

Valley County Board of Commissioners

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**IN THE OFFICE OF THE VALLEY COUNTY BOARD OF COMMISSIONERS
CASCADE, IDAHO
July 25, 2022**

**PRESENT: ELTING HASBROUCK (CHAIRMAN)
 SHERRY MAUPIN (COMMISSIONER)
 EDGAR ALLEN (COMMISSIONER)
 DOUGLAS MILLER (CLERK)**

Lieutenant, Kevin Copperi led the Pledge of Allegiance.

Chairman Hasbrouck presented the commissioners' agenda for July 25, 2022. Commissioner Allen made a motion to approve the commissioners' agenda for July 25, 2022. Commissioner Maupin seconded the motion. No further discussion, all in favor. Motion passed to approve the commissioners' agenda for July 25, 2022.

Senior Deputy Auditor, Rheta Clingan presented the commissioners with Fiscal Year 2022 claims and board order claims.

Fiscal Year 2022 Claims

General Fund	\$101,931.50
Road & Bridge	\$76,635.25
District Court	\$4,029.28
Fair	\$80.65
Revaluation	\$291.18
Solid Waste	\$179,100.60
Weeds	\$1,964.19

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Pest Control	\$224.24
Waterways	\$1,722.96
McCall-Donnelly Snowmobile	\$582.63
Smiths Ferry Snowmobile	\$145.06
Title III Funds	\$17,817.00
Extension Agent Fund	\$342.39
American Rescue Plan Act Fund	\$406.42
PILT Fund	\$11,418.11
Range Improvement District	\$11.69
<hr/>	
Total:	\$396,703.15

Commissioner Maupin made a motion to approve the claims, board order claims and junior college tuition application for Saije Camp as presented. Commissioner Allen seconded the motion. No further discussion, all in favor. Motion passed to approve the claims, board order claims and junior college tuition application for Saije Camp.

Assessor, June Fullmer informed the commissioners that the appraisers were currently at training in Boise, Idaho, and provided an overview of the training that would be taking place. She briefly discussed the matter that was on the agenda to discuss operations of the Department of Motor Vehicle Office in McCall. She advised that the scanning of the files for the Assessor's Office was occurring and discussed some difficulties that had occurred.

Clerk, Douglas Miller provided the commissioners with an update related to matters involving the Clerk's Office to include the courts, elections, and budgeting.

Chief Deputy Prosecuting Attorney, Brian Oakey provided the commissioners with an update of criminal cases that the Prosecuting Attorney's Office was handling. He also discussed civil matters that he was reviewing and advised that he was reviewing contracts that were scheduled for renewal. He presented the computer software agreement for Prosecutor by Karpel and explained how the software would be utilized in the Prosecuting Attorney's Office. Commissioner Allen made a motion to approve the computer software agreement for Prosecutor by Karpel. Commissioner Maupin seconded the motion. No further discussion, all in favor. Motion passed to approve the computer software agreement for Prosecutor by Karpel.

Lieutenant, Kevin Copperi provided the commissioners with a brief update of law enforcement activity over the past two weeks. He reported that Deputy, Matthew Fisette would be completing Idaho P.O.S.T. Academy within the next couple of weeks. Lieutenant Copperi presented the Code Red for Fiscal Year 2023 and explained how the Code Red program works. Chairman Hasbrouck made a motion to approve the Code Red agreement for Fiscal Year 2023. Commissioner Allen seconded the motion. No further discussion, all in favor. Motion passed to approve the Code Red agreement for Fiscal Year 2023.

Treasurer, Johanna Defoort presented on Tax Cancellation 22-19 for Parcel# MHC04260030050 and provided an explanation of the requested cancellation. Commissioner Maupin made a motion to approve Tax Cancellation 22-19 for Parcel# MHC04260030050. Commissioner Allen

seconded the motion. No further discussion, all in favor. Motion passed to approve Tax Cancellation 22-19 for Parcel# MHC04260030050.

Court Services Director, Skip Clapp informed the commissioners that there were two juveniles being held at the Ada County Juvenile Detention Center. He provided a brief update on the criminal charges that the juveniles are facing. He also discussed the case management that was being utilized to assist the juveniles and options if the juveniles were not successful within the community.

Human Resource Director, Pat Duncan presented on her research that she conducted regarding offering pet insurance to employees. She would like the commissioners to authorize the county to offer it to employees with no cost to Valley County. Commissioner Maupin made a motion to authorize the county to offer employees pet insurance with no cost to Valley County. Commissioner Allen seconded the motion. No further discussion, all in favor. Motion passed to authorize the county to offer employees pet insurance with no cost to Valley County.

