



Meeting of the Board of Directors

Date: Friday, February 19, 2021
Time: 11:00 – 2:00 p.m. Regular Session

Place: Meeting held virtually per Zoom invite

Regular Session of the Board of Directors

1. Review of Prior Meeting Minutes:
 - 01-11-2022 Regular Session (ACTION ITEM)

2. Finance Updates:
 - a. Recommendation from Board President to approve cash disbursements for January 2021 and authorize payment of bills and payroll for February 2021 when they become due. Consideration of approval of December credit card statements of Executive Director. (ACTION ITEM)
 - b. Finance Report – Review and consideration of December 2020 financial statements (ACTION ITEM)

3. Old Business:
 - a. Altru database conversion (UPDATE)
 - b. COVID-19 Staff leave policy and consideration of a revised method for calculating part-time employees (ACTION ITEM)

4. New Business: No New Business
 - a. Introduction of Jim Keller as new Galena Trails Advisory Committee Chairperson (UPDATE)
 - b. Review and approve the annual fiscal audit for fiscal year 2019-2020 as presented by Harris and Co. (ACTION ITEM)
 - c. Discuss memo regarding impacts on recreation users and wolf trapping in Blaine County and decide BCRD position on this issue (ACTION ITEM)

5. General Department Updates:
 - a. Executive Director Summary



- b. Programs updates:
 - i. Aquatics Manager hiring (DISCUSSION)
 - ii. Winter Programs Update (DISCUSSION)

- c. Trails Updates:
 - i. Nordic Season Update (DISCUSSION)
 - ii. Trails update (DISCUSSION)

- d. Development updates:

6. Executive Session: Personnel Matters per Idaho Statue 74-206(a)

Participation Information:

Topic: BCRD Regular Board of Directors Meeting

Time: Feb 19, 2021 11:00 AM Mountain Time (US and Canada)

Join Zoom Meeting

<https://zoom.us/j/99629852292?pwd=ZVY3cUVV1R1JGSnA0dTJXVFdDNGJqZz09>

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Anyone needing special accommodations to participate should contact the Blaine County Recreation District at (208) 578-2273

BLAINE COUNTY RECREATION DISTRICT
Minutes for the Regular Session of the Board of Directors
Monday, January 11, 2021

Group: Blaine County Recreation District Board of Directors
Date: Monday, January 11, 2021
Time: 2:00PM to 5:00PM Regular Session
Place: BCRD Conference Room, Community Campus; meeting held virtually per Zoom invite

Present at meeting:

Board members: Mike Burchmore, Mary Fauth, and Mark Mary

BCRD staff: Mark Davidson, Morgan Buckert, Joan Kino, Eric Rector, Holly Gawlinski, Lance Levy, and Jenna Vagias

Public Session – Regular Session of the Board of Directors (2:00PM-5:00PM)

Call to order at 2:05PM.

1. Review of Prior Meeting Minutes

11-20-2020 Regular Session

Mike Burchmore suggested to add “Burchmore” where it says “he requested” on item 4b, Wood River Legacy Project. He asked for “15%” to be changed to “50%” under Nordic Pass Sales, on the second line. Joan Kino commented that on item 2d, Finance Report, on the 6th line down, it should say “capital expenditures” and not “operational expenditures”. Mary Fauth motioned to approve the minutes with the suggested changes. Mark Mary seconded. The motion passed unanimously.

2. Finance Updates

a. Recommendation from Board Vice President to approve cash disbursements for November and December 2020 and authorize payment of bills and payroll for December 2020 and January 2021 when they become due. Consideration of approval of October and November 2020 monthly credit card statement of Executive Director.

Mike Burchmore motioned to approve cash disbursements for November and December 2020 and authorize payment of bills and payroll for December 2020 and January 2021 when they become due, as well as approve the October and November 2020 monthly credit card statement of the Executive Director. Mark Mary seconded. The motion passed unanimously.

b. Finance Report – Review and consideration of October and November 2020 financial statements

Joan Kino went over the October and November 2020 financial statements. She explained that October, year-to-date, is just about \$380k ahead of budget. She normalized this by taking out capital expenditures, where we had budgeted \$207.5k for a PistenBully, which was purchased in December. Normalized, we are \$132k ahead of budget. Kino stated that opex is showing about \$62k ahead last year, most of which is due to payroll, because there was one more payroll in October this year than last year. November was showing \$700k ahead of budget, YTD. She took out earmarked donations and capex to normalize, bringing it to \$450k. She explained that YOY, net income is showing \$414k above budget, which is \$361k normalized. Nordic pass sales are driving our goodness in

revenues, which were \$215k above budget MTD and \$248k above last year. Operational fundraising was \$69k ahead MTD, and \$98k YTD; \$104k YOY. Kino stated that all expenses are down except rent and utilities. Wages are down to budget \$38k. They were also down in November YOY because there was a third payroll in November last year. In capital expenditures, \$25k was budgeted for Quigley and we spent \$3k. YTD goodness is due to the timing of the PistenBully purchase. Mark Mary motioned to approve the October and November financials as presented. Mary Fauth seconded. The motion passed unanimously.

3. Old Business

a. Altru progress conversion

Lance Levy gave an update on the Altru conversion, stating that they started the consulting session upgrade a few weeks ago, which has been pretty productive. He said they have reviewed the first round of converted data, which looked clean. Those included fund and membership mapping documents. The final data will be submitted February 11th. Mark Davidson stated that Morgan Buckert has been participating a lot to go through all the fundraising data.

b. COVID-19 Staff leave update to existing leave policy

Mark Davidson explained that the BCRD doesn't qualify for FFCRA funds as an organization but chose to follow it anyway. A lot of people have used all their hours. The board discussed the logistics of adding Covid sick leave hours available to seasonal employees. Mark Mary motioned to approve the 1.11.21 memo written from Mark Davidson to the board referring to the additional Covid sick leave hours and allocate those hours as identified in that memo for all current part time staff as well as any new staff added in the future. Mary Fauth seconded. The motion passed unanimously.

4. New Business – No new business

5. General Department Updates

a. Executive Director Summary

Mark Davidson complemented staff, Eric Rector, Heather Stanton, Morgan Buckert, Joan Kino and team on their hard work. He said he has started some work on communications and a Nordic newsletter. He announced that GTAC has undergone some changes recently, with a new chair (Jim Keller) and a LatinX Hispanic outreach committee. A lot of people are really supportive of it.

b. Programs Updates

- i. **Aquatics Manager hiring:** Jenna Vagias stated that she is looking at hiring an aquatics manager. She placed ads on the website and in the Mountain Express, and is reaching out to past employees, too. She said she has had zero interest in the position. There was one person who was interested, but they lost interest when they found out there were no benefits. She explained that it makes sense to make this a full-time benefitted position to attract a qualified aquatics manager to run two pools that have never been operated before, in the midst of Covid, especially because so much money and effort have been put into creating the new pool space. She stated that the position could easily be full-time January through February because we could use more hands on deck with sports, the Hub, and the front desk. The board discussed and said they were in favor of this.

ii. Winter Programs Update

Jenna Vagias explained that Blaine County went into yellow, so some more BCRD programs opened up. She said we are allowing pickleball right now, and open gym can operate on a limited basis in orange and better. Vagias stated they decided to cancel indoor playground and indoor soccer for the season and suspend all gym rentals through March. She said that basketball starts Monday, and is designed it so it can run in red. There will be no competition in red, despite the School District's decision to open up head-to-head competition in any color. She said that FitWorks continues to be very quiet and announced that the Hub has received \$25k from state of Idaho. There have been around 20 kids a day consistently attending the Hub.

c. Trails updates

i. Nordic Communications Plan

Topic discussed in section 5d.

ii. Trails Update

Eric Rector gave an update on trails. He said there are a lot of people using the trails. The WRT and Quigley are good right now. Rector explained how, with the extra use, the parking area at Baker Creek got destroyed during Christmas break. He said he checked in with the Forest Service, and they are trying to outreach and educate and put people on the ground in the area.

d. Development updates

Morgan Buckert announced that she has been working on a winter communications plan with Mark Davidson and Sara Sheehy. Sheehy facilitated a group of Eric Rector, Davidson, Janelle Conners, Cindy Edgars, and Buckert to talk about how to get on top of the increase in users and Covid-19. The communication will be cute, fun, youthful, and also produced in Spanish. Lance Levy said he ran a sales report of preseason October 5th through yesterday and the same period for last year. The total revenue last year was \$573k and this year was \$850k, which is about a 48% increase. 1,600 passes were sold online last year, compared with 2,300 this year. A huge part of the increase was the fundraising pins. \$14,200 in pins were sold last year and \$68,750 in pins were sold this year. Levy stated that online sales for 1-day, 3-day, and 7-day passes is significantly up as well. Buckert stated that the best net from a Galena Benefit ever was \$284k in 2014. She said that even though there is no party this year, their Galena Benefit fundraising has brought in \$321k so far, after expenses, which was a surprise. She added that many of the gifts this year are from people who have never given to the BCRD before. She stated that some highlights included \$50k each from Andre and Mariya Heinz, \$50k from Theresa Heinz, and \$50k from Peter and Quinn Kearn. She said that offering alternative giving options spurred some new donations. Buckert said that her next push will be in the spring with our annual report, which will come out around mid-April or May. This report will push the Aquatic Center, etc.

Mark Davidson discussed the scheduling of board meetings in the future. He proposed having board meetings every 3rd Monday of the month from noon to three. Mary Fauth motioned to adjourn the regular meeting at 4:02PM, Mark Mary seconded.

Executive Session – Personnel Matters per Idaho Statute 74-206(a)

Mike Burchmore, BCRD Board President

Attest:

Mark Mary, BCRD Board Member:

BCRD Financial Dashboard Summary
Financial Review Period - December 2020

Legend

	Behind plan or trend
	Close to plan or trend
	Ahead of plan or trend

Total BCRD Income Statement Dec-20	MTD to Budget		YTD to Budget		Year on Year	
	Variance	Status	Variance	Status	Variance	Status
Total Revenue	191,419		549,105		12,890	
COGS	478		-7,950		-3,546	
Operating Expenses	-12,380		-74,796		-28,368	
Capital Expenditures	195,044		-76,492		-430,656	
Net income	8,277		708,343		475,460	

Total BCRD Income Statement Categories Dec-20	MTD to Budget		YTD to Budget		Year on Year	
	Variance	Status	Variance	Status	Variance	Status
Property Tax	13,954		18,233		47,063	
Program Fees + Passes	-5,967		-9,059		-10,285	
Fundraising	177,230		253,900		-247,245	
Other Revenue	1,052		-1,965		-12,035	
Total Revenue	191,419		549,105		12,890	
Cost of Goods Sold	478		-7,950		-3,546	
Wages & Benefits	-18,633		-56,954		-36,973	
Marketing	556		-3,487		13,313	
Repair & Maintenance	-846		-3,738		-16,450	
Consulting/Legal	156		-1,771		513	
Rent	-11,139		-8,734		-752	
Supplies	1,199		-2,046		1,293	
Utilities	703		3,859		3,740	
Other	15,623		-1,924		6,948	
Capex	195,044		-76,492		-430,656	
Total Expenses	183,142		-159,238		-462,570	

