

The background of the cover is a photograph of a serene landscape. Two tall, dark evergreen trees stand in the foreground, their trunks framing a view of a large, calm lake. The lake's surface is a deep blue, reflecting the clear sky. In the distance, a range of rolling hills or mountains is visible under a bright, clear blue sky. The overall atmosphere is peaceful and natural.

Comprehensive Annual Financial Report

For Fiscal Year Ending
December 31, 2001

Whatcom County
Washington

Comprehensive Annual Financial Report

Whatcom County Washington

Fiscal Year Ending December 31, 2001



This Report Prepared and Published
by the Whatcom County
Administrative Services Department -
Finance Office

June 2002

CONTACT INFORMATION

Brad Bennett, Finance Manager

Kristin Frank, Finance Associate Manager

Phone (360) 676-6734

FAX (360) 738-4553

E-Mail finance@co.whatcom.wa.us

<http://www.co.whatcom.wa.us>

*Photo on Cover: Chuckanut Bay,
by Eva Browning*

Certificate of Achievement for Excellence in Financial Reporting

Presented to

Whatcom County,
Washington

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2000

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



Imelda Aruete
President

Jeffrey L. Esser
Executive Director

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Whatcom County for its comprehensive annual financial report for the fiscal year ended December 31, 2000. In order to be awarded a Certificate of Achievement, a government 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 that our current comprehensive annual 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.

Table of Contents

Introductory Section

Letter of Transmittal	1
Elected Officials	10
Organization Chart	11

Financial Section

Independent Auditor's Opinion	13
General Purpose Financial Statements.....	15
Combined Balance Sheet - All Fund Types and Account Groups	16
Combined Statement of Revenues, Expenditures and Changes in Fund Balance - All Governmental Fund Types	20
Combined Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual General, Special Revenue, Debt Service and Capital Projects Fund Types	22
Combined Statement of Revenues, Expenses and Changes in Fund Equity - All Proprietary Fund Types	24
Combined Statement of Cashflows All Proprietary Fund Types	26
Notes to the Financial Statements	29
Note 1 - Summary of Significant Accounting Policies	30
Note 2 - Stewardship, Compliance and Accountability	39
Note 3 - Investments	40
Note 4 - Property Taxes	41
Note 5 - Fixed Assets & Depreciation	42
Note 6 - Pension Plans	43
Note 7 - Risk Management	46
Note 8 - Long-Term Debt and Capital Leases	48
Note 9 - Contingencies	51
Note 10 - Commitments	51
Note 11 - Interfund Transactions and Balances	52
Note 12 - Fund Equities	54
Note 13 - Joint Ventures	56
Note 14 - Segment Information	56
Note 15 - Post-Retirement Health Care Benefits	56
Note 16 - Postclosure Care Cost	57
Note 17 - Other Disclosures	57

General Fund	59
Combining Balance Sheet	60
Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual (GAAP Basis)	61
Schedule of Revenues - Budget and Actual	62
Schedule of Expenditures - Budget and Actual	64
Special Revenue Funds	69
Combining Balance Sheet	72
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	77
County Road	82
Election Reserve	83
Veterans' Relief	84
Tax Refund	85
Treasurer's O & M	86
Water Resources	87
Park ORV	88
Solid Waste	89
Convention Center	90
Victim/Witness Assistance	91
CERB	92
Emergency Contingency Fair	93
Drug Task Force	94
Community Development	95
Imminent Threat Grant	96
Sewer Improvement District 1	97
Whatcom County Drug	98
Auditor's O & M	99
Emergency Management	100
Sumas Sub-Flood Control District	101
Flood Control Zone District	102
Point Roberts Fuel Tax	103
Conservation Futures	104
Lake Management District 1	105
Road Improvement Districts	106
Lynden/Everson Sub-Zone	107
Sumas/Nooksack/Everson Sub-Zone	108
Acme/Van Zandt Sub-Zone	109

Debt Service Funds	111
Combining Balance Sheet	112
Combining Statement of Revenues, Expenditures and Changes in Fund Balance	114
1977 Fair General Obligation Bond	116
1978 Ltd. Tax General Obligation Bond	117
1981 Ltd. Tax General Obligation Bond	118
1982 Ltd. Tax General Obligation Bond	119
1983 Ltd. Tax General Obligation Bond	120
C.R.I.D. No. 4 General Debt	121
C.R.I.D. No. 5 General Debt	122
C.R.I.D. No. 9 General Debt	123
L.R.I.D. No. 10 General Debt	124
1991 Ltd. Tax General Obligation Bond	125
1993 Ltd. Tax General Obligation Bond	126
1997 Ltd. Tax General Obligation Bond	127
1998 Ltd. Tax General Obligation Bond	128
Capital Project Funds	129
Combining Balance Sheet	130
Combining Statement of Revenues, Expenditures & Changes in Fund Balance	132
1983 Sewer Construction	134
Real Estate Excise Tax	135
Courthouse Construction	136
Road Improvement District No. 10 Construction	137
County Parks Improvement	138
Civic Center Building Improvement	139
Public Utilities Improvement	140
Enterprise Funds	141
Combining Balance Sheet	142
Combining Statement of Revenues, Expenses and Changes in Fund Equity	143
Combining Statement of Cashflows	144
Internal Service Funds	145
Combining Balance Sheet	146
Combining Statement of Revenues, Expenses and Changes in Fund Equity	148
Combining Statement of Cashflows	150
Agency Funds	153
Combining Balance Sheet	154
Combining Statement of Changes in Assets and Liabilities	158

General Fixed Assets Account Group	167
Schedule of General Fixed Assets by Source	168
Schedule of General Fixed Assets by Function and Activity	169
Schedule of Changes in General Fixed Assets by Function and Activity	170
General Long Term Debt Account Group	171
Combining Balance Sheet	172

Statistical Section **173**

S. 1 - General Government Expenditures by Function	174
S. 2 - General Government Revenues by Source	176
S. 3 - Property Tax Levies & Collections	177
S. 4 - Assessed Value of Taxable Property	178
S. 5 - Property Tax Rates - Direct & Overlapping Governments	180
S. 6 - Ten Largest Taxpayers	182
S. 7 - Special Assessment Billings & Collections	183
S. 8 - Computation of Legal Debt Margin	184
S. 9 - Ratio of Net General Obligation Bonded Debt to Assessed Value & Net General Obligation - Bonded Debt per Capita	185
S. 10 - Ratio of Annual Debt Service Expenditures for General Obligations Bonded Debt to Total General Governmental Expenditures	186
S. 11 - Computation of Direct & Overlapping Bonded Debt - General Obligation Bonds	187
S. 12 - Demographic Statistics	188
S. 13 - Property Value, Construction & Bank Deposits	189
S. 14 - Miscellaneous Statistics	190

Supplemental Schedules **191**

Schedule of Expenditures of Federal Awards	192
Schedule of State and Local Financial Assistance	195

**WHATCOM COUNTY
EXECUTIVE'S OFFICE**

County Courthouse

311 Grand Avenue, Suite #108
Bellingham, WA 98225-4082



Pete Kremen
County Executive

June 30, 2001

Citizens of Whatcom County:

We submit the Comprehensive Annual Financial Report of Whatcom County for the year ended December 31, 2001.

The responsibility for both the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the County. We believe the data as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operation of the County as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain an understanding of the County's financial activity have been included.

This report is presented in three sections, Introductory, Financial, and Statistical. In respect to the Financial Section, statements presented are further divided into two parts, which are distinguished according to the reporting level of data. They are as follows:

**A. General Purpose Financial Statements
(Combined Statements - Overview)**

The combined data presented in this section is required and the financial statements are in a form necessary to display a summary overview of the financial position of all funds and account groups and of the operating results of all funds by type. The combined formats of these statements include columns of aggregate data, which have been summarized from the more detailed combining and individual statements that follow in the next section.

**B. Combining and Individual Fund and
Account Group - Statements &
Schedules**

Combining financial statements are required for this reporting level in each instance where the County has more than one fund of a given type. Individual fund statements and schedules are presented for individual funds and account groups to assure detail disclosure not provided at the reporting level of the combining statements.

The notes provided in the Financial Section are considered essential to fair presentation and adequate disclosure for this financial report. The notes include the Summary of Significant Accounting Policies for the County and other necessary disclosure of important matters relating to the financial position of the County. The notes are treated as an integral part of the financial statements and should be read in conjunction with it.

REPORTING ENTITY

For financial reporting purposes, in compliance with Governmental Accounting Standards Board Statement No. 14, this CAFR includes financial data for all funds and account groups of Whatcom County.

GENERAL INFORMATION

Whatcom County was created by an act of the Legislative Assembly of the Territory of Washington on March 9, 1854. In the eighteenth century, the area was visited by Spanish and British explorers; Bellingham Bay was named by Captain George Vancouver. The legislature stipulated that the Whatcom County Courthouse shall remain permanently in the settlement of Whatcom (now a part of the City of Bellingham) as the county seat. For the first few years, all business and court were transacted at the home of R.V. Peabody on the west bank of Whatcom Creek.

Whatcom County is located in the northwest corner of Washington State. Its northern border is British Columbia, Canada. On the southern border is Skagit County, east is Okanogan County and to the west is Puget Sound. The County is 2,126 square miles in

size and about two thirds of the county are part of either the Mt. Baker National Forest or the North Cascades National Park. The Cascade Range runs through the central and western part of the county and Mt. Baker, a 10,775 foot peak, is in the center. All of the incorporated areas are within the western corridor. The county seat, Bellingham, is the major city of Whatcom County with about 40% of the county's total population. Bellingham is located 90 miles north of Seattle, the major metropolitan city in the State of Washington and 50 miles south of Vancouver, British Columbia. The population of Whatcom County in 2001 is estimated at 170,600.

