ARRITT ROBINS WATERS

CERTIFIED PUBLIC ACCOUNTANTS PLLC

January 3, 2025

To the Board of Directors
Minidoka Acequia Rupert Cemetery Maintenance District No.1
Rupert, Idaho

We have audited the financial statements of the governmental activities, Minidoka Acequia Rupert Cemetery Maintenance District No.1 for the year ended September 30, 2024. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards (and, if applicable, *Government Auditing Standards* and OMB Circular A-133), as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated December 15, 2024. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the District are described in Note A to the financial statements. No new accounting policies were adopted and the application of existing policies was not changed during year. We noted no transactions entered into by the governmental unit during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. No misstatements were identified during the audit.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated January 3, 2025.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to the governmental unit's financial statements or a determination of the type of auditor's opinion that may

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be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the governmental unit's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition of our retention.

Other Matters

With respect to the supplementary information accompanying the financial statements, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or the financial statements themselves.

This information is intended solely for the use of the District and management of the District and is not intended to be, and should not be, used by anyone other than these specified parties.

Very truly yours,

Arritt Robins Waters CPAS PLLC

MINIDOKA-ACEQUIA-RUPERT CEMETERY MAINTENANCE DISTRICT NO. 1

BASIC FINANCIAL STATEMENTS

FOR THE YEAR ENDED SEPTEMBER 30, 2024

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ARRITT ROBINS WATERS

CERTIFIED PUBLIC ACCOUNTANTS PLLC

INDEPENDENT AUDITOR'S REPORT

To Board of Directors and Management
Minidoka Acequia Rupert Cemetery District

Opinion

We have audited the accompanying financial statements of Minidoka Acequia Rupert Cemetery District, as of and for the year ended September 30, 2024, and the related notes to the 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 financial position of the District, as of September 30, 2024, and the changes in its financial position and cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

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 District, 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 opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the district'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 opinion. 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:

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- 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 District'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 district'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 Schedule of Employer's Share of Net Pension Liability be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Management has omitted the management's discussion and analysis that accounting principles generally accepted in the United States of America require 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 opinions on the basic financial statements are not affected by this missing information.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 3, 2025, on our consideration of the district's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the district'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 district's internal control over financial reporting and compliance.

January 3, 2025

Arritt Robins Waters CPAs PLLC

Arritt Robins Waters CPAs PLLC

ARRITT ROBINS WATERS

CERTIFIED PUBLIC ACCOUNTANTS PLLC

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

To the Board of Directors
Minidoka Acequia Rupert Cemetery Maintenance District No.1
Rupert, 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 of Minidoka Acequia Rupert Cemetery Maintenance District No.1 (the District) as of and for the year ended September 30, 2024, and the related notes to the financial statements, which collectively comprise District's basic financial statements, and have issued our report thereon dated January 3, 2025.

Internal Control Over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Arritt Robins Waters CPAS PLLC

January 3, 2025

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MINIDOKA - ACEQUIA - RUPERT CEMETERY DISTRICT NO.1

STATEMENT OF NET POSITION AND
GOVERNMENTAL FUND BALANCE SHEET
SEPTEMBER 30, 2024

	General Fund	Adjustments (Note J)	Statement of Net Position
ASSETS			
Cash in Bank (Note B)	617,999		617,999
Accounts Receivable (Note C)	3,650		3,650
Taxes Receivable (Note D)	5,861		5,861
Land		8,640	8,640
Other Capital Assets, Net of Accumulated Depreciation (Note E)		213,085	213,085
Total Assets	627,510	221,725	849,235
Deferred Outflows of Resources:			
Deferred Outflows - Pension Related Items		16,326	16,326
LIABILITIES			
Accounts Payable (Note F)	55,874		55,874
Payroll Payable (Note G)	6,544		6,544
Payroll Taxes Payable (Note G)	2,827		2,827
PERSI Payable (Note I)	783		783
Net Pension Liability		71,762	71,762
Total Liabilities	66,028	71,762	137,790
Deferred Inflows of Resources:			
Unavailable Revenue - Property Taxes	5,257	(5,257)	-
Deferred Inflows - Pension Related Items		6,268	6,268
FUND BALANCE/NET POSITION			
Total Fund Balance - Unreserved (Note M)	556,226	(556,226)	0
Total Liabilities, Deferred Inflows of Resources & Fund Balance	627,511	(483,453)	144,058
Net Position:			
Invested in Capital Assets, Net of Related Debt		221,725	221,725
Unrestricted		499,779	499,778
Total Net Position		721,504	721,503

See accompanying notes to financial statments and auditor's report.

