City of New Plymouth, Idaho

Year Ended September 30, 2024

Audited Financial Statements



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Quest CPAs PLLC

CITY OF NEW PLYMOUTH, IDAHO
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Quest CPAs PLLC

Quality Expertise Service Timeliness

Independent Auditor's Report

Honorable Mayor and City Council
City of New Plymouth, Idaho

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of New Plymouth, Idaho (the City) as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City 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; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material 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'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.

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Auditor's Responsibility for the Audit of the Financial Statements

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City'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's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison schedules and schedule of employer's share of net pension asset and liability and schedule of employer contributions listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not 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, and 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.

Management has not included the management's discussion and analysis information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such information, although not 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, and historical context. Our opinion on the basic financial statements is not affected by not including this information.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards,* is presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is 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 November 30, 2024, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

Quest CPAs PLLC

Meridian, Idaho
November 30, 2024

CITY OF NEW PLYMOUTH, IDAHO
Statement of Net Position
September 30, 2024

	Governmental Activities	Business-Type Activities	Total
Assets			
Current Assets			
Cash & Investments	$1,055,826	$1,558,881	$2,614,707
Receivables:			
Taxes	40,520		40,520
Intergovernmental	46,437		46,437
Accounts		190,601	190,601
Total Current Assets	1,142,783	1,749,482	2,892,265
Noncurrent Assets			
Restricted Cash and Investments		238,930	238,930
Nondepreciable Capital Assets	165,919	878,815	1,044,734
Depreciable Net Capital Assets	3,802,286	3,583,743	7,386,029
Total Noncurrent Assets	3,968,205	4,701,488	8,669,693
Total Assets	5,110,988	6,450,970	11,561,958
Deferred Outflows of Resources			
Pension Items	33,010	43,804	76,814
Total Deferred Outflows of Resources	33,010	43,804	76,814
Total Assets and Deferred Outflows of Resources	$5,143,998	$6,494,774	$11,638,772
Liabilities			
Current Liabilities			
Accounts Payable & Accrued Expenses	$11,149	$92,856	$104,005
Deposits		42,450	42,450
Accrued Interest		27,304	27,304
Long-Term Liabilities, Current	10,851	124,863	135,714
Total Current Liabilities	22,000	287,473	309,473
Noncurrent Liabilities			
Long-Term Liabilities, Noncurrent	139,992	2,193,466	2,333,458
Total Noncurrent Liabilities	139,992	2,193,466	2,333,458
Total Liabilities	161,992	2,480,939	2,642,931
Deferred Inflows of Resources			
Pension Items	2,541	3,372	5,913
Total Deferred Inflows of Resources	2,541	3,372	5,913
Total Liabilities and Deferred Inflows of Resources	164,533	2,484,311	2,648,844
Net Position			
Net Investment in Capital Assets	3,968,205	2,326,001	6,294,206
Restricted - Debt Service		196,480	196,480
Restricted - Special Programs	608,878		608,878
Unrestricted	402,382	1,487,982	1,890,364
Total Net Position	4,979,465	4,010,463	8,989,928
Total Liabilities and Deferred Inflows of Resources and Net Position	$5,143,998	$6,494,774	$11,638,772

See Accompanying Notes

CITY OF NEW PLYMOUTH, IDAHO

Statement of Activities

Year Ended September 30, 2024

Functions/Programs	Expenses	Program Revenues: Charges For Services	Program Revenues: Operating Grants And Contributions	Program Revenues: Capital Grants And Contributions	Net (Expense) Revenue
Governmental Activities					
Current Expenditures					
General Government	$379,253	$84,350			($294,903)
Public Safety	152,812				(152,812)
Highways, Streets & Ditches	225,263	34,426		$100,000	(90,837)
Culture & Recreation	105,290	2,129	$18,650		(84,511)
Capital Assets	173,081				(173,081)
Total Governmental Activities	1,035,699	120,905	18,650	100,000	(796,144)
Business-Type Activities					
Irrigation Water Services	14,784	17,856			3,072
Water Services	557,593	608,085		28,800	79,292
Sewer Services	422,536	412,385		834,861	824,710
Sanitation Services	122,232	124,813			2,581
Total Business-Type Activities	1,117,145	1,163,139	0	863,661	909,655
Total	$2,152,844	$1,284,044	$18,650	$963,661	$113,511

Changes in Net Position	Governmental Activities	Business-Type Activities	Total
Net (Expense) Revenue	($796,144)	$909,655	$113,511
General Revenues			
Taxes, Penalties, & Interest	564,637		564,637
Intergovernmental Revenue	383,108		383,108
Investment Return	44,192	79,487	123,679
Miscellaneous	107,891		107,891
Pension Revenue (Expense)	(31,425)	(41,707)	(73,132)
Total	1,068,403	37,780	1,106,183
Change in Net Position	272,259	947,435	1,219,694
Net Position - Beginning	4,707,206	3,063,028	7,770,234
Net Position - Ending	$4,979,465	$4,010,463	$8,989,928

See Accompanying Notes

CITY OF NEW PLYMOUTH, IDAHO

Balance Sheet - Governmental Funds
September 30, 2024

	General Fund	Street Fund	Nonmajor Funds: Library	Nonmajor Funds: Parks & Recreation
Assets				
Cash & Investments	$474,547	$291,508	$121,882	$167,889
Receivables:				
Taxes	22,068	14,833	1,335	2,284
Intergovernmental	15,479		15,479	15,479
Due From Other Funds				
Total Assets	$512,094	$306,341	$138,696	$185,652
Liabilities				
Accounts Payable & Accrued Expenses	$4,888	$2,396	$3,366	$499
Due To Other Funds				
Total Liabilities	4,888	2,396	3,366	499
Deferred Inflows of Resources				
Unavailable Tax Revenues	18,579	12,500	1,126	1,924
Total Deferred Inflows of Resources	18,579	12,500	1,126	1,924
Fund Balances				
Restricted - Special Programs		291,445	134,204	183,229
Unassigned	488,627			
Total Fund Balances	488,627	291,445	134,204	183,229
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$512,094	$306,341	$138,696	$185,652

