City of Weiser, Idaho

Year Ended September 30, 2024

Audited Financial Statements



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Quest CPAs PLLC

CITY OF WEISER, IDAHO
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Quest CPAs PLLC

Quality Expertise Service Timeliness

Independent Auditor's Report

Honorable Mayor and City Council
City of Weiser, 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 Weiser, 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 combining and individual nonmajor fund financial statements are 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 combining and individual nonmajor fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards,* we have also issued our report dated December 17, 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
December 17, 2024

CITY OF WEISER, IDAHO

Statement of Net Position

September 30, 2024

	Governmental Activities	Business-Type Activities	Total
Assets			
Current Assets			
Cash & Investments	$10,564,288	$13,566,265	$24,130,553
Receivables:			
Taxes	113,104		113,104
Intergovernmental	175,119		175,119
Accounts		637,850	637,850
Grants	19,826		19,826
Inventory	116,785		116,785
Total Current Assets	10,989,122	14,204,115	25,193,237
Noncurrent Assets			
Restricted Cash & Investments		608,527	608,527
Nondepreciable Capital Assets	516,417	204,169	720,586
Depreciable Net Capital Assets	6,002,475	13,940,034	19,942,509
Total Noncurrent Assets	6,518,892	14,752,730	21,271,622
Total Assets	17,508,014	28,956,845	46,464,859
Deferred Outflows of Resources			
Pension Items	331,875	247,007	578,882
Total Deferred Outflows of Resources	331,875	247,007	578,882
Total Assets and Deferred Outflows of Resources	$17,839,889	$29,203,852	$47,043,741
Liabilities			
Current Liabilities			
Accounts Payable	$132,888	$148,084	$280,972
Accrued Payroll & Benefits	59,824		59,824
Deposits		341,995	341,995
Unearned Grant Revenue	1,791,430		1,791,430
Accrued Interest		35,942	35,942
Long-Term Liabilities, Current	87,364	401,921	489,285
Total Current Liabilities	2,071,506	927,942	2,999,448
Noncurrent Liabilities			
Long-Term Liabilities, Noncurrent	1,399,076	6,767,924	8,167,000
Total Noncurrent Liabilities	1,399,076	6,767,924	8,167,000
Total Liabilities	3,470,582	7,695,866	11,166,448
Deferred Inflows of Resources			
Pension Items	25,395	18,902	44,297
Total Deferred Inflows of Resources	25,395	18,902	44,297
Total Liabilities and Deferred Inflows of Resources	3,495,977	7,714,768	11,210,745
Net Position			
Net Investment in Capital Assets	6,518,892	8,072,828	14,591,720
Restricted - Debt Service		331,282	331,282
Restricted - Special Programs	3,505,751		3,505,751
Unrestricted	4,319,269	13,084,974	17,404,243
Total Net Position	14,343,912	21,489,084	35,832,996
Total Liabilities and Deferred Inflows of Resources and Net Position	$17,839,889	$29,203,852	$47,043,741

CITY OF WEISER, 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	$1,238,265	$82,131		$36,166	($1,119,968)
Public Safety	1,783,756	118,312	$18,126	50,000	(1,597,318)
Highways & Streets	552,512	36,647		195,569	(320,296)
Airport	26,555	1,761		49,800	25,006
Culture & Recreation	710,202	47,107	20,000		(643,095)
Capital Assets	360,272				(360,272)
Total Governmental Activities	4,671,562	285,958	38,126	331,535	(4,015,943)
Business-Type Activities					
Water Services	1,230,959	1,523,630		482,004	774,675
Sewer Services	1,155,499	1,321,088			165,589
Electric Services	2,804,845	3,424,828			619,983
Garbage Services	289,005	527,691			238,686
Total Business-Type Activities	5,480,308	6,797,237	0	482,004	1,798,933
Total	$10,151,870	$7,083,195	$38,126	$813,539	(2,217,010)

Changes in Net Position	Governmental Activities	Business-Type Activities	Total
Net (Expense) Revenue	(4,015,943)	1,798,933	(2,217,010)
General Revenues			
Taxes, Penalties, & Interest	2,142,635		2,142,635
Intergovernmental Revenue	1,366,343		1,366,343
Investment Return	876,108	191,284	1,067,392
Miscellaneous	451,487	310,766	762,253
Pension Revenue (Expense)	(359,356)	(267,465)	(626,821)
Transfers	628,685	(628,685)	0
Total	5,105,902	(394,100)	4,711,802
Change in Net Position	1,089,959	1,404,833	2,494,792
Net Position - Beginning	13,253,953	20,084,251	33,338,204
Net Position - Ending	$14,343,912	$21,489,084	$35,832,996

CITY OF WEISER, IDAHO

Balance Sheet - Governmental Funds

September 30, 2024

	General Fund	Street Fund	Library Fund	Capital Maintenance Fund
Assets				
Cash & Investments	$4,058,683	$4,354,804	$437,373	$1,196,232
Receivables:				
Taxes	80,404	13,242	8,105	
Intergovernmental	174,707	344	28	
Grants				
Due From Other Funds				
Inventory	116,785			
Total Assets	$4,430,579	$4,368,390	$445,506	$1,196,232
Liabilities				
Accounts Payable	$99,527	$27,469	$5,005	
Accrued Payroll & Benefits	59,824			
Due To Other Funds				
Unearned Grant Revenue		1,791,430		
Total Liabilities	159,351	1,818,899	5,005	$0
Deferred Inflows of Resources				
Unavailable Tax Revenues	78,111	12,865	7,874	
Total Deferred Inflows of Resources	78,111	12,865	7,874	0
Fund Balances				
Nonspendable	116,785			
Restricted - Special Program		2,536,626	432,627	
Assigned - Capital Maintenance				1,196,232
Unassigned	4,076,332			
Total Fund Balances	4,193,117	2,536,626	432,627	1,196,232
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$4,430,579	$4,368,390	$445,506	$1,196,232