MINIDOKA - ACEQUIA - RUPERT CEMETERY DISTRICT NO.1

STATEMENT OF ACTIVITIES AND GOVERNMENTAL
FUND REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
FOR YEAR ENDED SEPTEMBER 30, 2024

	General Fund	Adjustments (Note K)	Statement of Activities
EXPENDITURES/EXPENSES:			
Cemetery Operations	284,030	28,401	312,431
Capital Outlay	55,787	(55,787)	-
Total Expenditures/Expenses	339,817	(27,386)	312,431
PROGRAM REVENUES:			
Charges for Services	55,575		55,575
Net Program Expenses	(284,242)		256,856
GENERAL REVENUES:			
Property Taxes	220,078	509	220,587
Sales Tax Revenue	24,297		24,297
Ag Replacement Taxes	11,422		11,422
Investment Earnings	5,093		5,093
Miscellaneous	4,765		4,765
Total General Revenues	265,655	509	266,164
Excess (Deficit) Revenues over Expenditures	(18,587)	27,895	9,308
OTHER FINANCING SOURCES (USES):			
Gain (Loss) on Sale of Fixed Assets	-	-	-
Net Change in Fund Balance/Net Assets	(18,587)	27,895	9,308
FUND BALANCE/NET POSITION:			
Beginning of the Year	574,813		712,195
End of the Year	556,226		721,503

See accompanying notes to financial statements

MINIDOKA-ACEQUIA-RUPERT CEMETERY MAINTENANCE DISTRICT NO. 1

NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED SEPTEMBER 30, 2024

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

1. Scope of Entity

The District's financial statements include the accounts of all operations under the oversight authority of the Board. Oversight responsibility is derived from the governmental unit's authority and includes, but is not limited to, financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters. Based on the foregoing criteria, no component units are included in the District's financial statements.

2. Basis of Accounting/Measurement Focus

The accounts of the District are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, reserves, fund balance, revenues, and expenditures. The various funds are summarized by type in the financial statements.

Government-wide Financial Statements:

The Statement of Net Assets and the Statement of Activities display information about the District as a whole. The Statement of Net Assets presents the financial condition of the governmental activities of the District at year-end. The Statement of Activities presents a comparison between direct expenses and program revenues for each activity. Direct expenses are those that are specifically associated with a service, program, or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program. Revenues that are not classified as program revenues are presented as general revenues of the District. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the district.

Fund Financial Statements:

Governmental funds are accounted for using the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the balance sheet. Under the modified accrual basis of accounting, revenues are recognized when they become both measurable and available. Available for purposes of revenue recognition is defined as sixty days. Revenue sources susceptible to accrual include property taxes and intergovernmental revenues. Expenditures are recognized when the related fund liability is incurred.

The following is a description of the activities accounted for as major fund types for the District.

General Fund - The General Fund is the general operating fund of the District. It is used to account for all financial resources except those required to be accounted for in another fund.

3. Budgetary Data

The budget is legally enacted prior to October 1 in accordance with the Idaho Code following an analysis of the proposed expenditures and the means of financing them, and a public budget hearing held to obtain taxpayer comments. The budget is prepared on the modified accrual basis of accounting. The encumbrance method is not used by the Cemetery District.

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont.)

4. Capital Assets

The District's assets are capitalized at historic cost or estimated historic costs. Contributed assets are recorded at fair market value when received. Depreciation is recorded on the straight-line basis over the estimated useful lives of the assets as follows: Buildings 30-50 years, Equipment 5-15 years, and Infrastructure 25-40 years.

In June 1999, the Governmental Accounting Standards Board (GASB) issued statement No. 34, which requires the inclusion of infrastructure, buildings, and land in a local government's basic financial statements. The District has elected to use the basic approach as defined by Statement No. 34 for asset reporting. Historical cost records do not exist for all of the District's assets dating back to 1911. For those assets where actual cost records could not be located, the District estimated cost using standard unit costs appropriate for the acquisition date. Accumulated depreciation was computed based on the life of the assets. Book value is computed by deducting the accumulated depreciation from the original cost.

5. Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principals requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

6. Deferred Outflow/Inflows of Resources

The District has implemented GASB No. 63, Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position and No. 65, Items Previously Reported as Assets and Liabilities. These new standards establish accounting and financial reporting for deferred outflows / inflows of resources and the concept of net position as the residual of all other elements presented in a statement of net position.