Key Metrics Dec-20	MTD to Budget		YTD to Budget		Year on Year	
	Variance	Status	Variance	Status	Variance	Status
League fees	-1,603		-1,603		-1,425	
Aquatics fees	0		0		0	
Aquatics passes	0		0		0	
Fitworks passes	-3,221		-9,210		-21,658	
Fitworks classes	-494		-1,489		-2,619	
NVT Season passes	7,140		293,018		244,694	
NVT day passes	-1,556		1,103		10,355	
Rental Revenue	407		808		3,309	
Operational Fundraising	177,230		275,892		228,830	
Earmarked Fundraising	0		-21,992		-476,075	
Gas	-3,569		-3,510		-793	

Net Income by Major Department Dec-20	MTD to Budget		YTD to Budget		Year on Year	
	Variance	Status	Variance	Status	Variance	Status
Tax Related Recreation	74,658		130,635		247,039	
G&A	54,732		84,682		97,610	
BCRD@CC (Programs)	22,086		44,632		18,557	
Aquatics	-3,687		-3,870		-112	
Tax Trails (WRT)	1,527		5,191		130,984	
GNVT	-66,381		577,707		228,421	

Total BCRD Income Statement Jan-21 Preliminary and Normalized	MTD to Budget		YTD to Budget		Year on Year	
	Variance	Status	Variance	Status	Variance	Status
Total Revenue	22,737		571,841		31,103	
COGS	0		-7,950		-3,748	
Operating Expenses	-15,982		-90,778		-27,780	
Capital Expenditures	0		-76,492		-497,961	
Net income	38,718		747,061		560,592	
Net Income Normalized						

Blaine County Recreation District
All BCRD Income Statement vs. Budget
October through December 2020

	MTD				TOTAL			
	Dec 20	Budget	\$ Over Budget	% of Budget	Oct - Dec 20	Budget	\$ Over Budget	% of Budget
	Ordinary Income/Expense							
Income								
Property Tax								
4000 · Property Tax	65,054	51,100	13,954	127%	88,983	70,750	18,233	126%
Total Property Tax	65,054	51,100	13,954	127%	88,983	70,750	18,233	126%
Program Fees, Lessons								
4100 · Program Fees	1,090	3,860	-2,770	28%	1,090	8,489	-7,399	13%
4101 · Program Fees (non-taxable)	8,259	10,863	-2,604	76%	18,492	18,363	130	101%
4350 · Lessons	0	100	-100	0%	0	300	-300	0%
4360 · Class Fees	48	542	-494	9%	736	2,225	-1,489	33%
Total Program Fees, Lessons	9,396	15,364	-5,967	61%	20,318	29,376	-9,059	69%
Passes								
4305 · Combo Annual Pass	16,946	9,000	7,946	188%	114,867	40,000	74,867	287%
4310 · Annual Passes								
4310.01 · Adult Season Pass (083)	44,124				566,984			
4310.02 · Dog Season Pass (083)	3,185				40,376			
4310.03 · Snowshoe Season Pass (083)	1,885				10,790			
4310 · Annual Passes - Other	1,699	52,475	-50,776	3%	4,432	405,425	-400,993	1%
Total 4310 · Annual Passes	50,893	52,475	-1,582	97%	622,582	405,425	217,157	154%
4315 · Combo Day Pass	0	0	0	0%	0	0	0	0%
4320 · Day Passes								
4320.01 · Adult Day Pass (083)	24,387				31,625			
4320.02 · Dog Day Pass (083)	809				1,001			
4320.03 · Quigley Day Pass (086)	415				434			
4320.04 · Snowshoe Day Pass (083)	1,326				1,536			
4320 · Day Passes - Other	1,665	30,356	-28,691	5%	1,950	36,017	-34,067	5%
Total 4320 · Day Passes	28,601	30,356	-1,754	94%	36,546	36,017	529	101%
4330 · Weekly Passes	10,787	8,000	2,787	135%	12,584	9,500	3,084	132%
4335 · Month Pass	2,420	4,667	-2,247	52%	6,358	14,000	-7,642	45%
Total Passes	109,648	104,497	5,150	105%	792,937	504,942	287,995	157%
Fundraising								
4700 · Fundraising - Nordic Pins	6,755	3,500	3,255	193%	59,655	13,000	46,655	459%
4710 · Fundraising-Donations	191,307	17,425	173,882	1098%	294,458	36,175	258,283	814%
4711 · Fundraising-Earmarked Donations	0	0	0	0%	3,008	25,000	-21,992	12%
4720 · Fundraising-Sponsorships	0	350	-350	0%	0	350	-350	0%
4730 · Fundraising-Special Events	18,300	22,857	-4,557	80%	19,875	68,571	-48,696	29%
4740 · Fundraising-Grants	5,000	0	5,000	100%	20,000	0	20,000	100%
4750 · Fundraising-Taxable	0	0	0	0%	0	0	0	0%
Total Fundraising	221,362	44,132	177,230	502%	396,996	143,096	253,900	277%
Other Revenue								
4200 · Facility Rental	80	595	-515	13%	851	965	-114	88%
4201 · Facility Rental (non-taxable)	4,522	3,600	922	126%	4,522	3,600	922	126%
4210 · Equipment Rental	0	0	0	0%	0	0	0	0%
4400 · Merchandise Sales	0	0	0	0%	50	0	50	100%
4410 · Food Sales	13	10	3	132%	29	30	-1	97%
4500 · Miscellaneous	2,444	0	2,444	100%	2,494	0	2,494	100%
4900 · Interest Income	1,990	3,792	-1,802	52%	6,060	11,376	-5,316	53%
Total Other Revenue	9,049	7,997	1,052	113%	14,006	15,971	-1,965	88%
Total Income	414,509	223,090	191,419	186%	1,313,241	764,136	549,105	172%
Cost of Goods Sold								
5010 · COS-Merchandise	488	0	488	100%	4,570	7,500	-2,930	61%
5020 · COS-Food	0	10	-10	0%	0	5,020	-5,020	0%
Total COGS	488	10	478	4880%	4,570	12,520	-7,950	37%
Gross Profit	414,021	223,080	190,941	186%	1,308,671	751,616	557,055	174%
Expense								
Payroll & Payroll Related								
Salaries								
6010 · Salaries	30,339	36,908	-6,569	82%	82,439	110,724	-28,285	74%
6011 · Salary Sick Leave	0	0	0	0%	296	0	296	100%
6012 · Salary Vacation Leave	931	0	931	100%	5,539	0	5,539	100%
6013 · Salary FFCRA Sick Leave	0	0	0	0%	1,111	0	1,111	100%
Total Salaries	31,269	36,908	-5,639	85%	89,385	110,724	-21,339	81%
Hourly								
6020 · Hourly Wages	40,949	46,734	-5,786	88%	122,932	140,203	-17,272	88%
6021 · Hourly Sick Leave	1,149	0	1,149	100%	3,314	0	3,314	100%
6022 · Hourly Vacation Leave	1,302	0	1,302	100%	4,840	0	4,840	100%

Blaine County Recreation District
All BCRD Income Statement vs. Budget
October through December 2020

	MTD				TOTAL			
	Dec 20	Budget	\$ Over Budget	% of Budget	Oct - Dec 20	Budget	\$ Over Budget	% of Budget
	6023 · Hourly FFCRA Sick Leave	332	0	332	100%	726	0	726
6030 · Overtime	114	2,000	-1,886	6%	439	2,000	-1,561	22%
Total Hourly	43,845	48,734	-4,889	90%	132,251	142,203	-9,953	93%
Seasonal								
6040 · Seasonal Payroll	17,563	18,685	-1,122	94%	34,637	45,254	-10,617	77%
6041 · Seasonal FFCRA Sick Leave	0	0	0	0%	2,281	0	2,281	100%
6045 · Seasonal Overtime	0	0	0	0%	0	0	0	0%
Total Seasonal	17,563	18,685	-1,122	94%	36,917	45,254	-8,336	82%
Payroll Expenses								
6080 · Worker's Compensation	0	0	0	0%	0	0	0	0%
6110 · FICA	6,739	7,981	-1,242	84%	18,822	22,811	-3,988	83%
6120 · SUTA	134	1,043	-909	13%	385	2,982	-2,597	13%
6130 · PERSI	8,969	10,791	-1,822	83%	26,463	31,770	-5,306	83%
6140 · Health Insurance	7,928	10,596	-2,668	75%	23,783	31,788	-8,004	75%
6141 · HSA Company Contribution	29	0	29	100%	3,479	0	3,479	100%
6145 · Employee Benefits	256	272	-16	94%	768	816	-48	94%
Total Payroll Expenses	24,054	30,683	-6,628	78%	73,701	90,166	-16,464	82%
6050 · Bonuses	0	0	0	0%	0	0	0	0%
6070 · Employee Relations	0	355	-355	0%	8	870	-862	1%
Total Payroll & Payroll Related	116,732	135,364	-18,633	86%	332,263	389,217	-56,954	85%
Marketing								
7015 · Advertising-Design	420	3,150	-2,730	13%	420	3,360	-2,940	13%
7020 · Advertising-Production	329	1,120	-791	29%	837	5,240	-4,403	16%
7025 · Advertising-Distribution	0	550	-550	0%	0	2,013	-2,013	0%
7030 · Advertising-Placement	1,017	2,100	-1,083	48%	2,640	5,490	-2,850	48%
7035 · Advertising-Other	0	550	-550	0%	0	1,100	-1,100	0%
7222 · Fundraising Expense	4,310	2,200	2,110	196%	8,615	6,400	2,215	135%
7500 · Marketing	2,570	1,000	1,570	257%	4,960	1,000	3,960	496%
7520 · Postage	6,650	3,520	3,130	189%	9,309	5,140	4,169	181%
7535 · Promotion	0	550	-550	0%	1,115	1,640	-525	68%
Total Marketing	15,296	14,740	556	104%	27,896	31,383	-3,487	89%
Repair & Maintenance								
7410 · Repair/Maintenance - other	156	220	-64	71%	236	690	-454	34%
7420 · Automobiles R/M								
7421.09 · F350 - 1997	123	0	123	100%	123	0	123	100%
7421.10 · Silverado - 2005	1,050	0	1,050	100%	1,086	0	1,086	100%
7421.11 · F250 - 1997 - RETIRED	0	0	0	0%	0	0	0	0%
7421.13 · F550 - 2008	169	0	169	100%	543	0	543	100%
7421.14 · Outback - 2002 - RETIRED	0	0	0	0%	0	0	0	0%
7421.15 · Dodge Ram - 2008	0	0	0	0%	0	0	0	0%
7421.16 · Ford F250 - 2008	410	0	410	100%	410	0	410	100%
7421.17 · Ford F150 - 2016	160	0	160	100%	160	0	160	100%
7421.18 · Dodge Ram 2500 - 2016	80	0	80	100%	300	0	300	100%
7420 · Automobiles R/M - Other	100	1,720	-1,620	6%	195	2,360	-2,165	8%
Total 7420 · Automobiles R/M	2,091	1,720	371	122%	2,815	2,360	455	119%
7430 · Buildings Repair/Maint	1,370	1,178	192	116%	2,672	3,559	-887	75%
7440 · Equipment R/M								
7441.07 · Sun Valley Tractor-07	0	0	0	0%	0	0	0	0%
7441.08 · WRT Tractor-08	0	0	0	0%	0	0	0	0%
7441.11 · John Deer Compact Excavator	0	0	0	0%	0	0	0	0%
7441.12 · Sutter 300 Mini Trail Dozer	132	0	132	100%	132	0	132	100%
7441.14 · Tool Cat-2015	1,120	0	1,120	100%	1,474	0	1,474	100%
7441.16 · 2019 Polaris Sportsman 850SP	39	0	39	100%	75	0	75	100%
7440 · Equipment R/M - Other	236	240	-4	98%	330	2,200	-1,870	15%
Total 7440 · Equipment R/M	1,527	240	1,287	636%	2,011	2,200	-189	91%
7450 · Grooming Equipment R/M								
7451.01 · 2007 PB200-Edge-(Rotarun)-SOLD	0	0	0	0%	0	0	0	0%
7451.03 · 2006 PB100-Croy-RETIRED	0	0	0	0%	0	0	0	0%
7451.07 · 2009 PB100-Vamps-(082)	3	0	3	100%	3	0	3	100%
7451.08 · 2011 PB400-Cow-(086)-RETIRED	0	0	0	0%	0	0	0	0%
7451.09 · 2011 PB100-(083)	437	0	437	100%	3,776	0	3,776	100%
7451.10 · 2012 PB100 WRT-Lake Creek-(083)	7	0	7	100%	7	0	7	100%
7451.11 · 2017 PB100-NVT-(083)	0	0	0	0%	305	0	305	100%
7451.12 · 2018 PB100-NVT-(083)	870	0	870	100%	1,255	0	1,255	100%
7451.13 · 2020 PB100-Quigley-(086)	7	0	7	100%	7	0	7	100%