Human Resource Director, Pat Duncan presented the lease agreement for 211 Idaho St Cascade, Idaho, and explained who would be possibly renting the property but advised that they do have pets. Commissioner Allen made a motion to approve the lease agreement to allow pets at 211 Idaho St. Cascade, Idaho. Commissioner Maupin seconded the motion. No further discussion, all in favor. Motion passed to approve the lease agreement to allow pets at 211 Idaho St. Cascade, Idaho.

Human Resource Director, Pat Duncan provided an update of hirings that had taken place and informed the commissioners about continued openings that she was attempting to recruit for. She reported on meeting the new Idaho Department of Labor employee and the collaboration that she was attempting to develop with Idaho Department of Labor. She informed the commissioners that she would be taking a few days of personal time off Thursday and Monday.

IT Director, Jeremy Wilcox provided the commissioners with an update related to matters the IT Department had been working on. He reported that the work on the jail pod and completed. He also advised that the new jail cameras were being installed. He also informed the commissioners that the delivery of new workstations had occurred. He provided a brief update on the broadband installation at the Lake Fork site.

Planning & Zoning Director, Cynda Herrick informed the commissioners what Planning & Zoning Commission had been working on and specifically to discuss areas of impact. She reported on the compliance monitoring that was being conducted by the Planning & Zoning Office. Cynda asked the commissioners if the mud water area had been identified. The commissioners asked Cynda to contact Valley Soil & Water Conservation District. She reported that the office had been receiving a few new plans for developments.

Recreation Director, Larry Laxson reported that the recreation by-laws had been submitted to the Prosecuting Attorney's Office for review. He reported on grant applications that have been submitted for vaulted toilets. He presented on funding through Idaho Department of Parks and Recreation for snow-grooming. He briefly discussed proposed legislation that was being reviewed for increasing recreation permits.

Larry presented the Idaho Department of Parks and Recreation grant for the Warming Hut Roof Replacement and Chimney repair for Wellington Park. Commissioner Allen made a motion to approve the Idaho Department of Parks and Recreation grant for the Warming Hut Roof Replacement and Chimney repair for Wellington Park. Commissioner Maupin seconded the motion. No further discussion, all in favor. Motion passed to approve the Idaho Department of Parks and Recreation grant for the Warming Hut Roof Replacement and Chimney repair for Wellington Park.

Commissioner Allen asked Larry about the proposed legislation that was being prepared to increase registration fees for off-road vehicles. Larry provided a response regarding the proposed legislation. Commissioner Maupin asked about the completion of Francie Wallace parking lot. Larry informed the commissioners about the process that he was following with Idaho Department of Lands for the final expansion of Francie Wallace parking lot. Commissioner Maupin asked about Anderson Creek Road and if the matter was solved. Larry provided a brief update related to Anderson Creek Road. Chairman Hasbrouck asked about Gibson Trail and Larry discussed a meeting that he has with the recreation department of Boise National Forest to address Gibson Trail. He also discussed possible grooming on DF Development property and the steps that were taken to move forward next winter. The commissioners recommended that road access be a top priority for the Recreation Department.

Facility Director, Scott Clingan presented the amendment to Great West Engineering Contract and explained the additional work that would be conducted by Great West Engineering to study the existing commercial rate fees. Commissioner Maupin made a motion to approve the amendment from Great West Engineering. Commissioner Allen seconded the motion. No further discussion, all in favor. Motion passed to approve the amendment from Great West Engineering.

Facility Director Clingan asked about the leak on the city road and requested that the commissioners discuss with the City of Cascade to repair the leak. Scott provided an update regarding the remodel of the University of Idaho building and discussed all the modifications that had been made to the building. He reported on the repair of the McCall Annex roof and informed the commissioners that the repair should start within the next couple of weeks. He reported on a heat pump that were getting replaced and advised that it was a compressor failure. He advised that he felt that all the pumps needed to get tested to determine the longevity of the equipment. Commissioner Maupin asked if he had been able to develop a maintenance schedule for equipment. Scott presented on a plan moving forward to test equipment but advised that there was some equipment that needed a licenses individual to maintain. The commissioners requested that Scott have the duct work in the courthouse building cleaned out and requested that the building be tested. The commissioners asked about paving of the courthouse parking lots. Scott advised that it had been difficult to find a contractor to conduct the work. The commissioners also asked about the preparation of the recycling center and Scott reported that the cost of improvements are budgeted for in Fiscal Year 2023.