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense / expenditure) until then. The District has one item that qualifies for reporting in this category. This item only arises under the full accrual basis of accounting. Accordingly, the item, Deferred Outflow of Resources From Pensions is reported only on the Statement of Net Position.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of fund balance that applies to future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from property taxes and these amounts are deferred and will be recognized as an inflow of resources in the period in which the amounts become available. Deferred Outflow of Resources From Pensions, is only reported in the government-wide financial statements. The statement of net position report defers pension cost, which will be recognized as an inflow of resources in the period in which the amounts are applied.

7. 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.

NOTE B – CASH IN BANK

Funds are invested in accordance with Idaho Code

Interest Rate Risk – The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk and Concentration of Credit Risk – The District has no investment policy which would further limit its investment choices beyond those stated in the Idaho Code. Idaho Code does not require collateralization of public funds.

Custodial Credit Risk, Deposits – Custodial credit risk is the risk that, in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk. The bank balances of deposits for the checking and savings as of the balance sheet date are insured by FDIC up to $250,000, leaving deposits in excess of insurance of $6,248. The cash is recorded in terms of United States currency. The Cemetery's cash and investment position is as follows:

	2024		2023	
	Carrying Amount	Bank Balance	Carrying Amount	Bank Balance
US Bank CD	34,690	34,690	34,661	34,661
1st Federal CD #2	25,888	25,888	24,666	24,666
Wells Fargo - Checking	10,396	10,396	18,115	18,115
Wells Fargo - Savings	256,248	256,248	224,047	224,047
1st Federal Saving CD	89,753	89,753	86,308	86,308
D.L. Evans Savings	201,024	201,024	200,721	200,721
Total	617,999	617,999	588,518	588,518

NOTE C - ACCOUNTS RECEIVABLE

These are amounts due for goods and services as of September 30.

NOTE D - TAXES RECEIVABLE

This account represents unremitted property tax revenues levied by the Cemetery and collected on their behalf by Minidoka County.

Property taxes are levied in November of each year and recognized as revenue when the tax notices are printed. These tax notices indicate the time for collection and are due and payable in equal installments on December 20 and June 20 following the November levy date. If payment is not received upon the due date a 2% penalty is charged to the property and it is classified as past due subject to 12% interest.

Although small amounts of delinquent taxes are collected within 60 days following the close of the Cemetery's fiscal year (September 30), the Minidoka-Acequia-Rupert Cemetery District No. 1 feels secure in the right to take tax deeds on property for the collection of real property taxes and tax anticipation notes can be used if needed to finance liabilities of the current period. Therefore, deferred revenue has been recorded as recommended by NCGA Interpretation #3, "Revenue Recognition of Property Taxes" but an allowance for uncollectible taxes receivable has not been established.

NOTE E - CHANGES IN FIXED ASSETS

Changes in fixed assets are as follows:

	Balance 9/30/23	Additions	Deductions	Balance 9/30/24
Capital Assets Not Depreciated				
Land	8,640			8,640
Capital Assets, Depreciated				
Buildings & Improvements	74,349			74,349
Roads & Sidewalks	174,769			174,769
Machinery & Equipment	253,348	55,787		309,135
Vehicles	18,590			18,590
Total Capital Assets, Depreciated	521,057	55,787	-	576,844
Less Accumulated Depreciation				
Buildings & Improvements	(40,088)	(1,476)		(41,564)
Roads & Sidewalks	(109,668)	(6,221)		(115,889)
Machinery & Equipment	(175,732)	(11,984)		(187,716)
Vehicles	(18,590)			(18,590)
Total Accumulated Depreciation	(344,078)	(19,681)	-	(363,759)
Capital Assets, Net	185,619	36,106	-	221,725

NOTE F - ACCOUNTS PAYABLE

This account balance represents a liability for goods and services incurred prior to September 30 and approved for payment in subsequent months.

NOTE G – PAYROLL & PAYROLL TAXES PAYABLE

This account balance represents a liability for payroll and related taxes at September 30, but not paid until the subsequent month.

NOTE H - PENSION PLAN

Plan Description

The District 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

NOTE H - PENSION PLAN (Cont.)

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 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. This rate also changed for general employees to 11.96% effective July 1, 2024. The District's contributions were $10,888 for the year ended September 30, 2024.

Pension Liabilities, Pension Expense (Revenue), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions
At September 30, 2024, the District 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 District's proportion of the net pension liability was based on the District'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 District's proportion was .0019185 percent,

For the year ended September 30, 2024, the District recognized pension expense (revenue) of $19,762. At September 30, 2024, the District 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	$ 11,425	$ -
Changes in assumptions or other inputs	$ 2,843	-
Net difference between projected and actual earnings on pension plan investments	$ (1,303)	$ -
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	-	$ 6,268
Employer contributions subsequent to the measurement date	$ 3,361	-
Total	$ 16,326	$ 6,268

$3,361 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, the beginning of the measurement period ended June 30, 2023 is 4.4 and 4.4 years for the measurement period June 30, 2024.