Whatcom County operates under a Home Rule Charter adopted by the voters of the county in 1978. The County Council, which consists of six members elected by districts and one member at large, is the policy determining and legislative body of the County. The Council levies taxes, makes appropriations and adopts the budget for the County. The elected County Executive presents to the County Council an annual statement of the financial and governmental affairs of the County, the budget, and capital improvement plans. The county charter was amended in November 1993 to allow the establishment of a finance department. Effective July 1994, financial accounting and reporting responsibilities were transferred to an administrative finance department under the authority of the County Executive. At the same time, an independent internal audit function was established in the County Auditor's office. Tax collection, receipting and investment responsibilities are those of the elected County Treasurer.

The County provides a wide range of services, some to all citizens and some only to unincorporated areas. Services include road construction and maintenance, law enforcement, flood control, parks and recreation services, public health services, court services, agriculture services, tax assessment and collection, planning and zoning services, mental health services, fire inspections, animal control, criminal detention, election administration, solid waste and recycling, ambulance, medical examiner, and probation services.

Most funds in this report pertain to the entity Whatcom County Government. Certain agency funds exist to fill the County's custodial role for these agencies. Under state statute, the County Treasurer is the ex officio treasurer of most special purpose districts (fire, cemetery, water, drainage, public utility district). Money received from or for the special purpose districts is deposited in a central bank account and the Treasurer invests or disburses this money according to the instructions of the respective special purpose district's governing body or administrative officer.

ECONOMIC CONDITION AND OUTLOOK

The County serves a rapidly growing population, which has grown 33% since 1990. The County's greatest employment sector is "retail trade." In 2001 Whatcom County's workforce of approximately 82,000 people was distributed as follows:

Agriculture, Forestry, Fishing	4.4%
Mining	.2%
Construction	6.8%

Manufacturing	14.5%
Transport, Commun., Utilities	4.0%
Wholesale trade	4.2%
Retail trade	24.3%
Finance, Ins., Real estate	3.6%
Services	23.5%
Government	14.5%

International Transportation

Whatcom County is home to the highest volume border crossing between the United State and Canada. With its port, highway, rail and air facilities, Whatcom County's strategic physical location provides for an important international transportation hub.

The Port of Bellingham significantly contributes to the growing trade between Asia and North America, as well as the area's local economy. The Port has more than 2,000 acres of waterfront commercial and industrial property and it administers three federally designated foreign trade zones that promote manufacturing, warehousing and trade in the region. Over 320 companies operate on Port property. Offering tenants a high bandwidth fiber optics connection option, the Port provides a means for top-level global communications.

Developers are planning a new deep-water, bulk-shipping terminal at Cherry Point, the last undeveloped deep draft port on the Pacific Coast, located 11 miles northwest of Bellingham. They have received all federal, state and local permits except for an aquatic land lease from the Department of Natural Resources. Plans call for construction of several major international processing, distribution and shipping operations on this

1,070 acres. The Trillium Corporation has developed plans for attracting light industrial operations to their 1,100 acres Cherry Point property. They are also planning commercial and residential developments on approximately 800 acres in the Birch Point area.

Higher Education

Western Washington University (WWU) is one of six state-funded, four-year institutions of higher education in Washington State. WWU maintains 80 permanent buildings on its 200-acre main campus, a 95-acre off-campus facility in Anacortes and an 11-acre facility at nearby Lake Whatcom. The university's current enrollment is approximately 12,400. On-campus student enrollment is estimated to increase by 15 percent over the next decade. As one of the county's largest employers, WWU employed 1,700 full-time faculty and staff in the fall of 2001.

Retail Trade

Taxable retail sales in Whatcom County grew by \$31 million or 13%, between 1995 and 2000. Canadian trade is a significant strength of our regional economy. Cross-border trips were 18.5 million in 1998 and increased to 19.8 million in 1999.

Supermarket chains provide a major source of employment for Whatcom County. Haggen, Inc., the largest independent grocer and the seventh largest private company in the State of Washington, with 26 stores in Washington and Oregon (four in Whatcom County), is headquartered in Bellingham. With nine stores, Brown & Cole, Inc., also headquartered in Bellingham, employs over 900 people.

Since 1988, Whatcom County has been home to Bellis Fair Mall, an 800,000 square-foot regional mall with approximately 145 stores and a multi-screen cinema. Approximately 1,500 people are employed at Bellis Fair. Of the daily 45,000 mall shoppers, about 35% are Canadian.

FINANCIAL INFORMATION

The County's accounting system is organized and operated on a "fund basis." Each fund is a distinct self-balancing accounting entity. Various funds and account groups utilized by Whatcom County are fully described in Note 1-B of the Notes To The Financial Statements.

The modified accrual basis of accounting is followed by the governmental funds. Under this method of accounting, revenues are recognized when they become both measurable and available. "Available" means collectible within the current period or soon enough thereafter to pay the liabilities of the current period. Expenditures are recorded as liabilities when incurred. The accrual basis of accounting is utilized by proprietary funds.

Internal Controls

County management is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the government are protected from loss, theft or misuse, and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with general accepted accounting principles. The internal control structure is designed to provide

reasonable, but not absolute, assurance that these objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management.

Budgeting Controls

The Whatcom County Code requires all funds to adopt a balanced budget at least 30 days prior to the beginning of the fiscal year. The legal level of budgetary control is at the department level for the General Fund and at the fund level for all other funds.

Administrative controls are in place through the use of line item budgeting and position control principles to facilitate budget

administration throughout the year. The County uses an encumbrance system to record commitments for goods and services when a commitment is made. At the end of each budget year most encumbrances expire. Those encumbrances relating to a contract commitment are carried forward to the next budget year with the authorization of the County Executive.

General Government Functions

The following schedule represents a summary of General Fund, special revenue funds, debt service, and capital projects fund revenues for the fiscal year ended December 31, 2001 and the amount and percentage of increases and decreases in relation to prior year amounts.

Revenues	2001 Amount	Percent of Total	Increase (Decrease) from 2000	Percent of Increase (Decrease)
Tax Revenues	47,424,567	55.80%	1,804,302	3.96%
Licenses & Permits	1,580,226	1.86%	48,959	3.20%
Intergovernmental Revenues	21,212,913	24.96%	383,173	1.84%
Fees For Service	7,776,574	9.15%	459,894	6.29%
Fines and Forfeits	1,763,991	2.08%	77,163	4.57%
Miscellaneous Revenue	5,233,563	6.16%	(177,946)	-3.29%
Total Revenues	84,991,834		2,595,545	

Tax revenues increased \$1,804,302 or 4% over the amount collected in 2000. Property taxes made up approximately 64% of the total tax revenue and increased by \$870,093 over 2000. Timber harvest tax revenues decreased \$121,822 from 2000. These revenues fluctuate from year to year because the timber harvested is on privately owned land. Retail sales tax revenues were up \$579,668 over 2000.

Intergovernmental revenues increased 2% over last year. In 2001, Whatcom County received an additional \$762,454 in revenue due to the passage of the Secure Rural Schools and Community Self-Determination Act. \$353,607 was received for Federal Forest Title I money to be spent on public roads and \$408,847 was received for Federal Forest Title III money to be spent on county projects. Federal in-lieu-of-tax revenues were up \$196,347 over 2000. In 2001, revenue received for the Park Road and Alderwood/ Airport Drive construction projects increased \$656,584 and \$729,562, respectively. Revenue received for the Yew Street Road construction project decreased \$1,632,069 for 2001.

Charges for services revenues exceeded 2000 revenues by \$459,894 or 6%. The Auditor's filing and recording fee revenue surpassed year-end 2000 by \$141,641. As interest rates dropped during the year, loan refinancing increased. This activity generated additional revenue. \$176,500 was collected during the year from the Nooksack Gambling Casino. This money is intended to pay for the impacts of the casino on law enforcement.

Miscellaneous revenues decreased \$177,946. Interest earnings decreased \$118,365 over 2000. Interest earnings are the result of the investment of excess cash from county and non-county funds. Interest rates fell throughout 2001, which resulted in lower revenue than year-end 2000. Whatcom County also paid a tax refund of \$345,204 to Trillium Corporation. Local Road Improvement District collections were up \$340,190 over 2000.

The following schedule represents a summary of General Fund, special revenue funds, debt service funds, and capital project funds expenditures for the fiscal year ended December 31, 2001 and the amount and percentage of increases and decreases in relation to prior year amounts.

Overall, expenditures were up in 2001 by \$4,869,695, or 8%. This increase was largely contributed to higher salary and benefit costs. There were no other significant fluctuations in the 2001 expenditures over the 2000 expenditures.

Expenditures	2001 Amount	Percent of Total	Increase (Decrease) from 2000	Percent of Increase (Decrease)
Current:				
General Government	16,713,972	20.64%	1,303,738	8.46%
Security Of Persons & Property	21,470,121	26.51%	2,202,779	11.43%
Physical Environment	4,757,938	5.87%	(217,908)	-4.38%
Transportation	13,528,035	16.70%	373,349	2.84%
Economic Environment	1,167,559	1.44%	41,237	3.66%
Mental & Physical Health	9,078,653	11.21%	859,131	10.45%
Culture & Recreation	3,417,835	4.22%	46,389	1.38%
Capital Outlay	8,617,635	10.64%	672,667	8.47%
Debt Service:				
Principal Retirement	1,232,728	1.52%	(327,228)	-20.98%
Interest	1,005,247	1.24%	(84,459)	-7.75%
Total Expenditures	80,989,723		4,869,695	

General Fund Balance

The General Fund ending fund balance decreased by \$711,237 in 2001 to \$16,142,488.

Proprietary Operations

The County's only enterprise fund is the Whatcom County Investment Pool Fund. This fund accounts for the operations of the Whatcom County Investment Pool.

The County operates three internal service funds: Equipment Rental, Administrative Services and Whatcom County Supplemental Retirement funds. The Equipment Rental fund provides repair, maintenance and rental services for cars, trucks and equipment owned by the County. Administrative Services fund

provides facility maintenance, general liability, self-insurance, finance, human resources and information services related activities. The Whatcom County Supplemental Retirement fund accounts for the County's supplemental retirement plan.

Fiduciary Operations

Pension Plan Funding

Substantially all County full-time employees participate in the statewide local government retirement system administered by the Washington State Department of Retirement. Rates paid by the County are set by the State legislature each biennium. The rates range from .23% to 1.77% of covered payroll, depending on the plan that the employee is enrolled in.