CITY OF NEW PLYMOUTH, IDAHO

Balance Sheet - Governmental Funds

September 30, 2024

	Total Governmental Funds
Assets	
Cash & Investments	$1,055,826
Receivables:	
Taxes	40,520
Intergovernmental	46,437
Due From Other Funds	0
Total Assets	$1,142,783
Liabilities	
Accounts Payable & Accrued Expenses	$11,149
Due To Other Funds	0
Total Liabilities	11,149
Deferred Inflows of Resources	
Unavailable Tax Revenues	34,129
Total Deferred Inflows of Resources	34,129
Fund Balances	
Restricted - Special Programs	608,878
Unassigned	488,627
Total Fund Balances	1,097,505
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$1,142,783

CITY OF NEW PLYMOUTH, IDAHO
Balance Sheet - Governmental Funds
September 30, 2024

Reconciliation of Total Governmental Fund Balances to Net Position of Governmental Activities

Total Governmental Fund Balances	$1,097,505
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	3,968,205
Certain receivables are not available to pay for current period expenditures and therefore are deferred in the funds.	34,129
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(150,843)
Deferred outflows/inflows related to pensions are not due and payable in the current period and therefore are not reported in the funds.	30,469
Net Position of Governmental Activities	$4,979,465

CITY OF NEW PLYMOUTH, IDAHO

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds

Year Ended September 30, 2024

	General Fund	Street Fund	Nonmajor Funds: Library	Nonmajor Funds: Parks & Recreation
Revenues				
Taxes, Penalties, & Interest	$302,705	$202,548	$18,089	$31,249
Charges for Services	84,350	34,426	2,004	125
Intergovernmental Revenue	106,078	160,361	57,300	59,369
Investment Return	23,836	12,583	1,366	6,407
Miscellaneous & Grants	100,837	105,427	19,802	475
Total Revenues	617,806	515,345	98,561	97,625
Expenditures				
Current Expenditures				
General Government	391,840			
Public Safety	152,812			
Highways, Streets & Ditches		232,739		
Culture & Recreation			57,253	51,531
Capital Outlay		320,500		12,050
Total Expenditures	544,652	553,239	57,253	63,581
Excess (Deficiency) of Revenues Over Expenditures	73,154	(37,894)	41,308	34,044
Other Financing Sources (Uses)				
Transfers In				
Transfers Out				
Total Other Financing Sources (Uses)	0	0	0	0
Net Change in Fund Balances	73,154	(37,894)	41,308	34,044
Fund Balances - Beginning	415,473	329,339	92,896	149,185
Fund Balances - Ending	$488,627	$291,445	$134,204	$183,229

CITY OF NEW PLYMOUTH, IDAHO

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds

Year Ended September 30, 2024

	Total Governmental Funds
Revenues	
Taxes, Penalties, & Interest	$554,591
Charges for Services	120,905
Intergovernmental Revenue	383,108
Investment Return	44,192
Miscellaneous & Grants	226,541
Total Revenues	1,329,337
Expenditures	
Current Expenditures	
General Government	391,840
Public Safety	152,812
Highways, Streets & Ditches	232,739
Culture & Recreation	108,784
Capital Outlay	332,550
Total Expenditures	1,218,725
Excess (Deficiency) of Revenues Over Expenditures	110,612
Other Financing Sources (Uses)	
Transfers In	0
Transfers Out	0
Total Other Financing Sources (Uses)	0
Net Change in Fund Balances	110,612
Fund Balances - Beginning	986,893
Fund Balances - Ending	$1,097,505

CITY OF NEW PLYMOUTH, IDAHO
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds
Year Ended September 30, 2024

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

Net Change in Fund Balances - Total Governmental Funds	$110,612
Amounts reported for governmental activities in the statement of activities are different because:	
Government funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives as depreciation expense or allocated over the appropriate term as amortization expense. This is the excess of capital outlays over (under) depreciation/amortization expense in the current period.	159,469
Revenues in the statement of activities that do not provide current financial resources are deferred in the funds.	10,046
In the statement of activities, compensated absences are accrued when earned, but the expenditure is reported when due in the governmental funds.	3,006
Changes in net pension asset/liability and related pension deferred outflows/inflows do not provide or require current financial resources and therefore are not reflected in the funds.	(10,874)
Change in Net Position of Governmental Activities	$272,259

CITY OF NEW PLYMOUTH, IDAHO

Statement of Net Position - Proprietary Funds

September 30, 2024

	Irrigation Water Fund	Water Fund	Sewer Fund	Sanitation Fund
Assets				
Current Assets				
Cash & Investments	$7,947	$1,052,648	$321,582	$176,704
Receivables:				
Accounts	5,795	93,351	60,849	30,606
Due From Other Funds				
Total Current Assets	13,742	1,145,999	382,431	207,310
Noncurrent Assets				
Restricted Cash & Investments		165,250	73,680	
Nondepreciable Capital Assets		83,490	795,325	
Depreciable Net Capital Assets		2,403,229	1,180,514	
Total Noncurrent Assets	0	2,651,969	2,049,519	0
Total Assets	13,742	3,797,968	2,431,950	207,310
Deferred Outflows of Resources				
Pension Items	273	23,479	20,052	
Total Deferred Outflows of Resources	273	23,479	20,052	0
Total Assets and Deferred Outflows of Resources	$14,015	$3,821,447	$2,452,002	$207,310
Liabilities				
Current Liabilities				
Accounts Payable & Accrued Expenses	$169	$64,148	$19,458	$9,081
Due To Other Funds				
Deposits		42,450		
Accrued Interest		17,065	10,239	
Long-Term Liabilities, Current	160	75,527	49,176	
Total Current Liabilities	329	199,190	78,873	9,081
Noncurrent Liabilities				
Long-Term Liabilities, Noncurrent	1,165	1,354,368	837,933	
Total Noncurrent Liabilities	1,165	1,354,368	837,933	0
Total Liabilities	1,494	1,553,558	916,806	9,081
Deferred Inflows of Resources				
Pension Items	21	1,807	1,544	
Total Deferred Inflows of Resources	21	1,807	1,544	0
Total Liabilities and Deferred Inflows of Resources	1,515	1,555,365	918,350	9,081
Net Position				
Net Investment in Capital Assets		1,151,371	1,174,630	
Restricted - Debt Service		122,800	73,680	
Unrestricted	12,500	991,911	285,342	198,229
Total Net Position	12,500	2,266,082	1,533,652	198,229
Total Liabilities and Deferred Inflows of Resources and Net Position	$14,015	$3,821,447	$2,452,002	$207,310

