



**TREASURER'S REPORT**

Cash Balance 11/30/25	\$ 18,387.49
Transfer from 1230	\$ 15,000.00
Receipts December 2025	<u>\$ 30,690.40</u>
	\$ 64,077.89

**Disbursements:**

Claims 12/08/25	\$ 2,492.50		
Debbie Falconburg	\$ 4,212.12		
Brandi Weston	\$ 2,727.77		
Farmer's Debit Card	\$ 1,344.02		
Longhorn Fencing	\$ 14,682.31		
Payroll Expenses	<u>\$ 6,201.17</u>		
<b>Total Cash Distribution 12/31/25</b>	<b>\$ 31,659.89</b>	<b>\$ 31,659.89</b>	
Cash on Hand 12/31/25		<b>\$ 32,418.00</b>	<b>\$ 32,418.00</b>

**IDAHO STATE TREASURER LOCAL GOVERNMENT INVESTMENT POOL GENERAL FUND ACCT #1230**

Balance in Investment Pool #1230 11/30/25	\$ 2,935,551.47		
Interest Credited 12/01/25	\$ 10,082.86		
Transfer to checking	<u>\$ 15,000.00</u>		
<b>Balance in Investment Pool#1230 12/31</b>	<b>\$ 2,930,634.33</b>	<b>\$ 2,930,634.33</b>	
<b>Total Balance 12-31-25</b>		<b>\$ 2,963,052.33</b>	

**WATER QUALITY FACILITIES ACCT #1833**

Beginning Balance 11/30/25	\$ 28,839.21
Interest 12/1/25	\$ 97.50
Balance 12/31/25	<u>\$ 28,936.71</u>

Average Weighted Yield 4.1134%

**CLAIMS January 12, 2026**

Rob Blick	\$ 176.75
Greg Hirai	\$ 145.96
Graham Hooper	\$ 208.53
Dewitt Marshall	\$ 137.55
Dave Ramseyer	\$ 174.22
Dan Shewmaker	\$ 172.82
SS Remittance	\$ 2,718.48
State Tax Commission	\$ 444.00
PERSI	\$ 1,990.54
Gallagher Benefit Administrators, Inc.	\$ 32.32
City of Jerome	\$ 63.50
Cna Surety	\$ 200.00
Idaho Power	\$ 70.40
Intermountain Gas	\$ 88.02
Lila Livia	\$ 125.00
Mahlke Hunsaker & Company	\$ 8,800.00
Parsons, Behle & Lattimer	\$ 1,278.27
PMT	\$ 136.14
State of ID Dept. of Commerce & Labor	<u>\$ 30.84</u>
	\$ 10,792.17
	<u>\$ 6,201.17</u>

RWSG Grant *	
Bank Balance 11/30/25	\$112,496.66
Cleared checks	
Bank Balance 12/31/25	\$112,496.66
uncleared checks	<u>\$0.00</u>
Account balance	\$ 112,496.66

Jan. 12, 2026  
Rec'd in  
minutes

SHORT FORM  
(TRANSFER TO TFCC)

GRANTEE: TWIN FALLS COMPANY CANAL  
PO BOX 326  
TWIN FALLS, ID 83303-0326

WATER DEED

FOR VALUE RECEIVED hereinafter the Grantor, **David McClymonds** hereby grants, bargains, sells and conveys 1.00 shares of the water represented by Certificates No. 40825 of the Twin Falls Canal Company (TFCC) and the storage water appurtenant through the American Falls Reservoir District (AFRD) from the following presently described real property of Grantor in Twin Falls County:

Part of the Southeast Quarter, Southeast Quarter, in Section Three (3), Township Ten (10) South, Range Seventeen (17) East, Boise Meridian.

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S3 Pg. 4  
S3 Pg. 4

Unto TFCC, Grantee, to be held as treasury stock until resale:

GRANTOR FURTHER WARRANTS THAT (Initial appropriate box)

- THERE IS NO MORTGAGE, LEIN OR OTHER ENCUMBRANCE ON GRANTOR'S LAND ABOVE DESCRIBED: OR
- THE CONSENT OF THE MORTGAGE OR LIEN HOLDER (S) IS ATTACHED HERETO AS EXHIBIT "A".

By execution hereof, Grantor represents that all assessments to TFCC and AFRD are current, and that Grantor will indemnify and hold harmless TFCC and AFRD from any and all claims, suits, damages, costs, losses and expenses, including legal fees, in any manner arising out of claims or demands of third parties. Including other water users, by reason of this proposed transfer.

DATE: 12-10-25

GRANTOR: David McClymonds  
David McClymonds

STATE OF Idaho  
County of Twin Falls

On this 10 day of December, 2025, before me, a Notary Public, In and for said County and State, personally appeared **David McClymonds** known or identified to me to be the individual (s) whose name (s) is (are) subscribed to the within instrument, and acknowledged to me that **he** executed the same.

IN WITNESS THEREOF, I have hereunto set my hand and affixed my official seal the day and year in this certificate first above written.

Rayna Shetler  
NOTARY PUBLIC  
Residing at: File Id  
My Commission Expires: 12-5-31



Jan. 12, 2026  
ABC in minutes

LONG FORM  
TRANSFER FROM ONE PARCEL  
TO ANOTHER

GRANTEE: Dave Walker  
1031 Hankins RD. N.  
Twin Falls, Id. 83301

WATER TRANSFER DEED

FOR VALUE RECEIVED, Twin Falls Canal Company, hereinafter the Grantor, hereby grants, bargains, sells and conveys 2.00 shares of the water represented by Certificates 36851 & 46230 of the Twin Falls Canal Company (TFCC) and the storage water appurtenant, part through the American Falls Reservoir District (AFRD) from the hereinafter described real property in Twin Falls County, as follows:

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016 210 010070

Lot 7, Bushwood Estates, in Section Twenty-Two (22), Township Ten (10), Range Sixteen (16) east, Boise Meridian. (1.00 share)

East-Half, Southwest Quarter, Lot 7 Mormans 1st Addition, in Section Twenty-Five (25), Township Ten (10), Range Sixteen (16) east, Boise Meridian. (1.00 share)

53 Pg. 0

Unto Dave Walker, hereinafter Grantee, to be appurtenant to real property in Twin Falls County, as follows:

Southeast Quarter, Southeast Quarter, Twin Falls Skyline Acres Subdivision Lot 21 Section Two (2), Township Ten (10) South, Range Seventeen (17) East, Boise Meridian.

080 020 000 210  
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Grantor further warrants that:

X there is no mortgage, lien or other encumbrance on Grantor's land above described:  
\_\_\_\_\_ the consent of the mortgagee (s) or lienholders (s) is attached hereto as Exhibit "A"

By execution hereof, Grantor represents that all assessments to TFCC and AFRD are current and that Grantor will indemnify and hold harmless TFCC and AFRD from any and all claims, suits, damages, costs, losses and expenses, including legal fees, in any manner arising out of claims or demands of third parties, including other water users, and including the United States as to the U.S. reservoir storage water represented by said TFCC shares, or through the AFRD, by reason of this proposed transfer.

By the recordation hereof, Grantee represents that the transferee lands are in the AFRD, and Grantee's property above described shall be subject to all subsequent charges and assessments of TFCC and AFRD and subject to liens thereof. Grantee acknowledges that the shares herein transferred are limited to use only on the acres of Grantee above described.

Grantor and Grantee both agree that they have reviewed this transfer and represent that this transfer will not result in violation of any provision of TFCC's or AFRD's contracts with the United States as to the use of storage water from federal reservoirs, including contract requirements as to project boundaries, expansion of use, water spreading, conservation, water quality, etc., and herein release TFCC, its directors, officers, and agents if this transfer is subsequently disallowed or overturned as a part of reviews or objections by the Idaho Department of Water Resources, the Snake River Basin Adjudication, or the United States Bureau of Reclamation.