Agency Funds

The greatest number of Agency Funds held by the County are Special Purpose Districts. These districts are governed by popularly elected boards with the County having only fiduciary responsibilities. These districts include Rural Library, Northwest Regional Council, Council of Governments, Sewer & Diking Districts, Drainage Districts, Cemetery Districts, Fire Districts, Flood Control Districts, Port Districts, School Districts, Public Utility Districts, Water Districts, and Park and Recreation Districts. For some Agency Funds, the County only collects and remits certain revenues, mainly taxes. This group includes the State of Washington, seven cities and towns and a hospital district. The County maintains clearing funds to manage certain revenues to be distributed at a later date.

Debt Administration

On December 31, 2001, the County had a number of debt issues outstanding. These issues included \$17.0 million of general obligation bonds and \$802,600 of special assessment bonds. In addition, the County had outstanding long term contracts and capital leases of \$302,178. Under current State statutes, the County's indebtedness for general purposes is, without a vote of the people, limited to 1.5% of property value. With a 3/5 vote of the people, the general purpose indebtedness is limited to 2 1/2% of property value. As of December 31, 2001, the County's net combined general indebtedness of \$23.1 million is well below the legal limit of \$304 million.

Cash Management

Cash temporarily idle during the year is invested in commercial bank savings and loan certificates of deposit and repurchase agreements, as well as the State's investment pool. Cash is invested by the County Treasurer for Special Purpose Districts as allowed by law. Cash is invested directly for the benefit of several individual County funds, including, Administrative Services, Lake Management District No. 1, Sewer Construction, Road Improvement Guaranty, Solid Waste Management, Flood Control Zone, Parks Improvement, and LRID No. 10 Construction. The County Treasurer invests pooled residual cash to the benefit of the General Fund. Interest earned on investments to the General Fund in 2001 was \$3.2 million.

Risk Management

Whatcom County accounts for its self insurance activities in the Administrative Service Fund.

1. Unemployment compensation account reserves are accumulated at a rate of .005 (.5%) of each employee's wage (except elected officials).
2. Health Insurance benefit account is used to record medical, dental, vision, and life insurance coverage for employees.
3. Industrial Insurance covers medical payment and time loss payment for work-related injuries. The County has a self insured retention level of \$175,000 per occurrence.

4. Tort Claims Defense Fund. In October, 1988, the County entered into an interlocal agreement with 15 other counties to form the Washington Counties Risk Pool. The Pool's umbrella coverage is \$5,000,000 per occurrence and covers comprehensive general liability and public officials errors and omissions.

OTHER INFORMATION

Independent Audit

In accordance with state statutes, Whatcom County is subject to an annual comprehensive examination by the State Auditor's office. Their examination is conducted in accordance with generally accepted auditing standards, Standards for Audit of Governmental Organizations, Programs, Activities, and Functions; the Single Audit Act of 1984 (P.L.98-502) and Circular A128, Audits of State and Local Governments, issued by the U. S. Office of Management and Budget.

Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Whatcom County for its comprehensive annual financial report for the fiscal year ended December 31, 2000. In order to be awarded a Certificate of Achievement, a government 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 that our current comprehensive annual 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.

Distinguished Budget Presentation Award

Whatcom County was awarded GFOA's "Distinguished Budget Presentation Award" for its 2001 Budget.

Acknowledgments

Preparation of this report could not have been accomplished without the professional, efficient and dedicated service of the entire staff of our Administrative Services Finance office, the Treasurer's office, Public Works accounting office and the various department heads and employees who contributed to its preparation.

Respectfully Submitted,



Pete Kremen

County Executive

Elected Officials

as of December 31, 2001

ELECTED OFFICIALS

Executive	Term Ends January 11, 2004	Pete Kremen
Assessor	Term Ends January 11, 2004	Keith Willnauer
Auditor	Term Ends January 11, 2004	Shirley Forslof
Prosecuting Attorney	Term Ends January 13, 2003	David S. McEachran
Sheriff	Term Ends January 11, 2004	Dale Brandland
Treasurer	Term Ends January 11, 2004	Barbara Cory

COUNTY COUNCIL

District No. 1, Position A	Term Ends January 14, 2002	Ward Nelson
District No. 1, Position B.	Term Ends January 11, 2004	Daniel McShane
District No. 2, Position A	Term Ends January 14, 2002	Constance Hoag
District No. 2, Position B.	Term Ends January 11, 2004	Sam Crawford
District No. 3, Position A	Term Ends January 14, 2002	Robert Imhof
District No. 3, Position B.	Term Ends January 11, 2004	Barbara Brenner
Councilperson At Large	Term Ends January 14, 2002	Marlene Dawson

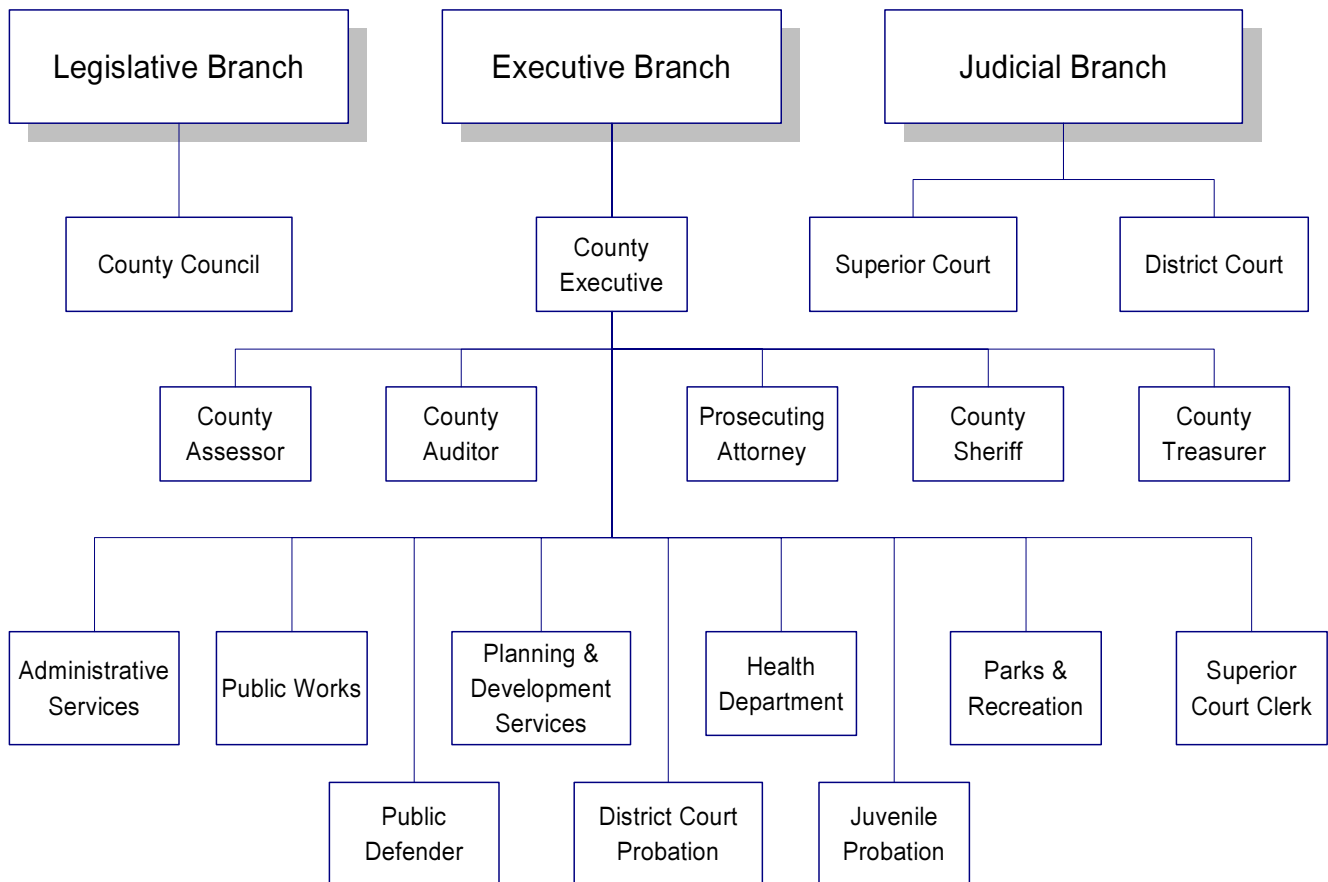
SUPERIOR COURT JUDGES

Department No. 1	Term Ends January 9, 2005	Michael Moynihan
Department No. 2	Term Ends January 9, 2005	Steven J Mura
Department No. 3	Term Ends January 9, 2005	David A. Nichols

DISTRICT COURT JUDGES

Position No. 1	Term Ends January 13, 2003	Ira Uhrig
Position No. 2	Term Ends January 13, 2003	Edward B. Ross

Whatcom County Organizational Chart





Legislative Building
PO Box 40021
Olympia, Washington 98504-0021

**Washington State Auditor
Brian Sonntag**

(360) 902-0370
FAX (360) 753-0646
TDD Relay 1-800-833-6388
<http://www.sao.wa.gov>

INDEPENDENT AUDITOR'S REPORT

June 19, 2002

County Executive
Whatcom County
Bellingham, Washington

We have audited the accompanying general purpose financial statements of Whatcom County, Washington, as of and for the year ended December 31, 2001, as listed in the table of contents. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

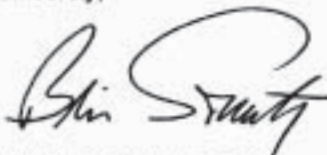
Our audit was performed pursuant to the *Revised Code of Washington* 43.09.260, under which a full report on the results of this audit will be issued. This report may include findings and recommendations on compliance matters, internal control procedures, and questionable costs or contingencies that would not be material in relation to the County's general purpose financial statements taken as a whole.

