CITY OF RIRIE
RIRIE, IDAHO

BASIC FINANCIAL STATEMENTS AND
REQUIRED SUPPLEMENTAL INFORMATION
WITH
SUPPLEMENTAL INFORMATION AND
INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDING
SEPTEMBER 30, 2024

CITY OF RIRIE

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INDEPENDENT AUDITOR'S REPORT

To the Mayor and City Council
City of Ririe, Idaho
Ririe, ID 83443

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 City of Ririe, 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 Ririe, 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 governments activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Ririe, 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 accounting principles 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 Ririe, 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 Ririe, Idaho's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards 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, 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 Ririe, 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 Ririe, Idaho's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information on pages 24-26 and the schedules of employer's share of net pension liability and of employer contribution on pages 27-28 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 the 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 inquires, the basic financial statements, and other knowledge we obtained during out audit of the basic financial statements. We do not express an opinion or provide any assurance of the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the Management's Discussion and Analysis (MD&A) which is management's analysis of the City's financial activities based on currently known facts, decisions, or conditions, that accounting principles generally accepted in the United States of America requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Supplemental Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise of City of Ririe, Idaho's basic financial statements. The combining and individual non-major fund financial statements 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 non-major fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Jensen Poulsen & Company, PLLC

JENSEN POULSEN & COMPANY, PLLC
Certified Public Accountants

Idaho Falls, ID
February 11, 2025

GENERAL PURPOSE FINANCIAL STATEMENTS

CITY OF RIRIE
Statement of Net Position
September 30, 2024

	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash on hand and on deposit	$ 844,798	$ 1,091,104	$ 1,935,902
Cash, restricted for bond	-	89,152	89,152
Taxes receivable	7,389	-	7,389
Other receivables	33,719	34,651	68,370
Capital assets, net of depreciation	1,472,106	705,852	2,177,958
Capital assets, non-depreciable	-	-	-
Total assets	$ 2,358,012	$ 1,920,759	$ 4,278,771
DEFERRED OUTFLOWS OF RESOURCES			
Pension deferred outflows	$ 10,290	$ 7,764	$ 18,054
Total deferred outflows of resources	$ 10,290	$ 7,764	$ 18,054
TOTAL ASSETS AND DEFERRED OUTFLOWS	$ 2,368,302	$ 1,928,523	$ 4,296,825
LIABILITIES			
Accounts payable	$ 3,033	$ 5,147	$ 8,180
Accrued interest	-	1,867	1,867
Portion due or payable within one year:			
Bonds payable	-	66,389	66,389
Long-term liabilities:			
Portion due or payable after one year:			
Compensated absences payable	-	-	-
Net pension liability	43,162	32,560	75,722
Bonds payable	-	482,446	482,446
Total liabilities	$ 46,195	$ 588,409	$ 634,604
DEFERRED INFLOWS OF RESOURCES			
Pension deferred inflows	$ -	$ -	$ -
Total deferred inflows of resources	$ -	$ -	$ -
NET POSITION			
Invested in capital assets, net of related debt	$ 1,472,106	$ 157,017	$ 1,629,123
Restricted for:			
Debt services	-	89,152	89,152
Street and road	230,173	-	230,173
Other purposes	50,389	-	50,389
Unrestricted	569,439	1,093,945	1,663,384
Total net position	$ 2,322,107	$ 1,340,114	$ 3,662,221

The notes to the financial statements are an integral part of this statement.

CITY OF RIRIE
Statement of Activities
For Year Ended September 30, 2024

Functions / Programs:	Expenses	Program Revenues: Fees, Fines, and Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Net (Expense) Revenue and Changes in Net Assets: Governmental Activities	Net (Expense) Revenue and Changes in Net Assets: Business-Type Activities	Total
Governmental activities							
General government	$ 166,353	$ 17,745	$ 1,000	$ -	$ (147,608)		$ (147,608)
Public safety	7,534	-	-	-	(7,534)		(7,534)
Highways and streets	54,351	82,493	-	30,000	58,142		58,142
Cultural and recreation	36,597	760	679	-	(35,158)		(35,158)
Total governmental activities	$ 264,835	$ 100,998	$ 1,679	$ 30,000	$ (132,158)		$ (132,158)
Business-type activities:							
Water and sanitation	$ 95,590	$ 165,710	$ 125	$ -		$ 70,245	$ 70,245
Interest on long term debt	1,613	-	-	-		(1,613)	(1,613)
Sewer utility	161,038	155,005	-	-		(6,033)	(6,033)
Interest on long term debt	22,992	-	-	-		(22,992)	(22,992)
Garbage	36,009	47,359	-	-		11,350	11,350
Total business-type activities	$ 317,242	$ 368,074	$ 125	$ -		$ 50,957	$ 50,957
Total City of Ririe	$ 582,077	$ 469,072	$ 1,804	$ 30,000	$ (132,158)	$ 50,957	$ (81,201)

	Governmental Activities	Business-Type Activities	Total
General revenue:			
Taxes:			
Property taxes, levied for general government	$ 83,426	$ -	$ 83,426
Property taxes, levied for highways and streets	23,159	-	23,159
Property taxes, levied for cultural and recreation	11,558	-	11,558
Sales tax	-	-	-
State revenue sharing	77,186	-	77,186
State liquor allocation	19,163	-	19,163
Earnings on investments	36,844	9,688	46,532
Miscellaneous	150	-	150
Net pension revenue(expense) adjustments	(3,917)	(2,952)	(6,869)
Transfers	-	-	-
Total general revenue and transfers	$ 247,569	$ 6,736	$ 254,305
Change in net assets	$ 115,411	$ 57,693	$ 173,104
Net assets--beginning	2,206,696	1,282,421	3,489,117
Net assets--ending	$ 2,322,107	$ 1,340,114	$3,662,221

The notes to the financial statements are an integral part of this statement.

