

CITY OF WILDER, IDAHO

Report on Audited
Basic
Financial Statements
and
Supplemental Information

For the Year Ended September 30, 2023

Table of Contents

	<u>Page</u>
Independent Auditor's Report	4
Government-wide Financial Statements:	
Statement of Net Position	7
Statement of Activities	8
Fund Financial Statements:	
Balance Sheet – Governmental Funds	9
Reconciliation of the Balance Sheet of the Governmental Funds to the Statement of Net Position	10
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	11
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of the Governmental Funds to the Statement of Activities	12
Statement of Net Position – Proprietary Funds	13
Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds	14
Statement of Cash Flows – Proprietary Funds	15
Notes to Financial Statements	17
Required Supplementary Information	
Budgetary (GAAP Basis) Comparison Schedule – General Fund	33
Budgetary (GAAP Basis) Comparison Schedule – Roads and Streets	34
Budgetary (GAAP Basis) Comparison Schedule - Parks	35
Notes to Required Supplementary Information	36
Schedule of the City's Proportionate Share of the Net Pension Liability and Schedule of City's Contributions	37

Table of Contents (cont.)

	<u>Page</u>
Supplemental Information	
Supplemental Schedule of Revenues by Source – Budget (GAAP Basis) and Actual – General Fund	39
Supplemental Schedule of Expenditures by Object of Expenditure – Budget (GAAP Basis) and Actual – General Fund	40
Federal Reports	
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	43
Schedule of Findings	45
Management’s Response	46



ZWYGART JOHN

CERTIFIED PUBLIC ACCOUNTANTS

Zwygart John & Associates CPAs, PLLC

16130 North Merchant Way, Suite 120 ♦ Nampa, Idaho 83687

Phone: 208-459-4649 ♦ FAX: 208-229-0404

Independent Auditor's Report

Honorable Mayor
and City Council
Wilder, Idaho

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, the discretely presented component unit, and the aggregate remaining fund information of the City of Wilder, Idaho (the City) as of and for the year ended September 30, 2023, 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, the discretely presented component unit, and the remaining fund information of the City of Wilder, Idaho, as of September 30, 2023, 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 (GAAS) 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 of Wilder, Idaho, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; 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 of Wilder, Idaho's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 GAAS 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 of Wilder, Idaho's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City of Wilder, Idaho's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the budgetary comparison information, schedule of the City's proportionate share of the net pension liability, and the schedule of City contributions on pages 33 through 37 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

The City has not presented a management’s discussion and analysis that governmental 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 opinion on the basic financial statements is not affected by this missing information.

Supplemental Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Wilder, Idaho’s basic financial statements. The schedules of revenue by source and expenditures by object are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The schedules of revenue by source and expenditure by object are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedules of revenue by source and expenditures by object 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 October 7, 2024, on our consideration of the City of Wilder, Idaho’s internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Wilder, Idaho’s internal control over financial reporting and compliance.

Zwyzart John & Associates, CPAs, PLLC

Nampa, Idaho
October 7, 2024

City of Wilder, Idaho
Statement of Net Position
September 30, 2023

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total	Wilder Housing Authority
Assets				
Current Assets:				
Cash and Cash Equivalents	\$ 955,324	\$ 2,262,166	\$ 3,217,490	\$ 463,656
Investments	51,898	46,763	98,661	-
Property Taxes Receivable, Net	37,911	-	37,911	-
Accounts Receivable, Net	-	81,902	81,902	4,133
Security Deposit Accounts	-	-	-	81,049
Due from Other Governments	76,785	-	76,785	-
Noncurrent Assets:				
Restricted Cash	-	126,202	126,202	121,430
Capital Assets:				
Land	61,007	81,566	142,573	108,486
Construction in Progress	-	240,541	240,541	-
Buildings and Improvements, Net	323,076	1,347,391	1,670,467	607,978
Equipment, Net	71,199	338,218	409,417	23,527
Total Capital Assets	455,282	2,007,716	2,462,998	739,991
Total Assets	1,577,200	4,524,749	6,101,949	1,410,259
Deferred Outflows				
Pension Related Items	191,147	89,953	281,100	-
Total Deferred Outflows	191,147	89,953	281,100	-
Liabilities				
Current Liabilities:				
Accounts Payable	83,591	74,531	158,122	75,873
Salaries and Benefits Payable	14,177	5,633	19,810	-
Due to Other Governments	4	-	4	-
Customer Deposits	-	47,095	47,095	62,547
Prepaid Rent	-	-	-	10,381
Accrued Interest Payable	-	29,448	29,448	3,264
Noncurrent Liabilities:				
Portion Due or Payable Within One Year:				
Bond Payable	-	57,034	57,034	20,771
Compensated Absences	10,065	9,280	19,345	-
Portion Due or Payable After One Year:				
Bond Payable	-	1,293,295	1,293,295	687,514
Compensated Absences	5,032	4,641	9,673	-
Net Pension Liability	479,979	225,874	705,853	-
Total Liabilities	592,848	1,746,831	2,339,679	860,350
Deferred Inflows				
Pension Related Items	-	-	-	-
Total Deferred Inflows	-	-	-	-
Net Position				
Invested in Capital Assets, Net of Related Debt	455,282	657,387	1,112,669	31,706
Restricted for:				
Debt Reserve	-	126,202	126,202	121,430
Roads and Streets	497,840	-	497,840	-
Parks	61,400	-	61,400	-
Unrestricted (Deficit) Surplus	160,977	2,084,282	2,245,259	396,773
Total Net Position	\$ 1,175,499	\$ 2,867,871	\$ 4,043,370	\$ 549,909

The accompanying notes are an integral
part of the financial statements.

City of Wilder, Idaho
Statement of Activities
For the Year Ended September 30, 2023

	Program Revenues			Net (Expense) Revenue and Changes in Net Position			Component Unit
	Expenses	Charges for Services and Sales	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		
					Governmental Activities	Business-type Activities	
Primary Government:							
Governmental Activities:							
Administrative	\$ 172,763	\$ -	\$ -	\$ -	\$ (172,763)	\$ -	\$ (172,763)
General	120,083	105,805	-	8	(14,270)	-	(14,270)
Planning and Zoning	86,399	-	-	-	(86,399)	-	(86,399)
Police	678,121	97,282	-	-	(580,839)	-	(580,839)
Parks	19,828	10,000	-	-	(9,828)	-	(9,828)
Streets	203,541	-	-	250,000	46,459	-	46,459
Wilder Housing	853,761	832,724	-	-	(21,037)	-	(21,037)
Total Governmental Activities	<u>2,134,496</u>	<u>1,045,811</u>	<u>-</u>	<u>250,008</u>	<u>(838,677)</u>	<u>-</u>	<u>(838,677)</u>
Business-type Activities:							
Water	482,742	381,863	-	94,645	-	(6,234)	(6,234)
Sewer	661,297	528,147	-	-	-	(133,150)	(133,150)
Sanitation	193,097	202,832	-	-	-	9,735	9,735
Irrigation	61,748	55,604	-	-	-	(6,144)	(6,144)
Total Business-type Activities	<u>1,398,884</u>	<u>1,168,446</u>	<u>-</u>	<u>94,645</u>	<u>-</u>	<u>(135,793)</u>	<u>(135,793)</u>
Total Primary Government	<u>\$ 3,533,380</u>	<u>\$ 2,214,257</u>	<u>\$ -</u>	<u>\$ 344,653</u>	<u>(838,677)</u>	<u>(135,793)</u>	<u>(974,470)</u>
Component Unit							
Wilder Housing Authority	<u>\$ 977,656</u>	<u>\$ 1,015,626</u>	<u>\$ -</u>	<u>\$ -</u>			<u>\$ 37,970</u>
General Revenues:							
Property Taxes					404,005	-	404,005
State Sources					389,432	-	389,432
Other					19,120	1,172	20,292
Sale of Capital Assets					18,012	-	18,012
Unrestricted Investment Earnings					59,390	72,733	132,123
Total General Revenues and Special Items					<u>889,959</u>	<u>73,905</u>	<u>963,864</u>
Change in Net Position					51,282	(61,888)	(10,606)
Net Position, Beginning of Year					1,124,217	2,929,759	4,053,976
Net Position, End of Year					<u>\$ 1,175,499</u>	<u>\$ 2,867,871</u>	<u>\$ 4,043,370</u>

The accompanying notes are an integral
part of the financial statements.