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

	Nonmajor Governmental Funds	Total Governmental Funds
Assets		
Cash & Investments	$517,196	$10,564,288
Receivables:		
Taxes	11,353	113,104
Intergovernmental	40	175,119
Grants	19,826	19,826
Due From Other Funds	0	0
Inventory	0	116,785
Total Assets	$548,415	$10,989,122
Liabilities		
Accounts Payable	$887	$132,888
Accrued Payroll & Benefits	0	59,824
Due To Other Funds	0	0
Unearned Grant Revenue	0	1,791,430
Total Liabilities	887	1,984,142
Deferred Inflows of Resources		
Unavailable Tax Revenues	11,030	109,880
Total Deferred Inflows of Resources	11,030	109,880
Fund Balances		
Nonspendable	0	116,785
Restricted - Special Program	536,498	3,505,751
Assigned - Capital Maintenance	0	1,196,232
Unassigned	0	4,076,332
Total Fund Balances	536,498	8,895,100
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$548,415	$10,989,122

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

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

Total Governmental Fund Balances	$8,895,100
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.	6,518,892
Certain receivables are not available to pay for current period expenditures and therefore are deferred in the funds.	109,880
Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(1,486,440)
Deferred outflows/inflows related to pensions are not due and payable in the current period and therefore are not reported in the funds.	306,480
Net Position of Governmental Activities	$14,343,912

CITY OF WEISER, IDAHO

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

Year Ended September 30, 2024

	General Fund	Street Fund	Library Fund	Capital Maintenance Fund
Revenues				
Taxes, Penalties, & Interest	$1,476,665	$243,635	$148,932	
Charges for Sales & Services	241,394		5,855	
Intergovernmental Revenue	746,096	530,240	33,173	
Investment Return	807,177	56,617	9,289	
Miscellaneous & Grants	192,959	518,051	8,595	$5,735
Total Revenues	3,464,291	1,348,543	205,844	5,735
Expenditures				
Current Expenditures				
General Government	1,132,150			
Public Safety	1,863,620			
Highways & Streets		577,249		
Airport				
Culture & Recreation	337,622		204,415	
Capital Outlay	114,117	517,539		
Total Expenditures	3,447,509	1,094,788	204,415	0
Excess (Deficiency) of Revenues Over Expenditures	16,782	253,755	1,429	5,735
Other Financing Sources (Uses)				
Transfers In	578,685	50,000		
Transfers Out	(4,500)			
Total Other Financing Sources (Uses)	574,185	50,000	0	0
Net Change in Fund Balances	590,967	303,755	1,429	5,735
Fund Balances - Beginning	3,602,150	2,232,871	431,198	1,190,497
Fund Balances - Ending	$4,193,117	$2,536,626	$432,627	$1,196,232

CITY OF WEISER, IDAHO

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

Year Ended September 30, 2024

	Nonmajor Governmental Funds	Total Governmental Funds
Revenues		
Taxes, Penalties, & Interest	$262,190	$2,131,422
Charges for Sales & Services	38,709	285,958
Intergovernmental Revenue	56,834	1,366,343
Investment Return	3,025	876,108
Miscellaneous & Grants	95,808	821,148
Total Revenues	456,566	5,480,979
Expenditures		
Current Expenditures		
General Government	161,555	1,293,705
Public Safety	0	1,863,620
Highways & Streets	0	577,249
Airport	27,744	27,744
Culture & Recreation	199,964	742,001
Capital Outlay	89,471	721,127
Total Expenditures	478,734	5,225,446
Excess (Deficiency) of Revenues Over Expenditures	(22,168)	255,533
Other Financing Sources (Uses)		
Transfers In	4,500	633,185
Transfers Out	0	(4,500)
Total Other Financing Sources (Uses)	4,500	628,685
Net Change in Fund Balances	(17,668)	884,218
Fund Balances - Beginning	554,166	8,010,882
Fund Balances - Ending	$536,498	$8,895,100

CITY OF WEISER, 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	$884,218
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.	360,855
Revenues in the statement of activities that do not provide current financial resources are deferred in the funds.	11,213
In the statement of activities, compensated absences are accrued when earned, but the expenditure is reported when due in the governmental funds.	(14,364)
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.	(151,963)
Change in Net Position of Governmental Activities	$1,089,959

