
CLARK COUNTY WASHINGTON



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CLARK COUNTY
WASHINGTON

COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED DECEMBER 31, 2013

CLARK COUNTY WASHINGTON

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED DECEMBER 31, 2013

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**CLARK COUNTY, WASHINGTON
COMPREHENSIVE ANNUAL FINANCIAL REPORT**

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CLARK COUNTY
WASHINGTON

AUDITOR
GREG KIMSEY

June 30, 2014

To the Honorable Board of Commissioners and Citizens of Clark County:

In accordance with the provisions of Chapter 36.22 of the Revised Code of Washington, we are pleased to submit the Comprehensive Annual Financial Report (CAFR) of Clark County for the fiscal year ended December 31, 2013. The financial statements are presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by independent auditors from the Office of the Washington State Auditor.

The CAFR consists of management's representations concerning the finances of the County. Consequently, responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests with the management of Clark County. Clark County has established a comprehensive internal control framework to provide a reasonable basis for making these representations. Management of the County has established internal controls that are designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County's internal controls have been designed to provide reasonable assurance that the financial statements will be free from material misstatements. To the best of our knowledge and belief, the data presented is accurate in all material respects and disclosures.

The Comprehensive Annual Financial Report is developed to provide meaningful financial information to the public, legislative bodies, creditors, and investors, as well as students and teachers of public finance. It is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter and a presentation of the County's organizational structure and elected officials. The financial section includes the independent auditor's report, management discussion and analysis, government-wide statements, fund statements, notes to the financial statements, required supplementary information, and combining and individual fund financial statements and schedules. The statistical section presents financial and demographic information, which is generally presented on a multi-year basis.

The Office of the Washington State Auditor conducts an annual audit of the financial statements of Clark County as required by state law. The goal of the independent audit is to provide reasonable assurance that the financial statements of the County for the fiscal year ended December 31, 2013, are free from material misstatement. The independent audit involves examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and assessing the overall financial statement presentation. The auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that Clark County's financial statements for fiscal year ended

December 31, 2013, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

Their examination is conducted in accordance with *generally accepted auditing standards, Government Auditing Standards* issued by the Comptroller General of the United States.

The County is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1984 and U.S. Office of Management and Budget (OMB) Circular A-133, *Audits of State, Local Governments, and Non-Profit Organizations*. Information related to this single audit, including the schedule of expenditures of federal awards, findings and recommendations, and auditor's reports on the internal control structure and compliance with applicable laws and regulations, will be issued in a separate Single Audit Report issued by the Office of the Washington State Auditor.

GAAP requires that management provide a narrative introduction, overview, and analysis of financial condition and results of operations to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Clark County's MD&A can be found immediately following the report of the independent auditors.

Profile of Clark County

Clark County, incorporated in 1849, is located in the southwestern portion of the State of Washington, on the Columbia River, approximately 80 miles from the Pacific Ocean. The Columbia River forms the western and southern boundaries of the County and provides over 41 miles of river frontage. The North Fork of the Lewis River forms the northern boundary of the County and Skamania County and the Cascade Range form the eastern boundary. The land area of the County encompasses 405,760 acres, approximately two-thirds of which lie in the foothills of the Cascade Range. Located directly across the Columbia River from Portland, Oregon and 150 miles south of Seattle, Clark County's population has more than tripled since 1960, making it the fifth largest county in Washington and one of the fastest growing areas in the Pacific Northwest. The Columbia River and the proximity of the Pacific Ocean have a strong influence on the economy, climate and recreational activities of the area.

Clark County is a statute county, which means that the organization of the County is prescribed by state statute. The three member Board of County Commissioners acts as the County's legislative body. Other elected officials include County Assessor, Auditor, Clerk, Prosecuting Attorney, Sheriff, and Treasurer. There are also ten elected Superior Court Judges, and six elected District Court Judges. These elected officials govern the County and establish policies on the basis of the local community's needs and preferences. The Board of County Commissioners appoints a County Administrator who manages departments other than those within the purview of the other elected officials.

In 2013, the Board of County Commissioners adopted a resolution to pursue a Home Rule Charter, which would move the County from a statute County to a home rule county. The resolution called for elections of Freeholders to draft a home rule charter. The Charter may change the composition and authority of the Board of County Commissioners. The Charter may also change the process by which the County Administrator position is filled and the responsibilities for which the position would be responsible. It is anticipated that the Charter will be put to voters in the general election in November 2014.

In accordance with GASB #14 "The Financial Reporting Entity", the County has identified five entities as component units. By virtue of its authority to exercise influence over their operations, the County has included the financial statements of the Industrial Revenue Bond Corporation, the Fairgrounds Site Management Group, Emergency Medical Service District, and the Metropolitan Park District, as blended component units reported as special revenue funds. Because the County cannot impose its will on the Clark County Public Facilities District, it is reported as a discrete (separate) component unit of

the County. The County also reports its interest in a governmental joint venture: Clark Regional Emergency Services Agency.

The County's biennial budget serves as the foundation for financial planning and control. State law (RCW 36.40) establishes the general requirements of Clark County's biennial budget process. The law requires the County to initiate the budget process on or before the second Monday in July, by requesting budget estimates for the ensuing year from each County department. The County is required to present a compilation of these estimates, including revenue projections, to the Board of Commissioners upon or before the first Tuesday in September, or if the Board so chooses, the first Tuesday in November. A compilation of submissions is then prepared, and copies are made available to the public. The Commissioners must schedule a hearing on the budget for the first Monday in October, or if the Board so chooses, the first Monday in December. The budget hearing may be continued from day to day for no more than five days. At the conclusion of the hearing, the Board of Commissioners adopts the budget. Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriated budget has been adopted. The biennial budget is adopted and systematically monitored at the fund level for special revenue and capital project funds and at a department level for the General Fund. Personal service costs in each fund are controlled by position. The major capital projects are approved in accordance with long-term capital acquisition plans.

Local Economy

Clark County enjoys a diversified economy with a solid commercial sector, and valuable port activities with significant government and service sectors. The County has strong industry clusters in semiconductors, manufacturing, plastics, and financial services. Additionally, the County is well served by a variety of transportation facilities. Interstates 5 and 205 access the Portland area, and the Ports of Vancouver, and Camas/Washougal offer port facilities that capitalize on the Columbia River's status as a fresh water, deep draft harbor between Canada and California. Transcontinental railroads, trucking firms, bus lines, and the Portland International Airport also serve the County. The advantages that Clark County offers are its location near a major metropolitan city combined with affordable land, housing, business costs, and a cost of living among the lowest on the West Coast.

Between 2004 and 2013, Clark County's population increased by 13.6%, to 435,500, which includes estimated growth since the 2010 census. Most of that growth was migration from other areas, in particular, from the Portland, Oregon area and from other counties in Washington. The County attracted many of these new residents because of good schools, affordable land, and lower housing and business costs.

Clark County's unemployment rate peaked at 15.6% during the great recession in March 2010. The County's unemployment rate has been higher than the state and national averages since the turn of the century. The unemployment rate declined to 7.4% at the end of 2013. The overall State unemployment rate at the end of the year was 6.5%. However, if the Seattle Metro area is removed from the State rate, it goes to 7.8%. The employment outlook is improving. Several corporations have announced that they will relocate from Portland to the County, including Evergreen Plastics, Integra Telecom, and Banfield Pet Hospital. They cite the favorable business climate, good schools, and reasonably priced housing as factors for moving. The moves may not create many new jobs initially but most also commented on plans to expand. Also, Fisher Investments is completing construction of a second building on its campus in Camas, Washington, which will be able to accommodate an additional 700 employees. Fisher currently employs about 445 people at the site.

New construction in Clark County, as evidenced by building permits, dropped precipitously in 2008 (almost 50%) and continued to decline annually until a small 5% increase in 2010 over 2009. In 2013 there was a 57.7% increase in the number of permits issued from 2012. The outlook for Clark County for 2014 shows signs of improvement. The housing market is below the normal 6 month inventory,

which is a mixed indicator, and the median price of homes is trending back up. The County forecast calls for modest improvements in 2014.

Long-Term Financial Planning

The County has capital investments planned over the next several years for the following areas:

- Future capital construction projects for Parks, Water, Stormwater and Wastewater are planned for the years beyond the 2013-14 biennium but only transportation projects, funded with a dedicated property tax and augmented by grants, have the financial capacity to be able to undertake significant projects in the near term.
- The County's six year Transportation Improvement Program calls for \$172 million to be spent on roads during the period 2014 through 2019. Of this amount, 64% is expected to come from the County Road Fund, with the remainder to be financed through grants, partnerships, and other resources.

Relevant Financial Policies

The County adopted a fiscal policy plan in 1982 and amended it in 1994. There are 17 fiscal policies in the plan, which provide guidance for prudent management of the County's resources. These fiscal policies help provide high level direction over the County's finances and have been consistently applied during 2013.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Clark County for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2012. Clark County has received this prestigious award for over thirty consecutive years. In order to be awarded a Certificate of Achievement, the County must publish an easily readable and efficiently organized Comprehensive Annual Financial Report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

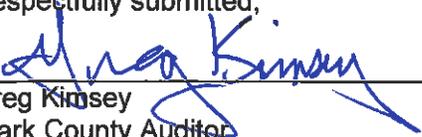
A Certificate of Achievement is valid for a period of one year only. We believe our current financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

In addition, the County has received the GFOA Distinguished Budget Presentation Award for eighteen consecutive budget periods, most recently for its biennial budget document for 2013-2014. In order to qualify for the Distinguished Budget Presentation Award, the County's budget document was judged to be proficient in several categories, including as a policy document, a financial plan, an operating guide, and a communication device.

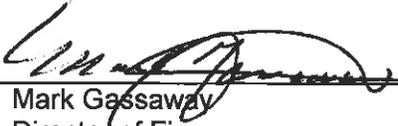
We express our appreciation to those who have devoted their time to the preparation of this report, especially the Financial Services staff in the Clark County Auditor's office and the Clark County Treasurer's office. We also recognize the professional efforts of the State Auditor's Office in their audit, and the direction and advice they provide us throughout the year.

Finally, we express our sincere appreciation to the Board of County Commissioners for their continued support, and their efforts in working for the betterment of the community and in making Clark County a great place to live, work, and play.

Respectfully submitted,



Greg Kimsey
Clark County Auditor



Mark Gassaway
Director of Finance



Government Finance Officers Association

**Certificate of
Achievement
for Excellence
in Financial
Reporting**

Presented to

**Clark County
Washington**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2012

Executive Director/CEO

CLARK COUNTY, WASHINGTON

2013 ELECTED OFFICIALS

County Commissioners

District One	Tom Mielke
District Two	David Madore
District Three	Steve Stuart

County Assessor	Peter Van Nortwick
County Auditor	Greg Kimsey
County Clerk	Scott Weber
Prosecuting Attorney	Tony Golik
County Sheriff	Garry Lucas
County Treasurer	Doug Lasher

Superior Court Judges

Court One	Daniel Stahnke
Court Two	David E. Gregerson
Court Three	John Nichols
Court Four	Gregory Gonzales
Court Five	Richard Melnick
Court Six	Barbara Johnson
Court Seven	James E. Rulli
Court Eight	Suzan Clark
Court Nine	Robert Lewis
Court Ten	Scott Collier

District Court Judges

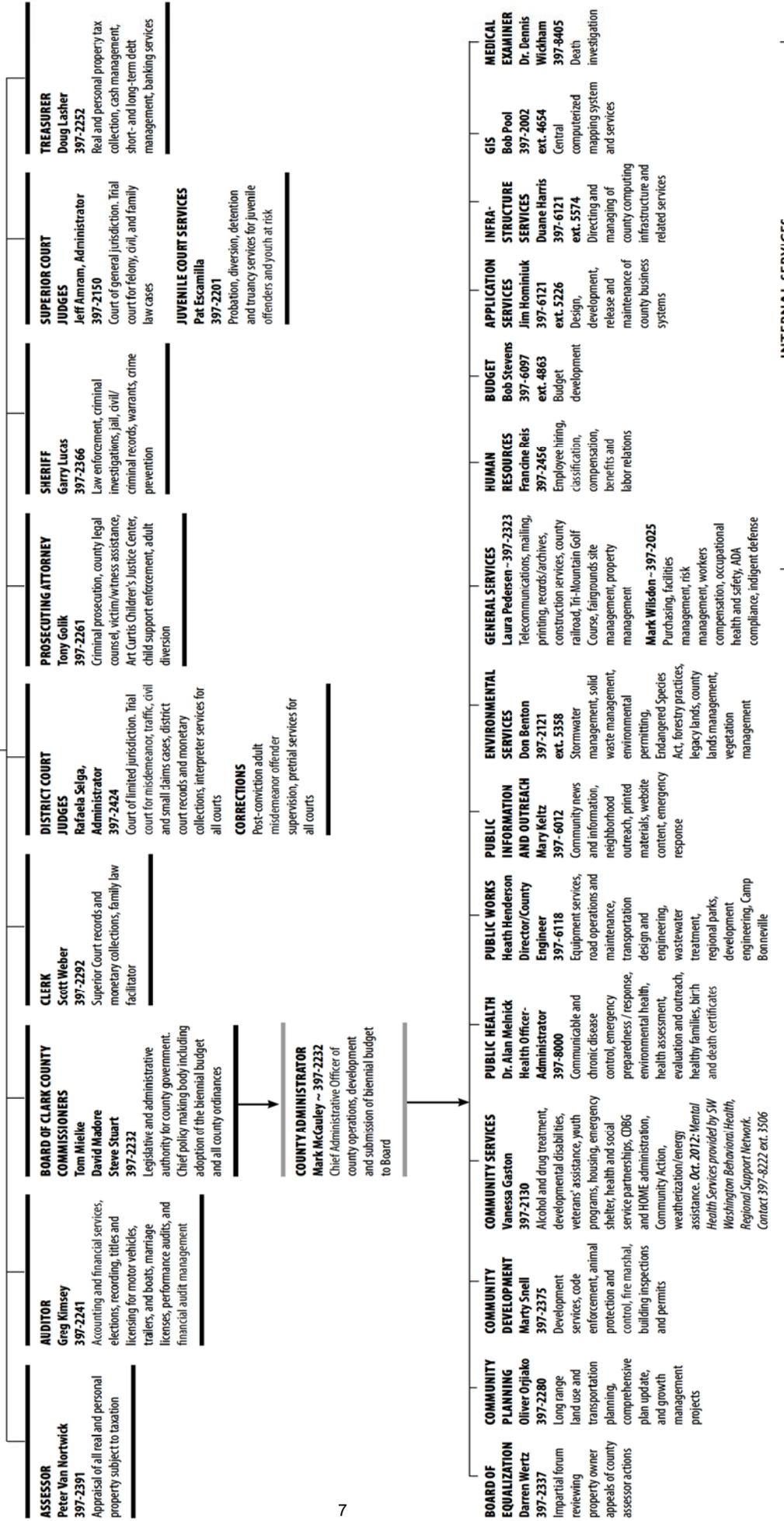
Court One	Vernon Schreiber
Court Two	James Swanger
Court Three	Darvin Zimmerman
Court Four	Sonya Langsdorf
Court Five	Kelli Osler
Court Six	John Hagensen

CLARK COUNTY



ORGANIZATION CHART

VOTERS OF CLARK COUNTY



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Washington State Auditor Troy Kelley

INDEPENDENT AUDITOR'S REPORT

June 27, 2014

Board of Commissioners
Clark County
Vancouver, Washington

REPORT ON FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate discretely presented component unit and remaining fund information of Clark County, Washington, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the County'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 require 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 County'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 County'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 opinions.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate discretely presented component unit and remaining fund information of Clark County, Washington, as of December 31, 2013, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparison for the General, County Roads and Community Service Grants funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Matters of Emphasis

As discussed in Note 25, during the year ended December 31, 2013 the County began to depreciate roads infrastructure which were previously accounted for under the modified approach. Our opinion is not modified with respect to this matter.

As described in Note 25, during the year ended December 31, 2013, the County has implemented the Governmental Accounting Standards Board Statement No. 65, Items Previously Reported as Assets and Liabilities. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 13 through 28, information on postemployment benefits other than pensions on page 99 and infrastructure modified approach information on pages 100 through 102 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 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 inquiries of management about 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 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.

Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The accompanying information listed as combining financial statements on pages 103 through 194 is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. This information has been subjected to auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

The information identified in the table of contents as the Introductory and Statistical Sections is presented for purposes of additional analysis and is not a required part of the basic financial statements of the County. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS

In accordance with *Government Auditing Standards*, we will also issue our report dated June 27, 2014, on our consideration of the County'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. That report will be issued under separate cover in the County's Single Audit Report. 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 the County's internal control over financial reporting and compliance.

Sincerely,



TROY KELLEY
STATE AUDITOR

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MANAGEMENT'S DISCUSSION AND ANALYSIS

Clark County's discussion and analysis provides a narrative overview and analysis of the County's financial activities for the fiscal year ended December 31, 2013. We encourage readers to consider the information presented here in conjunction with additional information in the letter of transmittal, which can be found preceding this narrative, and with the County's financial statements and notes to the financial statements which follow this discussion.

FINANCIAL HIGHLIGHTS

- The County implemented The Governmental Accounting Standards Board Statement # 65 (GASB 65): Items Previously Reported as Assets and Liabilities in 2013. This resulted in restatement of the January 1 fund balance by (\$786,981) in the Statement of Activities. More information on the implementation of GASB 65 and the restatement is found in note # 25 in the Notes to the Financial Statements included in this report.
- Washington State Auditors restructured the Budgeting, Accounting and Reporting System (BARS) structure in 2013. All local government entities are required to use the state's BARS system for their annual financial reporting to the State. Clark County adheres to the BARS system and implemented the new BARS structure in 2013. Some of the implications were a re-categorizing of specific activities to different program areas and a change in how some interfund and intergovernmental revenues and expenditures are reported. We have noted these reclassifications in regards to certain increases and decreases in 2013 throughout this discussion and analysis.
- Clark County's total assets exceeded its total liabilities at December 31, 2013 by \$1.4 billion (a \$3.8 million decrease from 2012).
- Total net position of the County is comprised of the following:
 - 1) Net investment of capital assets of \$1.3 billion includes all capital assets, net of accumulated depreciation and reduced for outstanding debt related to the purchase or construction of capital assets.
 - 2) Restricted net position of \$101.7 million represents the portion restricted by constraints imposed from outside the County, such as debt covenants, grants and laws.
 - 3) Unrestricted net position of \$40.2 million represents the portion available to be used at the County's discretion, in order to maintain continuing obligations to citizens and creditors.
- At December 31, 2013, Clark County reported a decrease in net position (before prior year adjustments and a restatement for change in accounting principal) of \$9.9 million, compared to an \$18.3 million increase in 2012. Details of factors contributing to the change in net position for 2013 are included later within this analysis.
- The General Fund's total fund balance increased, from \$32.2 million in 2012 to \$36.1 million in 2013, for a total increase of 12%.
- Clark County's total long term liabilities are \$178.2 million at December 31, 2013, up from \$162.3 million in 2012. Remaining capacity for non-voted debt was \$453.5 million.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to Clark County's basic financial statements, which include three components: (1) government-wide financial statements; (2) fund financial statements; and (3) notes to the financial statements. This report also contains other required supplementary information.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with an overview of Clark County's finances in a manner similar to private-sector business. The statements distinguish functions of Clark County that are principally supported by taxes and intergovernmental revenues ("governmental activities") from functions that are intended to recover all or a significant portion of their costs through user fees and charges ("business-type activities"). Governmental activities include services provided to the public, such as law enforcement and public safety; the superior, juvenile, and district court systems; legal prosecution and indigent defense; jails and corrections; road construction and maintenance; community planning and development; parks and open space preservation; public health; and care and welfare of the disadvantaged and mentally ill. Other general government services provided include elections, property assessment, tax collection, and the issuance of permits and licenses. Business-type activities of Clark County include solid waste, sanitary sewer, a golf course and storm water management.

The **statement of net position** presents information on all of the County's assets, liabilities, and net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating.

The **statement of activities** presents information showing how the County's net position changed during 2013. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. As a result, revenues and expenses are reported in this statement for some items that will not result in cash flows until future fiscal periods, such as revenues pertaining to uncollected taxes, unpaid vendor invoices, and earned but not used vacation and sick leave. This statement separates program income (revenue generated by specific programs through charges for services, grants and contributions) from general revenue (revenue provided by taxes and other sources not tied to a particular program). By separating program revenue from general revenue, users can identify the extent to which each program relies on taxes for funding. Certain administrative costs or indirect costs are allocated to the various programs, but are eliminated from the direct program costs for comparative purposes.

Both of the government-wide financial statements have separate columns for governmental activities, business-type activities, and a discretely presented component unit.

Governmental activities – Governmental activities are primarily supported by intergovernmental revenues and taxes. Most basic services fall into this category, including general government; public safety; judicial; physical environment; transportation; economic environment; health and human services; culture and recreation; and debt service. Also included within the governmental activities are the operations of four blended component units: Industrial Revenue Bond Corporation, Fairgrounds Site Management Group (Event Center Fund), Emergency Medical Services District, and the Metropolitan Parks District. Although legally separate from the County, these component units are blended with the primary government (Clark County) because of their governance relationship with the County and fiscal dependency. These four entities are reflected in the nonmajor combining special revenue fund statements. Further information regarding these blended component units is found in the *Summary of Significant Accounting Policies* beginning on the first page of *Notes to Financial Statements*. The County has also reported its investment in one governmental joint venture: Clark Regional Emergency Services Agency (CRESA). A description of this joint venture is found in note 22 of the *Notes to Financial Statements*.

Business-type activities – Total assets and total liabilities between the government-wide statements and fund statements will differ slightly because the "internal balances" are combined into a single line in the asset section on the government-wide statement.

Discretely presented component unit - The government-wide financial statements include not only Clark County (known as the primary government) but also a legally separate Clark County Public

Facilities District for which the County is financially accountable. Financial information for this discretely presented component unit is reported in a column separate from the financial information presented for the County. A description of this component unit can be found in note 1 of the *Notes to Financial Statements*.

Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Clark County can be divided into three categories: **governmental** funds, **proprietary** funds, and **fiduciary** funds.

Governmental funds are used to account for most of a government's tax-supported activities and to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike government-wide financial statements' use of accrual accounting, governmental fund financial statements focus on near-term inflows and outflows of spendable resources and on balances of spendable resources available at year end. Such information is useful in evaluating a government's near-term financing requirements in comparison to resources available.

Because the focus of governmental fund financial statements is narrower than that of government-wide financial statements, it is useful to compare information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. This gives readers a better understanding of the long-term impact of the government's financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide reconciliation to the governmental activities column in the government-wide statements, in order to facilitate this comparison.

The governmental funds balance sheet and the governmental funds statement of revenues, expenditures, and changes in fund balances present separate columns of financial data for the General Fund, County Roads Fund and Community Services Grants Fund, which are considered major funds for financial reporting purposes. The governmental fund financial statements can be found immediately following the government-wide financial statements. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the nonmajor governmental funds is provided in combining statements, outside of the basic financial statements (following the required supplementary information section of this report).

The County maintains budgetary controls with a biennial appropriated budget to ensure compliance with legal provisions. Budgets for governmental funds are established in accordance with state law, and are adopted on a fund level, except for the General Fund, which is adopted on a department level. A budgetary comparison of revenues, expenditures, and changes in fund balances is provided for the General Fund, all special revenue funds, general obligation bond fund and all capital project funds. Major fund budgetary variance statements are included with the basic financial statements, while nonmajor fund budget variance schedules follow the combining fund statements. Budgetary variances for the General Fund are discussed in more detail later in this section.

Proprietary funds account for a government's business type activities, where all or part of the costs of activities are supported by fees and charges paid directly by those who benefit from the activities. Proprietary funds provide the same type of information as government-wide financial statements, only in more detail, since both apply the accrual basis of accounting. Proprietary fund statements follow governmental fund statements in this report. The County maintains two types of proprietary funds:

Enterprise funds report the same functions presented as business-type activities in the government-wide financial statements. Enterprise funds account for the County's solid waste, storm water, golf course and sewer operations. The Sanitary Sewer and Clean Water funds are both

considered major funds for financial reporting purposes. The County reports two nonmajor enterprise funds: the Solid Waste Fund and the Tri-Mountain Golf Course O&M Fund.

Internal service funds are used to report activities that provide services to the County's other programs and activities on a cost reimbursement basis. The County uses internal service funds to account for its vehicle fleet, election services, insurance reserves, radio and computer equipment replacement reserves, and various other administrative services. The revenues and expenses of the internal service funds that are duplicated in other funds through allocations are eliminated in the government-wide statements, with the remaining balances included in the governmental activities column. All internal service funds are aggregated in a single column in the basic proprietary fund financial statements. Individual fund data can be found in the combining statements.

Fiduciary funds are used to account for resources that are held by a government as a trustee or agent for parties outside of the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support Clark County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The County has three types of fiduciary funds: 1) Investment Trust Funds (which report the portion of County investments that belong to other jurisdictions), 2) Private Purpose Trust Funds (which report trust arrangements where the principal and interest benefit those outside of the County), and 3) Agency Funds (which are clearing accounts for assets held by Clark County in its custodial role until funds are allocated to the private parties, organizations, or government agencies to which they belong). The basic fiduciary fund financial statements follow the proprietary fund financial statements in this report.

Notes to the financial statements

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found immediately following the basic financial statements in this report.

GOVERNMENT- WIDE FINANCIAL ANALYSIS

Analysis of Net Position

Net position may serve over time as a useful indicator of a government's financial position. Clark County's combined net position (governmental and business-type activities) was \$1.4 billion at the end of 2013 (a decrease of \$2.8 million from 2012). Net position invested in capital assets increased \$15.6 million, due to both a decrease in debt held against capital assets and capital projects added to the asset base in 2013.

Unrestricted net position at the end of 2013 is \$40.2 million, compared to \$54.7 million in 2012. Changes in unrestricted net position are a result of total change in net position, as well as changes in both net investment in capital assets and restricted net position. Restricted net position decreased from \$106.6 million to \$101.7 million. Restricted net position in health and human services decreased \$4.3 million as a result of less grant revenue unspent at the end of 2013. Restricted net position decreased in the areas of law and justice (\$2.5 million decrease) and transportation (\$3.3 million decrease), while other areas had increases of lesser degrees.

Total liabilities increased \$23.3 million. Long term liabilities accounted for \$15.9 million of the increase. The main factors for this increase are a \$10 million bond issued to cover a legal settlement and charges on refunding of \$6.2 million that were reclassified in 2013 as deferred outflows of resources (rather than a decrease to bond debt), as a result of the implementation of GASB Statement #65. Claims and judgments increased by \$3.6 million due to a settlement related to clean water business-type activities. In addition, deposits payable increased \$3.5 million, with the receipt of \$2.9 million in deposits payable from a Joint Venture entity, Clark Regional Emergency Agency (CRESA). The deposit payable represents funds held for future equipment purchases which will be turned over to CRESA upon purchase. More information on this can be found in Note 22 in the Notes to Financial Statements.

Of the County's total net position, 89.9% is net investment in capital assets, 7.2% is subject to external restrictions by outside parties, and the remaining 2.9% represents the amount that may be used to meet the County's ongoing general purpose obligations. The condensed financial information that follows is derived from the government-wide Statement of Net Position and reflects the County's net position in 2013 compared with 2012.

Clark County Net Position							
	Governmental Activities		Business-type Activities		Total		% Change
	2013	2012	2013	2012	2013	2012	
Current & other assets	\$ 229,332,730	\$ 221,549,108	\$ 6,723,982	\$ 7,463,672	\$ 236,056,712	\$ 229,012,780	3.1%
Capital assets (net of depreciation)	1,157,291,221	1,158,491,666	224,747,744	217,239,739	1,382,038,965	1,375,731,405	0.5%
Total assets	1,386,623,951	1,380,040,774	231,471,726	224,703,411	1,618,095,677	1,604,744,185	0.8%
Deferred outflows of resources							
Deferred Charge on Refunding	6,183,031	0	0	0	6,183,031	0	n/a
Total deferred outflows of resources	6,183,031	0	0	0	6,183,031	0	n/a
Long term liabilities	177,423,061	161,520,242	792,443	785,067	178,215,504	162,305,309	9.8%
Other liabilities	41,426,642	36,754,449	5,169,972	2,433,645	46,596,614	39,188,094	18.9%
Total liabilities	218,849,703	198,274,691	5,962,415	3,218,712	224,812,118	201,493,403	11.6%
Net position:							
Net investment in capital assets	1,032,768,522	1,024,697,643	224,747,744	217,239,739	1,257,516,266	1,241,937,382	1.3%
Restricted	101,701,239	106,642,612	0	0	101,701,239	106,642,612	(4.6%)
Unrestricted	39,487,518	50,425,828	761,567	4,244,960	40,249,085	54,670,788	(26.4%)
Total net position	\$ 1,173,957,279	\$ 1,181,766,083	\$ 225,509,311	\$ 221,484,699	\$ 1,399,466,590	\$ 1,403,250,782	-0.3%

Governmental net position - net position of the County's governmental activities decreased by \$7.8 million in 2013, from 2012. Assets increased \$6.6 million in 2013. Taxes receivable increased \$6 million, due to the accrual of prior year tax revenue received in January and February of 2014. Customer accounts receivable increased \$3 million, notes receivable decreased \$2 million and net capital assets decreased \$1 million.

Total liabilities increased \$20.6 million. Long term liabilities increased \$15.9 million, primarily due to a \$10 million judgment that was funded by a Limited Tax General Obligation bonds, and the fact that \$6.2 million in refunding debt is classified as a deferred outflow of resources, rather than a credit against bonds payable, as mentioned previously. Deposits payable increased \$3.7 million, largely due to the \$2.9 million deposit from CRESA that was discussed in the previous section.

Unrestricted net position for governmental activities of \$39.5 million (down from \$50.4 million in 2012) is available for future spending.

Business-type position - Business-type net position increased by 1.8% in 2013. Total assets increased \$6.8 million, as a result of a \$7.5 million increase in Capital assets. Total liabilities increased \$2.7 million, as a result of a \$3.6 million judgment payable for clean water activities and a \$0.9 million decrease in accounts payable from 2012.

Of total net position, \$224.7 million (99.7%) is net investment in capital assets, while \$761,567 is unrestricted and available for future spending.

Analysis of Changes in Net Position

The County's total change in net position in 2013 (not including prior period adjustments and restatement for the change in accounting principal) was a decrease of \$9.9 million, compared to an \$18.3 million increase in 2012. The condensed financial information that follows is derived from the Government-Wide Statement of Activities and reflects how the County's 2013 changes in net position compare with 2012.

Clark County Changes in Net Position

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2013	2012	2013	2012	2013	2012
Program Revenues						
Charges for services	\$ 84,234,359	\$ 67,650,000	\$ 12,994,397	\$ 26,687,906	\$ 97,228,756	\$ 94,337,906
Operating grants and contributions	32,628,193	69,379,097	1,334,194	1,332,402	33,962,387	70,711,499
Capital grants and contributions	33,042,496	21,114,627	1,712,659	278,736	34,755,155	21,393,363
General Revenues						
Taxes	137,318,043	140,183,107			137,318,043	140,183,107
Gain on sale of assets	3,499,463	4,108,470			3,499,463	4,108,470
Claims and judgments	-	-	30,276	-	30,276	-
Interest earnings	4,456,075	1,153,546	35,464	29,072	4,491,539	1,182,618
Total revenues	295,178,629	303,588,847	16,106,990	28,328,116	311,285,619	331,916,963
Program Expenses:						
General government	70,483,636	52,207,688	-	-	70,483,636	52,207,688
Public safety	75,670,843	74,885,144	-	-	75,670,843	74,885,144
Judicial	12,551,160	17,456,320	-	-	12,551,160	17,456,320
Physical environment	7,460,932	3,960,952	-	-	7,460,932	3,960,952
Transportation	62,741,665	39,000,013	-	-	62,741,665	39,000,013
Economic environment	21,256,793	17,999,780	-	-	21,256,793	17,999,780
Health & human services	29,731,840	49,926,490	-	-	29,731,840	49,926,490
Culture & recreation	15,555,485	18,175,709	-	-	15,555,485	18,175,709
Solid Waste	-	-	2,761,494	3,212,791	2,761,494	3,212,791
Water	-	-	5,558,703	5,716,578	5,558,703	5,716,578
Golf Course	-	-	1,364,596	-	1,364,596	-
Sewer	-	-	6,522,202	8,211,599	6,522,202	8,211,599
Interest on long term debt	5,949,954	4,985,366	-	-	5,949,954	4,985,366
Total expenses	301,402,308	278,597,462	16,206,995	17,140,968	317,609,303	295,738,430
Excess (deficiency) of revenues over (under) expenses	(6,223,679)	24,991,385	(100,005)	11,187,148	(6,323,684)	36,178,533
Special Items/Extraordinary Items	-	(17,865,049)	(3,600,000)	-	(3,600,000)	(17,865,049)
Change in Net Position	(6,223,679)	7,126,336	(3,700,005)	11,187,148	(9,923,684)	18,313,484
Net position as of January 1-restated	1,180,979,102	1,178,274,747	221,484,699	210,297,551	1,402,463,801	1,388,572,298
Prior period adjustments	(798,144)	(3,635,000)	7,724,617	0	6,926,473	(3,635,000)
Net position as of December 31	\$ 1,173,957,279	\$ 1,181,766,083	\$ 225,509,311	\$ 221,484,699	\$ 1,399,466,590	\$ 1,403,250,782

Total revenues decreased \$20.6 million in 2013 from 2012, with governmental activities decreasing \$8.4 million and business-type activities decreasing \$12.2 million. Approximately 44% (42% in 2012) of total revenues came from taxes. Grants and contributions amount to 22% (28% in 2012) and charges for services account for 31% (28% in 2012) of total revenues. Governmental activities provided \$295.2 million in revenues (95%), while business-type activities provided \$16.1 million (5%).

The County's expenses cover a range of services, the largest of which were for public safety, general government and transportation, accounting for 66%, combined. Health and human services account for 9% while the expenses of all other functional programs and interest expense, combined, account for 25%. Total expenses for the year were \$317.6 million, up 7.4% from 2012. Governmental activities accounted for 95% of total County expenses. Governmental activity expenses increased \$22.8 million in 2013 (over 2012), while business type activity expenses decreased \$0.9 million.

Governmental activities - Governmental activity revenue decreased \$8.4 million from 2012, while expenses increased \$22.8 million. The 2013 change in net position was a decrease of \$6.2 million.

In 2013, developers contributed road and stormwater infrastructure and land valued at \$11.8 million (\$1.7 million was contributed in 2012), accounting for most of the \$11.9 million increase in capital grant revenue. In 2013, health and human services operating grants decreased by \$23.9 million, due to the 2012 spin-off of the mental health services to a newly formed Regional Support Network (RSN) government entity. The RSN receives state and federal grants that previously were received by the County's mental health programs. In addition, operating grants for public safety and judicial programs

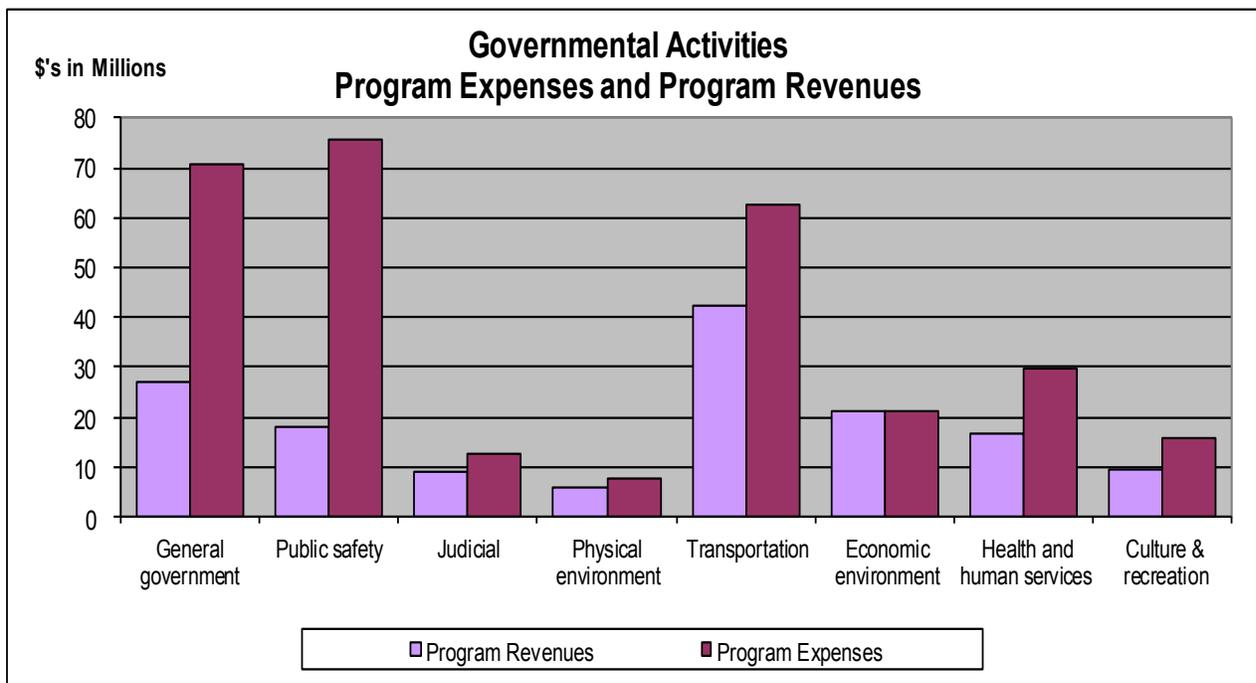
were down \$10.2 million from 2012. This was due, in part, to intergovernmental revenue streams that were previously reported as grant revenue being reported as charges for services, beginning in 2013. This change in how we reported specific revenue streams also impacted the charges for services, accounting for of the \$16.6 million increased revenues in that category. A \$5.4 million increase in governmental and economic environment charges for services was partly due to a more active real estate market and construction environment in the County in 2013. Transportation charges for services increased by \$4.4 million as services were provided to other entities and funds.

Governmental expenses increased \$22.8 million in 2013. Transportation expense increased \$23.7 million in 2013. The change is due to road infrastructure no longer being eligible for reporting under the modified approach, as a result of the County not meeting the requirement of completing road assessments within a three year cycle. As a result, depreciation was assessed against road infrastructure assets (\$27 million) for the first time since the County adopted the modified approach in 2003. In addition, this change requires some road preservation costs, which were expensed under the modified approach, to be capitalized in 2013, resulting in less transportation expense.

General government expenses increased \$18.3 million in 2013. This includes a \$10.5 million court settlement, as well as \$5.4 million in indigent defense costs that had been categorized as judicial costs in previous years (which also accounts for a \$4.9 million decrease in judicial costs in 2013).

Health and human services expenditures decreased by \$20.2 million in 2013, as a result of mental health services in Clark County being provided by the RSN, as discussed above. Physical environment costs increased by \$3.5 million in 2013, of which \$2.2 million is related to landfill liability expenditures. Economic environment expenses increased \$3.3 million, which includes a \$1.4 million expense for contributions of low income home loan services extended to non-profit entities.

The following graph illustrates the governmental activities program revenues and expenses by function for 2013.



Business-type activities – Business-type activity revenue decreased \$12.2 million from 2012, while expenses decreased \$0.9 million.

In 2012, sewer charges for services revenue increased by \$12 million, as a result of Clark Regional Wastewater District making an early payment to relieve their obligation (through an inter-local agreement with the County) to pay the bond and loan debt for the County's sewer treatment plant. In 2013, revenues were more consistent with years prior to 2012.

The 2013 change in net position was a decrease of \$3.7 million. Most of this decrease is a result of a \$3.6 million judgment against the County for violation of the federal Clean Water Act, which is reported as a extraordinary item in 2013. Revenues, expenses, and changes in fund balance are explained in more depth in the **Proprietary Funds Analysis** section of this management's discussion and analysis.

FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

As noted earlier, Clark County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The following is a discussion of the financial highlights of the County's governmental and proprietary funds.

Governmental Funds Analysis

The focus of Clark County's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Unassigned fund balance serves as a useful measure of the County's net resources available for spending at the end of the fiscal year. The General Fund, County Road Fund and Community Services Grants Fund are the only major governmental funds in 2013.

Fund Balances

As of December 31, 2013, the County's governmental funds reported combined ending fund balances of \$162.2 million (an increase from \$154.4 million in 2012). Total governmental assets increased by \$9.8 million, after eliminating interfund balances. Cash and investments increased \$1.8 million and accounts receivable increased \$3.1 million. Taxes receivable increased \$6 million, due to an accrual of prior year tax revenue received in January and February of 2014 (this is the first time the County has accrued these revenue streams).

Since implementing GASB 65 in 2013, some items previously referred to as liabilities are now referred to as deferred inflows of resources. After eliminating interfund balances, total governmental liabilities and deferred inflows of resources, combined, are \$46.3 million, compared to total liabilities (excluding interfund balances) of \$44.4 million in 2012 (an increase of \$1.9 million). The most significant change is an increase of \$3.7 million in deposits payable, of which \$2.9 million is the deposit held for CRESA in the Cad System Replacement Nonmajor Capital Project Fund that has been discussed previously in this management's discussion and analysis.

The **General Fund's** total fund balance increased \$3.9 million, from \$32.2 million in 2012 to \$36.1 million in 2013, with unassigned balance of \$28.8 million. General Fund assets increased by \$3.2 million, with cash and investments and deposits increasing \$2.1 million and taxes receivable increasing by \$2.2 million (as a result of the tax revenue accrual referred to above). General Fund liabilities and deferred inflows of resources, combined, are \$24.5 million at December 31, 2013, compared to total liabilities of \$25.1 million in 2012 (an increase of \$0.6 million).

The **County Road** major fund's total assets decreased \$1.9 million in 2013, with accounts receivable and amounts due from other governments, combined, increasing \$3.3 million and cash and investments decreasing \$4.8 million. 2013 liabilities and deferred inflows of resources, combined, decreased \$3.1 million over total liabilities for 2012. The biggest change is a \$3.3 million decrease in vouchers payable from 2012 to 2013. Although fund balance decreased \$1.2 million in 2013, the County Roads fund has a healthy fund balance, at \$31 million at December 31, 2013.

The **Community Services Grant** major fund reported a \$0.7 million decrease in fund balance at the end of 2013. Total assets decreased \$0.5 million while total liabilities increased \$0.2 million.

The nonmajor funds increased fund balance by \$11.9 million. Total assets increased \$17.1 million, after eliminating interfund balances. Cash and investments increased \$10.9 million. Taxes receivable increased \$3.9 million, as a result of the tax accrual referred to previously in this document. Amounts due from other governments increased \$1.6 million, due to outstanding grant receivables.

Total liabilities (combined with deferred inflows of resources in 2013) in the nonmajor funds increased \$8.8 million in 2013, over 2012. Vouchers payable increased \$2.8 million and deposits payable increased \$3 million, as a result of the CRESA deposits that have been discussed previously in this section.

Approximately 68% of the governmental fund balance (\$109.7 million) is non-spendable or restricted by constraints outside County Government. An additional 15% (\$23.9 million) of fund balance is committed or assigned for specific purposes, such as technology improvements, housing, mental health, public safety programs, and compensated absences. The remaining 17% (\$28.6 million) is available for spending at the County's discretion.

Revenues and Expenditures

Governmental fund revenues total \$280.4 million for 2013, down from \$296.4 million in 2012 (a \$16 million decrease). As discussed previously in this management discussion and analysis, the County lost \$23.9 million in mental health grant revenue to the RSN and some intergovernmental revenue streams that were previously reported as grant revenue are now reported as charges for services. These factors account for the \$33.2 million decrease in intergovernmental revenues for 2013. The latter issue accounts for most of the \$11.1 million increase in charges for services revenue. Licenses and permits revenue increased \$2.5 million, as a result of a slight improvement in the building industry in 2013.

Governmental funds expenditures were \$288.4 million in 2013, down 1.1% (\$3.3 million) from 2012. Capital outlay was up \$20.9 million, due to some large road projects in 2013. Operating expenditures were down \$23.9 million in 2013, from 2012. Health and human services expenditures were down \$20.8 million as a result of the majority of mental health services provided in the County being serviced by the RSN. Further discussion on revenues, expenditures and changes in fund balance is included in the following discussions of the major funds.

Major Fund Discussions

The **General Fund** is the chief operating fund for the County. General Fund revenues increased \$1.3 million from 2012 to 2013, while expenditures increased \$12.0 million during the same period. Intergovernmental revenues decreased \$11.6 million, while charges for services increased \$10.2 million. This shift is caused by reclassifying most non-grant intergovernmental revenues to charges for services, beginning in 2013. Grant revenues continue to decline slightly due to the current economic environment. Tax revenues declined \$2.7 million in 2013, while interest earnings increased \$3.5 million, due partly to more cash and investments on hand during the year, and partly to a slight increase in interest rates in 2013.

General government expenditures increased \$16.3 million, judicial expenditures decreased \$5.4 million and public safety expenditures increased \$2.1 million, while changes in the other functional areas varied from 2012 in lesser degrees. The General Fund incurred a general government expenditure of \$11.7 million for a court claim settlement and associated legal fees in 2013. In 2013 indigent defense expenditures were reclassified from a judicial function in 2012 to a general government function in 2013, accounting for a \$5.1 million decrease in judicial expenditures and a \$5.1 million increase in general government expenditures in 2013. The increase in public safety expenditures in 2013 was in the area of sheriff enforcement activities.

County Road Fund, a major special revenue fund, is used to account for the maintenance and operations of the public roads and bridges of the County. At the end of the current fiscal year, total fund balance increased from \$29.8 million to \$31.0 million. Operating expenditures exceeded operating revenue by \$5.5 million in 2013. The fund received \$6.5 million from other financing sources, including \$4.5 million in Public Works Trust Fund Loans for road construction projects.

Total revenue increased \$5.6 million from 2012. Grant revenues (intergovernmental) increased \$2.1 million in 2013 and charges for services revenues (most for reimbursable work for other funds or other government entities) increased \$3.4 million.

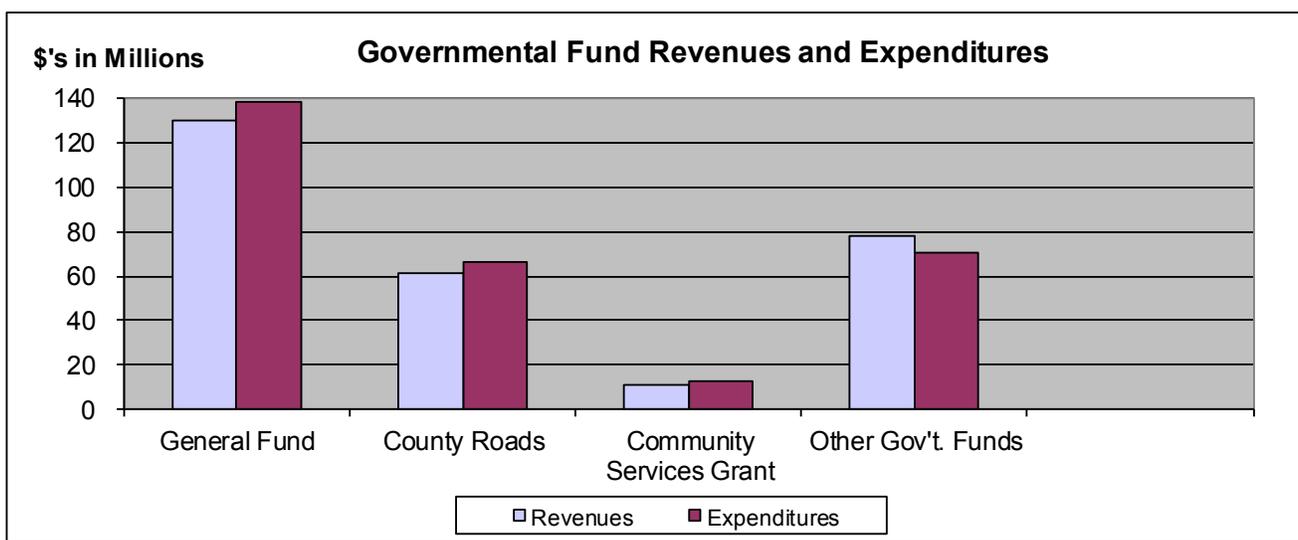
Road Fund operating expenditures decreased \$16.0 million from 2012, while capital outlay for road construction increased \$23.2 million. In 2003, Clark County elected to use the modified approach in reporting roads infrastructure. Under the modified approach, most preservation costs are required to be classified as expenditures, rather than capital costs. In 2012 the County did not complete a three year assessment cycle for county roads, as required under Government Accounting Standards Board Statement No. 34 (GASB #34). Since the County failed to meet the requirements of GASB #34 for roads, road infrastructure is no longer reported using the modified approach and most preservation costs are now capitalized. This caused the big shift from operating expenditures to capital outlay.

The timing of capital road projects will vary from year to year and are tied to government grants and loans available, the timing of State projects that tie to County roads, and the time required for planning, engineering and permitting of specific projects.

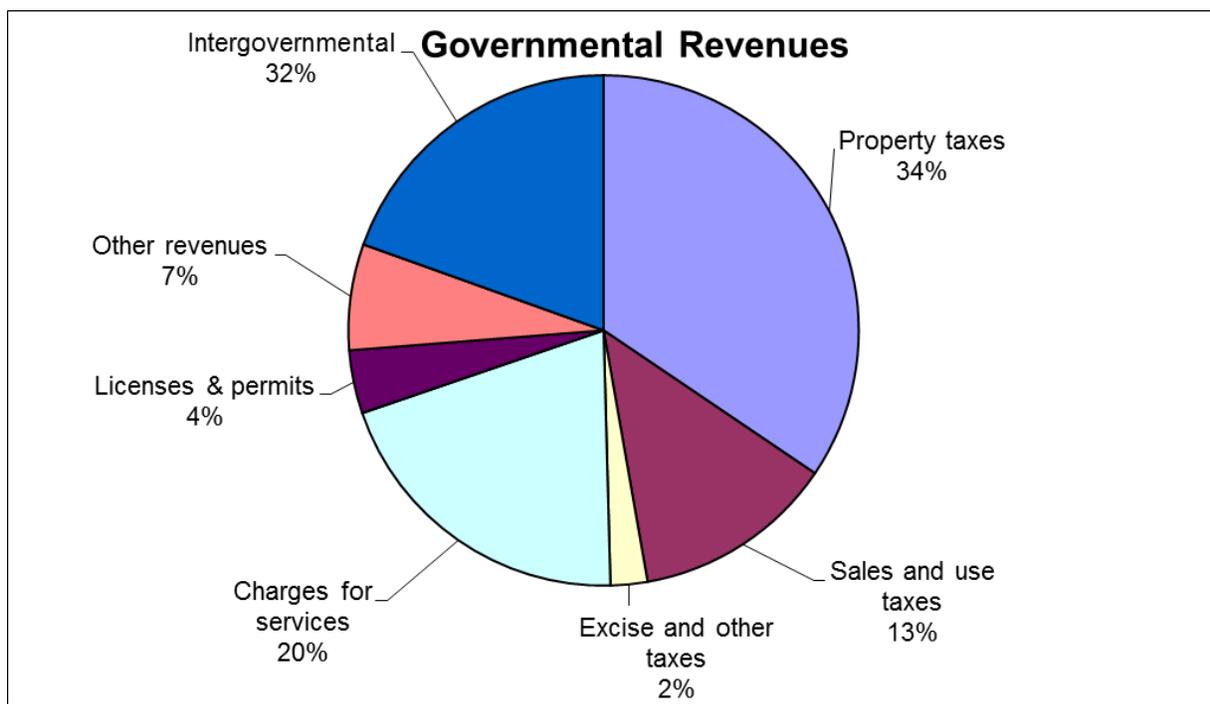
Community Services Grants Fund is a major special revenue fund that receives the majority of its funding through state and federal grants for various housing, weatherization, and youth programs. Ending fund balance decreased from \$21.9 million in 2012 to \$21.2 million in 2013. Revenues increased slightly from \$10.3 million to \$10.7 million, while expenditures increased from \$10.9 million to \$12.5 million. A \$1.4 million expense for contributions of low income home loan services extended to non-profit entities accounted for the increase.

Governmental Funds Revenue/Expenditure Analysis

The following chart shows the revenue and expenditure amounts for the year ended December 31, 2013 for the three major governmental funds and for all other governmental funds, combined. Revenues do not include interfund transfers or proceeds from debt or the sale of assets.



The following chart shows total governmental revenues and the percentage total for each type of revenue for the year ended December 31, 2013.



Proprietary Funds Analysis

The County's enterprise fund financial statements provide the same type of information found in the government-wide financial statements for business-type activities, although in more detail. Internal service funds, although proprietary, are not included in the following section.

Clark County has four enterprise funds, two of which (Sanitary Sewer and Clean Water) are considered major funds. In 2013 the Tri-Mountain Golf Course O&M Fund was reclassified from a non-major special revenue fund to a non-major enterprise fund. In 2013, the change in net position due to operations, contributions and interfund transfers for the enterprise funds was a decrease of \$3.7 million. The following table reflects the "Enterprise Funds Statement of Net Position" for the year ending December 31, 2013, compared to the prior year.

Clark County Washington Enterprise Funds - Statement of Net Position

	Major				Non-Major		Total	
	Sanitary Sewer		Clean Water		2013	2012	2013	2012
	2013	2012	2013	2012				
Total current assets	\$ 2,782,842	\$ 2,497,637	\$ 1,392,953	\$ 2,569,947	\$ 2,705,758	\$ 2,582,812	\$ 6,881,553	\$ 7,650,396
Total noncurrent assets	123,195,368	126,098,838	93,046,319	90,500,075	8,506,057	640,826	224,747,744	217,239,739
Total assets	125,978,210	128,596,475	94,439,272	93,070,022	11,211,815	3,223,638	231,629,297	224,890,135
Total current liabilities	248,137	417,708	1,777,107	1,859,672	246,577	603,665	2,271,821	2,881,045
Total noncurrent liabilities	167,531	90,246	3,503,244	416,851	177,390	17,294	3,848,165	524,391
Total liabilities	415,668	507,954	5,280,351	2,276,523	423,967	620,959	6,119,986	3,405,436
Total net position	\$ 125,562,542	\$ 128,088,521	\$ 89,158,921	\$ 90,793,499	\$ 10,787,848	\$ 2,602,679	\$ 225,509,311	\$ 221,484,699

Total net position for enterprise funds increased \$4.0 million in 2013. Assets increased \$6.7 million, with the main contributor being \$7.9 million added by the reclassification of the Tri-Mountain Golf

Course O&M non-major fund (which was previously reported as a non-major special revenue fund). Liabilities increased by \$2.7 million. The golf course fund added only \$88,027 in total liabilities. The bulk of the change in total liabilities happened within major funds.

The **Sanitary Sewer Fund** accounts for operations, maintenance, and capital improvements of the County's waste water facilities and sewer lines. Total net position of the sewer fund decreased \$2.5 million in 2013. Total assets decreased \$2.6 million, as a result of annual depreciation expense (\$2.9 million) increasing capital asset accumulated depreciation. Of the total net position, \$123.2 million is invested in capital assets and \$2.4 million is unrestricted and available for spending.

The **Clean Water Fund** accounts for the operations, maintenance, and capital improvements of the County's storm water pollution control facilities. Total net position in the Clean Water Fund is \$89.2 million at the end of 2013, a decrease of \$1.6 million. Capital assets increased \$2.5 million, with the addition of new stormwater facilities, while current assets decreased \$1.2 million. Noncurrent liabilities increased \$3.1 million, due to a \$3.6 million settlement for stormwater violations. You will find further discussion on this settlement in note # 27.B. of the Notes to the Financial Statements. The Clean Water Fund has a negative unrestricted fund balance (resources available for discretionary spending) of \$3.9 million, due mainly to the violation settlement. The County is currently considering options for raising clean water rates, and/or establishing additional fees, in order to cover this obligation over the next several years.

Enterprise Funds Revenue and Expense Analysis

The following table reflects the enterprise funds revenues and expenses for the year ending December 31, 2013, compared to the prior year.

<i>Clark County Washington</i>								
Enterprise Funds - Revenues and Expenses								
	Major				Non-Major		Total	
	Sanitary Sewer		Clean Water		2013	2012	2013	2012
	2013	2012	2013	2012				
Total operating revenues	\$ 4,069,966	\$ 19,213,164	\$ 5,145,229	\$ 5,189,980	\$ 3,747,926	\$ 2,255,946	\$ 12,963,121	\$ 26,659,090
Total operating expenses	6,522,202	6,513,959	5,520,482	5,579,751	4,120,015	3,212,791	16,162,699	15,306,501
Operating income (loss)	(2,452,236)	12,699,205	(375,253)	(389,771)	(372,089)	(956,845)	(3,199,578)	11,352,589
Total non-operating revenues(expenses)	6,983	(1,683,770)	731,281	440,031	648,650	799,562	1,386,914	(444,177)
Income (loss) before contributions and transfers	(2,445,253)	11,015,435	356,028	50,260	276,561	(157,283)	(1,812,664)	10,908,412
Capital contribution	-	-	1,712,659	268,756	-	9,980	1,712,659	278,736
Extraordinary Item	-	-	(3,600,000)	-	-	-	(3,600,000)	-
Transfers, net	-	-	(180,410)	(274,668)	180,410	274,668	-	-
Change in net position	(2,445,253)	11,015,435	(1,711,723)	44,348	456,971	127,365	(3,700,005)	11,187,148
Net position, January 1	128,088,521	117,073,086	90,793,499	90,749,151	2,602,679	2,475,314	221,484,699	210,297,551
Prior year adjustments	(80,726)	-	77,145	-	7,728,198	-	7,724,617	-
Net position, December 31	\$ 125,562,542	\$ 128,088,521	\$ 89,158,921	\$ 90,793,499	\$ 10,787,848	\$ 2,602,679	\$ 225,509,311	\$ 221,484,699

The **Sanitary Sewer** Fund total operating revenues for 2013 were \$4.1 million (compared to \$19.2 million in 2012), while operating expenses were \$6.5 million (no change from 2012). In 2012, Clark Regional Wastewater District paid in full their obligation to the County for debt service payments, which totaled \$15.7 million. In 2013, revenues were more consistent with years prior to 2012.

The **Clean Water** Fund total operating revenues for 2013 were \$5.1 million (\$5.2 million in 2012). Operating expenses were \$5.5 million, compared to \$5.6 million in 2012 (a decrease of \$0.1 million).

Non-major enterprise fund operating revenues increased \$1.5 million and expenses increased \$0.9 million. The golf course fund, added as a non-major enterprise fund in 2013, added \$1.5 million in operating revenues and \$1.4 million in operating expenses.

GENERAL FUND BUDGETARY HIGHLIGHTS

Analysis of Original versus Final 2012/2013 Budget

The County adopts a biennial budget which is amended during the budget years by supplemental appropriation resolutions. General Fund final budgeted revenues decreased less than 1% from the original budget and expenditures increased 4% from the original budget. The following table shows the changes between the original and the final biennial General Fund budget, and the variances between the final budget and the actual revenues and expenditures.

