



Governing Board
West Bonner County School District
Priest River, Idaho

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of West Bonner County School District (District) as of and for the year ended June 30, 2023, and have issued our report thereon dated September 30, 2025. We have previously communicated to you information about our responsibilities under auditing standards generally accepted in the United States of America, *Government Auditing Standards*, and Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), as well as certain information related to the planned scope and timing of our audit in our engagement letter dated April 29, 2024. Professional standards also require that we communicate to you the following information related to our audit.

Significant audit findings or issues

Qualitative aspects of accounting practices

Accounting policies

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by the District are described in Note 1 to the financial statements.

No new accounting policies were adopted and the application of existing policies was not changed during the year ended June 30, 2023.

We noted no transactions entered into by the District during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statements in the proper period.

Accounting estimates

Accounting estimates are an integral part of the financial statements prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ significantly from those expected. There were no accounting estimates affecting the financial statements which were particularly sensitive or required substantial judgements by management.

Financial statement disclosures

There were no particularly sensitive financial statement disclosures.

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

Difficulties encountered in performing the audit

As communicated at the outset of the audit engagement in April 2024, the District was already several months past the audit report submission deadline due to significant personnel turnover. Our planned audit start in May 2024 was immediately delayed, as District staff were unable to provide the necessary documentation, citing competing priorities such as budgeting and closing the subsequent fiscal year. We rescheduled for later in the summer, but upon receiving initial documentation, we identified numerous discrepancies between the financial data and supporting materials. Resolving these issues required repeated follow-ups and delayed progress towards performing our audit services.

Further delays occurred when a key accounting position became vacant, prompting the District to engage external consultants. The consultants reviewed the financial data and informed us that substantial time was needed to reconcile discrepancies and prepare accurate records for audit. Although we aimed to resume the audit work in early 2025, the reconciliation process proved more complex than anticipated for the consultants, and we continued to await complete documentation well into the year. It was not until late summer 2025 that we received all the necessary materials to complete our audit work and finalize our audit opinions.

Beginning in the fall of 2024 and through late summer 2025, the main consultant, accounting manager, and Superintendent were consistently updated on our requests and timelines as the delays persisted.

Uncorrected misstatements

Professional standards require us to accumulate all misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. The attached schedule A summarizes uncorrected misstatements of the financial statements. Management has determined that their effects are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

Uncorrected misstatements or the matters underlying uncorrected misstatements could potentially cause future-period financial statements to be materially misstated, even if management has concluded that the uncorrected misstatements are immaterial to the financial statements under audit.

Corrected misstatements

The attached schedule B summarizes material misstatements detected as a result of audit procedures that were corrected by management.

Disagreements with management

For purposes of this communication, a disagreement with management is a disagreement on a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditors' report. No such disagreements arose during our audit.

Management representations

We have requested certain representations from management that are included in the management representation letter dated September 30, 2025.

Management consultations with other independent accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a “second opinion” on certain situations. If a consultation involves application of an accounting principle to the District’s financial statements or a determination of the type of auditors’ opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Significant issues discussed with management prior to engagement

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

Required supplementary information

With respect to the required supplementary information (RSI) accompanying the financial statements, we made certain inquiries of management about the methods of preparing the RSI, including whether the RSI has been measured and presented in accordance with prescribed guidelines, whether the methods of measurement and preparation have been changed from the prior period and the reasons for any such changes, and whether there were any significant assumptions or interpretations underlying the measurement or presentation of the RSI. We compared the RSI for consistency with management’s responses to the foregoing inquiries, the basic financial statements, and other knowledge obtained during the audit of the basic financial statements. Because these limited procedures do not provide sufficient evidence, we did not express an opinion or provide any assurance on the RSI.