Blaine County Recreation District
All BCRD Income Statement vs. Budget
October through December 2020

	MTD				TOTAL			
	Dec 20	Budget	\$ Over Budget	% of Budget	Oct - Dec 20	Budget	\$ Over Budget	% of Budget
	7450 · Grooming Equipment R/M - Other	99	3,500	-3,401	3%	-1,274	5,500	-6,774
Total 7450 · Grooming Equipment R/M	1,423	3,500	-2,077	41%	4,079	5,500	-1,421	74%
7460 · Path Field Grounds Repair/Maint	1,076	1,120	-44	96%	3,509	3,820	-311	92%
7470 · Snowmobiles Repair/Maint	0	510	-510	0%	0	930	-930	0%
Total Repair & Maintenance	7,642	8,488	-846	90%	15,321	19,059	-3,738	80%
Consulting / Legal								
7400 · Legal Fees	0	600	-600	0%	0	1,000	-1,000	0%
7530 · Professional & Consulting Fees	1,056	300	756	352%	1,074	1,845	-771	58%
Total Consulting / Legal	1,056	900	156	117%	1,074	2,845	-1,771	38%
Rent								
7620 · Property Rent	5,778	16,917	-11,139	34%	42,016	50,750	-8,734	83%
Total Rent	5,778	16,917	-11,139	34%	42,016	50,750	-8,734	83%
Supplies								
7097 · Computer Supplies	146	25	121	584%	146	325	-179	45%
7510 · Office Supplies	1,134	461	673	246%	1,549	1,378	171	112%
7511 · Operating Supplies	888	690	198	129%	1,266	1,445	-179	88%
7845 · Supplies - other	1,431	1,223	208	117%	1,767	3,626	-1,859	49%
Supplies - Other	0	0	0	0%	0	0	0	0%
Total Supplies	3,598	2,399	1,199	150%	4,728	6,774	-2,046	70%
Utilities								
7810 · Sanitation	1,099	1,110	-11	99%	2,432	2,845	-413	85%
7910 · Electric	902	1,055	-153	85%	1,798	2,110	-312	85%
7915 · Natural Gas	116	170	-54	68%	126	255	-129	49%
7920 · Water	1,355	430	925	315%	5,373	783	4,590	686%
7925 · Cable TV	94	94	0	100%	283	282	1	100%
7930 · Internet Connection	158	161	-3	98%	474	352	122	135%
Total Utilities	3,723	3,020	703	123%	10,486	6,627	3,859	158%
Other Miscellaneous								
7005 · Accounting & Auditing Fees	10,000	0	10,000	100%	10,000	0	10,000	100%
7050 · Allocated Expenses	0	1	-1	0%	0	2	-2	0%
7055 · Amenities	0	0	0	0%	0	0	0	0%
7060 · Automobile	0	10	-10	0%	0	30	-30	0%
7065 · Bad Debt	0	0	0	0%	0	0	0	0%
7070 · Bank Charges/Financing	122	0	122	100%	232	0	232	100%
7085 · Cellular & Satellite Phones	1,686	773	913	218%	2,370	1,546	824	153%
7090 · Chemicals	0	0	0	0%	0	0	0	0%
7095 · Computer Services	14,339	14,936	-597	96%	16,364	20,173	-3,809	81%
7096 · Computer Software	3,779	3,450	329	110%	3,909	3,725	184	105%
7099 · Computer Hardware	150	0	150	100%	3,936	2,100	1,836	187%
7105 · Credit Card Fees	18,564	5,456	13,108	340%	30,063	22,597	7,466	133%
7200 · Dues	0	425	-425	0%	400	610	-210	66%
7205 · Entertainment & Meals	0	75	-75	0%	0	440	-440	0%
7209 · Equipment Purchase	0	0	0	0%	2,499	500	1,999	500%
7215 · Fertilizer	0	0	0	0%	0	0	0	0%
7220 · Freight	0	0	0	0%	260	0	260	100%
7223 · Furniture & Fixtures	0	0	0	0%	0	250	-250	0%
7225 · Gasoline, Diesel & Motor Oil	4,771	8,340	-3,569	57%	8,072	11,582	-3,510	70%
7230 · Insurance	0	0	0	0%	17,071	17,073	-2	100%
7250 · Janitorial Services	480	0	480	100%	480	0	480	100%
7255 · Laundry	0	45	-45	0%	0	135	-135	0%
7310 · Automobile Lease	0	0	0	0%	0	0	0	0%
7330 · Equipment Lease	56	64	-8	88%	184	128	56	143%
7360 · Office Equipment	0	0	0	0%	0	0	0	0%
7405 · Licenses & Permits	100	5,500	-5,400	2%	225	12,750	-12,525	2%
7505 · Miscellaneous Exp	1,808	3,000	-1,192	60%	1,958	3,000	-1,042	65%
7515 · Penalties & Late Fees	0	0	0	0%	0	0	0	0%
7525 · Printing	0	100	-100	0%	0	100	-100	0%
7610 · Equipment Rent	100	760	-660	13%	378	1,270	-892	30%
7630 · Other Rent	90	195	-105	46%	267	495	-228	54%
7815 · Security	162	31	131	523%	162	93	69	174%
7820 · Seeds & Plants	0	0	0	0%	0	0	0	0%
7823 · Signs	3,145	100	3,045	3145%	3,145	200	2,945	1573%
7825 · Small Tools and Parts	0	300	-300	0%	145	600	-455	24%
7840 · Subscriptions	1,493	852	641	175%	2,294	2,501	-206	92%
7850 · Telephone	250	306	-56	82%	921	652	269	141%

**Blaine County Recreation District
All BCRD Income Statement vs. Budget
October through December 2020**

	MTD				TOTAL			
	Dec 20	Budget	\$ Over Budget	% of Budget	Oct - Dec 20	Budget	\$ Over Budget	% of Budget
7855 · Training	295	500	-205	59%	295	1,750	-1,455	17%
7860 · Travel	0	50	-50	0%	0	575	-575	0%
7865 · Uniforms	0	500	-500	0%	1,421	4,100	-2,679	35%
Total Other Miscellaneous	61,391	45,768	15,623	134%	107,051	108,976	-1,924	98%
Total Expense	215,216	227,596	-12,380	95%	540,834	615,630	-74,796	88%
Net Ordinary Income	198,805	-4,516	203,321	-4402%	767,837	135,986	631,851	565%
Other Income/Expense								
Other Expense								
9010 · Capital Expenditures	255,044	60,000	195,044	425%	216,008	292,500	-76,492	74%
Total Other Expense	255,044	60,000	195,044	425%	216,008	292,500	-76,492	74%
Net Other Income	-255,044	-60,000	-195,044	425%	-216,008	-292,500	76,492	74%
Net Income	-56,239	-64,516	8,277	87%	551,828	-156,514	708,343	-353%

Blaine County Recreation District
Balance Sheet
As of December 31, 2020

Dec 31, 20

ASSETS

Current Assets

Checking/Savings

0105 · Mountain West Bank-Checking	70,807.00
0110 · Mountain West-Imprest	1,172.87
0115 · Petty Cash	100.00
0120 · Cash On Hand	200.00
0140 · Savings-General Fund #980	649,265.81
0142 · Savings-Fox Park Acct #3468	3.48
0145 · Savings - WRT Fund #3178	478,019.25
0150 · Savings-Galena #1396	1,985,323.39
0160 · Savings-Harriman Trail #2273	203,757.33
0170 · Diversified Fund	392,052.98
0180 · Mtn West Bank-FLEX Acct	25,642.04

Total Checking/Savings 3,806,344.15

Accounts Receivable

0205 · Accounts Receivable	102,039.08
0207 · Activenet CreditCard Receivable	2,298.50

Total Accounts Receivable 104,337.58

Other Current Assets

1499 · Undeposited Funds	14,082.06
--------------------------	-----------

Total Other Current Assets 14,082.06

Total Current Assets 3,924,763.79

Fixed Assets

1110 · Property/Equip-Rec Dist	151,944.39
1120 · Property/Fixtures-Rec Dist	118,133.10
1130 · Aquatic-Property/Equipment	741,040.24
1140 · Aquatic-Furn/Fixtures	83,508.32
1150 · Aquatic-Design	54,951.06
1160 · Aquatic-Engineering	15,137.17
1170 · Aquatic-Construction	715,647.65
1180 · Aquatic-Landscape	36,703.72
1190 · Aquatic-Phase I	18,073.00
1220 · Storage Shed	2,485.00
1230 · Parks	128,625.94
1310 · WRT-Maintenance Equipment	2,270,290.25
1320 · WRT-Construction	6,158,658.05
1330 · WRT-Engineering	208,403.43
1340 · WRT-Land	308,258.54
1360 · Quigley Land	75,000.00
1410 · Galena Lodge	1,812,438.84
1420 · Galena Equipment	291,627.97
1510 · Community Campus Construction	666,747.00
1553 · Construction in Progress	2,649,887.00
1610 · HUB-Construction	183,089.00
1620 · HUB-Equipment	3,373.00
1700 · Accumulated Depreciation	-7,249,856.63

Total Fixed Assets 9,444,166.04

TOTAL ASSETS 13,368,929.83

LIABILITIES & EQUITY

Liabilities

Current Liabilities

Accounts Payable

2010 · Accounts Payable	
2011 · Rent Payable	33,895.98
2010 · Accounts Payable - Other	-186.76

Total 2010 · Accounts Payable 33,709.22

Blaine County Recreation District
Balance Sheet
As of December 31, 2020

	<u>Dec 31, 20</u>
Total Accounts Payable	33,709.22
Other Current Liabilities	
2120 · State Withholding Tax Payable	2,401.00
2125 · SUTA Payable	464.93
2130 · PERSI Payable	7,192.80
2140 · PERSI Choice-Payable	716.60
2161 · AFLAC Pre-tax Payable	332.80
2162 · AFLAC (After-tax) Payable	129.98
2185 · S. V. Co. Combo Pass Payable	
2185.01 · Combo Season Pass	2,707.08
Total 2185 · S. V. Co. Combo Pass Payable	<u>2,707.08</u>
2200 · Sales Tax Payable	6,654.74
2323 · Advanced Revenue-NVT/ Harriman	6,146.16
2329 · Advanced Revenue-Other Programs	
2329.03 · Advanced Rev Quigley Developmnt	201,043.01
Total 2329 · Advanced Revenue-Other Programs	<u>201,043.01</u>
2350 · Galena Adventure Camp Scholarsh	3,342.40
Total Other Current Liabilities	<u>231,131.50</u>
Total Current Liabilities	<u>264,840.72</u>
Total Liabilities	264,840.72
Equity	
3000 · Investment in Fixed Asset	9,444,166.04
3010 · Fund Balance	3,108,094.65
Net Income	551,828.42
Total Equity	<u>13,104,089.11</u>
TOTAL LIABILITIES & EQUITY	<u><u>13,368,929.83</u></u>

Financial Statements

Blaine County Recreation District
Includes Supplementary Information
Year Ended September 30, 2020

DISCUSSION
DRAFT



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INDEPENDENT AUDITORS' REPORT

Board of Directors
Blaine County Recreation District
Hailey, Idaho

Report on the Financial Statements

We have audited the accompanying financial statements of Blaine County Recreation District as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

Management's Responsibility 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.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. 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. Those standards required that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of Blaine County Recreation District, as of September 30, 2020, and the respective changes in financial position for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedule and schedule of employer's share of net pension liability and employer contributions information as listed on 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 inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquires, the basic financial statements, and other knowledge we obtained during 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated January 11, 2021, on our consideration of Blaine County Recreation 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 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 Blaine County Recreation District's internal control over financial reporting and compliance.