In our opinion, the general purpose financial statements referred to above present fairly, in all material respects, the financial position of Whatcom County, Washington, as of December 31, 2001, and the results of its operations and cash flows of its proprietary fund types and similar nonexpendable trust funds for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Our audit was made for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The combining, individual fund, and account group financial statements and schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of the general purpose financial statements of Whatcom County, Washington. Such information has been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the general purpose financial statements taken as a whole.

The other data included in this report, designated as the statistical section in the table of contents, has not been audited by us and, accordingly, we express no opinion on such data.

Sincerely,



**BRIAN SONNTAG, CGFM
STATE AUDITOR**



General Purpose Financial Statements

General Purpose Financial Statements (GPFS) are the basic financial statements comprising the minimum acceptable fair presentation in conformity with Generally Accepted Accounting Principals (GAAP) as they apply to governmental organizations. GPFS are designed to be “separable” from the Financial Section of the Comprehensive Annual Financial Report (CAFR) for widespread distribution, along with the detailed information that is contained in the full CAFR. GPFS include the following:

- Combined Balance Sheet - All Fund Types and Account Groups.
- Combined Statement of Revenues, Expenditures, and Changes in Fund Balance - All Governmental Fund Types.
- Combined Statement of Revenues, Expenses and Changes in Fund Balance - Budget (GAAP Basis) and Actual - General, Special Revenue, Debt Service and Capital Projects.
- Combined Statement of Revenues, Expenses and Changes in Fund Equity - All Proprietary Fund Types.
- Combined Statement of Cash Flows - All Proprietary Fund Types.
- Notes to the Financial Statements.

Combined Balance Sheet

● **All Fund Types and Account Groups**

As of December 31, 2001

(With comparative totals for December 31, 2000)

Governmental Fund Types			
General	Special Revenue	Debt Service	Capital Projects

Assets

Current Assets

Cash & Equivalents	\$17,709,211	\$17,123,685	\$547,000	\$5,633,446
Deposits With Fiscal Agent	586	0	0	0
Investments At Cost	0	10,332,729	103	29,279
Taxes Receivable (Net)	865,622	750,365	11	0
Accounts Receivable (Net)	172,620	338,004	0	0
Special Assessments (Net)	0	2,816	1,391	0
Interest Receivable (Net)	240,304	37,916	0	127
Notes Receivable (Net)	0	479,933	0	0
Due From Other Funds	106,188	63,689	0	0
Due From Other Governments	2,476,019	1,511,986	0	0
Employee Advances	2,036	862	0	0
Inventory	0	0	0	0
Prepayments	5,138	0	0	0

Long-Term Assets

Due From Gov't - Non current	1,000,000	0	0	0
Investment in Joint Ventures	0	0	0	40,769
Land	0	0	0	0
Building & Structures (Net)	0	0	0	0
Capital Leases (Net)	0	0	0	0
Leasehold Improvements (Net)	0	0	0	0
Other Improvements (Net)	0	0	0	0
Machinery & Equipment (Net)	0	0	0	0
Notes Receivable	0	0	0	0

Other Debits

Amount Available in Debt Service Funds	0	0	0	0
Amount to be Prov. For Retirement of LT Debt	0	0	0	0

Total Assets	\$22,577,724	\$30,641,985	\$548,505	\$5,703,621
---------------------	---------------------	---------------------	------------------	--------------------

See accompanying notes to financial statements.

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Total (Memorandum Only)	
Enterprise	Internal Service	Agency	General Fixed Assets	General Long-Term Debt	2001	2000
\$11,153	\$11,500,577	\$14,731,362	\$0	\$0	\$67,256,434	\$62,496,973
0	0	115,000	0	0	115,586	12,601,540
0	1,355,049	109,262,465	0	0	120,979,625	124,445,318
0	0	0	0	0	1,615,998	1,550,230
0	242,621	2,901	0	0	756,146	328,423
0	0	0	0	0	4,207	3,862
0	4,973	0	0	0	283,320	367,956
0	0	0	0	0	479,933	131,407
0	1,672,609	0	0	0	1,842,486	104,688
0	18,912	0	0	0	4,006,917	3,859,853
252	0	0	0	0	3,150	2,919
0	676,722	0	0	0	676,722	1,012,081
0	0	0	0	0	5,138	7,143
0	0	0	0	0	1,000,000	1,500,000
0	0	0	0	0	40,769	40,769
0	755,331	0	15,599,226	0	16,354,557	16,156,468
0	1,413,016	0	51,515,068	0	52,928,084	52,756,927
0	179,452	0	0	0	179,452	119,233
0	0	0	98,669	0	98,669	98,669
0	269,098	0	488,321	0	757,419	720,577
0	5,371,998	0	7,070,411	0	12,442,409	11,753,870
0	0	0	0	0	0	10,000
0	0	0	0	547,103	547,103	126,347
0	0	0	0	21,018,590	21,018,590	22,613,090
\$11,405	\$23,460,358	\$124,111,728	\$74,771,695	\$21,565,693	\$303,392,714	\$312,808,343

Combined Balance Sheet

● **All Fund Types and Account Groups**

As of December 31, 2001

(With comparative totals for December 31, 2000)

Governmental Fund Types			
General	Special Revenue	Debt Service	Capital Projects

Liabilities, Equity and Other Credits

Liabilities

Current Liabilities

Warrants Payable	\$0	\$0	\$0	\$0
Accounts Payable	1,863,894	757,936	0	0
Matured Long-Term Debt	0	0	0	0
Matured Interest Payable	0	0	0	0
Claims Cost Payable	0	0	0	0
Due to Other Funds	1,579,549	245,504	0	0
Accrued Wages & Benefits	0	0	0	0
Due to Other Governments	311,872	16,419	0	0
Other Accrued Liabilities	67,139	75,456	0	0
Revenue Collected in Advance	586	0	0	51
Custodial Accounts	0	0	0	0
Other Current Liabilities	0	3,465	0	0
Deferred Revenue	2,576,635	993,265	1,402	0
Deferred Credits	35,561	45,938	0	0
Notes Payable	0	348,526	0	0

Long-Term Liabilities

General Obligation Bonds (Net)	0	0	0	0
Special Assessment Bonds (Net)	0	0	0	0
Employee Leave Benefits	0	0	0	0
Landfill Closure Costs	0	0	0	0
Other Long-Term Liabilities	0	0	0	0

Total Liabilities

6,435,236	2,486,509	1,402	51
-----------	-----------	-------	----

Equity and Other Credits

Contributed Capital	0	0	0	0
Investment in General Fixed Assets	0	0	0	0
Retained Earnings - Reserved	0	0	0	0
Retained Earnings - Unreserved	0	0	0	0
Fund Balance - Reserved	1,838,556	1,936,775	547,103	1,472
Fund Balance - Unreserved/ Undesignated	14,303,932	26,218,701	0	5,702,098

Total Equity and Other Credits

16,142,488	28,155,476	547,103	5,703,570
------------	------------	---------	-----------

Total Liabilities, Equity and Other Credits

\$22,577,724	\$30,641,985	\$548,505	\$5,703,621
--------------	--------------	-----------	-------------

See accompanying notes to financial statements.

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		Total (Memorandum Only)	
Enterprise	Internal Service	Agency	General Fixed Assets	General Long-Term Debt	2001	2000
\$0	\$0	\$6,572,193	\$0	\$0	\$6,572,193	\$9,225,681
1,408	1,115,255	1,414,543	0	0	5,153,036	4,627,230
0	0	115,000	0	0	115,000	8,230,000
0	0	0	0	0	0	4,368,421
0	2,921,855	0	0	0	2,921,855	2,840,176
0	17,433	0	0	0	1,842,486	104,688
0	0	0	0	0	0	(144)
109	7,619	0	0	0	336,019	388,265
0	0	60,652	0	0	203,247	(9,267)
0	0	317,001	0	0	317,638	170,776
0	0	115,632,339	0	0	115,632,339	118,058,988
0	0	0	0	0	3,465	3,465
0	0	0	0	0	3,571,302	4,354,903
0	0	0	0	0	81,499	141,795
0	0	0	0	0	348,526	0
0	0	0	0	16,975,000	16,975,000	18,035,000
0	0	0	0	802,600	802,600	975,327
9,888	362,793	0	0	3,455,092	3,827,773	3,670,574
0	0	0	0	250,000	250,000	250,000
0	219,177	0	0	83,001	302,178	356,858
11,405	4,644,132	124,111,728	0	21,565,693	159,256,156	175,792,736
0	4,781,033	0	0	0	4,781,033	4,522,740
0	0	0	74,771,695	0	74,771,695	73,903,552
0	500,000	0	0	0	500,000	500,000
0	13,535,193	0	0	0	13,535,193	10,470,284
0	0	0	0	0	4,323,906	2,989,381
0	0	0	0	0	46,224,731	44,629,650
0	18,816,226	0	74,771,695	0	144,136,558	137,015,607
\$11,405	\$23,460,358	\$124,111,728	\$74,771,695	\$21,565,693	\$303,392,714	\$312,808,343