Supplementary information in relation to the financial statements as a whole

With respect to the schedule of expenditures of federal awards (SEFA) accompanying the financial statements, on which we were engaged to report in relation to the financial statements as a whole, we made certain inquiries of management and evaluated the form, content, and methods of preparing the SEFA to determine that the SEFA complies with the requirements of the Uniform Guidance, the method of preparing it has not changed from the prior period or the reasons for such changes, and the SEFA is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the SEFA to the underlying accounting records used to prepare the financial statements or to the financial statements themselves. We have issued our report thereon dated September 30, 2025.

With respect to the combining general fund and nonmajor fund financial statements (collectively, the supplementary information) accompanying the financial statements, on which we were engaged to report in relation to the financial statements as a whole, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with accounting principles generally accepted in the United States of America, the method of preparing it has not changed from the prior period or the reasons for such changes, and the information is appropriate and complete in relation to our audit of the financial statements. We compared and reconciled the supplementary information to the underlying accounting records used to prepare the financial statements or to the financial statements themselves. We have issued our report thereon dated September 30, 2025.

* * *

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

A handwritten signature in cursive script that reads "CliftonLarsonAllen LLP".

CliftonLarsonAllen LLP

Ontario, California
September 30, 2025

West Bonner County School District
Schedule A

Schedule A
Uncorrected Misstatements

Account	Description	Debit	Credit
(Government-wide Statements)			
Passed Journal Entries JE # 1			
Passed on adjusting beginning pension (insurance) plan pension liability and food services grant previously recognized.			
GASB 34 entry	Pension (insurance) plan pension liability		38,787
GASB 34 entry	Fund Balance - Food Services	41,701	
GASB 34 entry	Governmental Activities Net Position		2,914
(Nonmajor Fund Statements)			
Passed Journal Entries JE # 2			
Passed on food services grant previously recognized.			
290.445.500.000.100	Discretionary Grants		41,701
290.321.000.000.000	Fund Balance - Food Services	41,701	

Schedule B
Corrected Misstatements

Account	Description	Debit	Credit
Adjusting Journal Entries JE # 1			
Entry to record FY23 Accruals that were recorded in FY24.			
250.664.310.000.000	Other Expenditures	73,371	
250.213.333.000.000	Accruals		73,371
Total		73,371	73,371
Adjusting Journal Entries JE # 2			
To make closing entries for prepaids.			
100.512.270.000.000	Workers Compensation	74,868	
100.116.100.000.000	Prepaid Expense		74,868
Total		74,868	74,868
Adjusting Journal Entries JE # 3			
To make closing entries for Fund 201-84.334 GEAR Grant Fund.			
100.910.810.000.201	Transfer to Gear Up	17,030	
201.112.100.000.000	Gear Up Checking	17,030	
201.114.500.000.000	Receivables	13,263	
100.112.100.000.000	General Fund Checking Account		17,030
201.445.100.000.000	Gear Up Revenue		13,263
201.460.000.100.000	Transfer in from General Fund		17,030
Total		47,323	47,323
Adjusting Journal Entries JE # 4			
To make closing entries for Fund 241.			
241.515.310.401.000	Drivers Ed Contracted Services	15,450	
241.432.100.000.000	State Reimbursed Driver Ed		15,450
Total		15,450	15,450
Adjusting Journal Entries JE # 5			
To make closing entries for Fund 243.			
243.432.400.000.000	Vocational Education Revenue	13,784	
243.221.000.000.000	Deferred Revenues		13,784
Total		13,784	13,784