NOTE H - PENSION PLAN (Cont.)

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:	
2025	$ 1,688
2026	$ 11,835
2027	$ (3,560)
2028	$ (2,816)
2029	$ (450)

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, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.30%
Salary increases	3.05%
Salary inflation	3.05%
Investment rate of return	6.35%, net of investment expenses
Cost-of-living adjustments	1%

Contributing Members, Service Retirement Members, and Beneficiaries
General Employees and All Beneficiaries – Males Pub-2010 General Tables, increased 11%
General Employees and All Beneficiaries – Females Pub-2010 General Tables, increased 21%
Teachers – Males Pub-2010 Teacher Tables, increased 12%
Teachers – Females Pub-2010 Teacher Tables, increased 21%
Fire & Police – Males Pub-2010 Safety Tables, increased 21%
Fire & Police – Females Pub-2010 Safety Tables, increased 26%
Disabled Members – Males Pub-2010 Disabled Tables, increased 38%
Disabled Members – Females Pub-2010 Disabled Tables, increased 36%

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 on the following page. The formal asset allocation policy is somewhat more conservative than the current allocation of System's assets.

NOTE H - PENSION PLAN (Cont.)

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.

	2023	
Asset Class	**DB Plans**	**Sick Leave**
Fixed Income	30.0%	50.0%
US/Global Equity	55.0%	39.3%
International Equity	15.0%	10.7%
Cash	0.0%	0.0%
Total	100.0%	100.0%

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

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

	1% Decrease (5.35%)	Current Discount Rate (6.35%)	1% Increase (7.35%)
Employer's proportionate share of the net pension liability (asset)	$136,371	$ 71,762	$ 18,994

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 I - RISK MANAGEMENT

The District carries commercial insurance to cover employee health care, worker's compensation, liability and property. There has been no significant reduction in insurance coverage in the current year. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

NOTE J – EXPLANATION OF DIFFERENCES BETWEEN THE GOVERNMENTAL FUNDS BALANCE SHEET AND THE STATEMENT OF NET ASSETS

When capital assets (land, buildings, equipment, etc) that are to be used in governmental activities are purchased or constructed, the cost of those assets is reported as expenditures in governmental funds. However the Statement of Net Assets includes those capital assets among the assets of the District as a whole.

Cost of Capital Assets	585,484
Accumulated Depreciaton	(363,759)
	221,725

Because the focus of governmental funds is on the short-term financing, some assets will not be available to pay for current-period expenditures. Those assets (for example, receivables) are offset by deferred revenues in the governmental funds and thus are not included in fund balance.

Adjustment of deferred revenue	5,257

Net pension assets and liabilities as well as pension-related deferred outflows and deferred inflows of resources are recognized only in the statement of net position and include:

Net Pension Liability	(71,762)
Deferred Outflows of Resources From Pensions	16,326
Deferred Inflows of Resources From Pensions	(6,268)
Total Pension Related Differences	(61,704)

NOTE K – EXPLANATION OF DIFFERENCES BETWEEN GOVERNMENTAL FUND OPERATING STATEMENTS AND THE STATEMENT OF ACTIVITIES

Because some property taxes will not be collected for several months after the District's fiscal year ends, they are not considered as "available" revenues in the governmental funds.

Property Taxes	509

When capital assets that are to be used in governmental activities are purchased or constructed, the resources expended for those assets are reported as expenditures in governmental funds. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. As a result, fund balances decrease by the amount of financial resources expended, whereas net assets decreased by the amount of depreciation expense charged for the year.

Capital Outlay	55,787
Depreciation Expense	(19,681)
	36,106

Net pension related assets and liabilities as well as pension related deferred outflows and deferred inflows of resources are reported only under the full accrual basis of accounting and therefore are reported only on the statement of net position and statement of activities and include the following:

(Increase) Decrease In Net Pension Liability	12,577
Increase (Decrease) In Deferred Outflows of Resources	(17,226)
(Increase) Decrease in Deferred Inflows of Resources	(4,071)
Net Adjustment - Pension Expense	(8,720)

NOTE L – FUND BALANCE (UNRESERVED)/NET POSITION

The board has approved a designated portion of the general fund balance in the amount of $300,000 to use for subsequent years' expenditures.

NOTE M – SUBSEQUENT EVENTS

Subsequent events have been evaluated through January 3, 2025, the date the audited financial statements were available to be issued.