CITY OF NEW PLYMOUTH, IDAHO

Statement of Net Position - Proprietary Funds

September 30, 2024

	Total Enterprise Funds
Assets	
Current Assets	
Cash & Investments	$1,558,881
Receivables:	
Accounts	190,601
Due From Other Funds	0
Total Current Assets	1,749,482
Noncurrent Assets	
Restricted Cash & Investments	238,930
Nondepreciable Capital Assets	878,815
Depreciable Net Capital Assets	3,583,743
Total Noncurrent Assets	4,701,488
Total Assets	6,450,970
Deferred Outflows of Resources	
Pension Items	43,804
Total Deferred Outflows of Resources	43,804
Total Assets and Deferred Outflows of Resources	$6,494,774
Liabilities	
Current Liabilities	
Accounts Payable & Accrued Expenses	$92,856
Due To Other Funds	0
Deposits	42,450
Accrued Interest	27,304
Long-Term Liabilities, Current	124,863
Total Current Liabilities	287,473
Noncurrent Liabilities	
Long-Term Liabilities, Noncurrent	2,193,466
Total Noncurrent Liabilities	2,193,466
Total Liabilities	2,480,939
Deferred Inflows of Resources	
Pension Items	3,372
Total Deferred Inflows of Resources	3,372
Total Liabilities and Deferred Inflows of Resources	2,484,311
Net Position	
Net Investment in Capital Assets	2,326,001
Restricted - Debt Service	196,480
Unrestricted	1,487,982
Total Net Position	4,010,463
Total Liabilities and Deferred Inflows of Resources and Net Position	$6,494,774

CITY OF NEW PLYMOUTH, IDAHO

Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds

Year Ended September 30, 2024

	Irrigation Water Fund	Water Fund	Sewer Fund	Sanitation Fund
Operating Revenues				
Charges for Services	$17,856	$591,036	$407,058	$124,813
Miscellaneous		17,049	5,327	
Total Operating Revenues	17,856	608,085	412,385	124,813
Operating Expenses				
Personnel	8,438	150,031	160,710	
Goods & Services	6,346	153,784	136,833	122,232
Total Operating Expenses	14,784	303,815	297,543	122,232
Operating Income (Loss) Before Depreciation	3,072	304,270	114,842	2,581
Depreciation Expense		192,509	88,231	
Operating Income (Loss)	3,072	111,761	26,611	2,581
Nonoperating Revenues (Expenses)				
Grant Revenue		28,800	834,861	
Investment Return	105	44,843	32,033	2,506
Interest Expense		(61,269)	(36,762)	
Pension Revenue (Expense)	(263)	(22,349)	(19,095)	
Total Nonoperating Revenue (Expenses)	(158)	(9,975)	811,037	2,506
Income (Loss) Before Contributions & Transfers	2,914	101,786	837,648	5,087
Transfers In				
Transfers Out				
Change in Net Position	2,914	101,786	837,648	5,087
Net Position - Beginning	9,586	2,164,296	696,004	193,142
Net Position - Ending	$12,500	$2,266,082	$1,533,652	$198,229

CITY OF NEW PLYMOUTH, IDAHO

Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds

Year Ended September 30, 2024

	Total Enterprise Funds
Operating Revenues	
Charges for Services	$1,140,763
Miscellaneous	22,376
Total Operating Revenues	1,163,139
Operating Expenses	
Personnel	319,179
Goods & Services	419,195
Total Operating Expenses	738,374
Operating Income (Loss) Before Depreciation	424,765
Depreciation Expense	280,740
Operating Income (Loss)	144,025
Nonoperating Revenues (Expenses)	
Grant Revenue	863,661
Investment Return	79,487
Interest Expense	(98,031)
Pension Revenue (Expense)	(41,707)
Total Nonoperating Revenue (Expenses)	803,410
Income (Loss) Before Contributions & Transfers	947,435
Transfers In	0
Transfers Out	0
Change in Net Position	947,435
Net Position - Beginning	3,063,028
Net Position - Ending	$4,010,463

CITY OF NEW PLYMOUTH, IDAHO

Statement of Cash Flows - Proprietary Funds

Year Ended September 30, 2024

	Irrigation Water Fund	Water Fund	Sewer Fund	Sanitation Fund
Cash Flows From Operations				
Receipts from Customers	$17,700	$609,659	$411,098	$124,813
Payments for Personnel	(8,636)	(163,453)	(174,281)	
Payments for Goods & Services	(7,929)	(120,856)	(138,724)	(131,543)
Cash Provided (Used) By Operations	1,135	325,350	98,093	(6,730)
Cash Flows From Capital & Related Financing				
Grant Revenue		28,800	834,861	
Acquisition of Capital Assets		(74,260)	(799,637)	
Interest Paid on Debt		(62,056)	(37,234)	
Principal Paid on Debt		(60,744)	(36,446)	
Changes in Unearned Grant Revenue			(334,259)	
Cash Provided (Used) By Capital & Related Financing	0	(168,260)	(372,715)	0
Cash Flows From Investments				
Investment Return	105	44,843	32,033	2,506
Cash Provided (Used) By Investments	105	44,843	32,033	2,506
Change in Cash & Investments	1,240	201,933	(242,589)	(4,224)
Cash & Investments - Beginning	6,707	1,015,965	637,851	180,928
Cash & Investments - Ending	$7,947	$1,217,898	$395,262	$176,704
Cash & Investments Reconciliation				
Cash & Investments	$7,947	$1,052,648	$321,582	$176,704
Restricted Cash & Investments		165,250	73,680	
Total Cash & Investments	$7,947	$1,217,898	$395,262	$176,704
Reconciliation of Operating Income (Loss) to Cash Provided (Used) By Operations		0	0	
Operating Income (Loss)	$3,072	$111,761	$26,611	$2,581
Adjustments to Reconcile Operating Income (Loss) to Cash Provided (Used) by Operations:				
Depreciation		192,509	88,231	
Pension Adjustment	(173)	(14,616)	(12,489)	
Changes in Assets & Liabilities:				
Receivables	(156)	(1,376)	(1,287)	(9,640)
Accounts Payable & Accrued Expenses	(1,583)	32,928	(1,891)	329
Deposits		2,950		
Compensated Absences	(25)	1,194	(1,082)	
Cash Provided (Used) By Operations	$1,135	$325,350	$98,093	($6,730)