City of Wilder, Idaho
Balance Sheet -
Governmental Funds
September 30, 2023

	General	Roads and Streets	Parks	Total Governmental Funds
Assets				
Cash and Cash Equivalents	\$ 359,502	\$ 534,250	\$ 61,572	\$ 955,324
Investments	36,500	15,398	-	51,898
Receivables, Net:				
Property Tax	35,281	-	2,630	37,911
Due from Other Governments	76,785	-	-	76,785
Total Assets	<u>\$ 508,068</u>	<u>\$ 549,648</u>	<u>\$ 64,202</u>	<u>\$ 1,121,918</u>
Liabilities				
Accounts Payable	\$ 32,545	\$ 51,025	\$ 21	\$ 83,591
Due to Other Governments	4	-	-	4
Salaries and Benefits Payable	13,169	783	225	14,177
Total Liabilities	<u>45,718</u>	<u>51,808</u>	<u>246</u>	<u>97,772</u>
Deferred Inflows				
Unavailable Revenue - Property Taxes	34,311	-	2,556	36,867
Fund Balances				
Nonspendable:				
Restricted	-	497,840	61,400	559,240
Unassigned	428,039	-	-	428,039
Total Fund Balances	<u>428,039</u>	<u>497,840</u>	<u>61,400</u>	<u>987,279</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 508,068</u>	<u>\$ 549,648</u>	<u>\$ 64,202</u>	<u>\$ 1,121,918</u>

The accompanying notes are an integral
part of the financial statements.

City of Wilder, Idaho
 Reconciliation of the Balance Sheet of the
 Governmental Funds to the Statement of Net Position
 September 30, 2023

Total Fund Balances - Governmental Funds \$ 987,279

Amounts reported for governmental activities in the Statement of Net Position are different because of the following:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in governmental funds. Those assets consist of:

Land	\$ 61,007	
Buildings and Improvements, Net of \$161,592 accumulated depreciation	323,076	
Equipment, Net of \$198,384 accumulated depreciation	<u>71,199</u>	
		455,282

Property taxes receivable will be collected this year, but are not available soon enough to pay for current period expenditures and, therefore, are deferred in the funds. 36,867

Long-term liabilities, including compensated absences, are not due and payable in the current period and, therefore, are not reported as liabilities in the funds. Long-term liabilities at year end consist of:

Compensated Absences	<u>\$ (15,097)</u>	(15,097)
----------------------	--------------------	----------

The City participates in the Public Employer Retirement System of Idaho, which is a cost-sharing plan. As a participant they are required to report their share of the Net Pension Liability and the related deferred inflows and outflows on their Statement of Net Position.

Net Pension Liability	\$ (479,979)	
Pension Related Deferred Outflows	<u>191,147</u>	
		<u>(288,832)</u>

Net Position of Governmental Activities \$ 1,175,499

The accompanying notes are an integral
 part of the financial statements.

City of Wilder, Idaho
Statement of Revenues, Expenditures, and
Changes in Fund Balances -
Governmental Funds
For the Year Ended September 30, 2023

	General	Roads and Streets	Parks	Total Governmental Funds
Revenues				
Property Taxes	\$ 362,787	\$ 307	\$ 25,602	\$ 388,696
Intergovernmental	251,910	137,522	-	389,432
Grants and Contributions	8	250,000	-	250,008
Licenses and Permits	202,895	-	-	202,895
Charges for Services	20,961	-	10,000	30,961
Interest Earned	38,926	19,102	1,362	59,390
Reimbursement Revenue	811,955	-	-	811,955
Other	17,750	850	520	19,120
Total Revenues	<u>1,707,192</u>	<u>407,781</u>	<u>37,484</u>	<u>2,152,457</u>
Expenditures				
Current:				
Administrative	126,176	-	-	126,176
General	878,243	193,225	18,392	1,089,860
Planning and Zoning	86,399	-	-	86,399
Police	639,376	-	-	639,376
Capital Outlay	123,894	816	15	124,725
Total Expenditures	<u>1,854,088</u>	<u>194,041</u>	<u>18,407</u>	<u>2,066,536</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(146,896)</u>	<u>213,740</u>	<u>19,077</u>	<u>85,921</u>
Other Financing Sources (Uses)				
Sale of Assets	18,012	-	-	18,012
Total Other Financing Sources (Uses)	<u>18,012</u>	<u>-</u>	<u>-</u>	<u>18,012</u>
Net Change in Fund Balances	(128,884)	213,740	19,077	103,933
Fund Balances - Beginning	556,923	284,100	42,323	883,346
Fund Balances - Ending	<u>\$ 428,039</u>	<u>\$ 497,840</u>	<u>\$ 61,400</u>	<u>\$ 1,363,247</u>

The accompanying notes are an integral
part of the financial statements.

City of Wilder, Idaho
 Reconciliation of the Statement of Revenues,
 Expenditures, and Changes in Fund Balances of the
 Governmental Funds to the Statement of Activities
 For the Year Ended September 30, 2023

Total Net Change in Fund Balance - Governmental Funds \$ 103,933

Amounts reported for governmental activities in the Statement of Activities are different because of the following:

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their useful lives as depreciation expense. In the current period these amounts are:

Capital Outlay	\$ 45,500	
Depreciation	<u>(37,551)</u>	7,949

Because some property taxes will not be collected for several months after the City's fiscal year ends, they are not considered as "available" revenues in the governmental funds and are, instead, counted as deferred tax revenues. They are, however, recorded as revenues in the Statement of Activities. 15,309

Compensated absences reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. This amount represents the net change in compensated absences. (3,910)

The City participates in the Public Employer Retirement System of Idaho, which is a cost-sharing plan. As a participant they are required to report their share of the Net Pension Liability and the related deferred inflows and outflows on their Statement of net Position. The changes in the Net Pension Liability and the related deferred inflows and outflows does not affect the governmental funds, but are reported in the Statement of Activities. (71,999)

Change in Net Position of Governmental Activities \$ 51,282

The accompanying notes are an integral
 part of the financial statements.