Clark County Washington General Fund Budgeted Revenues and Expenditures For the Year

	Original 2013-2014 Budget	Final 2013-2014 Budget	Change Positive / (Negative)	Actual Biennium- To-Date	Variance Positive / (Negative)	Percentage of Actual to Final Budget
Revenues:						
Taxes	\$ 155,009,799	\$ 147,908,171	\$ (7,101,628)	\$ 74,410,558	\$ (73,497,613)	50%
Intergovernmental	44,160,035	23,378,601	\$ (20,781,434)	11,892,801	(11,485,800)	51%
Charges for services	45,157,243	65,637,435	\$ 20,480,192	31,524,438	(34,112,997)	48%
Other revenues	17,672,249	23,833,348	\$ 6,161,099	12,603,938	(11,229,410)	53%
Total revenues	261,999,326	260,757,555	\$ (1,241,771)	130,431,735	(130,325,820)	50%
Expenditures						
General government	91,562,520	100,177,458	(8,614,938)	51,685,989	48,491,469	52%
Public safety	131,667,652	133,064,876	(1,397,224)	66,623,279	66,441,597	50%
Judicial	22,492,300	22,981,360	(489,060)	11,331,320	11,650,040	49%
All other expenditures	22,474,765	22,370,087	104,678	9,214,388	13,155,699	41%
Total expenditures	268,197,237	278,593,781	(10,396,544)	138,854,976	139,738,805	50%
Excess (deficiency) of revenues over expenditures	(6,197,911)	(17,836,226)	(11,638,315)	(8,423,241)	9,412,985	47%
Other financing sources	1,912,750	11,425,861	9,513,111	10,883,108	(542,753)	95%
Interfund transfers	(1,937,829)	(12,996,439)	(11,058,610)	(1,915,725)	11,080,714	15%
Net change in fund balance	(6,222,990)	(19,406,804)	(13,183,814)	544,142	19,950,946	-3%
Fund Balance as of January 1	12,620,028	6,039,814	(6,580,214)	35,557,857	29,518,043	589%
Fund balance as of December 31	\$ 6,397,038	\$ (13,366,990)	\$ (19,764,028)	\$ 36,101,999	\$ 49,468,989	-270%

Final budgeted revenues decreased \$1.2 million, with tax revenues decreasing \$7.1 million and other revenues increasing \$6.2 million, based on mid-year revenue history and revised detailed revenue forecasting. The changes in intergovernmental revenues and charges for services (which closely offset each other) is a result of the BARS restructuring and the resulting reclassifying of certain revenues from other funds and other government entities. This has been discussed previously, with a summarization of the project and its implications discussed in the second bullet point in the **FINANCIAL HIGHLIGHTS** section at the beginning of this discussion and analysis.

Final budgeted expenditures increased by \$10.4 million from the original budget. General Government had the largest increase (\$8.6 million). The net increase in general government includes a budget adjustment for the \$10.5 million judgment paid by the General Fund that has been referred to

elsewhere in this discussion and analysis. The \$9.5 million increase in other financing sources is the offsetting revenue, as the judgment was funded by a bond.

The \$1.4 million increase in the public safety expense budget is mostly related to grant related expenditures for grants that were accepted within the Sheriff's Department after the original budget was adopted.

A transfer out budget increase of \$10 million was offset by budgeted contingency funds as an emergency measure to be able to make unexpected payments.

General Fund Budget to Actual Comparison

Both total actual revenues and total actual expenditures are at 50% of the final biennial budget. This is the first year of the biennial budget, indicating that the County is on track at the end of 2013. Other financing sources are at 95% and the County does not currently have any plans for any other major financing in the biennium. Interfund transfers are at 15% of budget since none of the emergency transfer funds referred to above have been realized as of the end of 2013.

Charges for services revenue are running a little behind the half way mark for the biennium. Indicators show the local economy and construction activity improving slightly, and on a consistent level, leading the County to anticipate that charges for services in 2014 will slightly surpass the 2013 level. Other revenues (including interest earnings and licensing/permitting revenues) are running slightly ahead of budget.

General government, public safety, and judicial non-capital expenditures make up 91% of actual expenditures. The budget to actual percentage in each of these functions ranges from 49% to 52% of budget spent, which is in line with the first half of a biennial budget. All other expenditures, combined, are running \$2 million under one half of the biennial budget.

CAPITAL ASSET, INFRASTRUCTURE, AND DEBT ADMINISTRATION

Capital Assets

Total capital asset value as of December 31, 2013 is \$1.4 billion (original cost, net of accumulated depreciation). Capital assets include land, buildings, system improvements, machinery and equipment, park facilities, road and bridge infrastructure, storm water facilities, trails, and construction in progress. Of this amount, 53% is from infrastructure such as roads, bridges, sewer lines, and storm water facilities, and land makes up 24% of the County's capital assets. Major capital asset events during the current fiscal year included the following:

- A variety of construction projects were ongoing during the year. The County spent \$32 million in 2013 on road and stormwater project capital assets.
- Vehicles, road equipment, and trailers were added to the fleet as either replacements or new equipment, at a cost of \$2.2 million. Fleet equipment with an original cost of \$1.7 million and a net depreciated value of \$182,741 was disposed of.
- Residential and commercial roads and right of way contributed by developers in 2013, at a value of \$10 million, were added to capital assets. Stormwater land and facilities valued at \$1.8 million were contributed by developers in 2013.

Infrastructure

In 2003, Clark County elected to use the modified approach in reporting certain categories of infrastructure. Under the modified approach, asset condition is reported, based on a rating system, rather than recording depreciation. Currently bridges and storm water facilities are reported using the modified approach and rating scales for these assets are further explained in the required supplementary information section of this report.

Most of the County's bridges were built prior to 1980, and are not included in the listing of capital asset infrastructure, in accordance with reporting requirements. However, all County bridges are monitored and assessed. The County has employed detailed State mandated evaluation methodologies for several years in managing the bridge network, and the ratings are sent to the State of Washington and are incorporated in a state-wide bridge inspection database. Maintenance activities are budgeted at sufficient levels to maintain the bridge condition to a level at or above the established standard. The County spent \$48,177, or approximately 51% of the annual budget for bridge maintenance in 2013. Bridge maintenance is performed in conjunction with Road maintenance.

The County's stormwater facilities are fairly recent additions to infrastructure assets, with more than 95% of the total system being added since 1996. Stormwater facilities consist mainly of holding ponds, and are commonly earthen in construction with no moving parts or non-earthen structural layers. Some facilities include some rugged construction, generally consisting of cinderblock retention walls. Stormwater facilities are intended to collect and treat stormwater prior to infiltration or entering the existing storm system and waterways. There is very little maintenance or preservation activity required for this subsystem, when compared to the investment in the subsystem. The County spent \$331,273 for stormwater maintenance in 2013, or 94.65% of the annual budget of \$350,000.

The following table shows the value of infrastructure assets reported under the modified approach and their three most recent condition assessments compared to the County's established condition level.

**Infrastructure Assets Using the Modified Approach
Condition Assessment as of December 31, 2013**

	<i>Historical Cost</i>	<i>Accum. Depreciation as of 12/31/03</i>	<i>Net Cost</i>	<i>Average Assessment Value *</i>			<i>Established Condition Level</i>
				<i>2008</i>	<i>2011</i>	<i>2012</i>	
Storm water Subsystem	63,726,460	4,053,089	59,673,371	86	86	86	70
Bridges Subsystem	31,248,840	281,412	30,967,428	<i>2010**</i>	<i>2011**</i>	<i>2012**</i>	50
Total	94,975,300	4,334,501	90,640,799	75	73	75	

*Although the County has only recorded infrastructure constructed after 1980 on the capital asset listing, all county stormwater facilities and bridges are assessed, regardless of when they were constructed.

**Bridge system assessment values are restated for 2010, 2011 & 2012

Both of the infrastructure categories in the table above had an average assessed value well above the established condition level for each of the completed assessment cycles. Additional information on Clark County's capital assets can be found in note 6 of the Notes to Financial Statements.

Debt Administration

At December 31, 2013, Clark County had total bonded debt outstanding of \$118.9 million (compared to \$108.9 million at December 31, 2012). All bonded debt is held in governmental activities and is backed by the full faith and credit of the County. During 2013 the County incurred a new issue of \$10 million, used to pay a legal judgment and retired \$6.2 million in bonded debt. The County maintains a Moody's Aa2 rating for its limited tax general obligation debt. Additional information on the County's long-term debt can be found in notes 11 and 12 of the Notes to Financial Statements.

ECONOMIC OUTLOOK

Economic factors have a direct impact on County revenues and the demand for services. During 2009, the County's financial condition began to stabilize, after experiencing a significant downturn in 2008. This stabilization process has continued to slowly improve since 2009.

Real estate excise tax (REET) is generated from the sale of real property. These funds primarily support park improvements and debt service. As the result of increased home sales in 2013, excise tax revenue in the REET funds increased by approximately \$1.8 million in 2013. This follows a \$0.7 million increase in 2012 and is only the second increase in REET tax, from one year to the next, since 2007.

The County's main revenue sources include taxes, charges for service and intergovernmental (grant) revenues. Property taxes make-up 31% of total 2013 County revenues. Even though property taxes tend to be stable, State and voter approved limitations to property taxes have kept the property tax increases to 1% each year, plus any new construction. The 1% increase has not been taken by the Road Fund for their portion since 2011. The General Fund did not take any increase for their portion of the 1% in 2013. Sales and use tax revenues are another significant revenue source for the County (11.5% of total revenues). Retail sales in Clark County, which are heavily impacted by construction activity, increased by 7.4% in 2013, over 2012. County sales tax revenue increased by \$7.1 million from 2012. Government-wide grants and contributions accounted for 22% of total revenues in 2013. Grant revenue was down in 2013, but mostly due to the transferred responsibility of mental health services to the RSN and the reclassification of some intergovernmental revenues. (These two items have been previously noted throughout this discussion and analysis.) Considering the financial crisis that the State and Federal government are continuing to experience, grant funding may decline in the near future.

The County experienced unprecedented growth in building construction activities and population growth in 2001-2005. Since then indicators have declined, as have revenues associated with construction activity. The Department of Community Development (DCD) underwent a significant reorganization to improve efficiency and reduce costs in 2009. Residential building permits increased from 577 in 2012 to 910 in 2013, a 58% increase. Commercial building permits increased from 281 to 306 (9% increase) during that same period.

Other factors impacting the economic condition are: The annual inflation rate decreased slightly, from 1.7% in December 2012 to 1.5% in December 2013. The Clark County unemployment rate increased slightly, from 8.5% in December 2012 to 8.7% in December 2013.

Requests for Information

This financial report is designed to provide a general overview of Clark County's finances for all those with an interest in the County's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Auditor's Office, Clark County, 1300 Franklin Street, P.O. Box 5000, Vancouver, WA, 98666-5000.

BASIC FINANCIAL STATEMENTS

The basic financial statements and note disclosure comprise the minimum acceptable fair presentation in conformity with Generally Accepted Accounting Principles (GAAP). Basic financial statements are designed to be lifted from the Financial Section of the Comprehensive Annual Financial Report (CAFR) for widespread distribution to users requiring less detailed information than is contained in the full CAFR. Basic Financial Statements include:

Government-wide Financial Statements

- (1) **Government-wide Statement of Net Position** – presents information on all County governmental and business-type assets and liabilities, with the difference reported as net assets.
- (2) **Government-wide Statement of Activities** – presents information on all County governmental and business-type revenues and expenses, with the difference reported as change in net position.

Fund Financial Statements

- (3) **Balance Sheet - Governmental Funds** - presents the balance sheets for major funds and aggregated amounts for all other governmental funds.
- (4) **Reconciliation of the Balance Sheet of Governmental Funds to the Government-wide Statement of Net Position**
- (5) **Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds** – presents information for each major fund and aggregated information for all other governmental funds.
- (6) **Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Government-wide Statement of Activities**
- (7) **Statements of Revenues, Expenditures, and Changes in Fund Balance – Budget (GAAP Basis) and Actual** – presents budget information, along with actual results, on separate statements for the General Fund and for each major fund that has a legally adopted budget.
- (8) **Statement of Net Position – Proprietary Funds** – presents information on all assets and liabilities, with the difference reported as change in net position, for each major enterprise fund and aggregated information for non-major enterprise funds, as well as a separate column of information for internal service funds.
- (9) **Statement of Revenues, Expenses, and Changes in Net Position - Proprietary Funds** - presents information for each major enterprise fund and aggregated information for non-major enterprise funds, as well as a separate column of information for internal service funds.

- (10) **Statement of Cash Flows** - presents information on the sources and uses of cash for each major enterprise fund and aggregated information for non-major enterprise funds, as well as a separate column of information for internal service funds.
- (11) **Statement of Fiduciary Net Position** – presents information on investment trust funds, the private-purpose trust fund, and agency fund assets and liabilities, with the difference reported as net assets.
- (12) **Statement of Changes in Fiduciary Net Position** - presents information on additions to and deductions from investment trust funds, the private-purpose trust fund, and agency funds, with the difference reported as change in net position.
- (13) **Notes to Financial Statements-** presents certain disclosures and further detail information to assist the reader in a better understanding of the financial statements.

CLARK COUNTY, WASHINGTON
Statement of Net Position
December 31, 2013

	Primary Government			Component Unit
	Governmental Activities	Business-type Activities	Total Primary Government	Clark County Public Facilities District
ASSETS				
Cash, cash equivalents & pooled investments	\$ 153,787,575	\$ 5,666,558	\$ 159,454,133	\$ 114,317
Investments	1,547,338	-	1,547,338	-
Net Receivables	44,999,855	1,132,067	46,131,922	154,198
Internal balances	75,440	(75,440)	-	-
Inventories	2,294,465	-	2,294,465	-
Prepays	1,376,734	797	1,377,531	-
Notes receivable	14,115,284	-	14,115,284	6,266,616
Net OPEB obligation (asset)	609,149	-	609,149	-
Restricted assets: in safekeeping	6,658,064	-	6,658,064	-
Equity interest in joint venture	3,868,826	-	3,868,826	-
Capital assets not being depreciated:				
Land, infrastructure and construction in progress	365,201,098	103,859,985	469,061,083	-
Capital assets net of accumulated depreciation	792,090,123	120,887,759	912,977,882	-
Total assets	<u>1,386,623,951</u>	<u>231,471,726</u>	<u>1,618,095,677</u>	<u>6,535,131</u>
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Charge on Refunding	6,183,031	-	6,183,031	-
Total deferred outflows of resources	<u>\$ 6,183,031</u>	<u>\$ -</u>	<u>\$ 6,183,031</u>	<u>\$ -</u>
LIABILITIES				
Accounts payable and other current liabilities	\$ 17,154,789	\$ 1,097,268	\$ 18,252,057	\$ 3,618
Accrued liabilities	7,264,208	326,720	7,590,928	219,929
Deposits payable	6,018,271	-	6,018,271	-
Claims and judgements payable	207,401	3,600,000	3,807,401	-
Due to other governments	690,067	31	690,098	-
Unearned revenue	9,101,579	116,530	9,218,109	-
Advance due to other governments	990,327	-	990,327	-
Long term liabilities:				
Other due within one year	13,246,376	29,423	13,275,799	-
Other due in more than one year	164,176,685	792,443	164,969,128	-
Total liabilities	<u>218,849,703</u>	<u>5,962,415</u>	<u>224,812,118</u>	<u>223,547</u>
NET POSITION				
Net investment in capital assets	1,032,768,522	224,747,744	1,257,516,266	-
Restricted for:				
Capital projects	12,818,642	-	12,818,642	-
Culture and recreation	14,786,013	-	14,786,013	6,311,584
Landfill remediation	1,987,625	-	1,987,625	-
Economic environment	25,647,655	-	25,647,655	-
Law and justice	1,795,748	-	1,795,748	-
Debt service- debt covenants	22,476	-	22,476	-
Transportation	30,555,763	-	30,555,763	-
Health and human services	10,161,339	-	10,161,339	-
General governmental	3,775,978	-	3,775,978	-
Workers Compensation Claims	150,000	-	150,000	-
Unrestricted	39,487,518	761,567	40,249,085	-
Total net position	<u>\$ 1,173,957,279</u>	<u>\$ 225,509,311</u>	<u>\$ 1,399,466,590</u>	<u>\$ 6,311,584</u>

See accompanying notes to the financial statements

CLARK COUNTY, WASHINGTON
Statement of Activities
For the Year Ended December 31, 2013

	Program Revenues				Net (Expense) Revenue and Changes in Net Position			Component Unit	
	Expenses	Indirect Expense Allocation	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Clark County Public Facilities District
						Governmental Activities	Business-Type Activities		
Functions/Programs									
Primary Government:									
<i>Governmental activities:</i>									
General government	\$ 74,605,487	\$ (4,121,851)	\$ 20,620,719	\$ 6,145,734	\$ 203,526	\$ (43,513,657)	\$ -	\$ -	
Public safety	75,602,827	68,016	13,288,789	4,408,142	519,524	(57,454,388)	-	-	
Judicial	12,551,160	-	7,880,653	1,170,724	129,359	(3,370,424)	-	-	
Physical environment	7,170,885	290,047	5,214,862	358,304	145,401	(1,742,365)	-	-	
Transportation	61,127,247	1,614,418	12,265,379	-	30,180,907	(20,295,379)	-	-	
Economic environment	20,652,385	604,408	14,463,729	6,563,356	355,860	126,152	-	-	
Health and human services	28,744,042	987,798	4,169,436	12,391,744	-	(13,170,660)	-	-	
Culture and recreation	15,555,485	-	6,330,792	1,590,189	-	(6,126,585)	-	-	
Interest on long term debt	5,949,954	-	-	-	-	(5,949,954)	-	-	
Total governmental activities	301,959,472	(557,164)	84,234,359	32,628,193	33,042,496	(151,497,260)	-	(151,497,260)	
<i>Business-type activities:</i>									
Solid waste	2,573,254	188,240	2,321,546	619,275	-	-	179,327	-	
Golf Course	1,364,596	-	1,457,060	-	-	-	92,464	-	
Water	5,356,521	202,182	5,145,229	714,919	1,712,659	-	2,014,104	-	
Sewer	6,355,460	166,742	4,070,562	-	-	-	(2,451,640)	-	
Total business-type activities	15,649,831	557,164	12,994,397	1,334,194	1,712,659	-	(165,745)	-	
Total primary government	\$ 317,609,303	\$ 0	\$ 97,228,756	\$ 33,962,387	\$ 34,755,155	\$ (151,497,260)	\$ (165,745)	\$ (151,663,005)	
<i>Component Unit</i>									
Public Facilities District	1,188,693	-	-	803,135	-	-	-	(385,558)	
Total Component Unit	\$ 1,188,693	\$ -	\$ -	\$ 803,135	\$ -	\$ -	\$ -	\$ (385,558)	
General revenues:									
Property taxes						94,942,604	-	94,942,604	
Sales taxes						35,836,185	-	35,836,185	
Excise and other taxes						6,539,254	-	6,539,254	
Claims and judgments						-	30,276	30,276	
Grants and contribution not restricted to specific programs						-	-	-	
Interest and investment earnings						4,456,075	35,464	4,491,539	
Gain on sale of capital assets						3,499,463	-	3,499,463	
Extraordinary items:									
Settlement for violation of the federal Clean Water Act						-	(3,600,000)	(3,600,000)	
Total general revenues						145,273,581	(3,534,260)	141,739,321	
Change in net position						(6,223,679)	(3,700,005)	(9,923,684)	
Net Position as of January 1 - restated for change in accounting principal						1,180,979,102	221,484,699	1,402,463,801	
Prior period adjustment						(798,144)	7,724,617	6,926,473	
Net position as of January 1 - restated						1,180,180,958	229,209,316	1,409,390,274	
Net position as of December 31						\$ 1,173,957,279	\$ 225,509,311	\$ 1,399,466,590	

See accompanying notes to the financial statements

Clark County Washington
Balance Sheet
Governmental Funds
December 31, 2013

	Special Revenue Major Funds				Total
	General Fund	County Roads	Community Services Grants	Other Governmental Funds	
Assets					
Cash, cash equivalents and pooled investments	\$ 34,135,666	\$ 28,385,657	\$ 8,128,112	\$ 69,370,360	\$ 140,019,795
Deposit in trust	2,060,913	-	-	-	2,060,913
Taxes receivable	4,542,224	1,168,507	-	4,187,763	9,898,494
Special assessments receivable	-	-	-	18,515	18,515
Interest and penalties receivable	5,147,720	-	-	-	5,147,720
Accounts receivable	11,419,808	4,729,652	249,617	1,149,680	17,548,757
Due from other funds	1,249,890	80,290	78,128	2,276,115	3,684,423
Due from other governments	1,091,550	4,815,015	843,658	4,555,767	11,305,990
Prepaid expenditure	187,182	-	470	323,135	510,787
Investments	50,000	-	-	1,497,338	1,547,338
Advance due from other funds	55,722	-	-	3,000,000	3,055,722
Notes/contract receivable	626,586	32,489	12,819,097	637,112	14,115,284
Assets in safekeeping	-	-	-	6,658,064	6,658,064
Total assets	<u>\$ 60,567,261</u>	<u>\$ 39,211,610</u>	<u>\$ 22,119,082</u>	<u>\$ 93,673,849</u>	<u>\$ 215,571,802</u>
Liabilities, deferred inflows of resources, and fund balance					
<i>Liabilities</i>					
Warrants and anticipation notes payable	\$ -	\$ -	\$ -	\$ 431,956	\$ 431,956
Vouchers payable	2,856,002	4,029,274	771,263	7,384,059	15,040,598
Due to other funds	1,311,919	481,106	114	2,287,281	4,080,420
Due to other governments	17,704	168,219	67	471,639	657,629
Claims and judgements payable	207,401	-	-	-	207,401
Accrued liabilities	4,456,781	765,787	109,269	704,902	6,036,739
Deposits payable	2,296,481	345,891	-	3,375,899	6,018,271
Revenues collected in advance	155,841	1,431,778	-	952,272	2,539,891
Advance due to other funds	-	-	-	3,000,000	3,000,000
Advance due to other governments	-	-	-	990,327	990,327
Total liabilities	<u>11,302,129</u>	<u>7,222,055</u>	<u>880,713</u>	<u>19,598,335</u>	<u>39,003,232</u>
<i>Deferred Inflows of Resources</i>					
Unavailable revenue-property taxes	6,752,988	1,000,819	-	183,557	7,937,364
Unavailable revenue-special assessments	-	-	-	18,515	18,515
Unavailable revenue-court	6,410,145	-	-	-	6,410,145
Total deferred inflows of resources	<u>13,163,133</u>	<u>1,000,819</u>	<u>-</u>	<u>202,072</u>	<u>14,366,024</u>
<i>Fund Balance</i>					
Nonspendable	813,768	32,489	12,819,567	323,135	13,988,959
Restricted	-	30,523,274	8,293,004	56,938,117	95,754,395
Committed	-	-	-	7,891,613	7,891,613
Assigned	6,516,647	432,973	125,798	8,920,282	15,995,700
Unassigned	28,771,584	-	-	(199,705)	28,571,879
Total fund balance	<u>36,101,999</u>	<u>30,988,736</u>	<u>21,238,369</u>	<u>73,873,442</u>	<u>\$ 162,202,546</u>
Total liabilities, deferred inflows of resources, and fund balance	<u>\$ 60,567,261</u>	<u>\$ 39,211,610</u>	<u>\$ 22,119,082</u>	<u>\$ 93,673,849</u>	

See accompanying notes to the financial statements

CLARK COUNTY, WASHINGTON
Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Position
December 31, 2013

Total fund balances as shown on the Governmental Funds Balance Sheet: \$ 162,202,546

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. This amount reflects the initial investment in capital assets, net of depreciation. (This amount does not include internal service funds.) 1,144,297,808

Investment in Joint Venture 3,868,826

Other Post Employment Benefits (OPEB) assets and liabilities for future periods are not included in the fund statements, but are accrued in the government-wide statements. This amount represents the excess of OPEB contributions that are over and above the OPEB liabilities at year end. 609,149

Deferred Charges on refundings for long term debt are not included in fund statements, but all components of debt are included in the government-wide statement. This amount for deferred charges on refunding are shown as deferred outflows on the Statement of Net Position. 6,183,031

Unavailable inflows of revenue are deferred in the fund statements, but are reported as current year revenues in the statement of net position. 14,366,024

Internal service funds are used to charge the costs of services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. 18,162,804

Accrued liabilities that are not due and payable in the current period are not reported in the funds, however, they are recorded in the statement of net position. (7,414,688)

Long-term liabilities that are not due and payable in the current period are not reported in the funds, however, they are recorded in the statement of net position. (This amount does not include internal service fund long-term liabilities.) The detail of this amount can be found in the *Notes to the Financial Statements*; Note #12. (168,318,221)

Total net position as reflected on the Statement of Net Position: \$ 1,173,957,279

See accompanying notes to the financial statements

Clark County Washington
Statement of Revenues, Expenditures, and Changes in Fund Balances
Governmental Funds
For the Year Ended December 31, 2013

	<u>Special Revenue Major Funds</u>					Total
	General	Fund	County Roads	Community Services Grants	Other Governmental Funds	
Revenues:						
Property taxes	\$ 59,907,268		\$ 31,440,010	\$ -	\$ 5,284,326	\$ 96,631,604
Sales and use taxes	13,861,615		-	-	21,974,570	35,836,185
Excise and other taxes	641,675		220,281	-	5,677,298	6,539,254
Licenses & permits	2,706,189		328,680	62,100	8,133,127	11,230,096
Intergovernmental	11,892,801		19,649,936	6,553,406	16,663,344	54,759,487
Charges for services	31,524,438		9,450,922	3,594,765	12,012,001	56,582,126
Fines & forfeitures	5,301,524		-	-	161,784	5,463,308
Interest earnings	4,058,639		91,222	96,592	180,329	4,426,782
Donations	595		-	-	138,548	139,143
Other revenues	536,991		51,162	397,584	7,819,258	8,804,995
Total revenues	<u>130,431,735</u>		<u>61,232,213</u>	<u>10,704,447</u>	<u>78,044,585</u>	<u>280,412,980</u>
Expenditures:						
Current:						
General government	51,685,989		-	-	1,241,444	52,927,433
Public safety	66,566,996		1,447	-	8,145,769	74,714,212
Judicial	11,324,490		-	-	564,281	11,888,771
Physical environment	4,380,969		-	-	799,728	5,180,697
Transportation	80,821		28,954,467	-	-	29,035,288
Economic environment	2,526,120		1,220,561	12,490,882	4,893,359	21,130,922
Health and human services	-		-	-	27,960,997	27,960,997
Culture & recreation	1,716,495		-	-	9,477,622	11,194,117
Capital outlay:						
General government	-		-	-	1,373,902	1,373,902
Public safety	56,283		-	-	28,915	85,198
Judicial	6,830		-	-	-	6,830
Physical environment	23,848		-	-	-	23,848
Transportation	486,135		36,539,505	-	208,084	37,233,724
Economic environment	-		-	-	78,509	78,509
Culture & recreation	-		-	-	2,154,312	2,154,312
Debt service:						
Principal	-		-	-	8,095,944	8,095,944
Interest and other charges	-		-	69	5,337,224	5,337,293
Total expenditures	<u>138,854,976</u>		<u>66,715,980</u>	<u>12,490,951</u>	<u>70,360,090</u>	<u>288,421,997</u>
Excess (deficiency) of revenues over (under) expenditures	(8,423,241)		(5,483,767)	(1,786,504)	7,684,495	(8,009,017)
Other Financing Sources (Uses):						
Issuance of long term debt	10,000,000		4,548,792	-	-	14,548,792
Sale of capital assets	883,108		945,268	-	1,741,528	3,569,904
Insurance recoveries	-		-	-	8,321	8,321
Transfers in	12,289,997		2,798,933	1,364,784	26,980,847	43,434,561
Transfers out	(14,205,722)		(1,785,016)	(245,869)	(35,893,629)	(52,130,236)
Total other financing sources (uses)	<u>8,967,383</u>		<u>6,507,977</u>	<u>1,118,915</u>	<u>(7,162,933)</u>	<u>9,431,342</u>
Net change in fund balances	544,142		1,024,210	(667,589)	521,562	1,422,325
Fund balance as of January 1	32,235,037		29,805,906	21,905,958	70,410,269	154,357,170
Prior period adjustment	3,322,820		158,620	-	2,941,611	6,423,051
Fund balance as of January 1 - restated	<u>35,557,857</u>		<u>29,964,526</u>	<u>21,905,958</u>	<u>73,351,880</u>	<u>160,780,221</u>
Fund balance as of December 31	<u>\$ 36,101,999</u>		<u>\$ 30,988,736</u>	<u>\$ 21,238,369</u>	<u>\$ 73,873,442</u>	<u>\$ 162,202,546</u>

See accompanying notes to the financial statements

CLARK COUNTY, WASHINGTON
Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balances of Governmental Funds
to the Statement of Activities
For the Year Ended December 31, 2013

Net change in fund balances as shown on Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balance: \$ 1,422,325

Governmental funds report capital outlays as expenditures and proceeds from the sale of capital assets as revenues. In the Statement of Activities the cost of these assets is capitalized and depreciated over the period of the asset's useful life. When capital assets are disposed of the difference between original cost less depreciation and the proceeds is booked as a gain or (loss) on the sale. This entry takes into account the differences in how capital costs are treated between the Statement of Activities and the governmental fund statements. (5,404,076)

Governmental Funds receive contributions in the form of capital assets from developers, private donors, and proprietary funds. Because capital assets are not reported in governmental funds, neither are such contributions. Government-wide statements report capital assets in the Statement of Net Position and any contributions are reported in the Statement of Activities. This is the value of those capital contributions during the year. 10,772,058

Internal service fund expenses are allocated to other funds. The net expense of certain internal service fund activities is reported with governmental activities on the Statement of Activities. (1,648,933)

The issuance of long-term debt and other long term liabilities provides current financial resources to governmental funds, while the repayment of principal on long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. This entry is the net effect of these differences in the treatment of long-term debt issuance and payments. The full detail of this entry can be found in Note # 12, Changes in Long Term Liabilities, in the notes to the financial statements, which follow the financial statements in this section. (9,049,052)

Governmental funds report revenue in the current period for revenues unearned and/or deferred in prior periods, since they were not available financing sources at the time. Government-wide statements record revenues at the time they are earned. This amount accounts for the change in deferred inflows of resources during the fiscal year and the change in other long term assets. (1,947,006)

Governmental funds do not report interest in a joint venture where the government's participation is intended to assist in the provision of services, as is the case with the County's investment in the Clark Regional Emergency Services Agency. However, the equity interest is reported in the Statement of Net Position. 175,523

Some expenses reported in the statement of activities do not require the use of current financial resources, and accordingly, are not reported as expenditures in governmental funds. This \$544,518 represents an accrual for debt service interest payable at 12/31/13. (544,518)

Change in net position, as reflected on the Statement of Activities \$ (6,223,679)

See accompanying notes to the financial statements

Clark County Washington
General Fund
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Revenues:				
Taxes	\$ 155,009,799	\$ 147,908,171	\$ 74,410,558	\$ (73,497,613)
Licenses & permits	5,397,606	5,613,341	2,706,189	(2,907,152)
Intergovernmental	44,160,035	23,378,601	11,892,801	(11,485,800)
Charges for services	45,157,243	65,637,435	31,524,438	(34,112,997)
Fines & forfeitures	7,301,831	15,928,183	5,301,524	(10,626,659)
Miscellaneous	4,972,812	2,291,824	4,596,225	2,304,401
Total revenues	261,999,326	260,757,555	130,431,735	(130,325,820)
Expenditures				
Current:				
General government	91,117,175	99,835,163	51,685,989	48,149,174
Public safety	131,667,652	132,914,876	66,566,996	66,347,880
Judicial	22,492,300	22,981,360	11,324,490	11,656,870
Physical environment	11,129,467	9,839,377	4,380,969	5,458,408
Transportation	1,928,075	331,216	80,821	250,395
Economic environment	5,131,357	6,873,216	2,526,120	4,347,096
Culture and recreation	3,765,866	3,765,622	1,716,495	2,049,127
Capital outlay:				
General government	445,345	342,295	-	342,295
Public safety	-	150,000	56,283	93,717
Judicial	-	-	6,830	(6,830)
Physical environment	-	48,000	23,848	24,152
Transportation	520,000	1,512,656	486,135	1,026,521
Total expenditures	268,197,237	278,593,781	138,854,976	139,738,805
Excess (deficiency) of revenues over expenditures	(6,197,911)	(17,836,226)	(8,423,241)	9,412,985
Proceeds from long term debt	-	10,000,000	10,000,000	-
Sale of capital assets	1,912,750	1,425,861	883,108	(542,753)
Transfers in	24,798,134	24,971,290	12,289,997	(12,681,293)
Transfers out	(26,735,963)	(37,967,729)	(14,205,722)	23,762,007
Total other financing sources(uses)	(25,079)	(1,570,578)	8,967,383	10,537,961
Net change in fund balance	(6,222,990)	(19,406,804)	544,142	19,950,946
Fund Balance as of January 1	12,620,028	6,039,814	32,235,037	26,195,223
Prior Period Adjustment	-	-	3,322,820	3,322,820
Fund Balance as of January 1- restated	12,620,028	6,039,814	35,557,857	29,518,043
Fund balance as of December 31	\$ 6,397,038	\$ (13,366,990)	\$ 36,101,999	\$ 49,468,989

See accompanying notes to the financial statements

Clark County Washington
County Roads
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year-To-Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
General property taxes	\$ 61,368,636	\$ 61,350,096	\$ 31,440,010	\$ (29,910,086)
Timber harvest	110,000	-	-	-
Excise and other taxes	40,000	150,000	220,281	70,281
Total taxes	<u>61,518,636</u>	<u>61,500,096</u>	<u>31,660,291</u>	<u>(29,839,805)</u>
Business licenses and permits	380,000	380,000	234,894	(145,106)
Non-business licenses and permits	250,000	250,000	93,786	(156,214)
Total licenses & permits	<u>630,000</u>	<u>630,000</u>	<u>328,680</u>	<u>(301,320)</u>
Federal grants -- direct	-	-	240,879	240,879
Federal entitlements	14,600	33,140	6,122	(27,018)
Federal grants -- indirect	13,858,000	13,858,000	10,117,608	(3,740,392)
State grants	17,351,000	17,351,000	2,952,608	(14,398,392)
State entitlements	12,850,000	12,850,000	6,332,719	(6,517,281)
Intergovernmental	200,000	-	-	-
Total intergovernmental	<u>44,273,600</u>	<u>44,092,140</u>	<u>19,649,936</u>	<u>(24,442,204)</u>
General government fees	14,130	114,130	255,441	141,311
Physical environment	-	196,000	157,379	(38,621)
Transportation	1,306,144	1,310,144	5,318,962	4,008,818
Economic environment	20,000	8,601,900	3,719,140	(4,882,760)
Interfund revenues	10,093,900	-	-	-
Total charges for services	<u>11,434,174</u>	<u>10,222,174</u>	<u>9,450,922</u>	<u>(771,252)</u>
Interest earnings	302,000	302,000	91,222	(210,778)
Rents and royalties	72,560	72,560	20,331	(52,229)
Donations	130,000	130,000	-	(130,000)
Other revenues	10,000	722,000	30,831	(691,169)
Total miscellaneous	<u>514,560</u>	<u>1,226,560</u>	<u>142,384</u>	<u>(1,084,176)</u>
Total revenues	<u>118,370,970</u>	<u>117,670,970</u>	<u>61,232,213</u>	<u>(56,438,757)</u>
<u>Expenditures</u>				
General government				
Other services and charges	35,174	-	-	-
Interfund payment for services	32,592	-	-	-
Total general government	<u>67,766</u>	<u>-</u>	<u>-</u>	<u>-</u>
Public Safety				
Other services and charges	2,000	5,894	1,447	4,447
Interfund payment for services	3,894	-	-	-
Total public safety	<u>5,894</u>	<u>5,894</u>	<u>1,447</u>	<u>4,447</u>
Transportation				
Personal services	25,244,784	24,801,610	11,866,494	12,935,116
Supplies	7,134,515	8,698,313	3,005,147	5,693,166
Other services and charges	13,418,426	32,493,729	14,082,826	18,410,903
Intergovernmental	-	129,840	-	129,840
Interfund payment for services	27,029,559	1,595,800	-	1,595,800
Capital outlays	64,417,643	60,654,198	36,539,505	24,114,693
Total transportation	<u>137,244,927</u>	<u>128,373,490</u>	<u>65,493,972</u>	<u>62,879,518</u>

Clark County Washington
County Roads
Statement of Revenues, Expenditures, and Changes in Fund Balances
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year-To-Date	Variance with Final Budget Positive/ (Negative)
Economic Environment				
Personal services	1,961,173	1,961,173	1,019,047	942,126
Supplies	23,800	41,500	22,515	18,985
Other services and charges	298,800	601,941	178,999	422,942
Interfund payment for services	459,037	-	-	-
Total economic environment	<u>2,742,810</u>	<u>2,604,614</u>	<u>1,220,561</u>	<u>1,384,053</u>
Total expenditures	<u>140,061,397</u>	<u>130,983,998</u>	<u>66,715,980</u>	<u>64,268,018</u>
Excess (deficiency) of revenues over expenditures	(21,690,427)	(13,313,028)	(5,483,767)	7,829,261
Issuance of long-term debt	3,504,573	3,504,573	4,548,792	1,044,219
Sale of capital assets	1,700,000	1,700,000	945,268	(754,732)
Transfers in	3,787,000	6,491,294	2,798,933	(3,692,361)
Transfers out	(5,221,909)	(5,188,909)	(1,785,016)	3,403,893
Total other financing sources (uses)	<u>3,769,664</u>	<u>6,506,958</u>	<u>6,507,977</u>	<u>1,019</u>
Net change in fund balance	(17,920,763)	(6,806,070)	1,024,210	7,830,280
Fund balance as of January 1	13,347,277	20,404,212	29,805,906	9,401,694
Prior period adjustments	-	-	158,620	158,620
Fund balance as of January 1 -restated	<u>13,347,277</u>	<u>20,404,212</u>	<u>29,964,526</u>	<u>9,560,314</u>
Fund balance as of December 31	<u>\$ (4,573,486)</u>	<u>\$ 13,598,142</u>	<u>\$ 30,988,736</u>	<u>\$ 17,390,594</u>

See accompanying notes to the financial statements

CLARK COUNTY, WASHINGTON
Community Services Grants
Statement of Revenues, Expenditures, and
Changes in Fund Balance - Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/(Negative)
Revenues				
Non-business licenses and permits	\$ 90,000	\$ 90,000	\$ 62,100	\$ (27,900)
Total licenses & permits	90,000	90,000	62,100	(27,900)
Federal grants -- direct	13,380,000	13,380,000	2,094,583	(11,285,417)
Federal grants -- indirect	8,633,104	8,633,104	3,460,829	(5,172,275)
State grants	3,919,028	5,219,028	997,994	(4,221,034)
Intergovernmental revenues	1,552,008	-	-	-
Total intergovernmental	27,484,140	27,232,132	6,553,406	(20,678,726)
General government fees	8,150,000	14,320,296	3,034,920	(11,285,376)
Economic environment	800,000	2,352,008	559,845	(1,792,163)
Interfund revenues	6,170,296	-	-	-
Total charges for services	15,120,296	16,672,304	3,594,765	(13,077,539)
Donations	-	-	-	-
Rent and royalties	-	-	79,487	79,487
Interest earnings	2,000	2,000	96,592	94,592
Other revenues	580,000	580,000	318,097	(261,903)
Total miscellaneous	582,000	582,000	494,176	(87,824)
Repayments of loans	-	-	-	-
Total revenues	43,276,436	44,576,436	10,704,447	(33,871,989)
Expenditures				
Economic environment				
Personal services	4,518,817	4,754,443	2,255,566	2,498,877
Supplies	228,990	294,320	54,630	239,690
Other services and charges	29,983,714	33,827,623	8,743,323	25,084,300
Interfund payment for services	5,795,489	840,104	-	840,104
Intergovernmental	-	-	1,437,363	(1,437,363)
Total economic environment	40,527,010	39,716,490	12,490,882	27,225,608
Debt service: interest	-	-	69	(69)
Total expenditures	40,527,010	39,716,490	12,490,951	27,225,539
Excess (deficiency) of revenues over expenditures	2,749,426	4,859,946	(1,786,504)	(6,646,450)
Other Financing Sources (Uses)				
Transfers in	2,825,568	2,956,620	1,364,784	(1,591,836)
Transfers out	(245,869)	(245,869)	(245,869)	0
Total other financing sources (uses)	2,579,699	2,710,751	1,118,915	(1,591,836)
Net change in fund balance	5,329,125	7,570,697	(667,589)	(8,238,286)
Fund balance as of January 1	9,162,184	8,378,440	21,905,958	13,527,518
Fund balance as of December 31	\$ 14,491,309	\$ 15,949,137	\$ 21,238,369	\$ 5,289,232

See accompanying notes to the financial statements

**Clark County Washington
Statement of Net Position
Proprietary Funds
December 31, 2013**

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Major			Total	Internal Service Funds
	Sanitary Sewer	Clean Water	Nonmajor Enterprise Funds		
Assets					
Current assets					
Cash, cash equivalents and pooled investments	\$ 2,763,131	\$ 793,229	\$ 2,110,198	\$ 5,666,558	\$ 11,556,867
Deposit in trust	-	-	-	-	150,000
Receivables, net	17,051	361,890	272,300	651,241	1,079,061
Due from other funds	2,660	41,121	38,350	82,131	978,284
Due from other governments	-	196,713	284,113	480,826	1,318
Inventory (at cost)	-	-	-	-	2,294,465
Prepaid expense	-	-	797	797	865,947
Total current assets	<u>2,782,842</u>	<u>1,392,953</u>	<u>2,705,758</u>	<u>6,881,553</u>	<u>16,925,942</u>
Noncurrent assets					
Capital assets not being depreciated:					
Land	437,525	28,607,250	6,590,758	35,635,533	-
Construction in progress	-	1,355,610	-	1,355,610	241,041
Infrastructure	-	66,868,842	-	66,868,842	-
Capital assets being depreciated:					
Buildings	18,222,876	-	1,839,500	20,062,376	102,357
Improvements other than buildings	100,200,411	1,034,883	793,289	102,028,583	1,301,347
Machinery & equipment	438,166	34,702	565,349	1,038,217	30,272,314
Intangibles	-	-	-	-	1,017,832
Infrastructure	33,163,099	-	944,358	34,107,457	-
Less accumulated depreciation	(29,266,709)	(4,854,968)	(2,227,197)	(36,348,874)	(19,941,478)
Total noncurrent assets	<u>123,195,368</u>	<u>93,046,319</u>	<u>8,506,057</u>	<u>224,747,744</u>	<u>12,993,413</u>
Total assets	<u>\$ 125,978,210</u>	<u>\$ 94,439,272</u>	<u>\$ 11,211,815</u>	<u>\$ 231,629,297</u>	<u>\$ 29,919,355</u>
Liabilities					
Current liabilities					
Accounts payable	\$ 158,660	\$ 766,562	\$ 172,046	\$ 1,097,268	\$ 1,682,235
Due to other funds	4,799	95,694	1,356	101,849	562,569
Due to other governments	29	2	-	31	32,438
Accrued liabilities	84,638	175,333	66,749	326,720	374,469
Revenue collected in advance	-	116,530	-	116,530	-
Compensated absences	11	7,331	6,426	13,768	67,399
Accrued claims payable-current	-	600,000	-	600,000	1,778,763
Bonds, notes, claims and loans payable	-	15,655	-	15,655	-
Total current liabilities	<u>248,137</u>	<u>1,777,107</u>	<u>246,577</u>	<u>2,271,821</u>	<u>4,497,873</u>
Noncurrent liabilities					
Compensated absences	167,531	127,987	121,668	417,186	578,496
Accrued claims payable	-	3,000,000	-	3,000,000	6,680,182
Advance due to other funds	-	-	55,722	55,722	-
Advance due to other governments	-	375,257	-	375,257	-
Total noncurrent liabilities	<u>167,531</u>	<u>3,503,244</u>	<u>177,390</u>	<u>3,848,165</u>	<u>7,258,678</u>
Total liabilities	<u>415,668</u>	<u>5,280,351</u>	<u>423,967</u>	<u>6,119,986</u>	<u>11,756,551</u>
Net Position					
Net investment in capital assets	123,195,368	93,046,319	8,506,057	224,747,744	12,993,413
Restricted for debt service	-	-	-	-	150,000
Unrestricted	2,367,174	(3,887,398)	2,281,791	761,567	5,019,391
Total net position	<u>\$ 125,562,542</u>	<u>\$ 89,158,921</u>	<u>\$ 10,787,848</u>	<u>\$ 225,509,311</u>	<u>\$ 18,162,804</u>

See accompanying notes to the financial statements

Clark County Washington
Statement of Revenues, Expenses and Changes in Net Position
Proprietary Funds
For the Year Ended December 31, 2013

	Business-Type Activities - Enterprise Funds				Governmental Activities
	Major			Total	Internal Service Funds
	Sanitary Sewer	Clean Water	Nonmajor Enterprise Funds		
OPERATING REVENUES					
Charges for services	\$ 4,069,966	\$ 5,135,093	\$ 3,747,926	\$ 12,952,985	\$ 12,145,569
Contributions from participants	-	-	-	-	11,597,598
Miscellaneous	-	10,136	-	10,136	-
Total operating revenues	<u>4,069,966</u>	<u>5,145,229</u>	<u>3,747,926</u>	<u>12,963,121</u>	<u>23,743,167</u>
OPERATING EXPENSES					
Personal services	1,345,113	1,689,428	1,256,016	4,290,557	7,665,812
Contractual services	1,664,475	3,755,623	2,242,233	7,662,331	15,427,869
Other supplies and expenses	434,048	34,498	125,653	594,199	9,711,758
Intergovernmental	148,051	35,775	410,524	594,350	-
Depreciation	2,930,515	5,158	85,589	3,021,262	1,946,916
Total operating expenses	<u>6,522,202</u>	<u>5,520,482</u>	<u>4,120,015</u>	<u>16,162,699</u>	<u>34,752,355</u>
Operating income (loss)	<u>(2,452,236)</u>	<u>(375,253)</u>	<u>(372,089)</u>	<u>(3,199,578)</u>	<u>(11,009,188)</u>
NONOPERATING REVENUES (EXPENSES)					
Interest and investment revenue	6,387	24,307	4,770	35,464	29,293
Operating grant revenue	-	714,919	619,275	1,334,194	61,430
Miscellaneous revenue	596	-	30,680	31,276	345,379
Intergovernmental revenue	-	-	-	-	13,208
Claims & Judgements	-	30,276	-	30,276	-
Gain/(loss) on disposition of capital assets	-	(5,120)	(5,120)	(10,240)	14,720
Interest expense	-	(32,676)	(955)	(33,631)	(263)
Miscellaneous expense	-	(425)	-	(425)	-
Total non-operating revenues	<u>6,983</u>	<u>731,281</u>	<u>648,650</u>	<u>1,386,914</u>	<u>463,767</u>
Income (loss) before contributions and transfers	<u>(2,445,253)</u>	<u>356,028</u>	<u>276,561</u>	<u>(1,812,664)</u>	<u>(10,545,421)</u>
Capital contributions	-	1,712,659	-	1,712,659	200,812
Extraordinary item: Settlement for violation of the federal Clean Water Act	-	(3,600,000)	-	(3,600,000)	-
Transfers in	-	-	180,410	180,410	9,256,950
Transfers out	-	(180,410)	-	(180,410)	(561,275)
Change in net position	<u>(2,445,253)</u>	<u>(1,711,723)</u>	<u>456,971</u>	<u>(3,700,005)</u>	<u>(1,648,934)</u>
Net position as of January 1	128,088,521	90,793,499	2,602,679	221,484,699	19,811,738
Prior period adjustments	<u>(80,726)</u>	<u>77,145</u>	<u>7,728,198</u>	<u>7,724,617</u>	<u>-</u>
Net position as of January 1- restated	128,007,795	90,870,644	10,330,877	229,209,316	19,811,738
Net position as of December 31	<u>\$ 125,562,542</u>	<u>\$ 89,158,921</u>	<u>\$ 10,787,848</u>	<u>\$ 225,509,311</u>	<u>\$ 18,162,804</u>

See accompanying notes to the financial statements

Clark County Washington
Statement of Cash Flows
Proprietary Funds
For the year ended December 31, 2013

	Business-type Activities -- Enterprise Funds				Governmental Activities
	Major			Nonmajor Enterprise Funds	Internal Service Funds
	Sanitary Sewer	Clean Water	Water		
CASH FLOWS FROM OPERATING ACTIVITIES					
Receipts from customers - inflows	\$ 4,058,716	\$ 5,419,950	\$ 3,613,999	\$ 13,092,665	\$ 2,056,644
Receipts from customers - outflows	-	-	-	-	(174,893)
Receipts from interfund services provided-inflows	-	21,930	156,808	178,738	21,400,480
Payments to suppliers - outflows	(2,426,517)	(4,099,927)	(2,955,944)	(9,482,388)	(22,023,630)
Payments to employees-outflows	(1,336,942)	(1,608,292)	(1,219,670)	(4,164,904)	(7,439,432)
Use of revenue received in advance - outflows	-	(5,930)	-	(5,930)	-
Payments for interfund services used - outflows	(1,179)	(416,974)	(361,729)	(779,882)	(1,523,259)
Payments for interfund services used - inflows	-	-	-	-	298,721
Payments on claims and judgments - outflows	-	-	-	-	(1,036,849)
Proceeds from sale of non-capital equipment	-	-	-	-	6,280
Miscellaneous receipts - inflows	596	30,276	30,680	61,552	339,099
Net cash provided (used) by operating activities	294,674	(658,967)	(735,856)	(1,100,149)	(8,096,839)
CASH FLOWS FROM NONCAPITAL FINANCING					
Operating grants received	-	714,919	751,990	1,466,909	74,638
Interest paid on operating activities	-	-	-	-	(263)
Transfers from other funds	-	-	180,410	180,410	9,256,950
Transfers to other funds	-	(180,410)	-	(180,410)	(561,275)
Advances from other funds	-	-	55,722	55,722	-
Debt service:					
Principal on operating debt	-	(2,568)	-	(2,568)	-
Interest expense on operating debt	-	(10,906)	(955)	(11,861)	-
Net cash provided (used) by noncapital financing activities	-	521,035	987,167	1,508,202	8,770,050
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES					
Capital contributions	-	-	-	-	200,812
Purchases of capital assets	(27,046)	(766,718)	-	(793,764)	(2,849,774)
Proceeds from sales of capital assets	-	-	-	-	264,810
Net cash (used) by capital and related financing activities	(27,046)	(766,718)	-	(793,764)	(2,384,152)
CASH FLOWS FROM INVESTING ACTIVITIES					
Interest earnings	6,387	24,307	4,770	35,464	29,294
Net cash provided by investing activities	6,387	24,307	4,770	35,464	29,294
Net increase/(decrease) in cash and cash equivalents	274,015	(880,343)	256,081	(350,247)	(1,681,647)
Cash and cash equivalents on January 1 -restated	2,489,116	1,673,572	1,854,117	6,016,805	13,388,514
Cash and cash equivalents on December 31*	<u>\$ 2,763,131</u>	<u>\$ 793,229</u>	<u>\$ 2,110,198</u>	<u>\$ 5,666,558</u>	<u>\$ 11,706,867</u>

* Includes deposits in trust

See accompanying notes to the financial statements

Clark County Washington
Statement of Cash Flows
Proprietary Funds
For the year ended December 31, 2013

	Business-type Activities -- Enterprise Funds				Governmental
	Major			Totals	Activities
	Sanitary Sewer	Clean Water	Nonmajor Enterprise Funds		Internal Service Funds
Reconciliation of operating income (loss) to net cash provided by operating activities:					
Operating income (loss)	\$ (2,452,236)	\$ (375,253)	\$ (372,089)	\$ (3,199,578)	\$ (11,009,188)
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation expense	2,930,515	5,158	85,589	3,021,262	1,946,916
Decrease for expense due from prior period	(80,726)	-	-	(80,726)	-
Increase/(decrease) in expense for change in Claims Liability	-	-	-	-	644,697
Increase/(decrease) in revenue from Claims and judgments	-	30,276	-	30,276	-
Proceeds from sale of non-capital equipment	-	-	-	-	6,280
Miscellaneous expenses	-	(425)	-	(425)	-
Miscellaneous receipts	596	-	30,680	31,276	339,099
(Increase) decrease in accounts receivable	(11,250)	28,227	(33,927)	(16,950)	(111,993)
(Increase) decrease in prepaid expense	60	-	3,024	3,084	(52,825)
(Increase) decrease in due from other funds	-	(38,743)	56,808	18,065	(374,581)
(Increase) decrease in due from other governments	-	307,168	-	307,168	25,639
(Increase) decrease in inventory	-	-	-	-	(6,833)
Increase (decrease) in accounts/warrants payables	(97,237)	(631,613)	(517,283)	(1,246,133)	58,442
Increase (decrease) in deposits payables	(2,069)	-	-	(2,069)	-
Increase (decrease) in due to other funds	(1,179)	(58,970)	(24,726)	(84,875)	307,482
Increase (decrease) in due to other governments	29	2	(279)	(248)	32,437
Increase (decrease) in accrued liabilities	4,453	99,128	-	103,581	71,550
Increase (decrease) in revenue received in advance	-	(5,930)	4,476	(1,454)	-
Increase (decrease) in compensated absences	3,718	(17,992)	31,871	17,597	26,039
Net cash provided (used) by financing activities	<u>\$ 294,674</u>	<u>\$ (658,967)</u>	<u>\$ (735,856)</u>	<u>\$ (1,100,149)</u>	<u>\$ (8,096,839)</u>
Noncash investing, capital, and financing activities					
Contribution of capital assets	\$ -	\$ 1,789,804	\$ -	\$ 1,789,804	\$ 200,812

See accompanying notes to the financial statements

Clark County Washington
Statement of Fiduciary Net Position
Fiduciary Funds
December 31, 2013

	Investment Trust Funds	Private Purpose Trust Fund	Agency Funds
Assets			
Cash, cash equivalents and pooled investments	\$350,309,681	\$ 66,538	\$ 25,085,482
Cash and deposits in trust	-	-	391,843
Accrued interest receivable	598,089	-	-
Other receivables:			
Taxes	-	-	13,654,157
Accounts	-	-	1,167,873
From other governments	-	-	17,181,984
Total other receivables	-	-	32,004,014
Investments at fair value			
US treasury state and local government	2,121,050	-	-
Total investments	2,121,050	-	-
Total assets	353,028,820	66,538	57,481,339
Liabilities			
Warrants payable	-	-	28,096,210
Accounts payable and other liabilities	-	-	7,746,301
Due to other governments	-	-	19,215,396
Accrued liabilities	-	-	288,328
Deposits payable	-	-	2,135,104
Total liabilities	-	-	57,481,339
Net Position			
Net Position held in trust for pool participants	353,028,820	-	-
Net Position held in trust for other purposes	-	66,538	-
Total net position	\$353,028,820	\$ 66,538	\$ -

See accompanying notes to the financial statements

Clark County Washington
Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Year Ended December 31, 2013

	Investment Trust Funds	Private Purpose Trust Fund
	<hr/>	<hr/>
Additions		
Contributions		
Additions by participants	\$ 783,180,121	\$ -
Total contributions	<u>783,180,121</u>	<u>-</u>
Investment income		
Net decrease in fair value of investments	(252,392)	-
Interest, dividends, and other	<u>-</u>	<u>167</u>
Total investment income	<u>(252,392)</u>	<u>167</u>
 Total additions	 <u>782,927,729</u>	 <u>167</u>
 Deductions		
Payments in accordance with trust agreements	-	162
Distributions to participants	<u>772,770,785</u>	<u>-</u>
Total deductions	<u>772,770,785</u>	<u>162</u>
 Change in net position held for individuals, organizations and other governments	 10,156,944	 5
 Net Position		
Net position as of January 1	<u>342,871,876</u>	<u>66,533</u>
Net position as of December 31	<u>\$ 353,028,820</u>	<u>\$ 66,538</u>

See accompanying notes to the financial statements

CLARK COUNTY WASHINGTON
NOTES TO FINANCIAL STATEMENTS
December 31, 2013

NOTE 1- SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Clark County have been prepared in conformance with generally accepted accounting principles (GAAP). The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The Washington State Auditor's Office has developed and implemented the Budgeting, Accounting, and Reporting System (BARS) designed to promote uniformity among cities and counties in Washington. Following is a summary of significant accounting policies for Clark County.

A. Financial Reporting Entity

The reporting entity "Clark County" consists of Clark County as the primary government, one discretely presented component unit, and four blended component units for which the County is financially accountable. Blended component units are legally separate entities, but are in substance a part of the County's operations. The data from these entities are combined with the financial data from the primary government. Clark County is a statute county, which means the organization of the County is prescribed by state statute. The County has a commissioner form of government with a governing body consisting of three County Commissioners.

Discretely Presented Component Unit:

In 2002, Clark County formed the **Clark County Public Facilities District (CCPFD)** to collect a portion of state sales and use taxes within the public facilities district. These revenues are to be used solely to acquire, collect, own, remodel, maintain, and equip regional centers as defined by law. In 2003, the CCPFD and the City of Vancouver Public Facilities District (City PFD) entered into an interlocal agreement to transfer ninety-seven percent of the sales tax revenue received by the County PFD to the City's PFD to support the construction of the Vancouver Convention Center. The remainder of the sales tax revenue goes to support the construction and maintenance of the County Fairgrounds Expo Center.

As contractually required under the interlocal agreement, each year the City PFD sends CCPFD the excess tax revenue received over a cap amount as set out in the interlocal agreement. Under the interlocal agreement pursuant to the flow of funds under the refunding, the City PFD agrees to pay CCPFD 50% of the "surplus" annual revenues from the convention center project up to \$650,000, provided that payment doesn't exceed the amount the CCPFD transferred to the City PFD for the year. At the end of 2013, the CCPFD has a note receivable in the amount of \$6,266,616, which includes accrued interest receivable of \$256,893, from the City PFD. The CCPFD is composed of five directors appointed by the Clark County Commissioners. The CCPFD is a discretely presented component unit because the County cannot impose its will on the CCPFD and the CCPFD provides services to other entities. Separately issued financial statements for the CCPFD can be obtained by contacting the Clark County Auditor's Office, P.O. Box 5000, Vancouver, Washington 98666-5000.

Blended Component Units:

The **Industrial Revenue Bond Corporation of Clark County (IRBC)** was established in 1982 with the granting of its charter under RCW 39.84. IRBC is responsible for encouraging industrial development by issuing industrial revenue bonds in accordance with the 1981 Economic Development Act of the State of Washington. Revenue bonds issued by the corporation are payable solely from revenues of the industrial development facility funded by the revenue bonds and are neither a liability nor a contingent liability of Clark County, the IRBC, or any other public

entity. There are no bond issues outstanding at December 31, 2013. IRBC is a component unit of the County because: 1) it is a separate legal entity; 2) the Board of County Commissioners comprises the Board of the IRBC and has operational responsibility for the IRBC; and 3) the County can impose its will on the IRBC. The operations of the IRBC are reported as a blended special revenue fund.