Office Manager, Mickee Ellis presented the Road Project Agreement Between Valley County and Boise National Forest to improve No Business Road. Commissioner Maupin made a motion to approve the Road Project Agreement Between Valley County and Boise National Forest for No Business Road. Commissioner Allen seconded the motion. No further discussion, all in favor. Motion passed.

Mickee informed the commissioners that Road Director, Jeff McFadden was not available to present to the commissioners but did provide an email that provided an update of road department matters.

The commissioners reviewed the Parametrix CIP Program update that was provided to the commissioners when the commissioner's packet was submitted. Commissioner Maupin made a motion to approve the Parametrix CIP Program cost estimates as provided to the commissioners. Commissioner Allen seconded the motion. No further discussion, all in favor. Motion passed to approve the new Parametrix CIP Program cost estimates as provided to the commissioners.

Planning & Zoning Director, Cynda Herrick advised that Road Director, Jeff McFadden had indicated that there were changes that he requested to the draft Parameterix CIP Program report that was presented. The commissioners requested that the matter be added back to the agenda on August 1, 2022.

Chairman Hasbrouck presented on the Findings & Facts for CUP-22-03 Keegon Freelon and Willow Pulliam. McCall City Planner, Brian Parker appeared virtually. The commissioners deliberated on the findings & facts that were prepared for approval. Chairman Hasbrouck made a motion to approve the Finding & Facts for CUP 22-03 Keegon Freelon and Willow Pulliam. Commissioner Allen seconded the motion. No further discussion, Commissioner Maupin abstained from voting. Motion passed with a 2-0 vote to approve the Finding & Facts for CUP 22-03 Keegon Freelon and Willow Pulliam.

Chairman Hasbrouck presented the commissioner meeting minutes of July 18, 2022. Commissioner Maupin made a motion to approve the commissioner meeting minutes of July 18, 2022. Commissioner Allen seconded the motion. No further discussion, all in favor. Motion passed to approve the commissioner meeting minutes from July 18, 2022.

The commissioners recessed for lunch 11:44 p.m.

The commissioners returned from lunch at 1:00 p.m.

Chairman Hasbrouck introduced Mr. Tim Marks with Government Employees Medical Plan. Mr. Marks presented to the commissioners and provided the commissioners with a handout which will be appended to the commissioner meeting minutes. Mr. Marks advised that the proposed rate increase for Valley County will be 9.5%. He also discussed the loss ratio for Valley County over the past 17 years. Mr. Marks concluded his presentation.

Commissioner Maupin began the discussion related to the possibility of a woody biomass site near the Tamarack Mill. She advised that Tamarack Mill was attempting to write a grant with the assistance from the Forest Service to purchase ground and equipment. She presented how Valley County's woody debris program could assist with the operations by supplying the material. She advised Tamarack Mill was preparing a business plan to present to Valley County and currently they would be requesting letters of support when they apply for grants. Facilities Director, Scott Clingan advised that the construction debris would need to be clean for Tamarack Mill to accept the debris for the program. Chairman Hasbrouck advised that the long-haul cost would need to be considered if Valley County utilizes the woody biomass site. Commissioner Maupin advised that Idaho Department of Quality had grants available to construct a district

wide solid waste transfer site. Chairman Hasbrouck discussed the district wide meetings that were held to move forward with a district wide solid waste site.

Stephane Nelson with Wildland Fire Prevention Associates presented the Jug Idaho Department of Lands Hazard Fuel Project bid opening for Unit 2 9.1 acres. She presented the bids that were received. Chairman Hasbrouck opened the first bid from Custom Works for \$3,200 per acre \$29,120. Chairman Hasbrouck opened the second bid from Specialized land works for \$2,900 per acre for a total of \$26,390. Chairman Hasbrouck opened the final bid received from D&D Landowner David Stillwill will \$2,950 per acre for a total of \$26,845. Commissioner Maupin made a motion to approve the bid received from Specialized Land Works for \$2,900 per acre for a total of \$26,390. Commissioner Allen seconded the motion. No further discussion, all in favor. Motion passed to approve the bid received from Specialized Land Works for \$2,900 per acre for a total cost of \$26,390.