CITY OF WEISER, IDAHO

Statement of Net Position - Proprietary Funds

September 30, 2024

	Water Fund	Sewer Fund	Electric Fund	Garbage Fund
Assets				
Current Assets				
Cash & Investments	$3,623,426	$4,149,791	$4,045,739	$1,085,793
Receivables:				
Taxes				
Intergovernmental				
Accounts	189,612	133,844	251,039	62,029
Due From Other Funds				
Total Current Assets	3,813,038	4,283,635	4,296,778	1,147,822
Noncurrent Assets				
Restricted Cash & Investments	91,367	239,915		
Nondepreciable Capital Assets	171,669	24,500	8,000	
Depreciable Net Capital Assets	5,416,212	6,934,826	1,266,349	322,647
Total Noncurrent Assets	5,679,248	7,199,241	1,274,349	322,647
Total Assets	9,492,286	11,482,876	5,571,127	1,470,469
Deferred Outflows of Resources				
Pension Items	80,448	75,472	68,131	22,956
Total Deferred Outflows of Resources	80,448	75,472	68,131	22,956
Total Assets and Deferred Outflows of Resources	$9,572,734	$11,558,348	$5,639,258	$1,493,425
Liabilities				
Current Liabilities				
Accounts Payable	$92,303	$10,972	$27,453	$16,340
Accrued Payroll & Benefits				
Due To Other Funds				
Deposits				
Accrued Interest	2,062	33,880		
Long-Term Liabilities, Current	212,192	167,750	19,257	2,722
Total Current Liabilities	306,557	212,602	46,710	19,062
Noncurrent Liabilities				
Long-Term Liabilities, Noncurrent	1,409,965	4,973,839	287,234	96,886
Total Noncurrent Liabilities	1,409,965	4,973,839	287,234	96,886
Total Liabilities	1,716,522	5,186,441	333,944	115,948
Deferred Inflows of Resources				
Pension Items	6,157	5,772	5,214	1,759
Total Deferred Inflows of Resources	6,157	5,772	5,214	1,759
Total Liabilities and Deferred Inflows of Resources	1,722,679	5,192,213	339,158	117,707
Net Position				
Net Investment in Capital Assets	4,327,285	2,148,547	1,274,349	322,647
Restricted - Debt Service	91,367	239,915		
Unrestricted	3,431,403	3,977,673	4,025,751	1,053,071
Total Net Position	7,850,055	6,366,135	5,300,100	1,375,718
Total Liabilities and Deferred Inflows of Resources and Net Position	$9,572,734	$11,558,348	$5,639,258	$1,493,425

CITY OF WEISER, IDAHO

Statement of Net Position - Proprietary Funds

September 30, 2024

	Nonmajor Enterprise Funds	Total Enterprise Funds
Assets		
Current Assets		
Cash & Investments	$661,516	$13,566,265
Receivables:		
Taxes	0	0
Intergovernmental	0	0
Accounts	1,326	637,850
Due From Other Funds	0	0
Total Current Assets	662,842	14,204,115
Noncurrent Assets		
Restricted Cash & Investments	277,245	608,527
Nondepreciable Capital Assets	0	204,169
Depreciable Net Capital Assets	0	13,940,034
Total Noncurrent Assets	277,245	14,752,730
Total Assets	940,087	28,956,845
Deferred Outflows of Resources		
Pension Items	0	247,007
Total Deferred Outflows of Resources	0	247,007
Total Assets and Deferred Outflows of Resources	$940,087	$29,203,852
Liabilities		
Current Liabilities		
Accounts Payable	$1,016	$148,084
Accrued Payroll & Benefits	0	0
Due To Other Funds	0	0
Deposits	341,995	341,995
Accrued Interest	0	35,942
Long-Term Liabilities, Current	0	401,921
Total Current Liabilities	343,011	927,942
Noncurrent Liabilities		
Long-Term Liabilities, Noncurrent	0	6,767,924
Total Noncurrent Liabilities	0	6,767,924
Total Liabilities	343,011	7,695,866
Deferred Inflows of Resources		
Pension Items	0	18,902
Total Deferred Inflows of Resources	0	18,902
Total Liabilities and Deferred Inflows of Resources	343,011	7,714,768
Net Position		
Net Investment in Capital Assets	0	8,072,828
Restricted - Debt Service	0	331,282
Unrestricted	597,076	13,084,974
Total Net Position	597,076	21,489,084
Total Liabilities and Deferred Inflows of Resources and Net Position	$940,087	$29,203,852

CITY OF WEISER, IDAHO

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

Year Ended September 30, 2024

	Water Fund	Sewer Fund	Electric Fund	Garbage Fund
Operating Revenues				
Charges for Services	$1,515,403	$1,321,088	$3,424,828	$527,691
Miscellaneous	22,803	48,618	237,340	2,005
Total Operating Revenues	1,538,206	1,369,706	3,662,168	529,696
Operating Expenses				
Electricity Purchased			2,203,934	
Personnel	455,515	445,701	348,730	134,435
Goods & Services	292,282	274,639	152,347	115,044
Total Operating Expenses	747,797	720,340	2,705,011	249,479
Operating Income (Loss) Before Depreciation	790,409	649,366	957,157	280,217
Depreciation Expense	442,844	347,588	99,834	39,526
Operating Income (Loss)	347,565	301,778	857,323	240,691
Nonoperating Revenues (Expenses)				
Grant Revenue	482,004			
Investment Return	66,749	43,661	17,522	20,283
Interest Expense	(39,766)	(87,571)		
Pension Revenue (Expense)	(87,128)	(81,675)	(73,777)	(24,885)
Total Nonoperating Revenue (Expenses)	421,859	(125,585)	(56,255)	(4,602)
Income (Loss) Before Contributions & Transfers	769,424	176,193	801,068	236,089
Transfers In		2,080		
Transfers Out	(162,140)	(112,359)	(160,652)	(195,614)
Change in Net Position	607,284	65,914	640,416	40,475
Net Position - Beginning	7,242,771	6,300,221	4,659,684	1,335,243
Net Position - Ending	$7,850,055	$6,366,135	$5,300,100	$1,375,718