DATED this 9 day of December, 2025

GRANTOR: Roger Blass  
Roger Blass - President

Dan Shewmaker  
Dan Shewmaker - Secretary

January 12, 2026

RESOLVED, That that certain agreement made and entered into by and between David McClymonds of Twin Falls County, State of Idaho, party/(ies) of the first part, Twin Falls Canal Company of Twin Falls County, State of Idaho, party/(ies) of the second part, under date of December 10, 2025 wherein it is agreed that the assessments of the American Falls Reservoir District heretofore levied against Southeast Quarter Southeast Quarter (SE1/4SE1/4) Section Three (3), Township Ten (10) South, Range Seventeen (17) East, Boise Meridian for the purchase of a waterright supplemental to One and 00/100 (1.00) share of the stock of the Twin Falls Canal Company shall be chargeable against To be held as Treasury Stock until resale and that said the assessments shall be effective in all respects against said land, shall be, and the same is hereby ratified and approved; and,

RESOLVED, Further, that all assessments of the American Falls Reservoir District be, and the same are hereby transferred to the lands herein last above described in accordance with the terms and provisions of said agreement.

It is understood and agreed that part of the water being transferred herein is water from federal reservoirs to which the provisions of Federal Reclamation Law apply. One interpretation of the land limitation portion of that law would indicate that no profit can be obtained from the sale of water from a federal reservoir. The Parties hereto assume the risk that if such an interpretation were to prevail, that this permanent transfer of water may be subject to attack by the Secretary of Interior or his agents.

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January 12, 2026

RESOLVED, That that certain agreement made and entered into by and between Twin Falls Canal Company of Twin Falls County, State of Idaho, party/(ies) of the first part, Dave Walker of Twin Falls County, State of Idaho, party/(ies) of the second part, under date of December 9, 2025 wherein it is agreed that the assessments of the American Falls Reservoir District heretofore levied against Buy/Share Program for the purchase of a waterright supplemental to Two and 00/100 (2.00) share of the stock of the Twin Falls Canal Company shall be chargeable against Southeast Quarter, Southeast Quarter (SE1/4SE1/4) of the Twin Falls Skyline Acres Subdivision Lot Twenty-one (21) in Section Two (2), Township Ten (10) South, Range Seventeen (17) East, Boise Meridian and that said the assessments shall be effective in all respects against said land, shall be, and the same is hereby ratified and approved; and,

RESOLVED, Further, that all assessments of the American Falls Reservoir District be, and the same are hereby transferred to the lands herein last above described in accordance with the terms and provisions of said agreement.

It is understood and agreed that part of the water being transferred herein is water from federal reservoirs to which the provisions of Federal Reclamation Law apply. One interpretation of the land limitation portion of that law would indicate that no profit can be obtained from the sale of water from a federal reservoir. The Parties hereto assume the risk that if such an interpretation were to prevail, that this permanent transfer of water may be subject to attack by the Secretary of Interior or his agents.

Exhibit "A"

**AMERICAN FALLS RESERVOIR DISTRICT  
FINANCIAL STATEMENTS  
OCTOBER 31, 2025 and 2024**

**AMERICAN FALLS RESERVOIR DISTRICT  
FINANCIAL STATEMENTS  
OCTOBER 31, 2025 and 2024**

**TABLE OF CONTENTS**

	<u>Page</u>
Independent Auditors' Report	1-3
Statements of Net Position	4
Statements of Revenues, Expenses and Changes in Net Position	5
Statements of Cash Flows	6
Statements of Fiduciary Net Position – Water Quality Facilities Operation and Maintenance Fund	7
Notes to Financial Statements	8-20
<b>Required Supplementary Information</b>	21
Statement of Revenues, Expenses and Changes in Net Position – Budget to Actual-	22
Schedule of Employer's Share of Net Pension Liability	23
Schedule of Employer's Contributions	24
Notes to Required Supplementary Information	25
<b>Supplementary Information</b>	26
Schedule of Operations and Maintenance Assessments Receivable	27-28
Schedule of Expenditures of Federal Awards	29
Notes to Schedule of Expenditures of Federal Awards	30
<b>Other Reports and Schedules</b>	31
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	32-33
Independent Auditors' Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance Required by the Uniform Guidance	34-35
Schedule of Findings and Questioned Costs	36-37



Mahlke Hunsaker & Company PLLC  
C e r t i f i e d P u b l i c A c c o u n t a n t s

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## INDEPENDENT AUDITORS' REPORT

To the Board of Directors  
American Falls Reservoir District  
Jerome, Idaho 83338

We have audited the accompanying financial statements of American Falls Reservoir District as of and for the years ended October 31, 2025 and 2024 and the related notes to the financial statements, which collectively comprise the American Falls Reservoir District'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 financial position of American Falls Reservoir District as of October 31, 2025 and 2024, and the changes in financial position, and its cash flows for the years 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 American Falls Reservoir 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 American Falls Reservoir 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 opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the American Falls Reservoir 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 American Falls Reservoir 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 the budgetary comparison information, schedule of employer's share of net pension liability, and schedule of employer contributions listed as required supplementary information in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information 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 the 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.

***Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise American Falls Reservoir District's, basic financial statements. The Schedules of Operations and Maintenance Assessments Receivable and schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual nonmajor fund financial statements and the schedule of expenditures of federal awards 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 January 6, 2026, on our consideration of American Falls Reservoir 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 American Falls Reservoir 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 American Falls Reservoir District's internal control over financial reporting and compliance.

*Mahlke Hunsaker & Co.*

Mahlke Hunsaker & Company, pllc  
Twin Falls, Idaho  
January 6, 2026

**AMERICAN FALLS RESERVOIR DISTRICT**  
**Statements of Net Position**  
**October 31, 2025 and 2024**

	<b>2025</b>	<b>2024</b>
<b>Assets</b>		
<b>Current Assets</b>		
Cash and Cash Equivalents	\$ 120,058	\$ 94,018
Investments	2,976,829	1,860,557
Interest Receivable	10,723	7,959
Prepaid Expenses	2,768	2,293
O&M Assessment Receivable	22,414	22,398
<b>Total Current Assets</b>	<b>3,132,792</b>	<b>1,987,225</b>
 <b>Property and Equipment</b>		
Equipment	24,014	24,014
Buildings & Improvements	929,743	924,475
Land & Water Storage Rights	5,503,269	5,503,269
Less: Accumulated Depreciation	(74,505)	(48,194)
<b>Total Property and Equipment</b>	<b>6,382,520</b>	<b>6,403,563</b>
 <b>Deferred Outflows of Resources</b>		
Pension Obligations	19,670	25,561
<b>Total Deferred outflows of Resources</b>	<b>19,670</b>	<b>25,561</b>
 <b>Total Assets and Deferred Outflows of Resources</b>	<b>\$ 9,534,982</b>	<b>\$ 8,416,349</b>
 <b>Liabilities and Net Position</b>		
<b>Current Liabilities</b>		
Accounts Payable	\$ 112,091	\$ 94,864
Accrued Expenses	12,912	9,973
<b>Total Current Liabilities</b>	<b>125,003</b>	<b>104,837</b>
 <b>Noncurrent Liabilities</b>		
Net Pension (Asset) Liability	69,661	103,398
<b>Total Noncurrent Liabilities</b>	<b>69,661</b>	<b>103,398</b>
 <b>Total Liabilities</b>	<b>194,664</b>	<b>208,235</b>
 <b>Deferred Inflows of Resources</b>		
Employer pension assumption	24,934	-
<b>Total Deferred Inflows of Resources</b>	<b>24,934</b>	<b>-</b>
 <b>Net Position</b>		
Net Investment in Capital Assets	6,382,520	6,403,563
Unrestricted	2,932,864	1,804,551
<b>Total Net Position</b>	<b>9,315,384</b>	<b>8,208,114</b>
 <b>Total Liabilities, Deferred Inflows, and Net Position</b>	<b>\$ 9,534,982</b>	<b>\$ 8,416,349</b>

See accompanying notes to the financial statements.