City of Wilder, Idaho
Statement of Net Position -
Proprietary Funds
September 30, 2023

	Water	Sewer	Sanitation	Non Major Irrigation	Total
Assets					
Current Assets:					
Cash and Cash Equivalents	\$ 839,964	\$ 1,307,018	\$ 56,444	\$ 58,740	\$ 2,262,166
Investments	-	46,763	-	-	46,763
Accounts Receivable, Net	26,302	36,385	14,513	4,702	81,902
Total Current Assets	<u>866,266</u>	<u>1,390,166</u>	<u>70,957</u>	<u>63,442</u>	<u>2,390,831</u>
Noncurrent Assets:					
Restricted Cash	-	126,202	-	-	126,202
Capital Assets:					
Land	59,170	22,396	-	-	81,566
Construction in Progress	240,541	-	-	-	240,541
Buildings and Improvements, Net	272,592	1,074,799	-	-	1,347,391
Equipment, Net	184,352	148,184	-	5,682	338,218
Total Noncurrent Assets	<u>756,655</u>	<u>1,371,581</u>	<u>-</u>	<u>5,682</u>	<u>2,133,918</u>
Total Assets	<u>1,622,921</u>	<u>2,761,747</u>	<u>70,957</u>	<u>69,124</u>	<u>4,524,749</u>
Deferred Outflows					
Pension Related Items	42,165	36,543	2,811	8,434	89,953
Total Deferred Outflows	<u>42,165</u>	<u>36,543</u>	<u>2,811</u>	<u>8,434</u>	<u>89,953</u>
Liabilities					
Current Liabilities:					
Accounts Payable	57,541	13,463	1,699	1,828	74,531
Customer Deposits	47,095	-	-	-	47,095
Salaries and Benefits Payable	2,469	2,407	144	613	5,633
Compensated Absences	3,181	3,181	1,436	1,483	9,281
Accrued Interest Payable	-	29,448	-	-	29,448
Bonds, Notes, and Loans Payable	-	57,034	-	-	57,034
Total Current Liabilities	<u>110,286</u>	<u>105,533</u>	<u>3,279</u>	<u>3,924</u>	<u>223,022</u>
Noncurrent Liabilities:					
Compensated Absences	1,590	1,590	718	742	4,640
Bonds, Notes, and Loans Payable	-	1,293,295	-	-	1,293,295
Net Pension Liability	105,878	91,761	7,059	21,176	225,874
Total Noncurrent Liabilities	<u>107,468</u>	<u>1,386,646</u>	<u>7,777</u>	<u>21,918</u>	<u>1,523,809</u>
Total Liabilities	<u>217,754</u>	<u>1,492,179</u>	<u>11,056</u>	<u>25,842</u>	<u>1,746,831</u>
Deferred Inflows					
Pension Related Items	-	-	-	-	-
Total Deferred Inflows	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Position					
Invested in Capital Assets, Net of Related Debt	756,655	(104,950)	-	5,682	657,387
Restricted - Debt Reserve	-	126,202	-	-	126,202
Unrestricted	690,677	1,284,859	62,712	46,034	2,084,282
Total Net Position	<u>\$ 1,447,332</u>	<u>\$ 1,306,111</u>	<u>\$ 62,712</u>	<u>\$ 51,716</u>	<u>\$ 2,867,871</u>

The accompanying notes are an integral
part of the financial statements.

City of Wilder, Idaho
Statement of Revenues, Expenses, and Changes
in Fund Net Position - Proprietary Funds
For the Year Ended September 30, 2023

	Water	Sewer	Sanitation	Non Major Irrigation	Total
Operating Revenues					
Charges for Services	\$ 381,863	\$ 528,147	\$ 202,832	\$ 55,604	\$ 1,168,446
Total Operating Revenues	<u>381,863</u>	<u>528,147</u>	<u>202,832</u>	<u>55,604</u>	<u>1,168,446</u>
Operating Expenses					
Salaries	102,850	103,774	5,292	25,397	237,313
Benefits	89,347	75,706	6,018	6,601	177,672
Insurance	16,000	16,000	600	1,000	33,600
Supplies	20,479	30,592	604	2,135	53,810
Professional Services	82,097	39,909	2,212	2,998	127,216
Utilities	20,878	49,925	238	8,097	79,138
Travel	348	348	-	-	696
Miscellaneous	9,483	40,547	2,857	474	53,361
Repairs and Maintenance	15,717	44,870	175,276	13,801	249,664
Depreciation	123,833	182,059	-	1,245	307,137
Total Operating Expenses	<u>481,032</u>	<u>583,730</u>	<u>193,097</u>	<u>61,748</u>	<u>1,319,607</u>
Income (Loss) From Operations	<u>(99,169)</u>	<u>(55,583)</u>	<u>9,735</u>	<u>(6,144)</u>	<u>(151,161)</u>
Nonoperating Revenues (Expenses)					
Interest Earned	21,352	51,381	-	-	72,733
Interest Expense	(1,710)	(77,567)	-	-	(79,277)
Grants and Contributions	94,645	-	-	-	94,645
Other	1,172	-	-	-	1,172
Total Nonoperating Revenues (Expenses)	<u>115,459</u>	<u>(26,186)</u>	<u>-</u>	<u>-</u>	<u>89,273</u>
Change in Net Position	16,290	(81,769)	9,735	(6,144)	(61,888)
Total Net Position - Beginning	<u>1,431,042</u>	<u>1,387,880</u>	<u>52,977</u>	<u>57,860</u>	<u>2,929,759</u>
Total Net Position - Ending	<u>\$ 1,447,332</u>	<u>\$ 1,306,111</u>	<u>\$ 62,712</u>	<u>\$ 51,716</u>	<u>\$ 2,867,871</u>

The accompanying notes are an integral
part of the financial statements.

City of Wilder, Idaho
Statement of Cash Flows -
Proprietary Funds
For the Year Ended September 30, 2023

	Water	Sewer	Sanitation	Non Major Irrigation	Total
Cash Flows From Operating Activities					
Receipts from Customers	\$ 384,430	\$ 525,890	\$ 200,854	\$ 58,612	\$ 1,169,786
Payments to Suppliers	(216,448)	(294,209)	(198,506)	(33,198)	(742,361)
Payments to Employees	(87,315)	(90,445)	(4,271)	(22,325)	(204,356)
Net Cash Provided (Used) by Operating Activities	<u>80,667</u>	<u>141,236</u>	<u>(1,923)</u>	<u>3,089</u>	<u>223,069</u>
Cash Flows From Noncapital Financing Activities					
Other	95,817	-	-	-	95,817
Net Cash Provided (Used) by Noncapital Financing Activities	<u>95,817</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>95,817</u>
Cash Flows From Capital and Related Financing Activities					
Purchases and Construction of Capital Assets	(256,638)	(7,912)	-	-	(264,550)
Principal Paid on Capital Debt	-	(54,846)	-	-	(54,846)
Interest Paid on Capital Debt	(1,710)	(78,763)	-	-	(80,473)
Net Cash Used by Capital and Related Financing Activities	<u>(258,348)</u>	<u>(141,521)</u>	<u>-</u>	<u>-</u>	<u>(399,869)</u>
Cash Flows From Investing Activities					
Interest and Dividends	21,352	51,381	-	-	72,733
Net Cash Provided (Used) by Investing Activities	<u>21,352</u>	<u>51,381</u>	<u>-</u>	<u>-</u>	<u>72,733</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(60,512)	51,096	(1,923)	3,089	(8,250)
Cash and Cash Equivalents - Beginning	<u>900,476</u>	<u>1,382,124</u>	<u>58,367</u>	<u>55,651</u>	<u>2,396,618</u>
Cash and Cash Equivalents - Ending	<u>\$ 839,964</u>	<u>\$ 1,433,220</u>	<u>\$ 56,444</u>	<u>\$ 58,740</u>	<u>\$ 2,388,368</u>
Displayed As:					
Cash	\$ 839,964	\$ 1,307,018	\$ 56,444	\$ 58,740	\$ 2,262,166
Restricted Cash	-	126,202	-	-	126,202
	<u>\$ 839,964</u>	<u>\$ 1,433,220</u>	<u>\$ 56,444</u>	<u>\$ 58,740</u>	<u>\$ 2,388,368</u>
Non Cash Transactions					
Transfer of Fixed Assets from General Fund to Proprietary Funds, Net Accumulated Depreciation	<u>\$ 1,334</u>	<u>\$ 1,333</u>	<u>\$ -</u>	<u>\$ 1,333</u>	<u>\$ 4,000</u>

The accompanying notes are an integral part of the financial statements.