Emergency Medical Service District (EMSD) was established in 1987 as a quasi-municipal corporation and an independent taxing authority under RCW 36.32.480. In 1995, an Emergency Medical Service (EMS) Interlocal Cooperation Agreement was signed by the County and various cities within the county to enable these jurisdictions to exercise uniform EMS regulatory oversight and to participate in purchasing ambulance services in the contract service area. The EMSD is a separate legal entity. The EMSD ordinance designates the Board of Clark County Commissioners as the governing body of the EMSD. The County has operational and financing responsibility for the EMSD. The operations of the EMSD are reported as a blended special revenue fund (Emergency Medical Services).

Fairgrounds Site Management Group (FSMG) was established in 2004 as a non-profit organization to oversee the management, operations and maintenance of the county fairgrounds and event center. All operating revenues collected by FSMG are the sole property of the County. The County adopts a budget for the expenditures relating to operations of the fairgrounds, financially supports the operations of the Event Center and the fairgrounds, and the services of the FSMG are provided almost entirely to the County. FSMG is a component unit of the County because: 1) it is a separate legal entity; 2) the five member board is made up of three members appointed by the Clark County Commissioners and two members appointed by the Clark County Fair Association, 3) the County can impose its will on FSMG and 4) the County has the financial burden of supporting and funding operations at the fairgrounds and Event Center. Its operations are reported as a blended special revenue fund (Event Center Fund).

Metropolitan Park District (MPD) was approved by the citizens of the County by vote in 2005 under the authority of RCW 35.61. The MPD creates a district whereby a property tax is imposed to provide operating and maintenance funding for park and trail development in the unincorporated urban area of Clark County. The collection of taxes and the operation of the MPD are reported as a blended special revenue fund (Metropolitan Parks District Fund). The MPD is a separate legal entity governed by the Board of County Commissioners and the County is operationally responsible for MPD activities and transactions.

B. Government-wide and Fund Financial Statements

Government-wide financial statements consist of the statement of net position and the statement of activities. These statements report information on all of the non-fiduciary activities of the primary government and its component units. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separate from business-type activities, which rely to a significant extent on fees and charges for services.

The statement of activities demonstrates the degree to which direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment, as well as grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other revenues not included among program revenues are reported as general revenues.

Fund financial statements are used to report additional and more detailed information about the primary government and its blended component units. Separate financial statements are

provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Under this measurement focus, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using current financial resources measurement focus and modified accrual basis of accounting. Revenues are recognized when measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The County considers revenues, when material, to be available if they are collected within 60 days of the end of the fiscal period. Expenditures are recorded when the related fund liability is incurred, as under accrual accounting. Exceptions to this rule include unmatured interest on general long-term debt, which is recognized when due, and certain compensated absences and claims and judgments which are recognized when the obligations are expected to be liquidated with expendable available financial resources.

Property and certain other taxes, licenses, and interest associated within the current period are all considered to be susceptible to accrual, and so have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when the government receives cash.

Clark County reports three major governmental funds:

- The *General Fund* is the County's primary operating fund. It is used to account for all activities of the general government not accounted for and reported in another fund.
- The *County Roads Special Revenue Fund* finances the design, construction, and maintenance of county roads. Restricted revenue streams consist primarily of county road property taxes and grants.
- The *Community Services Grants Special Revenue Fund* is a multi-grant fund used to finance a variety of community improvement and relief services, including assistance to the elderly, weatherization, special volunteers, and aid to the economically disadvantaged. All grant revenues are restricted to these specific services.

In 2012 the County reported the Mental Health Grants Special Revenue Fund as a major fund. This fund does not qualify as a major fund in 2013. Because of this, the beginning fund balance for "Other Governmental Funds" on the basic statement of revenues and expenditures and for "Nonmajor Special Revenue Funds" on the combining statement of revenues and expenditures do not match the ending fund balance on those statements for 2012. However, the "Total" fund balance as of January 1 for the 2013 governmental funds statement of revenues and expenditures does match the "Total" fund balance as of December 31 for the 2012 Statement.

The County reports two major proprietary funds:

- The *Sanitary Sewer Fund* accounts for all sewer activity, including maintenance and operations of the County's sewer treatment plant and sewer capital construction projects.
- The *Clean Water Fund* accounts for activities related to the County's stormwater drainage systems, in accordance with the Federal Clean Water Act.

Additionally, the County reports the following non-major fund types:

- *Special revenue funds* account for and report the proceeds of specific revenue sources that are restricted or committed to finance specific activities or functions, as required by law or administrative regulation.
- *Capital project funds* account for and report resources that are restricted, committed or assigned to be used for acquisition or construction of capital projects or other capital assets.
- *Debt service funds* account for and report financial resources that are restricted, committed or assigned to be used for payment of principal and interest on long-term debt.
- *Internal service funds* account for and report equipment rental, elections, central support, self-insurance, building maintenance, retirement benefit reserve, and data processing services provided to other departments, government agencies and governments, on a cost reimbursement basis.
- The *non-major enterprise funds* account for and report the provision of solid waste operations associated with the oversight of solid waste in Clark County and the activity at the Tri-Mountain Golf Course.
- The *private-purpose trust fund* accounts for and reports resources legally held in trust for a private entity, the Children's Home Society, to benefit homeless or orphaned children. Only earnings on investments may benefit this activity. The capital portion of the trust must be preserved intact. No resources are used to support the County's programs.
- *Investment trust funds* account for and report external pooled and non-pooled investments held by the County Treasurer on behalf of outside entities in the County's investment program. Pooled money is invested and monitored by the County and external participants are generally government entities that do not have their own treasurer, such as fire and school districts.
- *Agency funds* are custodial in nature and do not present results of operations or have a measurement focus. These funds account for and report assets (such as property taxes collected on behalf of other governments) that the County holds for others in an agency capacity. Agency funds include cities, towns, and fire, school, port, cemetery, air pollution, library, and drainage districts, along with miscellaneous clearing fund activities.

In the government-wide statement of activities interfund activity for direct expenses are not eliminated from program expense, while indirect expenses allocated to various functional programs are shown in a separate column. Amounts reported as program revenues include a) charges to customers or applicants for goods, services or privileges provided, b) operating grants and contributions, and c) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than program revenues. General revenues include all taxes, interest earnings, sale of capital assets, and transfers.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. Principal operating revenues of the Sanitary Sewer and Clean Water Funds, the non-major enterprise funds and the County's internal service funds are charges to customers for sales and services and activity fees. Operating expenses for enterprise and internal service funds include the cost of personnel services, contractual services, other supplies and expenses, utilities, intergovernmental expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the County's intent to use restricted resources first, then unrestricted resources, as they are needed.

D. Budgetary Information

The biennial budget for Clark County is adopted in accordance with the provisions of the Revised Code of Washington (RCW), as interpreted by the Budgeting, Accounting, and Reporting Systems (BARS) of the State of Washington, and on a basis consistent with generally accepted accounting principles, with one exception. The Board of County Commissioners adopts biennial appropriations for the general, special revenue, and capital project funds. Budgetary constraints for debt service funds are determined by the terms of the debt instruments or enabling legislation.

During the budget process, each county official submits detailed estimates of anticipated revenues and expenditure requests for the ensuing budget years. The budget office compiles this data and makes it available for public comment in early October of the budget adoption year. A recommended budget is published in the third week of November with a public hearing held during the first week in December, when the final budget is adopted.

The biennial budget is adopted, and systematically monitored on fund level for special revenue, general obligation bond debt service, and capital project funds and on department level for the General Fund. Personal service costs in each fund are controlled by position. Capital acquisitions are approved on a project basis, with the most significant capital items being reflected in the six year Transportation Improvement Plan, which is updated and approved each year by the Board.

Biennial budgets are amended by supplemental appropriation resolutions that are approved by the Board during public meetings. Revisions which increase the total appropriation of any fund are published in the official county newspaper at least two weeks before the public hearing. Revisions approved by the Board during 2013 consisted of awards and modifications of grants, the release of contingency funds to specific programs, and enhanced revenues supporting expanded program requirements. Department heads may transfer budget amounts between certain categories of expenditures (supplies and services) without approval of the Board as long as they do not exceed their total department/fund budget.

E. Assets, Liabilities, and Net Position or Fund Balance

1. *Cash and Cash Equivalents (See Note 4 for more details)*

It is County policy to invest all temporary cash surpluses. At December 31, 2013 the Treasurer was holding \$25,466,251 in short-term residual investments of surplus cash within the County investment pool. This amount is classified on the balance sheet as cash and cash equivalents along with pooled investments of the various funds.

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments generally with original maturity of three months from the date of acquisition. For purposes of the statement of cash flows, the County considers pooled investments and deposits in trust to be cash equivalents.

2. Investments (See Note 4 for more details)

The Clark County Treasurer (Treasurer) is empowered by the State of Washington to act as the fiduciary agent for the County (as Treasurer) and other junior taxing districts (as ex-officio Treasurer), which includes the receipt, deposit and prudent investment of public funds as legally prescribed by the laws of the State. State statutes authorize the County to invest in obligations of the U.S. Treasury, commercial paper, banker's acceptances, certain other government agency obligations, and the state treasurer's investment pool. County policy dictates that all investment instruments other than non-negotiable certificates of deposit and monies placed with the Washington State Local Government Investment Pool and similar money market accounts be transacted on the delivery versus payment basis. Investments are stated at fair value.

The Treasurer administers and maintains the Clark County Investment Pool for the County and other jurisdictional governments within the county. Participation in the Pool is voluntary. All participants have the option of investing in the Pool, or requesting specific investment amounts and maturity dates for investments outside the Pool. The Treasurer's Office does not report any securities at amortized cost. All securities are reported using the security's fair market value.

3. Receivables (See Note 8)

Taxes receivable consist of delinquent property taxes. Property taxes are levied annually before December 15th and become a lien as of January 1st. Property taxes are recorded on the balance sheet as taxes receivable and deferred inflows of resources at the beginning of the year in the fund statements. Taxes are due in two equal installments on April 30th and October 31st. All uncollected property taxes at year-end are reported as taxes receivable. No allowance for doubtful taxes receivable is recorded because delinquent taxes are considered fully collectible. Interest and penalties receivable is related to delinquent property taxes.

Special assessment receivables consist of current and delinquent assessments and related penalties and interest for county road improvement districts, which are recorded when levied. Customer accounts receivable consist of amounts due from individuals or organizations for goods and services. Notes receivable consist of amounts due on open account from individuals or organizations for goods, services, sales of capital assets, and for low-income housing notes. The amount of accounts receivable estimated to be uncollectible at year end has been determined to be small, and not material. An amount for allowance to doubtful notes/contract receivable has been recorded for those low-income housing notes or contracts receivable that are forgiven upon completion of the contract.

4. Amounts Due to and from Other Funds and Governments, Interfund Loans and Advances Receivable (See Note 9 for more details)

Outstanding lending and borrowing arrangements between funds at the end of the year are referred to as "advances due to/from other funds". Other outstanding balances between funds are reported as "due to/from other funds". Residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances". Interfund balances between governmental funds and interfund balances between proprietary funds have been eliminated and are not included in the government-wide statement of net position.

Due from other governments include amounts due from grantors for grants issued for specific programs and capital projects.

5. *Inventories and Prepaid Items*

Inventories are generally held in internal service funds and consist of expendable supplies, rock, road oil, vehicle parts, fuel, and signs. The cost is recorded as expenditures at the time inventory items are consumed. Inventory is valued using the average cost method, which approximates the market value.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

6. *Restricted Assets*

In December 1999, the County and the City of Vancouver (the City) consolidated their parks operations. The County transfers its park impact fee revenues to the City and the City expends them on various park projects in the coming years. These impact fees have been recorded as restricted - assets in safekeeping- until such time as the funds are expended on park land or parks development projects, which are then recorded as capital assets in the County's Statement of Net Position. For 2013, \$6,658,064 was recorded as assets in safekeeping in the Development Impact Fee capital project fund.

7. *Capital Assets (See Note 6 for more details)*

Capital assets include land, buildings, improvements, equipment, infrastructure, and all other tangible and intangible assets that are used in operations and that have initial useful lives extending beyond two years. Infrastructure assets are assets that normally are stationary in nature and normally can be preserved for a significantly greater number of years than most capital assets. Examples of infrastructure include roads, bridges, stormwater facilities, and water and sewer systems. Capital assets are defined by the County as assets with an initial individual cost of more than \$5,000 (in the case of infrastructure assets, an initial cost of more than \$100,000) and for all categories of assets, an estimated useful life in excess of two years.

The County has recorded the value of all infrastructure (which meets the \$100,000 capital threshold requirement referred to in the previous paragraph) acquired from 1980 to present, and has included that value in the financial statements. Engineering estimates were used to value the estimated historical costs of the infrastructure. The County has not reported infrastructure acquired prior to January 1, 1980.

The County uses the modified approach for reporting bridge and stormwater infrastructure of the County. In addition, road infrastructure was reported using the modified approach from 2003 through 2012. Please see additional information regarding the reporting of road infrastructure in *Note 25 (Other Disclosures)*.

Under the modified approach, capital infrastructure assets are not required to report depreciation if an asset management system is used to document that infrastructure assets are being preserved at a condition level set by the government. Governmental infrastructure assets were first reported in 2001, with the implementation of Governmental Accounting Standards Board Statement # 34 (GASB #34). All infrastructure assets were depreciated until 2003, when the County first chose to use the modified approach.

When capital assets are purchased they are capitalized and depreciated (with the exception of construction in progress, land, easements, and infrastructure being reported

using the modified approach) in government-wide financial statements and proprietary fund statements. Capital asset costs are recorded as expenditures of the current period in governmental fund financial statements. Capital assets are valued at cost where historical records are available and at estimated historical cost where no records exist. Donated capital assets are valued at their estimated fair value on the date received.

Improvements to capital assets that materially add to the function or capacity of the asset are capitalized. Improvements are also capitalized if they extend the life of an asset which is being depreciated. Other repairs and normal maintenance are expensed.

Outlays for capital assets and improvements are capitalized as projects are constructed. Depreciation of these assets does not commence until the project is substantially completed. Buildings, equipment, improvements, software, and certain infrastructure are depreciated using the straight-line method. Estimated useful lives are as follows:

Buildings	40 – 60 years
Improvements other than buildings	10 - 50 years
Heavy vehicles and equipment	5 - 15 years
Data Processing Equipment	3 - 5 years
Other Equipment	3 - 15 years
Infrastructure	10 - 50 years
Software	5 - 10 years

Machinery and equipment purchased on capital leases are treated as capital assets, indicating a constructive or actual transfer of the benefits and risks of ownership to the County, and are valued at the lesser of the fair value of the leased property or the net present value of the minimum lease payments required by the contract.

8. *Compensated Absences*

It is the County’s policy to permit employees to accumulate earned but unused vacation and sick leave benefits. Employees with a minimum of ten years of services are permitted to cash out a portion of their accrued sick leave at termination, based on a percentage of accumulated hours. The remainder of unpaid sick leave is not earned until taken by the employee, and therefore is recorded at the time used in governmental funds. All vacation pay and eligible sick leave pay is accrued when incurred in the government-wide and proprietary funds. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. The General Fund, special revenue funds, and internal service funds typically liquidate the governmental activities liability for compensated absences.

9. *Other Accrued Liabilities*

These accounts consist mainly of accrued employee wages and benefits, and other post-employment benefits, where applicable. The General Fund typically liquidates the liability for other post-employment benefits.

10. *Long-term Obligations (See Note 11 and 12)*

Revenue bonds and other long-term liabilities directly related to and financed from proprietary funds are accounted for in the respective proprietary funds. All other County long-term debt is reported in the governmental column of the government-wide statement of net position. Bond premiums and discounts are amortized over the life of the bonds using the straight line interest method since it is not materially different from the effective

interest method. Bonds payable are reported net of the premium or discount. Bond issuance costs are reported as costs of the current period. In the fund financial statements, governmental fund types recognize bond premiums, discounts, and issuance costs during the current period. The face amount of debt is reported as other financing sources when received. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuance are reported as other financing uses. Issuance cost is reported as debt service expenditures.

11. *Deferred outflows/inflows of resources*

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to future periods and will not be recognized as an outflow of resources (expense or expenditure) until then. The County currently reports one item as a deferred outflow of resources. This item is the deferred loss on refunding, which is reported on the Statement of Net Position.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to future periods and will not be recognized as an inflow of resources (revenue) until then. The County reports only one type of item, unavailable revenue, which qualifies for reporting in this category, under a modified accrual basis of accounting. Accordingly, unavailable revenue is recorded only in the governmental funds balance sheets. The unavailable revenue arises from three sources: property taxes, special assessments, and court fees. These amounts are deferred and will be recognized as an inflow of resources in the period that the amounts become available.

12. *Net Position and Fund Balances*

In the financial statements, assets in excess of liabilities are presented in one of two ways depending on the measurement focus of the fund.

On the Statement of Net Position for government-wide reporting and the proprietary funds, net position is segregated into three categories: net investment in capital asset; restricted net position; and unrestricted net position.

- *Net investment in capital assets*, represents total capital assets less accumulated depreciation and debt directly related to capital assets minus unspent bond proceeds. Deferred inflows or outflows of resources that are attributable to the acquisition, construction or improvement of capital assets or related debt are also included in this component of net position.
- *Restricted net position* is the portion of the County's net position which is subject to external legal restrictions (by the Revised Code of the State of Washington or by contractual agreements with outside parties) on how they may be used, and therefore are not available for general spending at the discretion of the County.
- *Unrestricted net position* represents amounts not included in other categories.

On the Balance Sheet-Governmental Funds, assets in excess of liabilities are reported as fund balances and are segregated into separate classifications indicating the extent to which the County is bound to honor constraints on specific purposes for which those funds can be spent.

Fund balance is reported as *Nonspendable* when the resources cannot be spent because they are either in a nonspendable form or are legally or contractually required to be maintained intact. Resources in nonspendable form include inventories, certain long term contracts/ notes receivable, and prepaid items.

Fund balance is reported as *Restricted* when the constraints placed on the use of resources are either: (1) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation. When both restricted and unrestricted resources are available for use, the County’s policy is to use restricted resources first and then unrestricted resources, as needed.

Fund balance is reported as *Committed* when the Board of County Commissioners (the government’s highest level of decision-making authority) adopts a resolution that places specific constraints on how the resources may be used. Once adopted, the commitment remains until it is modified or rescinded by the adoption of a new resolution by the Board of County Commissioners.

Amounts in the *Assigned* fund balance category do not meet the criteria to be classified as committed, and are generally more temporary in nature. In other words, additional action does not need to be taken to remove the assignment. *Assigned* fund balance is reported when the intent to use funds for a specific purpose is formally expressed by the Board of Commissioners.

The County’s current policy only addresses restricted and unrestricted resources (as stated above). Without a written policy, the County considers that committed amounts will be used first, followed by assigned amounts and then unassigned amounts when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used.

NOTE 2 - RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net position

The *Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position* explains differences between *fund balance – total governmental funds* and *net position – governmental activities*. One element of reconciliation explains that “long-term liabilities that are not due and payable in the current period are not reported in the funds”. The details of this \$162,135,190 can be found in note # 12 – *changes in Long Term Liabilities*, in this note disclosure section of the report.

Another element of this reconciliation explains “unavailable inflows of revenue are deferred in the fund statements, but are reported as current year revenues in the statement of net position.” The details of this \$14,366,024 are as follows:

Unavailable revenue-property taxes	7,937,364
Unavailable revenue-special assessments	18,515
Unavailable revenue-court	6,410,145
	14,366,024

Another element of this reconciliation explains “accrued liabilities that are not due and payable in the current period are not reported in the funds, however, they are recorded in the statement

of net position.” The details of this (\$7,414,688) follow:

Accrued Interest payable on debt	(853,000)
Impact Fee credits held by developers	<u>(6,561,688)</u>
	(7,414,688)

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities

One element of the reconciliation between *net change in fund balances – total governmental funds* and *change in net position of governmental activities* explains that “Governmental funds report capital outlay as expenditures... In the statement of activities the cost of these assets is capitalized and depreciated over the period of the asset's useful life. When capital assets are disposed of the difference between original cost less depreciation and the proceeds is booked as a gain or (loss) on the sale.” The details of this \$5,404,076 difference are as follows:

Capital outlay	\$ 32,735,403
Depreciation expense	(35,974,674)
Disposition of capital assets	<u>(2,164,805)</u>
Net adjustment to increase net change in fund balance – total governmental funds to arrive at change in net position of governmental activities	<u>\$ (5,404,076)</u>

Another element explains that “Governmental funds report revenue in the current period for unearned and/or deferred in prior periods... Government-wide statements record revenues at the time they are earned.” The break-down of the change in deferred inflows of resources for 2013 in the amount of \$(1,947,006) follows:

Property tax (and associated interest and penalty) receivable	\$ (1,689,000)
Court payments receivable	103,800
Miscellaneous receivables	(33,369)
Impact fee credits	(476,662)
Increase in OPEB contributions in excess of liability	<u>148,225</u>
Net adjustment to reduce net change in fund balance – total governmental funds to arrive at change in net position of governmental activities	<u>\$ (1,947,006)</u>

NOTE 3 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY

A. Deficit Fund Equity

There are two non-major governmental funds with a deficit fund balance at December 31, 2013:

- The *Event Center Special Revenue Fund* reports a deficit of \$55,406. Exhibition hall rental events and other non-fair events have been less than expected during 2013. The deficit decreased from a \$959,539 deficit at 12/31/2012, due partly to a cash transfer from the General Fund in 2013, and partly to Clark County Fair profits. The County anticipates that by the end of 2014 this fund will have a positive fund balance.
- The *Jail Commissary Fund* reports a deficit of \$99,101, the result of a timing issue in funding transfers. The timing issue with funds will be cleared up in 2014.

There are three proprietary type internal service funds with deficit net position at December 31, 2013:

- *Central Support Services Internal Service Fund* reports a deficit of \$997,365. The deficit

increased from a \$602,564 deficit at 12/31/2012. A plan to improve operations during the 2015-2016 budget cycle is being addressed by the County's budget office.

- *General Liability Insurance Internal Service Fund* has a deficit net position of \$2,412,758, after recognizing an actuarial determined liability for claims and judgments payable. The County does not have a special reserve in this fund for this liability. The County is reviewing the internal cost allocation plan and will collect the annual funding needed for operations per the current actuary review. If additional funding is needed for claims settlement, the County has the ability to complete supplemental budgets and can reallocate additional resources to this fund. For specific judgments, the County can look to the funds and departments where the action related to the judgment originated, for satisfaction of the judgment. For large, unique needs the County has the ability to borrow or tax to meet these obligations, and the General Fund reserves may be used for exceptional judgment satisfaction.

- *Workers' Compensation Insurance Internal Service Fund* has a deficit net position of \$2,863,334, down from \$3,498,072 at 12/31/2012. In 2012, the County booked a \$4 million liability for claims and judgments, which created the deficit balance. The County has other options for funding exceptional workers compensation claims, including looking to General Fund reserves or fund balance transfers from the fund in which the injured employee is assigned.

NOTE 4 - DEPOSITS AND INVESTMENTS

Deposits

Deposits consist of cash and cash equivalents. As of December 31, 2013, the book value of deposits held on behalf of the County and agencies for which the County has fiduciary responsibilities was \$108,165,522 and the bank balance was \$108,356,149.

All receipts received by the Treasurer are deposited into qualified bank depositories as specified by the Washington Public Deposit Protection Commission. All of the deposits are either covered by federal depository insurance or by collateral held in a multiple financial institution collateral pool administered by the Washington Public Deposit Protection Commission. On February 18, 2009, the Washington Public Deposit Protection Commission adopted Resolution 2009-1 requiring public depositories to collateralize their uninsured public deposits at 100 percent. The Office of the Washington State Treasurer (OST) also adopted new rules to allow Reciprocal Deposit Programs (such as CDARS) to provide governments options to invest larger sums in CDs but in a way that is fully insured by the FDIC.

Investments

Investments may be made in the form of commercial paper, banker's acceptances, U.S. Treasury bills and notes, and certain other government agency obligations. County policy dictates that all investment instruments other than non-negotiable certificates of deposit and monies placed with the Washington State Local Government Investment Pool and similar money market accounts be transacted on the delivery versus payment basis.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. In accordance with its investment policy, the Treasurer manages exposure to declines in fair values from interest rates by limiting the weighted average maturity of its investment portfolio to maturities that will fulfill the cash flow needs of Clark County and its junior taxing districts. The securities in the portfolio are managed in a manner that ensures sufficient cash is available to meet anticipated cash flow needs, based on historical information. Any cash

in excess of that necessary to meet anticipated liquidity needs is invested with the following maturity limitations:

Type of Security	Maximum Maturity
Any single security (unless matched to a specific cash flow requirement)	5 years
Repurchase and Reverse Agreements	90 days
Commercial Paper	180 days
Banker's Acceptances	185 days
Forward Delivery Agreement	3 years

Further, the maximum weighted average maturity of the External Investment Pool cannot exceed one and one half years.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. To limit risk, State law does not allow general governments to invest in corporate equities. The State law and County policy further limits such risk by placing the following credit standards on securities:

Type of Security	Credit Standards ¹
Banker's Acceptances	A1/P1
Commercial Paper	A1/P1 and "A" or equivalent
Repurchase Agreements and Reverse Repurchase Agreements	"A" if maturity is less than one week, or "AA" if maturity is greater than one week
Securities Lending Agreements	Long term rating of "A" or equivalent
Deposit Notes	A1/P1 and "AA" or equivalent
WA State Municipal Bonds	"A" or equivalent

The ratings of debt securities, U.S. Treasuries (AAA)* and the following agencies as of December 31, 2013 are:

Debt Security	S&P Rating
Fannie Mae (Federal National Mortgage Association)	AA+
Freddie Mac (Federal Home Loan Mortgage Corporation)	AA+
Federal Home Loan Bank	AA+
Federal Farm Credit Bank	AA+
Money Market Like Fund - 2(a)7	S&P Rating
Washington State Investment Pool	Not Rated

* Split rating Moody's "Aaa", S&P "AA+" for US Treasuries and Agencies.

Concentration Risk

Concentration risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The Treasurer's policy requires that the portfolio be structured to diversify investments to reduce the risk of loss by over-concentration of assets in a specific maturity, a specific issuer or a specific type of security. U.S. Treasuries and Federal Agencies, that have fixed rates, are not limited because they carry little credit risk. The specific limits of each eligible security are described below:

- 1) No more than 5% of the portfolio value will be invested in the securities of any single issuer with the following exceptions:

- a. US government obligations are not limited
 - b. US agency obligations are limited to 25% per issuer
 - c. Repurchase agreement counterparties are limited to 20% per overnight or 10% if greater than one day
 - d. Non-negotiable certificates of deposit are limited to 10% per issuer
- 2) Limited to no more than 25% in either Commercial Paper or Banker's Acceptances
 - 3) Limited to no more than 10% in Federal Agency Variable Rate Notes
 - 4) Limited to no more than 100% in a the Washington State Local Government Investment Pool or 65% in Municipal Investment Accounts
 - 5) Limited to no more than 15% in Mutual Funds Qualified & Registered with Washington State
 - 6) Limited to no more that 20% in Washington state municipal bonds
 - 7) Limited to no more that 25% in deposit notes
 - 8) Limited to no more than 25% in securities lending agreements
 - 9) Limited to no more than 10% of the portfolio value in reverse repurchase agreements
 - 10) Repurchase agreements are limited to no more than 100% overnight or 30% if maturity is greater than 30 days
 - 11) The amount of exposure from non-negotiable certificates of deposits (in or outside of the CDARS program) and/or flexible certificates of deposits is limited to no more than 40% of the total portfolio

All of the above credit standards are as of the time of purchase.

The Treasurer has several investments in government sponsored and other private enterprises that are not explicitly backed by the federal government. However, the U.S. government has moved to more explicitly support the soundness of the obligations of Freddie Mac and Fannie Mae, starting in July, 2008, via the Housing and Economic Recovery Act 2008, and the September 7, 2008, Federal Housing Finance Agency (FHFA conservatorship of both government sponsored enterprises (GSEs)). Those securities that exceed 5% of the total investment portfolio market value are disclosed below:

Issuer	% of Investment Portfolio
Federal Home Loan Bank	11.15%
Federal Home Loan Mortgage Corp	22.93%
Federal Farm Credit Bank	9.51%
US Treasury	11.42%
Federal National Mtg Associatin	23.92%
Wash State LGIP	16.07%

Equity in Pooled Investments

County monies are generally invested in the pool in aggregate for the benefit of the General Fund. However, there are certain County funds that track their investments separate from the General Fund aggregation.

Pooled investments during 2013 included Certificates of Deposit, Federal Agencies, US Treasury bonds, Washington State Local Government Investment Pool and money market accounts. The book value of the County Pool on December 31, 2013 was \$521,680,235 of which \$12,091,696 is classified as deposits (due to maturity dates of less than three months).

As of December 31, 2013, the County Investment Pool had the following investments, shown at fair value:

Investment Type	Fair Value	Weighted Average Maturity (Years)
US Treasuries	\$ 60,017,000	1.983
Federal Agencies - Semi Annual	353,911,100	1.269
Municipal Bonds	11,917,670	0.928
Wash State LGIP	82,932,804	0.003
Umpqua Bank	12,091,696	0.003
	\$ 520,870,270	
Portfolio weighted average maturity		1.038

As required by state law, all investments made by the Treasurer's office are obligations of the U.S. Government, U.S. agency issues, obligations of the State of Washington, general obligations of Washington State municipalities, commercial paper or certificates of deposit with Washington State banks and savings and loan institutions. All investments are stated at fair value.

Outside Investments (Non-Pooled)

Certain County fund managers and outside entities direct the Treasurer to invest funds into specific investment maturities outside of the Investment Pool. On December 31, 2013, the following specific investments were held outside the pool:

Investment Type	Book Value	Fair Value
Wash State LGIP	\$ 1,497,338	1,497,338
US Treasury Securities	2,121,050	2,121,050
Umpqua Bank	50,000	50,000
	\$ 3,668,388	3,668,388

Total Cash, Cash Equivalents and Pooled Investments

Total cash, cash equivalent and investment carrying value on December 31, 2013 were \$539,090,382 for both pooled and non-pooled investments.

A reconciliation of cash, cash equivalents and pooled investments and investments as shown on the fund statements is as follows:

Checking Accounts	\$ 11,643,687
Petty Cash	305,281
Deposits Held in Trust	2,602,756
Fair Value of Pooled Investments	520,870,270
Fair Value of Investments Out of Pool	3,668,388
	\$ 539,090,382
Cash, cash equivalents, pooled investments	\$ 159,454,133
Non-pooled investments	1,547,338
Cash, cash equivalents, pooled investments - component unit	114,317
Cash, cash equivalents, pooled investments - fiduciary	375,853,544
Investments - fiduciary	2,121,050
	\$ 539,090,382

Clark County Investment Pool

The Treasurer administers and maintains an Investment Pool (the Pool) for County and other jurisdictional governments within the County. This Pool currently has an average maturity of approximately seven months.

The Treasurer's Office uses "Bloomberg", an on-line financial services system to determine the fair market value of securities purchased on behalf of the Clark County Investment Pool (Pool). If Bloomberg does not price a particular security, the Treasurer's Office obtains three quotes from broker/dealers to determine the fair market value of the security on the specified date. Bloomberg has a pricing model called "Bloomberg Fair Value" (BFV), which establishes an investment's theoretical value, based on where similar bonds, as defined by credit quality and market sector, have traded. This value is not based on market price. BFV incorporates an option adjusted spread methodology in deriving the theoretical value.

The Treasurer's Office does not report any securities at amortized cost. All securities are reported using the security's fair market value. The Pool is not SEC-registered. Authority to manage the Pool is derived from the Revised Code of Washington (RCW) in RCW 36.29.022.

Regulatory oversight is provided by the County Finance Committee, which by statute consists of the Treasurer, the Auditor, and the Chair of the Board of County Commissioners. The committee approves the investment policy and makes all appropriate rules and regulations to carry out the provisions of RCW 36.48.010 through 36.48.060.

The Treasurer's Office currently uses an investment advisor. During 2013, the Treasurer contracted with Davidson Fixed Income Management, Inc. to review the investment portfolio and assist with the portfolio strategy on a quarterly basis. The Treasurer's Office uses an Intergovernmental Investment Pool Committee that is made up of all of the pool participants from the junior taxing districts within Clark County. This committee meets on a quarterly basis and assists in sharing information with pool members regarding the Pool's strategy. The Treasurer's Investment Strategy Committee is made up of the Treasurer, Deputy Treasurer, Investment/ Debt Manager, and Investment Officer, within the Treasurer's Office who meet weekly to discuss investment strategies, economic conditions analysis of yield curve shifts, possible Federal Reserve Board actions, cash flow forecasts, and spreads on various securities. This committee also monitors the fair market value of the Pool and the Net Asset Value.

Participation in the Pool is voluntary. All participants have the option of investing in the Pool, or requesting specific investment amounts and maturity dates for investments outside the Pool. The Treasurer provides monthly fair value investment reports on a fund level to all participants through footnote disclosures. This information is based on the Net Asset Value of each share in the Pool relative to each fund's month-end investment balance. For 2013, the Treasurer's Office reported an unrealized loss of \$809,965 (\$208,009 gain amortized) on December 31 on a cash basis of which participants would receive if the Pool was liquidated on that date in proportion to their weighted average shares in the pool.

An inter-local agreement is entered into with each pool participant that allows the Clark County Treasurer's Office to invest their funds in the Pool. There are no specific legally binding guarantees given to participants to support the value of the shares. Separate financial statements are not prepared for the Clark County Investment Pool.

Condensed financial statements for the Clark County Investment Pool are presented below:

Clark County Investment Pool	
Condensed Statement of Net Position	
Year Ended December 21, 2013	
Assets	
Cash, cash equivalents and pooled investments	\$ 520,870,270
Accrued Interest Receivable	598,089
Total Assets	<u>\$ 521,468,359</u>
Liabilities	
Total Liabilities	<u>0</u>
Net position held in trust for pool participants	<u>\$ 521,468,359</u>

Investment yields ranged from 0.29% to 0.44%, and averaged 0.38% for the year. The average monthly maturity ranges from 271 to 465 days.

Clark County Investment Pool	
Condensed Statement of Changes in Net Position	
Year Ended December 31, 2013	
Changes in net position resulting from operations	\$ 1,565,377
Distributions to participants	(1,565,377)
Changes in net position resulting from depositor transactions	<u>10,435,402</u>
Net Position	
Beginning of Year	\$ 511,032,957
End of Year	
Private Purpose Trust Fund	\$ 66,538
Internal Funds	170,494,051
External Funds	<u>350,907,770</u>
Total net position	<u>\$ 521,468,359</u>

The external funds pooled investments and the private purpose trust fund are reported on the Statement of Fiduciary Net Position (in the Basic Financial Statements section of the CAFR), while the internal pooled investments are reported in the various funds statements throughout the CAFR.

NOTE 5 - PROPERTY TAXES

The County Treasurer acts as an agent to collect property taxes levied in the county for all taxing authorities such as the State of Washington, cities and towns within the county, and school, fire, cemetery, library and port districts. Property taxes are recorded as receivables and deferred inflows of resources when levied. Property taxes are levied and become an enforceable lien against properties as of January 1. The assessed value of property is established in October for the ensuing year. Levy and tax payments are payable in two installments on April 30th and October 31st. Delinquent property taxes accrue interest at twelve percent per annum and are assessed a penalty between three and eleven percent, depending on the duration of delinquency. No allowance for uncollectible taxes is established since delinquent taxes are considered fully collectible.

Regular property tax levies are subject to rate and amount limitations, as described below, and to uniformity requirements of Article VII, Section 1 of the State Constitution, which specifies that a taxing district must levy the same rate on similarly classified property throughout the district.

Aggregate property taxes vary within the County because of its different and overlapping taxing districts.

The Washington State Constitution and Washington State law, RCW 84.55.010, limit the levy rate as follows: The Washington State constitution limits the total regular property taxes to one percent of true and fair value or \$10 per \$1,000 of value. If the taxes of all districts exceed this amount, each district except Port Districts and Public Utility Districts, is proportionately reduced until the total is at or below the one percent limit. The regular property tax increase limitation (chapter 84.55 RCW) limits the total dollar amounts of regular property taxes levied by an individual taxing district to the amount of taxes levied in the highest of the three most recent years multiplied by a limit factor, plus adjustment to account for taxes on new construction at the previous year's rate. The limit factor is the lesser of 101 percent or 100 percent plus inflation.

In addition, statutory dollar rate limits are specified for regular property tax levy rates for most types of taxing districts under RCW 84.52.043. The County may levy up to \$1.80 per \$1,000 of assessed valuation for general governmental services. The County's regular levy for 2013 was \$1.575 per \$1,000 on assessed valuation of \$35.67 billion for a total regular levy of \$56.2 million. In addition, the County has a levy for Conservation Futures that was \$0.063 per \$1,000 of assessed valuation of \$35.67 billion, for a total levy of \$2.2 million in 2013.

The County is also authorized to levy \$2.25 per \$1,000 of assessed valuation in unincorporated areas for road construction and maintenance. This levy is subject to the same limitations as the levy for general government services. The County's road levy for 2013 was \$2.16 per \$1,000 on an assessed valuation of \$16.6 billion for a total road levy of \$35.8 million.

Clark County has a special levy that was approved by the voters which is not subject to the limitations listed above. In 2013, the County had an additional \$0.16 per \$1,000 for metropolitan parks for a total additional levy of \$1.7 million.

NOTE 6 – CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2013 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental Activities				
Capital assets, not being depreciated/amortized				
Land - restated*	\$ 284,102,698	\$ 5,847,794	\$ 660,313	\$ 289,290,179
Infrastructure-restated*	30,856,536	392,304	-	31,248,840
Intangible assets - easements	64,789	10,860	-	75,649
Construction in progress	21,382,176	29,538,852	6,334,598	44,586,430
Total capital assets, not being depreciated/amortized	336,406,199	35,789,810	6,994,911	365,201,098
Capital assets, being depreciated/amortized:				
Buildings-restated*	149,328,053	58,764	1,588,529	147,798,288
Improvements other than buildings-restated*	111,548,561	1,540,394	-	113,088,955
Machinery and equipment-restated*	48,380,594	3,747,511	3,919,507	48,208,598
Intangible assets - software	17,799,782	493,702	348,104	17,945,380
Infrastructure-restated*	643,626,216	10,867,298	1,189,198	653,304,316
Total capital assets being depreciated/amortized	970,683,206	16,707,669	7,045,338	980,345,537
Less accumulated depreciation/amortization for:				
Buildings-restated*	62,274,370	2,330,847	1,165,900	63,439,317
Improvements other than buildings-restated*	34,268,309	4,098,385	0	38,366,694
Machinery and equipment-restated*	32,283,899	2,904,665	3,462,866	31,725,698
Intangible assets - software	9,500,339	1,617,428	304,125	10,813,642
Infrastructure- restated*	17,492,019	26,970,265	552,221	43,910,063
Total accumulated depreciation/amortization	155,818,936	37,921,590	5,485,112	188,255,414
Total capital assets, being depreciated/amortized, net	814,864,270	(21,213,921)	1,560,226	792,090,123
Governmental activities capital assets, net	\$ 1,151,270,469	\$ 14,575,889	\$ 8,555,137	\$ 1,157,291,221

Depreciation/amortization expense was charged to functions as follows:

General governmental services	\$ 3,685,683
Judicial	616,263
Public safety	810,073
Physical environment	69,041
Transportation	27,047,311
Economic environment	6,453
Health and human services	1,142,458
Culture and recreation	2,597,392
	<u>35,974,674</u>
Depreciation/amortization on capital assets held by the County's internal service funds is charged to various functions based upon their usage.	<u>1,946,916</u>
Total governmental activities depreciation/amortization expense	<u>\$ 37,921,590</u>

*Capital Assets are restated due to:

- 1) The Tri Mountain Golf O&M Special Revenue Fund being reclassified as an Enterprise Fund in 2013
- 2) Road infrastructure no longer using the modified approach, resulting in the assets now being depreciated
- 3) Prior period private contributions of land and equipment

	Beginning Balance	Increases	Decreases	Ending Balance
Business-type Activities				
Capital assets, not being depreciated/amortized				
Land - restated*	\$ 35,005,319	\$ 630,214	\$ 0	\$ 35,635,533
Infrastructure	62,432,424	4,436,418	-	66,868,842
Construction in progress	3,942,866	928,662	3,515,918	1,355,610
Total capital assets, not being depreciated/amortized-restated*	101,380,609	5,995,294	3,515,918	103,859,985
Capital assets, being depreciated/amortized:				
Buildings- restated*	20,062,376	0	-	\$ 20,062,376
Improvements other than buildings-restated*	102,028,583	-	-	102,028,583
Machinery and equipment-restated*	1,113,564	27,045	102,392	1,038,217
Infrastructure-restated*	34,107,457	-	0	34,107,457
Total capital assets being depreciated/amortized-restated*	157,311,980	27,045	102,392	157,236,633
Less accumulated depreciation/amortization for:				
Buildings-restated*	2,509,804	437,822	0	2,947,626
Improvements other than buildings-restated*	22,003,028	1,826,347	0	23,829,375
Machinery and equipment-restated*	856,073	52,095	92,152	816,016
Infrastructure-restated*	8,050,859	704,998	0	8,755,857
Total accumulated depreciation/amortization- restated*	33,419,764	3,021,262	92,152	36,348,874
Total capital assets, being depreciated/ amortized, net-restated*	123,892,216	(2,994,217)	10,240	120,887,759
Business-type activities capital assets, net-restated*	\$ 225,272,825	\$ 3,001,077	\$ 3,526,158	\$ 224,747,744

Depreciation/amortization expense was charged to functions as follows:

Golf Course	52,198
Sanitary Sewer	\$ 2,930,515
Solid Waste	33,391
Clean Water	5,158
Total business-type activities depreciation/amortization expense	\$ 3,021,262

*Capital Assets are restated for:

- 1) The Tri Mountain Golf O&M Special Revenue Fund being reclassified as an Enterprise Fund in 2013
- 2) Prior period private land contribution
- 3) Prior period correction of accumulated depreciation between machinery and infrastructure categories

NOTE 7 – COMMITMENTS

At the end of 2013, the County did not have any large capital commitments.

NOTE 8 – RECEIVABLE BALANCES

Accounts receivable as of December 31, 2013 for the County's individual major funds, nonmajor funds and internal service funds are shown in the following table.

	Taxes	Accounts	Due from other Governments	Interest and Penalties on Taxes & Assessments	Total
Governmental activities					
General Fund	\$ 4,542,224	\$ 11,419,808	\$ 1,091,550	\$ 5,147,720	\$ 22,201,302
Country Roads	1,168,507	4,729,652	4,815,015	-	10,713,173
Community Service Grants	-	249,617	843,658	-	1,093,276
Nonmajor Governmental	4,187,763	1,149,680	4,555,767	-	9,893,210
Internal Service	-	1,079,061	1,318	-	1,080,379
Total governmental activities	\$ 9,898,494	\$ 18,627,818	\$ 11,307,308	\$ 5,147,720	\$ 44,981,339
Business-Type Activities					
Sanitary Sewer	-	17,032	-	19	17,051
Clean Water	-	361,890	196,713	-	558,603
Nonmajor Enterprise	-	272,300	284,113	-	556,413
Total Business-Type Activities	\$ -	\$ 651,222	\$ 480,826	\$ 19	\$ 1,132,067
Total Gross Receivables	\$ 9,898,494	\$ 19,279,040	\$ 11,788,134	\$ 5,147,739	\$ 46,113,407

NOTE 9 - INTERFUND RECEIVABLES, PAYABLES, ADVANCES AND TRANSFERS

Interfund transactions (receivables and payables) usually involve the exchange of goods and services between funds in a normal business relationship. These accounts are generally paid in full the month following the billing date. The composition of interfund accounts receivables at December 31, 2013 is shown in the following table.

Due From	Due to								Total
	General Fund	Road Fund	Community Services Grants	Nonmajor Governmental	Sanitary Sewer	Clean Water	Nonmajor Enterprise	Internal Service	
General Fund	49	10,503	114	1,126,534	714	56,267	1,174	54,535	1,249,890
County Road	2,266			60,508				17,516	80,290
Community Services Grants				78,128					78,128
Nonmajor Governmental	1,080,966	42		763,151				431,956	2,276,115
Sanitary Sewer	65	2,595							2,660
Clean Water	465	35,943		4,713					41,121
Nonmajor Enterprise	916					37,434			38,350
Internal Service Funds	227,192	432,023		254,247	4,085	1,993	182	58,562	978,284
Total	\$ 1,311,919	\$ 481,106	\$ 114	\$ 2,287,281	\$ 4,799	\$ 95,694	\$ 1,356	\$ 562,569	\$ 4,744,838

In 2013, there was one short-term advance between funds. The County's General Fund shows a \$55,722 advance (funded by the permanent reserve) to the Tri-Mountain Golf O&M Proprietary Fund. This advance was approved by resolution in December 2013. It carries an interest rate based on the rate charged on the County's existing line of credit until the loan is repaid, which shall be no later than December 31, 2014.

In 2012 the Metropolitan Parks District Special Revenue Fund advanced \$3,000,000 to the Parks Dedicated ¼% REET Capital Projects Fund. This transfer was approved by resolution in December 2012. It carries an interest rate, based on the General Fund line of credit rate, until paid. The resolution calls for the advance to be paid in full prior to December 31, 2015.

Interfund transfers represent subsidies and contributions with no corresponding debt or promise to repay. The purpose of General Fund transfers is to subsidize operating activities within other funds, to fund capital project activities, and for debt service. Transfers from other funds are generally for debt service and sales tax transfer for law and justice programs. Interfund transfers between individual major funds, nonmajor governmental, nonmajor enterprise, and internal service funds during the year ended December 31, 2013 are as follows:

Transfers Out	Transfers In						Total
	General Fund	Road Fund	Comm Services	Nonmajor Governmental	Nonmajor Enterprise	Internal Service Funds	
General Fund		300,000	1,364,784	6,843,247		5,697,691	14,205,722
Road Fund				1,785,016			1,785,016
Comm. Service				245,869			245,869
Clean Water					180,410		180,410
Nonmajor Governmental	12,235,897	2,498,933		18,106,716		3,052,084	35,893,630
Internal Service Funds	54,100					507,175	561,275
Total transfers	12,289,997	2,798,933	1,364,784	26,980,848	180,410	9,256,950	52,871,922

There were approximately \$8.4 million in routine transfers out from the General Fund to subsidize operations of other funds. The General Fund transferred \$1.2 million for debt service in 2013. There were also several one-time General Fund transfers in 2013, including, \$0.5 million for technology upgrades and projects, \$1.0 million to the Event Center Fund, and \$1.5 million to the Health Fund for various programs.

The General Fund received \$12 million for law and justice programs from non-major special revenue sales tax funds, and approximately \$250,000 from other funds for reimbursement of certain program costs. The County Road Fund transfers in included \$2.5 million from the non-major capital project Development Impact Fee Fund for road improvements, and \$0.3 million from the General Fund for engineering work. The Road Fund transferred out approximately \$1.8 million for debt service.

Non-major special revenue funds collecting sales tax revenues earmarked for mental health and chemical dependency transferred \$3.6 million to Mental Health Fund (\$1.5), and Substance Abuse non-major special revenue fund (\$2.1 million). In addition, about \$11.9 million was transferred from various non-major funds for debt service payments. The non-major Campus Development Fund transferred \$3.0 million to the internal service Central Support Services Fund for reimbursement of maintenance and utilities costs.

NOTE 10 – LEASES

A. Operating Leases Payable

The County is committed under various leases for buildings, office space, and other equipment. Such leases are considered to be operating leases for accounting purposes. Lease expenditures for the year ended December 31, 2013 amount to approximately \$1,240,000. The future minimum lease payments for these leases are:

December 31	Amount
2014	\$1,218,000
2015	\$1,218,000
2016	\$1,218,000
2017	\$1,218,000
2018	\$1,218,000
Total	\$6,090,000

B. Operating Leases Receivable

The County currently leases some of its property to various tenants under long-term, renewable, and non-cancelable contracts. The following is an analysis of the County's investment in property under long-term, non-cancelable operating leases as of December 31, 2013:

	Governmental Activities
Land	\$1,322,100
Buildings	44,484,402
Less accumulated depreciation	(12,479,373)
	\$33,327,129

The following is a schedule of minimum future lease receipts on non-cancelable operating leases based on contract amounts and terms as of December 31, 2013.

December 31	Amount
2014	2,891,000
2015	2,603,000
2016	2,603,000
2017	2,588,000
2018	2,593,000
Total	\$13,278,000

C. Capital Leases

The County entered into a lease agreement in 2002 as lessee for financing energy savings improvements in various county buildings, with an interest rate 4.34%. The leased assets and related obligations are accounted for in the statement of net position. The net capital lease amount shown below reflects the assets continuing to be financed through the capital lease. This lease agreement qualifies as a capital lease for accounting purposes, and has been recorded at the present value of the future minimum lease payments as of the inception date. The minimum capital lease payments reflect the remaining capital obligations on these assets.

	Capital Assets Governmental Activities	Capital Lease Payable Governmental Activities
Building Improvements	\$ 1,318,500	\$ 137,440
Less: Accumulated Depreciation	(717,009)	
	\$ 601,491	\$ 137,440

Minimum Capital Lease Payments:

2014	\$ 141,929
Total Minimum Lease Payments	141,929
Less: Interest	(4,489)
Present Value of Minimum Lease Payments	\$ 137,440

The County entered into a lease agreement in 2008 as lessee for financing energy, plumbing and lighting savings improvements in various county buildings, with an interest rate 4.19%. The leased assets and related obligations are accounted for in the Statement of Net Position. The net capital lease amount shown below reflects the assets to be financed through the capital lease. This lease agreement qualifies as a capital lease for accounting purposes, and has been recorded at the present value of the future minimum lease payments as of the inception date. The minimum capital lease payments reflect the remaining capital obligations on these assets.

	Governmental Activities	Governmental Activities
Building Improvements	\$ 7,738,718	\$ 6,790,773
Less: Accumulated Depreciation	(1,857,292)	
	<u>\$ 5,881,426</u>	<u>\$ 6,790,773</u>
Minimum Capital Lease Payments:		
2014		482,595
2015		507,542
2016		522,284
2017		544,676
2018		568,761
2019-2023		3,228,873
2024-2028		3,479,515
Total Minimum Lease Payments		<u>9,334,246</u>
Less: Interest		(2,543,473)
Present Value of Minimum Lease Payments		<u>\$ 6,790,773</u>

NOTE 11 – LONG-TERM DEBT

A. General Obligation Bonds

The government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities. General obligation bonds have been issued for governmental activities. The beginning balance of unmatured debt in 2013 was \$107,155,000. During the year, bonds were issued in the amount of \$10,000,000 to satisfy a legal settlement against the County.

General obligation bonds are direct obligations and pledge the full faith and credit of the government. These bonds generally are issued as 20-year serial bonds with equal amounts of principal maturing each year. General obligation bonds currently outstanding are as follows:

Description	<u>Amount Outstanding</u>
\$5,395,000 2003 Limited Tax General Obligation Refunding Bonds due in annual installments of \$60,000 to \$615,000 through 2016; interest from 2.0% to 4.1%. This issue is being serviced by the Capital Project Real Estate Excise Tax Fund and the Emergency Services Communications System Special Revenue Fund. This issue refunded portions of 1996A and 1996B LTGO issues.	\$1,420,000
\$55,620,000 2004 Limited Tax General Obligation bond installments of \$500,000 to \$3,845,000 were initially due in installments through 2034; interest from 3.0% to 5.25%. The issue was partially refunded in 2012 with the remaining amount to be paid in full in 2014. This debt is being serviced by the General Fund, Real Estate Excise Tax Capital Fund, the Exhibition Hall Dedicated Special Revenue Fund, the Campus Development Special Revenue Fund and the Conservation Futures Capital Project Fund.	\$1,725,000

\$24,985,000 2005 Limited Tax General Obligation Refunding bonds due in annual installments of \$80,000 to \$2,225,000 through 2027; interest from 3.0% to 5.0%. The Conservation Futures Capital Fund, Real Estate Excise Tax Capital Fund, General Fund, Economic Development REET Capital Projects Fund, and Campus Development Special Revenue Fund service this issue. This issue refunded portions of 1997, 1998, and 1999B LTGO issues.	\$14,895,000
\$5,715,000 2005B Limited Tax General Obligation bonds due in annual installments of \$80,000 to \$345,000 through 2035; interest from 3.7% to 6%. The Campus Development Special Revenue Fund services this issue.	\$4,940,000
\$36,285,000 2006 Limited Tax General Obligation Refunding bonds due in annual installments of \$290,000 to \$3,025,000 through 2026; interest from 4.0% to 5.0%. This issue is being serviced by the Real Estate Excise Tax Capital Fund, the Campus Development Special Revenue Fund, and the General Fund. This issue refunded portions of 1999A and the 2001 LTGO issues.	\$33,240,000
\$45,595,000 2012 Limited Tax General Obligation Refunding bonds due in annual installments of \$265,000 to \$3,815,000 through 2034, interest from 3% to 5.250%. This is being serviced by the Health District Campus Facility Capital Projects Fund, the Exhibition Hall Dedicated Special Revenue Fund and the Conservation Futures Capital Project Fund. This issue refunded portions of the 2003A and 2004A LTGO issues.	\$44,775,000
\$10,000,000 2013 Limited Tax General Obligation bonds due in annual installments of \$1,529,625 and \$1,533,252 through 2020, interest at 1.850%. This is being serviced by the General Fund. This issue funded a legal settlement awarded against the County.	\$10,000,000
Grand total	\$110,995,000

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending December 31	Governmental Activities	
	Principal	Interest
2014	6,877,328	4,760,432
2015	7,003,547	4,450,361
2016	7,684,823	4,133,794
2017	7,731,158	3,797,910
2018	8,092,550	3,458,852
2019-2013	33,140,742	12,714,433
2024-2028	31,054,852	4,862,707
2029-2033	7,440,000	1,252,150
2034-2035	1,970,000	91,225
Totals	\$ 110,995,000	\$ 39,521,864

B. Advance Due to Other Governments

The County has ten low-interest (.5% and 2%) loans from the State Department of Community Development Public Works Trust Fund that will be repaid within 20 years in annual installments on each loan ranging from \$49,500 to \$159,032. The funds from these loans were used for county road projects. These loans will be paid back by the County Roads Fund.

The County also has a loan from the State Department of Ecology that will be repaid within 20 years at \$25,947 each year. The funds from this loan were used for a Habitat Protection and Runoff Control Project on Upper Whipple Creek. This operating loan will be paid back by the Clean Water enterprise Fund.

Advances Due to Other Governments for debt service requirements to maturity are as follows:

Year Ending December 31	Governmental Activities		Business-type Activities	
	Principal	Interest	Principal	Interest
2014	1,661,383	104,982	15,655	11,292
2015	1,661,383	96,675	16,115	10,832
2016	1,661,383	88,368	16,589	10,358
2017	1,661,383	80,061	17,077	9,871
2018	1,661,383	71,754	17,578	9,369
2019-2023	7,853,875	234,166	95,951	38,784
2024-2028	4,196,251	75,277	110,904	23,831
2029-2032	639,283	6,393	101,043	6,745
Totals	\$ 20,996,324	\$ 757,676	\$ 390,912	\$ 121,082

C. Prior Year Defeasance of Debt

In prior years, the County defeased certain sewer revenue and general obligation bonds by placing the proceeds of the new bonds and/or cash in an irrevocable trust to provide for all future debt service payments on the old bonds. Accordingly, the trust account assets and the liability for defeased bonds are not included in the County's financial statements. At December 31, 2013, \$42,920,000 of bonds outstanding is considered to be defeased.

D. Arbitrage Rebate Liability

The Tax Recovery Act of 1986 established regulations for rebate of arbitrage earning to the federal government on certain local government bonds. Issuing governments must calculate annually any rebate due and remit the amount due at least every five years. The County has a cumulative negative rebate amount for its bonds. No liability was recorded at December 31, 2013.

NOTE 12 – CHANGES IN LONG-TERM LIABILITIES

During the year ended December 31, 2013, the following changes occurred in long-term liabilities:

	Beginning Balance	New Issues	Retirements	Ending Balance	Due Within One Year
Governmental activities					
Governmental Funds-					
Bonds payable					
General obligation bonds	\$ 107,155,000	\$ 10,000,000	\$ 6,160,000	\$ 110,995,000	\$ 6,877,328
Less deferred amounts:					
For issuance discounts/premiums	8,483,885	0	554,660	7,929,225	554,660
Total bonds payable-restated*	115,638,885	10,000,000	6,714,660	118,924,225	7,431,988
Capital lease	7,202,773	0	274,560	6,928,213	339,241
Advances due to other governments	18,108,918	4,548,792	1,661,383	20,996,327	1,661,383
Pollution remediation liability	5,989,049	2,203,066	0	8,192,115	1,164,828
Other post employee benefits	960,476	180,602	90,643	1,050,435	0
Compensated absences	11,901,912	10,806,437	10,481,443	12,226,906	802,774
Total Governmental Funds-restated*	\$ 159,802,013	\$ 27,738,897	\$ 19,222,689	\$ 168,318,221	\$ 11,400,214
Internal Service Funds					
Claims and judgments	\$ 7,814,248	\$ 2,869,726	\$ 2,225,029	\$ 8,458,945	\$ 1,778,763
Compensated absences	619,857	574,070	548,032	645,895	67,399
Total Internal Service Funds	8,434,105	3,443,796	2,773,061	9,104,840	1,846,162
Total Governmental Activities-restated*	\$ 168,236,118	\$ 31,182,693	\$ 21,995,750	\$ 177,423,061	\$ 13,246,376
Business-type activities					
Advance due to other governments	\$ 371,710	\$ 21,770	\$ 2,568	\$ 390,912	\$ 15,655
Claims and judgments	0	3,600,000	0	3,600,000	600,000
Compensated absences	413,357	343,846	326,249	430,954	13,768
Total Business-type Activities	\$ 785,067	\$ 3,965,616	\$ 328,817	\$ 4,421,866	\$ 629,423

* restated for change in accounting principal for the implementation of GASB 65 in regards to amounts deferred for refunded debt

For governmental activities, other post-employment benefits, termination payouts for compensated absences and excessive claims and judgment settlements are generally liquidated by the General Fund. Any landfill remediation liability will be liquidated by the Solid Waste Closure non-major special revenue fund. The County is limited to a non-voted debt capacity of 1½% and a voted debt capacity of 2½% of the assessed valuation. At December 31, 2013 the remaining non-voted debt capacity was \$453,522,876 and the remaining voted and non-voted capacity, combined, was \$810,250,006.