CITY OF NEW PLYMOUTH, IDAHO

Statement of Cash Flows - Proprietary Funds

Year Ended September 30, 2024

	Total Enterprise Funds
Cash Flows From Operations	
Receipts from Customers	$1,163,270
Payments for Personnel	(346,370)
Payments for Goods & Services	(399,052)
Cash Provided (Used) By Operations	417,848
Cash Flows From Capital & Related Financing	
Grant Revenue	863,661
Acquisition of Capital Assets	(873,897)
Interest Paid on Debt	(99,290)
Principal Paid on Debt	(97,190)
Changes in Unearned Grant Revenue	(334,259)
Cash Provided (Used) By Capital & Related Financing	(540,975)
Cash Flows From Investments	
Investment Return	79,487
Cash Provided (Used) By Investments	79,487
Change in Cash & Investments	(43,640)
Cash & Investments - Beginning	1,841,451
Cash & Investments - Ending	$1,797,811
Cash & Investments Reconciliation	
Cash & Investments	$1,558,881
Restricted Cash & Investments	238,930
Total Cash & Investments	$1,797,811
Reconciliation of Operating Income (Loss) to Cash Provided (Used) By Operations	
Operating Income (Loss)	144,025
Adjustments to Reconcile Operating Income (Loss) to Cash Provided (Used) by Operations:	
Depreciation	280,740
Pension Adjustment	(27,278)
Changes in Assets & Liabilities:	
Receivables	(12,459)
Accounts Payable & Accrued Expenses	29,783
Deposits	2,950
Compensated Absences	87
Cash Provided (Used) By Operations	$417,848

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity – The City of New Plymouth, Idaho (the City) provides basic municipal services and operates under a mayor-council form of government. These financial statements are prepared in accordance with generally accepted accounting principles (GAAP) as applied to cities. The governmental accounting standards board (GASB) is responsible for establishing GAAP for state and local governments through its pronouncements (statements and interpretations). The more significant accounting policies established in GAAP and used by the City are discussed below.

Basic Financial Statements - Government-Wide Statements – The City's basic financial statements include both government-wide (reporting the City as a whole) and fund financial statements (reporting the City's major funds). Both government-wide and fund financial statements categorize primary activities as either governmental or business-type.

In the government-wide statement of net position, both the governmental and business-type activities columns (a) are presented on a consolidated basis by column, (b) and are reported on a full accrual, economic resource basis, which recognizes all long-term assets and receivables as well as long-term debt and obligations.

The government-wide statement of activities reports both the gross and net cost of each of the City's functions and business-type activities. The functions are also supported by general government revenues as reported in the statement of activities. The statement of activities reduces gross expenses (including depreciation when recorded) by related program revenues and operating and capital grants. Program revenues must be directly associated with the function. Internal activity between funds is eliminated in the government-wide statement of activities. Operating grants include operating-specific and discretionary (either operating or capital) grants while the capital grants column reports capital-specific grants.

The net costs (by function or business-type activity) are normally covered by general revenues.

The City's sole activity is providing basic municipal services, and substantially all expenses are directly related to this activity. Accordingly, there is no allocation of indirect costs.

The government-wide focus is more on the sustainability of the City as an entity and the change in the City's net position resulting from the current year's activities. Fiduciary funds, when present, are not included in the government-wide statements.

Basic Financial Statements - Fund Financial Statements – The financial transactions of the City are reported in individual funds in the fund financial statements. Each fund is accounted for by providing a separate set of self-balancing accounts that comprises its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues and expenditures/expenses.

The emphasis in fund financial statements is on the major funds. Nonmajor funds by category are summarized into a single column. Generally accepted accounting principles set forth minimum criteria (percentage of assets and deferred outflows of resources, liabilities and deferred inflows of resources, revenues or expenditures/expenses of the funds) for the determination of major funds.

The focus of the governmental funds' measurement (in the fund statements) is upon determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. Major governmental funds of the City include:

General Fund – The general fund is the City's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds – Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. Major special revenue funds include the street fund, which accounts for maintenance and betterments of the City's streets and related infrastructure.

The focus of proprietary fund measurement is upon determination of operating income, changes in net position, financial position, and cash flows. The generally accepted accounting principles applicable are those similar to businesses in the private sector. Enterprise funds are required to be used to account for operations for which a fee is charged to external users for goods or services and the activity is financed with debt that is solely secured by a pledge of the net revenues. The activities reported in enterprise funds are reported as business-type activities in the government-wide financial statements. Major enterprise funds of the City include:

Irrigation Water, Water, Sewer, and Sanitation Funds – The irrigation water, water, sewer, and sanitation funds account for the revenues earned and expenses incurred in providing irrigation water, water, sewer, and sanitation services.

Basis of Accounting – Basis of accounting refers to the point at which revenues or expenditures/expenses are recognized in the accounts and reported in the financial statements. It relates to the timing of the measurements made regardless of the measurement focus applied.