Combined Statement of Revenues, Expenditures
and Changes in Fund Balance



● **All Governmental Fund Types**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	Governmental Fund Types				Totals (Memorandum Only)	
	General	Special Revenue	Debt Service	Capital Projects	2001	2000
Revenues						
Taxes	\$27,190,529	\$17,398,018	\$4	\$2,836,016	\$47,424,567	\$45,620,265
Licenses & Permits	1,538,339	41,887	0	0	1,580,226	1,531,267
Intergovernmental	13,174,426	8,038,487	0	0	21,212,913	20,829,740
Charges for Service	5,345,387	2,431,187	0	0	7,776,574	7,316,680
Fines & Forfeits	1,185,665	578,326	0	0	1,763,991	1,686,828
Miscellaneous	4,379,934	612,927	588,774	454	5,582,089	5,411,509
Total Revenues	52,814,280	29,100,832	588,778	2,836,470	85,340,360	82,396,289
Expenditures						
Current:						
General Government	15,780,666	933,306	0	0	16,713,972	15,410,234
Security of Persons & Property	21,095,790	374,331	0	0	21,470,121	19,267,342
Physical Environment	323,903	4,434,035	0	0	4,757,938	4,975,846
Transportation	0	13,528,035	0	0	13,528,035	13,154,686
Economic Environment	1,004,249	163,310	0	0	1,167,559	1,126,322
Mental & Physical Health	9,078,653	0	0	0	9,078,653	8,219,522
Culture & Recreation	3,317,835	100,000	0	0	3,417,835	3,371,446
Capital Outlay	264,907	8,156,901	0	195,827	8,617,635	7,944,968
Debt Service:						
Principal	0	122,728	1,110,000	0	1,232,728	1,559,956
Interest	0	55,102	950,145	0	1,005,247	1,089,706
Total Expenditures	50,866,003	27,867,748	2,060,145	195,827	80,989,723	76,120,028
Excess (Deficiency) of Revenues Over Expenditures	1,948,277	1,233,084	(1,471,367)	2,640,643	4,350,637	6,276,261
Other Financing Sources (Uses)						
Other Note Proceeds	0	348,526	0	0	348,526	0
Sales of Fixed Assets	802,300	1,132,988	0	0	1,935,288	1,216,708
Operating Transfer In	1,283,493	2,259,968	2,033,956	0	5,577,417	5,606,683
Operating Transfer Out	(4,570,976)	(3,209,258)	(141,833)	(679,615)	(8,601,682)	(6,144,861)
Total Other Financing Sources (Uses)	(2,485,183)	532,224	1,892,123	(679,615)	(740,451)	678,530
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	(536,906)	1,765,308	420,756	1,961,028	3,610,186	6,954,791
Fund Balance as of January 1	16,853,725	26,820,922	126,347	3,742,542	47,543,536	40,621,599
Prior Period Adjustments	0	(348,526)	0	0	(348,526)	0
Residual Equity Transfer Out	(174,331)	(82,228)	0	0	(256,559)	(32,854)
Fund Balance as of December 31	\$16,142,488	\$28,155,476	\$547,103	\$5,703,570	\$50,548,637	\$47,543,536

See accompanying notes to financial statements.



Combined Statement of Revenues, Expenditures and
Changes in Fund Balance, Budget and Actual (GAAP Basis)

● **General, Special Revenue, Debt Service and
Capital Projects Fund Types**

Year Ended December 31, 2001

Page 1 of 2

	General Fund		
	Budget	Actual	Variance
Revenues			
Taxes	\$27,398,068	\$27,190,529	(\$207,539)
Licenses & Permits	1,517,582	1,538,339	20,757
Intergovernmental	13,167,558	13,174,426	6,868
Charges for Service	5,249,162	5,345,387	96,225
Fines & Forfeits	1,350,700	1,185,665	(165,035)
Miscellaneous	4,106,039	4,379,934	273,895
Total Revenues	52,789,109	52,814,280	25,171
Expenditures			
Current:			
General Government	17,092,233	15,780,666	1,311,567
Security of Persons & Property	21,768,179	21,095,790	672,389
Physical Environment	333,067	323,903	9,164
Transportation	0	0	0
Economic Environment	1,132,092	1,004,249	127,843
Mental & Physical Health	9,654,520	9,078,653	575,867
Culture & Recreation	3,472,535	3,317,835	154,700
Capital Outlay	1,102,780	264,907	837,873
Debt Service:			
Principal	0	0	0
Interest	0	0	0
Total Expenditures	54,555,406	50,866,003	3,689,403
Excess (Deficiency) of Revenues Over Expenditures	(1,766,297)	1,948,277	3,714,574
Other Financing Sources (Uses)			
Sales of Fixed Assets	511,000	802,300	291,300
Operating Transfer In	1,289,982	1,283,493	(6,489)
Operating Transfer Out	(4,662,223)	(4,570,976)	91,247
Total Other Financing Sources (Uses)	(2,861,241)	(2,485,183)	376,058
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	(4,627,538)	(536,906)	4,090,632
Fund Balance as of January 1	2,814,569	16,853,725	14,039,156
Residual Equity Transfer Out	(26,985)	(174,331)	(147,346)
Fund Balance as of December 31	(\$1,839,954)	\$16,142,488	\$17,982,442

See accompanying notes to financial statements.

Special Revenue Funds			Debt Service Funds			Capital Project Funds		
Budget	Actual	Variance	Budget	Actual	Variance	Budget	Actual	Variance
\$17,024,988	\$17,398,018	\$373,030	\$0	\$0	\$0	\$2,360,000	\$2,836,016	\$476,016
50,000	41,887	(8,113)	0	0	0	0	0	0
10,819,680	8,038,487	(2,781,193)	0	0	0	0	0	0
2,200,694	2,431,187	230,493	0	0	0	0	0	0
371,000	578,326	207,326	0	0	0	0	0	0
635,151	612,927	(22,224)	226,342	588,751	362,409	4,280	454	(3,826)
31,101,513	29,100,832	(2,000,681)	226,342	588,751	362,409	2,364,280	2,836,470	472,190
935,601	933,306	2,295	0	0	0	0	0	0
469,507	374,331	95,176	0	0	0	0	0	0
7,966,842	4,434,035	3,532,807	0	0	0	0	0	0
14,583,543	13,528,035	1,055,508	0	0	0	0	0	0
209,428	163,310	46,118	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0
131,500	100,000	31,500	0	0	0	200	0	200
12,970,573	8,156,901	4,813,672	0	0	0	202,092	195,827	6,265
122,728	122,728	0	1,110,000	1,110,000	0	0	0	0
55,302	55,102	200	952,037	950,145	1,892	0	0	0
37,445,024	27,867,748	9,577,276	2,062,037	2,060,145	1,892	202,292	195,827	6,465
(6,343,511)	1,233,084	7,576,595	(1,835,695)	(1,471,394)	364,301	2,161,988	2,640,643	478,655
905,000	1,132,988	227,988	0	0	0	0	0	0
2,253,578	2,259,968	6,390	1,998,809	2,033,956	35,147	0	0	0
(3,232,803)	(3,209,258)	23,545	(177,830)	(141,833)	35,997	(680,393)	(679,615)	778
(74,225)	183,698	257,923	1,820,979	1,892,123	71,144	(680,393)	(679,615)	778
(6,417,736)	1,416,782	7,834,518	(14,716)	420,729	435,445	1,481,595	1,961,028	479,433
21,756,257	26,793,246	5,036,989	0	53,086	53,086	184,207	2,973,425	2,789,218
(45,000)	(82,228)	(37,228)	0	0	0	0	0	0
\$15,293,521	\$28,127,800	\$12,834,279	(\$14,716)	\$473,815	\$488,531	\$1,665,802	\$4,934,453	\$3,268,651

Combined Statement of Revenues, Expenses
and Changes in Fund Equity

● **All Proprietary Fund Types**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)



			Total (Memorandum Only)	
	Enterprise	Internal Service	2001	2000
Operating Revenue				
Intergovernmental	\$0	\$1,000	\$1,000	\$13,207
Charges for Service	0	8,609,900	8,609,900	7,970,541
Rents and Parking	0	3,750,426	3,750,426	3,709,092
Interest Income	109,323	0	109,323	235,107
Insurance Premiums	0	4,713,973	4,713,973	3,541,502
Other Miscellaneous Revenues	0	285,400	285,400	39,586
Total Operating Revenues	109,323	17,360,699	17,470,022	15,509,035
General Operations	183,621	15,329,026	15,512,647	13,946,185
General Administration	0	503,032	503,032	522,791
Depreciation	0	1,576,684	1,576,684	1,385,327
Total Operating Expenses	183,621	17,408,742	17,592,363	15,854,303
Operating Income (Loss)	(74,298)	(48,043)	(122,341)	(345,268)
Non-Operating Revenues (Expenses)				
Gain (Loss) on Sale of Fixed Assets	0	30,409	30,409	32,651
Interest Revenue	0	69,156	69,156	76,099
Interest Expense	0	(12,075)	(12,075)	(9,583)
Total Non-Operating Revenues (Expenses)	0	87,490	87,490	99,167
Income Before Operating Transfers	(74,298)	39,447	(34,851)	(246,101)
Operating Transfers In	0	3,445,534	3,445,534	927,755
Operating Transfers Out	(1,197)	(420,072)	(421,269)	(389,577)
Net Income (Loss)	(75,495)	3,064,909	2,989,414	292,077
Fund Equity Changes:				
Retained Earning, January 1	75,495	10,970,284	11,045,779	10,753,702
Net Income (Loss)	(75,495)	3,064,909	2,989,414	292,077
Retained Earning, December 31	0	14,035,193	14,035,193	11,045,779
Contributed Capital, January 1	0	4,522,740	4,522,740	4,453,477
Contributed Capital Increases	0	1,734	1,734	36,409
Residual Equity Transfer In (Out)	0	256,559	256,559	32,854
Contributed Capital, December 31	0	4,781,033	4,781,033	4,522,740
Fund Equity as of December 31	\$0	\$18,816,226	\$18,816,226	\$15,568,519

See accompanying notes to financial statements.



Combined Statement of Cashflows

● **All Proprietary Fund Types**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	Enterprise	Internal Service	Total (Memorandum Only)	
			2001	2000
Cash Flows From Operating Activities:				
Cash Received From Customers	\$109,072	\$15,565,877	\$15,674,949	\$15,470,096
Cash Payments For Goods And Services	(66,094)	(11,158,518)	(11,224,612)	(10,031,436)
Cash Payments To Employees	(117,337)	(3,518,016)	(3,635,353)	(3,553,740)
Total Cash Flows From Operating Activities	(74,359)	889,343	814,984	1,884,920
Cash Flows From Non-Capital Financing Activities:				
Operating Transfer In	0	3,445,534	3,445,534	927,755
Operating Transfer Out	(1,197)	(420,072)	(421,269)	(389,577)
Other Non-Operating Receipts	0	2,134	2,134	3,114
Total Cash Flows From Non-Capital Financing Activities	(1,197)	3,027,596	3,026,399	541,292
Cash Flows From Capital Financing Activities:				
Interest Paid on Lease Purchase	0	(12,075)	(12,075)	(9,583)
Contributions From Other Funds	0	1,734	1,734	36,409
Proceeds From Sale of Assets	0	57,908	57,908	56,378
Residual Equity Transfer In (Out)	0	256,559	256,559	32,854
Payments For Capital Assets	0	(1,883,090)	(1,883,090)	(1,723,734)
Total Cash Flows From Capital Financing Activities	0	(1,578,964)	(1,578,964)	(1,607,676)
Net Increase (Decrease) in Cash	(75,556)	2,337,975	2,262,419	818,536
Cash And Cash Equivalents January, 1	86,709	9,162,602	9,249,311	8,430,775
Cash And Cash Equivalents December, 31	\$11,153	\$11,500,577	\$11,511,730	\$9,249,311

See accompanying notes to financial statements.