Commissioner Maupin made a motion to go into Executive Session per Idaho Code 74-206 1(f)-“To communicate with legal counsel for the public agency to discuss the legal ramifications of and legal options for pending litigation, or controversies not being litigated but imminently likely to be litigated. The mere presence of legal counsel at an executive session does not satisfy this requirement.”-Litigation. Commissioner Allen seconded the motion. No further discussion, by roll call vote all commissioners voted “aye.” The commissioners went into Executive Session per Idaho Code 74-206 1(f)-Litigation at 2:21 p.m.

Chairman Hasbrouck brought the commissioners out of Executive Session per Idaho Code 74-206 1(f)-Litigation at 3:20 p.m.

Commissioner Allen made a motion to approve the letter that was prepared by Chief Deputy Prosecuting Attorney, Brian Oakey to submit to the City of McCall in response to the letter that was submitted to Valley County. Commissioner Maupin seconded the motion. No further discussion, all in favor. Motion passed to approve the letter that was prepared by Chief Deputy Prosecuting Attorney, Brian Oakey to submit to the City of McCall in response to the letter that was submitted to Valley County.

Planning & Zoning Director, Cynda Herrick and Building Director, Annette Derrick presented on a meeting that had occurred with Federal Aviation Administration regarding when there was need to prepare a Form 7460-1 and several questions regarding the requirements. Cynda advised that the FAA indicated that if any building were built within five miles of an existing airport a Form 7460-1 may need to be prepared. She walked through the proposed process with the commissioners. The commissioners deliberated on the matter and the potential process to prepare an ordinance. The commissioners requested that a discussion take place with the contracted GIS Analysts. Commissioner Maupin made a motion to approve the P&Z or Building Director draft an ordinance around Form 7460-1 and currently require all improvements within 5 miles of airports be required to complete the Form 7460-1, when needed. Commissioner Allen seconded the motion. No further discussion, all in favor. Motion passed to approve Planning & Zoning Director or Building Director to draft an ordinance around Form 7460-1 and currently require all improvements within 5 miles of airports be required to complete the Form 7460-1, when needed.

Chairman Hasbrouck began the discussion related the request from Lake Shore Disposal to request Solid Waste and Commercial Rate Adjustment CIP to 8.6%. Lake Shore Disposal Solid Waste Manager, Scott Carnes provided a presentation to the commissioners. The commissioners deliberated on the matter and requested additional input from Chief Deputy Prosecuting Attorney, Brian Oakey. Mr. Oakey provided his legal interpretation of the existing contract with Lake Shore Disposal that addresses the Consumer Price Index. Commissioner Maupin made a motion to approve an increase of 5% per contract. Commissioner Allen had additional questions regarding the increase. Mr. Oakey clarified again that if there were additional costs of .6% Lake Shore Disposal would need to be provide proof that costs have increased over the past few years, or the commissioners could waive that requirement. The motion failed due to no seconded.

Chairman Hasbrouck made a motion to approve an increase of 5.6% increase for Lake Shore Disposal contract. Commissioner Allen seconded the motion. No further discussion. Chairman Hasbrouck and Commissioner Allen voted “aye” Commissioner Maupin did not participate in the vote. Motion passed to approve an increase of 5.6% increase for Lake Shore Disposal.

Assessor, June Fullmer began the discussion with the commissioners regarding potential changes to the Department of Motor Vehicles hours and operations in the City of McCall. Department of Motor Vehicles Employee, Meg provided a presentation to the commissioners regarding the analysis that she had conducted regarding operations of the Department of Motor Vehicles and the loss of revenue since the State of Idaho has taken more responsibility of the transactions and keeping the administrative cost fees. Commissioner Maupin voiced her concerns regarding the potential closure of the Department of Motor Vehicles Office in McCall.

Mr. Joey Pietri requested that the commissioners allow a formal presentation from Ms. Cynthia Andela who owns Andela Products and sells machinery that crushes glass into sand. Mr. Pietri also shared that with his research there was 25 tons of glass a month that was processed at the solid waste transfer site and he felt that Valley County would be saving costs if they moved towards purchasing a piece of equipment to crushes glass into sand. Lake Shore Disposal Manager, Scott Carnes provided another solution for the commissioners to consider regarding recycling of glass material but advised that the recycling center would need to have a roof covering the facility and would recommend trying this process first. Mr. Pietri continued his presentation to the commissioners. The commissioners agreed to schedule a presentation with Andela Products.