CITY OF RIRIE
Balance Sheet
Governmental Funds
September 30, 2024

	General Fund	Street Fund	Other Non-Major Funds	Total Governmental Funds
ASSETS				
Cash on hand and on deposit	$ 574,664	$ 220,374	$ 49,760	$ 844,798
Taxes receivable	5,266	1,432	691	7,389
Other receivables	25,246	8,473	-	33,719
Total assets	$ 605,176	$ 230,279	$ 50,451	$ 885,906
LIABILITIES AND FUND BALANCE				
LIABILITIES				
Accounts payable	$ 2,865	$ 106	$ 62	$ 3,033
Customer deposits	-	-	-	-
Deferred tax revenues	4,537	1,236	597	6,370
Other deferred revenues	-	-	-	-
Total liabilities	$ 7,402	$ 1,342	$ 659	$ 9,403
FUND BALANCE				
Nonspendable	$ -	$ -	$ -	$ -
Restricted	-	228,937	49,792	278,729
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	597,774	-	-	597,774
Total fund balance	$ 597,774	$ 228,937	$ 49,792	$ 876,503
Total liabilities and fund balance	$ 605,176	$ 230,279	$ 50,451	$ 885,906

The notes to the financial statements are an integral part of this statement.

CITY OF RIRIE
Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
September 30, 2024

Total fund balance -- governmental funds		$ 876,503
Amounts reported for governmental activities in the statement of net assets are different because:		
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:		
Land	-	
Other capital assets	2,706,066	
Accumulated depreciation	(1,233,960)	
Total capital assets		1,472,106
Property taxes received that are not available to pay for current period expenditures are deferred in the funds.		6,370
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.		
Compensated absences payable		-
GASB 68 requires the accrual of net pension assets and liabilities and the deferred inflows and outflows of resources related thereto.		
Net pension liability	(43,162)	
Pension related deferred inflows	-	
Pension related deferred outflows	10,290	(32,872)
Total net position for governmental activities		$ 2,322,107

The notes to the financial statements are an integral part of this statement.

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

	General Fund	Street Fund	Other Non-Major Funds	Total Governmental Funds
REVENUES				
Local Sources:				
County tax collections	$ 82,241	$ 38,616	$ 11,416	$ 132,273
Court fines and fees	1,792	-	760	2,552
Building permits	5,740	-	-	5,740
Beer and liquor licenses	1,550	-	-	1,550
Interest earnings	36,844	-	-	36,844
Other local revenues	8,813	-	79	8,892
State Sources:				
State revenue sharing	77,186	-	-	77,186
Grants and entitlements	1,000	30,000	600	31,600
Liquor apportionment	19,163	-	-	19,163
Highway users revenue	-	66,728	-	66,728
Sales taxes	-	-	-	-
Total revenue	$ 234,329	$ 135,344	$ 12,855	$ 382,528
EXPENDITURES				
Administration	$ 290,917	$ 12,403	$ 26,973	$ 330,293
Culture	255	-	-	255
Planning and building	11,948	42,563	-	54,511
Public safety	7,534	-	-	7,534
Public works	13,394	27,856	775	42,025
Capital outlay	6,385	-	-	6,385
Total expenditures	$ 330,433	$ 82,822	$ 27,748	$ 441,003
Excess (deficiency) revenues over expenditures	$ (96,104)	$ 52,522	$ (14,893)	$ (58,475)
OTHER FINANCING SOURCES AND USES:				
Transfers in (out)	(22,890)	-	22,890	-
Total other financing sources and uses	$ (22,890)	$ -	$ 22,890	$ -
Net change in fund balance	$ (118,994)	$ 52,522	$ 7,997	$ (58,475)
FUND BALANCE				
Beginning fund balance	716,768	176,415	41,795	934,978
Ending fund balance	$ 597,774	$ 228,937	$ 49,792	$ 876,503

The notes to the financial statements are an integral part of this statement.

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

Net change in fund balances - total governmental funds		$ (58,475)
Amounts reported for governmental activities in the Statement of Activities are different because:		
Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the asset. This is the excess of capital outlays over (under) depreciation expense in the current period.		
Capitalized assets	236,692	
Depreciation expense	(60,524)	176,168
Tax revenues are deferred and not recognized in the funds until they are available to pay for current period expenditures. In the Statement of Activities, however, they are recognized when levied. This is the difference between the amount deferred at the beginning and end of the current period.		
Deferred revenue - 2024	6,370	
Deferred revenue - 2023	(4,735)	1,635
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.		
Compensated absences - 2024	-	
Compensated absences - 2023	-	-
GASB 68 requires the calculation of net pension revenue (expense), and the deferral of current contributions		
Current contributions	1,709	
Net pension revenue (expense)	(5,626)	(3,917)
Change in net position of governmental activities		$ 115,411

The notes to the financial statements are an integral part of this statement.

CITY OF RIRIE
Statement of Net Position
Proprietary Fund Types
For Year Ended September 30, 2024

ASSETS	Water	Garbage	Sewer	Total
Cash	$ 504,009	$ 109,498	$ 477,597	$ 1,091,104
Cash, restricted for bond	24,560	-	64,592	89,152
Other receivables	17,600	4,389	12,662	34,651
Capital assets, net of accumulated depreciation	488,529	8,772	208,551	705,852
Capital assets, non-depreciable	-	-	-	-
Total assets	$ 1,034,698	$ 122,659	$ 763,402	$ 1,920,759
DEFERRED OUTFLOWS OF RESOURCES				
Pension deferred outflows	$ 3,611	$ 542	$ 3,611	$ 7,764
LIABILITIES				
Current Liabilities				
Accounts payable	$ 2,013	$ 2,452	$ 682	$ 5,147
Accrued interest	1,300	-	567	1,867
Current bonds payable	23,073	-	43,316	66,389
Total current liabilities	$ 26,386	$ 2,452	$ 44,565	$ 73,403
Long term Liabilities				
Compensated absences payable	$ -	$ -	$ -	$ -
Long-term debt	-	-	-	-
Net pension liability	15,144	2,272	15,144	32,560
Bonds payable	9,972	-	472,474	482,446
Total long term liabilities	$ 25,116	$ 2,272	$ 487,618	$ 515,006
Total liabilities	$ 51,502	$ 4,724	$ 532,183	$ 588,409
DEFERRED INFLOWS OF RESOURCES				
Pension deferred inflows	$ -	$ -	$ -	$ -
NET POSITION				
Invested in capital assets, net of related debt	$ 455,484	$ 8,772	$ (307,239)	$ 157,017
Restricted	-	-	-	-
Unrestricted	531,323	109,705	542,069	1,183,097
Total net position	$ 986,807	$ 118,477	$ 234,830	$ 1,340,114

The notes to the financial statements are an integral part of this statement.