Combined Statement of Cashflows

● **All Proprietary Fund Types**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)



		Total (Memorandum Only)	
Enterprise	Internal Service	2001	2000

**Reconciliation Of Operating Income To Net Cash Provided
By Operating Activities:**

Operating Income	(\$74,298)	(\$48,043)	(\$122,341)	(\$345,268)
Adjustments To Reconcile Operating Income:				
Depreciation Expense	0	1,576,684	1,576,684	1,385,327
(Increase) Decrease in Receivable	0	(242,621)	(242,621)	892
(Increase) Decrease in Interfund Receivable	0	(1,573,425)	(1,573,425)	(55,748)
(Increase) Decrease in intergovernmental Receivable	0	19,273	19,273	15,866
(Increase) Decrease in Employee Advances	(252)	0	(252)	0
(Increase) Decrease in Inventory	0	335,359	335,359	277,363
Increase (Decrease) in Deposit W/ Fiscal Agent	0	1,950	1,950	50
Increase (Decrease) in Accounts Payable	473	776,057	776,530	610,149
Increase (Decrease) in Due to Other Funds	0	17,433	17,433	0
Increase (Decrease) in Due To Governments	(170)	(7,921)	(8,091)	1,514
Increase (Decrease) in Other Accrued Liabilities	0	(1,493)	(1,493)	0
Increase (Decrease) in Interfund Payables	0	0	0	(298)
Increase (Decrease) in Accrued Leave Benefits	(112)	35,853	35,741	(5,533)
Increase (Decrease) in Intergovernmental Payables	0	0	0	513
Increase (Decrease) in Accrued Wages	0	237	237	93
Net Cash Provided By Operating Activities	(\$74,359)	\$889,343	\$814,984	\$1,884,920

Noncash Investing & Capital Financing Activities:

Investment Purchases	\$0	(\$67,022)	(\$67,022)	(\$72,985)
Lease Purchases	0	(109,952)	(109,952)	(90,447)
Total Noncash Investing & Capital Financing Activities:	\$0	(\$176,974)	(\$176,974)	(\$163,432)

See accompanying notes to financial statements.



Notes to the Financial Statements

Note 1	Summary of Significant Accounting Policies	30
Note 2	Stewardship, Compliance & Accountability	39
Note 3	Investments	40
Note 4	Property Taxes	41
Note 5	Fixed Assets and Depreciation	42
Note 6	Pension Plans	43
Note 7	Risk Management	46
Note 8	Long-Term Debt & Capital Leases	48
Note 9	Contingencies	51
Note 10	Commitments	51
Note 11	Interfund Transactions & Balances	52
Note 12	Fund Equities	54
Note 13	Joint Ventures	56
Note 14	Segment Information	56
Note 15	Post-Retirement Health Care Benefits	56
Note 16	Post-Closure Care Costs	57
Note 17	Other Disclosures	57
Table F.1	Budgetary Comparisons	32
Table F.2	Actual Results for Budgeted & Unbudgeted Funds	33
Table F.3	Original Budget and Amendments for Each Fund	35
Table F.4	Encumbrances	36
Table F.5	Deposits & Investments	40
Table F.6	Changes to General Fixed Assets	42
Table F.7	Accumulated Depreciation on Proprietary Fund Assets	43
Table F.8	PERS - PERS Membership	44
Table F.9	PERS - Required Contribution Rates	44
Table F.10	PERS - County Contributions	45
Table F.11	LEOFF - Plan 1 - Benefit per year of service	45
Table F.12	LEOFF - LEOFF Membership	45
Table F.13	LEOFF - Required Contribution Rates	46
Table F.14	LEOFF - County Contributions	46
Table F.15	Risk Management Claims	47
Table F.16	Risk Pool Assets & Liabilities	48
Table F.17	Long-Term Debt	50
Table F.18	Summary of 2001 Long-Term Debt Transactions	50
Table F.19	Debt Limitations	51
Table F.20	Interfund Receivables and Payables	52
Table F.21	Operating and Residual Equity Transfers	53
Table F.22	Reserved Fund Balances and Reserved Retained Earnings	55

Notes to the Financial Statements

Year Ended December 31, 2001

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Whatcom County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The significant accounting policies are described below.

A. REPORTING ENTITY

Whatcom County was incorporated on March 3, 1854 and operates under the laws of the State of Washington applicable to a home-rule charter county with a full-time, nonpartisan, elected County Executive and a seven member, part-time, County Council.

Whatcom County is a general purpose government providing public safety, fire inspection, road improvement, parks and recreation, judicial administration, health, social, and general administrative services. In addition, the county owns and operates a ferry as an extension of the county road system.

As required by the generally accepted accounting principles the financial statements

present Whatcom County – the primary government. There are no component units included in these statements.

B. BASIS OF PRESENTATION - FUND ACCOUNTING

The accounts of the county are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. Each fund is accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures or expenses, as appropriate. The county's resources are allocated to and accounted for in individual funds depending on what they are to be spent for and how they are controlled. The individual funds are summarized by fund type in the financial statements. The following are the fund types and account groups used by the county. Note 1C describes the accounting basis used by the funds of the county.

Governmental Fund Types

All governmental funds are presented using the flow of current financial resources measurement focus. This means that only current assets and current liabilities are generally included on their balance sheets. Governmental fund operating statements focus on measuring changes in financial position, rather than net income and they present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. The unreserved fund balance is a measure of available spendable resources.

General Fund

This fund is the general operating fund of the county. It accounts for all financial resources and transactions except those required to be accounted for in another fund.

Special Revenue Funds

These funds account for revenues derived from specific taxes, grants, or other sources that are designated to finance particular activities of the county.

Debt Service Funds

These funds account for the accumulation of resources to pay principal, interest and related costs on general and special assessment long-term bonded debt.

Capital Projects Funds

These funds account for financial resources that are designated for the acquisition or construction of general governmental capital improvements.

Proprietary Fund Types

Proprietary funds are accounted for on a cost of services or "capital maintenance" measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Their reported fund equity (net total assets) is segregated into contributed capital and retained earnings components. Proprietary fund operating statements present increases (revenues and gains) and decreases (expenses and losses) in net total assets. Proprietary funds disclose changes in financial position by a separate statement that presents their investing and financing activities.

Enterprise Funds

These funds account for operations that provide goods or services to the general public and are supported primarily through user charges or where the governing body has decided that periodic determination of net income is needed.

Internal Service Funds

These funds account for operations that provide goods or services to other departments or funds in the county or to other governmental units on a cost reimbursement basis.

Fiduciary Fund Types

Fiduciary funds account for assets held by the county on behalf of individuals, other governments and other funds.

Agency Funds

These funds are custodial in nature where assets equal liabilities. The measurement of the results of operations is not necessary.

Account Groups

The county uses two self balancing account groups to account for fixed assets and general long-term debt related to general government purposes. Any fixed assets or general long-term debt related to a specific proprietary fund is recorded in that fund.

General Fixed Assets

This group establishes accounting control over all recorded fixed assets used in general government operations. Proprietary funds account for their own fixed assets.

General Long-Term Debt

This group accounts for the outstanding debt principal of the county not supported by proprietary funds.

C. BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements.

The accrual basis of accounting is used for all funds except the governmental fund types and agency funds, which use the modified accrual basis of accounting.

Under the modified accrual basis of accounting, principal and interest on general long-term debt are recorded as expenditures when paid; purchases of capital assets are considered expenditures and inventories and prepaid items are reported as expenditures when purchased. The accrual basis of accounting is used by proprietary funds. Under this method, revenues are recorded when earned and expenses are recorded at the time liabilities are incurred. Note 1-F describes the significant county policies related to each account.

D. BUDGETS AND BUDGETARY ACCOUNTING

Scope of Budget

Annual appropriated budgets are adopted for the general, special revenue, debt service, capital projects, and all proprietary funds on the modified accrual basis of accounting. For governmental funds, there are no differences between the budgetary basis and generally accepted accounting principles. Budgetary

accounts are integrated in fund ledgers for all budgeted funds but the financial statements include budgetary comparisons for annually budgeted governmental funds only. For proprietary funds, a reconciliation between the modified-accrual basis used for budget purposes and the full-accrual basis used in the combined statement of revenues, expenses and changes in fund equity follows:

Table F.1 Budgetary Comparisons

	Enterprise	Internal Service
Operating Expense	184,818	17,840,889
Depreciation Expense	0	(1,576,684)
Fixed Asset Purchases	0	1,883,090
Leave Accrual		
(Increase) Decrease	112	(35,853)
Inventory (Increase)		
Decrease	0	335,359
Fund Expenditures	184,930	18,446,801
Budgeted Expenditures	(194,578)	(20,698,983)
Budget Variance	(9,648)	(2,252,182)
Fund Revenue	(109,323)	(20,905,798)
Budgeted Revenue	184,744	19,819,553
Budget Variance	75,421	(1,086,245)

Whatcom County does not budget for all special revenue, debt service, and capital project funds and, accordingly, the applicable columns of the combined statement of revenues, expenditures, and changes in fund balances-budget/ actual excluded amounts relating to the unbudgeted funds. The county did not budget for these funds because no expenditures were anticipated in 2001. A reconciliation of actual results for budgeted and unbudgeted funds are shown in Table F.2 on the following page.