Commissioner Maupin made a motion to go into Executive Session per Idaho Code 74-206 1(b)-“To consider the evaluation, dismissal or disciplining of, or to hear complaints or charges brought against, a public officer, employee, staff member or individual agent or public school student.”-Personnel Commissioner Allen seconded the motion. No further discussion, by roll call vote all commissioners voted “aye.”. Commissioners went into Executive Session per Idaho Code 74-206 1(b)-Personnel at 4:22 pm.

Chairman Hasbrouck brought the commissioners out of Executive Session per Idaho Code 74-206 1(b)-Personnel at 5:11 p.m. No decision was made as it was for evaluation purposes.

The commissioners adjourned at 5:12 p.m.

Elting S. Hasbrouck
Chairman, Elting Hasbrouck

Attest:

Douglas Miller, Clerk



GOVERNMENT EMPLOYEES MEDICAL PLAN

Financial Statements
with
Independent Auditors' Report

For the Years Ended December 31, 2021 and 2020

GOVERNMENT EMPLOYEES MEDICAL PLAN
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December 31, 2021 and 2020

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INDEPENDENT AUDITORS' REPORT

The Board of Trustees
Government Employees Medical Plan
Pocatello, Idaho

Opinion

We have audited the accompanying statements of net assets of the Government Employees Medical Plan as of December 31, 2021 and 2020, and the related statements of revenues, expenses, and changes in net assets and cash flows for the years then ended and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Government Employees Medical Plan as of December 31, 2021 and 2020, and the changes in its net assets and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Government Employees Medical Plan and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibility of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Government Employees Medical Plan's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

IDAHO FALLS | REXBURG | DRIGGS | BOZEMAN | WEST YELLOWSTONE | HELENA



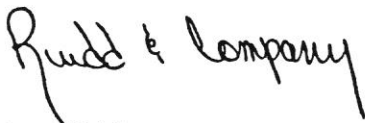
Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements, including omissions, are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Government Employees Medical Plan's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Government Employees Medical Plan's ability to continue as a going concern for a reasonable period of time.

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



Rexburg, Idaho
March 28, 2021

GOVERNMENT EMPLOYEES MEDICAL PLAN
Statements of Net Assets
As of December 31,

Assets	<u>2021</u>	<u>2020</u>
Current Assets		
Cash and cash equivalents	\$ 10,007,209	\$ 8,686,467
Investments	5,400,424	5,406,977
Bannock County receivable	-	502,322
Prepaid expense	-	362,046
Receivable from other counties	165,206	137,290
CFAC receivable	-	1,026,248
Rebate receivable	<u>1,637,541</u>	<u>1,125,842</u>
 Total Current Assets	 <u>17,210,380</u>	 <u>17,247,192</u>
	<u>\$ 17,210,380</u>	<u>\$ 17,247,192</u>
 Liabilities and Net Assets		
Current Liabilities		
IBNR liability	\$ 2,373,788	\$ 1,677,075
Accounts payable	96,539	-
CFAC payable	-	538,226
Unearned county payments	469,644	180,321
Administration payable	<u>148,118</u>	<u>125,377</u>
 Total Current Liabilities	 <u>3,088,089</u>	 <u>2,520,999</u>
 Total Liabilities	 3,088,089	 2,520,999
 Net Assets		
Unrestricted	<u>14,122,291</u>	<u>14,726,193</u>
	<u>\$ 17,210,380</u>	<u>\$ 17,247,192</u>

The Accompanying Notes are an Integral Part of the Financial Statements

GOVERNMENT EMPLOYEES MEDICAL PLAN
Statements of Revenues, Expenses, and Changes in Net Assets
For the Years Ended December 31,

	<u>2021</u>	<u>2020</u>
Operating Revenues		
Payments	\$ 28,674,976	\$ 31,989,024
Formulary rebate	1,759,409	1,297,276
Total Operating Revenues	<u>30,434,385</u>	<u>33,286,300</u>
Operating Expenses		
Claims expense	23,124,565	22,655,126
Service fees/reinsurance	3,967,392	4,321,517
IBNR liability expense	2,373,788	1,677,075
General overhead expenses	1,520,828	1,388,693
EAP expense	45,161	49,252
Total Operating Expenses	<u>31,031,734</u>	<u>30,091,663</u>
Income (Loss) from Operations	<u>(597,349)</u>	<u>3,194,637</u>
Non-Operating Revenues and Expenses		
Gain (loss) on investment	<u>(6,553)</u>	<u>77,859</u>
Total Non-Operating Revenues and Expenses	<u>(6,553)</u>	<u>77,859</u>
Changes In Net Assets	(603,902)	3,272,496
Total Net Assets, January 1,	<u>14,726,193</u>	<u>11,453,697</u>
Total Net Assets, December 31,	<u>\$ 14,122,291</u>	<u>\$ 14,726,193</u>