City of Wilder, Idaho
Statement of Cash Flows -
Proprietary Funds (continued)
For the Year Ended September 30, 2023

	Water	Sewer	Sanitation	Non Major Irrigation	Total
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Operating Income (Loss)	\$ (99,169)	\$ (55,583)	\$ 9,735	\$ (6,144)	\$ (151,161)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:					
Depreciation	123,833	182,059	-	1,245	307,137
(Increase) Decrease in Accounts Receivable	(823)	(2,257)	(1,978)	3,008	(2,050)
(Increase) Decrease in Prepaid Expense	11,916	12,056	631	1,029	25,632
(Increase) Decrease in Deferred Outflows	12,556	10,882	837	2,511	26,786
Increase (Decrease) in Accounts Payable	25,985	(8,368)	(11,332)	879	7,164
Increase (Decrease) in Customer Deposits	3,390	-	-	-	3,390
Increase (Decrease) in Salaries and Benefits Payable	(383)	(472)	(9)	(98)	(962)
Increase (Decrease) in Compensated Absences	36	36	(29)	(6)	37
Increase (Decrease) in Net Pension Liability	3,782	3,278	252	756	8,068
Increase (Decrease) in Deferred Inflows	(456)	(395)	(30)	(91)	(972)
Net Cash Provided (Used) by Operating Activities	<u>\$ 80,667</u>	<u>\$ 141,236</u>	<u>\$ (1,923)</u>	<u>\$ 3,089</u>	<u>\$ 223,069</u>

The accompanying notes are an integral
part of the financial statements.

City of Wilder, Idaho
Notes to Financial Statements
For the Year Ended September 30, 2023

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The accompanying financial statements present the City of Wilder, Idaho (the primary government) and its component unit, The Housing Authority of the City of Wilder, Idaho (Wilder Housing Authority). The component unit is blended and reported as if it is part of the City.

The City of Wilder, Idaho (the City), which has responsibility and control over all activities related to public safety, planning and zoning, parks, roads and streets, water, and sewer services within the City. The City receives funding from local, state, and federal government sources and must comply with all of the requirements of these funding source entities. However, the City is not included in any other governmental reporting entity as defined by generally accepted accounting principles. Council members are elected by the public and have decision-making authority, the power to designate management, the ability to significantly influence operations, and the primary accountability for fiscal matters.

Discretely Presented Component Unit – The Housing Authority of the City of Wilder, Idaho is a legally separate public body established to provide housing for farm laborers and other individuals with low and moderate incomes. The Housing Authority was initially funded with low interest loans from Rural Economic and Community Development. The Housing Authority also receives rental assistance for qualifying tenants through Rural Economic and Community Development. The Housing Authority is governed by a board of five commissioners that are appointed by the City. The City has financial oversight of the Housing Authority. The Housing Authority has a fiscal year ending December 31, 2022.

B. Basis of Presentation, Basis of Accounting

Basis of Presentation

Government-wide Statements: The Statement of Net Position and the Statement of Activities display information about the financial activities of the City. Eliminations have been made to minimize the double counting of internal activities. These statements distinguish between the governmental and business-type activities of the City. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange transactions. Business-type activities are financed in whole or in part by fees charged to external parties.

The Statement of Activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the City and for each function of the City's governmental activities.

City of Wilder, Idaho
Notes to Financial Statements
For the Year Ended September 30, 2023

- Direct expenses are those that are specifically associated with a program or function and, therefore, are clearly identifiable to a particular function.
- Indirect expenses—expenses of the general government related to the administration and support of the City’s programs, such as personnel and accounting (but not interest on long-term debt)—are allocated to programs based on their percentage of total primary government expenses. Interest expenses are allocated to the programs that manage the capital assets financed with long-term debt.
- Program revenues include (a) charges paid by the recipients of goods or services offered by the programs and (b) grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues, including all taxes and state formula aid, are presented as general revenues.

Fund Financial Statements: The fund financial statements provide information about the City’s funds. Separate statements for each fund category—*governmental and proprietary*--are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. Any remaining governmental and enterprise funds would be aggregated and reported as nonmajor funds.

The City reports the following major governmental funds:

- *General fund.* This is the City’s primary operating fund. It accounts for all financial resources of the City, except those required to be accounted for in another fund.
- *Roads and Streets fund.* This fund accounts for the activities related to the City’s roads and streets.
- *Parks fund.* This fund accounts for the activities related to the City’s parks.

Proprietary fund operating revenues and expenses are related to providing sanitation, irrigation, water, and sewer services to the residents and businesses of the City of Wilder, Idaho and providing services to other parts of the City government. Revenues and expenses that arise from capital and non-capital financing activities and from investing activities are presented as non-operating revenues or expenses.

The City reports the following major enterprise funds:

- *Water fund.* This fund accounts for the activities of the City’s water supply system, pumping stations, and collection systems.
- *Sewer fund.* This fund accounts for the operations and collections of the City’s sewer system.

City of Wilder, Idaho
Notes to Financial Statements
For the Year Ended September 30, 2023

- *Sanitation fund.* This fund accounts for the operations and collections of the City's sanitation services.

Basis of Accounting

The government-wide and proprietary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of when the related cash flows take place.

Nonexchange transactions, in which the City receives value without directly giving equal value in return, include property taxes, grants, and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied.

The City charges the Housing Authority a management fee that is reported as revenue in the general fund as an expense in the Wilder Housing Authority Fund. Due to the different fiscal year end these amounts do not fully offset.

Governmental funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The City considers all revenues reported in the governmental funds to be available if they are collected within sixty days after year-end. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on general long-term debt, and claims and judgments, which are recognized as expenditures to the extent they have matured. General capital asset acquisitions are reported as expenditures in governmental funds. Proceeds of general long-term liabilities and acquisitions under capital leases are reported as other financing sources.

Fund Balance Reporting in Governmental Funds

Different measurement focuses and bases of accounting are used in the government-wide Statement of Net Position and in the governmental fund Balance Sheet.

The City uses the following fund balance categories in the governmental fund Balance Sheet:

- *Nonspendable.* Prepaid items that are permanently precluded from conversion to cash.
- *Restricted.* Balances constrained to a specific purpose by enabling legislation, external parties, or constitutional provisions.
- *Unassigned.* Balances available for any purpose.

City of Wilder, Idaho
Notes to Financial Statements
For the Year Ended September 30, 2023

The remaining fund balance classifications (committed and assigned) are either not applicable or no formal policy has yet been established to be able to utilize such classifications of fund balance. However, if there had been committed funds, these amounts would have been decided by the City Council, the City's highest level of decision-making authority, through a formal action. The City Council would also have the authority to assign funds or authorize another official to do so.

Under the terms of grant agreements, the City funds certain programs by a combination of specific cost-reimbursement grants, categorical block grants, and general revenues. Thus, when program expenses are incurred, there are both restricted and unrestricted net position/fund balance available to finance the program. When both restricted and unrestricted resources are available for use, it is the government's intent to use restricted resources first, then unrestricted resources as they are needed.

There is also no formal policy regarding the use of committed, assigned, or unassigned fund balances. However, it is the City's intent that when an expenditure is incurred for purposes for which amounts in any of the unrestricted classifications of fund balance could be used, the City considers committed amounts to be reduced first, followed by assigned amounts, and then unassigned amounts.

In the Roads and Streets fund, external parties require that property taxes, grants, and intergovernmental revenues are to be used to maintain, build, or improve the City's roads and streets.