Meridian, Idaho
January 11, 2021

MANAGEMENT'S DISCUSSION AND ANALYSIS

DISCUSSION
DRAFT

**BLAINE COUNTY RECREATION DISTRICT
MANAGEMENT'S DISCUSSIONS AND ANALYSIS
September 30, 2020**

This section of Blaine County Recreation District's annual financial report presents our discussion and analysis of the District's financial performance during the fiscal year that ended on September 30, 2020. Please read it in conjunction with the District's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

- The total net position of Blaine County Recreation District (BCRD) on September 30, 2020 was \$12,034,816, an increase of \$1,377,008 over 2019.
- Total fund balance on September 30, 2020 was \$3,108,095 compared to \$3,161,900 on September 30, 2019, a decrease of \$53,805. Of the total fund balance amount, \$224,894 is unassigned and available to meet the District's on-going operational needs.
- Due to COVID-19, BCRD saw a decline in some categories of both revenues and expenditures. On March 20, 2020, the State of Idaho issued an isolation order to residents of Blaine County due to the spread of COVID-19. Construction at the Aquatic Center was halted as part of the order, which caused delays in the completion, and lead to the BCRD Board of Directors decision to keep the Aquatic Center closed for the 2020 season. Programs like youth baseball and track were cancelled, the HUB After-School childcare was closed for the remainder of the school year and FitWorks was closed for three months due to the order.
- Revenues for Fiscal Year 2020 increased \$560,520 or 14% over 2019 revenues. This increase was due to fundraising revenue, which increased \$689,853 or 53% over the previous year. Property tax revenue was also up \$63,879 or 4% over 2019. All other categories of revenue saw a decline as compared to 2019 revenues.
- Operational expenditures for Fiscal Year 2020 decreased \$228,362 or 9% over 2019 expenditures. All categories of operational expenditure saw a decrease over the previous year. The most significant decreases were in Professional Services which decreased \$20,193 or 51% and Supplies, Maintenance & Operations which decreased \$97,978 or 42% over 2019.
- Capital expenditures for Fiscal Year 2020 increased \$1,075,131 or 104% over 2019. This increase was driven by the completion of Phase 2 of the Aquatic Center Revitalization Project and the current phase of construction at Quigley Trails Park. Phase 2 of the Aquatic Center Revitalization project, which started in August of 2019, includes the renovation of the existing pool, the addition of a zero-depth-entry leisure pool, and upgrades to the mechanical systems and landscaping. The Quigley Trails Park constructions included an asphalt pump track, flow trails, jump lines, a bicycle skills park, fencing and landscaping.

**BLAINE COUNTY RECREATION DISTRICT
MANAGEMENT'S DISCUSSIONS AND ANALYSIS
September 30, 2020**

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of six parts – management discussion and analysis, the government-wide financial statements, fund financial statements, notes to the financial statements, required supplementary information and optional supplementary information.

Government-Wide Financial Statements

The Statement of Net Position and the Statement of Activities provide information about the activities of the District as a whole and present a longer-term view of the District's finances. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting method used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the District's net position and changes in them. You can think of the District's net position – the difference between assets and liabilities – as one way to measure the District's financial health or financial position.

Fund Financial Statements

The Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenue, Expenditures, and Changes in Fund Balance make up the Fund Financial Statements. The Fund Financial Statements provide information about the District's funds – not the District as a whole. Funds may be required by law or may be established by the board to segregate funds for specific activities or objectives. Blaine County Recreation District has one fund which is the Governmental (General) Fund.

The Fund Financial Statements focus on short-term inflows and outflows of resources. They show the balances left at year-end that are available for spending. These statements provide a detailed short-term view that helps determine whether there are more or fewer financial resources that can be spent in the near future to finance the District's programs.

Notes to Financial Statements

The Notes to Financial Statements provide additional information that is necessary to fully understand the data presented in the government-wide and fund financial statements.

Required Supplemental Information

This section provides information regarding the budget, any budget amendments and the performance of the District as compared to the budget.

**BLAINE COUNTY RECREATION DISTRICT
MANAGEMENT'S DISCUSSIONS AND ANALYSIS
September 30, 2020**

**FINANCIAL ANALYSIS OF BLAINE COUNTY RECREATION DISTRICT AS A
WHOLE**

Net Position

Net position measures the difference between what the District owns (assets) and what the District owes (liabilities). The total assets of Blaine County Recreation District exceeded its liabilities as of September 30, 2020 by \$12,034,816, an increase of \$1,377,008 over the previous year's net position balance of \$10,657,808 (see the Table 1 below). In comparison, 2019's net position increased \$740,226 over 2018's net position.

DISCUSSION
DRAFT

**BLAINE COUNTY RECREATION DISTRICT
MANAGEMENT'S DISCUSSIONS AND ANALYSIS
September 30, 2020**

**Table 1
BLAINE COUNTY RECREATION DISTRICT'S
Statement of Net Position
September 30, 2020 and 2019**

	<u>2020</u>	<u>2019</u>	<i>% Change</i>
<i>ASSETS</i>			
Current Assets	5,059,964	5,779,884	-12%
Capital Assets	<u>9,444,166</u>	<u>7,889,764</u>	20%
Total Assets	<u>14,504,130</u>	<u>13,669,648</u>	6%
<i>DEFERRED OUTFLOWS OF RESOURCES</i>			
Pensions	181,616	87,431	108%
<i>LIABILITIES</i>			
Other Liabilities	424,350	1,150,215	-63%
Long-term liabilities, due beyond one year	0	0	0%
Net Pension Liability*	<u>672,336</u>	<u>325,647</u>	106%
Total Liabilities	<u>1,096,686</u>	<u>1,475,862</u>	-26%
<i>DEFERRED INFLOWS OF RESOURCES</i>			
Deferred Taxes	1,527,519	1,467,769	4%
Pensions	<u>26,725</u>	<u>155,640</u>	-83%
Total Deferred Inflows	<u>1,554,244</u>	<u>1,623,409</u>	-4%
<i>NET POSITION</i>			
Invested in Capital Assets, Net of Debt	9,444,166	7,889,764	20%
Restricted	647,630	1,195,265	-46%
Unrestricted	<u>1,943,020</u>	<u>1,572,779</u>	24%
Total Net Position	<u>12,034,816</u>	<u>10,657,808</u>	13%

*Note: The Governmental Accounting Standards Board Statement No. 68 or GASB 68 went into effect in 2015. The primary objective of GASB 68 is to improve accounting and financial reporting by state and local governments for pensions. To meet this objective, any state or local government employer in a cost-sharing, multiple-employer pension plan will report a net pension liability in their own financial statements based on their proportionate share of collective net liability for the entire plan. BCRD's proportionate share is .0289534%.

**BLAINE COUNTY RECREATION DISTRICT
MANAGEMENT'S DISCUSSIONS AND ANALYSIS
September 30, 2020**

Changes in Net Position

The 13% increase in Net Position of \$1,377,008 is a result of a 6% increase in Total Assets and a 26% decrease in Total Liabilities. The increase in Total Assets is a result of an increase in capital (fixed) assets of \$2,112,241 less accumulated depreciation of \$557,840. As a result of the investment in capital assets, current assets, which includes the cash accounts, are down 12% from last year.

Other liabilities are down \$725,865 or 63% from 2019. This is a result of a decrease in advanced revenue and a decrease in accounts payables. Advanced revenue is down as funds were recognized to offset capital expenditures for both the Aquatic Center Revitalization Project and the Quigley Trails Park. Accounts payables were up in 2019 due to a payable in the amount of \$370,000 for Phase 2 of the Aquatic Center Revitalization Project.

The changes in deferred inflows and outflows related to the pensions are the result of the changes in the valuation and calculation of the funded status of PERSI. These balances are the District's portion of the entire plan and are derived directly from audited financial statements of PERSI.

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

Government Funds

The General Fund is the only fund used by the Blaine County Recreation District. The fund balance on September 30, 2020 was \$3,108,095, a decrease of \$53,805 over the prior year's fund balance of \$3,161,900. The fund balance decrease is a result of general fund expenditures exceeding revenues (see Table 2 below).

**BLAINE COUNTY RECREATION DISTRICT
MANAGEMENT'S DISCUSSIONS AND ANALYSIS
September 30, 2020**

**Table 2
BLAINE COUNTY RECREATION DISTRICT'S
Change in Fund Balance**

	2020	2019
Revenues		
Property Taxes – General	\$ 1,540,637	\$ 1,476,758
Program Fees	160,534	262,898
Rent Revenue	17,540	21,376
Fundraising	1,986,008	1,296,155
Pass Revenue	707,606	763,929
Other Revenue	<u>41,952</u>	<u>72,641</u>
Total Revenue	4,454,277	3,893,757
Expenses		
Salary & Fringe Benefits	1,727,682	1,748,961
Professional Services	19,061	39,254
Advertising	63,602	97,079
Supplies, Maintenance & Operations	135,330	233,298
Office Expenditures	450,166	505,611
Capital Outlay	<u>2,112,241</u>	<u>1,037,110</u>
Total Expenditures	4,508,082	3,661,313
Excess (Deficiency) of Revenue Over (Under) Expenditures	\$ (53,805)	\$ 232,444
Fund Balance, Beginning of Year	\$ 3,161,900	\$ 2,929,456
Fund Balance, End of Year	\$ 3,108,095	\$ 3,161,900

Revenues

Fiscal Year 2020 revenues were ahead of the prior year by \$560,520 or 14%. Property tax and fundraising revenues saw increases over last year of \$63,879 and \$689,853 respectively while Program/Service and Miscellaneous revenues were down \$162,523 and \$30,689, respectively.