**AMERICAN FALLS RESERVOIR DISTRICT**  
**Statements of Revenues, Expenses and**  
**Changes in Net Position**  
**For the Years Ended October 31, 2025 and 2024**

	2025	2024
<b>Operating Revenues:</b>		
Operation and Maintenance Assessments	\$ 901,825	\$ 1,049,010
Penalty and Interest on Delinquent Tax Payments	4,715	4,687
<b>Total Operating Revenues</b>	<b>906,540</b>	<b>1,053,697</b>
<b>Operating Expenses:</b>		
<b>Operation and Maintenance:</b>		
American Falls Dam	415,681	693,169
Jackson Lake Dam	8,144	9,847
Secretary's Salary	73,891	73,130
Other Employee Salaries	47,736	45,218
Legal	19,791	31,148
Public Employees Retirement	12,205	26,520
Directors' Fees	10,350	9,950
Insurance and Bonds	5,945	5,090
Depreciation	26,311	6,556
Payroll Taxes	10,060	9,862
Accounting and Auditing Fees	2,300	5,000
Repairs & Maintenance	11,863	5,754
Directors' Expenses	4,338	4,024
Utilities	3,971	4,774
Secretary's Expense	827	2,108
Office Supplies	6,182	2,625
Telephone	1,994	2,047
County Collection Fees	21,860	21,934
Dues & Subscriptions	733	707
Archive Expense	-	3,600
Postage	148	530
Bank Fees	14	419
<b>Total Operating Expenses</b>	<b>684,344</b>	<b>964,013</b>
<b>Income (Loss) From Operations</b>	<b>222,196</b>	<b>89,684</b>
<b>Non-Operating Revenues (Expenses)</b>		
Interest Income	107,110	87,131
Grant Income	3,165,989	1,764,517
Grant Expenses	(2,388,025)	(1,281,499)
<b>Total Non-Operating Revenues (Expenses)</b>	<b>885,074</b>	<b>570,150</b>
<b>Change in Net Assets</b>	<b>1,107,270</b>	<b>659,835</b>
<b>Net Position - Beginning of Year</b>	<b>8,208,114</b>	<b>7,548,280</b>
<b>Net Position - End of Year</b>	<b>\$ 9,315,384</b>	<b>\$ 8,208,114</b>

See accompanying notes to the financial statements.

**AMERICAN FALLS RESERVOIR DISTRICT**  
**Statements of Cash Flows**  
**For the Years Ended October 31, 2025 and 2024**

	<b>2025</b>	<b>2024</b>
<b>Cash Flows From Operating Activities</b>		
Receipts from Customers	\$ 906,524	\$ 1,409,734
Payments to Suppliers	(497,390)	(717,371)
Payments to Employees	(143,864)	(137,788)
	265,270	554,575
<b>Cash Flows From Capital and Related Financing Activities</b>		
Purchase of Fixed Assets	(5,268)	(851,178)
Grant Revenues	777,965	483,018
	772,697	(368,160)
<b>Cash Flows From Investing Activities</b>		
Investment in State of Idaho Local Government Investment Pool	(1,116,273)	(179,276)
Interest Received on Investments	104,346	86,837
	(1,011,927)	(92,439)
<b>Net Increase (Decrease) in Cash &amp; Cash Equivalents</b>	26,040	93,976
<b>Cash and Cash Equivalents - Beginning of Year</b>	94,018	42
<b>Cash and Cash Equivalents - End of Year</b>	\$ 120,058	\$ 94,018
<b>Cash Flows From Operating Activities</b>		
Income (Loss) from Operations	\$ 222,196	\$ 89,684
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities		
Depreciation	26,311	6,556
(Increase) Decrease in Prepaid Expenses	(475)	(363)
(Increase) Decrease in O&M Assessment Receivable	(16)	(2,197)
(Increase) Decrease in Due from Other Governments	-	358,236
(Increase) Decrease in Deferred Outflows	5,891	18,872
Increase (Decrease) in Accounts Payable	17,227	85,717
Increase (Decrease) in Accrued Salaries and Payroll Taxes	2,939	4,233
Increase (Decrease) in Net Pension Liability	(33,737)	(6,163)
Increase (Decrease) in Deferred Inflows	24,934	-
	265,270	554,575
<b>Net Cash Provided (Used) by Operating Activities</b>	\$ 265,270	\$ 554,575

See accompanying notes to the financial statements.

**AMERICAN FALLS RESERVOIR DISTRICT**  
**Statements of Fiduciary Net Position**  
**Water Quality Facilities Operation and Maintenance Fund**  
**October 31, 2025 and 2024**

	2025	2024
<b>Assets</b>		
<b>Current Assets</b>		
Investments	\$ 28,736	\$ 79,433
<b>Total Current Assets</b>	28,736	79,433
<b>Total Assets</b>	\$ 28,736	\$ 79,433
<b>Net Position</b>		
Net Position	\$ 28,736	\$ 79,433
<b>Total Net Position</b>	\$ 28,736	\$ 79,433

See accompanying notes to the financial statements.

**NOTES TO FINANCIAL STATEMENTS**

**AMERICAN FALLS RESERVOIR DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
OCTOBER 31, 2025 and 2024**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

American Falls Reservoir District (The District) was organized in 1923, as an irrigation district under the laws of the State of Idaho (Title 43, Idaho Code, as amended). The District does not file income tax returns, maintaining exemption under Internal Revenue Code Section 115 as a governmental entity and function.

***Reporting Entity***

The District's financial statements include the accounts of all District operations. Financial accountability is overseen by the board of directors which is made up of seven elected members that serve three-year terms. The significant accounting policies followed in the presentation of these financial statements are summarized below. These policies conform to United States of America's generally accepted accounting principles (GAAP) for local government units as prescribed in the statements issued by the GASB and other recognized authoritative sources.

***Basis of Presentation - Fund Accounting***

The accounts of the District are organized and presented as an enterprise fund. Enterprise funds are used to account for operations: (a) that are financed and operated in a manner similar to private business enterprises - where the intent of the governing body is that the costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (b) where the governing body has decided that periodic determination of revenues earned, expenses incurred and/or net income is appropriate for capital maintenance, public policy, management control, accountability or other purposes.

***Operating Revenue & Expenses***

Operating income reported in enterprise fund financial statements includes revenues and expenses related to the primary continuing operations of the fund. Principal operating revenues for proprietary funds are charges to customers for sales or services. Principal operating expenses are the costs of providing goods or services and include administrative expenses and depreciation of capital assets. Other revenues and expenses are classified as non-operating in the financial statements.

***Basis of Accounting***

The District uses the accrual method of accounting with revenues recognized when earned. Expenses are generally recognized when incurred.

***Deposits and Investments***

Cash and cash equivalents include amounts of cash on hand, demand deposits and highly liquid short-term investments with an original maturity of three months or less from the date acquired by the District.

State statutes authorize the District to invest any available funds in obligations issued or guaranteed by the U.S. 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.