The Accompanying Notes are an Integral Part of the Financial Statements

GOVERNMENT EMPLOYEES MEDICAL PLAN
Statements of Cash Flows
For the Years Ended December 31,

	<u>2021</u>	<u>2020</u>
Cash Flows From Operating Activities		
Cash received from payments	\$ 30,464,953	\$ 31,171,082
Cash received from reimbursement and refunds	1,247,710	1,023,593
Cash payment for claims	(25,288,488)	(24,933,293)
Other operating expenses	<u>(5,103,433)</u>	<u>(6,067,304)</u>
Net Cash Provided by Operating Activities	<u>1,320,742</u>	<u>1,194,078</u>
Net Increase in Cash and Cash Equivalents	1,320,742	1,194,078
Cash and Cash Equivalents, January 1,	<u>8,686,467</u>	<u>7,492,389</u>
Cash and Cash Equivalents, December 31,	<u>\$ 10,007,209</u>	<u>\$ 8,686,467</u>
 Cash Paid for:		
Interest	<u>\$ -</u>	<u>\$ -</u>
Taxes	<u>\$ -</u>	<u>\$ -</u>
 Non Cash Transactions:		
Gain(loss) on investment	<u>\$ (6,553)</u>	<u>\$ 77,859</u>

The Accompanying Notes are an Integral Part of the Financial Statements

GOVERNMENT EMPLOYEES MEDICAL PLAN
Statements of Cash Flows (continued)
For the Years Ended December 31,

	<u>2021</u>	<u>2020</u>
Reconciliation of Operating Income to Net Cash Used by Operating Activities		
Operating Income (loss)	\$ (597,349)	\$ 3,194,637
Adjustment to reconcile income to net cash used by operating activities:		
(Increase) decrease in Bannock County receivable	502,322	406,230
(Increase) decrease in receivable from other counties	(27,916)	33,214
(Increase) decrease in CFAC receivable	1,026,248	(1,026,248)
(Increase) decrease in rebate receivable	(511,699)	(273,683)
(Increase) decrease in prepaid expense	362,046	(362,046)
Increase (decrease) in IBNR liability	696,713	(531,749)
Increase (decrease) in accounts payable	96,539	-
Increase (decrease) in CFAC payable	(538,226)	538,226
Increase (decrease) in claims payable	-	(558,317)
Increase (decrease) in administrative payable	22,741	4,952
Increase (decrease) in unearned payments	289,323	(231,138)
Net Cash Provided by Operating Activities	<u>\$ 1,320,742</u>	<u>\$ 1,194,078</u>

The Accompanying Notes are an Integral Part of the Financial Statements

GOVERNMENT EMPLOYEES MEDICAL PLAN
Notes to the Financial Statements
December 31, 2021 and 2020

1. Organization

The Government Employees Medical Plan (GemPlan) self-funded health care fund was established in 2004 for the payment of medical, dental, life, vision, and accidental death and dismemberment benefits to the eligible employees of participating Idaho counties and, if so eligible, the dependents of eligible employees. GemPlan benefits are funded by contributions from the participating employers and, if so provided, eligible employees.

GemPlan is subject to Idaho Statute Title 41, Insurance; Chapter 41 Joint Public Agency Self-Funded Health Care Plans. GemPlan designates counties as either large or small counties. Small counties pool their resources and share in claims whereas large counties pay their own claims as they are incurred.

2. Summary of Significant Accounting Policies

The accounting policies of GemPlan conform to generally accepted accounting principles. The following is a summary of the more significant policies:

Basis of Accounting

GemPlan uses the full accrual basis of accounting where revenues are recognized when earned and expenses are recognized when incurred. Operating revenue for GemPlan is derived from payments collected from participating counties. All expenses of GemPlan, except interest charges, are classified as operating expenses.

Cash and Cash Equivalents

For the purposes of reporting cash flows, GemPlan considers all highly liquid deposits with maturity of three months or less when purchased to be cash equivalents.