Both governmental and business-type activities in the government-wide financial statements and proprietary and fiduciary fund financial statements are reported on the full accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when incurred.

The governmental funds financial statements are presented on the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual (when they become both measurable and available). "Measurable" means the amount of the transaction can be determined and "available" means collectible within the current period or within thirty days after year end. Expenditures are recorded when the related fund liability is incurred. Exceptions to this general rule include principal and interest on long-term debt which, if any, are recognized when due and payable.

Cash and Investments – Nearly all the cash and investment balances of the City's funds are pooled for investment purposes. The individual funds' portions of the pooled cash and investments are reported in each fund as cash and investments. Interest earned on pooled cash and investments is allocated to the various funds based on each fund's respective investment balance. Investments are measured using the market approach and include the local government investment pool, reported and measured at amortized cost following the provisions of GASB 79 which provide for consistent measurement of investment value amongst pool participants.

For purposes of the statement of cash flows, the City considers all investments (including restricted investments) available for immediate withdrawal or with maturities of three months or less to be cash and cash equivalents (referred to as cash and investments).

Receivables – Receivables are reported net of any estimated uncollectible amounts.

Inventories – Material supplies on hand at year end are stated at the lower of cost or net realizable value using the first-in, first-out method.

Capital Assets and Depreciation – Capital assets purchased or acquired with an original cost of $5,000 or more are reported at historical cost or estimated historical cost. Contributed assets are reported at acquisition value as of the date received. Additions, improvements and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation over the estimated useful lives of all depreciable assets is recorded using the straight line method.

Leases/SBITAs and Amortization – Material long-term leases and subscription-based information technology arrangements (SBITAs) are reported in accordance with the provisions of GASB 87 *Leases* and GASB 96 *SBITAs*. When incurred, amortization over the appropriate lease or SBITA term is recorded using the straight-line method.

Compensated Absences – The City provides certain compensated absences to its employees. The estimated amount of compensation for future amounts is recorded as a liability in the accompanying financial statements. Compensated absences will be paid by the fund in which the employee works.

Pensions – For purposes of measuring the net pension asset/liability and pension revenue (expense), information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (the Base Plan) and additions to/deductions from the Base Plan's fiduciary net position have been determined on the same basis as they are reported by the Base Plan. 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. Pension obligations will be paid by the fund in which the employee works.

Deferred Outflows/Inflows of Resources – The City's financial statements may report deferred outflows/inflows of resources. Deferred outflows of resources represent a consumption of net assets that apply to a future period. Deferred inflows of resources represent an acquisition of net assets that apply to a future period. Deferred outflows/inflows of resources generally represent amounts that are not available in the current period.

Net Position – Net position is assets plus deferred outflows of resources less liabilities less deferred inflows of resources. The net investment in capital assets component of net position consists of the historical cost of capital assets less accumulated depreciation less any outstanding debt that was used to finance those assets plus deferred outflows of resources less deferred inflows of resources related to those assets. Restricted net position consists of assets that are restricted by creditors, grantors, contributors, legislation, and other parties. All other net position not reported as restricted or net investment in capital assets is reported as unrestricted.

Fund Balance Classifications – Restrictions of the fund balance indicate portions that are legally or contractually segregated for a specific future use. Nonspendable portions of the fund balance are those amounts that cannot be spent because they are in a nonspendable form or because they are legally or contractually required to be maintained intact. Committed portions represent amounts that can only be used for specific purposes pursuant to formal action (i.e. board approval) of the reporting entity's governing body. Assigned portions represent amounts that are constrained by the government's intent to be used for a specific purpose. Remaining fund balances are reported as unassigned. When expenditures are incurred that qualify for either restricted or unrestricted resources, the City first utilizes restricted resources. When

expenditures are incurred that qualify for either committed or assigned or unassigned resources, the City first utilizes committed resources then assigned resources before using unassigned resources.

Property Taxes – The City is responsible for levying property taxes, but the taxes are collected by the respective county. Taxes are levied by the second Monday in September for each calendar year. Taxes are due in two installments – December 20th and June 20th. A lien is filed on real property three years from the date of delinquency.

Contingent Liabilities – Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

Interfund Activity – Interfund activity is reported either as loans, services provided, reimbursements, or transfers. Loans are reported as interfund receivables and payables as appropriate and are subject to elimination upon consolidation. Services provided, deemed to be at market or near market rates, are treated as revenues and expenditures/expenses. Reimbursements are when one fund incurs a cost, charges the appropriate benefiting fund, and reduces its related cost as a reimbursement. All other interfund transactions are treated as transfers.

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

Custodial Credit Risk – The City maintains its cash at insured financial institutions. Periodically, balances may exceed federally insured limits. The City does not have a formal policy concerning custodial credit risk.

Risk Management – The City is exposed to various risks related to its operations. Insurance is utilized to the extent practical to minimize these risks.

Subsequent Events – Subsequent events were evaluated through the date of the auditor's report, which is the date the financial statements were available to be issued.

B. CASH AND INVESTMENTS

Cash and investments consist of the following at year end:

	Governmental Funds	Proprietary Funds	Total
Cash - Deposits	$384,531	$977,545	$1,362,076
Investments - Local Gov't Investment Pool	671,295	820,266	1,491,561
Total	$1,055,826	$1,797,811	$2,853,637

Deposits – At year end, the carrying amounts of the City's deposits were $1,362,076 and the bank balances

were $1,453,798. Of the bank balances, $257,200 was insured, $1,173,297 was collateralized, and the balance was uninsured and uncollateralized.

Considerations for interest rate risk and credit rate risk relating to investments are shown below.