**AMERICAN FALLS RESERVOIR DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
OCTOBER 31, 2025 and 2024**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

***Deposits and Investments—continued***

Investments are stated at fair market value, as determined by quoted market prices, excepts for certificates of deposits, which are non-participating contracts, and are therefore carries at amortized cost. Idaho code provided authorization for the investment of funds as well as to what constitutes an allowable investment. The District policy allows for investment of idle funds consistent with the Idaho State Code 67-1210 and 67-1210A. An annual audit of Joint Powers Investment Pool is conducted by the State Legislative Auditors Office. The Legislative Auditor of the State of Idaho has full access to the records of the Pool.

***Custodial Credit Risk***

For deposits and investments, custodial credit risk is the risk that, in the event of the failure of the counterparty, the District will not be able to recover the value of its deposits, investments or collateral securities that are in the possession of an outside party. The District does not have a policy for custodial credit risk outside of the deposit and investment agreements.

***Credit Risk***

Credit risk is the risk that an insurer of debt securities or another counterparty to an investment will not fulfill its obligation is commonly expressed in terms of the credit quality rating issued by a nationally recognized statistical rating organization such as Moody's, Standard & Poor's and Fitch's. The investments of the District are not rated and the District's policy does not restrict them to rated investments.

***Deferred Outflows/Inflows of Resources***

In addition to assets, the statement of financial position will sometimes include 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: the pension obligation reported on the statement of net position. The pension obligation results from changes in assumptions or other inputs in the actuarial calculation of the District's net pension liability.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The District has one item that qualifies for reporting in this category: the employer pension assumption. The employer pension assumption results from differences between expected and actual experience and the net difference between projected and actual earnings on pension plan investments derived from the actuarial calculation of the District's net pension liability.

**AMERICAN FALLS RESERVOIR DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
OCTOBER 31, 2025 and 2024**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

***Property and Equipment***

Property and equipment are stated at cost if purchased or, if donated, at estimated current market value at the date of donation. The District’s capitalization policy is in general to capitalize asset purchased in excess of \$1,000. Depreciation begins when an asset is operational or serviceable. Depreciation is computed using the straight-line method over the following estimated useful lives:

	<u>Years</u>
Office Equipment	5-15
Buildings & Improvements	15-50
Land and Water Rights	Not Depreciable

***Net Position***

Equity is displayed in three components as follows:

Net Investment in Capital Assets – This consists of capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition, construction, or improvements of those capital assets.

Restricted Assets – This consists of constraints placed on net position use through external constraints imposed by grantors, contributors, or laws. When both restricted and unrestricted resources are available for use, generally it is the District’s policy to use restricted resources first and then unrestricted resources when they are needed.

Unrestricted – This consists of net position that does not meet the definition of “restricted” or “Net Investment in Capital Assets.”

***Operation and Maintenance Assessment Revenue***

The operation and maintenance assessment is billed to the landowners in late November of each year. The assessment made in late November following the year end has not been accrued in the October 31, 2025, financial statements. No reserve for uncollectible operation and maintenance assessments for prior years is recorded since the amount not collected in the past has been insignificant.

The amount of the operation and maintenance assessment is determined each year by the District based on the amount due to the United States Bureau of Reclamation on American Falls and Jackson Lake Dam maintenance, plus the anticipated cost of maintaining the District’s office. The levy is calculated on a per share basis according to the number of shares in each of the District’s segregations.

Most of the assessments are collected in conjunction with respective county property taxes by the authority of Idaho Code (#43-727) per agreement with those counties in July 1923.

**AMERICAN FALLS RESERVOIR DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
OCTOBER 31, 2025 and 2024**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES – Continued**

***Operation and Maintenance Assessment Revenue—continued***

The Water Quality Facilities Operation and Maintenance Fund was established in accordance with the water quality facilities agreement dated March 31, 1976. The agreement provides that the constructing agency (American Falls Reservoir District) shall: (1) “Bill and collect in advance, operation and maintenance payments from each space holder”, and (2) pay the space holders, “proportionate share of 50% of the annual cost of operations and maintenance of the water quality facilities, but not to exceed \$62,500 per year”, plus audit and incidental costs. The fund has been presented in the financial statements as a trust fund.

All Water Quality Facilities Operation and Maintenance Funds are maintained in an account through the Idaho State Local Government Investment Pool.

***Risk Management***

Losses are covered by commercial insurance for the District’s liability and health insurance needs. There have been no significant reductions in insurance coverage for the current fiscal year end and no settlements have exceeded insurance coverage for the current fiscal year or the three prior fiscal years.

***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.

***Use of Estimates***

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

**AMERICAN FALLS RESERVOIR DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
OCTOBER 31, 2025 and 2024**

**NOTE 2 - DEPOSITS AND INVESTMENTS**

Cash and investments on October 31, 2025 and 2024 consisted of the following:

	<u>2025</u>	<u>2024</u>
General Checking Account	\$ <u>120,058</u>	\$ <u>94,018</u>
<b>Total</b>	<b>\$ <u>120,058</u></b>	<b>\$ <u>94,018</u></b>

  

	<u>2025</u> <u>Carrying Amount</u>	<u>2024</u> <u>Carrying Amount</u>
Cash and Cash Investments		
Insured and collateralized	\$ 120,058	\$ 94,018
Uninsured and not collateralized	<u>-</u>	<u>-</u>
<b>Total</b>	<b>\$ <u>120,058</u></b>	<b>\$ <u>94,018</u></b>

On October 31, 2025, all of the cash was covered under the Federal Deposit Insurance Corporation and is classified as uncollateralized. Balances in excess of \$250,000 are not insured.

Investments – The District held the following investments on October 31, 2025 and 2024.

	<u>2025</u> <u>Rating</u>	<u>2025</u> <u>Fair Value</u>	<u>2024</u> <u>Rating</u>	<u>2024</u> <u>Fair Value</u>
Idaho State Treasurer Local Government Investment Pool	Unrated	\$ <u>2,976,829</u>	Unrated	\$ <u>1,860,557</u>

The Local Government Investment Pool is managed by the State of Idaho Treasurer’s office. The funds of the pool are invested in certificates of deposits, repurchase agreements, and U.S. government securities. The certificates of deposit are federally insured. The U.S. government securities and the collateral for the repurchase agreements are held in trust by a safekeeping bank.

For purposes of efficient cash flow management and the management of temporary investments, the District places its investment funds with the Idaho State Treasurer Local Government Investment Pool. The treasurer’s office pools the District’s funds with those of other government entities and invests those funds in large amounts in traditional banking and financial instruments which allow the District, via the pool, to realize a greater yield on its invested funds than it may otherwise realize by investing its funds on its own. The District is entitled to separate FDIC insurance of \$250,000 for its separate funds held within the pooled funds. This coverage applies separately to each bank that is FDIC insured that has District funds invested via the state investment pool.

**AMERICAN FALLS RESERVOIR DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
OCTOBER 31, 2025 and 2024**

**NOTE 3 – PREPAID EXPENSES**

The prepaid expense of \$2,768 and \$2,293 represents prepaid insurance for the District for fiscal years 2025 and 2024 respectively.

**NOTE 4 – OPERATION AND MAINTENANCE ASSESSMENT RECEIVABLE**

The operation and maintenance assessment receivable represents the total amount due from current and prior year assessments on October 31, 2025. The District has written off amounts greater than five years overdue. The amount that historically has become uncollectible has been immaterial to the financial statements taken as a whole; therefore, no allowance has been established. See supplemental schedule of assessments receivable for specific details.

**NOTE 5 – WATER STORAGE RIGHTS**

In March of 2000, the board of directors authorized the issuance of \$19,885,000 of American Falls Reservoir District refunding replacement dam bonds. These bonds refunded the February 1990 bond issue of \$21,425,000 which had originally refunded the original December 1980 bond issue. The original 1980 bond issue of \$22,095,000 was part of the total financing of the original replacement dam project solely in accordance with a 1973 Act of Congress and 1976 contracts. The American Falls Replacement Dam was substantially completed and deeded to the United States of America, Department of Interior, Water and Power Resources Services in 1980.