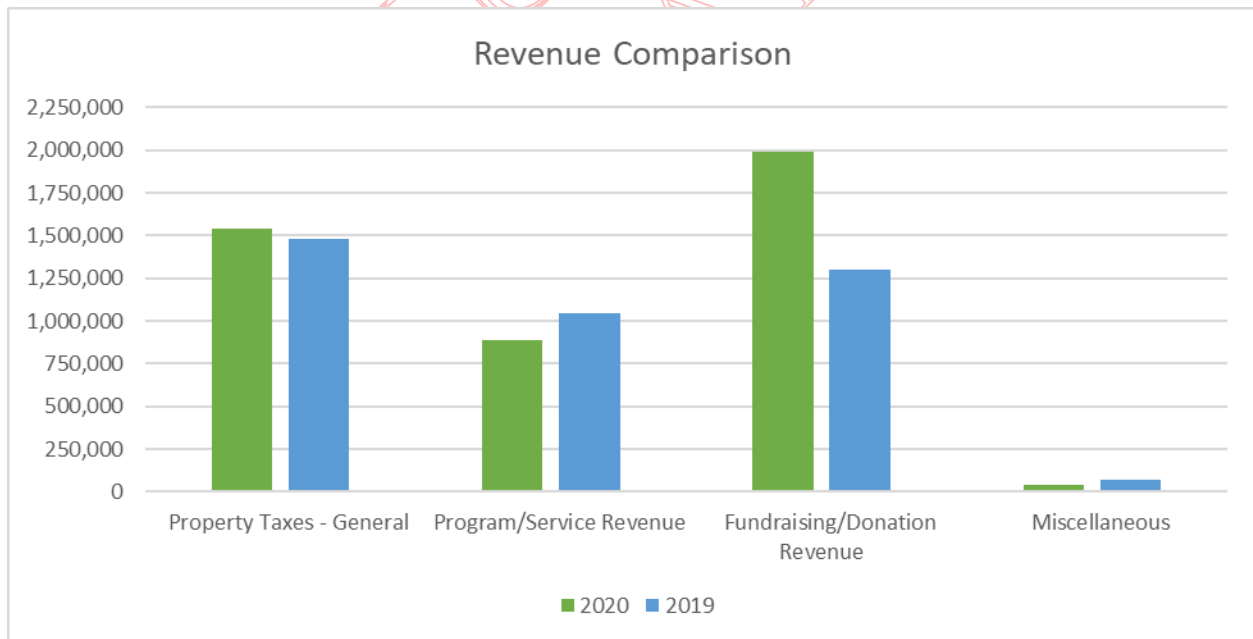
Fundraising, specifically Earmarked Donations, was ahead of the previous year by 98% or \$738,343. This increase is due to advanced revenue that was recognized to cover the capital expenses for the completion of construction of Phase 2 of the Aquatic Center Revitalization Project and the Quigley Trails Park. The 4% increase in property tax revenue is due to the allowable 3% increase the district requested for the fiscal year, state sales tax revenue sharing, and additional property taxes received from prior year unpaid taxes which includes penalties and interest.

**BLAINE COUNTY RECREATION DISTRICT
MANAGEMENT’S DISCUSSIONS AND ANALYSIS
September 30, 2020**

COVID-19 had a negative impact on Program/Service and Miscellaneous Revenue. In Spring 2020, construction on Phase 2 of the Aquatic Center Revitalization Project was halted due to the Blaine County Isolation Order. The delayed mid-July completion date, coupled with school starting August 17th, were the determining factors for the BCRD Board of Directors to decide against opening the Aquatic Center. Other programs, such as Youth Baseball and Track and Field were cancelled and BCRD’s fitness center was closed for three months due to the state’s isolation order for Blaine County. The fitness center has seen a considerable decrease in attendance and sales since reopening. Other programs, such as the Summer Youth Camp and after-school childcare, have reduced registrations to comply with safety and social distancing practices. The closures and reduction of programs have caused revenue shortfalls in program fees, pass revenue, and other revenue which includes facility rental and food sales.

See Graph 1 below for a comparison of 2020 and 2019 revenues. In the graph, Program Fees, Pass and Rental revenues have been combined and are included in Program/Service Revenue.

**Graph 1
Blaine County Recreation District’s
Revenue Comparison between 2020 & 2019**



**BLAINE COUNTY RECREATION DISTRICT
MANAGEMENT'S DISCUSSIONS AND ANALYSIS
September 30, 2020**

Expenditures

Operational expenditures for Fiscal Year 2020 were behind the prior year by \$228,362 or 9%. All categories of operational expenditures decreased over last year. Supplies, Maintenance & Operations were \$97,968 or 42% behind 2019, Office Expenditures were \$55,445 or 11% behind 2019, Advertising was \$33,477 or 34% behind 2019, Salary and Fringe Benefits were \$21,279 or 1% behind 2019 and Professional Services were \$20,193 or 51% behind 2019.

As with revenues, much of the decline in operational expenditures were due to COVID-19 and BCRD's inability to operate some facilities and youth sports programs. This is evident in Salary & Fringe Benefits, specifically Seasonal Salaries and their associated payroll taxes, line items in Advertising, such as Design, Production and Placement, the Supplies line item in Supplies, Maintenance and Operations, and the Janitorial and Uniform line items in Office Expenditures.

Repair and maintenance, which was down \$90,411 to 2019, drove the year-on-year decline in Supplies, Maintenance & Operations. Three areas of repair and maintenance, automobile, grooming equipment and path, field, and grounds, drove the decline. In 2019, our mechanic addressed mechanical needs for both the automobile and PistenBully fleets that had been deferred in prior years. He also addressed issues in these fleets that may have been considered optimal, but discretionary. As a result of these efforts, less general maintenance was needed and there were no major breakdowns. Maintenance on the Wood River Trail, which was almost \$18,000 less than 2019, drove the decline in path, field, and grounds repair and maintenance. In 2020, snow removal costs were \$6,000 less than the previous year and there were no expenses for tree trimming and fence repairs which drove increases in expenditures in 2019. Finally, when the isolation order went into effect in March, the executive director requested maintenance staff to be as disciplined as possible in the degree of maintenance work and the costs associated with them. This request, along with the efforts mentioned above, held repair and maintenance costs to its lowest level since fiscal year 2008.

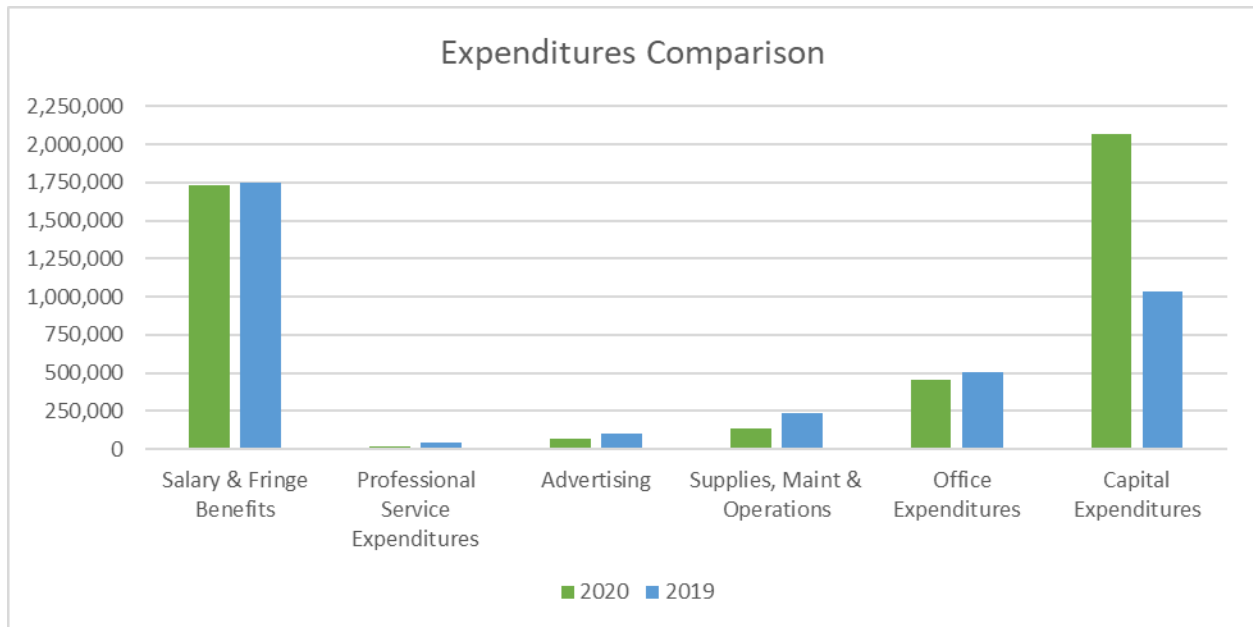
The Professional Services category saw a \$20,193 or 51% decline from 2019. This category also saw a \$19,031 or 33% decrease from 2018. The decline in this category can be attributed to a decline in architectural and engineering fees required for the Aquatic Center Revitalization Project and the projects at Quigley Trails Park.

Capital expenditures increased \$1,075,131 or 104% over 2019. This increase was driven by the completion of Phase 2 of the Aquatic Center Revitalization project in which \$1,259,669 was expended, and the projects at Quigley that include the Bike Park and infrastructure work where \$526,503 was expended.

See Graph 2 below for a comparison of 2020 and 2019 expenditures.

**BLAINE COUNTY RECREATION DISTRICT
MANAGEMENT’S DISCUSSIONS AND ANALYSIS
September 30, 2020**

**Graph 2
Blaine County Recreation District’s
Expenditure Comparison between 2020 & 2019**



General Fund Budgetary Highlights

The fiscal year ended with a \$53,805 net loss; however, it was budgeted to end with a \$753,000 net loss. This difference is due to both operational and capital expenditures coming in under budget by \$362,211 and \$851,759, respectively. Revenues also came in under budget by \$514,775.

The revenue shortfall was mainly due to the Fundraising category, which was down \$540,710 to budget, or more specifically, Earmarked Fundraising which was down \$671,548 to budget. The Earmarked Fundraising shortfall was due to the Aquatic Center Revitalization project which started in August of the prior fiscal year but was budgeted in FY19-20. This early start required \$747,558 of fundraising dollars to be recognized in the prior fiscal year. It is worth noting that the line-item fundraising donations was up \$103,928 to budget for the year. This increase was a result of year-end giving and the Idaho Gives campaign which BCRD participated in for the first time. Year-end giving, between October 1, 2019 and January 31, 2020, left donations \$74,850 ahead of budget. Donations received in late April to mid-May, from the Idaho Gives campaign, brought donations \$19,120 ahead of budget during that time.

**BLAINE COUNTY RECREATION DISTRICT
MANAGEMENT'S DISCUSSIONS AND ANALYSIS
September 30, 2020**

Other revenue categories that came in under budget were Program Fees which were down \$110,857, and Rental Income which was down \$920. These revenue shortfalls were the result of facility and programs closures due to COVID-19.

The categories of Property Tax Revenue, Pass Revenue and Other Revenue came in ahead of budget by \$58,767, \$39,534, and \$39,410, respectively. The increase in Pass Revenue is due to Nordic pass sales which were \$123,221 ahead of budget. Pass revenue for FitWorks was down \$36,388, which was closed for three months due to COVID-19 and has experienced lower attendance and sales since reopening. The Aquatic Center, which did not open this fiscal year due to constructions delays brought on by COVID-19, had a Pass Revenue budget of \$47,300.