**Schedule B
Corrected Misstatements
(Continued)**

Account	Description	Debit	Credit
Adjusting Journal Entries JE # 6			
To make closing entries for funds 245, 246, and 263.			
245.431.900.000.000	Technology Grant Revenues	32,388	
246.439.000.000.000	Other State Support	13,304	
263.114.500.000.000	Receivables	21,161	
245.221.000.000.000	Deferred Revenues		32,388
246.221.000.000.000	Deferred Revenues		13,304
263.445.300.000.000	Carl Perkins Revenue		21,161
Total		66,853	66,853
Adjusting Journal Entries JE # 7			
To make closing entries for Fund 251.			
251.114.500.000.000	Receivables	151,199	
251.445.900.000.000	Title I Revenue	98,770	
251.445.100.000.000	Title I - Federal Sources		151,199
251.460.000.000.261	TRANSFER FROM TITLE IV		37,427
251.460.000.000.271	TRANSFER FROM TITLE II		61,343
Total		249,969	249,969
Adjusting Journal Entries JE # 8			
To make closing entries for Fund 252.			
252.114.500.000.000	Receivables	1,370	
252.445.900.000.000	CARES ACT Revenue		1,370
Total		1,370	1,370
Adjusting Journal Entries JE # 9			
To make closing entries for Fund 254.			
254.114.100.000.000	ESSER II Accounts Receivable	122,439	
254.445.900.000.000	ESSER II Revenue		122,439
Total		122,439	122,439

**Schedule B
Corrected Misstatements
(Continued)**

Account	Description	Debit	Credit
Adjusting Journal Entries JE # 10			
To make closing entries for Fund 258.			
258.112.100.000.000	Title VI-B Presch Checking	2,231	
258.445.600.000.000	IDEA Part B Section 619 Preschool Revenue		2,231
Total		2,231	2,231
Adjusting Journal Entries JE # 11			
To make closing entries for Fund 261.			
261.114.500.000.000	Receivables	8,843	
261.445.200.000.000	TITLE IV REVENUE		8,843
Total		8,843	8,843
Adjusting Journal Entries JE # 12			
To make closing entries for Fund 290.			
290.114.100.000.000	Intergovernment Receivable	50,164	
290.445.500.000.100	Discretionary Grants	41,701	
290.445.550.000.000	SFSP - Revenues	304,025	
290.445.500.000.000	USDA Commodities		23,454
290.445.500.000.100	Discretionary Grants		358,765
290.445.500.000.500	F&V Revenue		13,671
Total		395,890	395,890
Adjusting Journal Entries JE # 13			
To re-record an entry client reversed.			
250.114.100.000.000	ESSER III Accounts Receivable	187,490	
250.445.900.000.000	ESSER III Revenue		49,476
250.445.900.000.003	ESSER III Revenue - Learning Loss		138,015
Total		187,490	187,490

**Schedule B
Corrected Misstatements
(Continued)**

Account	Description	Debit	Credit
Adjusting Journal Entries JE # 14			
To record unavailable property tax revenues received after 60 days.			
100.411.110.000.000	Taxes - General M&O/REA	45,897	
100.411.400.000.000	Liability Insurance	27,534	
100.413.000.000.000	Penalty and Interest - Del Tax	347	
101.411.200.000.000	Levy 2020-21 Tax Revenue	6,172	
101.413.000.000.000	Levy 2020-21 Penalty & Interest	1,965	
102.411.200.000.000	Levy 2021-22 Tax Revenue	8,779	
102.413.000.000.000	Levy 2021-22 Penalty & Interest	1,599	
103.411.200.000.000	Levy 2022-23 Tax Revenue	870,594	
103.413.000.000.000	Levy 2022-23 Penalties and Interest	26,268	
104.411.200.000.000	Levy 2023-24 Tax Revenue	419	
104.413.000.000.000	Levy 2023-24 Penalties and Interest	215	
100.221.000.000.000	Deferred Revenues		73,779
101.221.000.000.000	Deferred Revenues		8,137
102.221.000.000.000	Deferred Revenues		10,378
103.221.000.000.000	Deferred Revenues		896,862
104.221.000.000.000	Deferred Revenues		634
Total		989,789	989,789
Adjusting Journal Entries JE # 15			
To transfer expenditures from Fund 253 (Correct and Fund 279 to the General Fund due to not having of recognizable revenues.			
100.519.410.401.263	Supplies & Materials	6,581	
253.112.100.000.000	Checking Account	0	
253.211.200.000.000	Due to GF	5,382	
279.211.200.000.000	Due to General Fund	1,199	
100.114.200.000.000	Due from Other Funds		6,581
253.512.110.010.004	K-4 Learning Loss Salaries		4,513
253.512.210.010.004	K-4 Learning Loss Retirement		434
253.512.220.010.004	K-4 Learning Loss FICA		345
253.512.270.010.004	K-4 Learning Loss Workers Comp		90
279.112.100.000.000	Salaries		0
279.512.410.000.000	ARP - HCY Homeless II Supplies & Materials		1,199
253.211.200.000.000	Due to GF		
Total		13,163	13,163