The total net cost of replacement dam construction was financed as follows:

Space holders' portion, (excluding Idaho Power Company), paid by the Federal Government in accordance with 1978 Federal legislation -	\$ 19,646,606
Idaho Power Company portion:	
American Falls Replacement Dam Bonds	22,095,000
Cash advance	<u>523,470</u>
Total	<u>\$ 42,265,076</u>

**AMERICAN FALLS RESERVOIR DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
OCTOBER 31, 2025 and 2024**

**NOTE 5 – WATER STORAGE RIGHTS – continued**

As with the original 1980 bond issue and the February 1990 bond issue, the March 2000 refunding issue is payable solely from and secured by an assignment and pledge of payments derived pursuant to contracts between the District and Idaho Power Company. The bonds will not constitute general obligations of the District, nor a charge against the general credit or taxing power thereof. Accordingly, the bonds have not been included in the financial statements of American Falls Reservoir District.

American Falls Reservoir District’s share of the space holders’ portion of the cost as paid by the Federal Government totaled \$5,378,042 (27.373% of the space holder share of storage rights - excluding Idaho Power Company). Accordingly, such amount was recorded as the basis of American Falls Reservoir District’s water storage rights.

**NOTE 6 – PROPERTY AND EQUIPMENT**

A summary of changes in property and equipment for the year ended October 31, 2025 is as follows:

	<u>Land and Water Storage Rights</u>	<u>Building and Improvements</u>	<u>Office Equipment</u>	<u>Totals</u>
Balance on 11/01/22	\$ 5,503,269	\$ 924,475	\$ 24,014	\$ 6,451,758
Additions	-	5,267	-	5,267
Deletions	-	-	-	-
Balance on 10/31/23	<u>\$ 5,503,269</u>	<u>\$ 929,742</u>	<u>\$ 24,014</u>	<u>\$ 6,457,025</u>
	<u>Beginning Balance</u>	<u>Current Depreciation</u>	<u>Retirement</u>	<u>Ending Balance</u>
Accumulated Depreciation	<u>\$ 48,194</u>	<u>\$ 26,311</u>	<u>\$ -</u>	<u>\$ 74,505</u>

**NOTE 7 - 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](http://www.persi.idaho.gov).

**AMERICAN FALLS RESERVOIR DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
OCTOBER 31, 2025 and 2024**

**NOTE 7 - PENSION PLAN-continued**

Responsibility for administration of the Base Plan is assigned to the Board comprised of five members appointed by the Governor and confirmed by the Idaho Senate. State law requires that two members of the Board be active Base Plan members with at least ten years of service and three members who are Idaho citizens not members of the Base Plan except by reason of having served on the Board.

***Pension Benefits***

The Base Plan provides retirement, disability, death and survivor benefits of eligible members or beneficiaries. Benefits are based on members' years of service, age, and highest average salary. Members become fully vested in their retirement benefits with five years of credited service (5 months for elected or appointed officials). Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. The annual service retirement allowance for each month of credited service is 2.0% (2.3% for police/firefighters) of the average monthly salary for the highest consecutive 42 months.

The benefit payments for the Base Plan are calculated using a benefit formula adopted by the Idaho Legislature. The Base Plan is required to provide a 1% minimum cost of living increase per year provided the Consumer Price Index increases 1% or more. The PERSI Board has the authority to provide higher cost of living increases to a maximum of the Consumer Price Index movement or 6%, whichever is less; however, any amount above the 1% minimum is subject to review by the Idaho Legislature.

***Member and Employer Contributions***

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

The contribution rates for employees are set by statute at 60% of the employer rate for general employees and 72% for public safety. As of June 30, 2025, it was 7.18% for general employees and 10.36% for public safety. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.96% general employees and 13.48% for police and firefighters. The District's contributions were \$14,647 for the year ended June 30, 2025.

**AMERICAN FALLS RESERVOIR DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
OCTOBER 31, 2025 and 2024**

**NOTE 7 - PENSION PLAN-continued**

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

On October 31, 2025, the District reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2025, 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. On June 30, 2025, the District's proportion was 0.0000238187 percent.

For the year ended October 31, 2025, the District recognized pension expense (revenue) of (\$2,912). On October 31, 2025, 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	\$ 10,854	\$ 14,806
Changes in assumptions or other inputs	-	10,128
Net difference between projected and actual earnings on pension plan investments	-	-
Changes in the District's proportion and differences between the District's contributions and the District's proportionate contributions	3,823	-
The District's contributions subsequent to the measurement date	4,993	-
<b>Total</b>	<b>\$ 19,670</b>	<b>\$ 24,934</b>

\$4,993 reported as deferred outflows of resources related to pensions resulting from District contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ending October 31, 2026.

**AMERICAN FALLS RESERVOIR DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
OCTOBER 31, 2025 and 2024**

**NOTE 7 - PENSION PLAN-continued**

The average of the expected remaining service lives of all employees that are provided with pensions through the System (active and inactive employees) determined on July 1, 2025 the beginning of the measurement period ended June 30, 2024 is 4.6 and 4.6 for the measurement period June 30, 2025.

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:

2026	\$ 10,806
2027	(8,671)
2028	(7,853)
2029	( 4,539)

***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, 2025, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.40%
Salary increases	3.15%
Salary inflation	3.15%
Investment rate of return	6.55%, 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 – Female 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, increase 26%  
 Disabled Members – Males Pub – 2010 Disabled Tables, increased 38%  
 Disabled Members – Females Pub – 2010 Disabled Tables, increase 36%

**AMERICAN FALLS RESERVOIR DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
OCTOBER 31, 2025 and 2024**

**NOTE 7 - PENSION PLAN-continued**

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, 2025, is based on the results of an actuarial valuation date July 1, 2025.

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 2025.

	<b>2024</b>	
<b>Asset Class</b>	<b>DB Plans</b>	<b>Sick Leave</b>
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 6.55%. 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.

**AMERICAN FALLS RESERVOIR DISTRICT  
NOTES TO FINANCIAL STATEMENTS  
OCTOBER 31, 2025 and 2024**

**NOTE 7 - PENSION PLAN-continued**

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

The following presents the District's proportionate share of the net pension liability calculated using the discount rate of 6.55 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 (5.55 percent) or 1-percentage-point higher (7.55 percent) than the current rate:

	<b>1% Decrease (5.55%)</b>	<b>Current Discount Rate (6.55%)</b>	<b>1% Increase (7.55%)</b>
District's proportionate share of the net pension liability	\$ 150,644	\$ 69,661	\$ 3,503

***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](http://www.persi.idaho.gov).

***Payables to the Pension Plan***

On October 31, 2025, there were no payables to the defined benefit pension plan for legally required employer contributions or for legally required employee contributions which have been withheld from employee wages but not yet remitted to PERSI.

**NOTE 8 – COMMITMENTS AND SUBSEQUENT EVENTS**

***Subsequent Events***

The District has evaluated subsequent events through January 6, 2026, the date on which the financial statements were available to be issued.