All categories of operational expenditures were under budget except for Professional Service Expenditures which came in over budget by \$4,071. Salary and Fringe Benefits were \$142,105 behind budget, Advertising was \$44,813 behind budget, Supplies, Maintenance, and Operations were \$37,220 behind budget and Office Expenditures were \$142,144 behind budget. Much of the savings in operational expenditures are due to COVID-19 facility and program closures, which resulted in savings in wages, supplies, advertising, and office expenditures. COVID-19 also precipitated guidance from the Executive Director to be disciplined with discretionary spending.

Capital Expenditures had a budget of \$2,964,000, however, only \$2,112,241 was expended. The \$851,759 that was unexpended was mainly due to the Aquatic Center Revitalization project. This project was budgeted for \$2,000,000 and \$1,259,669 was expended, however, \$747,558 was expended in the prior fiscal year when the board approved to start the project early. There were several other capital projects and capital expenditures for the fiscal year. They included construction at Quigley Trails Park, which was budgeted for \$500,000 and \$565,226 was expended, re-decking the River Run Bridge and sealcoating a section of the Wood River Trail were budgeted for \$135,000 and \$185,692 was expended, and a vehicle purchase budgeted for \$20,000 and purchased for \$20,085 after a \$500 trade-in for the 2002 Subaru Outback. One non-budgeted capital item purchased was a new pump and piping for a well at Rainbow Bend on the Wood River Trail for \$5,829. There was also a non-budgeted capital project completed that was a new septic system at Galena Lodge for \$75,740. This project was necessary to replace the failing septic system.

A snowmobile was budgeted to be purchased in October 2019 and a PistenBully snow groomer was budgeted to be purchased in May 2020. A Polaris Sportsman ATV was purchased in August 2019 in lieu of the snowmobile. The ATV was purchased early to take advantage of a discount that was being offered at that time. The PistenBully purchase was postponed until Fiscal Year 2021. Other budgeted capital expenditures were \$10,000 for Carey Park equipment and infrastructure support and \$25,000 for database software. A \$5,000 contribution was paid to the City of Carey toward their basketball court installation and \$12,076 was paid to Altru toward an online database and point of sale system. These payments were not expended as capital expenditures as they did not meet the criteria for a capital purchase.

**BLAINE COUNTY RECREATION DISTRICT
MANAGEMENT'S DISCUSSIONS AND ANALYSIS
September 30, 2020**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

On September 30, 2020, the District had \$9,444,166 invested in capital assets net of accumulated depreciation. This is an increase of \$1,554,402 over the previous year. The District acquired \$2,112,241 in capital assets and expensed \$557,840 in asset depreciation. The assets acquired in Fiscal Year 2020 include a 2018 Dodge Journey to be used by the Programs departments, a new pump and piping for the well at Rainbow Bend, new decking on the River Run Bridge on the Wood River Trail, a new bike park at Quigley Trails Park, a new septic system at Galena Lodge and the completion of the remodel of BCRD's existing swimming pool, and the addition of a new leisure swimming pool at the Aquatic Center.

Long-Term Debt

The Blaine County Recreation District currently has no long-term debt.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The budget for Fiscal Year 2021 reflects the expected impacts of COVID-19 on various business units of the BCRD while also reducing projected capital expenditures due to the completion of the BCRD Aquatic Center Revitalization Project and the installation of a bike park at Quigley Trails Park. North Valley Trail pass sales were projected at \$600,000 due to strong sales in the prior year and projected strong demand for outdoor winter recreation during the pandemic. In other departments such as FitWorks, our indoor recreation center, revenue was projected to decline by 38% for the year due to decreased demand for indoor fitness programming. Overall revenue is budgeted to be just above \$3M versus a \$5M projection the year before. This decline anticipates a flat overall operating revenue attainment year on year after normalizing for one-time fundraising capital campaign contributions for both the Aquatic Center & Quigley Trails Park. Total expenditure decline in the budget for Fiscal Year 2021 are primarily due to a significantly smaller capital expenditure forecast given the completion of the major capital projects mentioned in the prior operating year. A net loss of \$327K is projected based on budgeted use of existing reserves committed by the BCRD Board of Directors for capital replacement for four different projects.

Requests for Information

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Blaine County Recreation District's finances and to show the District's accountability for the money it receives. Please direct any questions to Blaine County Recreation District, 1050 Fox Acres Rd., Room 107, Hailey, ID 83333, or call (208)578-2273.

FINANCIAL STATEMENTS

DISCUSSION
DRAFT

BLAINE COUNTY RECREATION DISTRICT
STATEMENT OF NET POSITION AND
GOVERNMENTAL FUND BALANCE SHEET
September 30, 2020

	<u>General Fund</u>	<u>Adjustments Note B</u>	<u>Statement of Net Position</u>
Assets			
Cash and cash equivalents	\$ 3,520,371	\$	\$ 3,520,371
Property taxes receivable	1,527,519		1,527,519
Receivables, net	12,074		12,074
Fixed assets, net of accumulated depreciation	<u>0</u>	9,444,166	<u>9,444,166</u>
Total Assets	<u>5,059,964</u>		<u>14,504,130</u>
Deferred Outflows of Resources - Pensions	<u>0</u>	181,616	<u>181,616</u>
Liabilities			
Accounts payable	161,540		161,540
Accrued payroll liabilities	54,271		54,271
Advanced revenue	208,539		208,539
Long-term liabilities, due beyond one year: Net pension liability	<u>0</u>	672,336	<u>672,336</u>
Total Liabilities	<u>424,350</u>		<u>1,096,686</u>
Deferred Inflows of Resources			
Deferred tax revenue	1,527,519		1,527,519
Pensions	<u>0</u>	26,725	<u>26,725</u>
Total Deferred Inflows	<u>1,527,519</u>		<u>1,554,244</u>
Fund Balance/ Net Position			
Fund Balances:			
Restricted	647,630		
Committed	2,235,571		
Unassigned	<u>224,894</u>		
Total Fund Balances	<u>3,108,095</u>		
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 5,059,964</u>		
Net Position:			
Restricted			647,630
Invested in Capital Assets, Net of Related Debt			9,444,166
Unrestricted			<u>1,943,020</u>
Total Net Position			<u>\$ 12,034,816</u>

See notes to financial statements.

BLAINE COUNTY RECREATION DISTRICT
STATEMENT OF ACTIVITIES AND GOVERNMENTAL FUND STATEMENT OF
REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES
For the Year Ended September 30, 2020

	<u>General Fund</u>	<u>Adjustments Note C</u>	<u>Statement of Activities</u>
Expenditures			
Culture and Recreation			
Salary and fringe benefits	\$ 1,727,682		\$ 1,727,682
Net Pension Expense	0	123,588	123,588
Professional service expenditures	19,061		19,061
Advertising	63,602		63,602
Supplies, maintenance, and operations	135,330		135,330
Office expenditures	450,166		450,166
Total	<u>2,395,841</u>		<u>2,519,429</u>
Depreciation expense		557,840	557,840
Capital outlay	<u>2,112,241</u>	(2,112,241)	<u>0</u>
Total Expenditures	4,508,082		3,077,269
Revenue			
Program revenues			
Program fees	160,534		160,534
Rent revenue	17,540		17,540
Fundraising	1,986,008		1,986,008
Pass revenue	707,606		707,606
Total program revenue	<u>2,871,688</u>		<u>2,871,688</u>
General revenue			
Property taxes – General	1,540,637		1,540,637
Other revenue	41,952		41,952
Total general revenue	<u>1,582,589</u>		<u>1,582,589</u>
Total Revenue	<u>4,454,277</u>		<u>4,454,277</u>
Excess of Expenditures Over Revenue	(53,805)		
Change in Net Position			1,377,008
Fund Balance/ Net Position			
Beginning of Year	<u>3,161,900</u>		<u>10,657,808</u>
End of Year	<u>\$ 3,108,095</u>		<u>\$ 12,034,816</u>

See notes to financial statements.

BLAINE COUNTY RECREATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

Note A – Summary Of Significant Accounting Policies

General Statement

Blaine County Recreation District (the District) was organized November 8, 1976, under the provisions of Idaho Code Section 31-4301. The District is supported by membership dues, grants, and property tax revenue passed through Blaine County. Under the direction of the District's board of directors, staff provides technical support services.

Financial Reporting Entity

The general purpose financial statements, included herein, present the financial position, results of operations and changes in fund balance of certain governmental fund types of Blaine County Recreation District. For financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity is made by applying the criteria set forth by generally accepted accounting principles. The basic, but not the only, criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility including, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the government and/or its citizens, or whether the activity is conducted within the geographic boundaries of the government and is generally available to its citizens. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the government is able to exercise oversight responsibilities. Based upon the application of these criteria, the District has no component units for which they exercise authority over.

The Blaine County Recreation District is governed by an elected Board of Directors which possesses final decision making authority and is held primarily accountable for those decisions. The Board of Directors is responsible for approving the budget, establishing spending limitations, funding any deficits and borrowing funds and/or issuing bonds to finance construction.

Government-Wide and Fund Financial Statements

As allowed under GASB 34, the District is reported as a single purpose entity. This allows for the government-wide financial statements to be combined with the fund-level financial statements (i.e., the statement of net position and governmental fund balance sheet and, the statement of activities and governmental fund statement of revenues, expenditures, and changes in fund balances).

BLAINE COUNTY RECREATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

Note A – Summary Of Significant Accounting Policies (Continued)

Government-Wide and Fund Financial Statements – (Continued)

The government-wide column of the financial statements (the statement of net position and the statement of activities) reports information on all of the nonfiduciary activities of the District. The statement of activities demonstrates the degree to which the direct expenses are offset by program revenues.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide column of the financial statements is 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 the liabilities are incurred, regardless of when the related cash flow takes place. Revenue from grants is recognized when an expenditure under the terms of the grant have been satisfied.

The governmental fund column of the financial statements is reported using the current financial resource measurement focus and the modified accrual basis of accounting. Under this method, revenues are recognized when measurable and available. The District considers all revenues reported in the governmental funds available if the revenues are collected within sixty days after year-end. Federal grant revenue, member dues, and interest are considered to be susceptible to accrual. Expenditures are recorded when the related fund liability is incurred, except for principal and interest on long-term debt and compensated absences, which are recognized as expenditures to the extent they have matured. General capital assets acquisitions are reported as expenditures in government funds. Acquisitions under capital leases are reported as other financing sources.

The District is accounted for as a special-purpose government engaged in a single governmental program. The combined statement of net position and the statement of activities display information about the District. These statements include the financial activities of the overall reporting entity. Governmental activities generally are financed through federal grant monies and member dues. The District is a special-purpose government engaged in a single governmental program. Therefore, it accounts for all of its financial resource under the general fund. The major sources of revenue are property taxes, program fees, donations, passes and lessons.

Property taxes, state aid, and investment income associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. Grants and similar awards are recognized as revenue as soon as all eligibility requirements imposed by the grantor or provider have been met. Advanced revenues also arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to meeting all eligibility requirements imposed by the provider.

BLAINE COUNTY RECREATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

Note A – Summary Of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Delinquent property taxes and property taxes for which there is an enforceable legal claim as the fiscal year, have been recorded as deferred inflows. Receivables that will not be collected within the available period have also been reported as deferred inflows on the government fund financial statements.

Budgets and Budgetary Accounting

The District follows these procedures in establishing the budgetary data reflected in the financial statements.

1. In August, the District submits a proposed budget for the fiscal year commencing the following October 1 that is ratified by the governing body. The fiscal year 2020 budget was approved on August 5, 2019.
2. The Treasurer is the disbursement officer for all funds in accordance with the approved budget.
3. Formal budgetary integration is employed as a management control device during the year for the General Fund.
4. The budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP).