C. Assets and Liabilities

Cash Equivalents

The City requires all cash belonging to the City to be placed in custody of the Clerk. A "Pooled Cash" concept is therefore used in maintaining the cash and investment accounts in the accounting records. Under this method, all cash is pooled for investment purposes and each fund has equity in the pooled amount. All amounts included in the pooled cash and investment with an original maturity of three months

or less are considered to be cash and cash equivalents. All other investments are reported separately on the financial statements and are not included in the statement of cash flows. All investments are reported at fair value on the financial statements. See Note 2.

Receivables

All trade receivables are shown net of an allowance for doubtful accounts. As of September 30, 2023, the client feels that there is no allowance for doubtful accounts.

City of Wilder, Idaho
Notes to Financial Statements
For the Year Ended September 30, 2023

Property Tax Calendar

The City levies its real property taxes through the county in September of each year based upon the assessed valuation as of the previous July. Property taxes are due in two installments on December 20 and June 20 and are considered delinquent on January 1 and July 1, at which time the property is subject to lien.

Capital Assets

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed assets are reported at estimated fair value at the time received.

Capitalization thresholds (the dollar value above which asset acquisitions are added to the capital asset accounts), depreciation methods, and estimated useful lives of capital assets reported in the government-wide statements and proprietary funds are shown below:

	<u>Capitalization</u> <u>Policy</u>	<u>Depreciation</u> <u>Method</u>	<u>Estimated</u> <u>Useful Life</u>
Buildings and Improvements	\$5,000	Straight-Line	20 – 45 Years
Equipment and Vehicles	\$5,000	Straight-Line	5 – 15 Years

General infrastructure assets acquired prior to October 2003, are not reported in the basic financial statements. General infrastructure assets include all roads and bridges and other infrastructure assets acquired subsequent to October 1, 2003.

Depreciation is used to allocate the actual or estimated historical cost of all capital assets over their estimated useful lives.

Compensated Absences

The City uses the vesting method to compute compensated absences awarded to employees.

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.

City of Wilder, Idaho
Notes to Financial Statements
For the Year Ended September 30, 2023

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 the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

2. CASH AND INVESTMENTS

Deposits

As of September 30, 2023, the carrying amount of the City's deposits was \$184,719 and the respective bank balances totaled \$431,934. All of the bank balance was insured through the Federal Depository Insurance Corporation (FDIC).

Custodial Credit Risk – Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned. As of September 30, 2023, \$181,934 of the City's deposits were not covered by the federal depository insurance or by collateral held by the City's agent or pledging financial institution's trust department or agent in the name of the City. The City also has \$500 in petty cash. The City does not have a formal policy limiting its exposure to custodial credit risk.

Custodial Credit Risk – Investments

Custodial credit risk is the risk that an issuer or other counter party to an investment will not fulfill its obligations. The City does not have a formal policy limiting its custodial credit risk for investments.

Interest Rate Risk

The City does not have a formal policy limiting investment maturities that would help manage its exposure to fair value losses from increasing interest rates.

Investments

The City voluntarily participates in the State of Idaho Investment Pool which does not have a credit rating. The pool is not registered with the Securities and Exchange Commission or any other regulatory body. Oversight of the pool is with the State Treasurer, and Idaho Code defines allowable investments. The fair value of the City's investment in the pool is the same as the value of the pool shares.

It is the City's policy to limit investments to the safest types of securities and to diversify the City's investment portfolio so that potential losses on securities will be minimized. The City follows Idaho Statute that outlines qualifying investment options as follows:

City of Wilder, Idaho
Notes to Financial Statements
For the Year Ended September 30, 2023

Idaho Code authorizes the City to invest any available funds in obligations issued or guaranteed by the United States Treasury, the State of Idaho, local Idaho municipalities and taxing districts, the Farm Credit System, or Idaho public corporations, as well as time deposit accounts and repurchase agreements.

The City's investments at September 30, 2023, are summarized below:

Investment Type	Credit Rating	Fair Value	Maturity (In Years)	
			Less Than 1	More than 1
Local Government Investment Pool	Not Rated	\$ 3,158,473	\$ 3,158,473	\$ -
Money Market and Mutual Funds	AAA	8,016	8,016	-
Municipal Bonds	AA- to AAA	90,645	90,645	-
		<u>\$ 3,257,134</u>	<u>\$ 3,257,134</u>	<u>\$ -</u>

At year-end, cash and investments were reported in the basic financial statements in the following categories:

	Governmental Activities	Business-type Activities	Total
Cash	\$ (255,473)	\$ 440,192	\$ 184,719
Restricted Cash	-	126,202	126,202
Investments categorized as deposits	1,210,697	1,821,574	3,032,271
Investments	<u>51,898</u>	<u>46,763</u>	<u>98,661</u>
	<u>\$ 1,007,122</u>	<u>\$ 2,434,731</u>	<u>\$ 3,441,853</u>

The City has set aside \$126,202 in accordance with debt reserve requirements.

3. DUE FROM OTHER GOVERNMENTAL UNITS

Amounts due from other governmental units consist state revenue sharing of \$49,476, due from the State of Idaho and \$27,309 due from Wilder Housing Authority, for a total of \$76,785.

4. PROPERTY TAXES

The City receives tax revenue from Canyon County. The County is responsible for property valuation and collection of tax levies. The taxes that have not been remitted to the City by the County as of September 30, 2023, are considered by the City as a receivable. Taxes not collected within 60 days after September 30, 2023, are not considered available for use by the City and are recorded as deferred revenue in the fund financial statements.

City of Wilder, Idaho
Notes to Financial Statements
For the Year Ended September 30, 2023

5. PENSION PLAN

Plan Description

The City of Wilder, Idaho 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.

City of Wilder, Idaho
Notes to Financial Statements
For the Year Ended September 30, 2023

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, 2023, it was 7.16% (for general employees and 9.13% for public safety). The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.94% for general employees and 12.28% for police and firefighters. The City of Wilder, Idaho's contributions were \$91,370 for the year ended September 30, 2023.

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

At September 30, 2023, the City of Wilder, Idaho reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City of Wilder, Idaho's proportion of the net pension liability was based on the City of Wilder, Idaho'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, 2023, the City of Wilder, Idaho's proportion was 0.01768757 percent.

For the year ended September 30, 2023, the City of Wilder, Idaho recognized pension expense/(revenue) of \$197,251. At September 30, 2023, the City of Wilder, Idaho 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	\$ 120,988	\$ -
Changes in assumptions or other inputs	69,894	-
Net difference between projected and actual earnings on pension plan investments	66,255	-
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	-	-
City of Wilder, Idaho's contributions subsequent to the measurement date	23,963	-
Total	\$ 281,100	\$ -

\$23,963 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, 2023.

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,

City of Wilder, Idaho
Notes to Financial Statements
For the Year Ended September 30, 2023

2023, the beginning of the measurement period ended June 30, 2022, is 4.6 years and 4.4 years for the measurement period of June 30, 2023.

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:

For the Year Ended September 30:	PERSI
2024	\$ 115,406
2025	42,972
2026	133,679
2027	(10,957)

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, 2023 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 expense
Cost-of-living adjustment	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%

City of Wilder, Idaho
Notes to Financial Statements
For the Year Ended September 30, 2023

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, 2023, is based on the results of an actuarial valuation date of July 1, 2023.

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 2023.

Fixed Income	30.00%
US/Global Equities	55.00%
International Equity	15.00%
Cash	0.00%
Total	100.00%

Discount Rate

The discount rate used to measure the total pension liability was 6.35%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-

City of Wilder, Idaho
Notes to Financial Statements
For the Year Ended September 30, 2023

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)	\$ 1,269,505	\$ 705,853	\$ 245,173

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.