**REQUIRED SUPPLEMENTARY INFORMATION**

**AMERICAN FALLS RESERVOIR DISTRICT**  
**Statement of Revenues, Expenses and**  
**Changes in Net Position - Budget and Actual**  
**For the Years Ended October 31, 2025 and 2024**

	2025			2024		
	Final Budget	Actual	Variance Favorable (Unfavorable)	Final Budget	Actual	Variance Favorable (Unfavorable)
<b>Operating Revenues:</b>						
Operation & Maintenance Assessments	\$ 815,000	\$ 901,825	\$ 86,825	\$ 1,059,309	\$ 1,049,010	\$ (10,299)
Penalty & Interest on Tax Payments	5,000	4,715	(285)	4,000	4,687	687
Refund of Operation and Maintenance Fees	-	-	-	358,234	-	(358,234)
<b>Total Operating Revenues</b>	<b>820,000</b>	<b>906,540</b>	<b>86,541</b>	<b>1,421,543</b>	<b>1,053,697</b>	<b>(367,846)</b>
<b>Operating Expenses:</b>						
Operation and Maintenance:						
American Falls Dam	629,198	415,681	213,517	334,934	693,169	(358,234)
Jackson Lake Dam	6,967	8,144	(1,177)	9,847	9,847	-
Secretary's Salary	73,000	73,891	(891)	71,000	73,130	(2,130)
Other Employee Salaries	45,000	47,736	(2,736)	43,000	45,218	(2,218)
Legal	26,200	19,791	6,409	21,700	31,148	(9,448)
Public Employees Retirement	17,300	12,205	5,095	14,000	26,520	(12,520)
Directors' Fees	14,000	10,350	3,650	12,600	9,950	2,650
Insurance and Bonds	5,100	5,945	(845)	5,100	5,090	10
Depreciation	-	26,311	(26,311)	-	6,556	(6,556)
Payroll Taxes	12,000	10,060	1,940	10,500	9,862	638
Accounting and Auditing Fees	5,300	2,300	3,000	5,000	5,000	-
Repairs & Maintenance	11,000	11,863	(863)	888,000	5,754	882,246
Directors' Expenses	5,100	4,338	762	5,000	4,024	976
Utilities	5,000	3,971	1,029	4,000	4,774	(774)
Secretary's Expense	2,000	827	1,173	2,500	2,108	392
Office Supplies	4,350	6,182	(1,832)	3,150	2,625	525
Telephone	2,200	1,994	206	2,200	2,047	153
County Collection Fees	16,000	21,860	(5,860)	20,800	21,934	(1,134)
Dues & Subscriptions	700	733	(33)	700	707	(7)
Postage	700	148	552	700	530	170
Uncollectible Taxes	11	-	11	-	-	-
Bank Fees	300	14	286	300	419	(119)
<b>Total Operating Expenses</b>	<b>881,426</b>	<b>684,344</b>	<b>197,083</b>	<b>1,458,631</b>	<b>964,013</b>	<b>494,618</b>
<b>Income From Operations</b>	<b>(61,426)</b>	<b>222,196</b>	<b>283,624</b>	<b>(37,088)</b>	<b>89,684</b>	<b>126,772</b>
<b>Non-Operating Revenues (Expenses)</b>						
Interest Income	111,000	107,110	(3,890)	72,000	87,131	15,131
Grant Income	483,018	3,165,989	2,682,971	483,018	1,764,517	1,281,499
Grant Expenses	-	(2,388,025)	(2,388,025)	-	(1,281,499)	(1,281,499)
<b>Total Non-Operating Revenues (Expenses)</b>	<b>594,018</b>	<b>885,074</b>	<b>291,056</b>	<b>555,018</b>	<b>570,150</b>	<b>15,131</b>
<b>Change in Net Position</b>	<b>532,592</b>	<b>1,107,270</b>	<b>574,680</b>	<b>517,930</b>	<b>659,834</b>	<b>141,903</b>
<b>Net Position - Beginning of Year</b>		<b>8,208,114</b>			<b>7,548,280</b>	
<b>Net Position - End of Year</b>		<b>\$ 9,315,384</b>			<b>\$ 8,208,114</b>	

See notes to required supplementary information.

**AMERICAN FALLS RESERVOIR DISTRICT  
SCHEDULE OF EMPLOYER'S SHARE OF NET PENSION LIABILITY  
PERSI - BASE PLAN  
LAST 10 FISCAL YEARS\***

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
District's portion of the net pension liability	.0000238187	.0000246509	.0000274544	.000027650	.000027705
District's proportionate share of the net pension liability (asset)	\$ 69,661	\$ 103,398	\$ 109,561	\$ 108,907	\$ (2,188)
District's covered-employee payroll	\$ 122,464	\$ 120,809	\$ 116,736	\$ 109,451	\$ 103,527
District's proportional share of the net pension liability as a percentage of its covered-employee payroll	56.88%	85.59%	93.85%	99.50%	-2.11%
Plan fiduciary net position as a percentage of the total pension liability	90.89%	85.54%	83.83%	83.09%	100.36%
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
District's portion of the net pension liability	.000027354	.000026461	.000026720	.000026716	.00002985
District's proportionate share of the net pension liability	\$ 63,520	\$ 30,204	\$ 39,412	\$ 41,993	\$ 56,730
District's covered-employee payroll	\$ 97,407	\$ 89,875	\$ 85,843	\$ 82,978	\$ 81,848
District's proportional share of the net pension liability as a percentage of its covered-employee payroll	65.21%	33.61%	45.91%	50.61%	69.31%
Plan fiduciary net position as a percentage of the total pension liability	88.22%	93.79%	91.69%	90.68%	87.26%

Data reported is measured as of June 30 each year.

See notes to required supplementary information.

**AMERICAN FALLS RESEVOIR DISTRICT  
SCHEDULE OF EMPLOYER'S CONTRIBUTIONS  
PERSI - BASE PLAN  
LAST 10 FISCAL YEARS\***

	<u>2025</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Statutorily required contribution	\$ 14,815	\$ 13,811	\$ 13,942	\$ 13,351	\$ 12,534
Contribution in relation to the statutorily required contribution	<u>14,815</u>	<u>13,811</u>	<u>13,942</u>	<u>13,351</u>	<u>12,534</u>
Contribution deficiency (excess)	<u>\$ -</u>				
District's covered -employee payroll	\$ 123,870	\$ 120,722	\$ 119,337	\$ 111,814	\$ 104,977
Contributions as a percentage of covered-employee payroll	11.96%	11.44%	11.68%	11.94%	11.94%
	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>
Statutorily required contribution	\$ 11,889	\$ 10,621	\$ 9,831	\$ 9,489	\$ 9,298
Contribution in relation to the statutorily required contribution	<u>11,889</u>	<u>10,621</u>	<u>9,831</u>	<u>9,489</u>	<u>9,298</u>
Contribution deficiency (excess)	<u>\$ -</u>				
District's covered -employee payroll	\$ 99,575	\$ 92,114	\$ 86,844	\$ 83,824	\$ 82,137
Contributions as a percentage of covered-employee payroll	11.94%	11.53%	11.32%	11.32%	11.32%

Data reported is measured as of October 31 of each year.

See notes to required supplementary information.

**AMERICAN FALLS RESERVOIR DISTRICT  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
OCTOBER 31, 2025 and 2024**

**NOTE 1- BUDGETARY INFORMATION**

*Budgetary-GAAP Reporting Reconciliation*

The accompanying Budgetary Comparison Schedules compare the legally adopted budget with actual data on a budgetary basis. Accounting principles applied for purposes of developing data on the budgetary basis do not differ significantly from those used to present financial statements in conformity with generally accepted accounting principles (GAAP).

*Budgetary Policies*

The District prepares an annual budget of revenue and expenditures prior to the beginning of the fiscal year. The budget is prepared on the modified accrual basis of accounting. Budget figures are based on prior levels of revenue and expenditures taking into account specific items which may be planned in advance by the District such as capital outlay expenditures.