Use of Estimates

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

Cash

Cash and cash equivalents include cash on hand, cash in banks, and highly liquid investments with maturity dates of less than three months. The carrying value of cash and cash equivalents approximates fair value because of the short-term maturities.

BLAINE COUNTY RECREATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

Note A – Summary Of Significant Accounting Policies (Continued)

Investments

Idaho Code provides authorization for the investment of funds as well as specific direction regarding allowable investments. The District's policy is consistent with this direction. The District currently invests in interest bearing bank accounts and the State of Idaho local government investment pool.

Capital Assets

The accounting treatment over equipment (fixed assets) depends on whether the assets are used in governmental fund operations and whether they are reported in the government-wide or fund financial statements.

Government-wide Statements - In the government-wide financial statements, fixed assets are accounted for as capital assets. All fixed assets are valued at historical cost or estimated historical cost if actual is unavailable, except for donated fixed assets which are recorded at their estimated fair value at the date of donation.

Assets costing more than \$5,000 with a useful life of three years or more are included in capital assets. Depreciation of all exhaustible fixed assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. Depreciation is provided over the assets' estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings and Improvements	10–50 years
Land Improvements	10–50 years
Equipment	5-10 years

Fund Financial Statements - In the fund financial statements, fixed assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition.

Accumulated Unpaid Vacation and Sick Pay Amounts

The District provides vacation and sick leave to its employees. Earned vacation is paid to employees when taken or paid to employees or beneficiaries upon the employee's termination, retirement, or death. Upon termination in good standing, each employee in full-time continuous employment with the District for at least one year shall be paid for each hour of accrued sick leave at one fourth his or her hourly rate of pay. There is no sick and vacation in as the balance is not considered material.

BLAINE COUNTY RECREATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

Note A – Summary Of Significant Accounting Policies (Continued)

Program Revenue

All restricted federal and state contracts are shown as program revenue. Revenue from contracts, entitlements, and donations are recognized in the fiscal year in which all eligibility requirements have been satisfied. Program expenses are allocated to restricted program revenue when both restricted and unrestricted revenues are available.

Deferred Outflows and Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows and inflows of resources. Deferred outflows of resources, represents a consumption of net position or fund balance that applies to a future periods and thus, will not be recognized as an outflow of resources (expense/expenditure) until then. Deferred inflows of resources, represents an acquisition of net position or fund balance that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time.

Unavailable Revenue

The District reports unavailable and advanced revenues on its Statement of Net Position and Fund Balance Sheet. Advanced revenues arise when resources are received by the District before it has a legal claim to them, as when grant monies are received prior to the occurrence of qualifying expenditures. In subsequent periods, when the District has a legal claim to the resources, the liability for advanced revenue is removed from the balance sheet and the revenue is recognized.

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.

BLAINE COUNTY RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS

Note B – Explanation of Differences Between the Statement of Net Position and Governmental Fund Balance Sheet

Total fund balances in the District’s governmental fund may differ from the net position of the governmental activities reported in the statement of net position as a result of the long-term economic focus of the statement of net position versus the current financial resources focus of the governmental fund balance sheet.

Fund Balance – Total Governmental Fund	\$ 3,108,095
Deferred Outflow of Resources – Pensions	181,616
Net Pension Liability	(672,336)
Deferred Inflow of Resources – Pensions	(26,725)
Capital Assets used in Governmental Activities are not financial resources and, therefore, are not reported in the funds	<u>9,444,166</u>
Net Position of Governmental Activities	<u>\$ 12,034,816</u>

Note C – Explanation of Differences Between the Statement of Activities and Governmental Fund Statement of Revenues, Expenditures, and Changes in Fund Balance

The net change in fund balances for governmental funds may differ from the change in net position for governmental activities reported in the statement of activities as a result of the long-term economic focus of the statement of activities versus the current financial resource focus of the governmental funds.

Net Change in Fund Balances – Total Governmental Funds	\$ (53,805)
Governmental Funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays of \$2,112,241 is more than depreciation expense of \$557,840 in the current period.	1,554,401
Net Pension Expense	<u>(123,588)</u>
Change in Net Position of Governmental Activities	<u>\$ 1,377,008</u>

BLAINE COUNTY RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS

Note D – Deposits With Financial Institutions And Investments

Idaho Code provides authorization for the investment of funds as well as specific direction regarding allowable investments. The District's policy is consistent with this direction.

Banking and Investment Policy

The District obtains its funding from state and county appropriation along with grants and charges for services. As of September 30, 2020 the District had deposits or investments in the following accounts:

1. Mountain West Bank – Business Checking (federally insured)
2. Glacier Family of Banks – Business Checking (federally insured)
3. State of Idaho – Local Government Investment Pool (uncategorized)

The District considers highly liquid investments with an original maturity of three months or less when purchased to be cash equivalents and they are carried at cost, which approximates market value.

	<u>Carrying Amount</u>	<u>Bank Balance</u>	<u>Fund</u>
Federally Insured	\$ 42,503	\$ 62,256	General
Uncategorized	3,475,868	3,475,868	General
Cash on hand	<u>2,000</u>	<u>0</u>	
	<u>\$ 3,520,371</u>	<u>\$ 3,538,124</u>	

Credit Risk

Credit risk is the risk that an issuer 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 rating of the LGIP is not rated as the State has determined the cost of the rating outweighed the benefit to the pool as a whole.

Interest Rate Risk

Interest rate risk is the risk that the changes in market interest rates will adversely impact the fair value of an investment. Generally, the longer the maturity of an investment, the greater the sensitivity of its fair value to change in market interest rates. The District's banking and investment policy ranks yield behind safety and liquidity when making deposit and investment decisions, and invests accordingly to meet these policy requirements.

BLAINE COUNTY RECREATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

Note D – Deposits With Financial Institutions And Investments (Continued)

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 Federal Deposit Insurance Corporation (FDIC) insures \$250,000 of the bank balance. At September 30, 2020 the District did not have any uninsured cash balances. The amount held in the LGIP at year end was \$3,475,868 and is not insured under FDIC.

Concentration of Credit Risk

When investments are concentrated in one issuer, this concentration represents heightened risk of potential loss. No specific percentage identifies when concentration risk is present. The GASB has adopted a principal that governments should provide note disclosure when five percent of the total entities investments are concentrated in any one issuer.

Investments in obligations specifically guaranteed by the U.S. government, mutual funds, and other pooled investments are exempt from disclosure. The District does not place a limit on the amount it may invest in any one issuer.

Note E – Pension Plan

Plan Description

Blaine County Recreation 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 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.

BLAINE COUNTY RECREATION DISTRICT NOTES TO FINANCIAL STATEMENTS

Note E – Pension Plan (Continued)

Pension Benefits

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

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

Member and Employer Contributions

Member and employer contributions paid to the Base Plan are set by statute and are established as a percent of covered compensation and earnings from investments. Contribution rates are determined by the PERSI Board within limitations, as defined by state law. The Board may make periodic changes to employer and employee contribution rates (expressed as percentages of annual covered payroll) if current rates are actuarially determined to be inadequate or in excess 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 police and firefighters. As of June 30, 2020 it was 7.16% for general employees and 8.81% for police and firefighters. The employer contribution rate as a percent of covered payroll is set by the Retirement Board and was 11.94% general employees and 12.28% for police and firefighters. Blaine County Recreation District's contributions were \$122,355 for the year ended September 30, 2020.

BLAINE COUNTY RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS

Note E – Pension Plan (Continued)

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

At September 30, 2020, Blaine County Recreation District reported a liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2020, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. Blaine County Recreation District's proportion of the net pension liability was based on Blaine County Recreation District share of contributions in the Base Plan pension plan relative to the total contributions of all participating PERSI Base Plan employers. At June 30, 2020, Blaine County Recreation District proportion was 0.0289534 percent.

For the year ended September 30, 2020, Blaine County Recreation District recognized pension revenue of \$123,588.

At September 30, 2020 Blaine County Recreation District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of resources</u>	<u>Deferred Inflows of resources</u>
Differences between expected and actual experience	\$ 52,530	\$ 21,953
Changes in assumptions or other inputs	18,977	4,772
Net differences between projected and actual earnings On pension plan investments	77,063	0
Changes in the employer's proportion and differences between the employer's contributions and the employer's proportionate contributions	6,350	0
Blaine County Recreation District contributions subsequent to the measurement date	<u>26,696</u>	<u>0</u>
Total	<u>\$ 181,616</u>	<u>\$ 26,725</u>

BLAINE COUNTY RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS

Note E – Pension Plan (Continued)

\$26,696 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, 2020.

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, 2019 the beginning of the measurement period ended June 30, 2019 is 4.8 and 4.8 for the measurement period June 30, 2020.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense (revenue) as follows:

Year Ending <u>June 30,</u>	<u>Amount</u>
2021	\$ (2,171)
2022	(28,321)
2023	(38,439)
2024	(50,078)

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, 2020 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Salary increases	3.75%
Salary inflation	3.75%
Investment rate of return, net of investment expenses	7.05%
Cost-of-living adjustments	1.00%

BLAINE COUNTY RECREATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

Note E – Pension Plan (Continued)

Mortality rates were based on the RP – 2000 combined table for healthy males or females as appropriate with the following offsets:

- Set back 3 years for teachers
- No offset for male fire and police
- Forward one year for female fire and police
- Set back one year for all general employees and all beneficiaries

An experience study was performed for the period July 1, 2013 through June 30, 2017 which reviewed all economic and demographic assumptions including mortality. The Total Pension Liability as of June 30, 2020 is based on the results of an actuarial valuation date of July 1, 2020.

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 January 1, 2017.

BLAINE COUNTY RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS

Note E – Pension Plan (Continued)

Capital Market Assumptions

Asset Class	Target Allocation	Long-Term Expected Nominal Rate of Return (Arithmetic)	Long-Term Expected Real Rate of Return (Arithmetic)
Core Fixed Income	30.00%	2.80%	0.55%
Broad US Equities	55.00%	8.55%	6.30%
Developed Foreign Equities	15.00%	8.70%	6.45%
Assumed Inflation - Mean		2.25%	2.25%
Assumed Inflation - Standard Deviation		1.50%	1.50%
Portfolio Arithmetic Mean Return		6.85%	4.60%
Portfolio Standard Deviation		12.33%	12.33%
Portfolio Long-Term (Geometric) Expected Rate of Return		6.25%	3.89%
Assumed Investment Expenses		0.40%	0.40%
Portfolio Long-Term (Geometric) Expected Rate of Return, Net of Investment Expenses		5.85%	3.49%
Portfolio Long-Term Real Rate of Return, Net of Investment Expenses			4.19%
Portfolio Standard Deviation			14.16%
Valuation Assumptions Chosen by PERSI Board			
Long-Term Expected Real Rate of Return, Net of Investment Expenses			4.05%
Assumed Inflation			3.00%
Long-Term Expected Nominal Rate of Return, Net of Investment Expenses			7.05%

BLAINE COUNTY RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS

Note E – Pension Plan (Continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.05%. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate. Based on these assumptions, the pension plans' net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The long-term expected rate of return was determined net of pension plan investment expense but without reduction for pension plan administrative expense.