Interest rate risk:

	Investment Maturity Schedule (In Years)	
Investment Type	Less Than 1	Total
Local Gov't Invest Pool	$1,491,561	$1,491,561
Total	$1,491,561	$1,491,561

Credit rate risk:

	Investment Rating Schedule	
Investment Type	Not Rated	Total
Local Gov't Invest Pool	$1,491,561	$1,491,561
Total	$1,491,561	$1,491,561

Investments – State statutes authorize government entities to invest in certain bonds, notes, accounts, investment pools, and other obligations of the state, U.S. Treasury, and U.S. corporations pursuant to Idaho Code 67-1210 and 67-1210A. These statutes are designed to help minimize the custodial risk that deposits may not be returned in the event of the failure of the issuer or other counterparty, interest rate risk resulting from fair value losses arising from rising interest rates, or credit risks that an issuer or other counterparty will not fulfill its obligations. The City's investment policy complies with state statutes.

The local government investment pool is managed by the state treasurer's office and is invested in accordance with state statutes and regulations. The local government investment pool is not registered with the SEC and is a short-term investment pool. The state treasurer’s office investment policy for the local government investment pool includes the following three primary objectives in order of priority: safety, liquidity, and yield. Participants have overnight availability to their funds, up to $10 million. Withdrawals of $10 million or more require three business days’ notification. More information on the local governmental investment pool including regulatory information, ratings, and risk information can be found at www.sto.idaho.gov.

Restricted Cash & Investments – Restricted cash and investments at year end is cash and investments set aside because their use is limited by City ordinance and by the City council. In the water fund, the customer deposit account is used to report resources received from users of the utility system, to be returned to the customer when leaving the system provided that all utility bills are paid current. Per water and sewer revenue bond covenants, the City is required to restrict cash and investments within its water and sewer funds at a rate of one-tenth of an annual payment per year until one annual bond payment has been accumulated. Management is not aware of any violations of these covenants.

C. CAPITAL ASSETS

A summary of capital assets for the year is as follows:

Governmental Activities	Beginning Balance	Increases	Decreases	Ending Balance
Nondepreciable Capital Assets				
Land	$165,919			$165,919
Construction in Progress	93,613		$93,613	0
Total	259,532	$0	93,613	165,919
Depreciable Capital Assets				
Buildings	1,356,556			1,356,556
Equipment	738,526	21,511		760,037
Improvements	3,584,975	404,652		3,989,627
Subtotal	5,680,057	426,163	0	6,106,220
Accumulated Depreciation				
Buildings	254,654	24,606		279,260
Equipment	688,409	15,892		704,301
Improvements	1,187,790	132,583		1,320,373
Subtotal	2,130,853	173,081	0	2,303,934
Total	3,549,204	253,082	0	3,802,286
Net Capital Assets	$3,808,736	$253,082	$93,613	$3,968,205

Depreciation expense of $173,081 was charged to the capital assets program.

Business-Type Activities	Beginning Balance	Increases	Decreases	Ending Balance
Nondepreciable Capital Assets				
Land	$115,490			$115,490
Construction in Progress	0	$763,325		763,325
Total	115,490	763,325	$0	878,815
Depreciable Capital Assets				
Buildings	143,623			143,623
Equipment	679,446	37,844		717,290
Utility Systems	8,307,518	72,728		8,380,246
Subtotal	9,130,587	110,572	0	9,241,159
Accumulated Depreciation				
Buildings	88,310	2,727		91,037
Equipment	585,047	22,583		607,630
Utility Systems	4,703,319	255,430		4,958,749
Subtotal	5,376,676	280,740	0	5,657,416
Total	3,753,911	(170,168)	0	3,583,743
Net Capital Assets	$3,869,401	$593,157	$0	$4,462,558

Depreciation expense of $192,509 and $88,231 was charged to the water and sewer services programs, respectively.

D. LONG-TERM LIABILITIES

Bonded Debt – At year end, the City's bonded debt was as follows:

Business-Type Activities:

	Outstanding
2009 - $2,000,000 - water revenue bonds #91-06 for capital improvements due in annual installments of $122,800 with interest at 4.50% through 2039, secured by future water revenue fees, paid through the water fund	$1,318,283
2009 - $1,200,000 - sewer revenue bonds #92-05 for capital improvements due in annual installments of $73,680 with interest at 4.50% through 2039, secured by future sewer revenue fees, paid through the sewer fund	790,970
Total	$2,109,253

Maturities on the bonds are estimated as follows:

Year Ended	Principal	Interest
9/30/25	$101,563	$94,917
9/30/26	106,134	90,346
9/30/27	110,910	85,570
9/30/28	115,901	80,579
9/30/29	121,117	75,363
9/30/30-34	692,410	289,990
9/30/35-39	861,218	119,531
Total	$2,109,253	$836,296

Changes in long-term liabilities are as follows:

Description	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Governmental Act.					
Comp. Absences	$13,857		$3,006	$10,851	$10,851
Net Pension Liability	163,095		23,103	139,992	-
Subtotal	176,952	$0	26,109	150,843	10,851
Business-Type Act.					
2009 WR Bond #91-06	1,379,027		60,744	1,318,283	63,477
2009 SR Bond #92-05	827,416		36,446	790,970	38,086
Comp. Absences	23,213	87		23,300	23,300
Net Pension Liability	216,440		30,664	185,776	-
Subtotal	2,446,096	87	127,854	2,318,329	124,863
Total	$2,623,048	$87	$153,963	$2,469,172	$135,714

Interest and related costs during the year amounted to $61,269 and $36,762 and were charged to the water services and sewer services programs, respectively.

E. PENSION PLAN

Plan description

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

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the

Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

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.

Member and employer contributions

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

The contribution rates for employees are set by statute at 60% 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% for general employees and 13.26% for public safety. The City's contributions were $48,175 for the year ended September 30, 2024.

Pension asset/liabilities, pension revenue (expense), and deferred outflows/inflows of resources related to pensions

At September 30, 2024, the City reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2024, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on the City's share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2024, the City's proportion was 0.00870886%.

For the year ended September 30, 2024, the City recognized pension revenue (expense) of ($73,132). 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	$51,865	
Changes in assumptions or other inputs	12,905	
Net difference between projected and actual earnings on pension plan investments		$5,913
Employer contributions subsequent to the measurement date	12,044	
Total	$76,814	$5,913

$12,044 reported as deferred outflows of resources related to pensions resulting from City contributions made subsequent to the measurement date will be recognized as an adjustment to the pension revenue (expense) 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, 2024 the beginning of the measurement period ended June 30, 2023 is 4.6 and 4.6 for the measurement period June 30, 2024.