CITY OF RIRIE
Statement of Revenues, Expenses, and Changes
In Fund Net Position - Proprietary Fund Types
For Year Ended September 30, 2024

	Water	Garbage	Sewer	Total
OPERATING REVENUES				
Service revenue fees	$ 165,710	$ 47,359	$ 155,005	$ 368,074
Other revenue	125	-	-	125
Total operating revenue	$ 165,835	$ 47,359	$ 155,005	$ 368,199
OPERATING EXPENSES				
Salaries and benefits	$ 23,063	$ 3,295	$ 27,626	$ 53,984
Services and supplies	42,063	30,208	15,051	87,322
Maintenance and repairs	3,330	-	3,521	6,851
Depreciation	27,134	2,506	114,840	144,480
Capital Outlay	-	-	-	-
Total operating expenses	$ 95,590	$ 36,009	$ 161,038	$ 292,637
Operating income	$ 70,245	$ 11,350	$ (6,033)	$ 75,562
NONOPERATING REVENUES (EXPENSES)				
Capital grant revenue	$ -	$ -	$ -	$ -
Interest earnings	1,462	1,955	6,271	9,688
Current contributions	600	90	600	1,290
Net pension revenue (expense)	(1,973)	(296)	(1,973)	(4,242)
Interest expense	(1,613)	-	(22,992)	(24,605)
Total nonoperating revenues (expenses)	$ (1,524)	$ 1,749	$ (18,094)	$ (17,869)
Income (loss) before transfers	$ 68,721	$ 13,099	$ (24,127)	$ 57,693
Operating transfers	-	-	-	-
Change in net position	$ 68,721	$ 13,099	$ (24,127)	$ 57,693
Net position, beginning	918,086	105,378	258,957	1,282,421
Net position, ending	$ 986,807	$ 118,477	$ 234,830	$ 1,340,114

The notes to the financial statements are an integral part of this statement.

CITY OF RIRIE
Statement of Cash Flows
Proprietary Funds
For Year Ended September 30, 2024

	Water	Garbage	Sewer	Combined Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash received from customers	$ 163,643	$ 47,312	$ 154,863	$ 365,818
Cash paid to suppliers and employees	(70,026)	(32,145)	(57,289)	(159,460)
Net cash provided (used) by operating activities	$ 93,617	$ 15,167	$ 97,574	$ 206,358
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Transfer from (to) general fund	$ -	$ -	$ -	$ -
(Increase) decrease in grants receivable	-	-	-	-
Net cash provided by noncapital financing activities	$ -	$ -	$ -	$ -
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Proceeds from grants	$ -	$ -	$ -	$ -
Proceeds from DEQ loan	-	-	-	-
Interest paid on long-term debt	(745)	-	(22,992)	(23,737)
Principal paid on long-term debt	(22,947)	-	(41,600)	(64,547)
Construction of capital assets	(6,557)	-	(13,652)	(20,209)
Net cash provided(used) by capital and related financing activities	$ (30,249)	$ -	$ (78,244)	$ (108,493)
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest received	$ 1,462	$ 1,955	$ 6,271	$ 9,688
Net cash provided by investing activities	$ 1,462	$ 1,955	$ 6,271	$ 9,688
Net increase (decrease) in cash and cash equivalents	$ 64,830	$ 17,122	$ 25,601	$ 107,553
Cash and cash equivalents-beginning of year	463,739	92,376	516,588	1,072,703
Cash and cash equivalents-end of year	$ 528,569	$ 109,498	$ 542,189	$ 1,180,256
Reconciliation of operating income to net cash provided by operating activities				
Operating income	$ 70,245	$ 11,350	$ (6,033)	$ 75,562
Adjustments to reconcile operating income to net cash provided by operating activities:				
Depreciation	27,134	2,506	114,840	144,480
(Increase) decrease in consumer accounts receivable	(2,192)	(47)	(142)	(2,381)
Increase (decrease) in compensated absences	-	-	-	-
Increase (decrease) in customer deposits	-	-	-	-
(Increase) decrease in prepaid assets	-	-	-	-
Increase (decrease) in accounts payable	(1,570)	1,358	(11,091)	(11,303)
Net cash provided by operating activities	$ 93,617	$ 15,167	$ 97,574	$ 206,358

The notes to the financial statements are an integral part of this statement.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

The City of Ririe consists of patrons from Jefferson County.

This report includes all of the funds/accounts of the City. It includes all activities considered to be part of the City under GASB Statement #2100, *Defining the Governmental Reporting Entity.* Activities include areas in which the City can assert its authority either directly or indirectly by financial means.

The City is organized and operates under the provisions of the Idaho Constitution and the Accounting policies and practices of the City conform to generally accepted accounting principles as applied to governments. The city's reporting entity applies all relevant *Governmental Accounting Standards Boards (GASB)* pronouncements. Proprietary funds and similar component units apply *Financial Accounting Standards Board's (FASB)* pronouncements and *Accounting Principal Board (APB)* opinions issued on or after November 30, 1989.

In the evaluation of how to define the City for the financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made using criteria set forth in the accounting principles generally accepted in the United States of America. All funds and activities of the City of Ririe are included in the basic financial statements. Using the above criteria, the City has no component units.

B. BASIS OF PRESENTATION, BASIS OF ACCOUNTING

Basis of Presentation

Government-wide Statements: The statement of net assets and the statement of activities display information about the primary government (the City). These statements include the financial activities of the overall government. Eliminations have been made to minimize the double counting of internal balances and transfers. These statements distinguish between the *governmental* and *business-type activities* of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The statement of activities presents a comparison between direct expenses and program revenues for the different business-type activities of the City and for each function of the City's governmental activities. Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function. Indirect expense allocations that have been made in the funds have been reversed for the statement of activities. Program revenues include (a) fees, fines, and charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes, are presented as general revenues.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

B. BASIS OF PRESENTATION, BASIS OF ACCOUNTING, continued

Basis of Presentation, continued

Fund Financial Statements: The fund financial statements provide information about the City's funds. Separate statements for each fund category—*governmental* and *proprietary*—are presented. The emphasis of fund financial statements is on major governmental funds. All remaining governmental funds are aggregated and reported as non-major funds.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from non-exchange transactions or ancillary activities.

The City reports the following major governmental funds:

General Fund: The fund is established to account for resources devoted to financing the general services that the City performs. General tax revenues and other sources of revenue used to finance the fundamental operations of the City are included in this fund. This fund is charged with all costs of operating the City for which a separate fund has not been established.