NOTE 13 – SHORT-TERM DEBT

Short-term debt activity for the year ended December 31, 2013 was as follows:

	<u>Beginning Balance</u>	<u>Proceeds</u>	<u>Repayment</u>	<u>Ending Balance</u>
Tax Anticipation Note (line of credit)	\$ 130,802	\$ 2,766,984	\$ 2,465,830	\$ 431,956
<i>Registered Warrants</i>				
Tri Mountain Golf Course O&M	0	169,104	169,104	0
Community Services Grants	0	48,722	48,722	0
Event Center	1,725	60,509	62,234	0
Central Support Services	2,045	0	2,045	0
Total Short-Term Debt	<u>\$ 134,572</u>	<u>\$ 3,045,319</u>	<u>\$ 2,747,935</u>	<u>\$ 431,956</u>

During the year, the County obtained a tax anticipation note authorized at \$5,000,000 for the purpose of paying expenditures of the County’s General Fund and other funds, pending the receipt of taxes and other revenues. This note is drawn down as needed, similar to a line of credit. The following funds shared in the borrowing: Tri Mountain Golf Course O&M, Event Center, Community Services Grants, Server Equipment Repair and Replacement, and Central Support Services.

Also, the County obtained a \$10 million tax anticipation note for the purpose of paying expenditures of the County Roads Fund pending the receipt of taxes and grants. Additionally, several funds issued registered warrants to provide resources in advance of property tax collections and grant receipts.

NOTE 14 – FUND BALANCES, GOVERNMENTAL FUNDS

Note 1-E-12 addresses definitions of fund balance classifications and the County's policy on the order of resource uses for Governmental Funds. Following is a table which shows detail information by fund balance classification for the Governmental Fund Balance Sheet.

	General Fund	County Roads	Community Service Grants	Other Governmental Funds
Nonspendable				
Long Term Notes Receivable (less related def	626,586	32,489	12,819,097	0
Prepays	187,182	0	470	323,135
Inventories				0
Total nonspendable	813,768	32,489	12,819,567	323,135
Restricted For				
Public safety				1,551,414
Judicial				552,142
Physical environment				14,669,981
Transportation		30,523,274		1,873,917
Economic environment			8,293,004	3,288,672
Health and human services				10,582,649
Parks, recreation, and culture				22,626,505
Legislative/admin/support services				1,770,362
Debt service				22,476
Total restricted	0	30,523,274	8,293,004	56,938,117
Committed For				
Public safety				2,454,255
Judicial				842,023
Physical environment				4,560,906
Transportation				0
Economic environment				9,547
Health and human services				0
Mental health programs				0
Parks, recreation, and culture				0
Legislative/admin/support services				24,882
Debt service				0
Total committed	0	0	0	7,891,613
Assigned to				
Public safety	2,300,000			400,897
Judicial				0
Physical environment				31,524
Transportation				0
Economic environment	2,000,000			1,857,383
Health and human services				3,935,186
Mental health programs				978,122
Parks, recreation, and culture				90,988
Legislative/admin/support services				1,344,871
Debt service				0
Compensated absences	2,216,647	432,973	125,798	281,310
Total assigned	6,516,647	432,973	125,798	8,920,282
Unassigned				
	28,771,584			(199,705)
Total	36,101,999	30,988,736	21,238,369	73,873,442

NOTE 15 – PENSION PLANS

Substantially all County full-time and qualifying part-time employees participate in one of the following statewide retirement systems administered by the Washington State Department of Retirement Systems, under cost-sharing multiple-employer public employee defined benefit retirement plans. The Department of Retirement Systems (DRS), a department within the primary government of the State of Washington, issues a publicly available comprehensive annual financial report (CAFR) that includes financial statements and required

supplementary information for each plan. The DRS CAFR may be obtained by writing to: Department of Retirement Systems, Communications Unit, P.O. Box 48380, Olympia, WA 98504-8380; or it may be downloaded from the DRS website at www.drs.wa.gov. The following disclosures are made pursuant to GASB Statements 27, *Accounting for Pensions by State and Local Government Employers* and 50, *Pension Disclosures, an Amendment of GASB Statements 25 and 27*.

1. Public Employees' Retirement System (PERS) Plans 1, 2, and 3

Plan Description

The Legislature established PERS in 1947. Membership in the system includes: elected officials; state employees; employees of the Supreme, Appeals, and Superior courts; employees of legislative committees; employees of district and municipal courts; and employees of local governments. Membership also includes higher education employees not participating in higher education retirement programs. Approximately 49 percent of PERS salaries are accounted for by state employment. PERS retirement benefit provisions are established in Chapters 41.34 and 41.40 RCW and may be amended only by the State Legislature.

PERS is a cost-sharing multiple-employer retirement system comprised of three separate plans for membership purposes: Plans 1 and 2 are defined benefit plans and Plan 3 is a defined benefit plan with a defined contribution component.

PERS members who joined the system by September 30, 1977 are Plan 1 members. Those who joined on or after October 1, 1977 and by either February 28, 2002 for state and higher education employees, or August 31, 2002 for local government employees, are Plan 2 members unless they exercised an option to transfer their membership to Plan 3. PERS members joining the system on or after March 1, 2002 for state and higher education employees, or September 1, 2002 for local government employees have the irrevocable option of choosing membership in either PERS Plan 2 or Plan 3. The option must be exercised within 90 days of employment. Employees who fail to choose within 90 days default to Plan 3.

PERS is comprised of and reported as three separate plans for accounting purposes: Plan 1, Plan 2/3, and Plan 3. Plan 1 accounts for the defined benefits of Plan 1 members. Plan 2/3 accounts for the defined benefits of Plan 2 members and the defined benefit portion of benefits for Plan 3 members. Plan 3 accounts for the defined contribution portion of benefits for Plan 3 members. Although members can only be a member of either Plan 2 or Plan 3, the defined benefit portions of Plan 2 and Plan 3 are accounted for in the same pension trust fund. All assets of this Plan 2/3 may legally be used to pay the defined benefits of any of the Plan 2 or Plan 3 members or beneficiaries, as defined by the terms of the plan. Therefore, Plan 2/3 is considered to be a single plan for accounting purposes.

PERS Plans 1 and 2 retirement benefits are financed from a combination of investment earnings and employer and employee contributions. Employee contributions to the PERS Plans 1 and 2 defined benefit plans accrue interest at a rate specified by the Director of DRS. During DRS' Fiscal Year 2013, the rate was five and one-half percent compounded quarterly. Members in PERS Plans 1 and 2 can elect to withdraw total employee contributions and interest thereon, in lieu of any retirement benefit, upon separation from PERS-covered employment.

Plan 1 members are vested after the completion of five years of eligible service and are eligible for retirement from active status at any age with at least 30 years of service, at age 55 with 25 years of service, or at age 60 with at least 5 years of service. Plan 1 members retiring from inactive status prior to the age of 65 may receive actuarially reduced benefits.

The monthly benefit is 2 percent of the average final compensation (AFC) per year of service, but the benefit may not exceed 60 percent of the AFC. The AFC is the monthly average of the 24 consecutive highest-paid service credit months.

PERS Plan 1 retirement benefits are actuarially reduced to reflect the choice, if made, of a survivor option.

Plan 1 members may elect to receive an optional COLA that provides an automatic annual adjustment based on the Consumer Price Index. The adjustment is capped at 3 percent annually. To offset the cost of this annual adjustment, the benefit is reduced.

PERS Plan 1 provides duty and non-duty disability benefits. Duty disability retirement benefits for disablement prior to the age of 60 consist of a temporary life annuity. The benefit amount is \$350 a month, or two-thirds of the monthly AFC, whichever is less. The benefit is reduced by any workers' compensation benefit and is payable as long as the member remains disabled or until the member attains the age of 60, at which time the benefit is converted to the member's service retirement amount.

A member with five years of covered employment is eligible for non-duty disability retirement. Prior to the age of 55, the benefit amount is 2 percent of the AFC for each year of service reduced by 2 percent for each year that the member's age is less than 55. The total benefit is limited to 60 percent of the AFC and is actuarially reduced to reflect the choice of a survivor option. Plan 1 members may elect to receive an optional COLA amount (based on the Consumer Price Index), capped at 3 percent annually. To offset the cost of this annual adjustment, the benefit is reduced.

PERS Plan 2 members are vested after the completion of five years of eligible service. Plan 2 members are eligible for normal retirement at the age of 65 with five years of service. The monthly benefit is 2 percent of the AFC per year of service. The AFC is the monthly average of the 60 consecutive highest- paid service months. There is no cap on years of service credit; and a cost-of-living allowance is granted (based on the Consumer Price Index), capped at 3 percent annually.

PERS Plan 2 members who have at least 20 years of service credit, and are 55 years of age or older, are eligible for early retirement with a reduced benefit. The benefit is reduced by an early retirement factor (ERF) that varies according to age, for each year before age 65.

PERS Plan 2 members who have 30 or more years of service credit and are at least 55 years old can retire under one of two provisions, if hired prior to May 1, 2013:

- With a benefit that is reduced by 3 percent for each year before age 65; or
- With a benefit that has a smaller (or no) reduction (depending on age) that imposes stricter return- to-work rules.

Plan 2 members hired on or after May 1, 2013 have the option to retire early by accepting a reduction of 5 percent for each year of retirement before age 65. This option is available only to those who are age 55 or older and have at least 30 years of service. PERS Plan 2 retirement benefits are actuarially reduced to reflect the choice, if made, of a survivor option.

PERS Plan 3 has a dual benefit structure. Employer contributions finance a defined benefit component and member contributions finance a defined contribution component. As established by Chapter 41.34 RCW, employee contribution rates to the defined contribution component range from 5 percent to 15 percent of salaries, based on member choice. Members who do not choose a contribution rate default to a 5 percent rate. There are currently no requirements for employer contributions to the defined contribution component of PERS Plan 3.

PERS Plan 3 defined contribution retirement benefits are dependent upon the results of investment activities. Members may elect to self-direct the investment of their contributions. Any expenses incurred in conjunction with self-directed investments are paid by members. Absent a member's self-direction, PERS Plan 3 contributions are invested in the Retirement Strategy Fund that assumes the member will retire at age 65.

For DRS' Fiscal Year 2013, PERS Plan 3 employee contributions were \$99.0 million, and plan refunds paid out were \$69.4 million.

The defined benefit portion of PERS Plan 3 provides members a monthly benefit that is 1 percent of the AFC per year of service. The AFC is the monthly average of the 60 consecutive highest-paid service months. There is no cap on years of service credit, and Plan 3 provides the same cost-of-living allowance as Plan 2.

Effective June 7, 2006, PERS Plan 3 members are vested in the defined benefit portion of their plan after ten years of service; or after five years of service, if twelve months of that service are earned after age 44; or after five service credit years earned in PERS Plan 2 by June 1, 2003. Plan 3 members are immediately vested in the defined contribution portion of their plan.

Vested Plan 3 members are eligible for normal retirement at age 65, or they may retire early with the following conditions and benefits:

- If they have at least ten service credit years and are 55 years old, the benefit is reduced by an ERF that varies with age, for each year before age 65.
- If they have 30 service credit years and are at least 55 years old, and were hired before May 1, 2013, they have the choice of a benefit that is reduced by 3 percent for each year before age 65; or a benefit with a smaller (or no) reduction factor (depending on age) that imposes stricter return-to-work rules.
- If they have 30 service credit years, are at least 55 years old, and were hired after May 1, 2013, they have the option to retire early by accepting a reduction of 5 percent for each year before age 65.

PERS Plan 3 benefits are actuarially reduced to reflect the choice, if made, of a survivor option.

PERS Plan 2 and Plan 3 provide disability benefits. There is no minimum amount of service credit required for eligibility. The Plan 2 monthly benefit amount is 2 percent of the AFC per year of service. For Plan 3, the monthly benefit amount is 1 percent of the AFC per year of service. These disability benefit amounts are actuarially reduced for each year that the member's age is less than 65, and to reflect the choice of a survivor option. There is no cap on years of service credit, and a cost-of-living allowance is granted (based on the Consumer Price Index) capped at 3 percent annually.

PERS members meeting specific eligibility requirements have options available to enhance their retirement benefits. Some of these options are available to their survivors.

A one-time duty-related death benefit is provided to the beneficiary or the estate of a PERS member who dies as a result of injuries sustained in the course of employment, or if the death resulted from an occupational disease or infection that arose naturally and proximately out of the member's covered employment, if found eligible by the Department of Labor and Industries.

From January 1, 2007 through December 31, 2007, judicial members of PERS were given the choice to elect participation in the Judicial Benefit Multiplier (JBM) Program enacted in 2006.

Justices and judges in PERS Plan 1 and Plan 2 were able to make an irrevocable election to pay increased contributions that would fund a retirement benefit with a 3.5 percent multiplier. The benefit would be capped at 75 percent of AFC. Judges in PERS Plan 3 could elect a 1.6 percent of pay per year of service benefit, capped at 37.5 percent of AFC.

Newly elected or appointed justices and judges who chose to become PERS members on or after January 1, 2007, or who had not previously opted into PERS membership, were required to participate in the JBM Program.

There are 1,176 participating employers in PERS. Membership in PERS consisted of the following as of the latest actuarial valuation date for the plans of June 30, 2012:

Retirees and Beneficiaries Receiving Benefits	82,242
Terminated Plan Members Entitled to But Not Yet Receiving Benefits	30,515
Active Plan Members Vested	106,317
Active Plan Members Non-vested	44,273
Total	263,347

Funding Policy

Each biennium, the state Pension Funding Council adopts PERS Plan 1 employer contribution rates, PERS Plan 2 employer and employee contribution rates, and PERS Plan 3 employer contribution rates. Employee contribution rates for Plan 1 are established by statute at 6 percent for state agencies and local government unit employees, and at 7.5 percent for state government elected officials. The employer and employee contribution rates for Plan 2 and the employer contribution rate for Plan 3 are developed by the Office of the State Actuary to fully fund Plan 2 and the defined benefit portion of Plan 3. Under PERS Plan 3, employer contributions finance the defined benefit portion of the plan and member contributions finance the defined contribution portion. The Plan 3 employee contribution rates range from 5 percent to 15 percent.

As a result of the implementation of the Judicial Benefit Multiplier Program in January 2007, a second tier of employer and employee rates was developed to fund, along with investment earnings, the increased retirement benefits of those justices and judges that participate in the program. The methods used to determine the contribution requirements are established under state statute in accordance with Chapters 41.40 and 41.45 RCW.

The required contribution rates expressed as a percentage of current-year covered payroll, as of December 31, 2013, are as follows:

Members Not Participating in JBM:

	PERS Plan 1	PERS Plan 2	PERS Plan 3
Employer*	9.21%**	9.21%**	9.21%***
Employee	6.00%****	4.92%****	*****

* The employer rates include the employer administrative expense fee currently set at 0.18%.

** The employer rate for state elected officials is 13.73% for Plan 1 and 9.21% for Plan 2 and Plan 3.

*** Plan 3 defined benefit portion only.

**** The employee rate for state elected officials is 7.50% for Plan 1 and 4.92% for Plan 2.

***** Variable from 5.0% minimum to 15.0% maximum based on rate selected by the PERS 3 member.

Members Participating in JBM:

	PERS Plan 1	PERS Plan 2	PERS Plan 3
Employer-State Agency*	11.71%	11.71%	11.71%**
Employer-Local Gov't Units*	9.21%	9.21%	9.21%**
Employee-State Agency	9.76%	9.80%	7.50%***
Employee-Local Gov't Units	12.26%	12.30%	7.50%***

*The employer rates include the employer administrative expense fee currently set at 0.18%.

** Plan 3 defined benefit portion only.

***Minimum rate.

Both the County and the employees made the required contributions. The County's required contributions for the years ended December 31 were as follows

	PERS Plan 1	PERS Plan 2	PERS Plan 3
2013	\$ 154,092	\$ 5,633,784	\$ 937,039
2012	\$ 151,515	\$ 5,019,001	\$ 836,125
2011	\$ 154,624	\$ 4,301,005	\$ 678,598

2. Law Enforcement Officers' & Fire Fighters' Retirement System (LEOFF) Plans 1 and 2

Plan Description

LEOFF was established in 1970 by the Legislature. Membership includes all full-time, fully compensated, local law enforcement commissioned officers, firefighters and, as of July 24, 2005, emergency medical technicians. LEOFF membership is comprised primarily of non-state employees, with Department of Fish and Wildlife enforcement officers, who were first included effective July 27, 2003, being an exception. LEOFF retirement benefit provisions are established in chapter 41.26 RCW and may be amended only by the State Legislature.

LEOFF is a cost-sharing multiple-employer retirement system comprised of two separate defined benefit plans. LEOFF members who joined the system by September 30, 1977 are Plan 1 members. Those who joined on or after October 1, 1977 are Plan 2 members.

Effective July 1, 2003, the LEOFF Plan 2 Retirement Board was established by Initiative 790 to provide governance of LEOFF Plan 2. The Board's duties include adopting contribution rates and recommending policy changes to the Legislature.

LEOFF retirement benefits are financed from a combination of investment earnings, employer and employee contributions, and a special funding situation in which the state pays through legislative appropriations. Employee contributions to the LEOFF Plan 1 and Plan 2 defined benefit plans accrue interest at a rate specified by the Director of DRS. During DRS' Fiscal Year 2013, the rate was five and one-half percent compounded quarterly. Members in LEOFF Plan 1 and Plan 2 can elect to withdraw total employee contributions and interest earnings, in lieu of any retirement benefit, upon separation from LEOFF-covered employment.

LEOFF Plan 1 members are vested after the completion of five years of eligible service. Plan 1 members are eligible for retirement with five years of service at the age of 50. The benefit per year of service calculated as a percent of final average salary (FAS) is as follows:

Term of Service	Percent of Final Average Salary
20 or more years	2.0%
10 but less than 20 years	1.5%
5 but less than 10 years	1.0%

The FAS is the basic monthly salary received at the time of retirement, provided a member has held the same position or rank for 12 months preceding the date of retirement. Otherwise, it is the average of the highest consecutive 24 months' salary within the last 10 years of service. A cost-of-living allowance is granted (based on the Consumer Price Index).

LEOFF Plan 1 provides death and disability benefits. Death benefits for survivors of Plan 1 members on active duty consist of the following: (1) If there is an eligible spouse, 50 percent of the FAS, plus 5 percent of the FAS for each eligible surviving child, with a limitation on the combined benefit of 60 percent of the FAS; or (2) If there is no eligible spouse, eligible children receive 30 percent of the FAS for the first child plus 10 percent for each additional child, subject to a 60 percent limitation of the FAS, divided equally.

A one-time duty-related death benefit is provided to the beneficiary or the estate of a LEOFF Plan 1 member who dies as a result of injuries or illness sustained in the course of employment, or if the death resulted from an occupational disease or infection that arose naturally and proximately out of the member's covered employment, if found eligible by the Department of Labor and Industries.

The LEOFF Plan 1 disability benefit is 50 percent of the FAS plus 5 percent for each child up to a maximum of 60 percent. Upon recovery from disability before the age of 50, a member is restored to service with full credit for service while disabled. Upon recovery after the age of 50, the benefit continues as the greater of the member's disability benefit or service retirement benefit. LEOFF Plan 2 members are vested after the completion of five years of eligible service.

Plan 2 members are eligible for retirement at the age of 53 with five years of service, or at age 50 with 20 years of service. Plan 2 members receive a benefit of 2 percent of the FAS per year of service (the FAS is based on the highest consecutive 60 months), actuarially reduced to reflect the choice of a survivor option. Members who retire prior to the age of 53 receive reduced benefits. If the member has at least 20 years of service and is age 50, the reduction is 3 percent for each year prior to age 53. Otherwise, the benefits are actuarially reduced for each year prior to age 53. A cost-of-living allowance is granted (based on the Consumer Price Index), capped at 3 percent annually.

LEOFF Plan 2 provides disability benefits. There is no minimum amount of service credit required for eligibility. The Plan 2 benefit amount is 2 percent of the FAS for each year of service. Benefits are reduced to reflect survivor option choice and for each year that the member's age is under 53, unless the disability is duty-related. If the member has at least 20 years of service and is age 50, the reduction is 3 percent for each year prior to age 53.

A disability benefit equal to 70 percent of their FAS, subject to offsets for workers' compensation and Social Security disability benefits received, is also available to those LEOFF Plan 2 members who are catastrophically disabled in the line of duty and incapable of future substantial gainful employment in any capacity. Effective June 2010, benefits to LEOFF Plan 2 members who are catastrophically disabled include payment of eligible health care insurance premiums.

Members of LEOFF Plan 2 who leave service because of a line of duty disability are allowed to withdraw 150 percent of accumulated member contributions. This withdrawal benefit is not subject to federal income tax. Alternatively, members of LEOFF Plan 2 who leave service because of a line of duty disability may be eligible to receive a retirement benefit of at least 10 percent of FAS and 2 percent per year of service beyond five years. The first 10 percent of the FAS is not subject to federal income tax.

LEOFF Plan 2 retirees may return to work in an eligible position covered by another retirement system, choose membership in that system and suspend their pension benefits, or not choose membership and continue receiving pension benefits without interruption.

A one-time duty-related death benefit is provided to the beneficiary or the estate of a LEOFF Plan 2 member who dies as a result of injuries or illness sustained in the course of employment, or if the death resulted from an occupational disease or infection that arose naturally and proximately out of the member's covered employment, if found eligible by the Department of Labor and Industries.

Benefits to eligible surviving spouses and dependent children of LEOFF Plan 2 members killed in the course of employment include the payment of eligible health care insurance premiums.

Legislation passed in 2009 provides to the Washington state registered domestic partners of LEOFF Plan 2 members the same treatment as married spouses, to the extent that the treatment is not in conflict with federal laws.

LEOFF members meeting specific eligibility requirements have options available to enhance their retirement benefits. Some of these options are available to their survivors.

There are 374 participating employers in LEOFF. Membership in LEOFF consisted of the following as of the latest actuarial valuation date for the plans of June 30, 2012:

Retirees and Beneficiaries Receiving Benefits	10,189
Terminated Plan Members Entitled to But Not Yet Receiving Benefits	689
Active Plan Members Vested	14,273
Active Plan Members Non-vested	2,633
Total	27,784

Funding Policy

Employer and employee contribution rates are developed by the Office of the State Actuary to fully fund the plans. Starting on July 1, 2000, Plan 1 employers and employees contribute zero percent, as long as the plan remains fully funded. Plan 2 employers and employees are required to pay at the level adopted by the LEOFF Plan 2 Retirement Board.

The Legislature, by means of a special funding arrangement, appropriates money from the state General Fund to supplement the current service liability and fund the prior service costs of Plan 2 in accordance with the recommendations of the Pension Funding Council and the LEOFF Plan 2 Retirement Board. This special funding situation is not mandated by the state constitution and could be changed by statute. For DRS' Fiscal Year 2013, the state contributed \$54.2 million to LEOFF Plan 2.

The methods used to determine the contribution requirements are established under state statute in accordance with Chapters 41.26 and 41.45 RCW. The required contribution rates expressed as a percentage of current-year covered payroll, as of December 31, 2013, are as follows:

	LEOFF Plan 1	LEOFF Plan 2
Employer*	0.18%	5.23%**
Employee	0.00%	8.41%
State	N/A	3.36%

*The employer rates include the employer administrative expense fee currently set at 0.18%.

** The employer rate for ports and universities is 8.59%.

Both the County and the employees made the required contribution. The County's required contributions for the years ended December 31 were as follows:

	LEOFF Plan 1	LEOFF Plan 2
2013	\$299	\$644,542
2012	\$330	\$635,779
2011	\$449	\$603,225

3. *Public Safety Employees' Retirement System (PSERS) Plan 2*

Plan Description

PSERS was created by the 2004 Legislature and became effective July 1, 2006. PSERS retirement benefit provisions have been established by Chapter 41.37 RCW and may be amended only by the State Legislature. PSERS is a cost-sharing multiple-employer retirement system comprised of a single defined benefit plan, PSERS Plan 2.

PSERS membership includes:

- PERS 2 or 3 employees hired by a covered employer before July 1, 2006, who met at least one of the PSERS eligibility criteria and elected membership during the period of July 1, 2006 to September 30, 2006; and
- Employees, hired on or after July 1, 2006 by a covered employer, that meet at least one of the PSERS eligibility criteria.

Covered Employees include:

- State of Washington agencies: Department of Corrections, Department of Natural Resources, Gambling Commission, Liquor Control Board, Parks and Recreation Commission, and Washington State Patrol;
- Washington State counties;
- Washington State cities except for Seattle, Spokane and Tacoma; and
- Correctional entities formed by PSERS employers under the Interlocal Cooperation Act.

To be eligible for PSERS, an employee must work on a full-time basis and:

- Have completed a certified criminal justice training course with authority to arrest, conduct criminal investigations, enforce the criminal laws of Washington and carry a firearm as part of the job; or
- Have primary responsibility to ensure the custody and security of incarcerated or probationary individuals; or
- Function as a limited authority Washington peace officer, as defined in RCW 10.93.020; or
- Have primary responsibility to supervise eligible members who meet the above criteria.

PSERS retirement benefits are financed from a combination of investment earnings and employer and employee contributions. Employee contributions to the plan accrue interest at a rate specified by the Director of DRS. During DRS' Fiscal Year 2013, the rate was five and one-half percent compounded quarterly. Members in PSERS Plan 2 can elect to withdraw

total employee contributions and interest thereon, in lieu of any retirement benefit, upon separation from PSERS-covered employment.

PSERS Plan 2 members are vested after completing five years of eligible service. PSERS members may retire with a monthly benefit of 2 percent of the average final compensation (AFC) at the age of 65 with five years of service, or at the age of 60 with at least 10 years of PSERS service credit, or at age 53 with 20 years of service. The AFC is the monthly average of the member's 60 consecutive highest-paid service credit months. There is no cap on years of service credit; and a cost-of-living allowance is granted (based on the Consumer Price Index), capped at 3 percent annually.

PSERS members who retire prior to the age of 60 receive reduced benefits. If retirement is at age 53 or older with at least 20 years of service, a 3 percent per year reduction for each year between the age at retirement and age 60 applies.

PSERS Plan 2 provides disability benefits. There is no minimum amount of service credit required for eligibility. The monthly benefit is 2 percent of the AFC for each year of service. The AFC is based on the member's 60 consecutive highest creditable months of service. Benefits are actuarially reduced for each year that the member's age is less than 60 (with ten or more service credit years in PSERS), or less than 65 (with fewer than ten service credit years). There is no cap on years of service credit, and a cost-of-living allowance is granted (based on the Consumer Price Index), capped at 3 percent annually.

PSERS members meeting specific eligibility requirements have options available to enhance their retirement benefits. Some of these options are available to their survivors. A one-time duty-related death benefit is provided to the beneficiary or the estate of a PSERS member who dies as a result of injuries or illness sustained in the course of employment, or if the death resulted from an occupational disease or infection that arose naturally and proximately out of the member's covered employment, if found eligible by the Department of Labor and Industries.

There are 75 participating employers in PSERS. Membership in PSERS consisted of the following as of the latest actuarial valuation date for the plan of June 30, 2012:

Retirees and Beneficiaries Receiving Benefits	27
Terminated Plan Members Entitled to But Not Yet Receiving Benefits	60
Active Plan Members Vested	2,083
Active Plan Members Non-vested	2,167
Total	4,337

Funding Policy

Each biennium, the state Pension Funding Council adopts Plan 2 employer and employee contribution rates. The employer and employee contribution rates for Plan 2 are developed by the Office of the State Actuary to fully fund Plan 2.

The methods used to determine the contribution requirements are established under state statute in accordance with Chapters 41.37 and 41.45 RCW. The required contribution rates expressed as a percentage of current-year covered payroll, as of December 31, 2013, are as follows:

	PSERS Plan 2
Employer*	10.54%
Employee	6.36%

* The employer rate includes an employer administrative expense fee of 0.18%.

Both the County and the employees made the required contributions. The County's required contributions for the year ending December 31 were as follows:

	PSERS Plan 2
2013	\$477,078
2012	389,634
2011	341,527

NOTE 16 – DEFERRED COMPENSATION PLAN

The County maintains an Internal Revenue Code (IRC) Section 457 plan for all permanent employees. Section 457 requires that the assets and income of the plans be held in trust for the exclusive benefit of participants and their beneficiaries. Monthly contributions to the plan are deducted from the wages of employees who choose to participate as prescribed by federal law and regulations. The contributions are deposited with a third party in the County's name and in trust on behalf of the County's employees.

The County has adopted Governmental Accounting Standard Board Statement No.32, *Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans*. The County has little administrative involvement and does not perform the investing functions for this plan, therefore, this plan is not shown in the County's financial statements.

As of December 31, 2013, the County had 1,352 employees participating in the 457 plan, having accumulated deposits with a fair value of \$68,467,004. The County contracts with a sole provider in order to reduce the cost of participation to employees, provide better fund options, and improve service with more financial planning meetings.

NOTE 17 – OTHER POSTEMPLOYMENT BENEFIT (OPEB) PLANS

In addition to providing pension benefits, the County has elected to provide health care benefits under two single-employer defined benefit plans to the retirees of the County; one for *Law Enforcement Officers' & Fire Fighters' Retirement* (LEOFF 1) (see note 17.B.) and the second OPEB plan for all other retirees (PERS and LEOFF 2) (see note 17 A.). There are no stand-alone financial reports produced for the OPEB plans.

The County did not establish an irrevocable trust (or equivalent arrangement) to account for either plan. Instead, the activities of the plans are reported in the County's benefits service account. The following describes each plan separately.

A. Retired PERS AND LEOFF 2 Employees

Plan Description

The County has elected to provide certain public employee groups with a single-employer defined benefit retiree healthcare plan. The healthcare plan provides post-retirement medical and vision coverage for eligible retirees, their spouses, domestic partners, and dependents on a self-pay basis. The County establishes the benefit provisions and the premium rates are set by

the health insurance carrier, plus a 2% administration fee. Eligible participants may select from one of the County's two healthcare plans: the Regence Blue Cross or the Kaiser HMO plan. The benefits provided to retirees under age 65 is generally less than the coverage provided to employees. Coverage under these plans is provided to retirees, spouses, and domestic partners. Dependent children are covered until age 26. Each health insurance carrier offers a health plan for retirees who are eligible for Medicare.

The premium rates for eligible retirees and their dependents (other than Kaiser's Senior Advantage) are based on the experience of all plan members, including both active employees and retirees. The difference between retiree claims costs, which because of the effect of age is generally higher in comparison to all plan members, and the amount of retiree healthcare premiums represents the County's implicit employer contribution. The premium rates for the Kaiser Senior Advantage are based on a "community rated" Medicare supplemental healthcare program and are assumed to generate no implicit employer contribution.

Annual OPEB Cost and Net OPEB Obligation

The County's annual other post-employment benefit cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance within the parameters of GASB 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the County's annual OPEB cost for the fiscal year ending December 31, 2013, the amount actually contributed to the plans, and changes in the County's net OPEB obligation:

Annual OPEB Contribution	\$ 199,364
Interest on Net OPEB	28,814
Adjustments to the annual required contribution	<u>(47,576)</u>
Annual OPEB cost (expense)	180,602
Estimated Contributions	<u>(90,643)</u>
Increase in the net OPEB obligation	89,959
Net OPEB obligation, beginning of year	<u>960,476</u>
Net OPEB obligation, end of year	<u><u>\$ 1,050,435</u></u>

The County's annual OPEB cost, the contribution, the percentage of annual OPEB cost contributed to the plans, and the net OPEB obligation for 2013 and the two preceding years were as follows:

Fiscal Year Ending December 31	Annual OPEB Cost	Contribution	Percentage of Annual OPEB cost Contributed	NET OPEB Obligation
2011	\$ 232,615	\$ 115,884	49.82%	\$ 864,802
2012	230,335	134,661	58.46%	960,476
2013	180,602	90,643	50.19%	1,050,435

Funding Policy

The County has authority to establish and amend contribution requirements. The required contribution is based on the projected pay-as-you-go financing requirements. Since the County's healthcare plan is experience rated, the annual required contributions can fluctuate. For the fiscal year ending December 31, 2013, the County's combined plan contributions were \$90,643.

Funding Status and Funding Progress

As of December 31, 2013, the most recent actuarial valuation date, the actuarial accrued liability and the unfunded actuarial accrued liability for benefits was \$1,948,128. The covered payroll (annual payroll of active employees covered by the plan) was \$96,587,342 and the ratio of the UAAL to the covered payroll was 2.0 percent. The actuarial value of assets was zero.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events into the future. Examples include assumptions about the future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information, following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of the plan assets is increasing or decreasing over time, relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

The December 31, 2013 actuarial valuation for the retiree healthcare plan was based on the level percent of pay method. The actuarial assumption for the valuation included an investment return of 3.0%. The healthcare plan actuarial valuation assumed that the medical premiums for Regence increase at initial rates of 3% and 6%, for general service and public safety employees respectfully. The assumed rate of increase for general service employees increases by 0.5% per year, stabilizing at a 4.5% annual increase. The assumed rate of increase for public safety employees decreases by 0.5% per year, stabilizing at a 4.5% annual increase. The healthcare cost inflation rates are the only assumed inflation rates considered. The unfunded actuarially accrued liability and the gains or losses for the plan are amortized as a level dollar amount over an open 30-year period.

C. Retired LEOFF I Employees

Plan Description

The County provides all health insurance benefits for retired public safety employees who are vested in LEOFF I. All County LEOFF I employees may become eligible for these benefits if they reach normal retirement age while working for the County. The County has used the alternative measurement method permitted by GASB Statement 45.

There are 52 participants eligible to receive these benefits. There are currently two LEOFF I members employed at the County who have not yet retired and two other former LEOFF I members who have retired but returned to work at the County in a different capacity. None of these four participants receive LEOFF I medical benefits. The benefits are 100 percent provided by the County in order to meet State statutory requirements under the LEOFF I system, whereby the County pays their medical and dental premiums and out-of-pocket medical costs for life.

Funding Policy

The County has authority to establish and amend contribution requirements. The required

contribution is based on the projected pay-as-you-go financing requirements. Since the County's healthcare plan is experience rated, the annual required contributions can fluctuate. For the fiscal year ending December 31, 2013, the County's combined plan contributions were \$394,024.

Annual OPEB Cost and Net OPEB Obligation

The County's annual other post-employment benefit cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount determined in accordance within the parameters of GASB 45 using the alternative method. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded liabilities (or funding excess) over a period of seventeen years. The following table shows the components of the County's annual OPEB cost for the fiscal year ending December 31, 2013, the amount actually contributed to the plans, and changes in the County's net OPEB obligation:

Annual required contribution	\$ 232,513
Interest on net OPEB obligation	(13,828)
Adjustments to the annual required contribution	<u>27,114</u>
Annual OPEB cost (expense)	245,799
Contributions made	<u>(394,024)</u>
Decrease in the net OPEB obligation	(148,225)
Net OPEB obligation, beginning of year	<u>(460,924)</u>
Net OPEB obligation, end of year	\$ <u>(609,149)</u>

The County's annual OPEB cost, the contribution, the percentage of annual OPEB cost contributed to the plans, and the net OPEB obligation for 2013 and the two preceding years were as follows:

Fiscal year Ending <u>December 31</u>	Annual <u>OPEB Cost</u>	<u>Contribution</u>	Percentage of Annual OPEB Cost <u>Contributed</u>	Net OPEB <u>Obligation</u>
2011	\$320,529	\$391,083	122%	(\$309,580)
2012	279,782	431,126	154%	(\$460,924)
2013	245,799	394,024	160%	(\$609,149)

Funding Status and Funding Progress

As of December 31, 2013, the most recent valuation date, the actuarial accrued liability for benefits was \$3,952,729, all of which was unfunded. The actuarial value of assets was zero. The covered payroll (annual payroll of active employees covered by the plan) was \$294,725, and the ratio of the unfunded actuarial accrued liability to the covered payroll was 1,341.2 percent.

Valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events into the future. Examples include assumptions about the future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Methods and Assumptions

Due to the size of the plan (less than 100 participants) the County elected to use the alternative method for valuation. Projections of benefits for financial reporting purposes are based on the

substantive plan (the plan understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The methods and assumptions used are designed to reduce the effects of short-term volatility in accrued liabilities and the value of assets, consistent with the long-term perspective of the calculations.

The December 31, 2013 valuation for LEOFF I retiree healthcare plan was based on the entry age normal method. The assumption for the valuation included an investment return of 3.0%. The healthcare plan actuarial valuation included healthcare cost inflation trend rates of 6.0% in 2012 and 2013 and decreasing to 5.0% in 2014 and for the remainder of the plan. The healthcare cost inflation rates are the only assumed inflation rates considered. Unfunded accrued liability and the gains or losses for the plan are amortized as a level dollar amount over a period of 17 years on a closed basis.

NOTE 18 – IMPACT FEES

Clark County has adopted impact fee ordinances in past years to ensure that adequate facilities are available to serve new growth and development. An impact fee is levied as a condition of issuance of a building permit or development approval. Customers may be entitled to a non-refundable credit against the applicable impact fee component for the fair value of appropriate dedications of land, improvements, or construction of system improvements provided by the development. In the event that the amount of the credit is calculated to be greater than the amount of the impact fee due, the customer may apply the excess credit toward impact fees imposed on other developments within the same service area. In 2013, there were \$443,498 in traffic impact fee credits granted. The amount of credits applied toward traffic impact fees in 2013 was \$29,317. The amount of credits that may be applied against future traffic impact fees is \$6,499,207 at December 31, 2013.

In 2013, Clark County assumed park impact fee credits from the City of Vancouver that pertain to County park districts, in the amount of \$62,481. The County does not issue park impact fee credits, so this amount should continually be reduced until all existing credits are used.

The County does not report impact fee credits as liabilities in the fund financial statements because they are viewed as reductions of future revenues, which are not yet earned. Impact fees are not due until a certificate of occupancy is issued.

NOTE 19 –RISK MANAGEMENT

Clark County is exposed to various risks of loss related to torts; thefts, damage, and/or destruction of assets; errors and omissions; and natural disaster, for which the County either carries commercial insurance, is self-insured or belongs to a risk pool.

A. Risk Pool

Clark County is one of twenty-seven members of the Washington Counties Risk Pool (“Pool”). The Pool was formed August 18, 1988 after an Interlocal (Cooperative) Agreement under Chapter 39.34 RCW was approved by several Washington counties. The agreement and cooperative created a mechanism to provide member counties with “joint” programs and services including self-insurance, purchasing of insurance, and contracting for or hiring of personnel to provide administrative services, claims handling, and risk management. Washington’s pools operate under the state’s “pooling” laws and regulations, more specifically, RCW 48.62 RCW and WAC 200.100. They must be first approved and then are overseen by the State Risk Manager, and they are subject to annual fiscal audits performed and issued by the State Auditor’s Office.

Noteworthy is the definition of “insurer” within RCW 48.01.050 for application of the Washington

Insurance Code, which reflects the following:

Two or more local government entities, under any provision of law, that join together and organize to form an organization for the purpose of jointly self-insuring or self-funding are not an “insurer” under this code.

Thus, under Washington law the Pool is not an insurance company, and therefore, not subject to the rules governing insurance policy interpretation.

Members contract initially under the Interlocal Agreement to remain in the Pool for at least five years. Following the initial term, a county may terminate its membership at the conclusion of any Pool fiscal year, provided the county timely files its required advance written notice; otherwise, the Interlocal Agreement and memberships automatically renew for another year. Even after termination, former members remain responsible for reassessments by the Pool for the members’ proportional shares of any unresolved, unreported, and in-process claims for the periods that the former members were signatories to the Interlocal Agreement.

Joint Self-Insurance Liability Program (“JSILP”): The Pool has been providing its membership with occurrence-based, jointly purchased and/or jointly self-insured 3rd-party liability coverage since October 1, 1988 for bodily injury, personal injury, property damage, errors and omissions, and advertising injury caused by an occurrence during the policy period and occurring anywhere in the world. Total coverage limits have grown from the \$1 million limit that existed during the Pool’s initial two insuring months to \$5 million, then to \$10 million and onto \$15 million before reaching the \$20 million occurrence limit that has existed since October 1, 2003. There are no aggregate limits to the payments the WCRP makes for any one member county or all member counties combined.

The initial \$10 million in coverage is jointly self-insured. The remaining JSILP coverage, up to \$15 million, is acquired as “following form” excess insurance from higher rated commercial carriers. Member counties annually select a deductible amount applicable to each occurrence from these options: \$10,000, \$25,000, \$50,000, \$100,000, \$250,000 or \$500,000. The County has chosen a \$500,000 deductible for 2013.

Reinsurance is acquired from higher rated carriers as well to protect the Pool directly and its member counties indirectly from larger-valued losses. The reinsuring program is written with a self-insured retention (“SIR”) equal to the greater of the applicable member’s deductible or \$100,000. The reinsuring agreements also include first and second layer corridor elements – to \$1 million and from \$1 to \$2 million – with cumulative (WCRP) retentions of \$2.95 and \$0.65 million and annual aggregate limits of \$40 and \$20 million respectively.

Washington Counties Property Program (“WCPP”)

The WCPP includes All Other Peril coverage limits of \$500 million per occurrence for losses to buildings and contents, vehicles, mobile/contractors equipment, EDP and communication equipment, etc., as well as Flood and Earthquake (catastrophe) coverage with separate occurrence limits, each being \$200 million. All Other Perils coverage limits apply to any occurrence, even those affecting more than one participating county, and there are no annual (AOP) aggregate limitations. Flood and Earthquake coverage each include annual aggregate limits of \$200 million. The WCPP coverage also includes sub-limited items, e.g. Equipment Breakdown / Boiler & Machinery (\$100 million), Special Flood Hazard Areas (\$25 million). And

there are endorsements for Green Construction Upgrades, Reproduction Coverage for Historic Structures, and Terrorism (\$20 million).

AOP occurrence deductibles, which the participating counties select annually and which the

counties are solely responsible for paying, range between \$5,000 and \$50,000. Higher deductibles are applicable to losses resulting from catastrophe relevant losses. The County has selected a \$50,000 deductible.

Other Insurances: Several member counties also use the Pool's contracted producer (broker) to secure other (specialty) insurances. Examples include public officials bonds and crime (and fidelity), cyber risks/security, special events/concessionaires, underground storage tank and other environmental hazards insurance coverage.

Governance / Oversight: The Pool is governed by a board of directors consisting of one director (and at least one alternate director) appointed by each member county. The Board, which is made up of both elected and appointed county officials, meets three times each year with the summer meeting being the Pool's Annual Meeting. The board of directors is responsible for a) determining the extent of the 3rd-party self-insured liability coverage to be offered (approving the insuring document or coverage form), b) selecting the reinsurance program(s) to acquire and the excess insurance(s) to be jointly purchased or offered for optional purchase by the member counties, c) approving the Pool's annual operating budget(s) and work program(s), and d) approving the members' deposit assessment and reassessment formulas for the policy year ensuing and for any deficient prior period(s).

Regular oversight of the Pool's operations is provided by an 11-person executive committee selected from and by the WCRP Board. Committee members are elected to staggered, 3-year terms. The Committee meets several times throughout each policy year to: a) approve all WCRP disbursements and review the Pool's financial health; b) approve case settlements exceeding the applicable member's deductible by at least \$50,000; c) review all claims with incurred loss estimates exceeding \$100,000; and d) evaluate the Pool's operations and program deliverables as well as the Executive Director's performance. Committee members are expected to participate in the Board's standing committees (finance, personnel, risk management, and underwriting) for development or review/revision of the organization's policies and coverage documents.

Contingent Liability: The Pool is a cooperative program with joint liability amongst its participating members. Contingent liabilities occur when assets are not sufficient to cover liabilities. Deficits of the Pool resulting from any fiscal year are financed by reassessments (aka retroactive assessments) placed upon the deficient year's membership in proportion with the deposit assessments initially levied and collected. The Pool's reassessments receivable balance at December 31, 2013 was ZERO (\$0) as there were no known contingent liabilities at that time.

The Washington Counties Risk Pool publishes an annual report that includes financial summaries. This report can be accessed at www.wcrp.info/reports.asp. Additional information can be obtained by contacting the Washington Counties Risk Pool at 2558 R.W. Johnson Rd SW, Suite 106; Tumwater WA 98512-6103; Phone: (360) 292-4500.

B. General Liability Insurance

The claims and judgment liability amount for this fund is reported based on an accumulation of the County's deductible due for all outstanding claims, where it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). Non-incremental claims adjustment expenses have not been included in the calculation for claims and judgments. The following schedule reconciles the current year and the prior year claim liability:

	2013	2012
Beginning claims liability	\$ 3,749,248	\$ 4,082,000
Claims incurred during the year and changes in estimates for claims of prior periods (including IBNRs)	1,482,301	636,143
Payments made on claims	(1,036,849)	(968,895)
Ending claims liability	<u>\$ 4,194,700</u>	<u>\$ 3,749,248</u>

As of December 31, 2013, the County had current assets in the General Liability Insurance Fund of \$2.4 million.

C. Other Self-Insurance Funds

The County is self-insured for unemployment insurance claims and for workers' compensation claims which are administered by a 3rd party, except as noted below. Current assets set aside at December 31, 2013 for these claims are \$1.4 million and \$1.3 million, respectively. There were no significant claims outstanding against the unemployment insurance fund assets at December 31, 2013. The estimated claims liability at December 31, 2013 is \$151,245. The County maintains a \$1 million commercial policy for excess worker's compensation claims, with a \$750,000 deductible. There were no settlements that exceeded the insurance coverage in 2011, 2012 or 2013.

The workers' compensation liability is summarized below. The claims and judgment liability of the fund is reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNRs). Non-incremental claims adjustment expenses have not been included in the calculation for claims and judgments. The following schedule reconciles the current year and the prior year claim liability:

	2013	2012
Beginning claims liability	\$ 4,065,000	\$ 3,635,000
Claims incurred during the year and changes in estimates for claims of prior periods (including IBNRs)	1,236,180	1,923,316
Payments made on claims	(1,188,180)	(1,493,316)
Ending claims liability	<u>\$ 4,113,000</u>	<u>\$ 4,065,000</u>

NOTE 20 – RESTRICTED NET POSITION

Clark County's government-wide statement of net position reports a restricted net position of \$101.7 million, of which \$32.0 million is restricted by enabling legislation; \$36.2 million by various federal and state laws; \$31.4 million by grantors and other contracts; and \$2.1 million by bond covenants and debt service.

NOTE 21 - CONTINGENCIES AND LITIGATIONS

The County participates in several Federal, State, and local grant programs. The grants are subject to an annual audit examination that includes compliance with granting agency terms and provisions, and with Federal and State regulations. Failure to adequately comply with the provisions could result in a requirement to repay funds to the granting agency. Disallowed expenditures cannot be determined at this time, although it is expected that such amounts would be immaterial.

The County has been named as a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, the County is of the opinion that present reserves are

available to adequately cover potential settlements without adversely affecting the financial condition of the County.

NOTE 22- JOINT VENTURE

The County has entered into one joint venture with the City of Vancouver and other local governments in the establishment and operation of the Clark Regional Emergency Services Agency (CRESA). CRESA was created by agreement under the Inter-local Cooperation Act (RCW 39.34). The purpose of CRESA is to equip and operate a consolidated public safety communications service. CRESA is a separate reporting entity and each participant's share of authority is defined by the terms of the enabling charter of the venture. Clark County has a 31% interest in the equity and operations of CRESA. Control of this joint venture is shared equitably by the controlling organizations. This entity is reported as a governmental fund joint venture. As such, the County's share of ownership is reported in the governmental activities column of the Statement of Net Position, as equity interest in a joint venture. This equity interest is accounted for using the equity method that reflects the County's investment in operations and net worth on the basis of contribution and participation. The equity interest primarily represents interest in capital assets and is reported in the Governmental Fund column of the Statement of Net Position. The County's share of the 2013 increase in net position was \$1,111,393 and our equity interest was \$3,868,826 at the end of 2013. Separate financial statements for the joint venture can be obtained from CRESA, 710 W. 13th Street, Vancouver, Washington 98660.

Clark County is involved in a related party transaction with CRESA. Clark County collects telephone access fees (911 taxes) that up until January 1, 2011 were used to pay for a Clark County bond issue that financed the CRESA building and some radio equipment. Transactions involving the bond issue and repayment, as well as other capital acquisitions, flow through the County's CAD System Replacement capital project fund (CAD Fund). On December 31, 2009, the building bond was paid off and the equipment bond will be retired in 2016. Until the debt is retired, the equipment will remain under the ownership of Clark County.

The CAD Fund is administered by CRESA. The fund's resources come from CRESA users, including joint venture members. Effective January 1, 2011, the 911 tax can only be used to offset 911 operating expenses, so the 911 tax is deposited into CRESA funds, rather than the CAD Fund. This leaves the funding for the future radio replacement and the remaining bond payments the responsibility of CRESA stakeholders. CRESA transfers excess funds (which include joint venture member contributions) into the CAD Fund annually. Under CRESA's direction, the fund purchases equipment which is donated to CRESA. The deposit payable of \$2,927,654 at December 31, 2013 represents funds held for future equipment purchases.

NOTE 23 - POLLUTION REMEDIATION

Leichner Landfill

In December, 2012, the County acquired the property formerly known as the Leichner Landfill (the Property). The Property was previously owned and operated by Leichner Brothers Landfill Reclamation Corporation (LBLRC) and was closed in December 1991. Between 1988 and 1996, LBLRC, Clark County (County), the City of Vancouver (City), Washington Utilities and Transportation Commission, and Washington State Department of Ecology (DOE) entered into a series of agreements regarding closure and post-closure maintenance and monitoring of the landfill. The Property is currently in the post remediation monitoring stage.

In 1988 the County entered into a Solid Waste Reduction and Disposal Agreement with LBLRC to direct the flow of solid waste and establish the Leichner Landfill Financial Assurance Reserve Fund (FARF). FARF, known as the Solid Waste Closure Fund, was established by the County for the sole purpose of accumulating disposal fees collected by LBLRC from 1988 until closure in 1991. In addition to the fees collected, the County contributed other resources. These funds were designated to pay for environmental compliance, closure, and self-insurance of the solid waste landfill.

The Revised Environmental Compliance Budget submitted to DOE for 2012 indicates that the remediation project is fully funded through 2021, the end of the 30 year post-closure monitoring period. This budget is the basis for the estimates for the year ending December 31, 2013. The remaining estimated liability is approximately \$8.2 million. This is measured at current value. If FARF is depleted before the end of required maintenance and monitoring, the County is required through agreement to utilize rate capacity at the County contracted transfer stations under RCW 36.58 to continue to fund the project.

This estimated liability was prepared using the Expected Cash Flow Technique, which measures the liability as the sum of probability weighted amounts in a range of possible estimated amounts. This is an estimate only and potential for change exists resulting from price increases or reductions, technology, or changes in applicable laws or regulations. The estimates and assumptions will be re-evaluated on an annual basis.

Camp Bonneville

Camp Bonneville is a 3,840 acre piece of property within Clark County that was formerly used by the US Army as a military reservation and training camp. From February 2003 to October 2006, the Army conducted investigations and cleanup actions at Camp Bonneville under an Enforcement Order issued by the Washington State Department of Ecology (Ecology). In 2006, the County entered into an Environmental Services Cooperative Agreement (ESCA) with the Army for the funding and cleanup of Camp Bonneville with the understanding that once the remediation was complete, the property would be owned and operated by the County. The ESCA provided that all funding would be provided by the Army and initially included approximately \$28 million for munitions cleanup and related insurance for the Camp Bonneville site. Under the 2006 agreement, ownership of Camp Bonneville was temporarily transferred to a nonprofit corporation to manage cleanup of the site.

In 2011 the contract with the nonprofit for the cleanup of Camp Bonneville was terminated and the ownership of Camp Bonneville was transferred to the County. In May 2012, Clark County contracted with Weston Solutions, Inc. to perform Phase 1 of the clean-up. This phase performs a clearance to 14" in the Central Valley Floor. Ecology continues to be involved in the over site of the cleanup work. An agreement with Ecology stipulates that the County is only responsible for remediation of the site to the extent that the Army provides the funds for such work. Therefore, the Army is financially responsible for the cleanup of this property and there is no known liability for the County.

NOTE 24 - PRIOR PERIOD ADJUSTMENTS

Government wide Statement of Activities – Prior Period Adjustments

The Government wide Statement of Activities shows the following prior period adjustments for capital asset activities, in addition to the prior period adjustments shown in the fund statements.

- The Tri-Mountain Golf Course O&M Fund was moved from a non-major special revenue fund to a non-major enterprise fund, based on a review of the fund's activity. This is a correction from how the fund has been reported in the past. As a result, the

governmental activities column includes a (\$7,955,942) prior period adjustment, for the loss on the golf course capital assets that are now reported as business-type capital assets (this adjustment falls into the government-wide statements, since governmental capital assets are only displayed in the government wide statements and not in the governmental fund statements) .

- The County booked capital asset contributions made in previous years that included \$151,127 for vehicles acquired through a drug enforcement program and \$583,620 for road right of way land contributed by developers.

Governmental Fund Statements Prior Period Adjustments

In 2013 the County received \$6,242,199 in property tax and sales tax for 2012 and prior years that should have been recognized as available at the end of 2012. Of this amount, which is reported as a prior year adjustment, \$2,434,805 is in the General Fund, \$158,620 is in the County Roads Major Special Revenue Fund, and the remainder of \$3,648,774 is reported in the following non-major special revenue funds: Special Law Enforcement, CRESA Emergency Service Communications, CJA-1% Sales Tax, Mental Health Sales Tax Fund, and Law & Justice Sales Tax Fund.

In addition to the sales and property tax adjustments, the General Fund also reported a prior period adjustment of \$888,015, as a result of closing the nonmajor special revenue GIS Fund and including those activities into the General Fund. The GIS fund did not qualify as a special revenue fund, and the amount of the prior period adjustment is the fund balance of the GIS fund at the end of 2012. Likewise, the GIS Fund is represented on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances for nonmajor special revenue funds, reporting no activity other than the (\$888,015) prior period adjustment.

An advance between two funds was omitted in the 2012 financial statements. To correct this, the Metropolitan Parks District Special Revenue Fund reports a \$3,000,000 prior period adjustment that is offset with an interfund advance payable from the Parks Dedicated ¼% REET Capital Projects Fund, which reports a (\$3,000,000) prior year adjustment and an interfund advance due to the parks REET fund.

The Tri-Mountain Golf Course O&M Fund was moved from a nonmajor special revenue fund to a non-major enterprise fund, based on a review of the fund's activity. This is a correction from how the fund has been reported in the past. This fund is represented on the Combining Statement of Revenues, Expenditures, and Changes in Fund Balances for nonmajor special revenue funds, reporting no activity other than the a \$227,744 prior period adjustment, which offsets its fund balance as of December 31, 2012.

The Mental Health Grants nonmajor special revenue fund refunded unspent grant revenue from 2012 on two state grants. The total amount refunded was (\$46,892), which is reported as a prior period adjustment.

Proprietary Fund Statement - Prior Period Adjustments

The Sanitary Sewer Major Enterprise Fund refunded a 2012 overpayment to the Clark Regional Wastewater District, in the amount of (\$80,726). This was reported as a prior period adjustment.

The Clean Water Major Enterprise Fund reported a prior year adjustment of \$77,145 for stormwater land contributed by developers in prior years.

As discussed above, the Tri-Mountain Golf Course O&M Fund was reclassified from a nonmajor special revenue fund to a nonmajor enterprise fund. This re-classification caused

a prior period adjustment of \$7,728,198. This includes an adjustment of \$7,955,942 for the recognition of the funds capital assets and (\$227,744) for the ending fund balance in the fund at December 31, 2012.

NOTE 25- OTHER DISCLOSURES

A. The Governmental Accounting Standards Board Statement # 65 (GASB 65)

The County implemented GASB 65, Items Previously Reported as Assets and Liabilities. This established accounting and financial reporting standards that reclassify, as *Deferred Outflows of Resources or Deferred Inflows of Resources*, certain items that were previously reported as *Assets* and *Liabilities* and recognizes, as *Outflows of Resources* or *Inflows of Resources*, certain items that were previously reported as *Assets* and *Liabilities*. The statement of net position was modified to include new sections, entitled “Deferred inflows of resources” and “Deferred outflows of resources”.

Further, the Statement of Activities presents restated January 1 fund balance due to a change in accounting principles of (\$786,981) to remove the bond issue discounts that are to be recorded as a current period expense rather than deferred over the life of the bonds.

B. Change in Accounting Estimate- Road Infrastructure Capital Assets

In 2003, Clark County elected to use the modified approach in reporting roads. Under this method, preservation costs are expensed, rather than adding to the value of the capital asset, and the assets are treated as inexhaustible assets, rather than establishing a useful life and recording depreciation. Road infrastructure was reported under the modified approach from 2003 through 2012, during which time the roads were not depreciated. The County did not meet the requirement (necessary for reporting using the modified approach) of completing road assessments within a three year cycle as December 31, 2012. Therefore road infrastructure is no longer eligible for reporting under the modified approach.

As a result, a useful life of 40 years and salvage values of 10% were applied to each road asset, and depreciation was assessed and reported against road infrastructure assets (\$27 million for 2013) in the government-wide financial statements for the first time since the County adopted the modified approach in 2003. In addition, road preservation costs of \$6.7 million, which would have been expensed under the modified approach, were capitalized in 2013. Going forward, the roads will continue to have similar annual depreciation expense reported in the government-wide financial statements.

Since Governmental Accounting Standards Board Statement #34 requires these changes in accounting estimates to be applied for subsequent periods, there is no prior period adjustment or restatement of the beginning net position within the statements.

C. Discover Clean Water Alliance

On October 3, 2012, the County entered into an inter-local agreement with Clark Regional Waste Water District (CRWWD), the City of Battle Ground and the City of Ridgefield to form the Discover Clean Water Alliance (Alliance) for the purpose of providing cooperative municipal utility services in Clark County. Alliance operations are expected to begin on January 1, 2015. CRWWD will initially be responsible for administering and managing the Alliance. The Alliance is governed by a four member board, one from each entity, and was established to provide sewage treatment services to the citizenry of the participating entities.

The County does not provide services to retail sewer or waste water customers and as such, does not anticipate any actual use of the regional services that will be provided by the Alliance. Because of this, the County will not be responsible for either operating costs or capital costs of

the Alliance. However, the County will be transferring capital assets to the Alliance, including the Salmon Creek Treatment Plant, pump stations, transmission lines and associated land parcels. Through previous inter-local agreements, CRWWD has paid charges for services which included covering 100% of operations of the treatment plant, as well as debt service costs for debt that financed the last two upgrades of the treatment plant and major pump stations.

The County will continue to be the operator of the Salmon Creek Treatment Plant and the Battle Ground force main system, for a minimum of five years. As operator, the County will receive payments from the Alliance related to operations and capital costs of the treatment plant sewer system.

NOTE 26 – VIOLATIONS & EXTRAORDINARY ITEM

In June, 2013, a federal judge ruled that Clark County had violated the federal Clean Water Act by not complying with the terms of its municipal stormwater discharge permit. On March 7, 2014 the County was required by the court to pay \$3.6 million over a six year period. The County reported this as an extraordinary item in 2013. Please see *Note 27-B. - Subsequent Events* for more details on this item.

NOTE 27 – SUBSEQUENT EVENTS

A. In February of 2014, a federal court awarded a \$9 million judgment against two former Clark County Sheriff employees in a civil case. The deputies were held liable for violating the constitutional rights of two men. The County was dismissed from the lawsuit. Based on the jury determinations, the County did not indemnify the defendants, whose actions were found to be outside the scope of their job duties, and not performed in good faith. Therefore, the County refused to accept responsibility for the judgment against the deputies.