Required Supplementary Information

MINIDOKA-ACEQUIA-RUPERT CEMETERY DISTRICT NO. 1

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES BUDGET AND ACTUAL - GENERAL FUND FOR YEAR ENDED SEPTEMBER 30, 2024

	Original Budget	Final Budget	Actual	Variance To Final Budget
Revenues				
Tax Levy	218,519	218,519	218,967	448
Penalties and Interest	1,000	1,000	1,111	111
Cemetery Lots	18,000	18,000	25,400	7,400
Opening and Closing Graves	20,000	20,000	28,875	8,875
Stone setting Fees	750	750	1,300	550
Sales Tax	20,000	20,000	24,297	4,297
Ag Replacement	9,136	9,136	11,422	2,286
Interest on Investments	1,400	1,400	5,093	3,693
Miscellaneous	3,000	3,000	4,765	1,765
Total Revenues	291,805	291,805	321,230	29,425
Expenditures				
Salaries and Wages	125,000	125,000	109,290	15,710
Director Fees	1,740	1,740	1,547	193
Employee Benefits and Payroll Taxes	59,000	59,000	39,590	19,410
Bonds and Insurance	16,000	16,000	10,535	5,465
Equipment Rental	1,000	4,000	2,878	1,122
Miscellaneous	1,600	1,600	293	1,307
Office Supplies	7,000	7,000	2,714	4,286
Professional Fees	25,000	25,000	16,290	8,710
Repairs and Maintenance	44,700	64,700	65,682	(982)
Supplies and Fuel	21,900	21,900	17,671	4,229
Utilities	23,000	23,000	17,540	5,460
Depreciation	18,000	18,000		18,000
Capital Outlay	50,000	60,000	55,787	4,213
Contingency	197,865	164,865	-	164,865
Total Expenditures	591,805	591,805	339,817	251,988
Excess (Deficit) Revenues Over Expenditures	(300,000)	(300,000)	(18,587)	281,413
Fund Balance at Beginning of Year	300,000	300,000	574,813	274,813
Fund Balance at End of Year	0	0	556,226	556,226

See accompanying notes to financial statements and auditor's report.

MINIDOKA - ACEQUIA - RUPERT CEMETERY DISTRICT #1

PENSION PLAN REQUIRED SUPPLEMENTARY INFORMATION
FOR YEAR ENDED SEPTEMBER 30, 2024 WITH JUNE 30, 2024 PERSI DATA

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

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Employer's portion of net pension liability	0.0019185%	0.0021134%	0.0021374%	0.0021262%	0.0020145%	0.0020635%	0.0021107%	0.0022330%	0.0023409%	0.0023754%
Employer's proportionate share of the net pension liability/(asset)	$71,762	$84,337	$84,188	($1,679)	$46,779	$23,554	$31,133	$35,099	$47,454	$31,280
Employer's covered-employee payroll	$95,803	$90,451	$86,957	$77,997	$74,175	$70,212	$68,009	$68,879	$70,335	$67,051
Employer's proportional share of the net pension liability as a percentage of its covered-employee payroll	74.91%	93.24%	96.82%	-2.15%	63.07%	33.55%	45.78%	50.96%	67.47%	46.65%
Plan fiduciary net position as a percentage of total pension liability	85.54%	83.83%	83.09%	100.36%	88.22%	93.79%	91.69%	90.68%	87.26%	91.38%

Data reported is measured as of June 30, 2024

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

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Statutorily required contribution	$10,888	$10,642	$10,383	$9,313	$8,856	$8,101	$7,699	$7,797	$7,962	$7,590
Contributions in relation to the statutorily required contribution	$10,888	$10,642	$10,383	$9,313	$8,856	$8,101	$7,699	$7,797	$7,962	$7,590
Contribution (deficiency) excess	$0	$0	$0	$0	$0	$0	$0	$0	$0	$0
Employer's covered-employee payroll	$95,803	$90,451	$86,957	$77,997	$74,175	$70,212	$68,009	$68,879	$70,335	$67,051
Contributions as a percentage of covered-employee payroll	11.36%	11.77%	11.94%	11.94%	11.94%	11.54%	11.32%	11.32%	11.32%	11.32%

Data reported is measured as of September 30, 2024

See independent auditor's report on other financial information.

MINIDOKA-ACEQUIA-RUPERT CEMETERY MAINTENANCE DISTRICT NO. 1

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
FOR THE YEAR ENDED SEPTEMBER 30, 20234

NOTE 1 – BUDGET TO ACTUAL COMPARISON

Although the total of the District's budget did not change, the allocation of the budgeted expenditures was amended during the fiscal year. The budget to actual schedule therefore reports columns for an original and an amended budget.

The District did not have any budget to GAAP differences as it budgets on the GAAP basis.