Table F.2 Actual Results for Budgeted & Unbudgeted Funds

	Revenues	Expenditures	Other Financing Sources (Uses)	Fund Balance 12/31/2001
Special Revenue				
Budgeted Funds (Table F.3)	\$29,100,832	\$27,867,748	\$183,698	\$28,127,800
Unbudgeted Funds:				
Tax Refund	0	0	348,526	1,187
Emergency Contingency Fair	0	0	0	5,250
Drug Task Force	0	0	0	16,170
Imminent Threat Grant	0	0	0	3
Sewer Improvement District 1	0	0	0	5,066
Sumas Sub-Flood Control Zone District	0	0	0	0
Special Revenue	\$29,100,832	\$27,867,748	\$532,224	\$28,155,476
Debt Service				
Budgeted Funds (Table F.3)	588,751	2,060,145	1,892,123	473,815
Unbudgeted Funds:				
1977 Fair Gen Obligation Bond	27	0	0	30,884
1978 Ltd Tax Gen Obligation Bond	0	0	0	22,312
1981 Ltd Tax Gen Obligation Bond	0	0	0	0
1983 Ltd Tax Gen Obligation	0	0	0	5,271
CRID No. 4 General Debt	0	0	0	219
CRID No. 5 General Debt	0	0	0	14,602
Debt Service	\$588,778	\$2,060,145	\$1,892,123	\$547,103
Capital Projects				
Budgeted Funds (Table F.3)	2,836,470	195,827	(679,615)	4,934,453
Unbudgeted Funds:				
Courthouse Construction	0	0	0	43
Civic Center Bldg Improvement	0	0	0	769,074
Capital Projects	\$2,836,470	\$195,827	(\$679,615)	\$5,703,570

Annual appropriated budgets are adopted at the level of the fund, except in the general fund, where expenditures may not exceed appropriations at the department level and the budgets constitute the legal authority for expenditures at that level. Subsidiary revenue and expenditure ledgers are used to compare the budgeted amounts with actual revenues and expenditures. As a management control device, the subsidiary ledgers monitor expenditures for individual functions and activities by object class.

Appropriations for all funds lapse at year-end. Expenditure authority for projects extending beyond one year is granted through a continuing appropriation procedure.

Procedures for Adopting the Original Budget

Home Rule Charter, Article 6, mandates the county's budget procedures. The steps in the budget process are as follows:

Prior to October 17th, the County Executive submits a proposed budget to the County Council. This budget is based on priorities established by the council and estimates provided by county departments during the preceding months, and balanced with revenue estimates made by the County Executive.

- The council conducts public hearings on the proposed budget prior to its adoption.
- The council makes adjustments to the proposed budget and adopts by ordinance a final balanced budget thirty days prior to the end of the fiscal year.
- Copies of the final budget are available the public.

Amending the Budget

The County Executive is authorized to approve transfers between accounts. However, any revisions that alter the total expenditures of a fund or that affect the number of authorized employee positions must be approved by the County Council.

When the County Council determines that it is in the best interest of the county to increase or decrease the appropriations for a particular fund or department, it may do so by ordinance approved by a simple majority. The budget amounts shown in the financial statements are the final authorized amounts as revised during the year.

The original budget and amendments for each fund are shown in Table F.3 on the following page.

Table F.3 Original Budget and Amendments for Each Fund

	Original Budget	Budget Revisions	Revised Budget
General Fund			
Current Expense Fund	\$55,727,008	\$3,517,606	\$59,244,614
Special Revenue			
County Road Fund	\$26,997,206	\$385,279	\$27,382,485
Election Reserve Fund	641,427	0	641,427
Veterans Relief Fund	130,428	0	130,428
Treasurer's O&M Fund	73,258	0	73,258
Water Resources Fund	2,356,624	200,444	2,557,068
Park Off Road Vehicle Fund	0	29,165	29,165
Solid Waste Fund	1,136,047	204,017	1,340,064
WC Convention Center Fund	131,500	0	131,500
Victim/Witness Assistance Fund	108,642	0	108,642
CERB Fund	177,830	0	177,830
Community Development Fund	5,000	0	5,000
Road Improvement Dist #1	21,600	0	21,600
Road Improvement Dist #2	1,518	0	1,518
Road Improvement Dist #7	2,168	0	2,168
Road Improvement Guarantee	0	73,000	73,000
Whatcom Co Drug Fund	540,233	0	540,233
Auditor's O&M Fund	16,050	27,502	43,552
Emergency Management Fund	374,245	10,510	384,755
Flood Control Zone Dist Fund	6,436,914	294,719	6,731,633
Conservation Futures Fund	75,000	154,000	229,000
Lake Management Dist #1	5,000	0	5,000
Lynden/ Everson Sub-Zone	35,000	0	35,000
Sumas/ Nooksack/ Everson Sub-Zone	40,000	0	40,000
Acme/ VanZandt Sub-Zone	38,500	0	38,500
Special Revenue	\$39,344,190	\$1,378,636	\$40,722,826

Table is continued on next page

Table F.3 Original Budget and Amendments for Each Fund (continued from previous page)

	Original Budget	Budget Revisions	Revised Budget
Debt Service			
1982 WC Ltd Tax GO Bond	\$500	\$0	\$500
CRID #9 Gen Debt Fund	177,830	0	177,830
LRID #10 Gen Debt Fund	62,728	0	62,728
1991 Ltd Tax GO Bond	538,000	0	538,000
1993 Ltd Tax GO Bond	560,498	0	560,498
1997 Ltd Tax GO & Refunding	641,963	0	641,963
1998 Ltd Tax GO Bond	258,348	0	258,348
Debt Service	<u>\$2,239,867</u>	<u>\$0</u>	<u>\$2,239,867</u>
Capital Projects			
1983 Sewer Construction Fund	\$14,000	\$0	\$14,000
Real Estate Excise Tax Fund	666,393	0	666,393
Co Parks Improvement Fund	40,000	0	40,000
Public Utilities Improvement Fund	0	162,292	162,292
Capital Projects	<u>\$720,393</u>	<u>\$162,292</u>	<u>\$882,685</u>
Enterprise			
Whatcom County Investment Pool	<u>\$189,094</u>	<u>\$5,484</u>	<u>\$194,578</u>
Internal Service			
Equipment Rental & Revolving	\$7,060,701	\$691,776	\$7,752,477
WC Supplemental Retirement Fund	0	82,000	82,000
Administrative Services Fund	11,347,729	1,516,778	12,864,507
Internal Service	<u>\$18,408,430</u>	<u>\$2,290,554</u>	<u>\$20,698,984</u>
Total	<u><u>\$116,628,982</u></u>	<u><u>\$7,354,572</u></u>	<u><u>\$123,983,554</u></u>

Encumbrances

Encumbrance accounting is employed in the governmental funds. With encumbrance accounting, purchase orders, contracts, and other commitments for the expenditure of funds are recorded to reserve that portion of the applicable appropriation. Encumbrances are reported as a reservation of fund balance since they do not constitute expenditures or liabilities. At the end of the fiscal year, these reserves are closed to fund balance.

Table F.4 Encumbrance

General Fund	\$386,979
Special Revenue	1,865,575
Debt Service	0
Capital Project	1,472
TOTAL	<u>\$2,254,026</u>

E. ASSETS, LIABILITIES AND EQUITIES

Cash and Equivalents

The county follows the practice of pooling cash and investments of all funds held by the County Treasurer, except when otherwise requested, in order to facilitate the management of cash. Cash applicable to a particular fund is readily identifiable. Each fund's portion of total cash and pooled investments is summarized by fund type on the combined balance sheet as cash and cash equivalents. Balances in cash and pooled investments are available on a demand basis to each fund. Earnings on cash and cash equivalents accrue to the county's general fund. The total cash, cash equivalent and investment pool at December 31 was \$185 million with \$42 million invested in instruments maturing one year or less.

Temporary Investments - See Note 3

Receivables

Taxes receivable consist of property taxes due as of December 31 (See Note 4). Accrued interest receivable consists of amounts earned on investments, notes and contracts at the end of the year.

Special assessments are recorded when levied. Special assessments receivable consist of current and delinquent assessments. (See Note 8).

Accounts receivable consist of amounts owed from private individuals or organizations for

goods and services including amounts owed for which billings have not been prepared.

Notes receivables primarily consist of amounts due from private individuals for home improvement loans granted through the Federal Community Development Block Grant Program. Repayment of these loans is due upon sale or exchange of the improved property. These loans are secured by a lien on the benefited properties and all are considered ultimately collectible.

Amounts Due to and from Other Governmental Units

These accounts include amounts due to or from other governments for grants, entitlements, temporary loans, taxes and charges for services, which are expected to be received within 90 days. Amounts due to other governmental units also reflect the liability for net monetary assets being held by the county in its trustee or agency capacity.

Amounts Due to and from Other Funds; Interfund Loans

These accounts include all interfund receivables and payables. A provision is made as "Reserve for Interfund Loans" in governmental funds, which includes the entire amount of such outstanding loans.

Inventories

Inventories recorded are stated at cost. Inventories in proprietary funds are valued at "First-In First-Out" inventory basis.

Fixed Assets and Depreciation - See Note 5

Other Assets and Debits

These accounts reflect future resources needed to retire general long-term debt principal and amounts currently available in debt service or other funds to retire general long-term debt.

Custodial Accounts

This account reflects the liability for net monetary assets being held by the county in its trustee or agency capacity.

Compensated Absences

The county records all accumulated unused vacation and sick leave. Vacation pay, which may be accumulated up to 30 days, is payable upon resignation, retirement or death. Sick leave may accumulate up to 120 days. Employees hired before May 15, 1984 with three years of service can receive a cash payout of 50% of their accrued sick leave balance. An employee hired after that date with three years of service can receive 25% of their accrued sick leave. The amount reported for the employee leave benefit accrual includes 100% of the vacation leave accrual as of December 31, 2001 and 2000. Sick leave accruals are recorded at 50% if hired prior to May 15, 1984 or 25% sick leave accrual if hired after.