Special Revenue Funds: These funds are established to account for the proceeds from specific revenue sources that are legally restricted to expenditures for specific purposes. The Street Fund is the only special revenue fund.

The City reports only one non-major fund, which is the Library Fund.

The City reports the following major enterprise funds:

Water Fund: This fund accounts for the operation, maintenance, and development of water services to the patrons of the City.

Garbage Fund: This fund accounts for the operation, maintenance, and development of garbage services to the patrons of the City.

Sewer Fund: This fund accounts for the operation, maintenance, and development of sewer services to the patrons of the City.

Measurement Focus, Basis of Accounting

Government-wide and Proprietary Fund Financial Statements. The government-wide and proprietary fund financial statements are reported using the economic resource measurement focus. The government-wide and proprietary fund financial statements are reported using the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place. Non-exchange transactions, in which the City gives (or receives) value without directly receiving (or giving) equal value in exchange, include property taxes, grants, entitlements, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

Measurement Focus, Basis of Accounting, continued

Governmental Fund Financial Statements. Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if the revenues are collected within sixty days after year-end. Property taxes, sales taxes, franchise taxes, licenses, and interest are considered to be susceptible to accrual.

Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, claims and judgments, and compensated absences, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term debt and acquisitions under capital leases are reported as other financial sources.

Under the terms of grant agreements, the City funds certain programs by a combination of specific cost-reimbursement grants and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net assets available to finance the program. It is the City's policy to first apply cost-reimbursement grant resources to such programs followed by general revenues.

All governmental and business-type activities of the City follow FASB Statements and Interpretations issued on or after November 30, 1989, Accounting Principles Board Opinions, and Accounting Research Bulletins, unless those pronouncements conflict with GASB pronouncements.

C. ASSETS, LIABILITIES, and EQUITY

Deposits and Investments

The City Clerk maintains checking accounts, money market accounts and certificates of deposit.

Cash and Cash Equivalents

The City considers cash and cash equivalents in proprietary funds to be cash on hand and demand deposits.

Receivables and Payables

All trade and property tax receivables are shown net of an allowance for uncollectible accounts receivable. Because property taxes attach as an enforceable lien after three years of delinquency, the City feels that all receivables are collectible.

Property Tax Calendar

Property taxes are levied in August of each year and become payable on December 20th, and on June 20th, of the following year for real property and personal property. Property taxes attach as an enforceable lien as of December 20th following the levy in August. Therefore, no amount has been set aside for an allowance for doubtful accounts. Property taxes collected after December 1, 2024 are classified as deferred revenue.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

C. ASSETS, LIABILITIES, and EQUITY, continued

Inventories and Prepaid Items

The City does not have any inventory items at September 30, 2024.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. The City does not have any prepaid items at September 30, 2024.

Capital Assets

Purchased or constructed capital assets are reported at cost or estimated historical cost. Donated fixed assets are recorded at their estimated fair market value at the date of donation. General infrastructure assets acquired after July 1, 2001 are reported at cost or historical estimated cost. The Standards do not require us to retroactively restate general infrastructure assets acquired prior to July 1, 2001. The cost of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Capital assets are depreciated using the straight-line method over the following estimated useful lives:

Asset Class	Estimated Useful Lives
Buildings and Infrastructure	20 - 40
Equipment	5 - 20
Furniture and Fixtures	5 - 15

Net Assets

Net assets are the difference between assets and liabilities. Net assets invested in capital assets, net of related debt are capital assets, less accumulated depreciation and any outstanding debt related to the acquisition, construction, or improvements of those assets. Net assets are reported as restricted when there are legal limitations that are imposed on their use by the City, or external restrictions by other governments, creditors, or grantors. When expenses are incurred for purposes for which both restricted and unrestricted net assets are available, restricted resources are applied first. Cash in the amount of $24,560 is restricted for loan payments in the Water Fund and $64,592 in the Sewer Fund for bond reserve payments.

Risk Management.

The City is exposed to a considerable number of risks of loss including but not limited to a) damage to and loss of property and contents, b) employee torts, c) professional liabilities, i.e., errors and omissions, d) environmental damage, e) workers compensation, i.e., employee injuries and f) medical insurance costs of its employees. Commercial insurance policies transferring the risk of loss, but for a relatively small deductible amount, are purchased for property and content damage, employee's torts, and professional liabilities. Settlement claims resulting from these risks have not exceeded the insurance deductible provided for in the last three years.

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, continued

C. ASSETS, LIABILITIES, and EQUITY, continued

Compensated Absences

The liability for compensated absences reported in the government-wide and proprietary fund statements consists of unpaid, accumulated vacation and sick leave balances. The liability has been calculated using the vesting method, in which leave amounts for both employees who are eligible to receive termination payments and other employees who are expected to become eligible in the future to receive such payments upon termination are included.

Pensions

For purposes of measuring the net pension liability and pension expense, information about the fiduciary net position of the Public Employee Retirement System of Idaho Base Plan (Base Plan) and additions to/deductions from 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.

Fund Balance Reserves

Fund balance is categorized into five categories: non-spendable, restricted, committed, assigned, and unassigned. For the year ended September 30, 2024, the City had fund balances which were restricted and unassigned of $278,729 and $597,774 respectively. Restricted funds are those which are constrained to being used for a specific purpose by external parties, constitutional provisions, or enabling legislation. Unassigned funds are those which are available for any purpose.

NOTE 2 DEPOSITS AND INVESTMENTS

Cash and investments for all funds consist of the following at year end:

Financial Institution	Bank Balance	Book Balance	FDIC Insured / Collateralized	Uninsured / Uncollateralized
Bank of Commerce:				
Money Market	$ 990,810	$ -	$ -	$ -
Regular Municipal	118,189	1,021,458	250,000	858,999
Zions Bank				
Ultimate Savings	154,295	154,295	154,295	-
Westmark Credit Union				
Savings Account	28	28	28	-
CD – 63-30	91,326	91,326	91,326	-
CD – 63-47	40,391	40,391	40,391	-
CD – 63-48	76,197	76,197	76,197	-
CD – 63-49	54,281	54,281	42,086	12,195
Idaho Central Credit Union				
CD	216,624	216,599	216,624	-

NOTE 2 DEPOSITS AND INVESTMENTS, continued

Financial Institution	Bank Balance	Book Balance	FDIC Insured / Collateralized	Uninsured / Uncollateralized
Lookout Credit Union				
Regular Share	69,982	69,982	69,982	-
CD	188,690	188,690	188,690	-
DL Evans Bank				
CD	111,772	111,772	111,772	-
Petty Cash	-	35	-	-
Grand Total	$ 2,112,585	$ 2,025,054	$ 1,241,391	$ 871,194

Deposits with financial institutions include bank demand deposits as authorized by Idaho statutes. At year end, the carrying amounts of the City's deposits were $2,025,054 and the bank balances were $2,112,585. Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned to it. The City does not have a deposit policy for custodial credit risk. Of the bank balances, $1,241,391 was covered by federal depository insurance, leaving $871,194 at risk.