Receivables

County receivables consist of amounts from participating employers in participating counties who owe payments due for 2021 and 2020, respectively. The rebate receivable consists of amounts owed from Blue Cross of Idaho for prescription rebates for the years ended December 31, 2021 and 2020, respectively. There is not an allowance for doubtful accounts due to the nature of the receivables and the entities that owe them. In addition, there has not been any history of default in prior years.

Unearned County Payments

This amount consists of payments from counties for the first month following this reporting period.

GOVERNMENT EMPLOYEES MEDICAL PLAN
Notes to the Financial Statements
December 31, 2021 and 2020

2. Summary of Significant Accounting Policies (continued)

Use of Estimates

Management uses estimates and assumptions in preparing the financial statements. These estimates and assumptions affect the reported amounts of assets and liabilities and the reported revenues and expenses. Actual results may differ from these estimates.

3. Cash and Investments

GemPlan's cash accounts are insured through the Federal Deposit Insurance Corporation. Amounts exceeding FDIC insurance at December 31, 2021 and 2020 were \$10,353,591 and \$9,070,531, respectively. See Note #10 for further discussion on the GemPlan's fair value measurement of investments.

4. IBNR - Reserves

This account is a combination of known amounts as well as estimated amounts for payment of claims reported but not yet paid and claims incurred but not yet reported. The amounts shown on the financial statements were determined by Philip Castevens, an independent actuary.

5. Accounts Payable and Administration Payable

Accounts payable consists of stop loss refunds that are payable at year end. As of December 31, 2021 and 2020, the balance were \$96,539 and \$-0-, respectively.

The GemPlan Board of Directors has authorized an administrative fee to be paid for operating services provided by Mutual Insurance Associates, Inc. (MIA). The amounts at December 31, 2021 and 2020 represent accrued administrative costs for December 2021 and December 2020, respectively, which have not been paid by year end.

6. Bannock County Receivable

As a "large" county, Bannock County did not share or pool its payments, as do the counties designated as "small." At December 31, 2021 and 2020, GemPlan had incurred costs for Bannock County, which had not yet been reimbursed and therefore are listed as a receivable. These costs are categorized as unreimbursed claims of \$-0- at December 31, 2021, and \$502,322 at December 31, 2020, respectively. Revenues from Bannock County for the years ended December 31, 2021 and 2020 are \$-0- and \$6,715,900, respectively.

GOVERNMENT EMPLOYEES MEDICAL PLAN
Notes to the Financial Statements
December 31, 2021 and 2020

7. Management Review

In preparing these financial statements, GemPlan management has evaluated events and transactions for potential recognition or disclosure through March 28, 2022, the date the financial statements were available to be issued.

8. Canyon County and Bannock County

Canyon County (Canyon) joined GemPlan as a large county October 1, 2014. As a large county, Canyon pays their own claims and administrative costs which are not reflected on the GemPlan financial statements. Canyon is also responsible for paying and accounting for their own IBNR.

As of January 1, 2021 Bannock County's arrangement with GemPlan, evolved to the same terms as those listed above for Canyon County.

9. Fair Value Measurement

Financial Accounting Standards Board (FASB) Accounting Standards Codification (ASC) 820, Fair Value Measurements and Disclosures, provides the framework for measuring fair value. That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the plan has the ability to access.

Level 2: Inputs to the valuation methodology include:

- Quoted prices for similar assets or liabilities in active markets
- Quoted prices for identical or similar assets or liabilities in inactive markets
- Inputs other than quoted prices that are observable for the asset or liability
- Inputs that are derived principally from or corroborated by observable market data by correlation or other means
- If the asset or liability has a specific (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

GOVERNMENT EMPLOYEES MEDICAL PLAN
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9. Fair Value Measurement (continued)

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

Although the GemPlan believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

The following table sets forth by level, within the fair value hierarchy, GemPlan's assets at fair value as of December 31, 2021 and 2020:

	<u>Fair Value</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>December 31, 2021</u>					
Investments in First American					
Treasury Obligations	\$ 787,062	\$ 787,062	\$ -	\$ -	\$ 787,062
Certificates of Deposit	4,613,362	4,613,362	-	-	4,613,362
Total Investments	<u>\$5,400,424</u>	<u>\$5,400,424</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$5,400,424</u>
<u>December 31, 2020</u>					
Investments in First American					
Treasury Obligations	\$ 536,473	\$ 536,473	\$ -	\$ -	\$ 536,473
Certificates of Deposit	4,870,504	4,870,504	-	-	4,870,504
Total Investments	<u>\$5,406,977</u>	<u>\$5,406,977</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$5,406,977</u>

11. COVID-19

GemPlan has been impacted by the effects of the world-wide coronavirus pandemic. GemPlan is closely monitoring its operations, liquidity, and capital resources and is actively working to minimize the current and future impacts of this unprecedented situation. As of the date of the issuance of these financial statements the full impact on GemPlan's financial position is not known.