6. COMPENSATED ABSENCES

Vacation leave is granted to all regular City employees. In the event of termination, an employee is reimbursed for accumulated vacation leave. Changes in accumulated vacation are as follows:

	<u>9/30/2022</u>	<u>Earned</u>	<u>Used</u>	<u>9/30/2023</u>	<u>Current</u>
Governmental Activities	\$ 11,187	\$ 25,639	\$(21,729)	\$ 15,097	\$ 10,065
Business-type Activities	13,884	19,541	(19,504)	13,921	9,281
	<u>\$ 25,071</u>	<u>\$ 45,180</u>	<u>\$(41,233)</u>	<u>\$ 29,018</u>	<u>\$ 19,345</u>

7. RISK MANAGEMENT

The City is exposed to a considerable number of risks of loss including, but not limited to, a) damage to and loss of property and contents, b) employee torts, c) professional liabilities, i.e. errors and omissions, d) environmental damage, e) worker's compensation, i.e. employee injuries, and f) medical insurance costs of its employees. Commercial insurance policies are purchased to transfer the risk of loss for property and content damage, employee torts, and professional liabilities.

City of Wilder, Idaho
Notes to Financial Statements
For the Year Ended September 30, 2023

8. CAPITAL ASSETS

Capital asset activity for the year ended September 30, 2023, was as follows:

	<u>9/30/2022</u>	<u>Additions</u>	<u>Disposals</u>	<u>9/30/2023</u>
<u>Governmental Activities:</u>				
Capital Assets Not Being Depreciated:				
Land	\$ 61,007	\$ -	\$ -	\$ 61,007
Capital Assets Being Depreciated:				
Buildings and Improvements	503,021	-	(18,353)	484,668
Equipment	231,883	45,500	(7,800)	269,583
Total Historical Cost	<u>734,904</u>	<u>45,500</u>	<u>(26,153)</u>	<u>754,251</u>
Less: Accumulated Depreciation				
Buildings	167,121	12,824	(18,353)	161,592
Equipment	181,457	24,727	(7,800)	198,384
Total Accumulated Depreciation	<u>348,578</u>	<u>37,551</u>	<u>(26,153)</u>	<u>359,976</u>
Net Depreciable Assets	<u>386,326</u>	<u>7,949</u>	<u>-</u>	<u>394,275</u>
Governmental Activities - Net	<u>\$ 447,333</u>	<u>\$ 7,949</u>	<u>\$ -</u>	<u>\$ 455,282</u>
	<u>9/30/2022</u>	<u>Additions</u>	<u>Disposals</u>	<u>9/30/2023</u>
<u>Business-type Activities:</u>				
Capital Assets Not Being Depreciated:				
Land	\$ 81,566	\$ -	\$ -	\$ 81,566
Construction in Progress	-	240,541	-	240,541
	<u>81,566</u>	<u>240,541</u>	<u>-</u>	<u>322,107</u>
Capital Assets Being Depreciated:				
Buildings and Improvements	6,314,745	18,353	-	6,333,098
Equipment	991,393	24,009	(14,880)	1,000,522
Total Historical Cost	<u>7,306,138</u>	<u>42,362</u>	<u>(14,880)</u>	<u>7,333,620</u>
Less: Accumulated Depreciation				
Buildings and Improvements	4,708,772	276,935	-	4,985,707
Equipment	628,629	48,555	(14,880)	662,304
Total Accumulated Depreciation	<u>5,337,401</u>	<u>325,490</u>	<u>(14,880)</u>	<u>5,648,011</u>
Net Depreciable Assets	<u>1,968,737</u>	<u>(283,128)</u>	<u>-</u>	<u>1,685,609</u>
Business-type Activities - Net	<u>\$ 2,050,303</u>	<u>\$ (42,587)</u>	<u>\$ -</u>	<u>\$ 2,007,716</u>

Depreciation expense was charged to the functions of the City as follows:

City of Wilder, Idaho
Notes to Financial Statements
For the Year Ended September 30, 2023

<u>Governmental Activities:</u>		<u>Business-type Activities:</u>	
General	\$ 12,824	Water	\$ 133,009
Parks	362	Sewer	191,236
Police	19,100	Irrigation	1,245
Street	5,265		
	<u>\$ 37,551</u>		<u>\$ 325,490</u>

All assets that were constructed using the bond funds were completed in prior years, so no interest has been capitalized in the enterprise funds.

9. OTHER COMMITMENTS

The City has credit cards available for use. As of September 30, 2023, there was a total available credit of \$10,000, of which \$3,922 was in use.

10. LONG-TERM OBLIGATIONS

Business-type Activities – Sewer Fund Bond Payable

The City issued \$1,920,000 of Series 2010 Revenue Bonds dated March 15, 2010, with a maturity date of March 15, 2040, and bearing interest at 4% per annum. Payments are due in March of each year. The Bonds were issued to pay for sewer system upgrades.

<u>Description</u>	<u>Rate</u>	<u>Required Reserve</u>	<u>9/30/2022</u>	<u>Increase</u>	<u>Decrease</u>	<u>9/30/2023</u>	<u>Current Portion</u>
Sewer Bond	4.000%	\$ 126,202	1,405,175	-	(54,846)	1,350,329	57,034
			<u>\$ 1,405,175</u>	<u>\$ -</u>	<u>\$ (54,846)</u>	<u>\$ 1,350,329</u>	<u>\$ 57,034</u>

Debt service requirements on long-term debt at September 30, 2023, are as follows:

<u>Year Ending</u> <u>September 30,</u>	<u>Bonds</u>	
	<u>Principal</u>	<u>Interest</u>
2024	\$ 57,034	\$ 54,019
2025	59,315	51,738
2026	61,688	49,365
2027	64,155	46,898
2028	66,721	44,332
2029 - 2033	375,840	179,425
2034 - 2038	457,267	97,998
2039 - 2043	208,308	12,568
	<u>\$ 1,350,329</u>	<u>\$ 536,343</u>

Interest expense for the year was for business activities. No interest was capitalized.

City of Wilder, Idaho
Notes to Financial Statements
For the Year Ended September 30, 2023

11. COMPONENT UNIT

The Wilder Housing Authority is a separate and distinct legal entity of the City of Wilder. The Directors for the Housing Authority are appointed by the Mayor and approved by the City Council.

In addition to the government-wide financial statements and the preceding notes to financial statement, the following summarize disclosures are considered necessary for a fair presentation of the Wilder Housing Authority.

A. CASH

The Housing Authority cash and investments as of the year ending December 31, 2022 comprise of the following:

Cash & Cash Equivalent	\$ 463,656
Security Deposit Accounts	81,049
Restricted Cash	121,430
	<u>\$ 666,135</u>

B. LONG TERM OBLIGATIONS

The Housing Authority's long-term obligations as of the year ending December 31, 2022 comprise of the following:

<u>Description</u>	<u>Rate</u>	<u>Maturity</u>	<u>12/31/2021</u>	<u>Increase</u>	<u>Decrease</u>	<u>12/31/2022</u>	<u>Current Portion</u>
Rural Development Bond	8.50%	2028	\$ 91,483	\$ -	\$ (9,838)	\$ 81,645	\$ 10,707
Rural Development Bond	6.25%	2048	636,097	-	(9,457)	626,640	10,064
			<u>\$ 4,076</u>	<u>\$ -</u>	<u>\$ (19,295)</u>	<u>\$ 708,285</u>	<u>\$ 20,771</u>

C. CAPITAL ASSETS

The Housing Authority capital assets as of the year ending December 31, 2022 comprise of the following:

	<u>Balance</u> <u>12/31/2021</u>	<u>Additions</u>	<u>Disposals</u>	<u>Balance</u> <u>12/31/2022</u>
Non Depreciable Assets	\$ 108,486	\$ -	\$ -	\$ 108,486
Depreciable Assets	4,408,441	45,800	-	4,454,241
Less Accumulated Depreciation	3,763,123	59,613	-	3,822,736
	<u>\$ 753,804</u>	<u>\$ (13,813)</u>	<u>\$ -</u>	<u>\$ 739,991</u>

For further information the full audit report for the Wilder Housing Authority it can be obtained at the City Hall in Wilder, Idaho.