NOTE 3 RECEIVABLES

Receivables at year end consist of the following:

	General Fund	Street Fund	Library Fund	Water Fund	Sewer Fund	Garbage Fund
Local Sources						
Local Taxes	$ 5,266	$ 1,432	$ 691	$ -	$ -	$ -
Other Local	-	-	-	18,577	13,365	4,633
Allowance for Doubtful Accounts	-	-	-	(977)	(703)	(244)
Total Local	$ 5,266	$ 1,432	$ 691	$17,600	$12,662	$4,389
State Sources						
State Revenues	$ 25,246	$ 8,473	$ -			
Total State	$ 25,246	$ 8,473	$ -			

NOTE 4 INTERFUND TRANSACTIONS

The following interfund operating transfers were made during the fiscal year to cover expenditures from operations:

Major Funds	Transfers To	Transfers From
General Fund	$ -	$ 22,890
Library Fund	22,890	-

NOTE 5 CAPITAL ASSETS

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

Governmental Activities	Beginning Balance	Additions	Deletions	Ending Balance
Non-depreciable Assets:				
Land	$ -	$ 182,357	$ -	$ 182,357
Depreciable Assets:				
Buildings	286,222	-	-	286,222
Machinery & equipment	155,181	-	1,086	154,095
Improvements	1,939,727	-	6,669	1,933,058
Furniture & fixtures	63,897	15,690	-	79,587
Construction in Progress	24,347	46,400	-	70,747
Total capital assets	2,469,374	244,447	7,755	2,706,066
Less: Accumulated Depreciation				
Buildings	214,520	4,845	-	219,365
Machinery & equipment	123,221	3,662	-	126,883
Improvements	791,723	48,092	-	839,815
Furniture & fixtures	44,431	3,924	458	47,897
Total accumulated depreciation	1,173,895	60,523	458	1,233,960
Govt'l Activity capital assets, net	$ 1,295,479	$ 183,924	$ 7,297	$ 1,472,106
Business-type Activities				
Non-depreciable Assets:				
Land	$ -	$ -	$ -	$ -
Work in Progress	39,991	-	-	39,991
Depreciable Assets:				
Buildings	169,796	-	-	169,796
Machinery & equipment	967,694	13,881	1,099	980,476
Improvements	3,158,267	2,000	-	3,160,267
Furniture & fixtures	10,730	5,889	-	16,619
Total capital assets	$ 4,346,478	$ 21,770	$ 1,099	$ 4,367,149
Less: Accumulated Depreciation				
Buildings	$ 130,728	$ 3,125	$ -	$ 133,853
Machinery & equipment	920,018	7,744	-	927,762
Improvements	2,454,882	133,372	-	2,588,254
Furniture & fixtures	10,730	698	-	11,428
Total accumulated depreciation	3,516,358	144,939	-	3,661,297
Bus. Activity capital assets, net	$ 830,120	$ (123,169)	$ 1,099	$ 705,852

Depreciation expense was charged to functions as follows:	
General government	$ 17,586
Cultural and recreation	8,849
Highway and streets	34,089
Public safety	-
Water fund	27,134
Sewer fund	114,840
Garbage fund	2,506
Total Depreciation	$ 205,004

NOTE 6 LONG-TERM OBLIGATIONS

Rural Economic and Community Development Loan:

On March 20, 1995, the City of Ririe took out a loan for $400,000 from Rural Economic and Community Development, to finance the construction and installation of improvements to the City's domestic water system. The City is required to make annual payments of $24,560 with an applicable interest rate of 4.50% on November 11 of each year through November 11, 2026. The outstanding balance at September 30, 2024 is $33,045.

Parity Lien Sewer Revenue Bond, Series 2005:

On September 21, 2005 the City issued Sewer Revenue Bonds in the amount of $1,100,000 to finance improvements to the city's sewer system. The bond bears interest of 4.125% per annum and matures September 21, 2036. Annual payments of principal and interest are due on September 21 in the amount of $64,592. The outstanding balance at September 30, 2024 is $515,790.

The following summary recaps the changes in the City's long-term obligations for the year ended September 30, 2024:

Business-type activities	Beginning Balance	Additions	Subtractions	Ending Balance
RECD Loan	$ 55,124	$ -	$ 22,079	$ 33,045
Sewer Revenue Bond	557,390	-	41,600	515,790
Accrued Interest	2,735	-	868	1,867
Total business-type activities	$ 615,249	$ -	$ 64,547	$ 550,702

Interest expense has been charged as follows:

Water Fund	$ 1,613
Sewer Fund	22,992
Total	$ 24,605

The following schedule recaps the maturities of each obligation for the subsequent five years until termination of the obligations:

Business Activities	Total	2025	2026	2027	2028	2029	2030-2034	2035-2039
RECD Loan	$ 33,045	$ 23,073	$ 9,972	$ -	$ -	$ -	$ -	$ -
Sewer Revenue Bond	515,790	43,316	45,102	46,963	48,900	50,917	280,592	-
Total	$548,835	$ 66,389	$ 55,074	$ 46,963	$ 48,900	$ 50,917	$ 280,592	$ -

NOTE 7 PENSION ACTIVITY

Plan Description

The City of Ririe 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 and earnings from investments. 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 police and firefighters. As of June 30, 2024, it was 6.71% for general employees and 9.83% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.18% for general employees and 13.26% for police and firefighters. The City of Ririe's contributions were $11,365 for the year ended September 30, 2024.