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

Year Ended	
9/30/25	($16,079)
9/30/26	(60,740)
9/30/27	10,475
9/30/28	7,487
Total	($58,857)

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.

The total pension liability in the June 30, 2024 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Salary increases including inflation	3.05%
Investment rate of return, net of investment expenses	6.35%
Cost-of-living (COLA) adjustments	1.00%

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% 5% of Fire & Police active member deaths are assumed to be duty related. This assumption was adopted July 1, 2021.
Disabled Members - Males	Pub-2010 Disabled Tables, increased 38%
Disabled Members - Females	Pub-2010 Disabled Tables, increased 36%

An experience study was performed for the period July 1, 2015 through June 30, 2020 which reviewed all economic and demographic assumptions other than mortality. The total pension liability as of June 30, 2024 is based on the results of an actuarial valuation date of July 1, 2024.

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

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

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

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Cash	0%	0.00%
Large Cap	18%	4.50%
Small/Mid Cap	11%	4.70%
International Equity	15%	4.50%
Emerging Markets Equity	10%	4.90%
Domestic Fixed	20%	-0.25%
TIPS	10%	-0.30%
Real Estate	8%	3.75%
Private Equity	8%	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 asset. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for administrative expense.

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

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

	1% Decrease (5.35%)	Current Discount Rate (6.35%)	1% Increase (7.35%)
City's proportionate share of the net pension liability	$619,060	$325,768	$86,223

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.

Impact on the City's net position

Depending on the annual performance of the Base Plan and the various non-financial factors that affect the collective Base Plan net pension liability (as described above), the City may periodically experience a deficit in its net position. This can occur as a result of recording the City's allocable portion of the net

pension liability which is an estimated liability that changes substantially from year to year depending on the factors described above but does not currently require cash outflows. As the net pension liability of the Base Plan is closely monitored by PERSI's board (who makes changes to the contribution rates and other terms of the Base Plan when deemed necessary), such deficits are not deemed to be of substantial concern.

F. TAX ABATEMENTS

Idaho counties are authorized by state statute to transact certain property tax activity with property owners in their respective taxing districts. The counties collect the property taxes, then allocate and remit those collections among the taxing districts within the counties. The counties are authorized to cancel or reduce property taxes due to various reasons, including the circuit breaker program, agricultural and other exemptions, and section 63-602NN exemptions under Idaho code for real property improvements.

CITY OF NEW PLYMOUTH, IDAHO

Budgetary Comparison Schedule -
General and Major Special Revenue Funds
Year Ended September 30, 2024

General Fund	Budgeted Amounts (GAAP Basis) Original	Budgeted Amounts (GAAP Basis) Final	Actual Amounts	Final Budget Variance Positive (Negative)	
Revenues					
Taxes, Penalties, & Interest	$295,111	$295,111	$302,705	$7,594	
Charges for Sales & Services	65,375	65,375	84,350	18,975	
Intergovernmental Revenue	129,182	129,182	106,078	(23,104)	
Investment Return	5,000	5,000	23,836	18,836	
Miscellaneous & Grants	1,000	1,000	100,837	99,837	
Total Revenues	495,668	495,668	617,806	122,138	
Expenditures					
Current Expenditures					
General Government	381,627	381,627	391,840	(10,213)	
Public Safety	154,041	154,041	152,812	1,229	
Highways, Streets & Ditches	0	0	0	0	
Culture & Recreation	0	0	0	0	
Capital Outlay	0	0	0	0	
Total Expenditures	535,668	535,668	544,652	(8,984)	*
Excess (Deficiency) of Revenues Over Expenditures	(40,000)	(40,000)	73,154	113,154	
Other Financing Sources (Uses)					
Transfers In	0	0	0	0	
Transfers Out	0	0	0	0	*
Total Other Financing Sources (Uses)	0	0	0	0	
Net Change in Fund Balances	(40,000)	(40,000)	73,154	113,154	
Fund Balances - Beginning	40,000	40,000	415,473	375,473	
Fund Balances - Ending	$0	$0	$488,627	488,627	
	**Total expenditures (over) under appropriations are:*			($8,984)	

CITY OF NEW PLYMOUTH, IDAHO

Budgetary Comparison Schedule -
General and Major Special Revenue Funds
Year Ended September 30, 2024

Street Fund	Budgeted Amounts (GAAP Basis) Original	Budgeted Amounts (GAAP Basis) Final	Actual Amounts	Final Budget Variance Positive (Negative)	
Revenues					
Taxes, Penalties, & Interest	$197,404	$197,404	$202,548	$5,144	
Charges for Sales & Services	30,500	30,500	34,426	3,926	
Intergovernmental Revenue	122,168	122,168	160,361	38,193	
Investment Return	4,000	4,000	12,583	8,583	
Miscellaneous & Grants	1,400,500	1,400,500	105,427	(1,295,073)	
Total Revenues	1,754,572	1,754,572	515,345	(1,239,227)	
Expenditures					
Current Expenditures					
General Government	0	0	0	0	
Public Safety	0	0	0	0	
Highways, Streets & Ditches	432,515	432,515	232,739	199,776	
Culture & Recreation	0	0	0	0	
Capital Outlay	1,422,057	1,422,057	320,500	1,101,557	
Total Expenditures	1,854,572	1,854,572	553,239	1,301,333	*
Excess (Deficiency) of Revenues Over Expenditures	(100,000)	(100,000)	(37,894)	62,106	
Other Financing Sources (Uses)					
Transfers In	0	0	0	0	
Transfers Out	0	0	0	0	*
Total Other Financing Sources (Uses)	0	0	0	0	
Net Change in Fund Balances	(100,000)	(100,000)	(37,894)	62,106	
Fund Balances - Beginning	100,000	100,000	329,339	229,339	
Fund Balances - Ending	$0	$0	$291,445	291,445	
	**Total expenditures (over) under appropriations are:*			$1,301,333	