**SUPPLEMENTARY INFORMATION**

**AMERICAN FALLS RESERVOIR DISTRICT**  
**Schedule of Operations and Maintenance Assessments Receivable**  
**For the Year Ended October 31, 2025**

	Balance November 1, 2024	Current Assessment	Cancellations/ Adjustments	Collections	Balance October 31, 2025
<b><u>Bingham County</u></b>					
2024 Real	\$ -	\$ 76,150.72	\$ -	\$ (74,925.15)	\$ 1,225.57
2023 Real	1,471.45	-	-	(339.90)	1,131.55
2022 Real	1,156.13	-	0.06	(1,156.19)	-
2021 Real	-	-	-	-	-
	<u>\$ 2,627.58</u>	<u>\$ 76,150.72</u>	<u>\$ 0.06</u>	<u>\$ (76,421.24)</u>	<u>\$ 2,357.12</u>
<b><u>Elmore County</u></b>					
2024 Real	\$ -	\$ 8,649.34	\$ -	\$ (8,623.10)	\$ 26.24
2023 Real	50.04	-	-	(50.04)	-
2022 Real	-	-	-	-	-
2021 Real	-	-	-	-	-
	<u>\$ 50.04</u>	<u>\$ 8,649.34</u>	<u>\$ -</u>	<u>\$ (8,673.14)</u>	<u>\$ 26.24</u>
<b><u>Gooding County</u></b>					
2024 Real	\$ -	\$ 104,623.08	\$ 70.58	\$ (103,868.24)	\$ 825.42
2023 Real	2,042.70	-	57.73	(1,588.12)	512.31
2022 Real	137.83	-	106.20	(147.76)	96.27
2021 Real	556.61	-	(510.22)	(46.39)	-
	<u>\$ 2,737.14</u>	<u>\$ 104,623.08</u>	<u>\$ (275.71)</u>	<u>\$ (105,650.51)</u>	<u>\$ 1,434.00</u>
<b><u>Jerome County</u></b>					
2024 Real	\$ -	\$ 248,719.76	\$ -	\$ (245,186.72)	\$ 3,533.04
2023 Real	3,455.93	-	-	(2,252.78)	1,203.15
2022 Real	980.73	-	100.00	(570.88)	509.85
2021 Real	416.09	-	(13.55)	(402.54)	-
	<u>\$ 4,852.75</u>	<u>\$ 248,719.76</u>	<u>\$ 86.45</u>	<u>\$ (248,412.92)</u>	<u>\$ 5,246.04</u>
<b><u>Power County</u></b>					
2024 Real	-	\$ 14,264.84	\$ -	\$ (14,264.84)	-
2023 Real	20.83	-	-	(14.31)	6.52
2022 Real	-	-	-	-	-
2021 Real	-	-	-	-	-
	<u>\$ 20.83</u>	<u>\$ 14,264.84</u>	<u>\$ -</u>	<u>\$ (14,279.15)</u>	<u>\$ 6.52</u>
<b><u>Twin Falls County</u></b>					
2024 Real	\$ -	\$ 402,709.80	\$ -	\$ (395,083.52)	\$ 7,626.28
2023 Real	7,706.42	-	-	(3,538.96)	4,167.46
2022 Real	3,017.13	-	-	(1,466.93)	1,550.20
2021 Real	1,386.39	-	-	(1,386.39)	-
	<u>\$ 12,109.94</u>	<u>\$ 402,709.80</u>	<u>\$ -</u>	<u>\$ (401,475.80)</u>	<u>\$ 13,343.94</u>

**AMERICAN FALLS RESERVOIR DISTRICT**  
**Schedule of Operations and Maintenance Assessments Receivable**  
**For the Year Ended October 31, 2025**

	<b>Balance November 1, 2024</b>	<b>Current Assessment</b>	<b>Cancellations/ Adjustments</b>	<b>Collections</b>	<b>Balance October 31, 2025</b>
<b><u>Total All Counties</u></b>					
<b>2024 Real</b>	\$ -	\$ 855,117.54	\$ 70.58	\$ (841,951.57)	\$ 13,236.55
<b>2023 Real</b>	14,747.37	-	57.73	(7,784.11)	7,020.99
<b>2022 Real</b>	5,291.82	-	206.26	(3,341.76)	2,156.32
<b>2021 Real</b>	2,359.09	-	(523.77)	(1,835.32)	-
	<b>\$ 22,398.28</b>	<b>\$ 855,117.54</b>	<b>\$ (189.20)</b>	<b>\$ (854,912.76)</b>	<b>\$ 22,413.86</b>

**AMERICAN FALLS RESERVOIR DISTRICT**  
**Schedule of Expenditures of Federal Awards By Grant**  
**For the Year Ended October 31, 2025**

<i>Award Information</i>	<i>AL/other #</i>	<i>Pass-Through Entity Name</i>	<i>Pass-Through Entity #</i>	<i>Name of Grant - Grant ID No.</i>	<i>Passed through to Subrecipients (\$)</i>	<i>Federal Expenditures (\$)</i>
<b><i>Other Programs (Treated individually for major program determination)</i></b>						
Department of the Treasury CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS						
CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	Idaho Water Resource Board		4998	\$	3,391,056
Total CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS					\$0	3,391,056
<i>Total Department of the Treasury</i>						3,391,056
<b><i>Total Other Programs (Treated individually for major program determination)</i></b>						3,391,056
<b><i>Total Expenditures of Federal Awards</i></b>						<b>\$ 0      \$ 3,391,056</b>

The accompanying notes are an integral part of this schedule

**AMERICAN FALLS RESERVOIR DISTRICT  
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
OCTOBER 31, 2025**

**Note A – Basis of Presentation**

The accompanying schedule of expenditures of federal awards includes the federal award activity of American Falls Reservoir District (the District) under programs of the federal government for the year ended October 31, 2025. The information in this schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), the Uniform Guidance.

**Note B – Summary of Significant Accounting Policies**

Expenditures reported on the schedule of expenditures of federal awards are recognized on the accrual basis of accounting. No federal assistance has been provided to a sub recipient. When applicable, such expenditures are recognized following the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

**Note C – Indirect Cost Rate**

The District has not elected to use the de minimis cost rate.

**OTHER REPORTS AND SCHEDULES**



Mahlke Hunsaker & Company PLLC  
C e r t i f i e d P u b l i c A c c o u n t a n t s

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

To the Board of Directors  
American Falls Reservoir District

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 American Falls Reservoir District, as of and for the years ended October 31, 2025 and 2024, and the related notes to the financial statements, which collectively comprise American Falls Reservoir District’s basic financial statements, and have issued our report thereon dated January 06, 2026

**Report on Internal Control over Financial Reporting**

In planning and performing our audit of the financial statements, we considered American Falls Reservoir District’s internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of American Falls Reservoir District’s internal control. Accordingly, we do not express an opinion on the effectiveness of American Falls Reservoir 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 or significant deficiencies may exist that were not identified.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether American Falls Reservoir 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 financial statements. 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.

Sincerely,

*Mahlke Hunsaker & Co.*

MAHLKE HUNSAKER & CO., pllc

Twin Falls, Idaho

January 06, 2026



Mahike Hunsaker & Company PLLC

C e r t i f i e d P u b l i c A c c o u n t a n t s

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM  
AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY THE UNIFORM GUIDANCE**

To the Board of Directors  
American Falls Reservoir District  
Jerome, Idaho 83338

**Report on Compliance for Each Major Federal Program**

***Opinion on Each Major Federal Program***

We have audited American Falls Reservoir District's compliance with the types of compliance requirements identified as subject to audit in the OMB *Compliance Supplement* that could have a direct and material effect on each of American Falls Reservoir District's major federal programs for the year ended October 31, 2025. American Falls Reservoir District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, American Falls Reservoir District complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended October 31, 2025.

***Basis for Opinion on Each Major Federal Program***

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

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

***Responsibilities of Management for Compliance***

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

***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on American Falls Reservoir District's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists.