NOTE 7 PENSION ACTIVITY, Continued

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

At September 30, 2024, the City of Ririe 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 of Ririe proportion of the net pension liability was based on the City of Ririe'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 of Ririe's proportion was .0000202431.

For the year ended September 30, 2024, the City of Ririe recognized pension expense (revenue) of $9,868. At September 30, 2024 the City of Ririe 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	$ 12,055	$ -
Changes in assumptions or other inputs	3,000	-
Net difference between projected and actual earnings on pension plan investments	-	-
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	-	-
Contributions subsequent to the measurement date	2,999	-
TOTAL	$ 18,054	$ -

$2,999 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 in the year ending September 30, 2024.

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined at July 1, 2024 the beginning of the measurement 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 expense (revenue) as follows:

Year ended September 30, 2024:	
2025	$ 3,737
2026	14,119
2027	(2,435)
2028	(1,740)
2029	-
Thereafter*	$ -

*Note that additional future deferred inflows and outflows of resources may impact these numbers.

NOTE 7 PENSION ACTIVITY, Continued

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%
Salary inflation	3.05%
Investment rate of return	6.35%, net of investment expense
Cost-of-living 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 General Tables, increased 12%
Teachers – Females Pub-2010 General Tables, increased 21%
Fire and Police – Males Pub-2010 General Tables, increased 21%
Fire and Police – Females Pub-2010 General Tables, increased 26%
Disabled Members – Males Pub-2010 General Tables, increased 38%
Disabled Members – Females Pub-2010 General 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 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.

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.

NOTE 7 PENSION ACTIVITY, Continued

2024		
Asset Class	**DB Plans**	**Sick Leave**
Fixed Income	30.00%	50.00%
US / Global Equity	55.00%	39.30%
International Equity	15.00%	10.70%
Cash	00.00%	00.00%
Total	**100.00%**	**100.00%**

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.

	1% Decrease (5.35%)	**Current Discount Rate (6.35%)**	**1% Increase (7.35%)**
Proportionate share of the net pension liability (asset)	143,896	75,722	20,042

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.

NOTE 8 SUBSEQUENT EVENTS

Subsequent events were evaluated through the date the financial statements were available, February 11, 2025. No subsequent events occurred which would require disclosure.

NOTE 9 RELATED PARTY TRANSACTIONS

The City has not been involved in any related party transactions that would merit disclosure.

NOTE 10 RISK MANAGEMENT

The City is exposed to a considerable number of risks of loss including but not limited to a) damage to and loss of property and contents; b) employee torts; c) professional liability, i.e. errors and omissions; d) environmental damage; e) workers compensation, i.e. employee injuries; and f) medical insurance costs of its employees. Commercial insurance policies transferring the risk of loss, but for a relatively small deductible amount, are purchased for property and content damage, employee's torts and professional liabilities. Settled claims resulting from these risks have not exceeded the insurance deductible provided for in the last three years.

NOTE 11 COMMITMENTS AND CONTINGENCIES

Litigation:

The City has not been involved in any litigation and is not currently involved in any litigation that will have a material effect on the financial statements.

Contingent Liabilities:

The City participates in a number of federally assisted grant programs. These programs may be subject to compliance audits by the grantors or their representatives. Such audits of these programs for the year reported herein have not been conducted or completed and accepted. Accordingly, the City's accepted compliance with applicable grant requirements may be established at some future date. The amount, if any, of expenditures which may be disallowed by the granting agency or agencies cannot be determined at this time although the City expects such amounts, if any, to be immaterial. The City does not have any other contingent liabilities as of September 30, 2024.

NOTE 12 COMPENSATED ABSENCES

The City has a policy in place to pay out accumulated vacation and sick leave balances upon employee termination. The amount is immaterial and therefore has not been accrued on the financial statements.

REQUIRED SUPPLEMENTAL INFORMATION

CITY OF RIRIE
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget to Actual - General Fund
For Year Ended September 30, 2024

	Budget Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Local Sources:			
County tax collections	$ 85,096	$ 82,241	$ (2,855)
Court fines and fees	2,600	1,792	(808)
Building permits	6,000	5,740	(260)
Beer and liquor licenses	1,025	1,550	525
Interest earnings	8,000	36,844	28,844
Other local revenues	9,400	8,813	(587)
State Sources:			-
Revenue sharing	56,000	77,186	21,186
Grants and entitlements	119,503	1,000	(118,503)
Liquor apportionment	19,000	19,163	163
Sales taxes	-	-	-
Total revenue	$ 306,624	$ 234,329	$ (72,295)
EXPENDITURES			
Administration	$ 344,294	$ 290,917	$ 53,377
Culture	1,000	255	745
Planning and building	12,000	11,948	52
Public safety	12,627	7,534	5,093
Public works	15,966	13,394	2,572
Capital outlay	7,200	6,385	815
Total expenditures	$ 393,087	$ 330,433	$ 62,654
Excess revenues over expenditures	$ (86,463)	$ (96,104)	$ (9,641)
OTHER FINANCING SOURCES:			
Transfers in (out)	$ (22,890)	$ (22,890)	$ -
Total other financing sources and uses	$ (22,890)	$ (22,890)	$ -
Change in net position	$ (109,353)	$ (118,994)	$ (9,641)
FUND BALANCE			
Beginning fund balance	716,768	716,768	-
Ending fund balance	$ 607,415	$ 597,774	$ (9,641)

The notes to the financial statements are an integral part of this statement.

CITY OF RIRIE
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget to Actual - Street Fund
For Year Ended September 30, 2024

	Budget Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Local Sources:			
County tax collections	$ 37,672	$ 38,616	$ 944
Other local revenues	-	-	-
Interest earnings	20	-	(20)
State Sources:			
Grants and entitlements	30,000	30,000	-
Highway users revenue	34,000	66,728	32,728
Total revenue	$ 101,692	$ 135,344	$ 33,652
EXPENDITURES			
Administration	$ 23,385	$ 12,403	$ 10,982
Planning and building	32,500	42,563	(10,063)
Public works	68,000	27,856	40,144
Capital outlay	3,000	-	3,000
Total expenditures	$ 126,885	$ 82,822	$ 43,144
Excess revenues over expenditures	$ (25,193)	$ 52,522	$ 76,796
OTHER FINANCING SOURCES:			
Transfers in (out)	$ -	$ -	$ -
Total other financing sources and uses	$ -	$ -	$ -
Change in net position	$ (25,193)	$ 52,522	$ 76,796
FUND BALANCE			
Beginning fund balance	176,415	176,415	-
Ending fund balance	$ 151,222	$ 228,937	$ 76,796

The notes to the financial statements are an integral part of this statement.