**Schedule B
Corrected Misstatements
(Continued)**

Account	Description	Debit	Credit
Adjusting Journal Entries JE # 16			
To make closing entries for Fund 250.			
250.114.100.000.000	ESSER III Accounts Receivable	133,864	
250.445.900.000.000	ESSER III Revenue		133,864
Total		133,864	133,864
Adjusting Journal Entries JE # 17			
To reverse property taxes never collected in AR and unavailable.			
100.221.000.000.000	Deferred Revenues	152,612	
100.113.100.000.000	Property Tax Receivable		152,612
Total		152,612	152,612
Adjusting Journal Entries JE # 1001			
To record to record deposits not recorded during the year.			
100.112.100.000.000	General Fund Checking Account	53,752	
100.112.100.000.000	General Fund Checking Account	42,789	
100.112.100.000.000	General Fund Checking Account	1,472	
257.112.100.000.000	Title VI-B Checking Account	250,414	
100.419.920.000.000	Miscellaneous Revenue		53,752
100.419.920.000.000	Miscellaneous Revenue		1,472
100.431.100.000.000	State Base Support		42,789
257.445.600.000.000	IDEA Part B Section 611 Revenue		250,414
Total		348,426	348,426

**Schedule B
Corrected Misstatements
(Continued)**

Account	Description	Debit	Credit
Adjusting Journal Entries JE # 1002			
To record to record accrued payroll for checks held at 6/30/23.			
100.112.100.000.000	General Fund Checking Account	989,628	
103.112.100.000.000	Checking Account	17,227	
130.112.100.000.000	General Fund Grants Checking	30,436	
201.112.100.000.000	Gear Up Checking	4,021	
243.112.100.000.000	Voc Ed Checking Account	328	
245.112.100.000.000	Technology Checking Account	2,146	
251.112.100.000.000	Title I Checking Account	82,077	
254.112.100.000.000	Checking Account	158,409	
257.112.100.000.000	Title VI-B Checking Account	57,918	
260.112.100.000.000	Medicaid Checking Account	31,635	
290.112.100.000.000	Food Service Checking Account	39,984	
100.217.100.000.000	Salaries Payable		989,628
103.217.100.000.000	Salaries and Benefits Payable		17,227
130.217.100.000.000	Salaries Payable		30,436
201.217.100.000.000	Salaries Payable		4,021
243.217.100.000.000	Salaries Payable		328
245.217.100.000.000	Salaries Payable		2,146
251.217.100.000.000	Salaries Payable		82,077
254.217.100.000.000	Salaries Payable		158,409
257.217.100.000.000	Salaries Payable		57,918
260.217.100.000.000	Salaries Payable		31,635
290.217.100.000.000	Salaries Payable		39,984
Total		1,413,808	1,413,808
Adjusting Journal Entries JE # 1003			
To record closing entries for Inventory.			
290.115.000.000.000	Food Services Inventory	14,348	
290.710.450.000.000	USDA Commodities	40,348	
290.710.455.116.000	IH Food	14,896	
290.710.455.119.000	PLE Food	5,747	
290.710.455.201.000	PRJH Food	16,773	
290.710.455.401.000	PRLH Food	29,557	
290.710.455.000.000	Inventory		121,669
Total		121,669	121,669