



To the Board of Directors  
Idaho Health Insurance Exchange  
dba Your Health Idaho  
Boise, Idaho

We have audited the financial statements of the business-type activities, of Idaho Health Insurance Exchange dba Your Health Idaho for the year ended June 30, 2017, and have issued our report thereon dated September 15, 2017. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated May 1, 2017 and verbally. Professional standards also require that we communicate to you the following information related to our audit.

#### Significant Audit Findings

##### *Qualitative Aspects of Accounting Practices*

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Idaho Health Insurance Exchange dba Your Health Idaho are described in Note A to the financial statements. We noted no transactions entered into by Idaho Health Insurance Exchange dba Your Health Idaho during the year ended June 30, 2017 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 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. The most sensitive estimate affecting the financial statements was:

Management's estimate of accrued liabilities and the related grant receivable. We evaluated the key factors and assumptions used to develop these estimates in determining that it is reasonable in relation to the financial statements taken as a whole.

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

##### *Difficulties Encountered in Performing the Audit*

We encountered no significant difficulties in dealing with management in performing and completing our audit.

*Corrected and 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 (Exhibit I) 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. The attached schedule (Exhibit II) summarizes misstatements detected as a result of audit procedures that were corrected by management.

*Disagreements with Management*

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

*Management Representations*

We have requested certain representations from management that are included in the management representation letter dated September 15, 2017.

*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 governmental unit's financial statements or a determination of the type of auditor's 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.

*Other Audit Findings or Issues*

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

*Other Matters*

We applied certain limited procedures to the Management Discussion and Analysis, which is required supplementary information (RSI) that supplements the basic financial statements. Our procedures consisted of inquiries of management regarding the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We did not audit the RSI and do not express an opinion or provide any assurance on the RSI.

With respect to the additional information accompanying the financial statements, 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, 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.

This information is intended solely for the use of the Board of Directors and management of Idaho Health Insurance Exchange dba Your Health Idaho and is not intended to be, and should not be, used by anyone other than these specified parties.

*Harris & Co. PLLC*

Meridian, Idaho  
September 15, 2017

**EXHIBIT I**  
Idaho Health Insurance Exchange  
Summary of Uncorrected Audit Adjustments  
June 30, 2017

*PAJE 1*

|                             |          |          |
|-----------------------------|----------|----------|
| Dr. 22000 Accrued Expenses  | \$34,844 |          |
| Cr. 33000 Retained Earnings |          | \$34,844 |

-To pass on restatement of beginning balances for accrued expenses.

**EXHIBIT II**  
 Idaho Health Insurance Exchange  
 Summary of Corrected Audit Adjustments  
 June 30, 2017

*AJE 1*

|   |          |          |
|---|----------|----------|
| Dr. 11102 Grants Receivable                 | \$62,636 |          |
| Dr. 50000 Salaries and Wages                | \$45,823 |          |
| Dr. 56200 Simple IRA: Employer Contribution | \$311    |          |
| Dr. 51000 Payroll Taxes                     | \$54     |          |
| Dr. 61700 Office Supplies                   | \$8      |          |
| Cr. 11101 Accounts Receivable               |          | \$50,158 |
| Cr. 33000 Retained Earnings                 |          | \$50,464 |
| Cr. 49000 Misc. Income                      |          | \$4,751  |
| Cr. 51000 Payroll Taxes                     |          | \$3,459  |

-To adjust beginning balance for adjustments made in the prior year not recorded by client.

*AJE 2*

|                                   |           |          |
|-----------------------------------|-----------|----------|
| Dr. 41000 Assessment Fees (1.99%) | \$147,261 |          |
| Cr. 11101 Accounts Receivable     |           | \$70,359 |
| Cr. 11102 Grants Receivable       |           | \$76,902 |

-To reverse accounts receivable entry to match prior year ending balance.

*AJE 3*

|   |           |           |
|---|-----------|-----------|
| Dr. 16200 Computer and Software         | \$7,617   |           |
| Dr. 16800 HIX Technology Solution       | \$447,479 |           |
| Cr. 16700 Leasehold Improvements        |           | \$139     |
| Cr. 68100 Depreciation and Amortization |           | \$454,957 |

-To adjust depreciation expense.

*AJE 4*

|  |         |         |
|--|---------|---------|
| Dr. 49100 Gain/Loss on Disposition of Assets | \$1,884 |         |
| Dr. 68100 Depreciation and Amortization      | \$204   |         |
| Cr. 49000 Misc. Income                       |         | \$2,088 |

-To record disposals.

*AJE 5*

|                                   |           |           |
|-----------------------------------|-----------|-----------|
| Dr. 11101 Accounts Receivable     | \$127,060 |           |
| Cr. 41000 Assessment Fees (1.99%) |           | \$127,060 |

-To adjust accounts receivable.

# Harris & Co. PLLC

*AJE 6*

|  |           |
|--|-----------|
| Dr. 22000 Accrued Expenses                               | \$284,489 |
| Dr. 63604 Contract Services: Get Insured M&O             | \$38,238  |
| Cr. 61108 Marketing: Project Management & Strategy       | \$17,448  |
| Cr. 61303 Professional Fees: Consulting/HR               | \$5,000   |
| Cr. 61304 Professional Fees: Legal Services              | \$22,800  |
| Cr. 61308.7 Prof. Fees: Consulting: First Data IV&V      | \$10,557  |
| Cr. 61308.8 8 Prof. Fees: Consulting: Flex Techs         | \$5,500   |
| Cr. 61901 Utilities: Telephone                           | \$3,000   |
| Cr. 63708 Call Center Services: DHW Eligibility Services | \$171,002 |
| Cr. 63802 Consumer Connector: IPA Contracts              | \$22,553  |
| Cr. 63803 Consumer Connector: Tribal Engagement          | \$54,999  |
| Cr. 63900 Navigator                                      | \$9,868   |

-To adjust accrued expenses.