CITY OF WEISER, IDAHO

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

Year Ended September 30, 2024

	Nonmajor Enterprise Funds	Total Enterprise Funds
Operating Revenues		
Charges for Services	$8,227	$6,797,237
Miscellaneous	0	310,766
Total Operating Revenues	8,227	7,108,003
Operating Expenses		
Electricity Purchased	0	2,203,934
Personnel	0	1,384,381
Goods & Services	552	834,864
Total Operating Expenses	552	4,423,179
Operating Income (Loss) Before Depreciation	7,675	2,684,824
Depreciation Expense	0	929,792
Operating Income (Loss)	7,675	1,755,032
Nonoperating Revenues (Expenses)		
Grant Revenue	0	482,004
Investment Return	43,069	191,284
Interest Expense	0	(127,337)
Pension Revenue (Expense)	0	(267,465)
Total Nonoperating Revenue (Expenses)	43,069	278,486
Income (Loss) Before Contributions & Transfers	50,744	2,033,518
Transfers In	0	2,080
Transfers Out	0	(630,765)
Change in Net Position	50,744	1,404,833
Net Position - Beginning	546,332	20,084,251
Net Position - Ending	$597,076	$21,489,084

CITY OF WEISER, IDAHO

Statement of Cash Flows - Proprietary Funds

Year Ended September 30, 2024

	Water Fund	Sewer Fund	Electric Fund	Garbage Fund
Cash Flows From Operations				
Receipts from Customers	$1,520,668	$1,383,099	$3,720,788	$523,159
Payments for Personnel	(502,653)	(493,346)	(392,888)	(153,546)
Payments for Goods & Services	(223,860)	(298,560)	(2,339,460)	(107,203)
Cash Provided (Used) By Operations	794,155	591,193	988,440	262,410
Cash Flows From Noncapital Financing				
Transfers (to) From Other Funds	(162,140)	(110,279)	(160,652)	(195,614)
Cash Provided (Used) By Noncapital Financing	(162,140)	(110,279)	(160,652)	(195,614)
Cash Flows From Capital & Related Financing				
Acquisition of Capital Assets	(1,092,867)	(166,781)	(243,428)	(73,269)
Interest Paid on Debt	(50,386)	(88,495)		
Principal Paid on Debt	(170,714)	(151,420)		
Grant Revenue	482,004			
Changes in Unearned Grant Revenue	(482,004)			
Cash Provided (Used) By Capital & Related Financing	(1,313,967)	(406,696)	(243,428)	(73,269)
Cash Flows From Investments				
Investment Income	66,749	43,661	17,522	20,283
Cash Provided (Used) By Investments	66,749	43,661	17,522	20,283
Change in Cash & Investments	(615,203)	117,879	601,882	13,810
Cash & Investments - Beginning	4,329,996	4,271,827	3,443,857	1,071,983
Cash & Investments - Ending	$3,714,793	$4,389,706	$4,045,739	$1,085,793
Cash & Investments Reconciliation				
Cash & Investments	$3,623,426	$4,149,791	$4,045,739	$1,085,793
Restricted Cash & Investments	91,367	239,915	0	0
Total Cash & Investments	$3,714,793	$4,389,706	$4,045,739	$1,085,793
Reconciliation of Operating Income (Loss) to Cash Provided (Used) By Operations				
Operating Income (Loss)	$347,565	$301,778	$857,323	$240,691
Adjustments to Reconcile Operating Income (Loss) to Cash Provided (Used) by Operations:				
Depreciation	442,844	347,588	99,834	39,526
PERSI Adjustments	(50,284)	(47,137)	(42,579)	(14,362)
Changes in Assets & Liabilities:				
Receivables	(17,538)	13,393	58,620	(6,537)
Accounts Payable	68,422	(23,921)	16,821	7,841
Deposits				
Compensated Absences	3,146	(508)	(1,579)	(4,749)
Cash Provided (Used) By Operations	$794,155	$591,193	$988,440	$262,410

CITY OF WEISER, IDAHO

Statement of Cash Flows - Proprietary Funds

Year Ended September 30, 2024

	Nonmajor Enterprise Funds	Total Enterprise Funds
Cash Flows From Operations		
Receipts from Customers	$16,453	$7,164,167
Payments for Personnel	0	(1,542,433)
Payments for Goods & Services	(515)	(2,969,598)
Cash Provided (Used) By Operations	15,938	2,652,136
Cash Flows From Noncapital Financing		
Transfers to (From) Other Funds	0	(628,685)
Cash Provided (Used) By Noncapital Financing	0	(628,685)
Cash Flows From Capital & Related Financing		
Acquisition of Capital Assets	0	(1,576,345)
Interest Paid on Debt	0	(138,881)
Principal Paid on Debt	0	(322,134)
Grant Revenue	0	482,004
Changes in Unearned Grant Revenue	0	(482,004)
Cash Provided (Used) By Capital & Related Financing	0	(2,037,360)
Cash Flows From Investments		
Investment Income	43,069	191,284
Cash Provided (Used) By Investments	43,069	191,284
Change in Cash & Investments	59,007	177,375
Cash & Investments - Beginning	879,754	13,997,417
Cash & Investments - Ending	$938,761	$14,174,792
Cash & Investments Reconciliation		
Cash & Investments	$661,516	$13,566,265
Restricted Cash & Investments	277,245	608,527
Total Cash & Investments	$938,761	$14,174,792
Reconciliation of Operating Income (Loss) to Cash Provided (Used) By Operations		
Operating Income (Loss)	7,675	$1,755,032
Adjustments to Reconcile Operating Income (Loss) to Cash Provided (Used) by Operations:		
Depreciation	0	929,792
PERSI Contributions	0	(154,362)
Changes in Assets & Liabilities:		
Receivables	(257)	47,681
Accounts Payable	904	70,067
Deposits	7,616	7,616
Compensated Absences	0	(3,690)
Cash Provided (Used) By Operations	$15,938	$2,652,136

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity – The City of Weiser, 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 (when two or more funds are involved) 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 the maintenance and betterment of the City's streets, and the library fund, which accounts for the revenues earned and expenditures incurred of the library.