CITY OF RIRIE
Statement of Revenues, Expenditures, and Changes in Fund Balance
Budget to Actual - Library Fund
For Year Ended September 30, 2024

	Budget Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
REVENUES			
Local Sources:			
County tax collections	$ 11,100	$ 11,416	$ 316
Court fines and fees	500	760	260
Other local revenues	-	79	79
State Sources:			
Grants & entitlements	5,000	600	(4,400)
Liquor apportionment	-	-	-
Total revenue	$ 16,600	$ 12,855	$ (3,745)
EXPENDITURES			
Cultural and recreation	$ 37,590	$ 26,973	$ 10,617
Public works	1,400	775	625
Capital outlay	500	-	500
Total expenditures	$ 39,490	$ 27,748	$ 11,742
Excess revenues over expenditures	$ (22,890)	$ (14,893)	$ 7,997
OTHER FINANCING SOURCES:			
Transfers in (out)	$ 22,890	$ 22,890	$ -
Total other financing sources and uses	$ 22,890	$ 22,890	$ -
Change in net position	$ -	$ 7,997	$ 7,997
FUND BALANCE			
Beginning fund balance	41,795	41,795	-
Ending fund balance	$ 41,795	$ 49,792	$ 7,997

The notes to the financial statements are an integral part of this statement.

CITY OF RIRIE
SCHEDULE OF EMPLOYER'S SHARE OF NET PENSION LIABILITY
PERSI - Base Plan

	2020	2021	2022	2023	2024
Portion of the net pension liability	0.0020839%	0.0020640%	0.0019420%	0.0021155%	0.0020243%
Proportionate share of the net pension liability (asset)	$ 48,391	$ (1,630)	$ 76,492	$ 84,423	$ 75,722
Covered-employee payroll	$ 75,713	$ 77,600	$ 75,038	$ 94,542	$ 98,982
Proportional share of the net pension liability as a percentage of its covered-employee payroll	63.91%	-2.10%	101.94%	89.30%	76.50%
Plan fiduciary net position as a percentage of the total pension liability	88.22%	100.36%	83.09%	83.83%	85.54%

	2015	2016	2017	2018	2019
Portion of the net pension liability	0.0017452%	0.0017452%	0.0017199%	0.0017949%	0.0020186%
Proportionate share of the net pension liability	$ 22,981	$ 35,378	$ 27,034	$ 26,475	$ 23,042
Covered-employee payroll	$ 70,756	$ 70,756	$ 70,736	$ 73,003	$ 74,982
Proportional share of the net pension liability as a percentage of its covered-employee payroll	32.48%	50.00%	38.22%	36.27%	30.73%
Plan fiduciary net position as a percentage of the total pension liability	87.26%	87.26%	90.68%	91.69%	93.79%

- Data reported is measured as of June 30, 2024

The notes to the financial statements are an integral part of this statement.

CITY OF RIRIE
SCHEDULE OF EMPLOYER CONTRIBUTIONS
PERSI - Base Plan

	2020	2021	2022	2023	2024
Statutorily required contribution	$ 8,176	$ 8,149	$ 8,993	$ 9,240	$ 13,167
~~Contributions in relation to the statutorily required contribution~~	~~$ 8,974~~	~~$ 9,308~~	~~$ 9,252~~	~~$ 10,870~~	~~$ 11,223~~
Contribution (deficiency) excess	$ 798	$ 1,158	$ 259	$ 1,630	$ (1,944)
Employer's covered-employee payroll	$ 73,896	$ 76,714	$ 76,255	$ 89,584	$ 92,579
Contributions as a percentage of covered-employee payroll	12.14%	12.13%	12.13%	12.13%	12.12%

	2015	2016	2017	2018	2019
Statutorily required contribution	$ 5,709	$ 5,188	$ 5,800	$ 6,970	$ 7,724
Contributions in relation to the statutorily required contribution	$ 5,857	$ 5,830	$ 6,129	$ 6,626	$ 7,874
Contribution (deficiency) excess	$ 148	$ 642	$ 329	$ (345)	$ 150
Employer's covered-employee payroll	$ 48,710	$ 50,531	$ 53,137	$ 57,444	$ 68,270
Contributions as a percentage of covered-employee payroll	12.02%	11.54%	11.53%	11.53%	11.53%

- Data reported is measured as of June 30, 2024

The notes to the financial statements are an integral part of this statement.

NOTE 1 BUDGETS AND BUDGETARY ACCOUNTING

The Idaho Constitution and the Idaho State Tax Commission prescribe the budget process and procedures for governmental subdivisions. The City has satisfied the basic requirements prescribed in the following particulars:

a. Formulation of subsequent year budget requirements by City officials and personnel.
b. Perusal of formulated budgets by City officials.
c. Presentation of preliminary and final budget requirements in formal news media of the City.
d. Open hearings to permit taxpayer input before such budgets are formally adopted.

Subsequent control of budgets following adoption is accomplished through a budget-expenditures control system with interim status accounting and reporting made available to officials and employees for management purposes. Budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). All annual appropriations lapse at the end of the fiscal year.

NOTE 2 PENSION

The City of Ririe contributes to 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.

During the fiscal year ended September 30, 2024, there were no changes of benefit terms, neither were there any significant changes in the composition of the population covered by the benefit terms. All assumptions used in actuarial calculations were not significantly different from those used in the past.

