,799)	$ (3,799)	$ 5,673	$ 9,472

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHC
BUDGETARY COMPARISON SCHEDULE
WATER FUND
YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual Amounts Amounts	Variance With Final Budget
	Original	Final	Basis	Over (Under)
REVENUE:				
Charges for services	$ 3,181,481	$ 3,181,481	$ 3,590,856	$ 409,375
Miscellaneous	711,691	711,691	49,118	(662,573)
Total revenue	3,893,172	3,893,172	3,639,974	(253,198)
EXPENDITURES:				
Salaries	1,006,113	1,006,113	959,697	(46,416)
Personnel benefits	423,843	423,843	455,593	31,750
Office supplies and postage	10,500	10,500	10,953	453
Operating supplies	202,500	202,500	200,662	(1,838)
New equipment - non-capital	-	-	-	-
Public relations	2,500	2,500	-	(2,500)
Professional services	128,950	128,950	82,856	(46,094)
Advertising and publishing	400	400	-	(400)
Insurance and bonds	65,888	65,888	65,888	-
Dues and subscriptions	3,410	3,410	2,238	(1,172)
Personnel training	7,250	7,250	7,056	(194)
Telephone	6,500	6,500	6,794	294
Office supplies and postage	346,485	346,485	317,218	(29,267)
Gas and oil	38,000	38,000	32,493	(5,507)
Repairs and maintenance	37,300	37,300	42,365	5,065
Other purchased services	15,200	15,200	16,781	1,581
Cost share with Jerome County	-	-	-	-
Uniforms	5,350	5,350	4,114	(1,236)
Medical services	350	350	95	(255)
Loss on uncollectible accounts	-	-	2,269	2,269
Miscellaneous	11,000	11,000	26,206	15,206
Allowance for depreciation	-	-	318,303	318,303
Total expenditures	2,311,539	2,311,539	2,551,581	240,042
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	1,581,633	1,581,633	1,088,393	(493,240)
OTHER FINANCING SOURCES (USES):				
Interest revenue	160,108	160,108	137,809	(22,299)
Net change in value of investments	-	-	12,451	12,451
Interest expense	(345,750)	(345,750)	(6,328)	339,422
Transfers in (out)	(62,402)	(62,402)	(36,228)	26,174
TOTAL OTHER FINANCING SOURCES (USES)	(248,044)	(248,044)	107,704	355,748
INCREASE (DECREASE) IN NET POSITION	$ 1,333,589	$ 1,333,589	$ 1,196,097	$ (137,492)
	Reconciliation of Earnings to Budget			
Earnings	$ 1,333,589	$ 1,333,589	$ 1,196,097	$ (137,492)
Allowance for depreciation	-	-	318,303	318,303
Allowance for amortization	-	-	(41,200)	(41,200)
Capital outlay	(3,348,400)	(3,348,400)	(3,031,305)	317,095
Principal on bonds payable	-	-	(295,000)	(295,000)
	$ (2,014,811)	$ (2,014,811)	$ (1,853,105)	$ 161,706

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHO
BUDGETARY COMPARISON SCHEDULE
SEWER FUND
YEAR ENDED SEPTEMBER 30, 2024