Capital Projects Funds – Capital projects funds are used to account for the acquisition of capital assets. Major capital project funds include the capital maintenance fund, used to account for maintenance, betterments, and capital projects.

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:

Water Fund – The water fund accounts for the revenues earned and expenses incurred in providing water services.

Sewer Fund – The sewer fund accounts for the revenues earned and expenses incurred in providing sewer services.

Electric Fund – The electric fund accounts for the revenues earned and expenses incurred in providing electric services.

Garbage Fund – The garbage fund accounts for the revenues earned and expenses incurred in providing garbage collection 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 (when present) 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. Investments also include the diversified bond fund and are stated at fair value using Level 2 inputs (inputs other than quoted prices included in Level 1 that are observable for an asset, liability, either directly or indirectly). The fair value of the diversified bond fund is not the same as the value of its shares.

For purposes of the statement of cash flows, the City considers all investments (including restricted investments) available for withdrawal (and use) within 30 days 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		$4,269,555	$4,269,555
Investments - Local Gov't Investment Pool	$10,564,288	6,714,630	17,278,918
Investments - Diversified Bond Fund		3,190,607	3,190,607
Total	$10,564,288	$14,174,792	$24,739,080

Deposits – At year end, the carrying amounts of the City's deposits were $4,269,555 and the bank balances were $3,943,095. Of the bank balances, $1,000,000 was insured, $537,163 was collateralized, and the remainder 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	1 - 5	Total
Local Gov't Invest Pool	$17,278,918		$17,278,918
Diversified Bond Fund		$3,190,607	3,190,607
Total	$17,278,918	$3,190,607	$20,469,525

Credit rate risk:

	Investment Rating Schedule	
Investment Type	Not Rated	Total
Local Gov't Invest Pool	$17,278,918	$17,278,918
Diversified Bond Fund	3,190,607	3,190,607
Total	$20,469,525	$20,469,525

Investments – State statutes authorize government entities to invest in certain bonds, notes, accounts, investment pools, and other obligations of the state, U.S. Government, 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 and diversified bond fund are managed by the state treasurer's office and are 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.

For the diversified bond fund, participants have availability to their funds by providing five business days' notice, up to $10 million. Withdrawals of $10 million or more may require 25 business days' notification. Accordingly, due to the relatively liquid aspect of the diversified bond fund as well as the City's historic use of this fund, its policy is to report this investment as a current asset.

More information on the local governmental investment pool and diversified bond fund 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 nonmajor proprietary funds, 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. Per certain 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	$516,417			$516,417
Total	516,417	$0	$0	516,417
Depreciable Capital Assets				
Buildings & Improvements	6,226,449	568,210		6,794,659
Equipment	4,241,135	152,917		4,394,052
Infrastructure	391,069			391,069
Subtotal	10,858,653	721,127	0	11,579,780
Accumulated Depreciation				
Buildings & Improvements	2,109,666	191,395		2,301,061
Equipment	3,055,615	161,055		3,216,670
Infrastructure	51,752	7,822		59,574
Subtotal	5,217,033	360,272	0	5,577,305
Total	5,641,620	360,855	0	6,002,475
Net Capital Assets	$6,158,037	$360,855	$0	$6,518,892

Depreciation expense of $360,272 was charged to the capital assets program.

Business-Type Activities	Beginning Balance	Increases	Decreases	Ending Balance
Nondepreciable Capital Assets				
Land	$204,169			$204,169
Total	204,169	$0	$0	204,169
Depreciable Capital Assets				
Buildings & Improvements	8,546,377			8,546,377
Equipment	4,684,200	364,389		5,048,589
Utility Systems	24,051,527	1,211,956		25,263,483
Subtotal	37,282,104	1,576,345	0	38,858,449
Accumulated Depreciation				
Buildings & Improvements	7,659,437	76,063		7,735,500
Equipment	3,733,292	154,670		3,887,962
Utility Systems	12,595,894	699,059		13,294,953
Subtotal	23,988,623	929,792	0	24,918,415
Total	13,293,481	646,553	0	13,940,034
Net Capital Assets	$13,497,650	$646,553	$0	$14,144,203

Depreciation expense of $442,844, $347,588, $99,834, and $39,526 was charged to the water, sewer, electric, and garbage services programs, respectively.

D. LONG-TERM LIABILITIES

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

	Outstanding
2007 - $1,500,000 - DEQ water revenue bond for capital improvements due in semiannual installments with interest at 2.00% through 2027, secured by future user fees, paid through the water fund	$215,834
2015 - $2,366,000 - USDA #92-10 sewer revenue bond for capital improvements due in annual installments with interest at 2.50% through 2055, secured by future user fees, paid through the sewer fund	2,016,477
2016 - $3,634,000 - DEQ sewer revenue bond for capital improvements due in semiannual installments with interest at 1.25% through 2046, secured by future user fees, paid through the sewer fund	2,794,302
2017 - $1,520,000 - IBBA water revenue refunding bond due in semiannual installments with interest at 2.00% - 5.00% through 2033, secured by future user fees, paid through the water fund	950,000
Total	$5,976,613

Maturities on the bonds are estimated as follows:

Year Ended	Principal	Interest
9/30/25	$332,405	$129,726
9/30/26	341,653	120,979
9/30/27	299,048	111,963
9/30/28	267,523	103,992
9/30/29	275,148	97,167
9/30/30-34	1,316,840	376,335
9/30/35-39	940,071	259,504
9/30/40-44	1,020,308	179,267
9/30/45-49	664,960	98,126
9/30/50-54	427,316	43,994
9/30/55	91,341	2,921
Total	$5,976,613	$1,523,974

Changes in long-term liabilities are as follows:

Description	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Governmental Act.					
Comp. Absences	$73,000	$14,364		$87,364	$87,364
Net Pension Liability	1,559,238		$160,162	1,399,076	-
Subtotal	1,632,238	14,364	0	1,486,440	87,364
Business-Type Act.					
2007 WR Bond DEQ	301,548		85,714	215,834	87,485
2015 SR Bond #92-10	2,059,258		42,781	2,016,477	43,850
2016 SR Bond DEQ	2,902,941		108,639	2,794,302	111,070
2017 WRR Bond IBBA	1,035,000		85,000	950,000	90,000
Bond Premium	103,000		10,300	92,700	10,300
Comp. Absences	62,906		3,690	59,216	59,216
Net Pension Liability	1,160,523		119,207	1,041,316	-
Subtotal	7,625,176	0	455,331	7,169,845	401,921
Total	$9,257,414	$14,364	$455,331	$8,656,285	$489,285

Interest and related costs during the year amounted to $39,766 and $87,571 and were charged to 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 $374,691 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 0.06523988%.

For the year ended September 30, 2024, the City recognized pension revenue (expense) of ($626,821). 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	$388,533	
Changes in assumptions or other inputs	96,676	
Net difference between projected and actual earnings on pension plan investments		$44,297
Employer contributions subsequent to the measurement date	93,673	
Total	$578,882	$44,297

$93,673 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	($120,448)
9/30/26	(455,017)
9/30/27	78,467
9/30/28	56,087
Total	($440,912)

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	$4,637,506	$2,440,392	$645,911

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. INTERFUND TRANSFERS

Interfund transfers during the year consist of the following:

Fund	Transfer In	Transfer Out	Purpose
General	$578,685	$4,500	Support
Street	50,000		Support
Nonmajor Governmental	4,500		Support
Water		162,140	Support
Sewer	2,080	112,359	Support
Electric		160,652	Support
Garbage		195,614	Support
Total	$635,265	$635,265	

G. 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 WEISER, 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	$1,462,135	$1,462,135	$1,476,665	$14,530	
Charges for Sales & Services	150,250	150,250	241,394	91,144	
Intergovernmental Revenue	843,870	843,870	746,096	(97,774)	
Investment Interest	80,000	80,000	807,177	727,177	
Miscellaneous & Grants	901,287	901,287	192,959	(708,328)	
Total Revenues	3,437,542	3,437,542	3,464,291	26,749	
Expenditures					
Current Expenditures					
General Government	1,284,583	1,284,583	1,132,150	152,433	
Public Safety	1,916,289	1,916,289	1,863,620	52,669	
Highways & Streets	0	0	0	0	
Airport	0	0	0	0	
Culture & Recreation	370,177	370,177	337,622	32,555	
Capital Outlay	844,095	844,095	114,117	729,978	
Total Expenditures	4,415,144	4,415,144	3,447,509	967,635	*
Excess (Deficiency) of Revenues Over Expenditures	(977,602)	(977,602)	16,782	994,384	
Other Financing Sources (Uses)					
Transfers In	706,865	706,865	578,685	(128,180)	
Transfers Out	(4,500)	(4,500)	(4,500)	0	*
Total Other Financing Sources (Uses)	702,365	702,365	574,185	(128,180)	
Net Change in Fund Balances	(275,237)	(275,237)	590,967	866,204	
Fund Balances - Beginning	275,237	275,237	3,602,150	3,326,913	
Fund Balances - Ending	$0	$0	$4,193,117	$4,193,117	
	**Total expenditures (over) under appropriations are:*			$967,635	

CITY OF WEISER, 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	$240,698	$240,698	$243,635	$2,937	
Charges for Sales & Services	2,500	2,500	0	(2,500)	
Intergovernmental Revenue	428,100	428,100	530,240	102,140	
Investment Interest	11,000	11,000	56,617	45,617	
Miscellaneous & Grants	2,020,000	2,020,000	518,051	(1,501,949)	
Total Revenues	2,702,298	2,702,298	1,348,543	(1,353,755)	
Expenditures					
Current Expenditures					
General Government	0	0	0	0	
Public Safety	0	0	0	0	
Highways & Streets	744,298	744,298	577,249	167,049	
Airport	0	0	0	0	
Culture & Recreation	0	0	0	0	
Capital Outlay	2,313,000	2,313,000	517,539	1,795,461	
Total Expenditures	3,057,298	3,057,298	1,094,788	1,962,510	*
Excess (Deficiency) of Revenues Over Expenditures	(355,000)	(355,000)	253,755	608,755	
Other Financing Sources (Uses)					
Transfers In	50,000	50,000	50,000	0	
Transfers Out	0	0	0	0	*
Total Other Financing Sources (Uses)	50,000	50,000	50,000	0	
Net Change in Fund Balances	(305,000)	(305,000)	303,755	608,755	
Fund Balances - Beginning	305,000	305,000	2,232,871	1,927,871	
Fund Balances - Ending	$0	$0	$2,536,626	$2,536,626	
	**Total expenditures (over) under appropriations are:*			$1,962,510	