B. In June, 2013, a federal judge ruled that Clark County had violated the federal Clean Water Act by not complying with the terms of its municipal stormwater discharge permit. On January 22, 2014 a consent decree regarding remedy for violations of clean water act was approved and the motion to approve the consent decree was filed March 7, 2014. The decree required the County to pay \$600,000 in litigation fees and expenses, which was paid April 28, 2014 from the Clean Water Major Enterprise Fund.

In addition, the decree requires the County to pay \$3 million, which is to be used to pay for water quality enhancement and habitat improvement projects. The settlement is to be paid in six annual payments of \$500,000 each, beginning on June 15, 2015. The Clean Water Fund will be responsible for making these payments. The County is currently considering options in regards to raising clean water rates and/or establishing additional clean water fees in order to cover this obligation over the next several years. The County reported this as a liability and as an extraordinary item in the financial statements for 2013, as a recognized event, in accordance with GASB Statement # 56.

C. Clark County's membership in the Washington Counties Risk Pool (WCRP) was cancelled and terminated as of April 29, 2014, due to a breach of the inter-local agreement. Although the liability coverage was terminated and cancelled as of April 29, 2014, WCRP Executive Committee agreed to allow Clark County to continue its participation in and coverage under the WCRP's Property Program through September 2014.

The County has secured \$25 million in liability coverage which went into effect at midnight, April 29, 2014. This policy consists of an occurrence based \$10 million policy, with an excess layer of \$15 million. Tentatively the annual cost of this policy will be \$343,000.

D. In 1997, the City of Vancouver/Clark County Interlocal Parks Agreement was implemented, consolidating the City and County Parks and Recreation department. The agreement called for the City of Vancouver to operate the department and perform all administrative functions, with the County paying its share of the expenditures. Under the current Interlocal agreement (which has been revised since 1997), the County budgeted \$880,000 annually for its share of department expenditures. This interlocal agreement and the joint parks department were dissolved as of December 31, 2013.

The County formed a three-person parks administrative and planning department to operate the county parks and recreation program. The department is estimated to cost \$574,285 in the first year, as startup costs are considered. Estimates show an annual operation cost of \$372,569 starting in 2015.

Due to the termination of the joint parks and recreation department, the City of Vancouver will return the County's unspent impact fees of \$6,658,064 which they are holding in safekeeping for the County (see explanation in Note 1.E.6 of these Notes to the Financial Statements).

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Required Supplementary Information
Other Post Employment Benefit Schedule of Funding Progress
Year Ended December 31, 2013

Clark County Retired Employees (PERS and LEOFF II) Healthcare Plan

Actuarial Valuation Date (Note 1)	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded Actuarial Accrued Liabilities (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b- a)/c)
12/31/2009	\$ 0	\$ 3,418,854	\$ 3,418,854	0.00%	\$ 98,748,078	3.5%
12/31/2011	\$ 0	\$ 2,598,936	\$ 2,598,936	0.00%	\$ 92,849,468	2.8%
12/31/2013	\$ 0	\$ 1,948,128	\$ 1,948,128	0.00%	\$ 96,587,342	2.0%

Clark County LEOFF 1 Retiree Healthcare Plan

Actuarial Valuation Date (Note 2)	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) - Entry Age (b)	Unfunded Actuarial Accrued Liabilities (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b- a)/c)
12/31/2011	\$ 0	\$ 5,659,576	\$ 5,659,576	0.00%	\$ 288,474	1961.9%
12/31/2012	\$ 0	\$ 4,478,444	\$ 4,478,444	0.00%	\$ 293,048	1528.2%
12/31/2013	\$ 0	\$ 3,952,729	\$ 3,952,729	0.00%	\$ 294,725	1341.2%

Note 1 = Actuary valuation conducted every two years.

Note 2 = Alternative method used for valuation.

Required Supplementary Information

Modified Approach for Reporting Clark County's Infrastructure Capital Assets

Condition Rating of the County's Infrastructure Subsystems Reported Using Modified Approach

<i>Percentage of Infrastructure Assessed At or Above Established Assessment Levels (1)</i>			
	<u>2010</u>	<u>2011</u>	<u>2012</u>
Bridges (2)	97.3%	97.4%	97.3%
	<u>2011</u>	<u>2012</u>	<u>2013</u>
Stormwater Subsystem	96.3%	96.9%	92.6%

<i>Percentage of Infrastructure Assessed at Poor Condition (1)</i>			
	<u>2010</u>	<u>2011</u>	<u>2012</u>
Bridges (2)	1.3%	0.0%	0.0%
	<u>2011</u>	<u>2012</u>	<u>2013</u>
Stormwater Subsystem	3.7%	3.1%	6.5%

(1) Although the County has only recorded capital asset infrastructure constructed after 1980, all county stormwater facilities and bridges are assessed and included in these percentages, regardless of when they were constructed.

(2) Bridge assessments are re-stated for all years. The bridge report submitted in the current year is for assessments done the prior year. Therefore, what was previously reported for 2011 and 2012 correlate to 2010 and 2011, respectively.

Comparison of Needed-to-Actual Maintenance/Preservation

	<u>2009 (1)</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Stormwater Subsystem					
Budgeted (needed)	\$358,428	\$627,720	\$358,428	\$358,428	\$350,000
Actual	\$245,214	\$574,774	\$307,604	\$438,960	\$331,273
% Spent (1)	68.4%	91.6%	85.8%	122.5%	94.6%
Amount Unspent	\$113,214	\$52,946	\$50,824	(\$80,532)	\$18,727
Bridges (2)					
Budgeted (needed)	\$163,794	\$163,794	\$277,878	\$279,953	\$94,712
Actual	\$247,536	\$150,840	\$127,503	\$34,685	\$48,177
% Spent (1)	151.1%	92.1%	45.9%	12.4%	50.9%
Amount Unspent / (Overspent)	(\$83,742)	\$12,954	\$150,375	\$245,268	\$46,535

(1) The budget control is maintained within each fund and the County budgets on a biennial basis beginning in the odd year and ending in the even year. Operationally, the budget and the actual amount spent are monitored on a biennial basis. Also, one area within a fund (i.e., maintenance) can be over budget, as long as other areas within the fund (i.e., services, supplies, capital) are under budget to the same extent or more.

(2) Beginning in 2011, bridge maintenance is done only on an as needed basis.

Notes to Required Supplementary Information

In accordance with GASB Statement #34, the County is required to report infrastructure capital assets (such as roads, bridges, railways, pathways, and stormwater systems). The County has elected to use the “Modified Approach”, as defined by GASB Statement #34, for reporting its stormwater subsystems and bridges, thereby forgoing depreciation of these assets (see Management’s Discussion and Analysis: Modified Approach for Reporting Infrastructure Assets, within this document, regarding the requirements for using this method of reporting).

A complete assessment of bridges is done every two years, at a minimum, whereas stormwater subsystem assessments are done every three years, at a minimum. Detailed documentation of disclosed assessment levels is kept on file. Following are tables showing the measurement scales and basis for condition of measurement used to assess and report conditions for each of these infrastructure systems being reported using the modified approach and the condition level at which the County intends to preserve the assets.

Stormwater Subsystem

Measurement Scale and Basis for Condition Measurement

Rating*

80-100	Good Condition - serves intended function and scores well in all areas
61-80	Fair Condition - serves intended function, but scores less well and has other issues
0-60	Poor condition - may or may not fulfill its design function, has other serious issues, and requires maintenance or rebuild

****The County has established an acceptable condition level of 70 for stormwater subsystems, and intends to preserve the assets at or above this level.***

Bridges

Measurement Scale and Basis for Condition Measurement

Rating*

100	Newly constructed bridge - no maintenance needed
81-99	Bridge is in good shape, unless structurally deficient or functionally obsolete
51-80	Bridge is in fair shape - may be eligible for replacement if structurally deficient or functionally obsolete
25-50	Bridge is in fair shape - may be eligible for federal replacement funding if structurally deficient or functionally obsolete
0-24	Poor condition: Bridge is in poor shape - needs to be replaced soon

****The County has established an acceptable condition level of 50 for bridges and intends to preserve the assets at or above this level.***

Definitions: A **structurally deficient** bridge is one whose condition or design has impacted its ability to adequately carry its intended load.

A **functionally obsolete** bridge is one in which the deck geometry, load capacity, clearance, or approach roadway alignment have reduced (to below accepted design standards) its ability to adequately meet traffic needs.

GASB Statement #34 requires that condition assessments are performed at least every three years and that the table showing the condition rating include data for the three most recent complete assessments.

The table of needed to actual maintenance/preservation includes a five year comparison.

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Clark County Washington
General Fund
Schedule of Revenues - Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
General property taxes	\$ 118,675,272	\$ 119,398,565	\$ 59,907,268	\$ (59,491,297)
Retail sales and use taxes	26,695,992	27,612,120	13,861,615	(13,750,505)
Excise and other taxes	1,556,383	897,486	639,947	(257,539)
Penalties and interest on delinquent taxes	8,082,152	-	1,728	1,728
Total taxes	<u>155,009,799</u>	<u>147,908,171</u>	<u>74,410,558</u>	<u>(73,497,613)</u>
Business licenses and permits	3,906,962	4,082,836	1,953,084	(2,129,752)
Non-business licenses and permits	1,490,644	1,530,505	753,105	(777,400)
Total licenses and permits	<u>5,397,606</u>	<u>5,613,341</u>	<u>2,706,189</u>	<u>(2,907,152)</u>
Federal grants -- direct	281,351	465,578	292,158	(173,420)
Federal entitlements	-	8,574	3,582	(4,992)
Federal grants -- indirect	3,956,179	4,413,181	2,311,870	(2,101,311)
State grants	4,820,920	6,320,184	3,150,072	(3,170,112)
State shared revenues	5,550,513	5,345,926	2,639,963	(2,705,963)
State entitlements	6,910,664	6,649,598	3,495,156	(3,154,442)
Interlocal grants	162,800	175,560	-	(175,560)
Intergovernmental revenues	22,477,608	-	-	-
Total intergovernmental	<u>44,160,035</u>	<u>23,378,601</u>	<u>11,892,801</u>	<u>(11,485,800)</u>
General government fees	14,962,289	31,142,992	14,948,789	(16,194,203)
Public safety	5,451,138	22,621,158	11,382,671	(11,238,487)
Physical environment	43,165	-	(656)	(656)
Transportation	9,384	-	270,943	270,943
Economic environment	830,888	10,625,957	4,486,311	(6,139,646)
Health & human services	275,038	423,522	224,768	(198,754)
Culture and recreation	1,033,988	823,806	211,612	(612,194)
Interfund revenues	22,551,353	-	-	-
Total charges for services	<u>45,157,243</u>	<u>65,637,435</u>	<u>31,524,438</u>	<u>(34,112,997)</u>
Fines and forfeitures	7,301,831	15,928,183	5,301,524	(10,626,659)
Total fines & forfeitures	<u>7,301,831</u>	<u>15,928,183</u>	<u>5,301,524</u>	<u>(10,626,659)</u>
Interest earnings	1,460,540	1,210,116	4,058,639	2,848,523
Rents and royalties	513,522	494,712	226,743	(267,969)
Donations	6,500	10,200	595	(9,605)
Other revenues	2,992,250	576,796	310,248	(266,548)
Total miscellaneous	<u>4,972,812</u>	<u>2,291,824</u>	<u>4,596,225</u>	<u>2,304,401</u>
Total revenues	<u>\$ 261,999,326</u>	<u>\$ 260,757,555</u>	<u>\$ 130,431,735</u>	<u>\$ (130,325,820)</u>

**Clark County Washington
General Fund**

**Schedule of Expenditures - Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/(Negative)
<u>General government</u>				
<u>Assessor</u>				
Personal Services	\$ 7,617,873	\$ 7,576,753	\$ 3,135,855	\$ 4,440,898
Supplies	76,690	101,494	58,917	42,577
Other Services and Charges	291,900	524,616	286,318	238,298
Interfund Payment for Services	257,520	-	-	-
Total Assessor	<u>8,243,983</u>	<u>8,202,863</u>	<u>3,481,090</u>	<u>4,721,773</u>
<u>GIS</u>				
Personal Services	3,405,606	3,405,606	1,748,342	1,657,264
Supplies	62,504	112,604	85,776	26,828
Other Services and Charges	477,300	483,900	188,358	295,542
Interfund Payment for Services	56,700	-	-	-
Total GIS	<u>4,002,110</u>	<u>4,002,110</u>	<u>2,022,476</u>	<u>1,979,634</u>
<u>Auditor</u>				
Personal Services	6,615,520	6,615,520	3,124,175	3,491,345
Supplies	101,826	101,826	24,295	77,531
Other Services and Charges	264,274	390,474	202,609	187,865
Interfund Payment for Services	126,200	-	-	-
Total Auditor	<u>7,107,820</u>	<u>7,107,820</u>	<u>3,351,079</u>	<u>3,756,741</u>
<u>Treasurer</u>				
Personal Services	4,181,552	4,181,552	2,171,725	2,009,827
Supplies	25,050	65,050	25,502	39,548
Other Services and Charges	274,366	366,966	157,165	209,801
Interfund Payment for Services	132,600	-	-	-
Total Treasurer	<u>4,613,568</u>	<u>4,613,568</u>	<u>2,354,392</u>	<u>2,259,176</u>
<u>Bank Fees</u>				
Other Services and Charges	754,378	754,378	320,426	433,952
Total Bank Fees	<u>754,378</u>	<u>754,378</u>	<u>320,426</u>	<u>433,952</u>
<u>Prosecuting Attorney</u>				
Personal Services	14,282,781	14,743,849	7,487,775	7,256,074
Supplies	243,000	253,066	103,033	150,033
Other Services and Charges	675,894	919,584	444,367	475,217
Interfund Payment for Services	250,756	-	-	-
Total Prosecuting Attorney	<u>15,452,431</u>	<u>15,916,499</u>	<u>8,035,175</u>	<u>7,881,324</u>
<u>Child Support Enforcement</u>				
Personal Services	3,468,711	3,468,711	1,697,986	1,770,725
Supplies	11,000	32,000	8,307	23,693
Other Services and Charges	329,402	528,578	223,111	305,467
Interfund Payment for Services	230,133	-	-	-
Total Child Support Enforcement	<u>4,039,246</u>	<u>4,029,289</u>	<u>1,929,404</u>	<u>2,099,885</u>

**Clark County Washington
General Fund**

**Schedule of Expenditures - Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/(Negative)
<u>Commissioners</u>				
Personal Services	2,244,306	2,244,306	1,094,224	1,150,082
Supplies	16,000	25,000	21,412	3,588
Other Services and Charges	205,744	261,144	119,275	141,869
Interfund Payment for Services	64,400	-	-	-
Total Commissioners	<u>2,530,450</u>	<u>2,530,450</u>	<u>1,234,911</u>	<u>1,295,539</u>
<u>Information Services</u>				
Personal Services	8,545,240	8,675,080	4,245,067	4,430,013
Supplies	594,037	755,612	223,375	532,237
Other Services and Charges	3,297,292	3,316,572	1,506,742	1,809,830
Interfund Payment for Services	164,770	-	-	-
Capital outlay	445,345	283,770	17,474	266,296
Total Office of Budget	<u>13,046,684</u>	<u>13,031,034</u>	<u>5,992,658</u>	<u>7,038,376</u>
<u>Countywide Services</u>				
Supplies	2,000	2,000	5,952	(3,952)
Other Services and Charges	940,794	942,794	420,241	522,553
Interfund Payment for Services	2,000	-	-	-
Total Countywide Services	<u>944,794</u>	<u>944,794</u>	<u>426,193</u>	<u>518,601</u>
<u>Human Resources</u>				
Personal Services	3,241,378	3,241,378	1,529,760	1,711,618
Supplies	47,500	47,500	12,621	34,879
Other Services and Charges	459,928	511,128	260,089	251,039
Interfund Payment for Services	51,200	-	-	-
Total Human Resources	<u>3,800,006</u>	<u>3,800,006</u>	<u>1,802,470</u>	<u>1,997,536</u>
<u>Risk Management</u>				
Other Services and Charges	-	12,973,472	11,736,736	1,236,736
Total Loss Control	<u>-</u>	<u>12,973,472</u>	<u>11,736,736</u>	<u>1,236,736</u>
<u>General Services</u>				
Personal Services	3,348,879	3,348,879	1,577,396	1,771,483
Supplies	190,214	174,392	79,477	94,915
Other Services and Charges	1,078,568	1,311,480	733,202	578,278
Interfund Payment for Services	71,600	-	-	-
Capital outlay	-	58,525	16,399	42,126
Total General Services	<u>4,689,261</u>	<u>4,893,276</u>	<u>2,406,474</u>	<u>2,486,802</u>
<u>Board of Equalization</u>				
Personal Services	295,295	295,295	169,094	126,201
Supplies	2,240	5,378	1,675	3,703
Other Services and Charges	30,134	44,184	20,123	24,061
Interfund Payment for Services	17,188	-	-	-
Total Board of Equalization	<u>344,857</u>	<u>344,857</u>	<u>190,892</u>	<u>153,965</u>

**Clark County Washington
General Fund**

**Schedule of Expenditures - Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/(Negative)
<u>Parks Operations</u>				
Personal Services	322,570	322,570	178,875	143,695
Supplies	75,540	75,940	30,495	45,445
Other Services and Charges	137,226	165,970	146,632	19,338
Interfund Payment for Services	29,144	-	-	-
Total Parks Operations	<u>564,480</u>	<u>564,480</u>	<u>356,002</u>	<u>208,478</u>
<u>Office of Budget</u>				
Personal Services	1,745,089	1,290,027	808,813	481,214
Supplies	4,600	8,900	2,203	6,697
Other Services and Charges	34,780	51,680	16,446	35,234
Interfund Payment for Services	21,200	-	-	-
Total Office of Budget	<u>1,805,669</u>	<u>1,350,607</u>	<u>827,462</u>	<u>523,145</u>
<u>Miscellaneous</u>				
Personal Services	7,199,888	5,168,532	-	5,168,532
Other Services and Charges	134,400	134,400	-	134,400
Interfund Payment for Services	2,473,472	-	-	-
Total Miscellaneous	<u>9,807,760</u>	<u>5,302,932</u>	<u>-</u>	<u>5,302,932</u>
<u>Indigent Defense</u>				
Supplies	-	-	209	(209)
Other Services and Charges	9,815,023	9,815,023	5,217,940	4,597,083
Total Indigent Defense	<u>9,815,023</u>	<u>9,815,023</u>	<u>5,218,149</u>	<u>4,596,874</u>
Total general government	<u>91,562,520</u>	<u>100,177,458</u>	<u>51,685,989</u>	<u>48,491,469</u>
<u>Judicial</u>				
<u>Clerk</u>				
Personal Services	5,913,327	6,023,738	2,946,249	3,077,489
Supplies	127,800	127,800	44,891	82,909
Other Services and Charges	270,482	446,876	186,902	259,974
Interfund Payment for Services	176,394	-	-	-
Total Clerk	<u>6,488,003</u>	<u>6,598,414</u>	<u>3,178,042</u>	<u>3,420,372</u>
<u>District Court</u>				
Personal Services	7,772,063	7,772,063	3,986,774	3,785,289
Supplies	163,882	203,300	56,620	146,680
Other Services and Charges	665,520	877,349	464,432	412,917
Intergovernmental	22,040	30,875	14,405	16,470
Interfund Payment for Services	168,582	-	-	-
Capital Outlay	-	-	6,830	(6,830)
Total District Court	<u>8,792,087</u>	<u>8,883,587</u>	<u>4,529,061</u>	<u>4,354,526</u>

**Clark County Washington
General Fund**

**Schedule of Expenditures - Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/(Negative)
<u>Superior Court</u>				
Personal Services	4,722,084	4,958,139	2,396,134	2,562,005
Supplies	205,746	225,746	82,935	142,811
Other Services and Charges	2,146,804	2,315,474	1,145,148	1,170,326
Interfund Payment for Services	137,576	-	-	-
Total Superior Court	<u>7,212,210</u>	<u>7,499,359</u>	<u>3,624,217</u>	<u>3,875,142</u>
Total judicial	22,492,300	22,981,360	11,331,320	11,650,040
<u>Public safety</u>				
<u>Juvenile</u>				
Personal Services	14,811,972	14,811,972	7,825,501	6,986,471
Supplies	168,543	188,409	70,902	117,507
Other Services and Charges	1,197,294	1,436,900	680,433	756,467
Interfund Payment for Services	259,472	-	-	-
Total Juvenile	<u>16,437,281</u>	<u>16,437,281</u>	<u>8,576,836</u>	<u>7,860,445</u>
<u>Sheriff - Enforcement</u>				
Personal Services	29,566,204	30,077,673	15,108,379	14,969,294
Supplies	120,358	1,555,201	744,558	810,643
Other Services and Charges	988,910	3,382,646	2,376,286	1,006,360
Intergovernmental	3,695,698	-	-	-
Interfund Payment for Services	3,280,939	3,510,370	1,727,231	1,783,139
Capital outlay	-	150,000	56,283	93,717
Total Sheriff-Enforcement	<u>37,652,109</u>	<u>38,675,890</u>	<u>20,012,737</u>	<u>18,663,153</u>
<u>Sheriff - Civil/Support</u>				
Personal Services	11,283,893	11,315,129	5,438,988	5,876,141
Supplies	436,548	511,320	203,099	308,221
Other Services and Charges	1,883,706	2,789,364	809,552	1,979,812
Interfund Payment for Services	979,830	-	-	-
Total Sheriff-Civil/Support	<u>14,583,977</u>	<u>14,615,813</u>	<u>6,451,639</u>	<u>8,164,174</u>
<u>Sheriff - Administration</u>				
Personal Services	3,629,763	3,629,763	1,958,608	1,671,155
Supplies	290,474	317,054	129,516	187,538
Other Services and Charges	593,806	621,650	391,002	230,648
Interfund Payment for Services	54,424	-	-	-
Total Sheriff-Administration	<u>4,568,467</u>	<u>4,568,467</u>	<u>2,479,126</u>	<u>2,089,341</u>
<u>Jail</u>				
Personal Services	30,122,736	30,122,736	15,630,758	14,491,978
Supplies	3,197,482	3,259,838	1,451,734	1,808,104
Other Services and Charges	6,450,900	6,644,784	3,222,062	3,422,722
Interfund Payment for Services	256,240	-	-	-
Total Jail	<u>40,027,358</u>	<u>40,027,358</u>	<u>20,304,554</u>	<u>19,722,804</u>

**Clark County Washington
General Fund**

**Schedule of Expenditures - Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/(Negative)
<u>Medical Examiner</u>				
Personal Services	1,712,951	1,712,951	836,756	876,195
Supplies	46,900	61,368	28,700	32,668
Other Services and Charges	239,460	283,708	113,240	170,468
Interfund Payment for Services	58,716	-	-	-
Total Medical Examiner	2,058,027	2,058,027	978,696	1,079,331
<u>Emergency Medical Services</u>				
Intergovernmental	353,600	353,904	176,171	177,733
Total Emergency Medical Services	353,600	353,904	176,171	177,733
<u>Community Corrections</u>				
Personal Services	11,323,645	11,623,950	5,509,052	6,114,898
Supplies	235,937	370,781	139,477	231,304
Other Services and Charges	321,470	787,990	343,706	444,284
Intergovernmental	-	4,178	3,114	1,064
Interfund Payment for Services	564,544	-	-	-
Total Community Corrections	12,445,596	12,786,899	5,995,349	6,791,550
<u>Code Enforcement</u>				
Personal Services	913,982	913,982	531,484	382,498
Supplies	3,050	25,020	11,714	13,306
Other Services and Charges	18,170	266,596	44,945	221,651
Interfund Payment for Services	270,396	-	-	-
Total Code Enforcement	1,205,598	1,205,598	588,143	617,455
<u>Fire Marshal</u>				
Personal Services	1,666,959	1,666,959	940,671	726,288
Supplies	24,660	81,802	31,989	49,813
Other Services and Charges	147,412	586,878	87,368	499,510
Interfund Payment for Services	496,608	-	-	-
Total Fire Marshal	2,335,639	2,335,639	1,060,028	1,275,611
Total public safety	131,667,652	133,064,876	66,623,279	66,441,597
<u>Physical Environment</u>				
<u>Environmental Service</u>				
Personal Services	4,259,658	3,704,086	1,635,502	2,068,584
Supplies	609,944	496,056	227,598	268,458
Other Services and Charges	2,501,631	3,452,283	1,446,603	2,005,680
Intergovernmental	57,000	57,000	15,186	41,814
Interfund Payment for Services	1,571,282	-	-	-
Capital outlay	-	48,000	18,200	29,800
Total Environmental Service	8,999,515	7,757,425	3,343,089	4,414,336

**Clark County Washington
General Fund**

**Schedule of Expenditures - Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/(Negative)
<u>Animal Control</u>				
Personal Services	1,013,238	1,013,238	648,076	365,162
Supplies	6,700	55,092	35,152	19,940
Other Services and Charges	762,480	1,061,622	372,852	688,770
Interfund Payment for Services	347,534	-	-	-
Capital outlay	-	-	5,648	(5,648)
Total Animal Control	<u>2,129,952</u>	<u>2,129,952</u>	<u>1,061,728</u>	<u>1,068,224</u>
Total physical environment	11,129,467	9,887,377	4,404,817	5,482,560
<u>Transportation</u>				
<u>Long Range Planning</u>				
Personal Services	635,113	-	1,050	(1,050)
Supplies	19,130	-	-	-
Other Services and Charges	787,780	-	-	-
Interfund Payment for Services	299,836	-	-	-
Total Long Range Planning	<u>1,741,859</u>	<u>-</u>	<u>1,050</u>	<u>(1,050)</u>
<u>Lewis & Clark Railroad</u>				
Supplies	-	-	109	(109)
Other Services and Charges	176,216	331,216	70,235	260,981
Interfund Payment for Services	10,000	-	9,427	(9,427)
Capital outlay	520,000	1,512,656	486,135	1,026,521
Total Lewis & Clark Railroad	<u>706,216</u>	<u>1,843,872</u>	<u>565,906</u>	<u>1,277,966</u>
Total transportation	2,448,075	1,843,872	566,956	1,276,916
<u>Economic Environment</u>				
<u>Public Information & Outreach</u>				
Personal Services	1,255,246	1,255,246	632,941	622,305
Supplies	10,082	10,782	7,026	3,756
Other Services and Charges	21,150	44,100	22,216	21,884
Interfund Payment for Services	23,650	-	-	-
Total Public Information & Outreach	<u>1,310,128</u>	<u>1,310,128</u>	<u>662,183</u>	<u>647,945</u>
<u>Long Range Planning</u>				
Personal Services	1,562,744	2,197,857	1,080,494	1,117,363
Supplies	6,940	248,598	70,148	178,450
Other Services and Charges	604,494	1,554,618	55,868	1,498,750
Interfund Payment for Services	85,036	-	-	-
Total Long Range Planning	<u>2,259,214</u>	<u>4,001,073</u>	<u>1,206,510</u>	<u>2,794,563</u>
<u>Cable Television</u>				
Intergovernmental	981,383	981,383	485,844	495,539
Total Cable Television	<u>981,383</u>	<u>981,383</u>	<u>485,844</u>	<u>495,539</u>

**Clark County Washington
General Fund**

**Schedule of Expenditures - Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/(Negative)
<u>Community Support</u>				
Intergovernmental	580,632	580,632	171,583	409,049
Total Community Development	580,632	580,632	171,583	409,049
Total economic environment	5,131,357	6,873,216	2,526,120	4,347,096
<u>Culture and Recreation</u>				
<u>Cooperative Extension Service</u>				
Personal Services	244	-	-	-
Total Cooperative Extension Service	244	-	-	-
<u>Parks</u>				
Intergovernmental	1,760,722	1,760,722	746,849	1,013,873
Total Parks	1,760,722	1,760,722	746,849	1,013,873
<u>Parks Operations</u>				
Personal Services	1,040,714	1,040,714	552,526	488,188
Supplies	200,800	222,088	27,427	194,661
Other Services and Charges	197,200	742,098	389,693	352,405
Interfund Payment for Services	566,186	-	-	-
Total Parks Operations	2,004,900	2,004,900	969,646	1,035,254
Total culture and recreation	3,765,866	3,765,622	1,716,495	2,049,127
Total expenditures:	\$ 268,197,237	\$ 278,593,781	\$ 138,854,976	\$ 139,738,805

Clark County Washington
Combining Balance Sheet
Nonmajor Governmental Funds
December 31, 2013

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Project Funds	Total
Assets				
Cash, cash equivalents and pooled investments	\$ 45,533,487	\$ 22,476	\$ 23,814,397	\$ 69,370,360
Taxes receivable	4,109,793	-	77,970	4,187,763
Special assessments receivable	15,997	2,518	-	18,515
Accounts receivable	1,140,380	-	9,300	1,149,680
Due from other funds	1,844,159	431,956	-	2,276,115
Due from other governments	3,055,767	-	1,500,000	4,555,767
Prepaid expenditure	323,135	-	-	323,135
Investments	1,497,338	-	-	1,497,338
Advance due from other funds	3,000,000	-	-	3,000,000
Notes/contract receivable	637,112	-	-	637,112
Assets in safekeeping	-	-	6,658,064	6,658,064
Total assets	\$ 61,157,168	\$ 456,950	\$ 32,059,731	\$ 93,673,849
Liabilities, deferred inflows of resources, and fund balance				
<i>Liabilities</i>				
Warrants and anticipation notes payable	\$ -	\$ 431,956	\$ -	\$ 431,956
Vouchers payable	3,701,652	-	3,682,407	7,384,059
Due to other funds	2,274,275	-	13,006	2,287,281
Due to other governments	471,639	-	-	471,639
Accrued liabilities	666,408	-	38,494	704,902
Deposits payable	391,380	-	2,984,519	3,375,899
Revenue collected in advance	952,272	-	-	952,272
Advance due to other funds	-	-	3,000,000	3,000,000
Advance due to other governments	990,327	-	-	990,327
Total liabilities	9,447,953	431,956	9,718,426	19,598,335
<i>Deferred Inflows of Resources</i>				
Unavailable revenue-property taxes	116,074	-	67,483	183,557
Unavailable revenue-special assessments	15,997	2,518	-	18,515
Total deferred inflows of resources	132,071	2,518	67,483	202,072
<i>Fund Balances</i>				
Nonspendable	323,135	-	-	323,135
Restricted	37,708,040	22,476	19,207,601	56,938,117
Committed	6,269,938	-	1,621,675	7,891,613
Assigned	7,475,736	-	1,444,546	8,920,282
Unassigned	(199,705)	-	-	(199,705)
Total fund balances	51,577,144	22,476	22,273,822	73,873,442
Total liabilities, deferred inflows of resources, and fund balance	\$ 61,157,168	\$ 456,950	\$ 32,059,731	\$ 93,673,849

Clark County Washington
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Governmental Funds
For the Year Ended December 31, 2013

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Project Funds	Total
Revenues:				
Property taxes	\$ 3,041,510	\$ -	\$ 2,242,816	\$ 5,284,326
Sales and use taxes	21,974,570	-	-	21,974,570
Excise and other taxes	87,330	-	5,589,968	5,677,298
Licenses & permits	8,133,127	-	-	8,133,127
Intergovernmental	15,030,239	-	1,633,105	16,663,344
Charges for services	8,412,893	-	3,599,108	12,012,001
Fines & forfeitures	161,784	-	-	161,784
Interest earnings	121,514	1,473	57,342	180,329
Donations	138,548	-	-	138,548
Other revenues	7,701,555	106,776	10,927	7,819,258
Total revenues	<u>64,803,070</u>	<u>108,249</u>	<u>13,133,266</u>	<u>78,044,585</u>
Expenditures:				
Current:				
General government	1,241,444	-	-	1,241,444
Judicial	564,281	-	-	564,281
Public safety	8,145,769	-	-	8,145,769
Physical environment	799,728	-	-	799,728
Economic environment	4,893,359	-	-	4,893,359
Health and human services	27,960,997	-	-	27,960,997
Culture & recreation	9,477,622	-	-	9,477,622
Capital outlay				
General government	19,577	-	1,354,325	1,373,902
Public safety	28,915	-	-	28,915
Transportation	171,103	-	36,981	208,084
Economic environment	78,509	-	-	78,509
Culture & recreation	49,272	-	2,105,040	2,154,312
Debt service:				
Principal	-	8,095,944	-	8,095,944
Interest and other charges	3,481	5,333,743	-	5,337,224
Total expenditures	<u>53,434,057</u>	<u>13,429,687</u>	<u>3,496,346</u>	<u>70,360,090</u>
Excess (deficiency) of revenues over expenditures	11,369,013	(13,321,438)	9,636,920	7,684,495
Other Financing Sources (Uses):				
Sale of capital assets	1,711,821	-	29,707	1,741,528
Insurance recoveries	8,321	-	-	8,321
Transfers in	9,194,982	13,323,214	4,462,651	26,980,847
Transfers out	(20,956,216)	-	(14,937,413)	(35,893,629)
Total other financing sources (uses)	<u>(10,041,092)</u>	<u>13,323,214</u>	<u>(10,445,055)</u>	<u>(7,162,933)</u>
Net change in fund balances	1,327,921	1,776	(808,135)	521,562
Fund balance as of January 1	44,307,612	20,700	26,081,957	70,410,269
Prior period adjustment	5,941,611	-	(3,000,000)	2,941,611
Fund balance as of January 1 - restated	<u>50,249,223</u>	<u>20,700</u>	<u>23,081,957</u>	<u>73,351,880</u>
Fund balance as of December 31	<u>\$ 51,577,144</u>	<u>\$ 22,476</u>	<u>\$ 22,273,822</u>	<u>\$ 73,873,442</u>

NONMAJOR SPECIAL REVENUE FUNDS

Special Revenue Funds are established pursuant to State statutes or local ordinances in order to segregate resources that are designated to be used for specified purposes.

County Building - A fund to accumulate building permit revenues and account for comprehensive planning and permitting services.

Sheriff Special Investigation - A fund to accumulate and account for fines designated by the Court to be expended on drug enforcement activities.

Veterans Assistance - A fund to finance emergency financial assistance to veterans of foreign wars and their surviving spouses.

Criminal Victim Witness Assistance - A fund to account for the retention and distribution of penalties assessed and recovered by the court system.

Developmental Disability - A fund to finance a variety of developmental training, recreational, and transportation programs for developmentally disabled individuals.

Substance Abuse - A fund to finance alcoholism and drug prevention and treatment services.

Special Law Enforcement - A fund to accumulate and account for sales tax revenues collected for law enforcement activities.

Auditor's O & M - A fund to accumulate a recording fee on documents to be used for developing systems and procedures for preserving recorded documents.

CRESA Emergency Services Communication - A fund to accumulate telephone access fees to be used for the acquisition and operation of an emergency services communication (911) system.

Arthur D. Curtis Children's Justice Center (CJC) - A fund to accumulate funds for an interlocal center which provides intervention, counseling, and support services for victims.

Narcotics Task Force - A fund to accumulate and account for fines designated by the courts that are to be used for an interlocal agency involved in drug enforcement activities.

Anti Profiteering - A fund to pay for the investigation and prosecution of cases relating to the Washington Criminal Profiteering Act.

Event Center Fund - (blended component unit) A fund to account for the lease of the County event center and fairgrounds, including the operations of the annual Clark County Fair.

Emergency Medical Services - (blended component unit) A fund to account for the activities of the administration of the emergency medical dispatch contract.

Radio Communications - A fund established to account for the operations of the 800 MHz communications system.

Mental Health Grant Funds – Funds established to finance a variety of mental health services including treatment, consultation, and education to people experiencing psychological/social or emotional distress.

Industrial Revenue Bond Corporation - (blended component unit) - A fund established to facilitate economic development and employment through financing the costs of industrial development facilities by issuing tax-exempt industrial revenue bonds.

CJA .1% Sales Tax – A fund to account for sales tax collected for criminal justice purposes.

BJA Block Grant – A fund established to account for federal department of justice grant funds.

Solid Waste Closure - A fund established to pay for environmental compliance, closure, and self-insurance costs of the privately owned solid waste landfill located within the County.

Jail Commissary – A fund established to account for the jail inmate commissary activity and monies held in trust for inmates.

Juvenile Fund - A fund established to account for juvenile phone rebate monies.

Health Department - A fund established to account for public health services provided to the community.

Trial Court Improvement Fund – A fund established to account for revenue received from the State of Washington as partial reimbursement for District Court judicial salaries, which will be used to fund improvements to court staffing, programs, facilities, or services.

Exhibition Hall Dedicated Revenue – A fund established to account for revenues collected for the repayment of bonds which were issued for the construction of the County's exhibition hall.

Tourism Promotion Area – A fund established to collect all Tourism Promotion Area revenue and to disburse the funds to the Southwest Washington Convention and Visitors Bureau.

Campus Development Fund - A fund established to collect rental revenues from the tenants of the Center for Community Health and the Public Service Center, and to pay expenditures related to maintenance, operations, and debt service for these buildings.

Metropolitan Parks District - (blended component unit) A fund established to finance certain operation and capital costs resulting from the development of urban parks and trails in the unincorporated urban area of Vancouver.

Camp Bonneville – A fund established to track the revenues and expenditures associated with the environmental cleanup and eventual transfer of Camp Bonneville, in conjunction with an agreement with the US Army.

Bonneville Timber Fund – A fund established to track the revenues and expenditures associated with the sales of forest resources from Camp Bonneville.

Mental Health Sales Tax Fund – A fund established to account for sales tax collected for the purpose of funding new substance abuse programs, expanded mental health treatment, and enhanced therapeutic court programs.

GIS (Geographic Information System) – A fund established to track and budget GIS revenues and expenditures, and to provide the means to accumulate revenue for GIS equipment and software. GIS fund does not qualify as a special revenue fund under GASB 54. A prior period adjustment was recorded to transfer GIS fund balance to General Fund. It is included here for continuity from the previous year.

Tri-Mountain Golf O & M – A fund to account for the operations of the Tri-Mountain golf course. Tri-Mountain Golf O & M does not qualify as a special revenue fund under GASB 54. The fund has been reclassified as a Nonmajor proprietary fund. It is included here for continuity from the previous year.

Law & Justice Sales Tax Fund – A fund established to account for sales tax collected for the purpose of funding previously unmet needs in law enforcement and the court system.

LFR- Local Revitalization Financing – A fund established to account for revenue and expenditures for the 179th Street Local Revitalization Financing area.

Clark County Washington
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013

	County Building	Sheriff Investigation	Special	Veteran's Assistance	Criminal Victim Witness Assistance	Developmental Disability	Substance Abuse	Special Law Enforcement	Auditor's O&M	Communication	Emergency Services	Arthur D. Curtis Children's Justice Center (CJC)
Assets												
Cash, cash equivalents and pooled investments	\$ 4,247,131	\$ 372,066	\$ 449,468	\$ 456,124	\$ 840,024	\$ 482,173	\$ 390,015	\$ 1,602,044	\$ 342,009	\$ 682,747	\$ 22,831	
Taxes receivable	-	-	11,945	-	15,739	-	-	841,918	-	-	-	
Special assessments receivable	-	-	-	-	-	-	-	-	-	-	-	
Accounts receivable	140,638	-	45,000	-	3,530	17,291	-	-	-	-	-	23,886
Due from other funds	784,270	-	-	40	-	413,617	-	-	-	-	-	38,805
Due from other governments	4,965	-	-	9,295	997,174	976,861	-	-	-	-	-	
Prepaid expenditure	-	-	-	-	-	-	-	-	-	-	-	
Investments	-	-	-	-	-	-	-	-	-	-	-	
Advance due from other funds	-	-	-	-	-	-	-	-	-	-	-	
Notes/contract receivable	-	-	-	-	-	-	-	-	-	-	-	
Total assets	5,177,004	372,066	506,413	465,459	1,856,467	2,039,942	1,231,933	1,602,044	1,024,756	\$ 85,522		
Liabilities, deferred inflows of resources, and fund balance												
Liabilities												
Warrants and anticipation notes												
Vouchers payable	\$ 213,700	\$ 20,452	\$ 50,918	\$ 792	\$ 410,098	\$ 574,602	\$ 389,806	\$ 36,936	\$ -	\$ -	\$ 15,764	
Due to other funds	106,749	-	1,342	203	21,154	25,557	-	8	-	-	1,246	
Due to other governments	3,474	20,452	-	-	-	-	-	-	340,263	-	8	
Accrued liabilities	158,202	-	1,622	12,651	13,767	18,845	-	-	-	-	12,625	
Deposits payable	34,187	55,770	-	-	5,065	-	-	-	-	-	-	
Revenue collected in advance	-	-	-	-	-	-	-	-	-	-	-	
Advance due to other governments	-	-	-	-	547,511	442,816	-	-	-	-	-	
Total liabilities	516,312	96,674	53,882	13,646	997,595	1,061,820	389,806	36,944	340,263	-	29,643	
Deferred Inflows of Resources												
Unavailable revenue-property taxes	-	-	10,328	-	14,547	-	-	-	-	-	-	
Unavailable revenue-special assessments	-	-	-	-	-	-	-	-	-	-	-	
Total deferred inflows of resources	-	-	10,328	-	14,547	-	-	-	-	-	-	
Fund Balances												
Nonspendable	-	-	-	-	-	-	-	-	-	-	-	
Restricted	-	64,003	440,997	310,118	835,849	-	-	1,565,100	684,493	-	-	
Committed	4,560,906	-	-	-	-	-	842,127	-	-	-	-	
Assigned	99,786	211,389	1,206	141,695	8,476	978,122	-	-	-	-	55,879	
Unassigned	-	-	-	-	-	-	-	-	-	-	-	
Total fund balances	4,660,692	275,392	442,203	451,813	844,325	978,122	842,127	1,565,100	684,493	-	55,879	
Total liabilities, deferred inflows of resources, and fund balance	\$ 5,177,004	\$ 372,066	\$ 506,413	\$ 465,459	\$ 1,856,467	\$ 2,039,942	\$ 1,231,933	\$ 1,602,044	\$ 1,024,756	\$ 85,522		

Clark County Washington
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013

	Narcotics Task Force	Anti Profiteering	Event Center Fund	Emergency Medical Services	Radio Communication	Mental Health Grant Funds	Industrial Revenue Bond Corp.	CJA-1% Sales Tax	BJA Block Grant	Solid Waste Closure
Assets										
Cash, cash equivalents and pooled investments	\$ 494,401	\$ 34,645	\$ 330,033	\$ 252,815	\$ -	\$ 5,395,504	\$ 20,469	\$ 247,059	\$ 121,613	\$ 10,316,901
Taxes receivable	-	-	-	-	-	15,739	-	551,983	-	-
Special assessments receivable	-	-	-	-	-	-	-	-	-	-
Accounts receivable	-	-	-	27,348	-	679,531	-	-	-	-
Due from other funds	57	-	-	-	-	349,533	-	-	-	-
Due from other governments	31,333	-	-	-	-	-	-	-	-	-
Prepaid expenditure	2,328	-	11,000	-	-	-	-	-	-	284,008
Investments	-	-	-	-	-	-	-	-	-	-
Advance due from other funds	-	-	-	-	-	-	-	-	-	-
Notes/contract receivable	-	-	-	-	-	172,000	-	-	-	-
Total assets	\$ 528,119	\$ 34,645	\$ 341,033	\$ 280,163	\$ -	\$ 6,612,307	\$ 20,469	\$ 799,042	\$ 121,613	\$ 10,600,909
Liabilities, deferred inflows of resources, and fund balance										
Liabilities										
Warrants and anticipation notes										
Vouchers payable	\$ 49,548	\$ -	\$ 230,306	\$ -	\$ -	\$ 610,500	\$ -	\$ -	\$ 1,553	\$ 421,170
Due to other funds	334	-	136,004	-	-	30,891	-	246,918	2,732	-
Due to other governments	2	-	366	106,811	-	-	-	-	-	-
Accrued liabilities	-	-	8,329	-	-	57,916	-	-	-	-
Deposits payable	228,769	-	21,434	-	-	-	-	-	77,549	-
Revenue collected in advance	-	-	-	-	-	-	-	-	-	-
Advance due to other governments	-	-	-	-	-	-	-	-	-	-
Total liabilities	278,653	-	396,439	106,811	-	699,307	-	246,918	81,834	421,170
Deferred Inflows of Resources										
Unavailable revenue-property taxes	-	-	-	-	-	13,624	-	-	-	-
Unavailable revenue-special assessments	-	-	-	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	13,624	-	-	-	-
Fund Balances										
Nonspendable	2,328	-	11,000	-	-	-	-	-	-	284,008
Restricted	247,138	34,645	31,058	171,238	-	5,899,376	20,469	552,124	39,779	9,895,731
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	3,140	2,114	-	-	-	-	-	-
Unassigned	-	-	(100,604)	-	-	-	-	-	-	-
Total fund balances	249,466	34,645	(55,406)	173,352	-	5,899,376	20,469	552,124	39,779	10,179,739
Total liabilities, deferred inflows of resources, and fund balance	\$ 528,119	\$ 34,645	\$ 341,033	\$ 280,163	\$ -	\$ 6,612,307	\$ 20,469	\$ 799,042	\$ 121,613	\$ 10,600,909

Clark County Washington
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013

	Jail Commissary	Juvenile	Health Department	Trial Court Improvement Fund	Exhibition Hall Dedicated Revenue	Tourism Promotion Area	Campus Development Fund	Metropolitan Parks District Fund	Camp Bonneville	Bonneville Timber Fund
Assets										
Cash, cash equivalents and pooled investments	\$ 39,558	\$ 26,430	\$ 3,818,196	\$ 18	\$ 966,625	\$ 91,295	\$ 2,709,258	\$ 6,307,829	\$ -	\$ 1,509,469
Taxes receivable	-	-	-	-	30,694	-	-	76,145	-	-
Special assessments receivable	-	-	15,997	-	-	-	-	-	-	-
Accounts receivable	-	-	69,751	-	-	-	82,690	34,279	-	16,436
Due from other funds	462	-	566	-	-	-	-	224	-	216,191
Due from other governments	-	-	693,459	-	-	-	-	-	342,680	-
Prepaid expenditure	-	-	19,688	-	-	-	-	6,111	-	-
Investments	-	-	-	-	-	-	-	-	1,497,338	-
Advance due from other funds	-	-	-	-	-	-	-	3,000,000	-	-
Notes/contract receivable	-	-	1,430	-	-	-	313,682	-	-	-
Total assets	\$ 40,020	\$ 26,430	\$ 4,619,087	\$ 18	\$ 997,319	\$ 91,295	\$ 3,105,630	\$ 9,424,588	\$ 1,840,018	\$ 1,742,096
Liabilities, deferred inflows of resources, and fund balance										
Liabilities										
Warrants and anticipation notes										
Vouchers payable	\$ 138,125	\$ 1,548	\$ 237,404	\$ -	\$ -	\$ -	\$ 14,870	\$ 136,349	\$ 342,317	\$ 189,241
Due to other funds	734	-	6,276	-	-	-	-	81,406	-	70,038
Due to other governments	262	-	1	-	-	-	-	-	-	-
Accrued liabilities	-	-	277,217	-	-	-	-	52,266	-	-
Deposits payable	-	-	-	-	-	-	2,500	85	40,927	2,643
Revenue collected in advance	-	-	978	-	-	-	313,682	-	560,063	-
Advance due to other governments	-	-	-	-	-	-	-	-	-	-
Total liabilities	139,121	1,548	521,876	-	-	-	331,052	270,106	943,307	261,922
Deferred Inflows of Resources										
Unavailable revenue-property taxes	-	-	1,430	-	-	-	-	76,145	-	-
Unavailable revenue-special assessments	-	-	15,997	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	17,427	-	-	-	-	76,145	-	-
Fund Balances										
Nonspendable	-	-	19,688	-	-	-	-	6,111	-	-
Restricted	-	-	-	18	997,319	91,295	1,000,000	9,043,978	896,711	1,480,174
Committed	-	24,882	-	-	-	-	-	-	-	-
Assigned	-	-	4,060,096	-	-	-	1,774,578	28,248	-	-
Unassigned	(99,101)	-	-	-	-	-	-	-	-	-
Total fund balances	(99,101)	24,882	4,079,784	18	997,319	91,295	2,774,578	9,078,337	896,711	1,480,174
Total liabilities, deferred inflows of resources, and fund balance	\$ 40,020	\$ 26,430	\$ 4,619,087	\$ 18	\$ 997,319	\$ 91,295	\$ 3,105,630	\$ 9,424,588	\$ 1,840,018	\$ 1,742,096

Clark County Washington
Combining Balance Sheet
Nonmajor Special Revenue Funds
December 31, 2013

	Mental Health Sales Tax Fund	GIS	Tri-Mountain Golf O&M	Law & Justice Sales Tax Fund	LRF-Local Revitalization Financing	Total
Assets						
Cash, cash equivalents and pooled investments	\$ 3,215,242	\$ -	\$ -	\$ 389,831	\$ 42,411	\$ 45,533,487
Taxes receivable	1,040,965	-	-	841,918	-	4,109,793
Special assessments receivable	-	-	-	-	-	15,997
Accounts receivable	-	-	-	-	-	1,140,380
Due from other funds	-	-	-	-	40,394	1,844,159
Due from other governments	-	-	-	-	-	3,055,767
Prepaid expenditure	-	-	-	-	-	323,135
Investments	-	-	-	-	-	1,497,338
Advance due from other funds	-	-	-	-	-	3,000,000
Notes/contract receivable	-	-	-	-	-	637,112
Total assets	\$ 4,256,207	\$ -	\$ -	\$ 1,231,749	\$ 82,805	\$ 61,157,168
Liabilities, deferred inflows of resources, and fund balance						
Liabilities						
Warrants and anticipation notes						
Vouchers payable	\$ 5,459	\$ -	\$ -	\$ -	\$ -	\$ 3,701,652
Due to other funds	763,151	-	-	389,726	-	2,274,275
Due to other governments	-	-	-	-	-	471,639
Accrued liabilities	52,968	-	-	-	-	666,408
Deposits payable	-	-	-	-	-	391,380
Revenue collected in advance	-	-	-	-	-	952,272
Advance due to other governments	-	-	-	-	-	990,327
Total liabilities	821,578	-	-	389,726	-	9,447,953
Deferred Inflows of Resources						
Unavailable revenue-property taxes	-	-	-	-	-	116,074
Unavailable revenue-special assessments	-	-	-	-	-	15,997
Total deferred inflows of resources	-	-	-	-	-	132,071
Fund Balances						
Nonspendable	-	-	-	-	-	323,135
Restricted	3,406,427	-	-	-	-	37,708,040
Committed	-	-	-	842,023	-	6,269,938
Assigned	28,202	-	-	-	82,805	7,475,736
Unassigned	-	-	-	-	-	(199,705)
Total fund balances	3,434,629	-	-	842,023	82,805	51,577,144
Total liabilities, deferred inflows of resources, and fund balance	\$ 4,256,207	\$ -	\$ -	\$ 1,231,749	\$ 82,805	\$ 61,157,168

Clark County Washington
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013

	County Building	Sheriff Investigation	Special Assistance	Veteran's Assistance	Criminal Witness Assistance	Developmental Disability	Substance Abuse	Special Law Enforcement	Auditor's O&M	CRESA Emergency Services Communication
Revenues:										
Property taxes	\$ -	\$ -	\$ 355,544	\$ -	\$ 447,956	\$ -	\$ -	\$ 4,570,942	\$ -	\$ 4,112,832
Sales and use taxes	-	-	2,698	-	3,398	-	-	-	-	-
Excise and other taxes	-	-	-	-	-	-	-	-	-	-
Licenses & permits	5,906,146	-	-	-	-	-	-	-	-	-
Intergovernmental	9,930	4,136	20	29,800	4,040,372	3,845,934	-	174,783	-	-
Charges for services	674,577	-	-	246,979	-	36,257	-	305,374	-	-
Fines & forfeitures	-	64,003	-	20,025	-	-	-	-	-	-
Interest earnings	12,387	954	1,099	1,120	2,399	2,255	1,231	4,055	1,745	-
Donations	-	6,075	-	-	-	800	-	-	-	-
Other revenues	-	164,366	1,625	-	2,281	-	-	-	-	-
Total revenues	6,603,040	239,534	360,986	297,924	4,496,406	3,885,246	4,572,173	484,212	4,114,577	
Expenditures:										
Current:										
General government	-	-	-	355,567	-	-	-	-	607,712	-
Judicial	-	-	-	-	-	-	-	-	-	-
Public safety	1,167,964	-	-	-	-	-	-	-	-	4,808,055
Physical environment	-	-	-	-	-	-	-	-	-	-
Economic environment	3,820,793	-	-	-	-	-	-	-	-	-
Health and human services	-	-	319,480	-	4,629,860	5,930,962	-	-	-	-
Culture & recreation	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-
General government	-	-	-	-	-	-	-	-	19,577	-
Physical environment	-	-	-	-	-	-	-	-	-	-
Economic environment	78,509	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-	-
Culture & recreation	-	-	-	-	-	-	-	-	-	-
Debt service:										
Interest and other charges	-	-	-	-	-	-	-	-	-	-
Total expenditures	5,067,266	-	319,480	355,567	4,629,860	5,930,962	-	627,289	4,808,055	
Excess (deficiency) of revenues over expenditures	1,535,774	239,534	41,506	(57,643)	(133,454)	(2,045,716)	4,572,173	(143,077)	(693,478)	
Other Financing Sources (Uses):										
Sale of capital assets	-	-	4,706	-	5,940	-	-	-	-	-
Insurance recoveries	-	-	-	-	-	-	-	-	-	-
Transfers in	25,983	-	-	137,500	-	2,149,433	-	-	-	-
Transfers out	(85,000)	(40,000)	-	-	-	-	(4,539,513)	-	-	-
Total other financing sources (uses)	(59,017)	(40,000)	4,706	137,500	5,940	2,149,433	(4,539,513)	-	-	-
Net change in fund balances	1,476,757	199,534	46,212	79,857	(127,514)	103,717	32,660	(143,077)	(693,478)	
Fund balance as of January 1	3,183,935	75,858	395,991	371,956	971,839	874,405	35,361	1,708,177	689,950	
Prior period adjustment	-	-	-	-	-	-	774,106	-	688,021	
Fund balance as of January 1 - restated	3,183,935	75,858	395,991	371,956	971,839	874,405	809,467	1,708,177	1,377,971	
Fund balance as of December 31	\$ 4,660,692	\$ 275,392	\$ 442,203	\$ 451,813	\$ 844,325	\$ 978,122	\$ 842,127	\$ 1,565,100	\$ 684,493	

Clark County Washington
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013

	Arthur D. Curtis Children's Justice Center (CJC)	Narcotics Task Force	Anti Profiteering	Event Center Fund	Emergency Medical Services	Radio Communication	Mental Health Grant Funds	Industrial Revenue Bond Corp.	CJA-1% Sales Tax	BJA Block Grant
Revenues:										
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 448,939	\$ -	\$ 2,942,065	\$ -
Sales and use taxes	-	-	-	-	-	-	3,398	-	-	-
Excise and other taxes	-	-	-	-	-	-	-	-	-	-
Licenses & permits	-	-	-	-	-	-	-	-	-	-
Intergovernmental	52,606	156,644	-	77,404	-	-	-	-	-	58,709
Charges for services	307,687	-	-	1,504,993	646,560	-	2,293,584	-	-	-
Fines & forfeitures	-	28,326	-	-	49,430	-	-	-	-	-
Interest earnings	229	1,170	87	961	1,024	203	15,263	-	814	314
Donations	38,115	-	-	-	-	-	-	-	-	-
Other revenues	5,494	191,507	-	2,468,154	1,090	-	5,022	-	-	-
Total revenues	404,131	377,647	87	4,051,512	698,104	203	2,766,206	-	2,942,879	59,023
Expenditures:										
Current:										
General government	-	-	-	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	-	-	-	-
Public safety	0	381,948	-	-	837,950	-	-	-	-	58,653
Physical environment	-	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-
Health and human services	711,079	-	-	-	-	-	6,745,392	-	-	-
Culture & recreation	-	-	-	4,391,056	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-
General government	-	-	-	-	-	-	-	-	-	-
Physical environment	-	-	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-	28,915
Culture & recreation	-	-	-	9,735	-	-	-	-	-	-
Debt service:										
Interest and other charges	-	-	-	3,481	-	-	-	-	-	-
Total expenditures	711,079	381,948	-	4,404,272	837,950	-	6,745,392	-	-	87,568
Excess (deficiency) of revenues over expenditures	(306,948)	(4,301)	87	(352,760)	(139,846)	203	(3,979,186)	-	2,942,879	(28,545)
Other Financing Sources (Uses):										
Sale of capital assets	-	-	-	-	-	-	5,941	-	-	-
Insurance recoveries	-	-	-	6,893	-	-	-	-	-	-
Transfers in	269,282	-	-	1,250,000	-	-	1,522,051	-	-	-
Transfers out	-	(55,076)	-	-	-	(209,990)	-	-	(2,959,478)	-
Total other financing sources (uses)	269,282	(55,076)	-	1,256,893	-	(209,990)	1,527,992	-	(2,959,478)	-
Net change in fund balances	(37,666)	(59,377)	87	904,133	(139,846)	(209,787)	(2,451,194)	-	(16,599)	(28,545)
Fund balance as of January 1	93,545	308,843	34,558	(959,539)	313,198	209,787	8,397,462	20,469	79,385	68,324
Prior period adjustment	-	-	-	-	-	-	(46,892)	-	489,338	-
Fund balance as of January 1 - restated	93,545	308,843	34,558	(959,539)	313,198	209,787	8,350,570	20,469	588,723	68,324
Fund balance as of December 31	\$ 55,879	\$ 249,466	\$ 34,645	\$ (55,406)	\$ 173,352	\$ -	\$ 5,899,376	\$ 20,469	\$ 552,124	\$ 39,779