	Budgeted Amounts		Actual Amounts Amounts Basis	Variance With Final Budget Over (Under)
	Original	Final		
REVENUE:				
Charges for services	$ 7,378,502	$ 7,378,502	$ 9,327,862	$ 1,949,360
Miscellaneous	2,838,169	2,838,169	217,711	(2,620,458)
Total revenue	10,216,671	10,216,671	9,545,573	(671,098)
EXPENDITURES:				
Salaries	1,359,188	1,359,188	1,342,595	(16,593)
Personnel benefits	512,777	512,777	600,953	88,176
Office supplies and postage	17,000	17,000	21,516	4,516
Operating supplies	350,883	350,883	547,786	196,903
New equipment - non-capital	30,444	30,444	20,306	(10,138)
Professional services	293,035	293,035	210,104	(82,931)
Advertising and publishing	1,500	1,500	-	(1,500)
Insurance and bonds	152,340	152,340	152,329	(11)
Personnel training	12,600	12,600	13,032	432
Dues and subscriptions	2,775	2,775	1,623	(1,152)
Telephone	12,492	12,492	14,826	2,334
Utilities	810,784	810,784	765,418	(45,366)
Office supplies and postage	39,438	39,438	47,303	7,865
Repairs and maintenance	280,016	280,016	703,844	423,828
Other purchased services	310,097	310,097	274,268	(35,829)
Uniforms	6,300	6,300	5,587	(713)
Medical services	400	400	190	(210)
Loss on uncollectible accounts	-	-	1,900	1,900
Miscellaneous	25,000	25,000	74,423	49,423
Allowance for depreciation	-	-	2,476,942	2,476,942
Total expenditures	4,217,069	4,217,069	7,274,945	3,057,876
EXCESS (DEFICIENCY) OF REVENUE OVER EXPENDITURES	5,999,602	5,999,602	2,270,628	(3,728,974)
OTHER FINANCING SOURCES (USES):				
Interest revenue	400,000	400,000	535,771	135,771
Net change in value of investments	-	-	41,200	41,200
Interest expense	(2,631,720)	(2,631,720)	(759,456)	1,872,264
Transfers in (out)	(116,577)	(116,577)	(80,926)	35,651
TOTAL OTHER FINANCING SOURCES (USES)	(2,348,297)	(2,348,297)	(263,411)	2,084,886
INCREASE (DECREASE) IN NET POSITION	$ 3,651,305	$ 3,651,305	$ 2,007,217	$ (1,644,088)
	Reconciliation of Earnings to Budget			
Earnings	$ 3,651,305	$ 3,651,305	$ 2,007,217	$ (1,644,088)
Allowance for depreciation	-	-	2,476,942	2,476,942
Allowance for amortization	-	-	17,204	17,204
Capital outlay	(5,172,167)	(5,172,167)	(4,148,199)	1,023,968
Principal on bonds payable	-	-	(780,000)	(780,000)
	$ (1,520,862)	$ (1,520,862)	$ (426,836)	$ 1,094,026

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHC
COMBINING BALANCE SHEET NONMAJOR INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2024

ASSETS:	Engineering	Human Resources	Information Technology	Total
Current Assets:				
Pooled cash and cash equivalents	$ 11,226	$ 1,192	$ 4,251	$ 16,669
Total current assets	11,226	1,192	4,251	16,669
TOTAL ASSETS	11,226	1,192	4,251	16,669
LIABILITIES AND NET POSITION				
LIABILITIES:				
Current Liabilities:				
Accounts payable - trade	11,226	1,192	4,251	16,669
Total current liabilities	11,226	1,192	4,251	16,669
TOTAL LIABILITIES	11,226	1,192	4,251	16,669
TOTAL NET POSITON	$ 11,226	$ 1,192	$ 4,251	$ 16,669

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHO
COMBINING STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
NONMAJOR INTERNAL SERVICE FUNDS
SEPTEMBER 30, 2024

Operating Revenue:	Engineering	Human Resources	Information Technology	Total
Charges for services	$ -	$ -	$ -	$ -
Miscellaneous income	-	-	-	-
Total revenue	-	-	-	-
Operating Expenses:				
Operating supplies	5,197	3,201	8,353	16,751
New equipment - non-capital	4,343	-	31,233	35,576
Professional services	7,163	3,702	164,347	175,212
Dues and subscriptions	1,707	1,026	-	2,733
Personnel training	1,893	4,938	3,045	9,876
Telephone	4,227	513	1,245	5,985
Gas and oil	1,719	-	-	1,719
Repairs	2,778	-	-	2,778
Uniforms	1,077	-	-	1,077
Medical services	-	1,845	-	1,845
	30,104	15,225	208,223	253,552
Operating earnings (loss)	(30,104)	(15,225)	(208,223)	(253,552)
Income before other revenues, expenses, gains, losses and				
Office supplies and postage	(30,104)	(15,225)	(208,223)	(253,552)
Operating transfers in (out)	30,104	15,225	208,223	253,552
INCREASE (DECREASE) IN NET POSITION	-	-	-	-
NET POSITION AT OCTOBER 1, 2022	-	-	-	-
NET POSITION AT SEPTEMBER 30, 2023	$ -	$ -	$ -	$ -

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHO
SCHEDULE OF EXPENDITURES BY OBJECT AND FUNCTION
SEPTEMBER 30, 2024