REQUIRED SUPPLEMENTARY INFORMATION

City of Wilder, Idaho
 Budgetary (GAAP Basis) Comparison Schedule
 General Fund
 For the Year Ended September 30, 2023

	Budgeted Amounts		Actual	Variance
	Original	Final		
Revenues				
Property Taxes	\$ 369,470	\$ 369,470	\$ 362,787	\$ (6,683)
Intergovernmental	300,000	300,000	251,910	(48,090)
Grants and Contributions	35,500	35,500	8	(35,492)
Licenses and Permits	476,960	476,960	202,895	(274,065)
Interest Earned	2,500	2,500	38,926	36,426
Reimbursement Revenue	919,000	919,000	811,955	(107,045)
Other	62,270	62,270	38,711	(23,559)
Total Revenues	<u>2,165,700</u>	<u>2,165,700</u>	<u>1,707,192</u>	<u>(458,508)</u>
Expenditures				
Current:				
Administrative	145,495	145,495	126,176	19,319
General	1,039,767	1,039,767	878,243	161,524
Planning and Zoning	242,608	242,608	86,399	156,209
Police	653,330	653,330	639,376	13,954
Capital Outlay	125,500	125,500	123,894	1,606
Total Expenditures	<u>2,206,700</u>	<u>2,206,700</u>	<u>1,854,088</u>	<u>352,612</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(41,000)</u>	<u>(41,000)</u>	<u>(146,896)</u>	<u>(105,896)</u>
Other Financing Sources (Uses)				
Sale of Assets	30,000	30,000	18,012	(11,988)
Transfers In	11,000	11,000	-	(11,000)
Total Other Financing Sources (Uses)	<u>41,000</u>	<u>41,000</u>	<u>18,012</u>	<u>(22,988)</u>
Net Change in Fund Balances	-	-	(128,884)	(128,884)
Fund Balances - Beginning	-	-	556,923	556,923
Fund Balances - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 428,039</u>	<u>\$ 428,039</u>

City of Wilder, Idaho
 Budgetary (GAAP Basis) Comparison Schedule
 Roads and Streets
 For the Year Ended September 30, 2023

	Budgeted Amounts		Actual	Variance
	Original	Final		
Revenues				
Property Taxes	\$ 4,300	\$ 4,300	\$ 307	\$ (3,993)
Intergovernmental	124,000	124,000	137,522	13,522
Grants and Contributions	275,000	275,000	250,000	(25,000)
Interest Earned	300	300	19,102	18,802
Other	4,400	4,400	850	(3,550)
Total Revenues	<u>408,000</u>	<u>408,000</u>	<u>407,781</u>	<u>(219)</u>
Expenditures				
Current:				
General	425,500	425,500	193,225	232,275
Capital Outlay	62,500	62,500	816	61,684
Total Expenditures	<u>488,000</u>	<u>488,000</u>	<u>194,041</u>	<u>293,959</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(80,000)</u>	<u>(80,000)</u>	<u>213,740</u>	<u>293,740</u>
Other Financing Sources (Uses)				
Sale of Assets	5,000	5,000	-	(5,000)
Transfers In	75,000	75,000	-	(75,000)
Total Other Financing Sources (Uses)	<u>80,000</u>	<u>80,000</u>	<u>-</u>	<u>(80,000)</u>
Net Change in Fund Balances	-	-	213,740	213,740
Fund Balances - Beginning	-	-	284,100	284,100
Fund Balances - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 497,840</u>	<u>\$ 497,840</u>

City of Wilder, Idaho
 Budgetary (GAAP Basis) Comparison Schedule
 Parks
 For the Year Ended September 30, 2023

	Budgeted Amounts		Actual	Variance
	Original	Final		
Revenues				
Property Taxes	\$ 30,000	\$ 30,000	\$ 25,602	\$ (4,398)
Charges for Services	5,000	5,000	10,000	5,000
Grants and Contributions	1,000	1,000	-	(1,000)
Interest Earned	300	300	1,362	1,062
Other	1,700	1,700	520	(1,180)
Total Revenues	<u>38,000</u>	<u>38,000</u>	<u>37,484</u>	<u>(516)</u>
Expenditures				
Current:				
General	27,726	27,726	18,392	9,334
Capital Outlay	10,774	10,774	15	10,759
Total Expenditures	<u>38,500</u>	<u>38,500</u>	<u>18,407</u>	<u>20,093</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>(500)</u>	<u>(500)</u>	<u>19,077</u>	<u>19,577</u>
Other Financing Sources (Uses)				
Sale of Assets	500	500	-	(500)
Total Other Financing Sources (Uses)	<u>500</u>	<u>500</u>	<u>-</u>	<u>(500)</u>
Net Change in Fund Balances	-	-	19,077	19,077
Fund Balances - Beginning	-	-	42,323	42,323
Fund Balances - Ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 61,400</u>	<u>\$ 61,400</u>

City of Wilder, Idaho
Notes to Required Supplementary Information
For the Year Ended September 30, 2023

1. BUDGETS AND BUDGETARY ACCOUNTING

The City follows these procedures in establishing the budgetary data reflected in the financial statements:

- A. Prior to September 1, the City Clerk, Mayor, and City Council prepare a proposed operating budget for the fiscal year commencing the following October 1. The operating budget includes proposed expenditures and the means of financing them.
- B. Public hearings are conducted at the City Hall to obtain taxpayer comments.
- C. Prior to October 1, the budget is legally enacted through passage of an ordinance.
- D. The City is authorized to transfer budgeted amounts between departments within any fund; however, no revision can be made to increase the overall tax supported funds except when federal or state grants are approved. The City, however, must follow the same budgetary procedures as they followed when the original budget was approved. The budget for enterprise funds may also be revised in the same manner as those situations involving federal and state grants.
- E. Formal budgetary integration is employed as a management control device during the year for the General fund and Special Revenue funds.

Idaho County, Idaho
Schedules of Required Supplemental Information
Public Employees Retirement System of Idaho
Last 10 - Fiscal Years*
Public Employees Retirement System of Idaho

Schedule of the City's proportionate Share of Net Pension Liability

Year	City's proportion of the net pension liability	City's proportionate share of the net pension liability	City's covered-employee payroll	City's proportionate share of the net pension liability as a percentage of its covered-employee payroll	Plan fiduciary net position as a percentage of the total pension liability
2023	0.0176876%	\$ 705,853	\$ 757,085	93.23%	83.83%
2022	0.0172806%	680,639	719,801	94.56%	83.09%
2021	0.0128449%	(10,147)	521,249	-1.95%	100.36%
2020	0.0109721%	254,787	391,640	65.06%	88.22%
2019	0.0111645%	127,440	377,627	33.75%	93.79%
2018	0.0107480%	165,248	360,202	45.88%	91.69%
2017	0.0102463%	168,940	334,089	50.57%	90.68%
2016	0.0339421%	207,708	287,461	72.26%	87.26%
2015	0.0109190%	143,785	307,074	46.82%	91.38%

Data reported is measured as of June 30, 2023

Schedule of City's Contributions

Year	Contractually required contributions	Contributions in relation to the contractually required contributions	Contributions deficiency (excess)	City's covered-employee payroll	Contributions as a percentage of covered-employee payroll
2023	\$ 91,370	\$ 91,370	-	\$ 757,085	12.07%
2022	86,873	86,873	-	719,801	12.07%
2021	62,940	62,940	-	521,249	12.07%
2020	47,407	47,407	-	391,640	12.10%
2019	43,687	43,687	-	377,627	11.57%
2018	41,418	41,418	-	360,202	11.50%
2017	38,354	38,354	-	334,089	11.48%
2016	33,021	33,021	-	287,461	11.49%
2015	35,229	35,229	-	307,074	11.47%

Data reported is measured as of September 30, 2023

* GASB Statement No. 68 requires ten years of information to be presented in this table. However, until a full 10-year trend is compiled, City of Wilder, Idaho will present information for those years for which information is available.