Clark County Washington
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013

	Solid Waste Closure	Jail Commissary	Juvenile	Health Department	Trial Court Improvement Fund	Exhibition Hall Dedicated Revenue	Tourism Promotion Area	Campus Development Fund	Metropolitan Parks District Fund
Revenues:									
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,789,071
Sales and use taxes	-	-	-	-	-	235,688	-	-	-
Excise and other taxes	-	-	-	-	-	-	77,780	-	56
Licenses & permits	-	-	-	2,226,981	-	-	-	-	-
Intergovernmental	-	-	-	4,567,288	143,968	355,860	-	-	-
Charges for services	-	403,399	1,054	985,420	-	-	905,300	-	101,709
Fines & forfeitures	-	-	-	-	-	-	-	-	-
Interest earnings	25,673	493	73	6,779	-	1,012	-	17,267	16,535
Donations	-	-	-	93,558	-	-	-	-	-
Other revenues	25,234	-	-	156,468	-	426,988	-	4,214,015	32,930
Total revenues	50,907	403,892	1,127	8,036,494	143,968	1,019,548	983,080	4,231,282	1,940,301
Expenditures:									
Current:									
General government	-	-	-	-	-	-	-	-	-
Judicial	-	-	-	-	57	-	-	5,059	-
Public safety	-	726,804	11,886	-	-	-	-	-	-
Physical environment	799,728	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	1,072,566	-	-
Health and human services	-	-	-	9,589,224	-	-	-	-	-
Culture & recreation	-	-	-	-	-	-	-	-	2,870,525
Capital outlay	-	-	-	-	-	-	-	-	-
General government	-	-	-	-	-	-	-	-	-
Physical environment	171,103	-	-	-	-	-	-	-	-
Economic environment	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-	-
Culture & recreation	-	-	-	-	-	-	-	-	39,537
Debt service:									
Interest and other charges	-	-	-	-	-	-	-	-	-
Total expenditures	970,831	726,804	11,886	9,589,224	57	-	1,072,566	5,059	2,910,062
Excess (deficiency) of revenues over expenditures	(919,924)	(322,912)	(10,759)	(1,552,730)	143,911	1,019,548	(89,486)	4,226,223	(969,761)
Other Financing Sources (Uses):									
Sale of capital assets	-	-	-	-	-	-	-	-	-
Insurance recoveries	-	-	-	1,428	-	-	-	-	-
Transfers in	-	-	-	3,031,026	-	100,000	-	-	-
Transfers out	-	-	-	-	(144,051)	(371,833)	-	(4,342,011)	-
Total other financing sources (uses)	-	-	-	3,032,454	(144,051)	(271,833)	-	(4,342,011)	-
Net change in fund balances	(919,924)	(322,912)	(10,759)	1,479,724	(140)	747,715	(89,486)	(115,788)	(969,761)
Fund balance as of January 1	11,099,663	223,811	35,641	2,600,060	158	249,604	180,781	2,890,366	7,048,098
Prior period adjustment	-	-	-	-	-	-	-	-	3,000,000
Fund balance as of January 1 - restated	11,099,663	223,811	35,641	2,600,060	158	249,604	180,781	2,890,366	10,048,098
Fund balance as of December 31	\$ 10,179,739	\$ (99,101)	\$ 24,882	\$ 4,079,784	\$ 18	\$ 997,319	\$ 91,295	\$ 2,774,578	\$ 9,078,337

Clark County Washington
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Year Ended December 31, 2013

	Camp Bonneville	Bonneville Timber Fund	Mental Health Sales Tax Fund	GIS	Tri-Mountain Golf O&M	Law & Justice Sales Tax Fund	LRF-Local Revitalization Financing	Total
Revenues:								
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,041,510
Sales and use taxes	-	-	5,542,101	-	-	4,570,942	-	21,974,570
Excise and other taxes	-	-	-	-	-	-	-	87,330
Licenses & permits	-	-	-	-	-	-	-	8,133,127
Intergovernmental	1,512,785	-	-	-	-	-	-	15,030,239
Charges for services	-	-	-	-	-	-	-	8,412,893
Fines & forfeitures	-	-	-	-	-	-	-	161,784
Interest earnings	751	-	4,800	-	-	821	-	121,514
Donations	-	-	-	-	-	-	-	138,548
Other revenues	-	6,381	-	-	-	-	-	7,701,555
Total revenues	1,513,536	6,381	5,546,901	-	-	4,571,763	-	64,803,070
Expenditures:								
Current:								
General government	-	-	273,106	-	-	-	-	1,241,444
Judicial	-	-	564,224	-	-	-	-	564,281
Public safety	-	-	152,509	-	-	-	-	8,145,769
Physical environment	-	-	-	-	-	-	-	799,728
Economic environment	-	-	-	-	-	-	-	4,893,359
Health and human services	-	-	35,000	-	-	-	-	27,960,997
Culture & recreation	1,344,029	872,012	-	-	-	-	-	9,477,622
Capital outlay	-	-	-	-	-	-	-	-
General government	-	-	-	-	-	-	-	19,577
Physical environment	-	-	-	-	-	-	-	171,103
Economic environment	-	-	-	-	-	-	-	78,509
Public safety	-	-	-	-	-	-	-	28,915
Culture & recreation	-	-	-	-	-	-	-	49,272
Debt service:	-	-	-	-	-	-	-	-
Interest and other charges	-	-	-	-	-	-	-	3,481
Total expenditures	1,344,029	872,012	1,024,839	-	-	-	-	53,434,057
Excess (deficiency) of revenues over expenditures	169,507	(865,631)	4,522,062	-	-	4,571,763	-	11,369,013
Other Financing Sources (Uses):								
Sale of capital assets	-	1,695,234	-	-	-	-	-	1,711,821
Insurance recoveries	-	-	-	-	-	-	-	8,321
Transfers in	-	650,571	-	-	-	-	59,136	9,194,982
Transfers out	-	-	(3,671,485)	-	-	(4,537,779)	-	(20,956,216)
Total other financing sources (uses)	-	2,345,805	(3,671,485)	-	-	(4,537,779)	59,136	(10,041,092)
Net change in fund balances	169,507	1,480,174	850,577	-	-	33,984	59,136	1,327,921
Fund balance as of January 1	727,204	-	1,660,849	888,015	(227,744)	33,933	23,669	44,307,612
Prior period adjustment	-	-	923,203	(888,015)	227,744	774,106	-	5,941,611
Fund balance as of January 1 - restated	727,204	-	2,584,052	-	-	808,039	23,669	50,249,223
Fund balance as of December 31	\$ 896,711	\$ 1,480,174	\$ 3,434,629	\$ -	\$ -	\$ 842,023	\$ 82,805	\$ 51,577,144

**Clark County Washington
County Building Fund**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Revenues				
Non-business licenses and permits	\$ 7,171,627	\$ 7,227,977	\$ 5,906,146	\$ (1,321,831)
Total licenses and permits	7,171,627	7,227,977	5,906,146	(1,321,831)
State grants	-	-	9,930	9,930
Total intergovernmental	-	-	9,930	9,930
General government fees	5,000	703,312	90,626	(612,686)
Public safety	-	47,184	390,495	343,311
Transportation	123,040	-	-	-
Economic environment	788,502	1,117,748	193,456	(924,292)
Interfund revenues	1,015,736	-	-	-
Total charges for services	1,932,278	1,868,244	674,577	(1,193,667)
Interest earnings	-	-	12,387	12,387
Other revenues	-	7,684	-	(7,684)
Total miscellaneous	-	7,684	12,387	4,703
Total revenues	9,103,905	9,103,905	6,603,040	(2,500,865)
Expenditures				
Public safety				
Personal services	2,892,538	1,502,414	551,452	950,962
Supplies	69,600	65,500	199,335	(133,835)
Other services and charges	571,480	1,548,548	417,177	1,131,371
Interfund payment for services	582,923	-	-	-
Total public safety	4,116,541	3,116,462	1,167,964	1,948,498
Economic environment				
Personal services	4,151,115	6,325,031	2,708,149	3,616,882
Supplies	58,800	161,036	138,211	22,825
Other services and charges	1,001,012	2,174,422	974,433	1,199,989
Capital outlay	-	200,000	78,509	121,491
Interfund payment for services	1,828,487	-	-	-
Total economic environment	7,039,414	8,860,489	3,899,302	4,961,187
Total expenditures	11,155,955	11,976,951	5,067,266	6,909,685
Excess (deficiency) of revenues over expenditures	(2,052,050)	(2,873,046)	1,535,774	4,408,820
Other Financing Sources (Uses)				
Transfers in	1,187,996	3,787,996	25,983	(3,762,013)
Transfers out	-	(2,170,600)	(85,000)	2,085,600
Total other financing sources (uses)	1,187,996	1,617,396	(59,017)	(1,676,413)
Net change in fund balance	(864,054)	(1,255,650)	1,476,757	2,732,407
Fund balance as of January 1	5,877,362	3,206,629	3,183,935	(22,694)
Fund balance as of December 31	\$ 5,013,308	\$ 1,950,979	\$ 4,660,692	\$ 2,709,713

Clark County Washington
Sheriff Special Investigation Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Revenues				
Federal entitlements	\$ -	\$ -	\$ 4,136	\$ 4,136
Total intergovernmental	-	-	4,136	4,136
Fines and forfeitures	160,000	160,000	64,003	(95,997)
Total fines & forfeitures	160,000	160,000	64,003	(95,997)
Interest earnings	24,000	24,000	954	(23,046)
Donations	-	-	6,075	6,075
Other revenues	21,000	21,000	164,366	143,366
Total miscellaneous	45,000	45,000	171,395	126,395
Total revenues	205,000	205,000	239,534	34,534
Excess (deficiency) of revenues over expenditures	205,000	205,000	239,534	34,534
Other Financing Sources (Uses)				
Transfers out	(109,500)	(109,500)	(40,000)	69,500
Total other financing sources (uses)	(109,500)	(109,500)	(40,000)	69,500
Net change in fund balance	95,500	95,500	199,534	104,034
Fund balance as of January 1	442,507	37,507	75,858	38,351
Fund balance as of December 31	\$ 538,007	\$ 133,007	\$ 275,392	\$ 142,385

**Clark County Washington
Veterans Assistance Fund**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
General property taxes	\$ 571,876	\$ 570,804	\$ 355,544	\$ (215,260)
Timber harvest taxes	1,316	-	-	-
Excise and other taxes	1,446	2,762	2,698	(64)
Total taxes	<u>574,638</u>	<u>573,566</u>	<u>358,242</u>	<u>(215,324)</u>
Federal entitlements	-	98	20	(78)
Total intergovernmental	<u>-</u>	<u>98</u>	<u>20</u>	<u>(78)</u>
Interest earnings	70,000	70,000	1,099	(68,901)
Rents and royalties	-	-	107	107
Other revenues	-	974	1,518	544
Total miscellaneous	<u>70,000</u>	<u>70,974</u>	<u>2,724</u>	<u>(68,250)</u>
Total revenues	<u>644,638</u>	<u>644,638</u>	<u>360,986</u>	<u>(283,652)</u>
<u>Expenditures</u>				
Health and human services				
Personal services	137,481	137,481	25,435	112,046
Supplies	2,000	2,000	-	2,000
Other services and charges	1,095,000	1,147,000	294,045	852,955
Interfund payment for services	52,000	-	-	-
Total health and human services	<u>1,286,481</u>	<u>1,286,481</u>	<u>319,480</u>	<u>967,001</u>
Total expenditures	<u>1,286,481</u>	<u>1,286,481</u>	<u>319,480</u>	<u>967,001</u>
Excess (deficiency) of revenues over expenditures	(641,843)	(641,843)	41,506	683,349
<u>Other Financing Sources (Uses)</u>				
Sale of capital assets	4,900	4,900	4,706	(194)
Total other financing sources (uses)	<u>4,900</u>	<u>4,900</u>	<u>4,706</u>	<u>(194)</u>
Net change in fund balance	(636,943)	(636,943)	46,212	683,155
Fund balance as of January 1	350,882	350,882	395,991	45,109
Fund balance as of December 31	<u>\$ (286,061)</u>	<u>\$ (286,061)</u>	<u>\$ 442,203</u>	<u>\$ 728,264</u>

Clark County Washington
Crime Victim and Witness Assistance Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
State grants	\$ 15,000	\$ 15,000	\$ 29,800	\$ 14,800
Total intergovernmental	15,000	15,000	29,800	14,800
General government fees	445,372	445,372	246,979	(198,393)
Total charges for services	445,372	445,372	246,979	(198,393)
Fines and forfeitures	-	-	20,025	20,025
Total fines & forfeitures	-	-	20,025	20,025
Interest earnings	18,000	18,000	1,120	(16,880)
Total miscellaneous	18,000	18,000	1,120	(16,880)
Total revenues	478,372	478,372	297,924	(180,448)
<u>Expenditures</u>				
General government				
Personal services	668,449	668,449	322,385	346,064
Supplies	4,000	13,000	3,089	9,911
Other services and charges	90,312	141,774	30,093	111,681
Interfund payment for services	60,757	-	-	-
Total general government	823,518	823,223	355,567	467,656
Total expenditures	823,518	823,223	355,567	467,656
Excess (deficiency) of revenues over expenditures	(345,146)	(344,851)	(57,643)	287,208
<u>Other Financing Sources (Uses)</u>				
Transfers in	275,000	198,930	137,500	(61,430)
Transfers out	-	-	-	-
Total other financing sources (uses)	275,000	198,930	137,500	(61,430)
Net change in fund balance	(70,146)	(145,921)	79,857	225,778
Fund balance as of January 1	297	1,581	371,956	370,375
Fund balance as of December 31	\$ (69,849)	\$ (144,340)	\$ 451,813	\$ 596,153

Clark County Washington
Developmental Disability Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
General property taxes	\$ 756,268	\$ 755,072	\$ 447,956	\$ (307,116)
Timber harvest taxes	1,300	-	-	-
Excise and other taxes	1,654	2,954	3,398	444
Total taxes	<u>759,222</u>	<u>758,026</u>	<u>451,354</u>	<u>(306,672)</u>
Federal entitlements	-	116	25	(91)
State grants	7,691,458	7,691,458	4,040,347	(3,651,111)
Total intergovernmental	<u>7,691,458</u>	<u>7,691,574</u>	<u>4,040,372</u>	<u>(3,651,202)</u>
Interest earnings	3,600	3,600	2,399	(1,201)
Rents and royalties	100	100	136	36
Other revenues	-	1,080	2,145	1,065
Total miscellaneous	<u>3,700</u>	<u>4,780</u>	<u>4,680</u>	<u>(100)</u>
Total revenues	<u>8,454,380</u>	<u>8,454,380</u>	<u>4,496,406</u>	<u>(3,957,974)</u>
<u>Expenditures</u>				
Health and human services				
Personal services	991,918	991,918	454,821	537,097
Supplies	1,000	1,000	4,230	(3,230)
Other services and charges	7,480,368	7,682,098	4,170,809	3,511,289
Interfund payment for services	201,730	-	-	-
Total health and human services	<u>8,675,016</u>	<u>8,675,016</u>	<u>4,629,860</u>	<u>4,045,156</u>
Total expenditures	<u>8,675,016</u>	<u>8,675,016</u>	<u>4,629,860</u>	<u>4,045,156</u>
Excess (deficiency) of revenues over expenditures	(220,636)	(220,636)	(133,454)	87,182
<u>Other Financing Sources (Uses)</u>				
Sale of capital assets	6,726	6,726	5,940	(786)
Total other financing sources (uses)	<u>6,726</u>	<u>6,726</u>	<u>5,940</u>	<u>(786)</u>
Net change in fund balance	(213,910)	(213,910)	(127,514)	86,396
Fund balance as of January 1	319,185	319,185	971,839	652,654
Fund balance as of December 31	<u>\$ 105,275</u>	<u>\$ 105,275</u>	<u>\$ 844,325</u>	<u>\$ 739,050</u>

**Clark County Washington
Substance Abuse Fund**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
Federal grants -- direct	\$ -	\$ -	\$ 525,963	\$ 525,963
Federal grants -- indirect	6,239,228	2,948,290	815,384	(2,132,906)
State grants	5,883,832	4,483,832	2,446,338	(2,037,494)
State entitlements	240,000	240,000	58,248	(181,752)
Intergovernmental revenues	-	-	1	1
Total intergovernmental	<u>12,363,060</u>	<u>7,672,122</u>	<u>3,845,934</u>	<u>(3,826,188)</u>
Health & human services	-	-	36,257	36,257
Total charges for services	<u>-</u>	<u>-</u>	<u>36,257</u>	<u>36,257</u>
Interest earnings	-	-	2,255	2,255
Donations	-	-	800	800
Total miscellaneous	<u>-</u>	<u>-</u>	<u>3,055</u>	<u>3,055</u>
Total revenues	<u>12,363,060</u>	<u>7,672,122</u>	<u>3,885,246</u>	<u>(3,786,876)</u>
<u>Expenditures</u>				
Health and human services				
Personal services	1,432,685	1,432,685	607,400	825,285
Supplies	1,000	1,000	33,004	(32,004)
Other services and charges	16,131,075	9,830,467	5,290,558	4,539,909
Interfund payment for services	253,530	-	-	-
Total health and human services	<u>17,818,290</u>	<u>11,264,152</u>	<u>5,930,962</u>	<u>5,333,190</u>
Total expenditures	<u>17,818,290</u>	<u>11,264,152</u>	<u>5,930,962</u>	<u>5,333,190</u>
Excess (deficiency) of revenues over expenditures	(5,455,230)	(3,592,030)	(2,045,716)	1,546,314
<u>Other Financing Sources (Uses)</u>				
Transfers in	4,579,474	4,089,006	2,149,433	(1,939,573)
Transfers out	(150,000)	(150,000)	-	150,000
Total other financing sources (uses)	<u>4,429,474</u>	<u>3,939,006</u>	<u>2,149,433</u>	<u>(1,789,573)</u>
Net change in fund balance	(1,025,756)	346,976	103,717	(243,259)
Fund balance as of January 1	262,411	262,411	874,405	611,994
Fund balance as of December 31	<u>\$ (763,345)</u>	<u>\$ 609,387</u>	<u>\$ 978,122</u>	<u>\$ 368,735</u>

Clark County Washington
Special Law Enforcement Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Revenues				
Retail sales and use taxes	\$ 8,888,509	\$ 9,204,040	\$ 4,570,942	\$ (4,633,098)
Total taxes	8,888,509	9,204,040	4,570,942	(4,633,098)
Interest earnings	-	-	1,231	1,231
Total miscellaneous	-	-	1,231	1,231
Total revenues	8,888,509	9,204,040	4,572,173	(4,631,867)
Excess (deficiency) of revenues over expenditures	8,888,509	9,204,040	4,572,173	(4,631,867)
Other Financing Sources (Uses)				
Transfers out	(8,888,509)	(9,204,040)	(4,539,513)	4,664,527
Total other financing sources (uses)	(8,888,509)	(9,204,040)	(4,539,513)	4,664,527
Net change in fund balance	-	-	32,660	32,660
Fund balance as of January 1	433,544	292,233	35,361	(256,872)
Prior Period Adjustment	-	-	774,106	774,106
Fund balance as of January 1-restated	433,544	292,233	809,467	517,234
Fund balance as of December 31	\$ 433,544	\$ 292,233	\$ 842,127	\$ 549,894

**Clark County Washington
Auditor's O & M Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Revenues				
State entitlements	\$ -	\$ -	\$ 174,783	\$ 174,783
Total intergovernmental	-	-	174,783	174,783
General government fees	743,000	743,000	305,374	(437,626)
Total charges for services	743,000	743,000	305,374	(437,626)
Interest earnings	-	-	4,055	4,055
Total miscellaneous	-	-	4,055	4,055
Total revenues	743,000	743,000	484,212	(258,788)
Expenditures				
General government				
Supplies	43,422	33,400	3,765	29,635
Other services and charges	491,320	812,401	603,947	208,454
Capital outlay	14,000	14,000	19,577	(5,577)
Interfund payment for services	437,094	-	-	-
Total general government	985,836	859,801	627,289	232,512
Judicial				
Supplies	-	12,422	-	12,422
Other services and charges	-	107,620	-	107,620
Total judicial	-	120,042	-	120,042
Total expenditures	985,836	859,801	627,289	232,512
Excess (deficiency) of revenues over expenditures	(242,836)	(116,801)	(143,077)	(26,276)
Other Financing Sources (Uses)				
Transfers out	(50,000)	(50,000)	-	50,000
Total other financing sources (uses)	(50,000)	(50,000)	-	50,000
Net change in fund balance	(292,836)	(166,801)	(143,077)	23,724
Fund balance as of January 1	1,523,647	1,202,035	1,708,177	506,142
Fund balance as of December 31	\$ 1,230,811	\$ 1,035,234	\$ 1,565,100	\$ 529,866

Clark County Washington
Emergency Services Communication System Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
Retail sales and use taxes	\$ -	\$ 8,910,316	\$ 4,112,832	\$ (4,797,484)
Excise and other taxes	8,610,316	-	-	-
Total taxes	8,610,316	8,910,316	4,112,832	(4,797,484)
Interest earnings	-	-	1,745	1,745
Total miscellaneous	-	-	1,745	1,745
Total revenues	8,610,316	8,910,316	4,114,577	(4,795,739)
<u>Expenditures</u>				
Public safety				
Intergovernmental	8,610,316	8,910,316	4,808,055	4,102,261
Total public safety	8,610,316	8,910,316	4,808,055	4,102,261
Excess (deficiency) of revenues over expenditures	-	-	(693,478)	(693,478)
Net change in fund balance	-	-	(693,478)	(693,478)
Fund balance as of January 1	4,491,871	2,856,944	689,950	(2,166,994)
Prior Period Adjustment	-	-	688,021	688,021
Fund balance as of December 31	\$ 4,491,871	\$ 2,856,944	\$ 684,493	\$ (2,172,451)

Clark County Washington
Arthur D. Curtis Children's Justice Center (CJC)
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
Federal grants -- direct	\$ 220,000	\$ 20,000	\$ 10,000	\$ (10,000)
State grants	114,874	114,874	42,606	(72,268)
Intergovernmental revenues	670,250	-	-	-
Total intergovernmental	1,005,124	134,874	52,606	(82,268)
Public safety	-	25,000	3,055	(21,945)
Health & human services	-	609,264	304,632	(304,632)
Total charges for services	-	634,264	307,687	(326,577)
Interest earnings	8,000	8,000	229	(7,771)
Donations	2,222	76,100	38,115	(37,985)
Other revenues	-	14,651	5,494	(9,157)
Total miscellaneous	10,222	98,751	43,838	(54,913)
Total revenues	1,015,346	867,889	404,131	(463,758)
<u>Expenditures</u>				
Health and human services				
Personal services	801,433	801,433	361,825	439,608
Supplies	40,400	40,400	22,573	17,827
Other services and charges	652,111	680,504	320,316	360,188
Capital outlay	-	-	6,365	(6,365)
Total health and human services	1,493,944	1,522,337	711,079	811,258
Total expenditures	1,493,944	1,522,337	711,079	811,258
Excess (deficiency) of revenues over expenditures	(478,598)	(654,448)	(306,948)	347,500
<u>Other Financing Sources (Uses)</u>				
Transfers in	496,180	538,564	269,282	(269,282)
Total other financing sources (uses)	496,180	538,564	269,282	(269,282)
Net change in fund balance	17,582	(115,884)	(37,666)	78,218
Fund balance as of January 1	41,847	11,600	93,545	81,945
Fund balance as of December 31	\$ 59,429	\$ (104,284)	\$ 55,879	\$ 160,163

Clark County Washington
Narcotics Task Force Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
Federal grants -- direct	\$ 67,000	\$ 243,292	\$ 102,247	\$ (141,045)
Federal entitlements	200,000	200,000	54,397	(145,603)
Federal grants -- indirect	200,000	200,000	-	(200,000)
Total intergovernmental	467,000	643,292	156,644	(486,648)
General government fees	-	24,000	-	(24,000)
Interfund revenues	24,000	-	-	-
Total charges for services	24,000	24,000	-	(24,000)
Fines and forfeitures	50,400	50,000	28,326	(21,674)
Total fines & forfeitures	50,400	50,000	28,326	(21,674)
Interest earnings	10,000	10,000	1,170	(8,830)
Other revenues	300,000	300,400	191,507	(108,893)
Total miscellaneous	310,000	310,400	192,677	(117,723)
Total revenues	851,400	1,027,692	377,647	(650,045)
<u>Expenditures</u>				
Public safety				
Supplies	107,000	111,882	68,978	42,904
Other services and charges	448,400	795,415	309,416	485,999
Intergovernmental	-	-	3,524	(3,524)
Capital outlay	-	-	30	(30)
Interfund payment for services	178,715	-	-	-
Total public safety	734,115	907,297	381,948	525,349
Total expenditures	734,115	907,297	381,948	525,349
Excess (deficiency) of revenues over expenditures	117,285	120,395	(4,301)	(124,696)
<u>Other Financing Sources (Uses)</u>				
Transfers out	(110,152)	(110,152)	(55,076)	55,076
Total other financing sources (uses)	(110,152)	(110,152)	(55,076)	55,076
Net change in fund balance	7,133	10,243	(59,377)	(69,620)
Fund balance as of January 1	88,264	98,330	308,843	210,513
Fund balance as of December 31	\$ 95,397	\$ 108,573	\$ 249,466	\$ 140,893

Clark County Washington
Anti Profiteering Revolving Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Revenues				
Interest earnings	\$ 2,000	\$ 2,000	\$ 87	\$ (1,913)
Total miscellaneous	2,000	2,000	87	(1,913)
Total revenues	2,000	2,000	87	(1,913)
 Excess (deficiency) of revenues over expenditures	 2,000	 2,000	 87	 (1,913)
 Net change in fund balance	 2,000	 2,000	 87	 (1,913)
Fund balance as of January 1	71,871	71,871	34,558	(37,313)
Fund balance as of December 31	\$ 73,871	\$ 73,871	\$ 34,645	\$ (39,226)

Clark County Washington
Event Center Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
State entitlements	\$ 170,000	\$ 170,000	\$ 77,404	\$ (92,596)
Total intergovernmental	170,000	170,000	77,404	(92,596)
General government fees	-	-	2,326	2,326
Culture and recreation	2,300,250	2,374,300	1,502,667	(871,633)
Total charges for services	2,300,250	2,374,300	1,504,993	(869,307)
Interest earnings	-	-	961	961
Rents and royalties	4,498,316	5,877,816	2,468,044	(3,409,772)
Donations	-	282,500	-	(282,500)
Other revenues	1,736,050	-	110	110
Total miscellaneous	6,234,366	6,160,316	2,469,115	(3,691,201)
Total revenues	8,704,616	8,704,616	4,051,512	(4,653,104)
<u>Expenditures</u>				
Culture and recreation				
Personal services	520,459	520,459	232,770	287,689
Supplies	569,804	599,522	365,372	234,150
Other services and charges	7,338,632	7,366,842	3,792,914	3,573,928
Capital outlay	-	-	9,735	(9,735)
Interfund payment for services	57,928	-	-	-
Total culture and recreation	8,486,823	8,486,823	4,400,791	4,086,032
Debt service: interest	-	-	3,481	(3,481)
Total expenditures	8,486,823	8,486,823	4,404,272	4,082,551
Excess (deficiency) of revenues over expenditures	217,793	217,793	(352,760)	(570,553)
<u>Other Financing Sources (Uses)</u>				
Insurance recoveries	-	-	6,893	6,893
Transfers in	500,000	1,500,000	1,250,000	(250,000)
Transfers out	(10,378)	(10,378)	-	10,378
Total other financing sources (uses)	489,622	1,489,622	1,256,893	(232,729)
Net change in fund balance	707,415	1,707,415	904,133	(803,282)
Fund balance as of January 1	661,823	414,061	(959,539)	(1,373,600)
Fund balance as of December 31	\$ 1,369,238	\$ 2,121,476	\$ (55,406)	\$ (2,176,882)

Clark County Washington
Emergency Medical Services Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
Intergovernmental revenues	\$ 12,144	\$ -	\$ -	\$ -
Total intergovernmental	12,144	-	-	-
Public safety	1,459,894	1,519,639	646,560	(873,079)
Total charges for services	1,459,894	1,519,639	646,560	(873,079)
Fines and forfeitures	136,656	136,656	49,430	(87,226)
Total fines & forfeitures	136,656	136,656	49,430	(87,226)
Interest earnings	16,000	16,000	1,024	(14,976)
Other revenues	-	-	1,090	1,090
Total miscellaneous	16,000	16,000	2,114	(13,886)
Total revenues	1,624,694	1,672,295	698,104	(974,191)
<u>Expenditures</u>				
Public safety				
Intergovernmental	1,689,754	1,737,355	837,950	899,405
Total public safety	1,689,754	1,737,355	837,950	899,405
Total expenditures	1,689,754	1,737,355	837,950	899,405
Excess (deficiency) of revenues over expenditures	(65,060)	(65,060)	(139,846)	(74,786)
<u>Other Financing Sources (Uses)</u>				
Net change in fund balance	(65,060)	(65,060)	(139,846)	(74,786)
Fund balance as of January 1	554,414	481,396	313,198	(168,198)
Fund balance as of December 31	\$ 489,354	\$ 416,336	\$ 173,352	\$ (242,984)

Clark County Washington
Radio Communications Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Revenues				
Interest earnings	\$ -	\$ -	\$ 203	\$ 203
Total miscellaneous	-	-	203	203
Total revenues	-	-	203	203
Excess (deficiency) of revenues over expenditures	-	-	203	203
Other Financing Sources (Uses)				
Transfers out	(234,389)	(234,389)	(209,990)	24,399
Total other financing sources (uses)	(234,389)	(234,389)	(209,990)	24,399
Net change in fund balance	(234,389)	(234,389)	(209,787)	24,602
Fund balance as of January 1	388,094	262,184	209,787	(52,397)
Fund balance as of December 31	\$ 153,705	\$ 27,795	\$ -	\$ (27,795)

**Clark County Washington
Mental Health Funds**

**Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Revenues				
General property taxes	\$ 756,268	\$ 755,072	\$ 448,939	\$ (306,133)
Timber harvest taxes	1,300	-	-	-
Excise and other taxes	1,654	2,954	3,398	444
Total taxes	<u>759,222</u>	<u>758,026</u>	<u>452,337</u>	<u>(305,689)</u>
Federal grants -- direct	1,161,434	383,808	-	(383,808)
Federal entitlements	-	116	-	(116)
Federal grants -- indirect	447,832	447,832	-	(447,832)
Intergovernmental revenues	2,070,000	-	-	-
Total intergovernmental	<u>3,679,266</u>	<u>831,756</u>	<u>-</u>	<u>(831,756)</u>
Public safety	-	100,000	-	(100,000)
Health & human services	2,950,156	3,758,156	2,293,584	(1,464,572)
Total charges for services	<u>2,950,156</u>	<u>3,858,156</u>	<u>2,293,584</u>	<u>(1,564,572)</u>
Interest earnings	266,000	266,000	15,263	(250,737)
Rents and royalties	-	-	136	136
Other revenues	85,000	86,080	4,886	(81,194)
Total miscellaneous	<u>351,000</u>	<u>352,080</u>	<u>20,285</u>	<u>(331,795)</u>
Total revenues	<u>7,739,644</u>	<u>5,800,018</u>	<u>2,766,206</u>	<u>(3,033,812)</u>
Expenditures				
Health and human services				
Personal services	4,566,987	4,266,987	1,817,232	2,449,755
Supplies	12,000	1,000	25,444	(24,444)
Other services and charges	10,560,714	5,087,714	2,973,696	2,114,018
Intergovernmental	-	1,929,019	1,929,020	(1)
Interfund payment for services	482,626	-	-	-
Total health and human services	<u>15,622,327</u>	<u>11,284,720</u>	<u>6,745,392</u>	<u>4,539,328</u>
Total expenditures	<u>15,622,327</u>	<u>11,284,720</u>	<u>6,745,392</u>	<u>4,539,328</u>
Excess (deficiency) of revenues over expenditures	(7,882,683)	(5,484,702)	(3,979,186)	1,505,516
Other Financing Sources (Uses)				
Sale of capital assets	6,700	6,700	5,941	(759)
Transfers in	4,541,334	3,041,334	1,522,051	(1,519,283)
Transfers out	(1,500,000)	-	-	-
Total other financing sources (uses)	<u>3,048,034</u>	<u>3,048,034</u>	<u>1,527,992</u>	<u>(1,520,042)</u>
Net change in fund balance	(4,834,649)	(2,436,668)	(2,451,194)	(14,526)
Fund balance as of January 1	5,342,067	(15,303,933)	8,397,462	23,701,395
Prior Period Adjustment	-	-	(46,892)	(46,892)
Fund balance as of January 1-restated	<u>5,342,067</u>	<u>(15,303,933)</u>	<u>8,350,570</u>	<u>23,654,503</u>
Fund balance as of December 31	<u>\$ 507,418</u>	<u>\$ (17,740,601)</u>	<u>\$ 5,899,376</u>	<u>\$ 23,639,977</u>

Clark County Washington
Industrial Revenue Bond Corp. Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Net change in fund balance	\$ -	\$ -	\$ -	\$ -
Fund balance as of January 1	-	-	20,469	20,469
Fund balance as of December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,469</u>	<u>\$ 20,469</u>

Clark County Washington
CJA 0.1% Sales Tax Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
Retail sales and use taxes	\$ 5,786,534	\$ 5,928,896	\$ 2,942,065	\$ (2,986,831)
Total taxes	5,786,534	5,928,896	2,942,065	(2,986,831)
Interest earnings	-	-	814	814
Total miscellaneous	-	-	814	814
Total revenues	5,786,534	5,928,896	2,942,879	(2,986,017)
Excess (deficiency) of revenues over expenditures	5,786,534	5,928,896	2,942,879	(2,986,017)
<u>Other Financing Sources (Uses)</u>				
Transfers out	(5,786,534)	(5,928,896)	(2,959,478)	2,969,418
Total other financing sources (uses)	(5,786,534)	(5,928,896)	(2,959,478)	2,969,418
Net change in fund balance	-	-	(16,599)	(16,599)
Fund balance as of January 1	114,504	(1,640)	79,385	81,025
Prior Period Adjustment	-	-	489,338	489,338
Fund balance as of January 1-restated	114,504	(1,640)	568,723	570,363
Fund balance as of December 31	\$ 114,504	\$ (1,640)	\$ 552,124	\$ 553,764

Clark County Washington
BJA-Block Grant Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
Federal grants -- direct	\$ 265,000	\$ 304,891	\$ 46,564	\$ (258,327)
Federal stimulus grants	-	-	12,145	12,145
Total intergovernmental	265,000	304,891	58,709	(246,182)
Interest earnings	-	-	314	314
Total miscellaneous	-	-	314	314
Total revenues	265,000	304,891	59,023	(245,868)
<u>Expenditures</u>				
Public safety				
Personal services	-	-	10,357	(10,357)
Supplies	32,000	71,891	31,270	40,621
Other services and charges	175,534	175,534	17,026	158,508
Capital outlay	-	-	28,915	(28,915)
Total public safety	207,534	247,425	87,568	159,857
Total expenditures	207,534	247,425	87,568	159,857
Excess (deficiency) of revenues over expenditures	57,466	57,466	(28,545)	(86,011)
<u>Other Financing Sources (Uses)</u>				
Net change in fund balance	57,466	57,466	(28,545)	(86,011)
Fund balance as of January 1	298,069	298,069	68,324	(229,745)
Fund balance as of December 31	\$ 355,535	\$ 355,535	\$ 39,779	\$ (315,756)

**Clark County Washington
Solid Waste Closure Fund**

**Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Revenues				
Interest earnings	\$ -	\$ -	\$ 25,673	\$ 25,673
Other revenues	-	-	25,234	25,234
Total miscellaneous	-	-	50,907	50,907
Total revenues	-	-	50,907	50,907
Expenditures				
Physical environment				
Other services and charges	2,082,476	1,782,476	799,728	982,748
Capital outlay	-	300,000	171,103	128,897
Total physical environment	2,082,476	2,082,476	970,831	1,111,645
Total expenditures	2,082,476	2,082,476	970,831	1,111,645
Excess (deficiency) of revenues over expenditures	(2,082,476)	(2,082,476)	(919,924)	1,162,552
Net change in fund balance	(2,082,476)	(2,082,476)	(919,924)	1,162,552
Fund balance as of January 1	11,934,737	11,934,737	11,099,663	(835,074)
Fund balance as of December 31	\$ 9,852,261	\$ 9,852,261	\$ 10,179,739	\$ 327,478

Clark County Washington
Jail Commissary Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
General government fees	\$ 1,255,000	\$ 1,255,000	\$ 295,783	\$ (959,217)
Public safety	-	-	107,616	107,616
Total charges for services	1,255,000	1,255,000	403,399	(851,601)
Interest earnings	16,000	16,000	493	(15,507)
Other revenues	600,000	600,000	-	(600,000)
Total miscellaneous	616,000	616,000	493	(615,507)
Total revenues	1,871,000	1,871,000	403,892	(1,467,108)
<u>Expenditures</u>				
Public safety				
Supplies	1,752,500	1,752,500	578,853	1,173,647
Other services and charges	118,500	118,500	147,951	(29,451)
Total public safety	1,871,000	1,871,000	726,804	1,144,196
Total expenditures	1,871,000	1,871,000	726,804	1,144,196
Excess (deficiency) of revenues over expenditures	-	-	(322,912)	(322,912)
<u>Other Financing Sources (Uses)</u>				
Net change in fund balance	-	-	(322,912)	(322,912)
Fund balance as of January 1	340,080	340,080	223,811	(116,269)
Fund balance as of December 31	\$ 340,080	\$ 340,080	\$ (99,101)	\$ (439,181)

Clark County Washington
Juvenile Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
Public safety	\$ -	\$ -	\$ 1,054	\$ 1,054
Total charges for services	-	-	1,054	1,054
Interest earnings	-	-	73	73
Other revenues	38,000	38,000	-	(38,000)
Total miscellaneous	38,000	38,000	73	(37,927)
Total revenues	38,000	38,000	1,127	(36,873)
<u>Expenditures</u>				
Public safety				
Supplies	30,000	30,000	7,756	22,244
Other services and charges	8,000	8,000	4,130	3,870
Total public safety	38,000	38,000	11,886	26,114
Total expenditures	38,000	38,000	11,886	26,114
Excess (deficiency) of revenues over expenditures	-	-	(10,759)	(10,759)
<u>Other Financing Sources (Uses)</u>				
Net change in fund balance	-	-	(10,759)	(10,759)
Fund balance as of January 1	40,797	40,797	35,641	(5,156)
Fund balance as of December 31	\$ 40,797	\$ 40,797	\$ 24,882	\$ (15,915)

**Clark County Washington
Health Department**
**Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
Business licenses and permits	\$ 2,500,298	\$ 2,500,298	\$ 1,323,543	\$ (1,176,755)
Non-business licenses and permits	1,605,766	1,605,766	903,438	(702,328)
Total licenses and permits	<u>4,106,064</u>	<u>4,106,064</u>	<u>2,226,981</u>	<u>(1,879,083)</u>
Federal grants -- indirect	4,707,107	4,899,201	2,154,577	(2,744,624)
State grants	2,463,506	2,463,506	1,000,144	(1,463,362)
State entitlements	2,115,584	2,115,584	1,412,567	(703,017)
Intergovernmental revenues	413,050	-	-	-
Total intergovernmental	<u>9,699,247</u>	<u>9,478,291</u>	<u>4,567,288</u>	<u>(4,911,003)</u>
General government fees	-	3,541,496	10,000	(3,531,496)
Health & human services	1,427,358	1,776,208	975,420	(800,788)
Interfund revenues	3,541,496	-	-	-
Total charges for services	<u>4,968,854</u>	<u>5,317,704</u>	<u>985,420</u>	<u>(4,332,284)</u>
Interest earnings	14,400	14,400	6,779	(7,621)
Rents and royalties	271,832	291,332	154,393	(136,939)
Interfund revenue	19,500	-	-	-
Donations	132,500	180,000	93,558	(86,442)
Other revenues	36,000	36,000	2,075	(33,925)
Total miscellaneous	<u>474,232</u>	<u>521,732</u>	<u>256,805</u>	<u>(264,927)</u>
Total revenues	<u>19,248,397</u>	<u>19,423,791</u>	<u>8,036,494</u>	<u>(11,387,297)</u>
<u>Expenditures</u>				
Health and human services				
Personal services	14,253,484	13,844,178	6,419,577	7,424,601
Supplies	379,790	463,750	151,785	311,965
Other services and charges	1,692,884	5,186,701	2,565,044	2,621,657
Intergovernmental	4,537,791	4,757,591	452,818	4,304,773
Interfund payment for services	3,242,558	-	-	-
Total health and human	<u>24,106,507</u>	<u>24,252,220</u>	<u>9,589,224</u>	<u>14,662,996</u>
Total expenditures	<u>24,106,507</u>	<u>24,252,220</u>	<u>9,589,224</u>	<u>14,662,996</u>
Excess (deficiency) of revenues expenditures	(4,858,110)	(4,828,429)	(1,552,730)	3,275,699
<u>Other Financing Sources (Uses)</u>				
Insurance recoveries	50	50	1,428	1,378
Transfers in	4,561,692	4,561,692	3,031,026	(1,530,666)
Total other financing sources	<u>4,561,742</u>	<u>4,561,742</u>	<u>3,032,454</u>	<u>(1,529,288)</u>
Net change in fund balance	(296,368)	(266,687)	1,479,724	1,746,411
Fund balance as of January 1	848,211	1,470,017	2,600,060	1,130,043
Fund balance as of December 31	<u>\$ 551,843</u>	<u>\$ 1,203,330</u>	<u>\$ 4,079,784</u>	<u>\$ 2,876,454</u>

Clark County Washington
Trial Court Improvement Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
State entitlements	\$ 314,244	\$ 314,244	\$ 143,968	\$ (170,276)
Total intergovernmental	314,244	314,244	143,968	(170,276)
Total revenues	314,244	314,244	143,968	(170,276)
<u>Expenditures</u>				
Judicial				
Other services and charges	-	-	57	(57)
Total judicial	-	-	57	(57)
Total expenditures	-	-	57	(57)
Excess (deficiency) of revenues over expenditures	314,244	314,244	143,911	(170,333)
<u>Other Financing Sources (Uses)</u>				
Transfers out	(300,000)	(300,000)	(144,051)	155,949
Total other financing sources (uses)	(300,000)	(300,000)	(144,051)	155,949
Net change in fund balance	14,244	14,244	(140)	(14,384)
Fund balance as of January 1	12,202	12,202	158	(12,044)
Fund balance as of December 31	\$ 26,446	\$ 26,446	\$ 18	\$ (26,428)

Clark County Washington
Exhibition Hall Dedicated Revenue Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
Retail sales and use taxes	\$ 384,750	\$ 384,750	\$ 235,688	\$ (149,062)
Total taxes	384,750	384,750	235,688	(149,062)
Interlocal grants	162,400	162,400	355,860	193,460
Total intergovernmental	162,400	162,400	355,860	193,460
Interest earnings	-	-	1,012	1,012
Rents and royalties	1,200,000	1,200,000	426,988	(773,012)
Total miscellaneous	1,200,000	1,200,000	428,000	(772,000)
Total revenues	1,747,150	1,747,150	1,019,548	(727,602)
Excess (deficiency) of revenues over expenditures	1,747,150	1,747,150	1,019,548	(727,602)
<u>Other Financing Sources (Uses)</u>				
Transfers in	1,000,000	-	100,000	100,000
Transfers out	(2,354,081)	(1,354,081)	(371,833)	982,248
Total other financing sources (uses)	(1,354,081)	(1,354,081)	(271,833)	1,082,248
Net change in fund balance	393,069	393,069	747,715	354,646
Fund balance as of January 1	578,922	578,922	249,604	(329,318)
Fund balance as of December 31	\$ 971,991	\$ 971,991	\$ 997,319	\$ 25,328

Clark County Washington
Tourism Promotion Area (TPA)
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
Excise and other taxes	\$ 1,800,000	\$ -	\$ 77,780	\$ 77,780
Total taxes	1,800,000	-	77,780	77,780
Economic environment	-	2,000,000	905,300	(1,094,700)
Total charges for services	-	2,000,000	905,300	(1,094,700)
Total revenues	1,800,000	2,000,000	983,080	(1,016,920)
<u>Expenditures</u>				
Economic environment				
Intergovernmental	1,785,000	2,000,000	1,072,566	927,434
Total economic environment	1,785,000	2,000,000	1,072,566	927,434
Total expenditures	1,785,000	2,000,000	1,072,566	927,434
Excess (deficiency) of revenues over expenditures	15,000	-	(89,486)	(89,486)
<u>Other Financing Sources (Uses)</u>				
Net change in fund balance	15,000	-	(89,486)	(89,486)
Fund balance as of January 1	92,476	92,476	180,781	88,305
Fund balance as of December 31	\$ 107,476	\$ 92,476	\$ 91,295	\$ (1,181)

Clark County Washington
Campus Development Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
Interest earnings	\$ 40,000	\$ 40,000	\$ 17,267	\$ (22,733)
Rents and royalties	8,709,015	8,709,015	4,214,015	(4,495,000)
Total miscellaneous	8,749,015	8,749,015	4,231,282	(4,517,733)
Total revenues	8,749,015	8,749,015	4,231,282	(4,517,733)
<u>Expenditures</u>				
General government				
Intergovernmental	16,000	16,000	5,059	10,941
Total general government	16,000	16,000	5,059	10,941
Total expenditures	16,000	16,000	5,059	10,941
Excess (deficiency) of revenues over expenditures	8,733,015	8,733,015	4,226,223	(4,506,792)
<u>Other Financing Sources (Uses)</u>				
Transfers out	(8,713,015)	(8,906,515)	(4,342,011)	4,564,504
Total other financing sources (uses)	(8,713,015)	(8,906,515)	(4,342,011)	4,564,504
Net change in fund balance	20,000	(173,500)	(115,788)	57,712
Fund balance as of January 1	2,801,952	4,251,297	2,890,366	(1,360,931)
Fund balance as of December 31	\$ 2,821,952	\$ 4,077,797	\$ 2,774,578	\$ (1,303,219)

**Clark County Washington
Metropolitan Parks District**

**Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
General property taxes	\$ -	\$ 9,000,000	\$ 1,789,071	\$ (7,210,929)
Excise and other taxes	-	-	56	56
Total taxes	-	9,000,000	1,789,127	(7,210,873)
Transportation	-	-	381	381
Culture and recreation	-	-	101,328	101,328
Total charges for services	-	-	101,709	101,709
Interest earnings	-	-	16,535	16,535
Rents and royalties	-	-	32,930	32,930
Total miscellaneous	-	-	49,465	49,465
Total revenues	-	9,000,000	1,940,301	(7,059,699)
<u>Expenditures</u>				
Culture and recreation				
Personal services	2,889,117	3,184,499	1,334,308	1,850,191
Supplies	550,364	617,928	202,619	415,309
Other services and charges	986,870	2,893,527	1,333,598	1,559,929
Interfund payment for services	2,554,232	-	-	-
Intergovernmental	215,000	-	-	-
Capital outlay	154,000	154,000	39,537	114,463
Total culture and recreation	7,349,583	6,849,954	2,910,062	3,939,892
Total expenditures	7,349,583	6,849,954	2,910,062	3,939,892
Excess (deficiency) of revenues over expenditures	(7,349,583)	2,150,046	(969,761)	(3,119,807)
<u>Other Financing Sources (Uses)</u>				
Net change in fund balance	(7,349,583)	2,150,046	(969,761)	(3,119,807)
Fund balance as of January 1	3,547,808	3,227,525	7,048,098	3,820,573
Prior Period Adjustment	-	-	3,000,000	3,000,000
Fund balance as of January 1-restated	3,547,808	3,227,525	10,048,098	6,820,573
Fund balance as of December 31	\$ (3,801,775)	\$ 5,377,571	\$ 9,078,337	\$ 3,700,766

Clark County Washington
Camp Bonneville Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
Federal grants -- direct	\$ 8,140,000	\$ 8,140,000	\$ 1,512,785	\$ (6,627,215)
Total intergovernmental	8,140,000	8,140,000	1,512,785	(6,627,215)
Interest earnings	400,000	400,000	751	(399,249)
Total miscellaneous	400,000	400,000	751	(399,249)
Total revenues	<u>8,540,000</u>	<u>8,540,000</u>	<u>1,513,536</u>	<u>(7,026,464)</u>
<u>Expenditures</u>				
Culture and recreation				
Other services and charges	7,040,000	8,540,000	1,344,029	7,195,971
Interfund payment for services	1,500,000	-	-	-
Total culture and recreation	<u>8,540,000</u>	<u>8,540,000</u>	<u>1,344,029</u>	<u>7,195,971</u>
Total expenditures	<u>8,540,000</u>	<u>8,540,000</u>	<u>1,344,029</u>	<u>7,195,971</u>
Excess (deficiency) of revenues over expenditures	-	-	169,507	169,507
<u>Other Financing Sources (Uses)</u>				
Net change in fund balance	-	-	169,507	169,507
Fund balance as of January 1	64,525	(3,000,000)	727,204	3,727,204
Fund balance as of December 31	<u>\$ 64,525</u>	<u>\$ (3,000,000)</u>	<u>\$ 896,711</u>	<u>\$ 3,896,711</u>

Clark County Washington
Bonneville Timber Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
Rents and royalties	\$ -	\$ -	\$ 6,381	\$ 6,381
Total miscellaneous	-	-	6,381	6,381
Total revenues	-	-	6,381	6,381
<u>Expenditures</u>				
Culture and recreation				
Personal services	-	200,000	103,246	96,754
Supplies	-	336,022	92,875	243,147
Other services and charges	-	763,978	675,891	88,087
Total culture and recreation	-	1,300,000	872,012	427,988
Total expenditures	-	1,300,000	872,012	427,988
Excess (deficiency) of revenues over expenditures	-	(1,300,000)	(865,631)	434,369
<u>Other Financing Sources (Uses)</u>				
Sale of capital assets	-	1,300,000	1,695,234	395,234
Transfers in	-	1,407,282	650,571	(756,711)
Total other financing sources (uses)	-	2,707,282	2,345,805	(361,477)
Net change in fund balance	-	1,407,282	1,480,174	72,892
Fund balance as of January 1	-	-	-	-
Fund balance as of December 31	\$ -	\$ 1,407,282	\$ 1,480,174	\$ 72,892

Clark County Washington
Mental Health Sales Tax Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Revenues				
Retail sales and use taxes	\$ 10,407,182	\$ 10,407,182	\$ 5,542,101	\$ (4,865,081)
Total taxes	10,407,182	10,407,182	5,542,101	(4,865,081)
Interest earnings	-	-	4,800	4,800
Total miscellaneous	-	-	4,800	4,800
Total revenues	10,407,182	10,407,182	5,546,901	(4,860,281)
Expenditures				
General government				
Personal services	291,919	291,919	158,754	133,165
Other services and charges	-	228,704	114,352	114,352
Total general government	291,919	520,623	273,106	247,517
Judicial				
Personal services	1,009,489	1,009,489	515,133	494,356
Supplies	60,600	60,600	13,982	46,618
Other services and charges	318,104	105,448	35,109	70,339
Interfund payment for services	16,048	-	-	-
Total judicial	1,404,241	1,175,537	564,224	611,313
Public safety				
Personal services	304,798	304,798	146,602	158,196
Supplies	12,626	12,626	581	12,045
Other services and charges	5,700	9,712	5,326	4,386
Interfund payment for services	4,012	-	-	-
Total public safety	327,136	327,136	152,509	174,627
Health and human services				
Personal services	186,990	-	-	-
Supplies	2,000	-	-	-
Other services and charges	252,600	3,300	-	3,300
Intergovernmental	143,000	143,000	35,000	108,000
Interfund payment for services	2,006	-	-	-
Total health and human services	586,596	146,300	35,000	111,300
Total expenditures	2,609,892	2,169,596	1,024,839	1,144,757
Excess (deficiency) of revenues over expenditures	7,797,290	8,237,586	4,522,062	(3,715,524)
Other Financing Sources (Uses)				
Transfers out	(7,546,023)	(7,815,052)	(3,671,485)	4,143,567
Total other financing sources (uses)	(7,546,023)	(7,815,052)	(3,671,485)	4,143,567
Net change in fund balance	251,267	422,534	850,577	428,043
Fund balance as of January 1	613,888	613,888	1,660,849	1,046,961
Prior Period Adjustment	-	-	923,203	923,203
Fund balance as of January 1-restated	613,888	613,888	2,584,052	1,970,164
Fund balance as of December 31	\$ 865,155	\$ 1,036,422	\$ 3,434,629	\$ 2,398,207

Clark County Washington
Law & Justice Sales Tax Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
Retail sales and use taxes	\$ 8,888,509	\$ 9,204,040	\$ 4,570,942	\$ (4,633,098)
Total taxes	8,888,509	9,204,040	4,570,942	(4,633,098)
Interest earnings	-	-	821	821
Total miscellaneous	-	-	821	821
Total revenues	8,888,509	9,204,040	4,571,763	(4,632,277)
Excess (deficiency) of revenues over expenditures	8,888,509	9,204,040	4,571,763	(4,632,277)
<u>Other Financing Sources (Uses)</u>				
Transfers out	(8,888,509)	(9,204,040)	(4,537,779)	4,666,261
Total other financing sources (uses)	(8,888,509)	(9,204,040)	(4,537,779)	4,666,261
Net change in fund balance	-	-	33,984	33,984
Fund balance as of January 1	125,227	(16,084)	33,933	50,017
Prior Period Adjustment	-	-	774,106	774,106
Fund balance as of January 1-restated	125,227	(16,084)	808,039	824,123
Fund balance as of December 31	\$ 125,227	\$ (16,084)	\$ 842,023	\$ 858,107

Clark County Washington
LRF-Local Revitalization Financing
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
General property taxes	\$ -	\$ 10,000	\$ -	\$ (10,000)
Total taxes	-	10,000	-	(10,000)
Total revenues	-	10,000	-	(10,000)
Excess (deficiency) of revenues over expenditures	-	10,000	-	(10,000)
<u>Other Financing Sources (Uses)</u>				
Transfers in	30,000	60,000	59,136	(864)
Total other financing sources (uses)	30,000	60,000	59,136	(864)
Net change in fund balance	30,000	70,000	59,136	(10,864)
Fund balance as of January 1	-	-	23,669	23,669
Fund balance as of December 31	\$ 30,000	\$ 70,000	\$ 82,805	\$ 12,805

NONMAJOR DEBT SERVICE FUNDS

Debt Service Funds are established to account for the accumulation of resources and the payment of expenditures, principal, and interest for certain debt service arrangements.

General Obligation Bonds - A fund to accumulate monies for principal and interest on general obligation bonds issued by the County.

Tax Anticipation Note - A fund used to consolidate payments against an operating line of credit with a local bank.

R.I.D. No. 15/16 - A consolidated fund to accumulate monies for principal and interest on the \$582,338 Road Improvement District No. 15 and No. 16 Bonds due in 2014, bearing interest at 5.5 to 7%.

R.I.D. No. 18 - A fund to account for expenditures incurred by the Road Improvement District No. 18 at 99th Street.

Clark County Washington
Combining Balance Sheet
Nonmajor Debt Service Funds
December 31, 2013

	General Obligation Bonds	Tax Anticipation Note	R.I.D. No. 15/16	R.I.D.	No.18	Total
Assets						
Cash, cash equivalents and pooled investments	\$ -	\$ -	\$ 13,614		\$ 8,862	\$ 22,476
Special assessments receivable	-	-	-		2,518	2,518
Due from other funds	-	431,956	-		-	431,956
Total assets	\$ -	\$ 431,956	\$ 13,614		\$ 11,380	\$ 456,950
Liabilities, deferred inflows of resources, and fund balance						
Liabilities						
Warrants and anticipation notes payable	\$ -	\$ 431,956	\$ -		\$ -	\$ 431,956
Total liabilities	-	431,956	-		-	431,956
Deferred Inflows of Resources						
Unavailable revenue-special assessments	-	-	-		2,518	2,518
Total deferred inflows of resources	-	-	-		2,518	2,518
Fund Balances						
Restricted	-	-	13,614		8,862	22,476
Total liabilities, deferred inflows of resources, and fund balance	-	-	13,614		8,862	22,476
Total liabilities and fund balance	\$ -	\$ 431,956	\$ 13,614		\$ 11,380	\$ 456,950

Clark County Washington
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Year Ended December 31, 2013

	General Obligation Bonds	Tax Anticipation Note	R.I.D. No. 15/16	R.I.D. No. 18	Total
Revenues:					
Interest earnings	-	1,131	-	342	1,473
Other revenues	104,820	522	-	1,434	106,776
Total revenues	104,820	1,653	-	1,776	108,249
Expenditures:					
Debt service:					
Principal	8,095,944	-	-	-	8,095,944
Interest and other charges	5,332,090	1,653	-	-	5,333,743
Total expenditures	13,428,034	1,653	-	-	13,429,687
Excess (deficiency) of revenues over expenditures	(13,323,214)	-	-	1,776	(13,321,438)
Other Financing Sources (Uses):					
Transfers in	13,323,214	-	-	-	13,323,214
Total other financing sources (uses)	13,323,214	-	-	-	13,323,214
Net change in fund balances	-	-	-	1,776	1,776
Fund balance as of January 1	-	-	13,614	7,086	20,700
Fund balance as of December 31	-	-	13,614	8,862	22,476

Clark County Washington
General Obligation Bonds Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/_(Negative)
<u>Revenues</u>				
Rents and royalties	\$ 246,182	\$ 213,599	\$ 104,820	\$ (108,779)
Total miscellaneous	246,182	213,599	104,820	(108,779)
Total revenues	246,182	213,599	104,820	(108,779)
<u>Expenditures</u>				
Debt Service:				
Principal	16,670,174	18,021,048	8,095,944	9,925,104
Interest and other charges	10,410,031	10,592,410	5,332,090	5,260,320
Total expenditures	27,080,205	28,613,458	13,428,034	15,185,424
Excess (deficiency) of revenues over expenditures	(26,834,023)	(28,399,859)	(13,323,214)	15,076,645
<u>Other Financing Sources (Uses)</u>				
Transfers in	27,736,437	29,302,273	13,323,214	(15,979,059)
Total other financing sources (uses)	27,736,437	29,302,273	13,323,214	(15,979,059)
Net change in fund balance	902,414	902,414	-	(902,414)
Fund balance as of January 1	9,996	1,302,486	-	(1,302,486)
Fund balance as of December 31	\$ 912,410	\$ 2,204,900	-	\$ (2,204,900)

NONMAJOR CAPITAL PROJECT FUNDS

Capital Project Funds are established to account for financial resources used for the acquisition of systems and equipment, as well as the acquisition or construction of major capital facilities.

Parks Conservation Futures - A fund to accumulate and account for monies collected from the local property tax levy for the acquisition of park lands.

Development Impact Fees – A fund to account for the accumulation and disposition of impact fees assessed on new development under the Growth Management Act of 1990.

Real Estate Excise Tax - A fund to account for the .25% excise tax assessed on real estate transactions within the unincorporated area of the County and to track the costs of acquiring property or equipment in the Capital Plan.

Parks Dedicated 1/4% REET - A fund established to account for .125% (half of the additional .25%) excise tax on real estate transactions within the unincorporated area of the County to be expended on parks planning, construction, reconstruction, repair or improvements.

Technology Reserve – A fund to account for revenues used for information technology systems and upgrades.

CAD System Replacement – A fund established to account for funds to be accumulated for the replacement of CAD and 800 MHz equipment used in the “911” emergency services operations.

Economic Development Dedicated REET - A fund established to account for .125% (half of the additional .25%) excise tax on real estate transactions within the unincorporated area of the County to be expended on planning, acquisition, construction, reconstruction, repair, replacement, rehabilitation, or improvement of streets, roads, highways, sidewalks, street and road lighting systems, traffic signals, bridges, domestic water systems, and storm and sanitary sewer systems.

REET Electronic Technology Fund – A fund established to account for an additional five dollar transaction fee on all real estate transactions within the unincorporated area of the County to be expended exclusively for the development, implementation, and maintenance of an electronic processing and reporting system for real estate excise tax affidavits.