CITY OF NEW PLYMOUTH, IDAHO

Schedule of Employer's Share of Net Pension Asset and Liability
and Schedule of Employer Contributions
PERSI - Base Plan

Schedule of Employer's Share of Net Pension Asset and Liability*

Fiscal Year Ended June 30	Employer's Portion of the Net Pension (Asset) Liability	Employer's Proportionate Share of the Net Pension (Asset) Liability	Covered Payroll	Employer's Proportional Share of the Net Pension (Asset) Liability as a Percentage of Covered Payroll	Plan Fiduciary Net Position as a Percentage of the Total Pension (Asset) Liability
2015	0.00819560%	$107,923	$234,008	46.12%	91.38%
2016	0.00777980%	$157,708	$242,014	65.16%	87.26%
2017	0.00793250%	$124,685	$246,378	50.61%	90.68%
2018	0.00827400%	$122,043	$266,201	45.85%	91.69%
2019	0.00856810%	$97,802	$291,007	33.61%	93.79%
2020	0.00830400%	$192,830	$295,695	65.21%	88.22%
2021	0.00897230%	($7,086)	$334,832	-2.12%	100.36%
2022	0.00901230%	$354,972	$355,394	99.88%	83.09%
2023	0.00951055%	$379,535	$404,380	93.86%	83.83%
2024	0.00870886%	$325,768	$426,789	76.33%	85.54%

*As of the measurement date of the net pension (asset) liability.

Schedule of Employer Contributions

Fiscal Year Ended September 30	Actuarially Determined Contribution	Contributions in Relation to Actuarially Determined Contribution	Contribution Deficiency (Excess)	Covered Payroll	Contributions as a Percentage of Covered Payroll
2015	$26,490	$26,490	$0	$234,008	11.32%
2016	$27,396	$27,396	$0	$242,014	11.32%
2017	$28,166	$28,166	$0	$248,816	11.32%
2018	$31,199	$31,199	$0	$275,610	11.32%
2019	$33,662	$33,662	$0	$293,507	11.47%
2020	$36,558	$36,558	$0	$306,181	11.94%
2021	$40,789	$40,789	$0	$341,616	11.94%
2022	$43,187	$43,187	$0	$361,700	11.94%
2023	$46,835	$46,835	$0	$398,596	11.75%
2024	$48,175	$48,175	$0	$423,516	11.38%

Schedules above intended to show information for 10 years. Information for additional years will be presented as it becomes available.

CITY OF NEW PLYMOUTH, IDAHO

Schedule of Expenditures of Federal Awards

Year Ended September 30, 2024

Federal Grantor/ Pass-Through Grantor/Program or Cluster Title	Federal AL Number	Pass-Through Entity Identifying Number	Federal Expenditures	
US Dept of Treasurer				
Passed Through Idaho State Controller's Office:				
COVID 19 - Coronavirus State and Local Fiscal Recovery Funds	21.027	None	334,259	*
Total US Dept of Treasurer			334,259	
Environmental Protection Agency				
Passed Through Idaho Dept of Environmental Quality:				
COVID-19 - Clean Water State Revolving Fund	66.458	WW2309AP	529,402	*
Total US Environmental Protection Agency			529,402	
Total Expenditures of Federal Awards			$863,661	

NOTES:

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

B. Summary of Significant Accounting Policies - Expenditures reported on the schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. No awards were passed through to subrecipients. The City has no elected to use the 10 percent de minimis indirect cost rate as allowed under the Uniform Guidance.

***C. Expenditures of Certain Federal Awards -** AL 21.027 and 66.458 includes federal grant expenditures for improvements to the City's wastewater system. In the financial statements, these improvements to the wastewater system are capitalized as capital assets and depreciated over their useful life in accordance with generally accepted accounting principles.

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Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Honorable Mayor and City Council
City of New Plymouth, Idaho

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

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or 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 over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free of 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

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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.

Quest CPAs PLLC

Meridian, Idaho
November 30, 2024

Quest CPAs PLLC
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Independent Auditor's Report on Compliance for Each Major Program and on Internal Control Over Compliance Required by the Uniform Guidance

Honorable Mayor and City Council
City of New Plymouth, Idaho

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

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

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

Basis for Opinion on Each Major Federal Program

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

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

Responsibilities of Management for Compliance

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

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Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.

- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.

- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

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

Report on Internal Control Over Compliance

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal

control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies may exist that were not identified.

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

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

Quest CPAs PLLC

Meridian, Idaho
November 30, 2024

CITY OF NEW PLYMOUTH, IDAHO
Schedule of Findings and Questioned Costs
Year Ended September 30, 2024

SUMMARY OF AUDITOR'S RESULTS

FINANCIAL STATEMENTS

Type of auditor's report being issued:	Unmodified
Internal control over financial reporting:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Noncompliance material to the financial statements noted?	No

FEDERAL AWARDS

Internal control over major programs:	
Material weakness(es) identified?	No
Significant deficiency(ies) identified?	None reported
Type of auditor's report issued on compliance for major programs:	Unmodified
Any audit findings that are required to be reported in accordance with 2 CFR section 200.516(a)?	No
Major program identification: a. COVID-19 – Clean Water State Revolving Fund– AL #66.458	
Dollar threshold used to distinguish between type A and B programs:	$750,000
Auditee qualified as a low-risk auditee?	No

FINDINGS – FINANCIAL STATEMENT AUDIT

Material Weakness

2023-001 Disbursement Supporting Documentation and Review

Condition – In previous years, supporting documentation was not retained for all disbursement transactions nor were these transactions included in the review and approval process for claims and disbursements.

Recommendation – It was recommended that supporting documentation be retained for all disbursement transactions and included in the review and approval process.

Current Status – Management has resolved this issue by ensuring supporting documentation is retained for all disbursement transactions and included in the review and approval process.