SUPPLEMENTAL INFORMATION

City of Wilder, Idaho
Supplemental Schedule of Revenues by Source -
Budget (GAAP Basis) and Actual - General Fund
For the Year Ended September 30, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Taxes:			
Property Taxes	\$ 363,328	\$ 359,809	\$ (3,519)
Penalties and Interest	6,142	2,978	(3,164)
Total Taxes	<u>369,470</u>	<u>362,787</u>	<u>(6,683)</u>
Intergovernmental:			
State Liquor Apportionment	100,000	72,352	(27,648)
State Revenue Sharing	200,000	179,558	(20,442)
Total Intergovernmental	<u>300,000</u>	<u>251,910</u>	<u>(48,090)</u>
Licenses and Permits:			
Beer, Wine, and Liquor Licenses	2,600	1,830	(770)
Dog Licenses and Fees	5,550	5,399	(151)
Building Permits	308,430	63,615	(244,815)
Business Permits	6,000	4,100	(1,900)
Cable TV Franchise	500	734	234
Rent	12,000	12,000	-
Yard Sale Permits	500	145	(355)
Intermountain Gas Franchise	4,500	5,052	552
Idaho Power Franchise	12,000	11,658	(342)
Speedy Quick Agreement	1,080	1,080	-
Police Services	123,800	97,282	(26,518)
Total Licenses and Permits	<u>476,960</u>	<u>202,895</u>	<u>(274,065)</u>
Other:			
Other	62,270	38,711	(23,559)
Impact Fees	82,500	-	(82,500)
Grants	35,000	-	(35,000)
Interest Earned	2,500	38,926	36,426
Donations	500	8	(492)
Reimbursement Revenue	919,000	811,955	(107,045)
Total Other	<u>1,101,770</u>	<u>889,600</u>	<u>(212,170)</u>
Other Financing Sources:			
Sale of Assets	30,000	18,012	(11,988)
Transfer In	11,000	-	(11,000)
	<u>41,000</u>	<u>18,012</u>	<u>(22,988)</u>
Total Revenue	<u>\$ 2,289,200</u>	<u>\$ 1,725,204</u>	<u>\$ (563,996)</u>

City of Wilder, Idaho
Supplemental Schedule of Expenditures by Object of Expenditure -
Budget (GAAP Basis) and Actual - General Fund
For the Year Ended September 30, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Administrative:			
Salaries	\$ 80,295	\$ 50,426	\$ 29,869
Benefits	46,850	55,690	(8,840)
Miscellaneous	800	-	800
Supplies	15,650	17,856	(2,206)
Travel and Meetings	1,900	2,204	(304)
Total Administrative	<u>145,495</u>	<u>126,176</u>	<u>19,319</u>
General:			
Salaries	41,600	19,875	21,725
Benefits	156,308	136,427	19,881
Supplies	358,638	272,652	85,986
Insurance	32,267	47,386	(15,119)
Professional Services	63,600	68,922	(5,322)
Travel and Meetings	-	1,228	(1,228)
Events	13,500	11,971	1,529
Miscellaneous	21,054	10,752	10,302
Repairs and Maintenance	100,100	73,725	26,375
Utilities	247,700	231,587	16,113
Capital Outlay	58,500	61,740	(3,240)
Dues	5,000	3,718	1,282
Impact Fee Expense	82,500	-	82,500
Total General	<u>1,180,767</u>	<u>939,983</u>	<u>240,784</u>
Planning and Zoning:			
Salaries	2,030	1,140	890
Insurance	100	200	(100)
Supplies	100	391	(291)
Professional Services	238,100	83,990	154,110
Travel and Meetings	400	60	340
Miscellaneous	1,878	618	1,260
Total Planning and Zoning	<u>242,608</u>	<u>86,399</u>	<u>156,209</u>

City of Wilder, Idaho
 Supplemental Schedule of Expenditures by Object of Expenditure -
 Budget (GAAP Basis) and Actual - General Fund (continued)
 For the Year Ended September 30, 2023

	<u>Budget</u>	<u>Actual</u>	<u>Variance</u>
Police:			
Salaries	\$ 301,000	\$ 309,449	\$ (8,449)
Benefits	272,930	227,431	45,499
Insurance	7,500	11,000	(3,500)
Supplies	30,500	45,768	(15,268)
Professional Services	9,300	10,528	(1,228)
Travel and Meetings	1,000	587	413
Training	2,000	1,585	415
Repairs and Maintenance	15,000	15,463	(463)
Utilities	11,000	13,103	(2,103)
Miscellaneous	2,700	4,103	(1,403)
Dues	400	359	41
Capital Outlay	67,000	62,154	4,846
Total Police	<u>720,330</u>	<u>701,530</u>	<u>18,800</u>
Total Expenditures	<u><u>\$ 2,289,200</u></u>	<u><u>\$ 1,854,088</u></u>	<u><u>\$ 435,112</u></u>

FEDERAL REPORTS



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
Wilder, 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 remaining fund information of the City of Wilder, Idaho, as of and for the year ended September 30, 2023, and the related notes to the financial statements, which collectively comprise the City of Wilder, Idaho's basic financial statements and have issued our report thereon dated October 7, 2024.

Internal Control Over Financial Reporting

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

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

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. We identified certain deficiencies in internal control, described in the accompanying Schedule of Findings and as item 2023-001 that we consider to be significant deficiencies.

Compliance and Other Matters

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

City of Wilder's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the City of Wilder's response to the findings identified in our audit and described in the accompanying Schedule of Findings and Responses. The City of Wilder's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

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.

Zwyzart John & Associates, CPAs, PLLC

Nampa, Idaho
October 7, 2024

City of Wilder, Idaho
Schedule of Findings
For the Year Ended September 30, 2023

2023-001: Timely Reconciliation of Bank Statements and Review of Bank Reconciliations

Conditions: While performing the audit it was noted that the bank statements were consistently not being reconciled in a timely manner, nor was there any indication that the bank statements and reconciliations were being reviewed.

Criteria: The City should have controls in place requiring the bank statements to be reconciled timely and reviewed in a timely manner.

Effect: This increases the risk of a misstatement to go unnoticed or fail to be corrected in a timely manner, whether due to error or fraud.

Recommendations: The City should put procedures in place to make sure that the bank statements are being reconciled and reviewed and signed by a 2nd individual who does not input or reconcile the transactions within 30 days of the end of the month.

City of Wilder, Idaho
Management's Response
For the Year Ended September 30, 2023

2023-001: Timely Reconciliation of Bank Statements and Review of Bank Reconciliations

Management will work to put procedures in place to make sure that accounts are reconciled on a timely basis.

If there are any questions on management's Response to findings please contact the City Treasurer at 208-482-6204.