CITY OF WEISER, IDAHO

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

Library Fund	Budgeted Amounts (GAAP Basis) Original	Budgeted Amounts (GAAP Basis) Final	Actual Amounts	Final Budget Variance Positive (Negative)	
Revenues					
Taxes, Penalties, & Interest	$147,372	$147,372	$148,932	$1,560	
Charges for Sales & Services	5,000	5,000	5,855	855	
Intergovernmental Revenue	32,980	32,980	33,173	193	
Investment Interest	6,000	6,000	9,289	3,289	
Miscellaneous & Grants	12,600	12,600	8,595	(4,005)	
Total Revenues	203,952	203,952	205,844	1,892	
Expenditures					
Current Expenditures					
General Government	0	0	0	0	
Public Safety	0	0	0	0	
Highways & Streets	0	0	0	0	
Airport	0	0	0	0	
Culture & Recreation	219,910	219,910	204,415	15,495	
Capital Outlay	0	0	0	0	
Total Expenditures	219,910	219,910	204,415	15,495	*
Excess (Deficiency) of Revenues Over Expenditures	(15,958)	(15,958)	1,429	17,387	
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	(15,958)	(15,958)	1,429	17,387	
Fund Balances - Beginning	15,958	15,958	431,198	415,240	
Fund Balances - Ending	$0	$0	$432,627	$432,627	
	**Total expenditures (over) under appropriations are:*			$15,495	

CITY OF WEISER, 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	0.08519010%	$1,121,815	$2,364,478	47.44%	91.38%
2016	0.07783960%	$1,577,928	$2,277,005	69.30%	87.26%
2017	0.07893030%	$1,240,649	$2,451,519	50.61%	90.68%
2018	0.07553150%	$1,114,103	$2,430,124	45.85%	91.69%
2019	0.07445510%	$849,884	$2,528,799	33.61%	93.79%
2020	0.07268350%	$1,687,807	$2,588,174	65.21%	88.22%
2021	0.07202000%	($56,880)	$2,687,688	-2.12%	100.36%
2022	0.06888820%	$2,713,338	$2,716,566	99.88%	83.09%
2023	0.06815298%	$2,719,761	$2,897,806	93.86%	83.83%
2024	0.06523988%	$2,440,392	$3,197,165	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	$267,659	$267,659	$0	$2,364,478	11.32%
2016	$257,757	$257,757	$0	$2,277,005	11.32%
2017	$262,442	$262,442	$0	$2,318,392	11.32%
2018	$275,198	$275,198	$0	$2,431,078	11.32%
2019	$279,992	$279,992	$0	$2,441,319	11.47%
2020	$301,215	$301,215	$0	$2,522,739	11.94%
2021	$323,214	$323,214	$0	$2,706,985	11.94%
2022	$337,145	$337,145	$0	$2,823,660	11.94%
2023	$352,912	$352,912	$0	$3,003,506	11.75%
2024	$374,691	$374,691	$0	$3,293,987	11.37%

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

CITY OF WEISER, IDAHO

Combining Balance Sheet - Nonmajor Governmental Funds

September 30, 2024

	Special Revenue Funds			
	Tort	**Recreation**	**Airport**	**Total**
Assets				
Cash & Investments	$109,667	$145,429	$262,100	$517,196
Receivables:				
Taxes	5,875	5,478		11,353
Intergovernmental	21	19		40
Grants			19,826	19,826
Due From Other Funds				0
Inventory				0
Total Assets	$115,563	$150,926	$281,926	$548,415
Liabilities				
Accounts Payable		$259	$628	$887
Accrued Payroll & Benefits				0
Due To Other Funds				0
Unearned Grant Revenue				0
Total Liabilities	$0	259	628	887
Deferred Inflows of Resources				
Unavailable Tax Revenues	5,708	5,322		11,030
Total Deferred Inflows of Resources	5,708	5,322	0	11,030
Fund Balances				
Nonspendable				0
Restricted - Special Program	109,855	145,345	281,298	536,498
Assigned - Capital Maintenance				0
Unassigned				0
Total Fund Balances	109,855	145,345	281,298	536,498
Total Liabilities and Deferred Inflows of Resources and Fund Balances	$115,563	$150,926	$281,926	$548,415

CITY OF WEISER, IDAHO

Combining Statement of Revenues, Expenditures, and Changes in
Fund Balances - Nonmajor Governmental Funds
Year Ended September 30, 2024

	Special Revenue Funds			
	Tort	**Recreation**	**Airport**	**Total**
Revenues				
Taxes, Penalties, & Interest	$107,789	$100,841	$53,560	$262,190
Charges for Sales & Services		38,709		38,709
Intergovernmental Revenue		56,834		56,834
Investment Return		3,025		3,025
Miscellaneous & Grants		30,310	65,498	95,808
Total Revenues	107,789	229,719	119,058	456,566
Expenditures				
Current Expenditures				
General Government	161,555			161,555
Public Safety				0
Highways & Streets				0
Airport			27,744	27,744
Culture & Recreation		199,964		199,964
Capital Outlay			89,471	89,471
Total Expenditures	161,555	199,964	117,215	478,734
Excess (Deficiency) of Revenues Over Expenditures	(53,766)	29,755	1,843	(22,168)
Other Financing Sources (Uses)				
Transfers In		4,500		4,500
Transfers Out				0
Total Other Financing Sources (Uses)	0	4,500	0	4,500
Net Change in Fund Balances	(53,766)	34,255	1,843	(17,668)
Fund Balances - Beginning	163,621	111,090	279,455	554,166
Fund Balances - Ending	$109,855	$145,345	$281,298	$536,498