	Legislative	Executive	Finance & Administration	Law Enforcement	Fire Control	Building Inspections	Animal Control	Total
Current:								
Salaries	$ 24,000	$ 12,000	$ 187,102	$ 1,458,269	$ 998,985	179,695	$ 95,167	$ 2,955,218
Personnel benefits	52,730	2,941	80,612	577,037	442,843	57,898	43,794	1,257,855
Office supplies	-	-	1,535	1,907	705	50	35	4,232
Supplies	-	-	14,311	22,357	28,261	1,649	16,766	83,344
Ammunition	-	-	-	10,030	-	-	-	10,030
New equipment - non-capital	-	-	-	6,208	20,569	-	-	26,777
Public relations	-	-	53,900	-	1,514	-	-	55,414
Professional services	-	-	174,576	4,209	1,500	-	3,400	183,685
Advertising and publishing	-	-	7,375	54	-	-	-	7,429
Insurance	-	-	93,631	50	-	-	-	93,681
Travel and meetings	295	62	-	-	-	-	-	357
Dues and subscriptions	-	-	10,684	4,093	851	1,074	1,556	18,258
Personnel training	-	-	12,542	23,864	10,572	1,344	191	48,513
Telephone	-	561	6,525	28,619	10,686	5,341	727	52,459
Utilities	-	-	11,343	17,281	13,238	-	7,420	49,282
Gas and oil	-	-	546	45,532	15,234	3,186	1,880	66,378
Repairs	-	-	5,421	43,692	42,011	9,806	5,832	106,762
Other purchased services	-	-	26,960	16,359	6,844	-	-	50,163
Office supplies and postage	-	-	-	146,674	18,128	-	-	164,802
Uniforms	-	-	-	11,582	8,006	624	1,806	22,018
Medical services	-	-	-	-	3,985	-	-	3,985
Crime prevention	-	-	-	997	-	-	-	997
Miscellaneous	1,278	-	17,271	1,292	697	94	66	20,698
ARPA Subrecipient Funds	-	-	-	-	-	-	-	-
IOF Grant Agreements	-	-	-	-	-	-	-	-
Lease financing principal	-	-	14,196	2,653	-	-	-	16,849
Lease financing interest	-	-	1,750	91	-	-	-	1,841
Lease right of use asset	-	-	-	-	-	-	-	-
Total current	78,303	15,564	720,280	2,422,850	1,624,629	260,761	178,640	5,301,027
Capital outlay	-	-	9,630	324,571	-	-	-	334,201
Debt service	-	-	60,897	-	217,366	-	-	278,263
	$ 78,303	$ 15,564	$ 790,807	$ 2,747,421	$ 1,841,995	$ 260,761	$ 178,640	$ 5,913,491

The accompanying notes are an integral part of the financial statements

CITY OF JEROME, IDAHO
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS

Fiscal Year Ending September 30,	Beginning Balance October 1,	Levy Charge	Additions	Deletions	Collections	Ending Balance September 30,
2024	$206,600	$6,567,532	$67,627	$33,434	$6,616,751	$191,574
2023	165,668	5,691,661	633,472	15,815	6,268,386	206,600
2022	185,944	6,503,178	111,358	39,970	6,594,842	165,668
2021	224,504	5,576,709	140,496	1,428	5,754,337	185,944
2020	217,896	6,278,651	41,413	1,167	6,312,289	224,504
2019	226,374	5,861,583	6,852	7,952	5,868,961	217,896
2018	205,394	5,644,260	99	2,598	5,620,781	226,374
2017	182,661	5,152,971	...	6,007	5,124,231	205,394
2016	212,098	4,918,098	...	2,841	4,944,694	182,661
2015	226,690	4,867,287	548	4,131	4,878,296	212,098