SUPPLEMENTAL INFORMATION

CITY OF RIRIE
Statement of Revenues, Expenses, and Changes in Net Postion
Budget to Actual - Water Fund
For Year Ended September 30, 2024

	Budget Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
OPERATING REVENUES			
Service revenue fees	$ 189,825	$ 165,710	$ (24,115)
Other revenue	100	125	25
Total revenue	$ 189,925	$ 165,835	$ (24,090)
OPERATING EXPENSES			
Salaries and wages	$ 27,648	$ 23,063	$ 4,585
Services and supplies	199,787	42,063	157,724
Maintenance and repairs	70,000	3,330	66,670
General and administrative	-	-	-
Depreciation	-	27,134	(27,134)
Capital outlay	1,000	-	1,000
Total expenditures	$ 298,435	$ 95,590	$ 202,845
Operating income	$ (108,510)	$ 70,245	$ (226,935)
NONOPERATING REVENUES (EXPENSES)			
Capital grant revenue	$ -	$ -	$ -
Interest earnings	200	1,462	1,262
Current contributions	-	600	600
Net pension revenue (expense)	-	(1,973)	(1,973)
Interest expense	(7,048)	(1,613)	5,435
Total nonoperating revenues (expenses)	$ (6,848)	$ (1,524)	$ 5,324
Income (loss) before transfers	$ (115,358)	$ 68,721	$ 184,079
Transfers in (out)	-	-	-
Change in net position	$ (115,358)	$ 68,721	$ 184,079
NET POSITION			
Beginning net position	918,086	918,086	-
Ending net position	$ 802,728	$ 986,807	$ 184,079

The notes to the financial statements are an integral part of this statement.

CITY OF RIRIE
Statement of Revenues, Expenses, and Changes in Net Postion
Budget to Actual - Sewer Fund
For Year Ended September 30, 2024

	Budget Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
OPERATING REVENUES			
Service revenue fees	$ 231,330	$ 155,005	$ (76,325)
Other revenue	-	-	-
Total revenue	$ 231,330	$ 155,005	$ (76,325)
OPERATING EXPENSES			
Salaries and wages	$ 27,648	$ 27,626	$ 22
Services and supplies	149,799	15,051	134,748
Maintenance and repairs	22,000	3,521	18,479
General and administrative	-	-	-
Depreciation	-	114,840	(114,840)
Capital outlay	-	-	-
Total expenditures	$ 199,447	$ 161,038	$ 38,409
Operating income	$ 31,883	$ (6,033)	$ (114,734)
NONOPERATING REVENUES (EXPENSES)			
Capital grant revenue	$ -	$ -	$ -
Interest earnings	1,000	6,271	5,271
Current contributions	-	600	600
Net pension revenue (expense)	-	(1,973)	(1,973)
Interest expense	(32,883)	(22,992)	9,891
Total nonoperating revenues (expenses)	$ (31,883)	$ (18,094)	$ 13,789
Income (loss) before transfers	$ -	$ (24,127)	$ (24,127)
Transfers in (out)	-	-	-
Change in net position	$ -	$ (24,127)	$ (24,127)
NET POSITION			
Beginning net position	258,957	258,957	-
Ending net position	$ 258,957	$ 234,830	$ (24,127)

The notes to the financial statements are an integral part of this statement.

CITY OF RIRIE
Statement of Revenues, Expenses, and Changes in Net Postion
Budget to Actual - Garbage Fund
For Year Ended September 30, 2024

	Budget Amounts	Actual Amounts	Variance with Final Budget Positive (Negative)
OPERATING REVENUES			
Service revenue fees	$ 48,000	$ 47,359	$ (641)
Other revenue	-	-	-
Total revenue	$ 48,000	$ 47,359	$ (641)
OPERATING EXPENSES			
Salaries and wages	$ 3,950	$ 3,295	$ 655
Services and supplies	44,150	30,208	13,942
Maintenance and repairs	-	-	-
General and administrative	-	-	-
Depreciation	-	2,506	(2,506)
Capital outlay	-	-	-
Total expenditures	$ 48,100	$ 36,009	$ 12,091
Operating income	$ (100)	$ 11,350	$ (12,732)
NONOPERATING REVENUES (EXPENSES)			
Capital grant revenue	$ -	$ -	$ -
Interest earnings	100	1,955	1,855
Current contributions	-	90	90
Net pension revenue (expense)	-	(296)	(296)
Interest expense	-	-	-
Total nonoperating revenues (expenses)	$ 100	$ 1,749	$ 1,649
Income (loss) before transfers	$ -	$ 13,099	$ 13,099
Transfers in (out)	-	-	-
Change in net position	$ -	$ 13,099	$ 13,099
NET POSITION			
Beginning net position	105,378	105,378	-
Ending net position	$ 105,378	$ 118,477	$ 13,099

The notes to the financial statements are an integral part of this statement.

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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*

Mayor and City Council
City of Ririe
Ririe, ID 83443

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, business-type activities, each major fund, and the aggregate remaining fund information of the City of Ririe, 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 Ririe, Idaho's basic financial statements and have issued our report thereon dated February 11, 2025.

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 to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion 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 of Ririe, 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. We did identify certain deficiencies in internal control, described in the accompanying schedule of findings and questioned costs as items (#2024-01) that we consider to be significant deficiencies.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City'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* and which are described in the accompanying schedule of audit findings and responses.

City of Ririe, Idaho's Response to Findings

Government Auditing Standards requires auditors to perform limited procedures on the City of Ririe, Idaho's response to the findings identified in our audit and described in the accompanying schedule of findings and responses. The City of Ririe, Idaho's response was not subject to the auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on it.

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.

Jensen Poulsen & Company, PLLC

JENSEN POULSEN & COMPANY, PLLC
Certified Public Accountants
Idaho Falls, Idaho
February 11, 2025

CITY OF RIRIE
Schedule of Audit Findings and Responses
September 30, 2024

FINDINGS—FINANCIAL STATEMENT AUDIT

A. SIGNIFICANT DEFICIENCIES

2024-01

Condition:
The City experiences a lack of segregation of duties over the accounting function, including the custody, recording and reconciliation of cash.

Cause:
The above noted situation is the result of staffing limitations necessitated by budget constraints common to a City this size.

Effect:
The lack of an ideal segregation of duties may increase the risk that loss of assets would not be detected and prevented in a timely manner and in the normal course of operations.

Recommendation:
It is simply requested that the City take note that this situation exists. However, substantial changes cannot be expected until the above noted situation is adequately mitigated.

Response:
The City recognizes the lack of segregation of duties but feels the level of participation from the Mayor and City Council provides the appropriate controls to mitigate the potential of material misstatements due to error or fraud.

CITY OF RIRIE
Schedule of Prior Audit Findings and Responses
September 30, 2024

Prior Findings:

FINDINGS—FINANCIAL STATEMENT AUDIT

A. SIGNIFICANT DEFICIENCIES

1. Segregation of duties

2023-01—Segregation of Duties

Condition:
The City experienced a lack of segregation of duties over reporting of cash transactions.

Current Status:
The City still has only one person responsible for the accounting function.

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