### ***Auditor's Responsibilities for the Audit of Compliance-continued***

The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about American Falls Reservoir District's compliance with the requirements of each major federal program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding American Falls Reservoir District's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of American Falls Reservoir District's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of American Falls Reservoir District's internal control over compliance. Accordingly, no such opinion is expressed.

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

### **Report on Internal Control over Compliance**

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

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

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

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

*Mahlke Hunsaker & Co.*

Mahlke Hunsaker & Company, PLLC  
Twin Falls, Idaho  
January 06, 2026

**AMERICAN FALLS RESERVOIR DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED OCTOBER 31, 2025**

**Section I—Summary of Auditors' Results**

*Financial Statements*

Type of auditor's report issued: *unqualified*

Internal control over financial reporting:

\* Material weakness(es) identified?                     yes    no

\* Significant deficiency(s) identified  
that are not considered to be  
material weaknesses?                     yes    none reported

Noncompliance material to financial  
statements noted?                     yes    no

*Federal Awards*

Internal control over major programs:

\* Material weakness(es) identified?                     yes    no

\* Significant deficiency(s) identified  
that are not considered to be material  
weakness(es)?                     yes    none reported

Type of auditor's report issued on compliance for major programs: Unmodified

Any audit findings disclosed that are  
required to be reported in accordance  
with the Uniform Guidance 2 CFR 200.516                     yes    no

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>
21.027	Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish  
between type A and type B programs:                    \$ 750,000

Auditee qualified as low-risk auditee?                     yes    no

**AMERICAN FALLS RESERVOIR DISTRICT  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED OCTOBER 31, 2025**

**Section II -- Financial Statement Findings**

None

**Section III -- Federal Award Findings and Questioned Costs**

None



**\*\*\* Proof of Publication \*\*\***

Twin Falls Times-News  
132 Fairfield St W, Twin Falls, Idaho 83301

Shirley Smith being duly sworn, deposes and says: That she/he is the Principal Clerk of the Times-News, a daily newspaper printed and published at Twin Falls, Twin Falls County, State of Idaho, and having a general circulation therein, and which said newspaper has been continuously and uninterruptedly published in said County during a period of twelve consecutive months prior to the first publication of the notice, a copy of which is attached hereto: that said notice was published in the Times-News, in conformity with Section 60-108, Idaho Code, as amended, for:

1 Insertions

AMERICAN FALLS RESERVOIR DISTRICT  
DEBBIE FALCONBURG  
PO BOX A  
JEROME ID 83338

ORDER NUMBER 159621

Debbie Falconburg  
\_\_\_\_\_  
(Legals Clerk)

STATE OF INDIANA )  
                          )SS  
COUNTY OF LAKE )

On this 2 day of Feb in the year of 2024 a Notary

Public, personally appeared before me \_\_\_\_\_ known or identified to me to be the person whose name subscribed to the within instrument, and being by first duly sworn, declared that the statements therein are true, and acknowledged to me that she executed the same.

Sallie Gucwa  
\_\_\_\_\_  
Notary Public

My Commission expires: \_\_\_\_\_



Section: Legals

Category: 50 Legal

PUBLISHED ON: 01/22/2026

TOTAL AD COST: 210.33

FILED ON: 1/23/2026





ATTEST:

STATE OF IDAHO ) ss.  
County of Jerome )

I, Debbie Falconburg, do hereby certify that I am the duly qualified and acting Secretary of the Board of Directors of the American Falls District, Idaho.

I further certify that the foregoing constitutes a true and correct copy of the minutes of the meeting of the Board of Directors of said District held at the regular meeting place of said Board on January 13, 2025 including the resolution adopted at said meeting, all as recorded in the regular official book of minutes of the proceedings of said Board, kept in my office, insofar as the same refer to or concern said resolution, that said proceedings were duly had and taken as herein shown, that the meeting therein shown was in all respects called, held and conducted in accordance with law, and that the persons therein named were present at said meeting, as therein show

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the official seal of the American Falls Reservoir District, State of Idaho, this 13th day of January, 2025.

*Debbie Falconburg*

Secretary Debbie Falconburg

(SEAL)

**Attorney**

Attorney Travis Thompson distributed packets of information:

- I. Water Supply Outlook /Upper Snake Adv Committee Meeting
- II. Federal Issues
  - A. Columbia River systems Operations Litigation
  - B. Title Transfer-Committee of Nine
- III. State Issues
  - A. TFCC Lining Project
  - B. AZ Groundwater Settlement with Dairy
  - C. Legislative Meeting Summary
  - D. Legislative Session Begins-Jan 12
  - E. IWUA Meetings-Jan 19-22
  - F. Committee of Nine Jan. 29

**Current Business**

Secretary Debbie Falconburg relayed a request from Bryan Ravescroft to charge off the assessment of \$26.88 for Parcel 09S 14E 32 2961 in Gooding County. He said he did not receive any water from the split in 2025. Director DeWitt Marshall, seconded by Director Brad Shackelford moved to remove the assessment for 2025. The motion passed. Secretary Debbie Falconburg was directed to contact North Side Canal Company to verify and correct the assessment for 2026.

The meeting adjourned at 11:02 a.m.

\_\_\_\_\_  
Vice President Dave Ramseyer

  
\_\_\_\_\_  
President Dan Shewmaker



*Debbie Falconburg*

\_\_\_\_\_  
Secretary Debbie Falconburg

REORGANIZATION

The Chairman declared the old Board now dissolved and reorganization for the ensuing year be taken up and appointed Travis Thompson, Temporary Chairman.

Director Rob Blick, seconded by DeWitt Marshall, moved all offices retain their positions. The motion carried.

Travis Thompson returned the meeting to Director Dan Shewmaker.

AUDITING COMMITTEE – President Dan Shewmaker appointed Directors DeWitt Marshall, Brad Shackelford, and Rob Blick as Auditing Committee for 2026.

ATTORNEY – It was moved by Director DeWitt Marshall, seconded by Director Graham Hooper the firm Parsons, Behle, & Lattimer be retained as counsel for the District for the ensuing year at such hourly rates of 3-5% as the bill for general clients, and carried.

PAYMENT OF CLAIMS - It was moved by Director Graham Hooper seconded by Director DeWitt Marshall a resolution be adopted for the prompt payment of claims for such regular bills as discount bills, social security, phone, salary, etc., and duly carried.

DEPOSITORY ACCOUNT – It was moved by Director Graham Hooper, seconded by Director DeWitt Marshall, and carried; the following resolution be adopted;

BE IT RESOLVED that the any two of the four named officers are hereby authorized to sign checks, notes, bills, certificates of deposit or other instructions for the American Falls Reservoir District at the designated banking depository for the operating fund account.

MILEAGE REIMBURSEMENT BE RESOLVED that the Secretary adjust the mileage reimbursement according to IRS guidelines which for 2026 is \$0.725 per mile.

AUDITOR – A motion that Mahlke Hunsaker & Company PLLC be retained as Auditor and for counseling for the District, Single Audit IWRB Single Audit and the Water Quality Facilities Fund, respectively, for the ensuing year at such hourly rates of 3-5% as the bill for general clients and duly carried. was moved by Director DeWitt Marshall, seconded by Director Rob Blick, and carried.

PER DIEM – A motion by Director Dave Ramseyer, seconded by Director DeWitt Marshall was approved to retain the per diem allowance to \$150.00 per meeting day.

SALARY – The chairman appointed Directors Dave Ramseyer, Rob Blick, and Brad Shackelford, as a Salary Review Committee to report to the Board at the November 2026 meeting.

There being no further business to come before this Board the meeting adjourned.

  
President Dan Shewmaker

  
Secretary Debbie Falconburg