CITY OF JEROME, IDAHO
GOVERNMENTAL EXPENDITURES BY FUNCTION
LAST TEN FISCAL YEARS

	Year Ended September 30,									
GOVERNMENTAL FUNDS:	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Legislative	$ 78,303	$ 69,618	$ 61,713	$ 65,921	$ 68,212	$ 70,974	$ 65,740	$ 60,758	$ 56,844	$ 47,839
Executive	15,564	15,897	16,308	15,408	15,818	16,608	16,900	17,293	16,448	16,188
Finance and administration	790,807	3,259,185	916,276	957,053	655,349	725,617	730,638	817,117	775,147	857,061
Law enforcement	2,747,421	6,735,846	3,231,422	2,704,003	2,079,491	1,961,197	1,904,348	1,967,300	1,763,964	1,766,094
Fire control	1,841,995	1,643,286	1,591,919	1,458,662	1,495,903	1,478,355	1,565,095	1,403,037	1,971,594	1,265,180
Building inspection	260,761	182,498	171,191	162,449	186,763	257,403	134,817	115,984	108,665	110,228
Animal control	178,640	135,841	153,307	139,154	164,124	131,522	140,978	125,664	116,687	111,800
Street	2,987,572	2,857,448	1,407,537	1,924,311	2,091,015	4,644,361	2,929,040	1,849,643	3,125,504	1,674,139
Library	506,110	452,055	418,904	391,982	427,968	411,458	423,963	385,658	375,819	354,091
Park	1,236,445	578,011	619,412	212,655	172,269	828,724	178,084	172,459	182,024	249,491
PROPRIETARY FUNDS:										
Irrigation	201,961	187,754	171,369	141,472	156,430	157,279	144,500	134,194	188,555	164,865
Sanitation	454,212	453,004	382,176	342,659	378,794	344,413	332,007	310,924	294,358	260,185
Water	2,551,581	2,554,800	2,274,958	1,965,478	2,210,651	2,080,571	2,096,067	2,059,830	1,899,408	1,754,404
Sewer	7,274,945	6,756,466	6,246,857	5,107,140	6,433,030	5,057,003	4,792,365	4,431,813	4,180,655	4,023,311
Engineering	30,104	34,699	34,853	26,638	30,417	30,691	30,926	37,398	35,868	27,276
Human Resources	15,225	10,665	6,137	6,718	12,874	10,087	12,790	15,022	16,099	19,938
Information technology	208,223	214,944	218,512	201,001	226,283	163,687	179,363	154,911	155,655	156,034
	$21,379,869	$26,142,017	$17,922,851	$15,822,704	$16,805,391	$18,369,950	$15,677,621	$13,959,005	$15,263,294	$12,658,124

CITY OF JEROME, IDAHO
GENERAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS

	Year Ended September 30,									
GOVERNMENTAL FUNDS:	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Property tax and penalties ..	$ 6,354,551	$ 6,066,464	$ 5,318,949	$ 4,573,318	$ 5,175,451	$ 4,995,532	$ 4,777,597	$ 4,360,505	$ 4,334,394	$ 4,297,319
Intergovernmental	3,505,879	5,066,776	2,832,053	3,980,100	3,539,909	3,379,805	1,949,839	1,874,150	1,772,103	1,438,573
Charges for services and taxable sales	15,085	12,599	11,244	11,423	10,125	12,420	14,773	14,359	14,143	34,471
Interest	337,384	364,564	22,084	23,360	87,092	77,614	64,129	31,013	12,385	8,112
Contributions	60,851	42,218	24,736	12,041	10,340	1,014,214	631,433	512,508	1,513,667	301,503
Other	2,715,232	3,587,008	1,042,035	861,637	745,659	805,547	912,680	634,205	627,096	865,219
	12,988,982	15,139,629	9,251,101	9,461,879	9,568,576	10,285,132	8,350,451	7,426,740	8,273,788	6,945,197
PROPRIETARY FUNDS:										
Charges for services	14,317,088	12,950,318	11,130,663	11,212,398	11,352,786	12,008,205	10,753,593	9,662,154	9,413,747	9,331,657
Interest	682,039	721,704	37,637	82,152	227,528	365,780	226,462	125,392	67,976	34,762
Other	54,424	33,495	(109,570)	(28,101)	20,304	5,842	(14,498)	10,519	1,566	19,708
	15,053,551	13,705,517	11,058,730	11,266,449	11,600,618	12,379,827	10,965,557	9,798,065	9,483,189	9,386,127
	$28,042,533	$28,845,146	$20,309,831	$20,728,328	$21,169,194	$22,664,959	$19,316,008	$17,224,805	$17,757,077	$16,331,324

WORKMAN & COMPANY | Office of Accounting

2190 Village Park Avenue, Suite 300 • Twin Falls, ID 83301 • 208.733.1161 • Fax: 208.733.6100

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*

April 15, 2025

To the City Council
City of Jerome, 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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Jerome, 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 Jerome, Idaho's basic financial statements, and have issued our report thereon dated April 15, 2025.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Jerome, Idaho's internal control over financial reporting (internal control) to determine the 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 of Jerome, Idaho's internal control. Accordingly, we do not express an opinion on the effectiveness of the City of Jerome, Idaho's internal control.

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

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

Compliance and Other Matters

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

Purpose of this Report

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

Workman & Company

WORKMAN AND COMPANY
Certified Public Accountants
Twin Falls, Idaho