Clark County Washington
Combining Balance Sheet
Nonmajor Capital Project Funds
December 31, 2013

	Parks		Parks		Technology		Cad System		Economic		Total
	Conservation Futures	Development Impact Fees	Real Estate Excise Tax	Dedicated REET	1/4% REET	Reserve	Replacement	Dedicated REET	Development Dedicated REET	REET Electronic Technology Fund	
\$ 3,962,616	\$ 5,258,463	\$ 3,779,791	\$ 2,083,460	\$ 1,695,911	\$ 4,756,521	\$ 88,499	\$ 23,814,397				
77,970	-	-	-	-	-	-	77,970				
-	-	-	-	-	9,300	-	9,300				
-	-	-	1,500,000	-	-	-	1,500,000				
-	6,658,064	-	-	-	-	-	6,658,064				
\$ 4,040,586	\$ 11,916,527	\$ 3,779,791	\$ 3,583,460	\$ 1,695,911	\$ 4,765,821	\$ 88,499	\$ 32,059,731				

Assets

Cash, cash equivalents and
pooled investments
Taxes receivable
Accounts receivable
Due from other governments
Assets in safekeeping
Total assets

**Liabilities, deferred inflows of
resources, and fund balance**

Liabilities

Vouchers payable
Due to other funds
Accrued liabilities
Deposits payable
Advance due to other funds
Total liabilities

\$ 17,044	\$ 2,990,423	\$ -	\$ 289,627	\$ 159,274	\$ 226,039	\$ -	\$ 3,682,407
13,006	-	-	-	-	-	-	13,006
-	-	-	23,501	14,993	-	-	38,494
-	-	-	-	56,865	2,927,654	-	2,984,519
-	-	-	3,000,000	-	-	-	3,000,000
30,050	2,990,423	-	3,313,128	231,132	3,153,693	-	9,718,426

Deferred Inflows of Resources

Unavailable revenue-property taxes
Total deferred inflows of resources

67,483	-	-	-	-	-	-	67,483
67,483	-	-	-	-	-	-	67,483

Fund Balances

Restricted
Committed
Assigned
Total fund balances
Total liabilities, deferred inflows of
resources, and fund balance

3,852,065	8,926,104	3,774,250	270,332	118,288	-	2,179,589	86,974	19,207,601
-	-	-	-	-	1,612,128	9,547	-	1,621,675
90,988	-	5,541	-	1,346,491	-	-	1,525	1,444,546
3,943,053	8,926,104	3,779,791	270,332	1,464,779	1,612,128	2,189,136	88,499	22,273,822
\$ 4,040,586	\$ 11,916,527	\$ 3,779,791	\$ 3,583,460	\$ 1,695,911	\$ 4,765,821	\$ 2,189,136	\$ 88,499	\$ 32,059,731

Clark County Washington
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances
Nonmajor Capital Project Funds
For the Year Ended December 31, 2013

	Parks Conservation Futures	Development Impact Fees	Real Estate Excise Tax	Parks Dedicated 1/4% REET	Technology Reserve	Cad System Replacement	Economic Development Dedicated REET	REET Electronic Technology Fund	Total
Revenues:									
Property taxes	\$ 2,242,816	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,242,816
Excise and other taxes	16,988	-	2,786,491	-	-	-	2,786,489	-	5,589,968
Intergovernmental	7,919	-	-	1,500,000	-	125,186	-	-	1,633,105
Charges for services	-	3,587,315	-	193	11,600	-	-	-	3,599,108
Interest earnings	10,916	11,174	5,541	5,327	4,673	9,817	9,548	346	57,342
Other revenues	10,927	-	-	-	-	-	-	-	10,927
Total revenues	2,289,566	3,598,489	2,792,032	1,505,520	16,273	135,003	2,796,037	346	13,133,266
Expenditures:									
Capital outlay:									
General government	-	-	-	-	433,025	871,300	-	50,000	1,354,325
Transportation	-	36,981	-	-	-	-	-	-	36,981
Culture & recreation	364,931	1,297,340	-	442,769	-	-	-	-	2,105,040
Total expenditures	364,931	1,334,321	-	442,769	433,025	871,300	-	50,000	3,496,346
Excess (deficiency) of revenues over expenditures	1,924,635	2,264,168	2,792,032	1,062,751	(416,752)	(736,297)	2,796,037	(49,654)	9,636,920
Other Financing Sources (Uses):									
Sale of capital assets	29,707	-	4,000,000	-	-	-	-	-	29,707
Transfers in	-	-	(3,723,586)	-	252,660	209,991	-	-	4,462,651
Transfers out	(1,561,013)	(2,498,933)	-	-	-	(247,557)	(6,906,324)	-	(14,937,413)
Total other financing sources (uses)	(1,531,306)	(2,498,933)	276,414	-	252,660	(37,566)	(6,906,324)	-	(10,445,055)
Net change in fund balances	393,329	(234,765)	3,068,446	1,062,751	(164,092)	(773,863)	(4,110,287)	(49,654)	(808,135)
Fund balance as of January 1	3,549,724	9,160,869	711,345	2,207,581	1,628,871	2,385,991	6,299,423	138,153	26,081,957
Prior period adjustment	-	-	-	(3,000,000)	-	-	-	-	(3,000,000)
Fund balance as of January 1 - restated	3,549,724	9,160,869	711,345	(792,419)	1,628,871	2,385,991	6,299,423	138,153	23,081,957
Fund balance as of December 31	\$ 3,943,053	\$ 8,926,104	\$ 3,779,791	\$ 270,332	\$ 1,464,779	\$ 1,612,128	\$ 2,189,136	\$ 88,499	\$ 22,273,822

Clark County Washington
Parks Conservation Futures
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Revenues				
General property taxes	\$ 4,336,836	\$ 4,330,974	\$ 2,242,816	\$ (2,088,158)
Timber harvest taxes	5,300	-	-	-
Excise and other taxes	8,262	13,562	16,988	3,426
Total taxes	<u>4,350,398</u>	<u>4,344,536</u>	<u>2,259,804</u>	<u>(2,084,732)</u>
Federal entitlements	-	572	123	(449)
Federal grants -- indirect	-	-	7,796	7,796
State grants	-	1,105,925	-	(1,105,925)
Total intergovernmental	<u>-</u>	<u>1,106,497</u>	<u>7,919</u>	<u>(1,098,578)</u>
Interest earnings	55,000	55,000	10,916	(44,084)
Rents and royalties	480	480	682	202
Other revenues	15,082	20,372	10,245	(10,127)
Total miscellaneous	<u>70,562</u>	<u>75,852</u>	<u>21,843</u>	<u>(54,009)</u>
Total revenues	<u>4,420,960</u>	<u>5,526,885</u>	<u>2,289,566</u>	<u>(3,237,319)</u>
Expenditures				
Culture and recreation				
Other services and charges	108,900	1,105,578	364,931	740,647
Capital outlay	2,800,000	2,800,000	-	2,800,000
Interfund payment for services	296,678	-	-	-
Total culture and recreation	<u>3,205,578</u>	<u>3,905,578</u>	<u>364,931</u>	<u>3,540,647</u>
Total expenditures	<u>3,205,578</u>	<u>3,905,578</u>	<u>364,931</u>	<u>3,540,647</u>
Excess (deficiency) of revenues over expenditures	1,215,382	1,621,307	1,924,635	303,328
Other Financing Sources (Uses)				
Sale of capital assets	33,200	33,200	29,707	(3,493)
Transfers out	(3,924,825)	(3,123,825)	(1,561,013)	1,562,812
Total other financing sources (uses)	<u>(3,891,625)</u>	<u>(3,090,625)</u>	<u>(1,531,306)</u>	<u>1,559,319</u>
Net change in fund balance	(2,676,243)	(1,469,318)	393,329	1,862,647
Fund balance as of January 1	2,793,907	2,793,907	3,549,724	755,817
Fund balance as of December 31	<u>\$ 117,664</u>	<u>\$ 1,324,589</u>	<u>\$ 3,943,053</u>	<u>\$ 2,618,464</u>

**Clark County Washington
Development Impact Fees
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Revenues				
Economic environment	\$ 3,423,500	\$ 2,829,883	\$ 3,587,315	\$ 757,432
Total charges for services	3,423,500	2,829,883	3,587,315	757,432
Interest earnings	24,500	24,500	11,174	(13,326)
Total miscellaneous	24,500	24,500	11,174	(13,326)
Total revenues	3,448,000	2,854,383	3,598,489	744,106
Expenditures				
Transportation				
Capital outlay	10,000	65,000	36,981	28,019
Total transportation	10,000	65,000	36,981	28,019
Culture and recreation				
Intergovernmental	1,520,000	65,300	513,273	(447,973)
Capital outlay	-	1,980,000	784,067	1,195,933
Total culture and recreation	1,520,000	2,045,300	1,297,340	747,960
Total expenditures	1,530,000	2,110,300	1,334,321	775,979
Excess (deficiency) of revenues over expenditures	1,918,000	744,083	2,264,168	1,520,085
Other Financing Sources (Uses)				
Transfers out	(3,052,000)	(3,052,590)	(2,498,933)	553,657
Total other financing sources (uses)	(3,052,000)	(3,052,590)	(2,498,933)	553,657
Net change in fund balance	(1,134,000)	(2,308,507)	(234,765)	2,073,742
Fund balance as of January 1	31,248,314	31,823,314	9,160,869	(22,662,445)
Fund balance as of December 31	\$ 30,114,314	\$ 29,514,807	\$ 8,926,104	\$ (20,588,703)

Clark County Washington
Real Estate Excise Tax Fund - I
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Revenues				
Excise and other taxes	\$ 4,156,079	\$ 6,177,190	\$ 2,786,491	\$ (3,390,699)
Total taxes	4,156,079	6,177,190	2,786,491	(3,390,699)
Interest earnings	20,000	20,000	5,541	(14,459)
Total miscellaneous	20,000	20,000	5,541	(14,459)
Total revenues	4,176,079	6,197,190	2,792,032	(3,405,158)
Excess (deficiency) of revenues over expenditures	4,176,079	6,197,190	2,792,032	(3,405,158)
Other Financing Sources (Uses)				
Transfers in	6,178,330	6,178,330	4,000,000	(2,178,330)
Transfers out	(9,543,929)	(10,543,929)	(3,723,586)	6,820,343
Total other financing sources (uses)	(3,365,599)	(4,365,599)	276,414	4,642,013
Net change in fund balance	810,480	1,831,591	3,068,446	1,236,855
Fund balance as of January 1	305,786	732,141	711,345	(20,796)
Fund balance as of December 31	<u>\$ 1,116,266</u>	<u>\$ 2,563,732</u>	<u>\$ 3,779,791</u>	<u>\$ 1,216,059</u>

Clark County Washington
Parks Dedicated REET Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Revenues				
State grants	\$ 810,000	\$ 810,000	\$ -	\$ (810,000)
Interlocal grants	-	-	1,500,000	1,500,000
Total intergovernmental	810,000	810,000	1,500,000	690,000
Transportation	-	-	193	193
Total charges for services	-	-	193	193
Interest earnings	-	-	5,327	5,327
Total miscellaneous	-	-	5,327	5,327
Total revenues	810,000	810,000	1,505,520	695,520
Expenditures				
Culture and recreation				
Personal services	56,323	56,323	6,925	49,398
Supplies	5,076	5,376	111,849	(106,473)
Other services and charges	141,252	405,153	8,007	397,146
Intergovernmental	1,825,000	778,153	232,690	545,463
Capital outlay	-	-	83,298	(83,298)
Interfund payment for services	617,354	-	-	-
Total culture and recreation	2,645,005	1,245,005	442,769	802,236
Total expenditures	2,645,005	1,245,005	442,769	802,236
Excess (deficiency) of revenues over expenditures	(1,835,005)	(435,005)	1,062,751	1,497,756
Net change in fund balance	(1,835,005)	(435,005)	1,062,751	1,497,756
Fund balance as of January 1	2,330,171	2,297,653	2,207,581	(90,072)
Prior Period Adjustment	-	-	(3,000,000)	(3,000,000)
Fund balance as of January 1-restated	2,330,171	2,297,653	(792,419)	(3,090,072)
Fund balance as of December 31	\$ 495,166	\$ 1,862,648	\$ 270,332	\$ (1,592,316)

**Clark County Washington
Technology Reserve Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013**

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
General government fees	\$ 77,500	\$ 77,500	\$ 11,600	\$ (65,900)
Total charges for services	77,500	77,500	11,600	(65,900)
Interest earnings	20,000	20,000	4,673	(15,327)
Total miscellaneous	20,000	20,000	4,673	(15,327)
Total revenues	97,500	97,500	16,273	(81,227)
<u>Expenditures</u>				
General government				
Personal services	-	-	105,576	(105,576)
Supplies	45,773	45,773	3,858	41,915
Other services and charges	1,500,433	2,661,370	323,591	2,337,779
Capital outlay	2,071,142	6,928,100	-	6,928,100
Interfund payment for services	8,600	161,200	-	161,200
Total general government	3,625,948	9,796,443	433,025	9,363,418
Total expenditures	3,625,948	9,796,443	433,025	9,363,418
Excess (deficiency) of revenues over expenditures	(3,528,448)	(9,698,943)	(416,752)	9,282,191
<u>Other Financing Sources (Uses)</u>				
Transfers in	3,220,640	8,169,949	252,660	(7,917,289)
Transfers out	(599,498)	-	-	-
Total other financing sources (uses)	2,621,142	8,169,949	252,660	(7,917,289)
Net change in fund balance	(907,306)	(1,528,994)	(164,092)	1,364,902
Fund balance as of January 1	553,881	553,881	1,628,871	1,074,990
Fund balance as of December 31	\$ (353,425)	\$ (975,113)	\$ 1,464,779	\$ 2,439,892

Clark County Washington
CAD/800 MHz System Replacement Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Revenues				
Intergovernmental revenues	\$ 6,193,402	\$ -	\$ -	\$ -
Total intergovernmental	6,193,402	-	-	-
Public safety	-	6,193,402	125,186	(6,068,216)
Total charges for services	-	6,193,402	125,186	(6,068,216)
Interest earnings	30,000	30,000	9,817	(20,183)
Total miscellaneous	30,000	30,000	9,817	(20,183)
Total revenues	6,223,402	6,223,402	135,003	(6,088,399)
Expenditures				
General government				
Capital outlay	1,616,700	1,616,700	871,300	745,400
Total general government	1,616,700	1,616,700	871,300	745,400
Total expenditures	1,616,700	1,616,700	871,300	745,400
Excess (deficiency) of revenues over expenditures	4,606,702	4,606,702	(736,297)	(5,342,999)
Other Financing Sources (Uses)				
Transfers in	300,000	300,000	209,991	(90,009)
Transfers out	(485,486)	(485,486)	(247,557)	237,929
Total other financing sources (uses)	(185,486)	(185,486)	(37,566)	147,920
Net change in fund balance	4,421,216	4,421,216	(773,863)	(5,195,079)
Fund balance as of January 1	2,329,804	1,032,104	2,385,991	1,353,887
Fund balance as of December 31	\$ 6,751,020	\$ 5,453,320	\$ 1,612,128	\$ (3,841,192)

Clark County Washington
Economic Development Dedicated REET
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
Revenues				
Excise and other taxes	\$ 4,156,079	\$ 6,177,190	\$ 2,786,489	\$ (3,390,701)
Total taxes	4,156,079	6,177,190	2,786,489	(3,390,701)
Interest earnings	20,000	20,000	9,548	(10,452)
Total miscellaneous	20,000	20,000	9,548	(10,452)
Total revenues	4,176,079	6,197,190	2,796,037	(3,401,153)
Expenditures				
Culture and recreation				
Capital outlay	120,000	120,000	-	120,000
Total culture and recreation	120,000	120,000	-	120,000
Total expenditures	120,000	120,000	-	120,000
Excess (deficiency) of revenues over expenditures	4,056,079	6,077,190	2,796,037	(3,281,153)
Other Financing Sources (Uses)				
Transfers out	(8,380,702)	(8,413,285)	(6,906,324)	1,506,961
Total other financing sources (uses)	(8,380,702)	(8,413,285)	(6,906,324)	1,506,961
Net change in fund balance	(4,324,623)	(2,336,095)	(4,110,287)	(1,774,192)
Fund balance as of January 1	3,513,308	6,637,502	6,299,423	(338,079)
Fund balance as of December 31	\$ (811,315)	\$ 4,301,407	\$ 2,189,136	\$ (2,112,271)

Clark County Washington
REET Electronic Technology Fund
Schedule of Revenues, Expenditures, and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the year ended December 31, 2013

	Original 2013/2014 Budget	Final 2013/2014 Budget	Actual Year to Date	Variance with Final Budget Positive/ (Negative)
<u>Revenues</u>				
State grants	\$ 50,000	\$ 50,000	\$ -	\$ (50,000)
Total intergovernmental	50,000	50,000	-	(50,000)
Interest earnings	-	-	346	346
Total miscellaneous	-	-	346	346
Total revenues	50,000	50,000	346	(49,654)
<u>Expenditures</u>				
General government				
Other services and charges	50,000	50,000	-	50,000
Capital outlay	-	-	50,000	(50,000)
Total general government	50,000	50,000	50,000	-
Total expenditures	50,000	50,000	50,000	-
Excess (deficiency) of revenues over	-	-	(49,654)	(49,654)
<u>Other Financing Sources (Uses)</u>				
Transfers out	(16,456)	(16,456)	-	16,456
Total other financing sources (uses)	(16,456)	(16,456)	-	16,456
Net change in fund balance	(16,456)	(16,456)	(49,654)	(33,198)
Fund balance as of January 1	195,203	195,203	138,153	(57,050)
Fund balance as of December 31	\$ 178,747	\$ 178,747	\$ 88,499	\$ (90,248)

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NONMAJOR PROPRIETARY FUNDS

Enterprise funds are used to account for operations that are financed and operated in a manner similar to private business enterprises. The intent of the governing body is that costs (expenses, including depreciation) or providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

Solid Waste – A fund to account for the provision of solid waste revenues and expenditures associated with the management of solid waste in Clark County.

Tri-Mountain Golf O & M - A fund to account for the operations of the Tri-Mountain golf course.

Clark County Washington
Combining Statement of Net Position
Nonmajor Enterprise Funds
December 31, 2013

Assets	Solid Waste	Tri-Mountain Golf Course O&M	Total
Current assets			
Cash, cash equivalents and pooled investments	\$ 2,105,205	\$ 4,993	\$ 2,110,198
Receivables, net	272,300	-	272,300
Due from other funds	38,350	-	38,350
Due from other governments	284,113	-	284,113
Prepaid expense	797	-	797
Total current assets	<u>2,700,765</u>	<u>4,993</u>	<u>2,705,758</u>
Noncurrent assets			
Capital assets not being depreciated:			
Land	12,315	6,578,443	6,590,758
Capital assets being depreciated:			
Buildings	470,537	1,368,963	1,839,500
Improvements other than buildings	732,899	60,390	793,289
Machinery & equipment	46,744	518,605	565,349
Infrastructure	-	944,358	944,358
Less accumulated depreciation	(660,181)	(1,567,016)	(2,227,197)
Total noncurrent assets	<u>602,314</u>	<u>7,903,743</u>	<u>8,506,057</u>
Total assets	<u>\$ 3,303,079</u>	<u>\$ 7,908,736</u>	<u>\$ 11,211,815</u>
Liabilities			
Current liabilities			
Accounts payable	\$ 148,677	\$ 23,369	\$ 172,046
Due to other funds	1,356	-	1,356
Accrued liabilities	57,813	8,936	66,749
Compensated absences	6,426	-	6,426
Total current liabilities	<u>214,272</u>	<u>32,305</u>	<u>246,577</u>
Noncurrent liabilities			
Compensated absences	121,668	-	121,668
Advance due to other funds		55,722	55,722
Total noncurrent liabilities	<u>121,668</u>	<u>55,722</u>	<u>177,390</u>
Total liabilities	<u>335,940</u>	<u>88,027</u>	<u>423,967</u>
Net Position			
Net investment in capital assets	602,314	7,903,743	8,506,057
Unrestricted	2,364,825	(83,034)	2,281,791
Total net position	<u>\$ 2,967,139</u>	<u>\$ 7,820,709</u>	<u>\$ 10,787,848</u>

Clark County Washington
Combining Statement of Revenues, Expenses and Changes in Net Position
Nonmajor Enterprise Funds
For the Year Ended December 31, 2013

	Solid Waste	Tri-Mountain Golf Course O&M	Total
OPERATING REVENUES			
Charges for services	\$ 2,290,866	\$ 1,457,060	\$ 3,747,926
Total operating revenues	<u>2,290,866</u>	<u>1,457,060</u>	<u>3,747,926</u>
OPERATING EXPENSES			
Personal services	1,256,016	-	1,256,016
Contractual services	930,790	1,311,443	2,242,233
Other supplies and expenses	125,653	-	125,653
Intergovernmental	410,524	-	410,524
Depreciation	33,391	52,198	85,589
Total operating expenses	<u>2,756,374</u>	<u>1,363,641</u>	<u>4,120,015</u>
Operating income (loss)	<u>(465,508)</u>	<u>93,419</u>	<u>(372,089)</u>
NONOPERATING REVENUES (EXPENSES)			
Interest and investment revenue	4,723	47	4,770
Operating grant revenue	619,275	-	619,275
Miscellaneous revenue	30,680	-	30,680
Gain/(loss) on disposition of capital assets	(5,120)	-	(5,120)
Interest expense	-	(955)	(955)
Total non-operating revenues	<u>649,558</u>	<u>(908)</u>	<u>648,650</u>
Income (loss) before contributions and transfers	184,050	92,511	276,561
Transfers in	180,410	-	180,410
Change in net position	<u>364,460</u>	<u>92,511</u>	<u>456,971</u>
Net position as of January 1	2,602,679	-	2,602,679
Prior period adjustments	-	7,728,198	7,728,198
Net position as of January 1- restated	<u>2,602,679</u>	<u>7,728,198</u>	<u>10,330,877</u>
Net position as of December 31	<u>\$ 2,967,139</u>	<u>\$ 7,820,709</u>	<u>\$ 10,787,848</u>

Clark County Washington
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the year ended December 31, 2013

	Tri-Mountain Golf Course		
	Solid Waste	O&M	Totals
CASH FLOWS FROM OPERATING ACTIVITIES			
Receipts from customers - inflows	\$ 2,156,939	\$ 1,457,060	\$ 3,613,999
Receipts from interfund services provided-inflows	156,808	-	156,808
Payments to suppliers - outflows	(1,423,578)	(1,532,366)	(2,955,944)
Payments to employees- outflows	(1,219,670)	-	(1,219,670)
Payments for interfund services used - outflows	(361,729)	-	(361,729)
Miscellaneous receipts - inflows	30,680	-	30,680
Net cash provided (used) by operating activities	<u>(660,550)</u>	<u>(75,306)</u>	<u>(735,856)</u>
CASH FLOWS FROM NONCAPITAL FINANCING			
Operating grants received	751,990	-	751,990
Transfers from other funds	180,410	-	180,410
Advances from other funds	-	55,722	55,722
Debt service:			
Interest expense on operating debt	-	(955)	(955)
Net cash provided (used) by noncapital financing activities	<u>932,400</u>	<u>54,767</u>	<u>987,167</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Interest earnings	4,723	47	4,770
Net cash provided by investing activities	<u>4,723</u>	<u>47</u>	<u>4,770</u>
Net increase/(decrease) in cash and cash equivalents	276,573	(20,492)	256,081
Cash and cash equivalents on January 1-restated	1,828,632	25,485	1,854,117
Cash and cash equivalents on December 31	<u>\$ 2,105,205</u>	<u>\$ 4,993</u>	<u>\$ 2,110,198</u>
Reconciliation of operating income (loss) to net cash provided by operating activities:			
Operating income (loss)	\$ (465,508)	\$ 93,419	\$ (372,089)
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation expense	33,391	52,198	85,589
Miscellaneous receipts	30,680	-	30,680
(Increase) decrease in accounts receivable	(33,927)	-	(33,927)
(Increase) decrease in prepaid expense	3,024	-	3,024
(Increase) decrease in due from other funds	56,808	-	56,808
Increase (decrease) in accounts/warrants payables	(296,360)	(220,923)	(517,283)
Increase (decrease) in due to other funds	(24,726)	-	(24,726)
Increase (decrease) in due to other governments	(279)	-	(279)
Increase (decrease) in accrued liabilities	4,476	-	4,476
Increase (decrease) in compensated absences	31,871	-	31,871
Net cash provided (used) by financing activities	<u>\$ (660,550)</u>	<u>\$ (75,306)</u>	<u>\$ (735,856)</u>

Internal Service Funds

Internal Service Funds are established to account for the financing of goods and services provided by one department, agency, or government unit to other departments or agencies of Clark County, or to other governments, on a cost reimbursement basis.

Equipment Rental and Revolving - A fund to finance the maintenance and operations of equipment used by other County funds and departments, and to finance and control material inventory used in the construction and maintenance of county roads.

Clark County Elections - A fund established to account for costs incurred in the County elections process.

Central Support Services - A fund to finance the operation of centralized facility and utility maintenance on all County buildings.

General Liability Insurance - A self insurance fund established to finance uninsured liability claims and the deductible portions of insured liability claims against the County.

Unemployment Insurance - A self insurance fund used to finance unemployment claim settlements and decisions against Clark County by former employees.

Worker's Compensation Insurance - A self insurance fund used to finance uninsured worker's compensation claims and the deductible portion of worker's compensation claims against the County.

Data Processing Revolving - A fund to collect the costs for the maintenance and replacement of data processing equipment.

Retirement Benefit Reserve - A fund to account for the costs of administering the medical reimbursement program under the LEOFF I retirement system.

Radio ER&R – A fund to collect and track revenues and expenses for equipment repair and replacement for mobile data communication computers and radios used in public safety vehicles.

Major Maintenance - A fund to account for the major repair and maintenance costs on various County buildings.

Server Equipment Repair & Replacement - A fund to account for the major repair and replacement costs of data servers.

Clark County Washington
Combining Statement of Net Position
Internal Service Funds
December 31, 2013

	Equipment Rental and Revolving	Clark County Elections	Central Support Services	General Liability Insurance	Unemployment Insurance	Workers' Compensation Insurance
Assets						
Current assets:						
Cash, cash equivalents and pooled investments	\$ 3,898,600	607,442	\$ 13	\$ 1,660,784	\$ 1,388,912	\$ 1,166,119
Deposit in trust	-	-	-	-	-	150,000
Receivables, net	94,431	770,370	94,036	2,412	23,620	89,052
Due from other funds	794,013	-	181,168	243	-	-
Due from other governments	1,318	-	-	-	-	-
Inventory (at cost)	2,266,810	27,655	-	-	-	-
Prepaid expense	-	64,735	-	778,306	-	11,879
Total current assets	7,055,172	1,470,202	275,217	2,441,745	1,412,532	1,417,050
Noncurrent assets:						
Capital assets not being depreciated						
Construction in progress	241,041	-	-	-	-	-
Capital assets being depreciated						
Buildings	102,357	-	-	-	-	-
Improvements other than buildings	1,301,347	-	-	-	-	-
Machinery & equipment	26,673,976	516,943	76,905	-	-	-
Intangibles	-	551,747	-	-	-	-
Less accumulated depreciation	(17,003,352)	(731,887)	(69,524)	-	-	-
Total noncurrent assets	11,315,369	336,803	7,381	-	-	-
Total assets	\$ 18,370,541	\$ 1,807,005	\$ 282,598	\$ 2,441,745	\$ 1,412,532	\$ 1,417,050
Liabilities						
Current liabilities:						
Accounts payable	329,427	116,459	361,622	639,002	21,343	115,126
Due to other funds	68,374	288	448,029	716	-	-
Due to other governments	136	-	44	19	-	32,219
Accrued liabilities	76,315	14,826	166,322	7,340	-	7,313
Compensated absences	14,047	19,407	19,742	4,692	-	9,511
Accrued claims payable-current	-	-	-	1,036,504	-	742,259
Total current liabilities	488,299	150,980	995,759	1,688,273	21,343	906,428
Noncurrent liabilities:						
Compensated absences	86,170	35,613	284,204	8,034	-	3,215
Accrued claims payable	-	-	-	3,158,196	151,245	3,370,741
Total noncurrent liabilities	86,170	35,613	284,204	3,166,230	151,245	3,373,956
Total liabilities	574,469	186,593	1,279,963	4,854,503	172,588	4,280,384
Net Position						
Net investment in capital assets	11,315,369	336,803	7,381	-	-	-
Restricted for Workers Compensation Claims	-	-	-	-	-	150,000
Unrestricted	6,480,703	1,283,609	(1,004,746)	(2,412,758)	1,239,944	(3,013,334)
Total net position	\$ 17,796,072	\$ 1,620,412	\$ (997,365)	\$ (2,412,758)	\$ 1,239,944	\$ (2,863,334)

Clark County Washington
Combining Statement of Net Position
Internal Service Funds
December 31, 2013

	Data Processing Revolving	Retirement Benefit Reserve	Radio ER&R	Major Maintenance	Server Equipment Repair & Replacement	Total
Assets						
Current assets:						
Cash, cash equivalents and pooled investments	\$ 1,291,482	\$ 601,293	\$ 261,425	\$ 279,514	\$ 401,283	\$ 11,556,867
Deposit in trust	-	-	-	-	-	150,000
Receivables, net	4,632	-	-	508	-	1,079,061
Due from other funds	-	-	-	2,860	-	978,284
Due from other governments	-	-	-	-	-	1,318
Inventory (at cost)	-	-	-	-	-	2,294,465
Prepaid expense	-	11,027	-	-	-	865,947
Total current assets	1,296,114	612,320	261,425	282,882	401,283	16,925,942
Noncurrent assets:						
Capital assets not being depreciated	-	-	-	-	-	241,041
Construction in progress	-	-	-	-	-	-
Capital assets being depreciated	-	-	-	-	-	102,357
Buildings	-	-	-	-	-	1,301,347
Improvements other than buildings	-	-	-	-	-	30,272,314
Machinery & equipment	108,908	-	-	-	2,895,582	1,017,832
Intangibles	-	-	-	-	466,085	(19,941,478)
Less accumulated depreciation	(93,492)	-	-	-	(2,043,223)	12,993,413
Total noncurrent assets	15,416	-	-	-	1,318,444	29,919,355
Total assets	\$ 1,311,530	\$ 612,320	\$ 261,425	\$ 282,882	\$ 1,719,727	\$ 16,925,942
Liabilities						
Current liabilities:						
Accounts payable	17,308	50,596	1,234	18,073	12,045	1,682,235
Due to other funds	162	-	-	45,000	-	562,569
Due to other governments	20	-	-	-	-	32,438
Accrued liabilities	67,663	-	-	34,690	-	374,469
Compensated absences	-	-	-	-	-	67,399
Accrued claims payable-current	-	-	-	-	-	1,778,763
Total current liabilities	85,153	50,596	1,234	97,763	12,045	4,497,873
Noncurrent liabilities:						
Compensated absences	161,260	-	-	-	-	578,496
Accrued claims payable	-	-	-	-	-	6,680,182
Total noncurrent liabilities	161,260	-	-	-	-	7,258,678
Total liabilities	246,413	50,596	1,234	97,763	12,045	11,756,551
Net Position						
Net investment in capital assets	15,416	-	-	-	1,318,444	12,993,413
Restricted for Workers Compensation	-	-	-	-	-	150,000
Claims	-	-	-	-	-	5,019,391
Unrestricted	1,049,701	561,724	260,191	185,119	389,238	18,162,804
Total net position	\$ 1,065,117	\$ 561,724	\$ 260,191	\$ 185,119	\$ 1,707,682	\$ 18,162,804

Clark County Washington
Combining Statement of Revenues, Expenses
and Changes in Net Position
Internal Service Funds
For the Year Ended December 31, 2013

	Equipment Rental and Revolving	Clark County Elections	Central Support Services	General Liability Insurance	Unemployment Insurance	Workers' Compensation Insurance
OPERATING REVENUES						
Charges for services	\$ 7,725,295	\$ 1,084,424	\$ 1,459,270	\$ 1,816,221	\$ -	\$ -
Participant contributions	6,537,493	-	-	-	542,554	2,217,148
Total operating revenues	14,262,788	1,084,424	1,459,270	1,816,221	542,554	2,217,148
OPERATING EXPENSES						
Personal services	1,613,625	555,297	3,024,536	179,934	303,026	183,876
Contractual services	3,374,526	1,226,402	4,563,407	4,264,618	-	1,361,822
Other supplies and expenses	7,178,720	14,453	735,036	37,017	-	80,524
Depreciation	1,526,268	81,469	1,145	-	-	-
Total operating expenses	13,693,139	1,877,621	8,324,124	4,481,569	303,026	1,626,222
Operating income (loss)	569,649	(793,197)	(6,864,854)	(2,665,348)	239,528	590,926
NONOPERATING REVENUES						
Interest and investment revenue	8,705	-	1,128	6,361	3,783	2,595
Grant revenue	-	-	-	-	-	-
Miscellaneous revenue	55,145	643	248,588	10,710	-	6,280
Intergovernmental revenue	-	13,208	-	-	-	-
Interest expense	-	-	(156)	-	-	-
Gain/(loss) on sale of equipment	82,069	(9,059)	(3,348)	-	-	-
Total non-operating revenues	145,919	4,792	246,212	17,071	3,783	8,875
Income/(loss) before contributions and transfers	715,568	(788,405)	(6,618,642)	(2,648,277)	243,311	599,801
Capital contributions	200,812	-	-	-	-	-
Transfers in	-	1,114,097	6,223,841	400,000	-	34,937
Transfers out	(3,130)	-	-	-	(507,175)	-
Change in net position	913,250	325,692	(394,801)	(2,248,277)	(263,864)	634,738
Net position as of January 1	16,882,822	1,294,720	(602,564)	(164,481)	1,503,808	(3,498,072)
Net position as of December 31	\$ 17,796,072	\$ 1,620,412	\$ (997,365)	\$ (2,412,758)	\$ 1,239,944	\$ (2,863,334)

Clark County Washington
Combining Statement of Revenues, Expenses
and Changes in Net Position
Internal Service Funds
For the Year Ended December 31, 2013

	Data Processing Revolving	Retirement Benefit Reserve	Radio ER&R	Major Maintenance	Server Equipment Repair & Replacement	Total
OPERATING REVENUES						
Charges for services	\$ 60,359	\$ -	\$ -	\$ -	\$ -	\$ 12,145,569
Participant contributions	1,986,838	-	155,652	99,923	57,990	11,597,598
Total operating revenues	2,047,197	-	155,652	99,923	57,990	23,743,167
OPERATING EXPENSES						
Personal services	1,272,572	532,946	-	-	-	7,665,812
Contractual services	264,450	47	37,222	324,689	10,686	15,427,869
Other supplies and expenses	631,038	-	526,524	400,580	107,866	9,711,758
Depreciation	7,531	-	-	-	330,503	1,946,916
Total operating expenses	2,175,591	532,993	563,746	725,269	449,055	34,752,355
Operating income (loss)	(128,394)	(532,993)	(408,094)	(625,346)	(391,065)	(11,009,188)
NONOPERATING REVENUES						
Interest and investment revenue	2,595	1,616	1,215	835	460	29,293
Grant revenue	-	-	-	61,430	-	61,430
Miscellaneous revenue	23,748	-	-	-	265	345,379
Intergovernmental revenue	-	-	-	-	-	13,208
Interest expense	-	-	-	-	(107)	(263)
Gain/(loss) on sale of equipment	-	-	-	-	(54,942)	14,720
Total non-operating revenues	26,343	1,616	1,215	62,265	(54,324)	463,767
Income/(loss) before contributions and transfers	(102,051)	(531,377)	(406,879)	(563,081)	(445,389)	(10,545,421)
Capital contributions	-	-	-	-	-	200,812
Transfers in	-	715,631	40,000	45,000	683,444	9,256,950
Transfers out	(50,970)	-	-	-	-	(561,275)
Change in net position	(153,021)	184,254	(366,879)	(518,081)	238,055	(1,648,934)
Net position as of January 1	1,218,138	377,470	627,070	703,200	1,469,627	19,811,738
Net position as of December 31	\$ 1,065,117	\$ 561,724	\$ 260,191	\$ 185,119	\$ 1,707,682	\$ 18,162,804

Clark County Washington
Combining Statement of Cash Flows
Internal Service Funds
For the year ended December 31, 2013

	Equipment Rental and Revolving	Clark County Elections	Central Support Services	General Liability Insurance	Unemployment Insurance	Workers' Compensation Insurance
Cash flows from operating activity						
Receipts from customers -inflows	\$ 968,399	\$ 812,245	\$ -	\$ -	\$ -	\$ -
Receipts from customers -outflows	-	-	(173,631)	(1,262)	-	-
Receipts from interfund services provided-inflows	13,135,504	-	1,596,017	1,858,283	541,891	2,188,437
Payments to suppliers - outflows	(10,134,267)	(848,005)	(5,206,918)	(2,328,133)	(13,442)	(1,397,755)
Payments to employees-outflows	(1,579,214)	(601,259)	(2,987,817)	(164,031)	(151,781)	(166,588)
Payments for interfund services used-inflows	-	-	298,721	-	-	-
Payments for interfund services used-outflows	(666,928)	(362,571)	-	(7,157)	-	(42,305)
Claims Paid - outflows	-	-	-	(1,036,849)	-	-
Proceeds from sale of non-capital equipment	55,145	643	248,588	10,710	-	6,280
Miscellaneous receipts - inflows	-	-	-	-	-	-
Net cash provided (used) by operating activities	1,778,639	(998,947)	(6,225,040)	(1,668,439)	376,668	588,069
Cash flows from non-capital financing activities						
Operating grants received	-	13,208	-	-	-	-
Interest paid on operating activities	-	-	(156)	-	-	-
Transfers from other funds	(3,130)	1,114,097	6,223,841	400,000	(507,175)	34,937
Transfers to other funds	-	-	-	-	-	-
Net cash provided (used) by noncapital financing activities	(3,130)	1,127,305	6,223,685	400,000	(507,175)	34,937
Cash flows from capital and related financing activities						
Capital contributions	200,812	-	-	-	-	-
Purchases of capital assets	(2,225,314)	(158,581)	-	-	-	-
Proceeds from sale of capital assets	264,810	-	-	-	-	-
Net cash provided (used) by capital and related financing activities	(1,759,692)	(158,581)	-	-	-	-
Cash flows from investing activities						
Interest earnings	8,705	-	1,129	6,361	3,783	2,595
Net cash provided by investing activities	8,705	-	1,129	6,361	3,783	2,595
Net increase (decrease) in cash and cash equivalents	24,522	(30,223)	(226)	(1,262,078)	(126,724)	625,601
Cash and cash equivalents on January 1	3,874,078	637,665	239	2,922,862	1,515,636	690,518
Cash and cash equivalents on December 31	\$ 3,898,600	\$ 607,442	\$ 13	\$ 1,660,784	\$ 1,388,912	\$ 1,316,119
Reconciliation of operating income (loss) to net cash provided by operating activities:						
Operating income (loss)	\$ 569,649	\$ (793,197)	\$(6,864,854)	\$(2,665,348)	\$ 239,528	\$ 590,926
Adjustments to reconcile operating income to net cash provided by operating activities:						
Depreciation expense	1,526,268	81,469	1,145	-	-	-
Increase/(decrease) in expense for change in Claims Liability	-	-	-	445,452	151,245	48,000
Miscellaneous receipts	55,145	643	248,588	10,710	-	-
Proceeds from sale of non-capital equipment	-	-	-	-	-	6,280
(Increase) decrease in accounts receivable	78,309	(272,179)	117,327	(1,262)	(663)	(29,169)
(Increase) decrease in prepaid expense	-	(64,735)	22,192	9,424	-	(8,679)
(Increase) decrease in due from other funds	(235,876)	-	(181,168)	42,062	-	458
(Increase) decrease in due from other governments	(1,318)	-	26,957	-	-	-
(Increase) decrease in inventory	(680)	(6,153)	-	-	-	-
Increase (decrease) in accounts/warrants/claims payables	(253,829)	101,191	69,289	474,987	(13,442)	(26,949)
Increase (decrease) in due to other funds	6,424	(24)	298,721	(385)	-	(42,305)
Increase (decrease) in due to other governments	136	-	44	18	-	32,219
Increase (decrease) in accrued liabilities	11,439	(9,652)	26,011	4,391	-	7,313
Increase (decrease) in compensated absences	22,972	(36,310)	10,708	11,512	-	9,975
Net cash provided by financing activities	1,778,639	(998,947)	(6,225,040)	(1,668,439)	376,668	588,069
Noncash investing, capital, and financing activities:						
Contribution of capital assets	\$ 200,812	\$ -	\$ -	\$ -	\$ -	\$ -

Clark County Washington
Combining Statement of Cash Flows
Internal Service Funds
For the year ended December 31, 2013

	Data Processing Revolving	Retirement Benefit Reserve	Radio ER&R	Major Maintenance	Server Equip. Repair & Replacement	Total
\$	60,358	102	155,652	59,888	-	2,056,644
	-	-	-	-	-	(174,893)
	1,982,207	-	-	40,151	57,990	21,400,480
	(977,913)	(1,366)	(563,559)	(445,765)	(106,507)	(22,023,630)
	(1,255,796)	(532,946)	-	-	-	(7,439,432)
	(119,829)	-	-	(324,469)	-	298,721
	-	-	-	-	-	(1,523,259)
	-	-	-	-	-	(1,036,849)
	-	-	-	-	265	6,280
	23,748	-	-	-	-	339,099
	(287,225)	(534,210)	(407,907)	(670,195)	(48,252)	(8,096,839)
	-	-	-	61,430	-	74,638
	-	-	-	-	(107)	(263)
	-	715,631	40,000	45,000	683,444	9,256,950
	(50,970)	-	-	-	-	(561,275)
	(50,970)	715,631	40,000	106,430	683,337	8,770,050
	-	-	-	-	-	200,812
	-	-	-	-	(465,879)	(2,849,774)
	-	-	-	-	-	264,810
	-	-	-	-	(465,879)	(2,384,152)
	2,595	1,616	1,215	835	460	29,294
	2,595	1,616	1,215	835	460	29,294
	(335,600)	183,037	(366,692)	(562,930)	169,666	(1,681,647)
	1,627,082	418,256	628,117	842,444	231,617	13,388,514
	1,291,482	601,293	261,425	279,514	401,283	11,706,867
\$	(128,394)	(532,993)	(408,094)	(625,346)	(391,065)	(11,009,188)
	7,531	-	-	-	330,503	1,946,916
	23,748	-	-	-	265	644,697
	(4,631)	102	-	173	-	339,099
	-	(11,027)	-	(57)	-	6,280
	-	-	-	-	-	(111,993)
	-	-	-	-	-	(52,825)
	-	-	-	-	-	(374,581)
	-	-	-	-	-	25,639
	(202,326)	9,708	187	(112,419)	12,045	(6,833)
	51	-	-	45,000	-	58,442
	20	-	-	-	-	307,482
	9,594	-	-	22,454	-	32,437
	7,182	-	-	-	-	71,550
	(287,225)	(534,210)	(407,907)	(670,195)	(48,252)	(8,096,839)
\$	-	-	-	-	-	200,812

Cash flows from operating activity
Receipts from customers - inflows
Receipts from customers - outflows
Receipts from interfund services provided - inflows
Payments to suppliers - outflows
Payments to employees - outflows
Payments for interfund services used - inflows
Payments for interfund services used - outflows
Claims Paid - outflows
Proceeds from sale of non-capital equipment
Miscellaneous receipts - inflows
Net cash provided (used) by operating activities

Cash flows from non-capital financing activities
Operating grants received
Interest paid on operating activities
Transfers from other funds
Transfers to other funds
Net cash provided (used) by noncapital financing activities

Cash flows from capital and related financing activities
Capital contributions
Purchases of capital assets
Proceeds from sale of capital assets
Net cash provided (used) by capital and related financing activities

Cash flows from investing activities
Interest earnings
Net cash provided by investing activities
Net increase (decrease) in cash and cash equivalents

Cash and cash equivalents on January 1
Cash and cash equivalents on December 31

Reconciliation of operating income (loss) to net cash provided by operating activities:
Operating income (loss)
Adjustments to reconcile operating income to net cash provided by operating activities:
Depreciation expense
Increase/(decrease) in expense for change in Claims Liability
Miscellaneous receipts
Proceeds from sale of non-capital equipment
(Increase) decrease in accounts receivable
(Increase) decrease in prepaid expense
(Increase) decrease in due from other funds
(Increase) decrease in due from other governments
(Increase) decrease in inventory
Increase (decrease) in accounts/warrants/claims payables
Increase (decrease) in due to other funds
Increase (decrease) in due to other governments
Increase (decrease) in accrued liabilities
Increase (decrease) in compensated absences
Net cash provided by financing activities

Noncash investing, capital, and financing activities:
Contribution of capital assets

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Fiduciary Funds

Fiduciary Funds are used to account for assets held by Clark County as an agent or trustee for other entities and cannot be used to support the County's own programs. Investment Trust Funds report the external portion of the County's investments. Agency Funds are clearing accounts employed to account for assets held by Clark County in its role as custodian and are often offset by an equal, related liability.

Investment Trust Funds

External Pooled Investments - A trust fund established to account for the pooled investments held in behalf of external pool participants in the County's pooled investment program.

External Individual Investments - A trust fund established to account for the investments held in behalf of external participants in the County's investment program.

Agency Funds:

School Districts - The County serves as custodian of funds representing the activity of 9 different school districts and the Educational Service District (ESD 112). Multiple funds are used for each district to account for general operations, capital projects, debt services, and transfers.

Fire Districts - The County serves as custodian of funds representing the activity of 10 different fire districts. Multiple funds are used for each district to account for general operations, capital projects, emergency medical facilities, and debt service.

Cemetery Districts - The County serves as custodian of funds representing the activity of 4 different public cemetery districts. The districts are located in Camas, La Center, Woodland, and Battle Ground.

Air Pollution Control District- The County serves as custodian of the activity of the Southwest Air Pollution Control Authority (SWAPCA). SWAPCA is a multi-county operation funded by assessments made against participating members.

Port Districts - The County serves as custodian of funds representing the activities of the Port of Vancouver, the Port of Ridgefield, and the Port of Camas-Washougal. Multiple funds are used for each port district to account for general operations, capital improvements, and debt service.

Mosquito Control District- The County serves as custodian of the funds of this tri-county health service delivery organization.

Cities and Towns - The County serves as custodian of funds representing the activities of 7 different municipalities. Multiple funds are used for each municipality to account for proceeds from different tax levies. The municipalities are: Vancouver, Battle Ground, Camas, La Center, Ridgefield, Washougal, and Yacolt.

State Schools - The County serves as custodian of the funds for two local schools owned and operated by the State: the State School for the Deaf and the State School for the Blind.

Library Districts - The County serves as custodian of funds for a regional library district serving Clark, Klickitat, and Skamania Counties with 11 branches and one fund for the Three Creeks Library District.

Drainage Districts - The County serves as custodian of funds for 6 drainage districts located in the County: Drainage District 1, Drainage District 2, Drainage District 4, Drainage District 5, Drainage District 7 and Drainage District 14.

Jail Inmate Account - The County serves as custodian of the funds belonging to jail inmates while they are incarcerated.

Other Agencies - Several other agency funds are maintained by the County in its fiduciary role. These are:

Advance Tax	Law Library	State Excise Tax Suspense
Boundary Review Board	Orchards Park District	State Marriage
Clark Regional Comm. Agency	Payroll/Claims Clearing	State Mobile Home
Environmental Info. Center	Polio Fund	State Plat Fees
Fire Bureau Donations	PUD Water	State Weapons Permits
Fire Patrol	Regional Transportation	Superior Court Clearing
Investment Clearing	Road Improvement	Tax Payment Suspense/Refund
Justice Court Clearing	School Site Development	Treasurer's O&M
Sheriff's Sale Deposit	State Document Fee	Treasurer's Trust Suspense

Several of these funds serve as clearing or suspense accounts in which funds are collected, warrants redeemed, deposits allocated, or investments traded.

**Clark County Washington
Statement of Net Position
Investment Trust Funds
December 31, 2013**

	External Pooled Investments	External Individual Investments	Total
Assets			
Pooled investments	\$ 350,309,681	\$ -	\$ 350,309,681
Accrued interest receivable	598,089	-	598,089
Investments	-	2,121,050	2,121,050
Total assets	<u>350,907,770</u>	<u>2,121,050</u>	<u>353,028,820</u>
Net Position			
Net position held in trust for pool participants	<u>\$ 350,907,770</u>	<u>\$ 2,121,050</u>	<u>\$ 353,028,820</u>

Clark County Washington
Statement of Changes in Net Position
Investment Trust Funds
For the Year Ended December 31, 2013

	External Pooled Investments	External Individual Investments	Total
Additions			
Additions by participants	\$ 781,059,071	\$ 2,121,050	\$ 783,180,121
Unrealized gains (losses)	(252,392)	-	(252,392)
Total additions	780,806,679	2,121,050	782,927,729
Deductions			
Deductions by participants	769,959,785	2,811,000	772,770,785
Total deductions	769,959,785	2,811,000	772,770,785
Net increase (decrease) in net position	10,846,894	(689,950)	10,156,944
Net Position			
Net position as of January 1	340,060,876	2,811,000	342,871,876
Net position as of December 31	<u>\$ 350,907,770</u>	<u>\$ 2,121,050</u>	<u>\$ 353,028,820</u>

Clark County Washington
Combining Balance Sheet
Agency Funds
December 31, 2013

Assets	School Districts	Fire Districts	Cemetery Districts	Air Pollution		Mosquito Control
				Control District	Port Districts	
Cash and cash equivalents	\$ 18,728,586	\$ 194,179	\$ 1,113	\$ 1,831	\$ 80,858	\$ 356
Deposits in trust	-	-	-	-	-	-
Taxes receivable	6,616,246	1,117,526	9,016	-	396,227	1,225
Accounts receivable	-	-	-	-	-	-
Due from other governments	-	-	13,102	25,542	-	-
Total Assets	\$ 25,344,832	\$ 1,311,705	\$ 23,231	\$ 27,373	\$ 477,085	\$ 1,581
Liabilities and fund balance						
Warrants payable	\$ 17,265,929	\$ 208,174	\$ -	\$ -	\$ -	\$ -
Vouchers payable	42,492	68,704	8,102	1,596	-	298
Due to other governments	8,036,411	776,946	10,644	-	477,085	1,098
Accrued liabilities	-	257,881	4,485	25,777	-	185
Deposits payable	-	-	-	-	-	-
Total Liabilities	25,344,832	1,311,705	23,231	27,373	477,085	1,581
Total liabilities and fund balance	\$ 25,344,832	\$ 1,311,705	\$ 23,231	\$ 27,373	\$ 477,085	\$ 1,581

**Clark County Washington
Combining Balance Sheet
Agency Funds
December 31, 2013**

Assets	Cities & Towns	State Schools	Library Districts	Drainage Districts	Jail Inmate Account	Other Agencies	Total
Cash and cash equivalents	\$ 561,077	\$ 619,479	\$ 669,825	\$ 500	\$ -	\$ 4,227,678	\$ 25,085,482
Deposits in trust	-	-	-	-	391,843	-	391,843
Taxes receivable	1,833,144	3,012,921	667,852	-	-	-	13,654,157
Accounts receivable	-	-	-	-	-	1,167,873	1,167,873
Due from other governments	-	-	-	-	-	17,143,340	17,181,984
Total Assets	\$ 2,394,221	\$ 3,632,400	\$ 1,337,677	\$ 500	\$ 391,843	\$ 22,538,891	\$ 57,481,339
Liabilities and fund balance							
Warrants payable	\$ -	\$ -	\$ 541,775	\$ -	\$ -	\$ 10,080,332	\$ 28,096,210
Vouchers payable	-	-	-	500	-	7,624,609	7,746,301
Due to other governments	2,394,221	3,632,400	795,902	-	-	3,090,689	19,215,396
Accrued liabilities	-	-	-	-	-	-	288,328
Deposits payable	-	-	-	-	391,843	1,743,261	2,135,104
Total Liabilities	2,394,221	3,632,400	1,337,677	500	391,843	22,538,891	57,481,339
Total liabilities and fund balance	\$ 2,394,221	\$ 3,632,400	\$ 1,337,677	\$ 500	\$ 391,843	\$ 22,538,891	\$ 57,481,339

Clark County Washington
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2013

	Balance January 1	Additions	Deductions	Balance December 31
School Districts				
<u>Assets</u>				
Cash, cash equivalents and pooled investments	\$ 15,411,543	\$ 1,985,204,287	\$ 1,981,887,244	\$ 18,728,586
Cash with fiscal agent	-	73,205,757	73,205,757	-
Taxes receivable	7,342,092	213,863,824	214,589,670	6,616,246
Due from other governments	1,523	-	1,523	-
Total assets	<u>22,755,158</u>	<u>2,272,273,868</u>	<u>2,269,684,194</u>	<u>25,344,832</u>
<u>Liabilities</u>				
Warrants payable	14,676,342	394,050,439	391,460,852	17,265,929
Vouchers payable	42,492	571,726,397	571,726,397	42,492
Due to other governments	8,034,801	662,422	660,812	8,036,411
Deposits payable	-	176	176	-
Total liabilities	<u>\$ 22,753,635</u>	<u>\$ 966,439,434</u>	<u>\$ 963,848,237</u>	<u>\$ 25,344,832</u>
Fire Districts				
<u>Assets</u>				
Cash, cash equivalents and pooled investments	\$ 140,357	\$ 118,692,546	\$ 118,638,724	\$ 194,179
Cash with fiscal agent	-	722,017	722,017	-
Taxes receivable	1,368,043	29,446,252	29,696,769	1,117,526
Total assets	<u>1,508,400</u>	<u>148,860,815</u>	<u>149,057,510</u>	<u>1,311,705</u>
<u>Liabilities</u>				
Warrants payable	130,541	28,101,368	28,023,735	208,174
Vouchers payable	-	37,772,147	37,703,443	68,704
Due to other governments	776,420	1,011,199	1,010,673	776,946
Deposits payable	21,232	1,964,520	1,985,752	-
Accrued liabilities	235,151	4,484,329	4,461,599	257,881
Total liabilities	<u>\$ 1,163,344</u>	<u>\$ 73,333,563</u>	<u>\$ 73,185,202</u>	<u>\$ 1,311,705</u>
Cemetery Districts				
<u>Assets</u>				
Cash, cash equivalents and pooled investments	\$ 4,477	\$ 722,483	\$ 725,847	\$ 1,113
Taxes receivable	9,384	186,636	187,004	9,016
Due from other governments	13,102	-	-	13,102
Total assets	<u>26,963</u>	<u>909,119</u>	<u>912,851</u>	<u>23,231</u>
<u>Liabilities</u>				
Warrants payable	-	352,854	352,854	-
Vouchers payable	11,805	173,858	177,561	8,102
Due to other governments	10,599	45	-	10,644
Accrued liabilities	4,559	126,692	126,766	4,485
Total liabilities	<u>\$ 26,963</u>	<u>\$ 653,449</u>	<u>\$ 657,181</u>	<u>\$ 23,231</u>

Clark County Washington
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2013

	Balance January 1	Additions	Deductions	Balance December 31
<u>Air Pollution Control District</u>				
<u>Assets</u>				
Cash, cash equivalents and pooled investments	\$ 122	\$ 3,668,417	\$ 3,666,708	\$ 1,831
Due from other governments	25,542	-	-	25,542
Total assets	25,664	3,668,417	3,666,708	27,373
<u>Liabilities</u>				
Warrants payable	-	607,617	607,617	-
Vouchers payable	11,832	288,063	298,299	1,596
Accrued liabilities	13,832	1,392,039	1,380,094	25,777
Total liabilities	\$ 25,664	\$ 2,287,719	\$ 2,286,010	\$ 27,373
<u>Port Districts</u>				
<u>Assets</u>				
Cash, cash equivalents and pooled investments	\$ 986,544	\$ 55,931,265	\$ 56,836,951	\$ 80,858
Cash with fiscal agent	-	744,949	744,949	-
Taxes receivable	458,877	12,720,137	12,782,787	396,227
Total assets	1,445,421	69,396,351	70,364,687	477,085
<u>Liabilities</u>				
Warrants payable	-	7,285,333	7,285,333	-
Vouchers payable	-	11,480,760	11,480,760	-
Due to other governments	1,435,337	10,689,633	11,647,885	477,085
Total liabilities	\$ 1,435,337	\$ 29,455,726	\$ 30,413,978	\$ 477,085
<u>Mosquito Control District</u>				
<u>Assets</u>				
Cash, cash equivalents and pooled investments	\$ 260	\$ 982,669	\$ 982,573	\$ 356
Taxes receivable	3,764	1,047	3,586	1,225
Total assets	4,024	983,716	986,159	1,581
<u>Liabilities</u>				
Vouchers payable	59	185,549	185,310	298
Due to other governments	3,910	47	2,859	1,098
Accrued liabilities	55	160,038	159,908	185
Total liabilities	\$ 4,024	\$ 345,634	\$ 348,077	\$ 1,581
<u>Cities & Towns</u>				
<u>Assets</u>				
Cash, cash equivalents and pooled investments	\$ 493,705	\$ 182,104,810	\$ 182,037,438	\$ 561,077
Taxes receivable	2,074,953	62,829,213	63,071,022	1,833,144
Total assets	2,568,658	244,934,023	245,108,460	2,394,221
<u>Liabilities</u>				
Vouchers payable	-	72,569,082	72,569,082	-
Due to other governments	2,568,658	87,581,989	87,756,426	2,394,221
Total liabilities	\$ 2,568,658	\$ 160,151,071	\$ 160,325,508	\$ 2,394,221

Clark County Washington
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2013

	Balance January 1	Additions	Deductions	Balance December 31
<u>State Schools</u>				
<u>Assets</u>				
Cash, cash equivalents and pooled investments	\$ 435,033	\$ 180,930,790	\$ 180,746,344	\$ 619,479
Taxes receivable	3,440,422	91,074,294	91,501,795	3,012,921
Total assets	3,875,455	272,005,084	272,248,139	3,632,400
<u>Liabilities</u>				
Due to other governments	3,875,455	90,782,386	91,025,441	3,632,400
Total liabilities	\$ 3,875,455	\$ 90,782,386	\$ 91,025,441	\$ 3,632,400
<u>Library Districts</u>				
<u>Assets</u>				
Cash, cash equivalents and pooled investments	\$ 368,007	\$ 63,240,353	\$ 62,938,535	\$ 669,825
Taxes receivable	773,006	20,320,692	20,425,846	667,852
Total assets	1,141,013	83,561,045	83,364,381	1,337,677
<u>Liabilities</u>				
Warrants payable	345,382	12,720,558	12,524,165	541,775
Vouchers payable	-	8,589,351	8,589,351	-
Due to other governments	795,631	280	9	795,902
Total liabilities	\$ 1,141,013	\$ 21,310,189	\$ 21,113,525	\$ 1,337,677
<u>Drainage Districts</u>				
<u>Assets</u>				
Cash, cash equivalents and pooled investments	\$ 6,226	\$ 207,040	\$ 212,766	\$ 500
Total assets	6,226	207,040	212,766	500
<u>Liabilities</u>				
Warrants payable	-	81,316	81,316	-
Vouchers payable	1,800	46,119	47,419	500
Due to other governments	4,426	-	4,426	-
Total liabilities	\$ 6,226	\$ 127,435	\$ 133,161	\$ 500
<u>Jail Inmate Account</u>				
<u>Assets</u>				
Deposits in Trust	239,285	479,615	327,057	\$ 391,843
Total assets	239,285	479,615	327,057	391,843
<u>Liabilities</u>				
Deposits payable	239,285	583,859	431,301	391,843
Total liabilities	\$ 239,285	\$ 583,859	\$ 431,301	\$ 391,843

Clark County Washington
Combining Statement of Changes in Assets and Liabilities
All Agency Funds
For the Year Ended December 31, 2013

	Balance January 1	Additions	Deductions	Balance December 31
<u>Other Agencies</u>				
<u>Assets</u>				
Cash, cash equivalents and pooled investments	\$ 7,186,795	\$ 1,474,533,914	\$ 1,477,493,031	\$ 4,227,678
Accounts receivable	1,184,411	1,058,790	1,075,328	1,167,873
Due from other governments	17,126,367	17,979	1,006	17,143,340
Total assets	<u>25,497,573</u>	<u>1,475,610,683</u>	<u>1,478,569,365</u>	<u>22,538,891</u>
<u>Liabilities</u>				
Warrants payable	556	714,187,563	704,107,787	10,080,332
Vouchers payable	7,571,378	258,390,226	258,336,995	7,624,609
Due to other governments	16,147,634	60,603,838	73,660,783	3,090,689
Deposits payable	1,778,005	28,327,142	28,361,886	1,743,261
Total liabilities	<u>\$ 25,497,573</u>	<u>\$ 1,061,508,769</u>	<u>\$ 1,064,467,451</u>	<u>\$ 22,538,891</u>

Total Agency Funds

<u>Assets</u>				
Cash, cash equivalents and pooled investments	\$ 25,033,069	\$ 4,066,218,574	\$ 4,066,166,161	\$ 25,085,482
Deposits in trust	239,285	479,615	327,057	391,843
Cash with fiscal agent	-	74,672,723	74,672,723	-
Taxes receivable	15,470,541	430,442,095	432,258,479	13,654,157
Accounts receivable	1,184,411	1,058,790	1,075,328	1,167,873
Due from other governments	17,166,534	17,979	2,529	17,181,984
Total assets	<u>59,093,840</u>	<u>4,572,889,776</u>	<u>4,574,502,277</u>	<u>57,481,339</u>
<u>Liabilities</u>				
Warrants payable	15,152,821	1,157,387,048	1,144,443,659	28,096,210
Vouchers payable	7,639,366	961,221,552	961,114,617	7,746,301
Due to other governments	33,652,871	251,331,839	265,769,314	19,215,396
Accrued liabilities	253,597	6,163,098	6,128,367	288,328
Deposits payable	2,038,522	30,875,697	30,779,115	2,135,104
Total liabilities	<u>\$ 58,737,177</u>	<u>\$ 2,406,979,234</u>	<u>\$ 2,408,235,072</u>	<u>\$ 57,481,339</u>

STATISTICAL SECTION

This part of Clark County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, notes disclosures, and required supplementary information says about the government's overall financial health.