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

The following presents the Employer's proportionate share of the net pension liability calculated using the discount rate of 7.05 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 (6.05 percent) or 1-percentage-point higher (8.05 percent) than the current rate:

	1% Decrease (6.05%)	Current Discount Rate (7.05%)	1% Increase (8.05%)
Employer's proportionate share Of the net pension liability (asset)	\$ 1,378,777	\$ 672,336	\$ 88,224

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.

Payables to the pension plan

At September 30, 2020, the District did not have any payable to the defined benefit pension plan.

BLAINE COUNTY RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS

Note F – Capital Assets

Capital assets activity for the year ended September 30, 2020 was as follows:

Governmental Activities

	<u>Balance</u> <u>9/30/19</u>	<u>Increases</u>	<u>Decreases</u>	<u>Balance</u> <u>9/30/20</u>
Capital assets, not being depreciated:				
Construction in Progress:				
Fox park project	\$ 838,838	\$ 1,217,126	\$ 0	\$ 2,055,964
Quigley development	<u>103,697</u>	<u>565,226</u>		<u>668,923</u>
Total capital assets, not being depreciated	942,535	1,782,352	0	2,724,887
Capital assets, being depreciated:				
Buildings, parks, and pool	4,634,778	118,283	0	4,753,061
Equipment	2,521,399	25,915	(6,945)	2,540,369
Wood River Trail	<u>6,490,014</u>	<u>185,692</u>		<u>6,675,706</u>
Total capital assets, being depreciated	13,646,191	329,890	(6,945)	13,969,136
Accumulated depreciation	<u>(6,698,962)</u>	<u>(557,840)</u>	<u>6,945</u>	<u>(7,249,857)</u>
Capital assets, net	<u>\$ 7,889,764</u>	<u>\$ 1,554,402</u>	<u>\$ 0</u>	<u>\$ 9,444,166</u>

Note G – Contingencies

The District receives grants that are subject to review and audit by various state and other agencies. Such audits could result in a request for reimbursement by the agencies for expenditures disallowed under the terms and conditions of the appropriate agency. In the opinion of the District, such disallowances, if any, will not be significant.

Note H – Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District purchases liability insurance through Idaho Counties Risk Management Program.

There were no significant reductions in insurance coverage from the prior year, and there have been no settlements that exceed the District’s insurance coverage.

BLAINE COUNTY RECREATION DISTRICT
NOTES TO FINANCIAL STATEMENTS

Note I – Operating Leases

The District has entered into an operating lease for office space. The lease has cancellation provisions and is subject to annual appropriations. Lease payments vary based on the District’s designated share of the leased space. Additionally, they lease office equipment and vehicle storage space. For the year ended September 30, 2020, lease expenditures approximated \$142,230.

The following summarizes the remaining future minimum payments required under all leases:

2021	\$ 167,642
2022	720
2023	720
2024	720
2025	<u>240</u>
	<u>\$ 170,042</u>

Note J – Fund Balance

As of September 30, 2020, fund balances of the governmental funds are classified as follows:

Non-Spendable - includes balance amounts that cannot be spent either because it is not in spendable form or because of legal or contractual constraints. As of September 30, 2020, there was no non-spendable fund balance.

Restricted For - includes fund balance amounts that are constrained for specific purposes which are externally imposed by providers, such as creditors or amounts constrained due to constitutional provisions or enabling legislation. As of September 30, 2020, fund balances are composed of the following:

Wood River trail	\$ 397,047
Quigley development	241,095
North Valley trail (Harriman)	6,146
Galena camp scholarships	<u>3,342</u>
	<u>\$ 647,630</u>

BLAINE COUNTY RECREATION DISTRICT

NOTES TO FINANCIAL STATEMENTS

Note J – Fund Balance (Continued)

Committed To – includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority and does not lapse at year end. The Board of Directors are the highest level of decision making authority for the District. Commitments may be established through resolutions approved by the Board of Directors. As of September 30, 2020, there was \$2,235,571 committed for capital projects.

Assigned To – includes fund balance amounts that are intended to be used for specific purposes that are neither considered restricted or committed. Fund balance may be assigned by the finance committee or executive director. As of September 30, 2020, there is no assigned fund balance.

Unassigned – includes positive fund balance within the general fund which has not been classified within the above mentioned categories

When an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available, the District considers restricted funds to have been spent first. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the Board of Directors or the finance committee has provided otherwise in its commitment or assignment actions.

Note K – Subsequent Events

The District has evaluated subsequent events through the issuance date of the financial statements. In March, 2020 the World Health Organization declared the novel strain of coronavirus (COVID-19) a global pandemic and recommended containment and mitigation measures worldwide. As of the date of this filing, the District is evaluating and developing programs and safeguards for the winter and spring 2021 seasons with elements of in-person and remote activities. The district has not received any CARES grant money at this time. We cannot reasonably estimate the length or severity of this pandemic, or the extent to which the disruption may materially impact financial position and results of operations on a long-term basis.

REQUIRED SUPPLEMENTARY INFORMATION

DISCUSSION
DRAFT

BLAINE COUNTY RECREATION DISTRICT
BUDGETARY COMPARISON SCHEDULE GENERAL FUND
For the Year Ended September 30, 2020

	Budgeted Amounts		Actual	Variance
	Original	Final	GAAP Basis	
Revenues				
Property tax revenue	\$ 1,481,870	\$ 1,481,870	\$ 1,540,637	\$ 58,767
Earned revenue	960,464	960,464	927,632	(32,832)
Fundraising	<u>2,526,718</u>	<u>2,526,718</u>	<u>1,986,008</u>	<u>(540,710)</u>
Total Revenue	4,969,052	4,969,052	4,454,277	(514,775)
Expenditures				
Salary and fringe benefits	1,869,787	1,869,787	1,727,682	142,105
Professional service expenditures	14,990	14,990	19,061	(4,071)
Advertising	108,415	108,415	63,602	44,813
Supplies, maintenance, and operations	172,550	172,550	135,330	37,220
Office expenditures	592,310	592,310	450,166	142,144
Capital expenditures	<u>2,964,000</u>	<u>2,964,000</u>	<u>2,112,241</u>	<u>851,759</u>
Total Expenditures	<u>5,722,052</u>	<u>5,722,052</u>	<u>4,508,082</u>	<u>1,213,970</u>
Excess of Expenditures Over Revenue	\$ <u>(753,000)</u>	\$ <u>(753,000)</u>	\$ <u>(53,805)</u>	\$ <u>699,195</u>

BLAINE COUNTY RECREATION DISTRICT
SCHEDULE OF EMPLOYER'S SHARE OF NET PENSION LIABILITY AND
EMPLOYER CONTRIBUTIONS
For the Year Ended Septmeber 30, 2020

Schedule of Employer's Share of Net Pension Liability

PERSI - Base Plan
Last 10 - Fiscal Years *

	2015	2016	2017	2018	2019	2020
Employer's portion of net the pension liability	0.0319629%	0.0278353%	0.029018%	0.028626%	0.028529%	0.028953%
Employer's proportionate share of the net pension liability	\$ 420,899	\$ 564,264	\$ 456,115	\$ 422,237	\$ 325,647	\$ 672,336
Employer's covered-employee payroll	\$ 892,120	\$ 805,952	\$ 896,530	\$ 916,142	\$ 988,677	\$ 1,024,747
Employer's proportionate share of net pension liability as a percentage of its covered-employee payroll	47.18%	70.01%	50.88%	46.09%	32.94%	65.61%
Plan fiduciary net position as a percentage of total pension liability	91.38%	87.26%	90.68%	91.69%	93.79%	88.22%

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

Data reported is measured as of June 30, 2020 (measurement date)

Schedule of Employer Contributions

PERSI - Base Plan
Last 10 - Fiscal Years *

	2015	2016	2017	2018	2019	2020
Statutorily required contribution	\$ 104,551	\$ 82,744	\$ 97,853	\$ 111,166	\$ 113,115	\$ 122,355
Contributions in relation to statutorily required contribution	\$ 101,345	\$ 92,156	\$ 102,025	\$ 104,257	\$ 113,115	\$ 122,355
Contribution (deficiency) excess	(3,206)	9,412	4,172	(6,909)	-	-
Employer's covered-employee payroll	\$ 892,120	\$ 805,952	\$ 896,530	\$ 916,142	\$ 988,677	\$ 1,024,747
Contributions as a percentage of covered-employee payroll	11.36%	11.43%	11.38%	11.38%	11.44%	11.94%

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

See accompanying notes to basic financial statements.

FEDERAL REPORTS

DISCUSSION
DRAFT

**INDEPENDENT AUDITORS' 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***

Board of Directors
Blaine County Recreation District
Hailey, 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 *Governmental Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities and each major fund of Blaine County Recreation District, as of and for the year ended September 30, 2020, and the related notes to the financial statements, which collectively comprise Blaine County Recreation District's basic financial statements, and have issued our report thereon dated January 11, 2021.

Internal Control over Financial Reporting

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

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

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

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Blaine County Recreation District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The 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.

Meridian, Idaho
January 11, 2021

DISCUSSION
DRAFT

February 25, 2020

Greg Cameron
Magic Valley Fish and Game Commissioner
324 South 417 East, Suite 1
Jerome, ID 83338

Subject: Wolf Trapping in Blaine County (Units 48 & 49)

Dear Commissioner Cameron and Members of the Idaho Fish and Game Commission,

I am writing on behalf of Blaine County Recreation District (BCRD) whose mission is to enhance Blaine County's quality of life by creating healthy active recreational opportunities for all. Since 1976, we have brought affordable, accessible and quality recreation to Blaine County residents and visitors. Each year, thousands of visitors come to the Big Wood River watershed to ski, snowshoe, hike, backpack, mountain bike, hunt, fish and enjoy the outdoors.

Wolf trapping in the Wood River Valley puts the recreational public at risk. The area within Units 48 and 49 on the west and east side of Highway 75 in Blaine County are heavily used by both summer and winter on-trail and off-trail recreationists and their dogs. Between the winter season of 2019/20 and 2020/21 BCRD has seen a significant increase in Nordic ski season pass sales of nearly 40%; snowshoe pass sales increased by 2½ times; and dog pass sales increased by 50%. Backcountry skiing has also seen an increase in user days accessing many areas where wolf trapping may occur. Data collected in from April – November in 2013 (the last comprehensive survey of summer use) showed approximately 725,000 trail user days.

Due to the high volume of outdoor recreation in this area, BCRD strongly urges the Idaho Fish and Game Commission to curtail wolf trapping in Blaine County, Units 48 and 49. This action would reduce the potential conflicts that may arise from dogs inadvertently getting trapped or people coming upon wildlife (including wolves) that may get caught in traps.

We thank the Idaho Department and Fish and Game (IDFG) for their concerted efforts to manage and conserve Idaho's fish and wildlife. For decades, BCRD has partnered with the IDFG, U.S. Forest Service, Bureau of Land Management, Blaine County, municipalities, private developers, tourism agencies, businesses, and the public to develop and maintain trail networks to help create Blaine County's world class summer and winter recreation system. We do not believe Wolf trapping to be compatible with intensive recreation use and we hope it will not be allowed in Unit 48 and 49.

Thank you for your consideration of these comments.

Sincerely,

Mark Davidson
Executive Director
Blaine County Recreation District

cc. Senator Michelle Stennett; Representatives Muffy Davis and Sally Toone; Ed Schriever, Director, Idaho Fish and Game; Members of the Idaho Fish and Game Commission; and Members of the Blaine County Board of Commissioners

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