Valley County Board of Commissioners

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VALLEY COUNTY COMMISSIONERS MEETING AGENDA Monday July 25, 2022

Valley County adheres to ADA requirements. If anyone requires an accommodation, please contact the County Clerk, Douglas Miller prior to the meeting.

PROPOSED AGENDA Note: Any item(s) in need of a motion will be described in the agenda under the appropriate section.

9:00 Call to Order – Pledge of Allegiance – Approve Agenda

9:05 **Action Item:** Claims, Board Order Claims & Junior College Tuition- Senior Deputy Auditor, Rheta Clingan

9:10 **Elected Official Reports/Discussion**

Assessor – June Fullmer

Clerk – Doug Miller

Prosecutor – Brian Naugle

Action Item: Approval of Prosecuting Attorney Computer Software
Contract for Prosecutor by Karpel

Sheriff – Captain, Dave Stambaugh

Action Item: Sign Quote for Code Red FY23
911 FY23 Grant

Treasurer – Johanna Defoort

Action Item: Tax Cancellation 22-19 Parcel# MHC04260030050

Department Head Reports - 5 Minutes each

Building Department – Annette Derrick

Court Services – Skip Clapp

Extension Office- Melissa Hamilton

Human Resources/Risk Management – Pat Duncan

Action Item: Approval of Offering Voluntary Pet Insurance to Employees
Sign Lease Agreement for 211 Idaho St House

Information Technology – Jeremy Wilcox

Planning and Zoning-Cynda Herrick

- Parks and Recreation- Larry Laxson
Action Item: Acceptance of Idaho Department of Parks and Recreation Grant MV23-3-43-1 Warming Hut Roof Replacement and Chimney Repair Wellington
- 10:30 Buildings and Grounds / Solid Waste- Scott Clingan
Action Item: Approve Amendment to Great West Engineering Contract
- 11:00 Road & Bridge Presentation- Jeff McFadden
Action Items: Sign Road Project Agreement Between County of Valley and the USDA Forest Service, Boise National Forest
Discussion and Decision on Parametrix CIP Program Update
- 11:30 **Action Item:** Approve Findings & Facts for CUP-22-03 Keegon Freelon and Willow Pulliam
- 11:45 Commissioner Discussion
Action Items: Meeting Minutes of July 18, 2022
- 11:50 **Action Item:** Sign Local Option Tax Funds Agreement for Winter Parking Lot Maintenance – Recreation Director, Larry Laxson
- 11:55 Service Award Presentation
- 12:00 Recess for Lunch
- 1:00 Presentation from GEM Plan Regarding Increase of Rate to 9.5%-Tim Marks
- 1:45 New Woody Biomass Site Discussion
- 2:00 **Action Item:** Jug IDL Hazard Fuel Project Bid Opening
- 2:15 **Action Item:** Executive Session per Idaho Code 1(f)-“To communicate with legal counsel for the public agency to discuss the legal ramifications of and legal options for pending litigation, or controversies not being litigated but imminently likely to be litigated. The mere presence of legal counsel at an executive session does not satisfy this requirement.”- Litigation
- 2:45 **Action Item:** FAA Recommendations – Form 7460-1 – Planning and Zoning Director, Cynda Herrick and Building Director, Annette Derrick
- 3:15 **Action Item:** Discussion/Decision regarding Lake Shore Disposal Request to Increase Solid Waste and Commercial Rate Adjustment CIP to 8.6%

- 3:30 Discussion for Potential Changes to The Department of Motor Vehicle Hour and Operations – Assessor, June Fullmer
- 3:45 Presentation on Proposal for Glass Recycling Program – Joey Pietri
- 4:00 **Action Item:** Executive Session per Idaho Code 74-206 1(b) “To consider the evaluation, dismissal or disciplining of, or to hear complaints or charges brought against, a public officer, employee, staff member or individual agent, or public school student”-Personnel

Opportunity for General Public to Present to Commissioners

Adjourn

COMMISSIONERS FUTURE MEETING DATE
Monday August 1, 2022