CITY OF WEISER, IDAHO

Combining Statement of Net Position - Nonmajor Proprietary Funds

September 30, 2024

	Enterprise Funds		
	Water Improvements	**Meter Deposit**	**Total**
Assets			
Current Assets			
Cash & Investments	$565,533	$95,983	$661,516
Receivables:			
Taxes			0
Intergovernmental			0
Accounts	1,326		1,326
Due From Other Funds			0
Total Current Assets	566,859	95,983	662,842
Noncurrent Assets			
Restricted Cash & Investments		277,245	277,245
Nondepreciable Capital Assets			0
Depreciable Net Capital Assets			0
Total Noncurrent Assets	0	277,245	277,245
Total Assets	566,859	373,228	940,087
Deferred Outflows of Resources			
Pension Items			0
Total Deferred Outflows of Resources	0	0	0
Total Assets and Deferred Outflows of Resources	$566,859	$373,228	$940,087
Liabilities			
Current Liabilities			
Accounts Payable	$867	$149	$1,016
Accrued Payroll & Benefits			0
Due To Other Funds			0
Deposits	64,750	277,245	341,995
Accrued Interest			0
Long-Term Liabilities, Current			0
Total Current Liabilities	65,617	277,394	343,011
Noncurrent Liabilities			
Long-Term Liabilities, Noncurrent			0
Total Noncurrent Liabilities	0	0	0
Total Liabilities	65,617	277,394	343,011
Deferred Inflows of Resources			
Pension Items			0
Total Deferred Inflows of Resources	0	0	0
Total Liabilities and Deferred Inflows of Resources	65,617	277,394	343,011
Net Position			
Net Investment in Capital Assets			0
Restricted - Debt Service			0
Unrestricted	501,242	95,834	597,076
Total Net Position	501,242	95,834	597,076
Total Liabilities and Deferred Inflows of Resources and Net Position	$566,859	$373,228	$940,087

CITY OF WEISER, IDAHO

Combining Statement of Revenues, Expenses, and Changes in
Net Position - Nonmajor Proprietary Funds
Year Ended September 30, 2024

	Enterprise Funds		
	Water Improvements	**Meter Deposit**	**Total**
Operating Revenues			
Charges for Services	$8,227		$8,227
Miscellaneous			0
Total Operating Revenues	8,227	$0	8,227
Operating Expenses			
Electricity Purchased			0
Personnel			0
Goods & Services		$552	552
Total Operating Expenses	0	552	552
Operating Income (Loss) Before Depreciation	8,227	(552)	7,675
Depreciation Expense			0
Operating Income (Loss)	8,227	(552)	7,675
Nonoperating Revenues (Expenses)			
Grant Revenue			0
Investment Return	25,827	17,242	43,069
Interest Expense			0
Pension Revenue (Expense)			0
Total Nonoperating Revenue (Expenses)	25,827	17,242	43,069
Income (Loss) Before Contributions & Transfers	34,054	16,690	50,744
Transfers In			0
Transfers Out			0
Change in Net Position	34,054	16,690	50,744
Net Position - Beginning	467,188	79,144	546,332
Net Position - Ending	$501,242	$95,834	$597,076

CITY OF WEISER, IDAHO

Combining Statement of Cash Flows - Nonmajor Proprietary Funds

Year Ended September 30, 2024

	Enterprise Funds		
	Water Improvements	Meter Deposit	Total
Cash Flows From Operations			
Receipts from Customers	$11,856	$4,597	$16,453
Payments for Personnel			0
Payments for Goods & Services		(515)	(515)
Cash Provided (Used) By Operations	11,856	4,082	15,938
Cash Flows From Noncapital Financing			
Transfers to (From) Other Funds			0
Cash Provided (Used) By Noncapital Financing	0	0	0
Cash Flows From Capital & Related Financing			
Acquisition of Capital Assets			0
Interest Paid on Debt			0
Principal Paid on Debt			0
Grant Revenue			0
Changes in Unearned Grant Revenue			0
Cash Provided (Used) By Capital & Related Financing	0	0	0
Cash Flows From Investments			
Investment Income	25,827	17,242	43,069
Cash Provided (Used) By Investments	25,827	17,242	43,069
Change in Cash & Investments	37,683	21,324	59,007
Cash & Investments - Beginning	527,850	351,904	879,754
Cash & Investments - Ending	$565,533	$373,228	$938,761
Cash & Investments Reconciliation			
Cash & Investments	$565,533	$95,983	$661,516
Restricted Cash & Investments	0	277,245	277,245
Total Cash & Investments	$565,533	$373,228	$938,761
Reconciliation of Operating Income (Loss) to Cash Provided (Used) By Operations			
Operating Income (Loss)	$8,227	($552)	$7,675
Adjustments to Reconcile Operating Income (Loss) to Cash Provided (Used) by Operations:			
Depreciation			
PERSI Contributions			
Changes in Assets & Liabilities:			
Receivables	(257)		(257)
Accounts Payable	867	37	904
Deposits	3,019	4,597	7,616
Compensated Absences			0
Cash Provided (Used) By Operations	$11,856	$4,082	$15,938

Quest CPAs PLLC
Quality Expertise Service Timeliness

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 Weiser, 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 the City of Weiser, 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 December 17, 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 provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The

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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 City's internal control or compliance. This 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. Accordingly, this communication is not suitable for any other purpose.

Quest CPAs PLLC

Meridian, Idaho
December 17, 2024