

January 25, 2024

The board met in regular session at 8:30 a.m. Members present Diana Dawley, Jeff Tindle, and Jason Roudabush.

Moved by Roudabush, 2nd by Tindle to approve agenda. 3 ayes. Motion carried.

Moved by Tindle, 2nd by Roudabush to approve January 22, 2024 board minutes. 3 ayes. Motion carried.

Moved by Roudabush, 2nd by Tindle to approve Resolution #2024-17 Poweshiek County Right-to-Use Subscription Asset Policy. 3 ayes. Motion carried.

Resolution No. 2024-17

Poweshiek County Right-To-Use Subscription Asset Policy

GASB Statement No. 96, "Subscription-Based Information Technology Arrangements", is effective beginning July 1, 2022 (FY2023). GASB 96 requires a government end user (government) to recognize a subscription liability and an intangible right-to-use subscription asset.

For counties reporting on the accrual basis of accounting, the cumulative effect, if any, may require a restatement of beginning net position, fund balance, or fund net position (as applicable). This means subscription-based information technology arrangements (SBITA or subscription) in existence on June 30, 2022 will need to be reported as the beginning balance (July 1, 2022) for leases of FY2023.

A right-to-use subscription asset is an intangible capital asset. The asset represents the right to use an underlying asset identified in a subscription contract, as specified for a period of time. The County will recognize the intangible right-to-use subscription asset when:

- a) The contract conveys control of the right to use another entity's nonfinancial asset (the underlying asset) as specified in the contract for a period of time in an exchange or exchange-like transaction.
- b) The minimum noncancelable contract term is greater than twelve months.
- c) The contract does not transfer ownership of the underlying asset.
- d) The underlying asset is used to conduct county business (This will not apply to custodial funds.)

Threshold for Capitalization of Right-To-Use SBITA Assets

The establishment of a right-to-use subscription asset capitalization threshold policy has been recommended. The policy should be approved by the Board of Supervisors. The threshold is to be consistently applied by all departments and offices of the County for financial reporting purposes and should overall capture most right-to-use subscription contracts. All right-to-use subscription assets at or above \$100,000.00 must be reported.

As a general rule, the threshold should be applied to individual subscription contracts.

Right-to-use lease asset classifications:

The government is required to disclose the amount of subscription assets (and the related amortization) separately from other capital assets.

Measurement and amortization:

Measurement: A government should initially measure the subscription asset as the sum of the following:

- a) The amount of the initial measurement of the subscription right-to-use asset. (A lessee should measure the subscription liability and right-to-use asset at the present value of payments expected to be made during the lease term.) (For the year of implementation, the subscription liability and right-to-use asset should be measured as of July 1, 2022.)
- b) Subscription payments made to the vendor at or before the commencement of the subscription term, less any subscription incentives received from the vendor at or before the commencement of the subscription term.
- c) Initial direct costs that are ancillary charges necessary to place the subscription asset into service.

Amortization: A subscription asset should be amortized using the straight-line method over the shorter of the subscription term or the useful life of the underlying asset. The amortization of the lease asset should be reported as amortization expense.

At a minimum, amortization should be calculated monthly.

Approved this 25 day of January 2024.

Diana Dawley, Chairman

Jeff Tindle, Vice Chairman
Jason Roudabush, Member
Attest: Melissa Eilander, Poweshiek County Auditor

Moved by Tindle, 2nd by Roudabush to approve final voucher for work on bridge replacement in Section 20, Sheridan Township. 3 ayes. Motion carried.

8:35 a.m. Poweshiek County Fair board met with board. Present: Marcia Iverson, Scott Sieck, Ryan Iverson, Chad Latcham, Debbie VanArkel, Linda Iverson, Larry Iverson, Ron Iverson. Fair board presented their FY23 fair expenses and budget information. They also provided updates on completed projects and upcoming projects.

Fair board also discussed the fair/extension relationship. Sieck stated he feels the issue is that extension wants to hire the static judges and Sieck states the fair hires those judges. The judges are state fair qualified judges, and the extension has the opportunity to present recommendations, but the final decision will be that of the fair board. All other areas of the inside projects are shared between fair/extension.

Fair board thanked the supervisors for their past appropriations to the fair. They would like to ask for an additional \$4,000 in appropriation for FY25.

9:10 a.m. Bart Klaver, County Attorney met with board to present FY25 county attorney budget.

9:30 a.m. Brooke Holder, Public Health joined the meeting.

Discussion was held regarding the Opioid settlement funding received and how best to allocate those funds and if a committee should be established to oversee the allocation of these funds and ensure they are being allocated according to the guidelines.

10:00 a.m. Brooke Holder, Public Health reviewed the public health grants and county funding and presented FY25 budget information.

Moved by Roudabush, 2nd by Tindle to approve appointment of Diane Dolmage to Board of Health. 3 ayes. Motion carried.

Moved by Tindle, 2nd by Roudabush to approve payroll correction payment for January 19, 2024, for \$2,722.65. 3 ayes. Motion carried.

10:56 a.m. Moved by Roudabush, 2nd by Tindle to adjourn. 3 ayes. Motion carried.

Melissa Eilander, Poweshiek County Auditor

Diana Dawley, Chairman