Contents	Page
<i>Financial Trends</i> These schedules contain trend information to help the reader understand how the County's financial performance and well-being changed over time.	196
<i>Revenue Capacity</i> These schedules contain information to help the reader access the County's most significant local revenue source, the property tax.	200
<i>Debt Capacity</i> These schedules present information to help the reader access the affordability of the County's current levels of outstanding debt and the ability to issue additional debt in the future.	205
<i>Demographic and Economic Information</i> These Schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	209
<i>Operating Information</i> These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.	212

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

CLARK COUNTY, WASHINGTON
Net Position by Component
Last Ten Fiscal Years
(accrual basis of accounting)
(in thousands)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Governmental activities										
Invested in capital assets, net of related debt	\$ 681,479	\$ 746,201	\$ 820,237	\$ 856,838	\$ 903,453	\$ 932,498	\$ 962,293	\$ 998,161	\$ 1,024,698	\$ 1,032,769
Restricted	108,815	104,299	112,924	131,250	130,565	114,887	122,950	118,086	106,642	101,701
Unrestricted	32,074	32,745	43,776	50,851	44,583	58,045	56,948	62,028	50,426	39,487
Total governmental activities net position	\$ 822,368	\$ 883,245	\$ 976,937	\$ 1,038,939	\$ 1,078,601	\$ 1,105,430	\$ 1,142,191	\$ 1,178,275	\$ 1,181,766	\$ 1,173,957
Business-type activities										
Invested in capital assets, net of related debt	115,687	125,897	140,933	175,353	199,841	203,227	203,055	203,660	217,240	224,747
Restricted	0	0	0	0	0	3,119	3,119	0	0	0
Unrestricted	17,200	16,673	18,310	14,628	12,019	6,166	4,505	6,637	4,245	762
Total business-type activities net position	\$ 132,887	\$ 142,570	\$ 159,243	\$ 189,981	\$ 211,860	\$ 212,512	\$ 210,679	\$ 210,297	\$ 221,485	\$ 225,509
Primary government										
Invested in capital assets, net of related debt	797,166	872,098	961,170	1,032,191	1,103,294	1,135,725	1,165,348	1,201,821	1,241,938	1,257,516
Restricted	108,815	104,299	112,924	131,250	130,565	118,006	126,069	118,086	106,642	101,701
Unrestricted	49,274	49,418	62,086	65,479	56,602	64,211	61,453	68,665	54,671	40,249
Total primary government net position	\$ 955,255	\$ 1,025,815	\$ 1,136,180	\$ 1,228,920	\$ 1,290,461	\$ 1,317,942	\$ 1,352,870	\$ 1,388,572	\$ 1,403,251	\$ 1,399,466

CLARK COUNTY, WASHINGTON
Changes in Net Position Last Ten Fiscal Years
(accrual basis of accounting)
(in thousands)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Expenses										
Governmental activities:										
General government	\$ 45,148	\$ 44,712	\$ 53,155	\$ 54,379	\$ 56,402	\$ 53,856	\$ 52,796	\$ 51,369	\$ 52,208	\$ 70,484
Public safety	56,823	59,224	63,225	68,802	71,584	69,711	67,598	71,093	74,885	75,671
Judicial	11,792	12,679	13,028	15,149	16,065	17,141	16,167	16,849	17,456	12,551
Physical environment	1,796	1,374	2,021	2,771	2,980	2,876	3,877	5,516	3,961	7,461
Transportation	25,823	30,082	24,832	42,264	47,041	30,378	32,463	34,413	39,000	62,741
Economic environment	19,529	18,373	22,923	23,746	22,227	20,937	22,325	19,242	18,000	21,257
Health and human services	46,237	48,835	50,513	57,096	62,962	63,333	61,063	60,301	49,926	29,732
Culture & recreation	8,348	11,024	17,660	22,277	28,123	30,604	19,903	16,683	18,176	15,555
Interest on long term debt	5,467	7,171	6,718	6,668	6,560	6,350	6,026	5,835	4,985	5,950
Total governmental activities expenses	220,963	233,474	254,075	293,152	313,944	295,186	282,218	281,301	278,597	301,402
Business-type activities:										
Solid waste	1,902	1,949	2,234	3,141	5,996	2,480	2,610	2,843	3,213	2,761
Golf Course (1)	n/a	1,365								
Water	3,915	3,886	7,168	4,567	5,446	6,113	4,604	6,081	5,717	5,559
Sewer	6,479	5,849	5,277	5,812	5,819	7,052	7,055	6,960	8,212	6,522
Total business-type activities expenses	12,296	11,684	14,679	13,520	17,261	15,645	14,269	15,884	17,142	16,207
Total primary government expenses	233,259	245,158	268,754	306,672	331,205	310,831	296,487	297,185	295,739	317,609
Program Revenues										
Governmental activities:										
Charges for service:										
General government	16,548	18,468	19,157	20,026	19,526	19,047	17,574	17,790	17,113	20,621
Public safety	4,272	3,143	6,468	7,579	10,054	8,710	8,090	6,891	8,349	13,289
Judicial	3,805	4,471	5,374	5,532	5,741	12,219	6,020	6,309	6,355	7,881
Physical environment	5,661	5,409	4,204	3,346	3,474	6,118	3,581	5,483	2,797	5,215
Transportation	9,191	5,461	5,872	7,458	17,099	4,412	5,832	8,164	7,810	12,265
Economic environment	12,299	14,313	15,418	13,859	12,516	13,353	4,557	9,692	12,523	14,464
Health and human services	5,474	3,091	2,800	6,130	3,558	2,427	5,740	5,824	6,565	4,169
Culture & recreation	5,936	6,583	7,759	11,915	10,363	7,005	5,681	7,166	6,138	6,331
Operating grants and contributions	59,719	63,917	80,052	84,871	84,641	87,784	87,569	77,714	69,379	32,628
Capital grants and contributions	29,833	32,364	37,582	29,698	40,965	24,272	30,472	34,020	21,115	33,042
Total governmental activities program revenue	152,738	157,220	184,686	190,414	207,937	185,347	175,116	179,053	158,144	149,905
Business-type activities:										
Charges for service:										
Solid waste	1,533	1,238	1,571	2,115	1,874	1,642	2,093	2,572	2,270	2,321
Golf Course (1)	n/a	1,457								
Water	4,856	4,797	4,875	4,889	4,922	4,824	5,273	5,256	5,205	5,145
Sewer	6,143	6,601	6,774	7,302	6,901	6,790	6,688	6,874	19,213	4,071
Operating grants and contributions	758	314	691	423	1,064	1,009	1,596	1,131	1,332	1,334
Capital grants and contributions	2,720	4,691	17,656	24,187	23,739	3,030	628	647	279	1,713
Total business-type activities program revenue	16,010	17,641	31,567	38,916	38,500	17,295	16,278	16,480	28,299	16,041
Total primary government program revenue	168,748	174,861	216,253	229,330	246,437	202,642	191,394	195,533	186,443	165,946
Net (Expense)/Revenue										
Governmental activities	(68,225)	(76,254)	(69,389)	(102,738)	(106,007)	(109,839)	(107,102)	(102,248)	(120,453)	(151,497)
Business-type activities	3,714	5,957	16,888	25,396	21,239	1,650	2,009	596	11,157	(166)
Total primary government net (expense)/revenue	(64,511)	(70,297)	(52,501)	(77,342)	(84,768)	(108,189)	(105,093)	(101,652)	(109,296)	(151,663)
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property taxes	71,845	78,389	84,896	93,258	92,171	93,350	94,764	95,963	96,671	94,943
Sales taxes	26,309	29,975	23,433	30,057	32,266	25,991	26,639	27,974	28,762	35,836
Excise and other taxes	15,528	19,595	19,214	16,591	13,014	13,002	13,859	12,858	14,750	6,539
Investment interest	2,996	5,522	9,818	11,329	9,340	2,011	1,463	1,500	1,154	4,456
Gain on sale of capital asset	1,831	1,522	2,189	4,240	1	0	545	0	4,108	3,499
Special item/Extraordinary item	0	0	0	0	0	0	0	0	(17,865)	0
Transfers	142	140	683	99	99	(67)	(238)	(1,074)	0	0
Total governmental activities	118,651	135,143	140,233	155,574	146,891	134,287	137,032	137,221	127,580	145,273
Business-type activities:										
Investment interest	271	469	896	912	738	129	68	61	29	36
Claims and judgments	0	0	0	0	0	0	0	0	0	30
Gain/(loss) on sale of capital asset	0	(16)	0	0	0	0	0	0	0	0
Special item/Extraordinary item	7,341	0	0	0	0	0	0	0	0	(3,600)
Transfers	(142)	(140)	(683)	(99)	(99)	67	238	1,074	0	0
Total business-type activities	7,470	313	213	813	639	196	306	1,135	29	(3,534)
Total primary government	126,121	135,456	140,446	156,387	147,530	134,483	137,338	138,356	127,609	141,739
Changes in Net Position										
Governmental activities	50,426	58,889	70,844	52,836	40,884	24,448	29,930	34,973	7,127	(6,224)
Business-type activities	11,184	6,270	17,101	26,209	21,878	1,846	2,315	1,731	11,186	(3,700)
Total primary government	\$ 61,610	\$ 65,159	\$ 87,945	\$ 79,045	\$ 62,762	\$ 26,294	\$ 32,245	\$ 36,704	\$ 18,313	\$ (9,924)

1) Prior to 2013, Golf Course Expenditures were not reported separately as "Business-Type Activity."

Note: Changes in net position on this schedule do not include prior period adjustments or changes in application of accounting principles. Therefore this schedule does not account for the total change in net position from one year to the next.

CLARK COUNTY, WASHINGTON
Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified basis of accounting)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011*</u>	<u>2012</u>	<u>2013</u>
General Fund										
Reserved	\$ 78,842	\$ 23,589	\$ 6,975	\$ 5,276	\$ 14,736	\$ 1,763	\$ 252,180	\$	\$ 900,819	\$ 813,768
Unreserved, designated	1,499,145	3,065,826	3,215,836	4,080,827	4,725,426	1,884,334	6,865,240		6,448,795	6,516,647
Unreserved	10,438,265	12,424,245	15,031,627	13,804,279	6,070,332	7,384,078	10,886,868		24,235,367	28,771,584
Nonspendable								\$ 357,995	\$	\$
Restricted									650,056	0
Assigned								7,732,159	6,448,795	6,516,647
Unassigned								21,148,654	24,235,367	28,771,584
Total general fund	12,016,252	15,513,660	18,254,438	17,890,382	10,810,494	9,270,175	18,004,288	29,238,808	32,235,037	36,101,999
All other Governmental Funds										
Reserved	1,789,300	1,738,884	1,571,885	1,142,682	1,244,597	1,055,526	8,950,307			
Unreserved, designated:										
Special revenue funds	6,719,125	6,131,883	5,704,731	4,241,734	5,182,622	3,870,061	4,869,576			
Capital projects funds					1,188	3,682	2,119			
Unreserved, undesignated:										
Special revenue funds	38,104,019	49,776,762	57,709,816	79,191,297	72,756,523	82,590,848	84,060,428			
Capital projects funds (1)	71,926,465	59,056,129	60,805,908	67,442,893	65,498,934	42,976,592	37,516,823			
Debt service funds	285,760	375,741	703,992	195,736	326,184	449,225	499,821			
Nonspendable										
Special revenue funds								835,192	15,069,301	13,175,191
Restricted										
Special revenue funds										
Debt service funds								78,638,566	71,869,342	76,524,318
Capital projects funds								517,031	20,700	22,476
Capital projects funds								18,257,261	19,902,860	19,207,601
Committed										
Special revenue funds								1,447,720	2,417,565	6,269,938
Capital projects funds								2,014,978	23,680	1,621,675
Assigned										
Special revenue funds										
Capital projects funds								13,226,566	7,878,706	8,034,507
Capital projects funds								9,204,091	6,155,417	1,444,546
Unassigned										
Special revenue funds								(703,289)	(1,215,438)	(199,705)
Total all other governmental funds	118,824,669	117,079,399	126,496,332	152,214,342	145,010,048	130,945,934	135,899,074	123,438,116	122,122,133	126,100,547
Total governmental fund balances	\$ 130,840,921	\$ 132,593,059	\$ 144,750,770	\$ 170,104,724	\$ 155,820,542	\$ 140,216,109	\$ 153,903,362	\$ 152,676,924	\$ 154,357,170	\$ 162,202,546

* This schedule was modified with the implementation of GASB statement 54, effective in 2011, which affected the categories used to report fund balances.

CLARK COUNTY, WASHINGTON
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years
(modified basis of accounting)

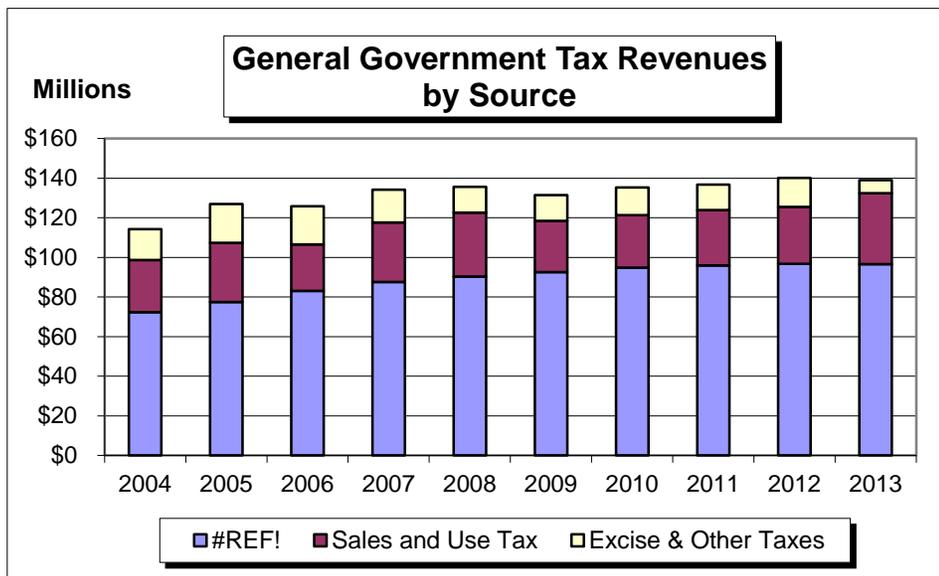
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Revenues										
Taxes	\$ 114,219,866	\$ 127,008,259	\$ 125,804,791	\$ 134,249,476	\$ 135,628,702	\$ 131,504,246	\$ 135,261,790	\$ 136,794,519	\$ 140,183,107	\$ 139,007,043
Licenses	9,663,213	9,872,604	8,674,791	8,114,582	7,049,694	7,512,980	8,089,167	7,788,578	8,765,204	11,230,096
Intergovernmental	80,450,365	75,813,451	94,290,452	97,701,119	104,442,414	107,870,012	110,559,115	94,819,669	87,944,601	54,759,487
Charges for services	43,886,323	43,599,876	44,224,647	51,750,098	55,985,488	42,006,795	37,969,271	41,680,375	45,492,067	56,582,126
Fines	3,442,837	3,250,771	4,114,740	4,011,932	4,048,156	3,622,375	3,642,579	3,721,072	3,701,153	5,463,308
Investment earnings	2,815,409	5,183,170	9,272,930	10,741,444	8,792,887	1,917,973	1,394,379	1,386,187	1,114,890	4,426,782
Other revenues	5,687,282	7,622,648	10,270,118	10,783,728	9,955,195	9,641,255	9,906,255	11,130,192	9,155,656	8,944,138
Total revenues	260,165,295	272,350,779	296,652,469	317,352,379	325,902,528	304,075,636	306,822,556	297,320,592	296,356,678	280,412,980
Expenditures										
General government	31,578,386	33,100,926	35,209,298	38,591,120	41,497,843	38,720,034	36,052,868	36,114,100	38,288,520	52,927,433
Public safety	56,753,302	60,271,445	62,503,713	66,786,278	70,770,603	68,827,878	66,916,763	70,242,314	73,938,056	74,714,212
Judicial	11,484,412	12,596,430	12,663,651	14,670,435	15,906,883	16,443,048	15,597,091	16,214,433	16,727,150	11,888,771
Physical environment	1,797,304	1,935,880	2,025,739	2,680,421	2,724,880	2,755,870	3,729,895	5,344,693	5,025,913	5,180,697
Transportation	54,605,714	48,803,500	25,613,417	33,569,444	36,384,817	30,148,451	35,916,529	36,551,194	45,453,797	29,035,288
Economic environment	19,237,396	18,440,726	22,763,257	23,490,955	22,199,883	20,914,527	22,314,550	19,128,194	18,139,487	21,130,922
Health and human services	48,614,637	45,476,620	50,573,710	56,443,677	61,814,364	62,370,008	60,017,988	59,147,431	48,808,408	27,960,997
Culture and recreations	6,636,914	6,762,260	14,422,004	18,188,343	23,502,656	15,522,566	13,713,280	11,838,201	11,540,973	11,194,117
Capital outlay	32,983,358	36,502,146	40,928,084	28,290,952	48,309,918	44,296,829	21,974,779	30,526,027	20,014,093	40,956,323
Debt service:										
Principal	6,191,608	7,785,219	7,494,499	6,846,719	6,752,619	7,007,278	7,007,676	7,372,872	8,662,888	8,095,944
Interest	5,727,795	7,287,787	6,348,935	6,609,873	6,442,111	6,231,905	5,980,792	5,784,433	5,160,574	5,337,293
Total expenditures	275,610,826	278,962,939	280,546,307	296,168,217	336,306,577	313,238,394	289,222,211	298,263,892	291,759,859	288,421,997
Excess of revenues over (under) expenditures	(15,445,531)	(6,612,160)	16,106,162	21,184,162	(10,404,049)	(9,162,758)	17,600,345	(943,300)	4,596,819	(8,009,017)
Other Financing Sources (Uses)										
Issuance of long-term debt	59,702,500	9,002,500	650,000	200,000	4,200,000	1,030,000	60,000	7,500,000	0	14,548,792
Premium on long-term debt	1,919,897	776,781	2,780,724	0	0	0	0	0	6,426,296	0
Issuance of bond anticipation notes	11,379,500	0	0	0	0	0	0	0	0	0
Repayment from bond anticipation notes	(11,379,500)	0	0	0	0	0	0	0	0	0
Issuance of refunding debt	0	24,985,000	36,285,000	0	0	0	0	0	45,595,000	0
Repayment to refunded debt escrow	0	(25,349,701)	(38,717,472)	0	0	0	0	0	(51,771,451)	0
Sale of capital assets	1,982,664	3,837,435	2,423,608	7,560,984	452,467	761,444	3,355,387	1,305,049	4,140,323	3,569,904
Insurance recoveries	0	0	0	0	0	(5,220)	56,160	(10,448)	2,560	8,321
Grant Reserves transferred	0	0	0	0	0	0	0	0	(11,876,000)	0
Transfers in	28,342,938	36,121,101	35,039,634	45,993,291	75,560,096	52,606,622	40,907,609	46,592,912	39,314,292	43,434,561
Transfers out	(37,435,126)	(42,406,136)	(42,754,981)	(54,743,289)	(83,055,404)	(60,706,166)	(49,026,819)	(56,466,171)	(49,199,228)	(52,130,236)
Total other financing sources (uses)	54,512,873	6,966,980	(4,293,487)	(989,014)	(2,842,841)	(6,313,320)	(4,647,663)	(1,078,658)	(17,368,208)	9,431,342
Net change in fund balances	\$ 39,067,342	\$ 354,820	\$ 11,812,675	\$ 20,195,148	\$ (13,246,890)	\$ (15,476,078)	\$ 12,952,682	\$ (2,021,958)	\$ (12,771,389)	\$ 1,422,325
Debt services as a percentage of noncapital expenditures		5.67%	6.63%	4.97%	4.53%	4.78%	4.81%	4.95%	5.18%	5.25%

Note: Changes in net assets on this schedule do not include prior period adjustments or changes in application of accounting principles. Therefore this schedule does not account for the total change in net assets from one year to the next.

CLARK COUNTY, WASHINGTON
Tax Revenues by Source, Governmental Funds *
Last Ten Fiscal Years
(modified basis of accounting)

Year	Property Tax	Sales and Use Tax	Excise & Other Taxes	Total
2004	72,382,692	26,309,287	15,527,887	114,219,866
2005	77,438,157	29,974,783	19,595,319	127,008,259
2006	83,157,251	23,432,988	19,214,552	125,804,791
2007	87,601,499	30,057,274	16,590,703	134,249,476
2008	90,349,257	32,265,754	13,013,691	135,628,702
2009	92,511,318	25,991,421	13,001,507	131,504,246
2010	94,763,830	26,639,191	13,858,769	135,261,790
2011	95,963,040	27,973,930	12,857,549	136,794,519
2012	96,670,976	28,762,455	14,749,676	140,183,107
2013	96,631,604	35,836,185	6,539,254	139,007,043

* Includes General, Special Revenue, Debt Service, and Capital Project Funds

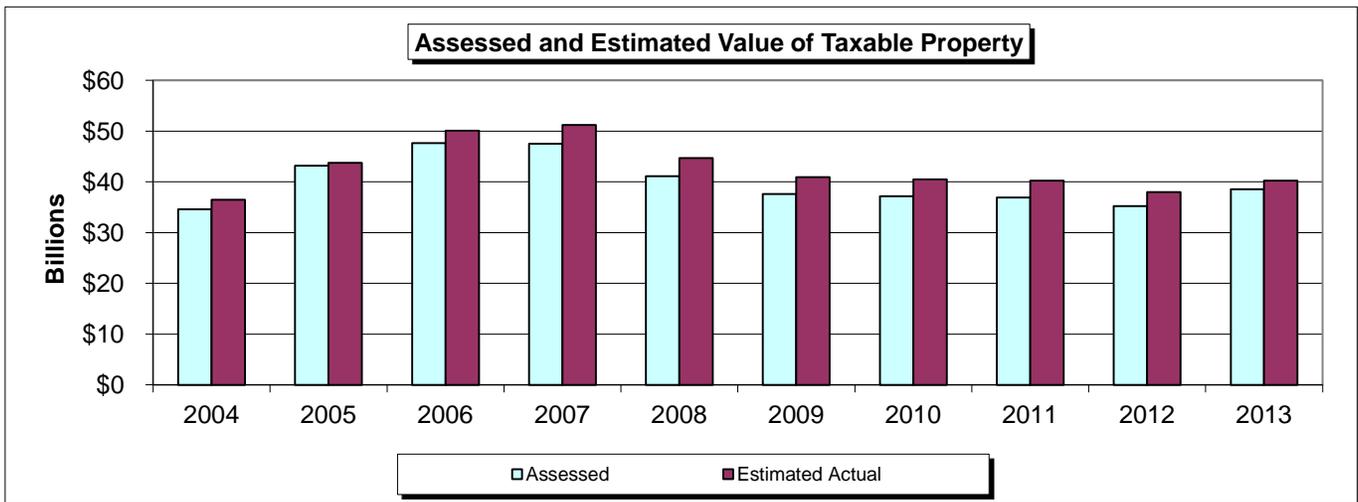


**CLARK COUNTY, WASHINGTON
 ASSESSED AND ESTIMATED VALUE OF TAXABLE PROPERTY
 Last Ten Fiscal Years**

	Real Property (1)		Personal Property (1)		Less Tax Exempt property (\$ Billions)	Total (2)		Percentage	
	Assessed Value (\$ Billions)	Estimates (3) Actual Value (\$ Billions)	Assessed Value (\$ Billions)	Estimates (3) Actual Value (\$ Billions)		Assessed Value (\$ Billions)	Estimates (3) Actual Value (\$ Billions)	of Assessed to Estimated Actual Value	Total Direct Tax Rate
2004	\$33.46	\$35.37	\$1.11	\$1.11	N/A	\$34.57	\$36.48	94.76%	3.61
2005	\$41.94	\$42.45	\$1.23	\$1.32	N/A	\$43.17	\$43.77	98.62%	3.32
2006	\$47.00	\$49.42	\$1.35	\$1.42	\$0.73	\$47.62	\$50.08	95.10%	3.09
2007	\$47.11	\$50.77	\$1.13	\$1.24	\$0.74	\$47.50	\$51.19	92.78%	2.69
2008	\$40.09	\$43.53	\$1.45	\$1.66	\$0.45	\$41.09	\$44.67	91.98%	2.68
2009	\$36.69	\$39.84	\$1.35	\$1.55	\$0.45	\$37.59	\$40.90	91.92%	3.40
2010	\$36.24	\$39.39	\$1.35	\$1.60	\$0.45	\$37.14	\$40.51	91.69%	3.72
2011	\$36.02	\$39.15	\$1.33	\$1.58	\$0.46	\$36.89	\$40.23	91.60%	4.23
2012	\$34.35	\$36.94	\$1.32	\$1.58	\$0.48	\$35.19	\$38.01	92.60%	4.32
2013	\$37.69	\$39.22	\$1.33	\$1.53	\$0.47	\$38.55	\$40.26	95.70%	4.26

- (1) Property assessed at 100% of fair value.
- (2) The total assessed value for this table excludes personal utilities valuations.
- (3) Estimated actual values are based on the State Department of Revenue ratio.

Source: Clark County Assessor's Department



CLARK COUNTY, WASHINGTON
Principal Property Taxpayers
Current Period and Nine Years Prior
(amounts expressed in millions)

<u>Taxpayer</u>	<u>Type of Business</u>	<u>2013</u>			<u>2004</u>		
		<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total Assessed Value</u>
Columbia Tech Center	Investment Co	\$ 199.51	1	0.51%	\$ 85.35	5	0.25%
SEH America	Micro-electronics	189.98	2	0.49%	169.10	3	0.49%
Georgia Pacific*	Paper Products	180.99	3	0.46%	257.78	2	0.75%
Wafertech	Micro-electronics	132.57	4	0.34%	347.11	1	1.01%
NW Natural Gas	Gas Utility	102.89	5	0.26%	80.75	7	0.24%
The Vancouver Clinic	Healthcare	95.25	6	0.24%	-	-	-
Pacificorp	Electric Utility	83.63	7	0.21%	52.93	10	0.15%
Westfield Group**	Property management	72.44	8	0.19%	-	-	-
CenturyLink***	Telecommunications	64.25	9	0.16%	115.72	4	0.34%
Legacy Clinics LLC	Healthcare	60.95	10	0.16%	-	-	-
Hewlett Packard	Micro-electronics	-	-	-	81.28	6	0.24%
Frito Lay	Food mfg	-	-	-	54.84	8	0.16%
Angelo Property Co LP	Property investment	-	-	-	54.52	9	0.16%
Totals		\$ 982.95		2.52%	\$ 1,299.38		3.79%

* formerly Fort James

* formerly Vancouver Mall

** formerly Qwest/US West Comm

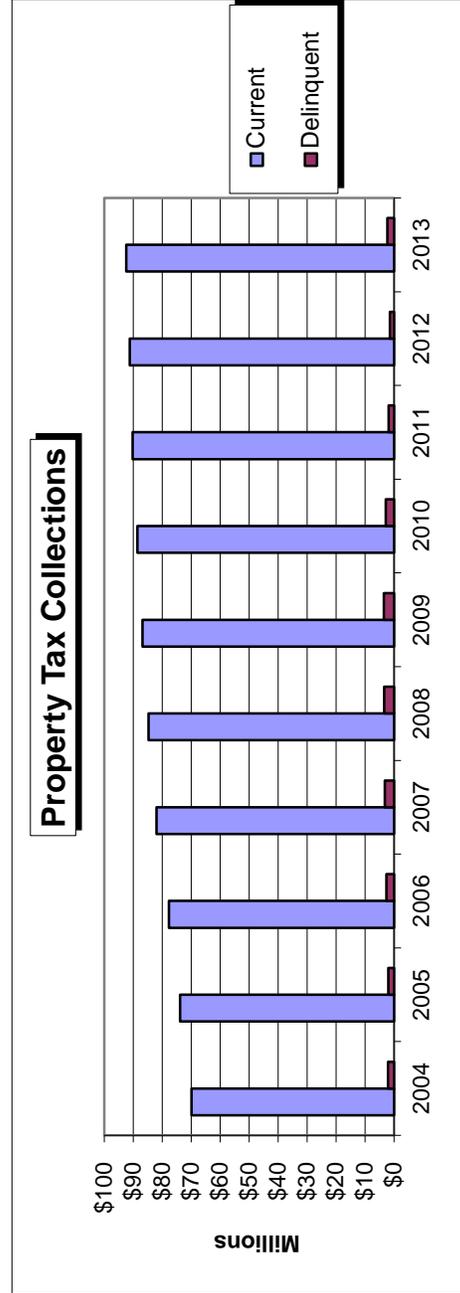
Source: Clark County Assessor's Department

**CLARK COUNTY, WASHINGTON
PROPERTY TAX LEVIES AND COLLECTIONS
LAST TEN FISCAL YEARS**

Fiscal Year Ended December 31	Total Tax Levy	Collected in Fiscal Yr of Levy	Percent Collected	Collected in Subsequent Years	Total Tax Collection	Outstanding Delinquent Taxes	Current Year To Tax Levy	Percent of Total Tax Collections	Percent of Delinquent Taxes to Tax Levy
2004	\$ 72,015,555	\$ 69,849,794	96.99%	\$ 2,084,527	\$ 71,934,321	\$ 81,234	\$ 81,234	99.89%	0.11%
2005	\$ 75,694,765	\$ 73,788,302	97.48%	\$ 1,893,880	\$ 75,682,182	\$ 12,583	\$ 12,583	99.98%	0.02%
2006	\$ 80,306,791	\$ 77,696,491	96.75%	\$ 2,598,788	\$ 80,295,279	\$ 11,512	\$ 11,512	99.99%	0.01%
2007	\$ 85,117,733	\$ 81,905,754	96.23%	\$ 3,197,804	\$ 85,103,558	\$ 14,175	\$ 14,175	99.98%	0.02%
2008	\$ 88,036,455	\$ 84,656,771	96.16%	\$ 3,355,281	\$ 88,012,052	\$ 24,403	\$ 24,403	99.97%	0.03%
2009	\$ 90,327,048	\$ 86,771,518	96.06%	\$ 3,502,648	\$ 90,274,166	\$ 52,882	\$ 52,882	99.94%	0.06%
2010	\$ 91,506,334	\$ 88,542,160	96.76%	\$ 2,862,185	\$ 91,404,345	\$ 101,989	\$ 101,989	99.89%	0.11%
2011	\$ 92,568,805	\$ 90,163,641	97.40%	\$ 1,870,486	\$ 92,034,127	\$ 534,678	\$ 534,678	99.42%	0.58%
2012	\$ 93,340,659	\$ 91,198,782	97.71%	\$ 1,334,784	\$ 92,533,566	\$ 807,093	\$ 807,093	99.14%	0.86%
2013	\$ 94,226,956	\$ 92,367,883	98.03%	\$ -	\$ 92,367,883	\$ 1,859,072	\$ 1,859,072	98.03%	1.97%

Note: This includes tax levies for the County's General, Special Revenue, Debt Service, and Capital Projects Funds. This report does not crossfoot, as it does not take into account cancellations or supplements made during the year, nor adjustments made for city annexations.

Source: Clark County Treasurer's Office



CLARK COUNTY, WASHINGTON
Property Tax Rates

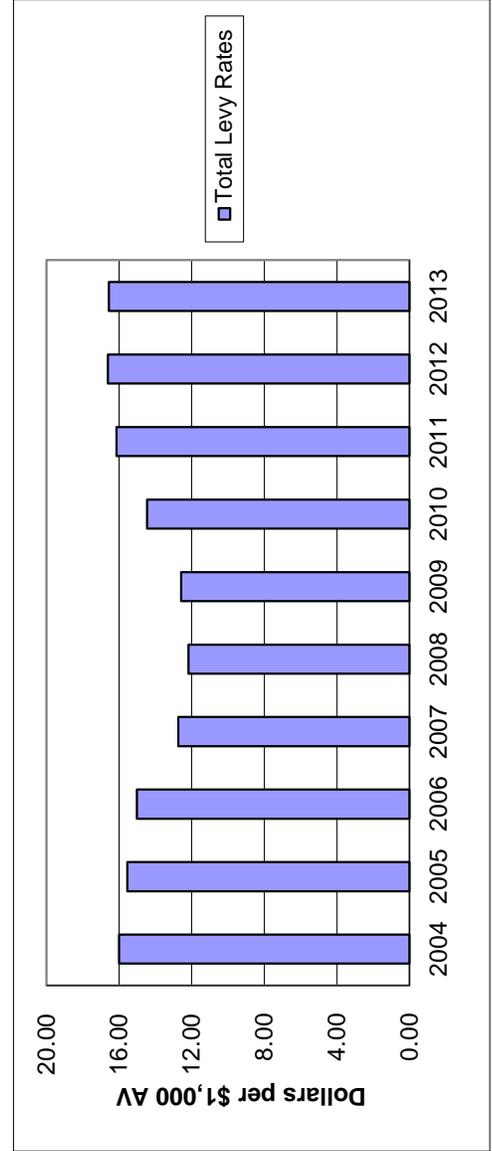
Direct and Overlapping Governments
Last Ten Fiscal Years
(per \$1,000 of assessed value)

Levy Year*	Clark County Direct Rates**			Overlapping Rates										Total Direct & Overlapping	
	General Fund	County Funds	Total County	School Districts	Fire Districts	Cemetery Districts	Ports	Cities & Towns	State of Washington	Public Library					
2004	1.47	2.14	3.61	4.22	1.38	0.07	0.41	2.98	2.77	0.56					16.00
2005	1.34	1.98	3.32	4.09	1.41	0.07	0.40	3.00	2.73	0.52					15.54
2006	1.13	1.96	3.09	4.07	1.41	0.07	0.40	2.72	2.73	0.53					15.02
2007	1.05	1.64	2.69	3.12	1.08	0.05	0.30	2.36	2.73	0.41					12.74
2008	1.12	1.56	2.68	3.22	1.03	0.04	0.28	2.08	2.47	0.37					12.17
2009	1.30	2.10	3.40	3.44	1.00	0.05	0.29	2.13	1.89	0.39					12.59
2010	1.41	2.31	3.72	4.23	1.09	0.06	0.33	2.42	2.02	0.59					14.46
2011	1.45	2.78	4.23	4.82	1.13	0.06	0.36	2.52	2.26	0.75					16.14
2012	1.49	2.84	4.32	4.81	1.25	0.07	0.36	2.69	2.36	0.75					16.61
2013	1.47	2.79	4.26	4.99	1.26	0.07	0.36	2.54	2.35	0.74					16.56

* Taxes collected in the following year.

** State legislation and voter approved initiatives limit the annual property tax increase to 1% or the Implicit Price Deflator (IPD), whichever is less.

Source: Clark County Assessor's Office



CLARK COUNTY, WASHINGTON
Ratio of Outstanding Debt by Type
Last Ten Fiscal Years

Year	<u>Governmental Activities</u>			<u>Business Type Activities</u>		Total Primary Government	Percentage of Personal Income	Total Debt Per Capita*
	General Obligation Bonds	Special Assessment Bonds	Capital Lease	General Obligation Bonds	Revenue Bonds			
2004	150,053,149	263,954	1,141,605	146,851	28,975,000	180,580,559	1.55%	471.12
2005	149,640,000	228,954	1,024,445	0	27,020,000	177,913,399	1.42%	454.44
2006	142,675,000	228,954	950,717	0	24,950,000	168,804,671	1.25%	418.35
2007	136,970,000	18,954	848,948	0	22,900,000	160,737,902	0.96%	387.32
2008	131,365,000	18,954	8,730,128	0	20,750,000	160,864,082	1.06%	379.22
2009	125,575,000	18,954	8,163,496	0	18,500,000	152,257,450	1.01%	353.10
2010	119,950,000	18,954	7,863,416	0	16,140,000	143,972,370	0.92%	338.47
2011	114,115,000	18,954	7,554,668	0	13,675,000	135,363,622	0.83%	316.27
2012	107,155,000	0	7,202,773	0	0	114,357,773	0.66%	265.18
2013	110,995,000	0	6,928,213	0	0	117,923,213	NA	270.78

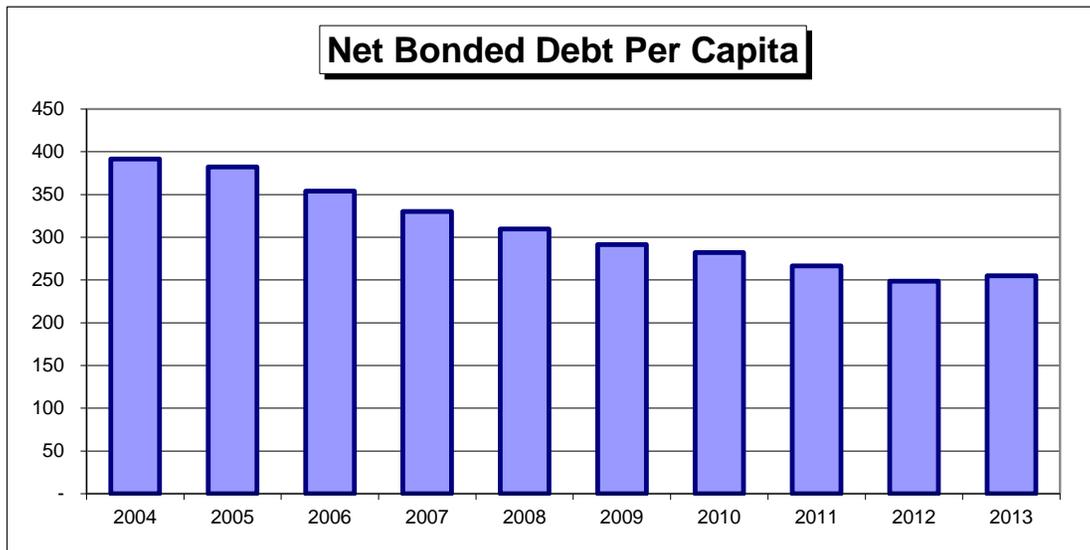
Source: Clark County Treasurer's Office

* Population & Personal Income data can be found on the Schedule of Demographic and Economic Statistics in this section

CLARK COUNTY, WASHINGTON
Ratio of General Bonded Debt Outstanding
Last Ten Fiscal Years

<u>Year</u>	<u>Population (1)</u>	<u>Taxable Property Assessed Value (2)</u>	<u>Gross Bonded Debt (3)</u>	<u>Less Debt Services Moneys Available</u>	<u>Less Debt Payable From Enterprise Fund Revenues</u>	<u>Net Bonded Debt</u>	<u>Percentage of Bonded Debt to Assessed Value</u>	<u>Net Bonded Debt per Capita</u>
2004	383,300	34,239,969,989	150,200,000	0	146,851	150,053,149	0.44%	391
2005	391,500	42,831,709,397	149,640,000	0	0	149,640,000	0.35%	382
2006	403,500	48,017,610,071	142,675,000	0	0	2,008	0.00%	354
2007	415,000	47,496,112,073	136,970,000	0	0	136,970,000	0.29%	330
2008	424,200	41,545,366,908	131,365,000	0	0	131,365,000	0.32%	310
2009	431,200	38,035,671,931	125,575,000	0	0	125,575,000	0.33%	291
2010	425,363	37,584,834,501	119,950,000	0	0	119,950,000	0.32%	282
2011	428,000	37,355,072,941	114,115,000	0	0	114,115,000	0.31%	267
2012	431,250	35,672,712,967	107,155,000	0	0	107,155,000	0.30%	248
2013	435,500	39,016,841,558	110,995,000	0	0	110,995,000	0.28%	255

- (1) Washington State Office of Financial Management (OFM)
- (2) Clark County Assessor
- (3) Amount does not include special assessment, capital leases or revenue bonds.

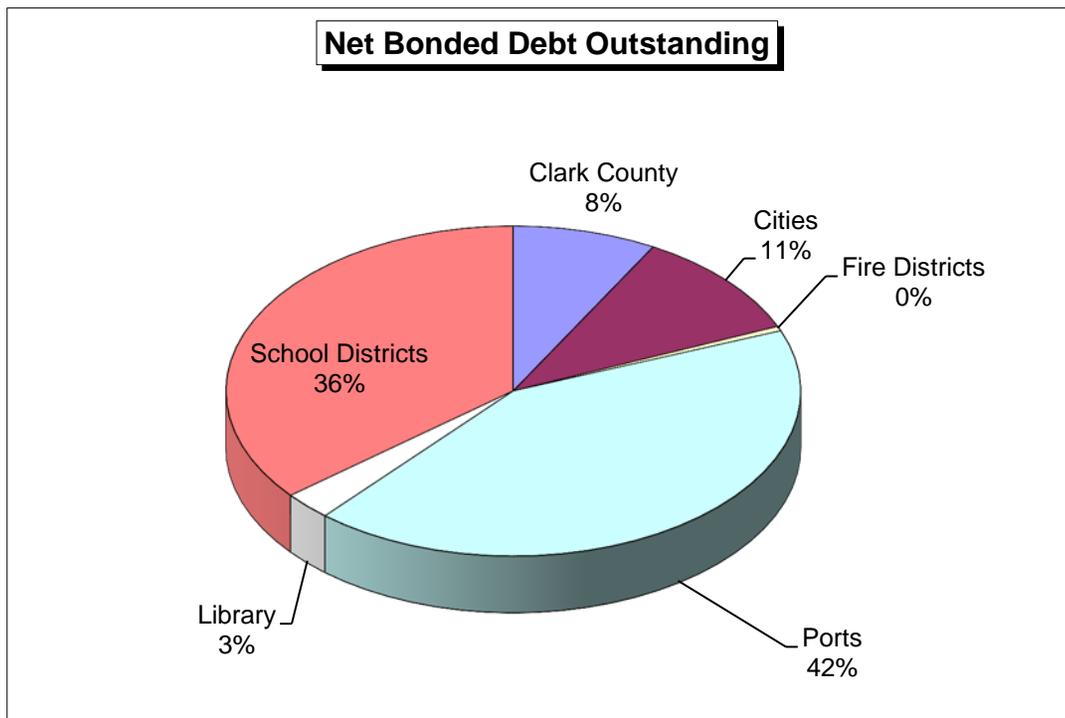


CLARK COUNTY, WASHINGTON
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES BONDED DEBT
GENERAL OBLIGATION BONDS
As of December 31, 2013

<u>Jurisdiction</u>	<u>Net Bonded Debt Outstanding</u>	<u>Percentage Applicable to Clark County</u>	<u>Amount Applicable to Clark County</u>
<u>Direct:</u>			
Clark County *	<u>\$110,995,000</u>	100%	<u>\$110,995,000</u>
<u>Overlapping:</u>			
Cities	144,213,388	100%	144,213,388
Fire Districts	6,189,360	100%	6,189,360
Ports	580,296,867	100%	580,296,867
Library	37,548,823	100%	37,548,823
School Districts	<u>492,578,553</u>	100%	<u>492,578,553</u>
Total Overlapping	\$1,260,826,991		\$1,260,826,991
Total Direct & Overlapping	<u>\$1,371,821,991</u>		<u>\$1,371,821,991</u>

* Excludes amounts available for repayment in the debt service fund, if any.

Source: Clark County Treasurer's Office



CLARK COUNTY, WASHINGTON
Legal Debt Margin Information
Legal Debt Margin Calculation for Year 2013

Assessed Valuation *	\$ 35,672,712,967
Limited Tax General Obligation Debt Capacity (non-voted):	
Legal Limit @ 1 and 1/2 % on the assessed valuation	535,090,694
Less: Outstanding Debt	(136,503,386)
Add: available assets	54,935,568
Remaining Capacity (non-voted)	<u>453,522,876</u>
Total General Obligation Debt Capacity (voted and non-voted):	
Legal limit of 2 1/2% on the assessed valuation	810,250,006
Less: Outstanding Debt	
Remaining Capacity (voted and non-voted)	<u>\$ 810,250,006</u>

* Does not include exempt assessed property values.

CLARK COUNTY, WASHINGTON
Legal Debt Margin Information
Last Ten Fiscal Years
(in thousands)

	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Debt limit (non-voted)	\$ 443,880	\$ 513,600	\$ 642,476	\$ 720,264	\$ 712,442	\$ 623,181	\$ 570,535	\$ 560,326	\$ 560,326	\$ 535,091
Total net debt applicable to limit	147,898	157,807	155,790	150,896	154,977	152,159	148,350	141,964	132,969	136,503
Legal debt margin (voted and non-voted)	737,800	855,999	1,070,793	1,200,440	1,187,403	1,038,634	950,892	933,877	933,877	810,250
Total net debt applicable to the limit as a percentage of debt limit	33.32%	30.73%	24.25%	20.95%	21.75%	24.42%	26.00%	25.34%	23.73%	25.51%

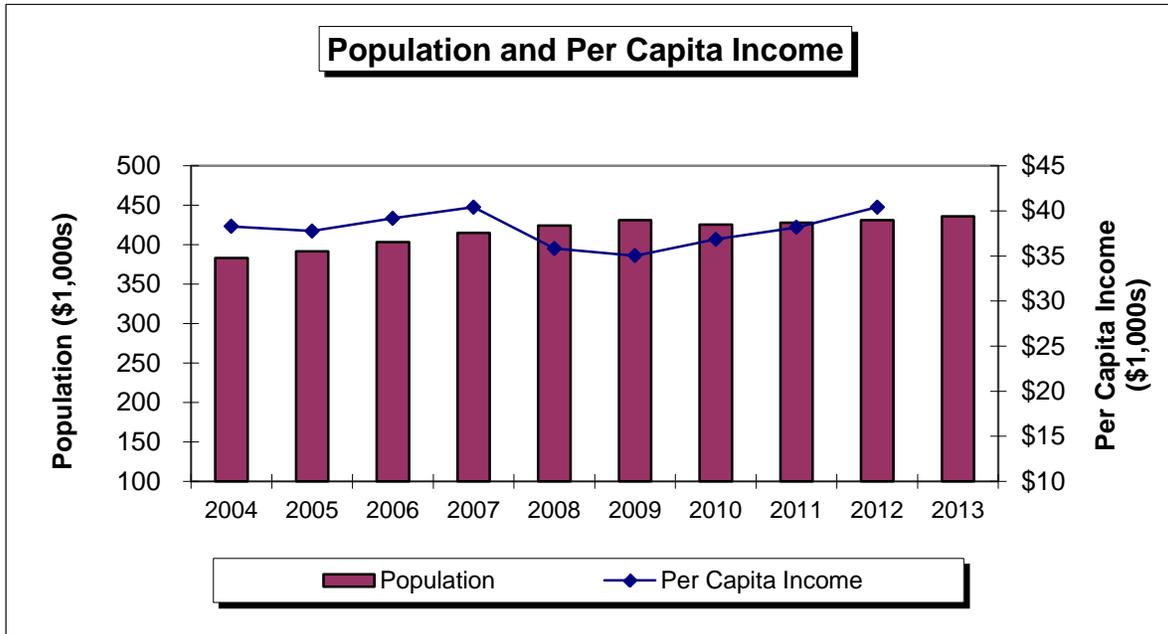
Source: Clark County Treasurer's Office "Certification of Values by Tax Area - 2012 Assessed For 2013 Collection."

**CLARK COUNTY, WASHINGTON
DEMOGRAPHIC AND ECONOMIC STATISTICS
Last Ten Fiscal Years**

<u>Year</u>	<u>Population (1)</u>	<u>Personal Income (2)</u>	<u>Per Capita Income (2)</u>	<u>School Enrollment (3)</u>	<u>Unemployment Rate (4)</u>
2004	383,300	14,674,257,200	\$38,284	71,408	6.4%
2005	391,500	14,785,389,000	\$37,766	73,707	5.1%
2006	403,500	15,810,744,000	\$39,184	77,391	4.6%
2007	415,000	16,771,810,000	\$40,414	79,610	5.4%
2008	424,200	15,198,413,000	\$35,828	76,782	10.5%
2009	431,200	15,131,577,000	\$35,027	77,846	13.7%
2010	425,363	15,677,813,000	\$36,857	76,623	12.7%
2011	428,000	16,337,847,000	\$38,173	81,035	9.2%
2012	431,250	17,425,222,000	\$40,406	82,545	8.3%
2013	435,500	NA	NA	82,473	8.7%

Sources:

- (1) Washington State Office of Fiscal Management
- (2) U S Bureau of Economic Analysis (Adjusted to 2007 dollars)
- (3) WA Office of the Superintendent of Public Instruction (<http://www.k12.wa.us/DataAdmin/default.aspx>) for year: prior to 2009. In 2009 the information came from the individual school district offices.
- (4) Washington State Employment Security



**Clark County, Washington
Principal Employers
Current Period and Nine Years Prior**

Employers	2013 ¹			2004 ²		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
PeaceHealth Southwest Washington Medical Center	2,505	1	1.32%	3,150	1	1.68%
Evergreen School District	2,455	2	1.30%	2,950	2	1.57%
Vancouver School District	2,225	3	1.18%	2,676	3	1.43%
Clark County	1,520	4	0.80%	1,643	5	0.88%
Fred Meyer Stores	1,533	5	0.81%	1,300	8	0.69%
Battle Ground School District	1,270	6	0.67%	1,259	10	0.67%
Bonneville Power Administration	1,180	7	0.62%	1,278	9	0.68%
WaferTech	1,040	8	0.55%	-	-	-
Clark College	1,016	9	0.54%	1,479	6	0.79%
The Vancouver Clinic	961	10	0.51%	-	-	-
Hewlett Packard	-	-	-	1,900	4	1.01%
Personnel Source	-	-	-	1,400	7	0.75%
Totals	10,745		5.68%	12,935		6.90%
Total employment ³	189,240			187,490		

¹ Vancouver Business Journal Book of Lists

² Vancouver Business Journal Book of Lists

³ Total employment from Washington State Employment Security Department

⁴ Formerly Southwest WA Medical Center

CLARK COUNTY, WASHINGTON
Full-time Equivalent Clark County Budgeted Employees by Function/Program
Last Five Biennium's

<u>Function/Program</u>	<u>2005/2006</u>	<u>2007/2008</u>	<u>2009/2010</u>	<u>2011/2012</u>	<u>2013/2014</u>
<u>General Government</u>	235.33	232.15	207.05	208.85	202.55
Assessor/GIS	77.13	74.75	66.35	66	62.8
Auditor/Elections	47.1	46.6	41.6	41.6	42
Treasurer	33.5	29	25.5	25	25.75
Commissioners	12	13	11	10	10
Countywide/ESA services (1)	4.2	2.9	0	0	0
Fair	1	0	0	0	0
Coop Extension	3	3	1.5	1.5	1.5
Board of Equalization	2	2	2	2	2
Environmental Services (1)			20	24	22
Long Range Planning	12	12.5	10.5	10.5	10.5
Animal Control	10.5	10	5.4	6	6
Code Enforcement	9.5	10	5.95	5	5
Fire Marshal	9	9	7.85	7.85	7
Weed Management (1)	5	10	0	0	0
Elections	9.4	9.4	9.4	9.4	8
<u>Public Safety</u>	779.83	864	801.62	800.80	799.75
County Clerk	40	49	45.54	47.8	48
District Court	48.17	54	47.48	50.75	49
Superior Court	27	33	34.00	32	33
Juvenile	94.5	95.5	92.50	92	92
Sheriff	219.5	253.5	229.50	225	224
Custody	165	182	167.00	167	167
Children's Justice Center	5	5	4.00	5	5
Prosecuting Attorney/Child Support	104.66	112	100.25	101.75	102.25
Medical Examiner	6	7	6.75	7.75	7.75
Corrections	70	73	74.60	71.75	71.75
<u>Public Works</u>	260	290.9	277.40	280.40	277.40
<u>Community Development</u>	116.5	96.5	38.60	43.35	44.35
<u>Community Services (2)</u>	71.25	104.00	110.00	113.00	63.00
<u>Public Health</u>	143.55	147.40	92.85	78.15	78.15
<u>Internal Services</u>	141.4	165.8	152.05	148.70	144.20
Budget and Information Services	53	56	48.00	45	40
Human Resources	14.55	18	17.35	17.5	17.5
General Services/loss Control	23.3	26.3	25.00	25	25
Facilities	32.5	45.5	42.00	42.5	42
Public Information	6	6	6.70	6.7	6.7
Data Processing	12.05	14	13.00	12	13
Grand Total	1,747.86	1,900.75	1,679.57	1,673.25	1,609.40

(1) Countywide/ESA and Weed Management employees were moved to the new Environmental Services Department, along with some employees from other departments.

(2) Responsibility for mental health services transferred from Clark County to a Regional Support Network entity as of October 2012.

Source: Clark County Budget Office

Clark County, Washington
Capital Asset Statistics By Function
Last Ten Fiscal Years

Function	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<u>Public Safety</u>										
Sheriff Patrol Units - Vehicles	n/a	123	126	136	163	161	155	161	176	170
Sheriff Patrol Units - Boats	2	2	2	4	6	6	6	6	7	7
<u>Transportation</u>										
Paved Roads (miles)	1,149	1,075	1,109	1,109	1,106	1,104	1,105	1,096	1,109	1,110
Streetslights		450	550	550	553	546	546	546	546	546
Traffic Signals	90	93	93	93	91	90	95	94	100	105
Railroad Tracks (miles)	33	33	33	33	33	33	33	33	33	33
<u>Culture and Recreation</u>										
Regional Parks	8	8	8	8	9	9	12	13	13	13
Parks Acreage (developed)	203	203	203	203	230	230	331	331	331	331
Exhibition Hall	1	1	1	1	1	1	1	1	1	1
Amphitheater	1	1	1	1	1	1	1	1	1	1
Golf Course	1	1	1	1	1	1	1	1	1	1
<u>Sewer</u>										
County Treatment Plant	1	1	1	1	1	1	1	1	1	1
Sanitary Sewers (miles)	6	6	6	7.3	13.9	13.9	13.9	13.9	13.9	13.9
Average Daily Treatment (millions of gallons per day)	6.49	6.69	7.30	7.02	6.86	6.80	7.46	8.21	7.55	7.06
Total Maximum Design Flow (millions of gallons per day)	10.3	10.3	10.3	10.3	10.3	15.0	15.0	15.0	15.0	15.0

Sources: Various County departments
 Note: No capital asset indicators are available for general government function

CLARK COUNTY, WASHINGTON
Operating Indicators by Function

Last Ten Fiscal Years

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<u>Transportation</u>										
Road - Paved Center-Line Miles (A)	1,149	1,075	1,109	1,109	1,116	1,104	1,105	1,096	1,109	1,110
<u>Public Safety</u>										
Fire Inspections (B)	3,064	3,344	2,434	2,281	2,204	2,058	1,817	1,721	1,984	1,958
Number of Paid Firefighters (C)	172	148	144	141	141	136	128	129	128	133
Number of Law Enforcement Employees:										
Commissioned (D)	122	123	127	146	152	143	155	154	134	134
Non commissioned (D)	254	268	246	261	265	257	234	230	258	257
Average Daily Jail Population	694	772	790	769	740	714	685	706	708	720
<u>Building Department (E):</u>										
Permits Issued	2,744	2,142	1,942	1,703	887	711	747	651	858	1,218
Value of Buildings (000's)	\$ 470,384	\$ 515,095	\$ 468,996	\$ 405,102	\$ 209,959	\$ 158,146	\$ 231,892	\$ 186,064	\$ 254,744	\$ 429,509
<u>Judicial (F)</u>										
District Court Filings	47,790	50,731	61,562	60,607	51,783	47,818	47,069	46,810	44,140	40,360
Superior Court Filings	15,221	14,940	14,187	14,553	14,739	15,497	14,879	14,480	14,237	13,777
<u>General Government</u>										
General Election (G) *										
Number of Registered Voters	207,611	194,211	189,269	188,946	253,223	215,626	219,616	226,530	243,155	246,865
Number of Votes	172,277	101,149	116,505	81,866	184,704	93,915	149,045	108,877	193,502	92,863
Percentage of Reg. Voters Voting	83.0%	52.1%	61.6%	43.3%	72.9%	43.6%	67.9%	48.1%	79.6%	37.6%
<u>Public Schools (H)</u>										
Number of students	71,408	73,707	77,391	79,610	76,782	77,846	76,623	81,035	82,545	82,473

* During the presidential elections (every four years) there is a larger voter turnout and often a surge in voter registration.

Sources:

- (A) Clark County Public Works Dept.
- (B) Clark County Fire Marshal
- (C) Clark County Fire Districts
- (D) Clark County Sheriff's Department
- (E) Clark County Dept of Community Development
- (F) Clark County Clerk's office
- (G) Clark County Elections Dept
- (H) WA Office of the Superintendent of Public Instruction & Individual School District Administrative Offices

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