In proprietary funds, the leave expenses are accrued when incurred and the liability is recorded in the fund. For governmental funds, the value of leave benefits considered susceptible to accrual (payable within 60 days of

year-end) is considered immaterial. Governmental fund leave liabilities are recorded in the General Long-Term Debt Account Group.

Of the liability reported in the General Long-Term Debt Account Group as of December 31, 2001, \$1.5 million relates to annual leave liabilities and \$1.9 million to sick leave.

Deferred Revenues

This account includes amounts recognized as receivables but not revenues in governmental funds because the revenue recognition criteria have not been met. (See Note 1C).

Long-Term Debt - See Note 8

Contributed Capital - See Note 12

Fund Reserves - See Note 12

F. REVENUES, EXPENDITURES AND EXPENSES

Under the modified-accrual basis of accounting:

Charges for services, interest on investments, and rents are generally considered measurable and available when earned in governmental funds.

Taxes and federal or state entitlement or shared revenues that have been collected but not remitted by an intermediary collection agency to the county are considered measurable and available.

Special assessments are considered measurable and available when they become current.

Grants are considered measurable and available when they become current.

Grants are considered measurable and available to the extent that expenditures have been made. Other intergovernmental revenues are considered measurable and available when earned.

Interfund revenues for goods and services are considered measurable and available when earned.

Proceeds from refunded debt are recognized as an other financing source and the amount remitted to the refunding trustee is recognized as an other financing use (payment out of proceeds of refunding bonds) and expenditures (payment from other sources).

Proceeds from the sale or loss of fixed assets are recognized as an other financing source.

Revenues from taxpayer-assessed taxes (e.g., sales tax), net of estimated refunds, are recognized when measurable and available to finance expenditures of the current period.

All other revenues are either not measurable or considered not available until collected.

Expenditures are generally recognized when incurred. (See Note 1C.)

Under the full accrual basis of accounting: Revenues are recognized when earned, if measurable, and expenses when incurred, if measurable.

G. TOTAL COLUMNS ON COMBINED STATEMENTS

The total columns on the combined statements are captioned "Memorandum Only" to indicate that they are presented only as an aid in making financial analysis. Adjustments to eliminate interfund transactions have not been made in the aggregation of this data.

NOTE 2 - STEWARDSHIP, COMPLIANCE & ACCOUNTABILITY

There have been no material violations of finance-related legal or contractual provisions in any of the funds of the county. Expenditures exceeded legal appropriations in Superior Court by \$54,178. The primary reason for this deficit is attributable to a single indigent defense conflict contract case. Superior Court was court ordered to hire five conflict attorneys and because the case was a three-strike case, it was in trial for an extended period. The attorney fees for that case alone amounted to \$100,200.

NOTE 3 – DEPOSITS & INVESTMENTS

Deposits and investments are governed by state statute. Authorized investments include U.S. Treasury and Agency securities, Repurchase agreements and reverse repurchase agreements for securities otherwise authorized as an investment, Municipal bonds of Washington state and qualifying local bonds of Washington State, Qualifying General obligation bonds of a state or local government outside the State of Washington, Nonnegotiable Certificates of Deposit of financial institutions which are qualified public depositories per RCW 39.58.010, Bankers' acceptances, Commercial paper, the State Local Government Investment Pool (LGIP), and deposits with Washington State banks and savings and loan institutions.

Investments are categorized according to the level of risk associated with the investment,

with Category 1 being the least risky and Category 3 being the most risky. Category 1 investments are insured, registered or held by the county or its agent in the county's name. All investments held by the County Treasurer are classified as Category 1 (See Table F.5 below).

The county's deposits are entirely covered by federal depository insurance (FDIC) or by collateral held in a multiple financial institution collateral pool administered by the Washington Public Deposit Protection Commission (PDPC). All deposits held at December 31, 2001 and throughout the year were classified as Category 1, insured or collateralized with securities held by the county or by its agent in the county's name.

GASB statement 31 requires adjustments be made to the financial statements to reflect the difference between amortized cost and

Table F.5 Deposits & Investments

	Category 1	Carrying Amount	Fair Value
Deposits:	\$10,000,000	\$10,000,000	\$10,000,000
Investments:			
U.S. Government Securities	3,000,000	3,001,594	3,010,680
U.S. Agency Securities	156,288,459	157,497,798	158,641,672
General Obligation Bonds	2,000,000	2,000,000	2,028,440
Whatcom County Promissory Note	348,526	348,526	348,526
Total Investments	<u>\$161,636,985</u>	<u>\$162,847,918</u>	<u>\$164,029,318</u>
Investment in State LGIP		10,878,999	10,878,999
Accrued Interest Receivable		1,598,635	1,598,635
Total Deposits and Investments	<u>\$171,636,985</u>	<u>\$185,325,552</u>	<u>\$186,506,952</u>
Treasurer's Pooled Cash		(64,345,927)	(64,345,927)
Treasurer's Pooled Investments		<u>\$120,979,625</u>	<u>\$122,161,025</u>

fair value of investments. Fair value of investments has been determined using quoted market prices and is equivalent to market value. In 2001, the difference between amortized cost and fair value was not material. Therefore, no adjustments have been made. Investments are shown on the balance sheet at cost, net of amortized premium or discount. Gains or losses on investments sold or exchanged are recognized at the time the transactions are completed.

NOTE 4 - PROPERTY TAXES

The County Treasurer acts as an agent to collect property taxes levied in the county for all taxing authorities. Collections are distributed after the end of each month.

Property Tax Calendar

- Jan. 1 Taxes are levied and become an enforceable lien against properties.
- Feb. 14 Tax bills are mailed.
- April 30 First of two equal installment payments is due.
- May 31 Assessed value of property established for next year's levy at 100 percent of market value.
- Oct. 31 Second installment is due.

Property taxes are recorded as a receivable when levied, offset by a deferred revenue. During the year, property tax revenues are recognized when cash is collected. No allowance for uncollectible taxes is established because delinquent taxes are considered fully collectible.

The county may levy up to \$1.80 per \$1,000 of assessed valuation for general governmental services, subject to three limitations:

1. Washington State law in RCW 84.55.010 limits the growth of regular property taxes to 106% of the previous year's levy, after adjustments for new construction.
2. Chapter 84.52 RCW establishes a limitation on the levies for ports, public utilities, state school, emergency medical services, counties, roads, and cities and towns. All other regular levies are reduced by a priority schedule if a composite rate of \$5.55 per thousand is exceeded.
3. The Washington State Constitution limits the total regular property taxes to 1 percent of assessed valuation or \$10 per \$1000 of value. If the taxes of all districts exceed this amount, each is proportionately reduced until the total is at or below the 1 percent limit, with the exception of port districts, public utility districts, and new state school construction.

The county's regular levy for 2001 was \$1.49770 per \$1,000 on an assessed valuation of \$11.5 billion for a regular levy of \$17,293,477. This levy was used for general governmental purposes.

The road fund levied \$2.15810 per \$1,000 on an assessed value of \$5.7 billion in 2001. This resulted in a total levy of \$12,379,560 to be used for county road maintenance and construction.

NOTE 5 - FIXED ASSETS & DEPRECIATION

General Policies

Major expenditures (in excess of \$1,000) for fixed assets, including capital leases and major repairs that increase useful lives are capitalized. Maintenance, repairs, and minor renewals are accounted for as expenditures or expenses when incurred. Land, buildings, and equipment are valued at historical cost or estimated historical cost where actual information is not available.

The county has acquired certain assets with funding provided by federal financial assistance programs. Depending on the terms of the agreements involved, the federal government could retain an equity interest in these assets. However, the county has sufficient

legal interest to accomplish the purposes for which the assets were acquired, and has included such assets within the applicable account group or fund.

General Fixed Assets

General fixed assets are long-lived assets of the county as a whole. When purchased, leased, or constructed, such assets are recorded as expenditures in the governmental funds and capitalized in the general fixed assets account group. Depreciation has not been provided on general fixed assets, nor has interest been capitalized. Assets are valued at historical cost, when known, or at estimated fair market value at the time received.

A summary of changes to general fixed assets is shown in Table F.6 below:

Table F.6 Changes to General Fixed Assets

	1/1/2001	Purchased	Deleted	Adjustments	12/31/2001
Land	\$15,401,137	\$198,089	\$0	\$0	\$15,599,226
Buildings	51,310,241	204,827	0	0	51,515,068
Leasehold Improvements	98,669	0	0	0	98,669
Improvements	420,405	67,916	0	0	488,321
Equipment	6,673,100	477,051	79,740	0	7,070,411
TOTAL	\$73,903,552	\$947,883	\$79,740	\$0	\$74,771,695

Prior to 1989, land and building assets were valued at their current assessed value. These assets are now valued at their actual or estimated historical cost. Actual historical cost information was used to value 90% of the current adjusted value for these properties as of December 31, 1989. The remaining 10% was obtained through the use of an

estimation method using historical county assessed property values.

Infrastructure assets, such as roads, bridges, curbs and sidewalks, are considered public property and are not accounted for in the general fixed assets account group.

Proprietary Fund Fixed Assets

Proprietary fund fixed assets are capitalized in their respective balance sheets. Depreciation expense is charged to operations of proprietary funds to allocate the cost of fixed assets over their estimated useful lives, using the straight-line method of depreciation with useful lives of three to fifty years. Accumulated depreciation on proprietary fund assets at December 31, 2001 is as follows:

Table F.7 Accumulated Depreciation on Proprietary Fund Assets

	Internal Service	Average Life
Buildings	\$619,914	50 years
Capital Leases	299,661	3-30 years
Improvements	948,625	5-30 years
Machinery & Equipment	<u>10,262,952</u>	3-10 years
TOTAL	<u><u>\$12,131,152</u></u>	

NOTE 6 - 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 and defined contribution 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. The following disclosures are made pursuant to GASB Statement No. 27, *Accounting for Pensions by State and Local Government Employers*.

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

Plan Description

PERS is a cost-sharing multiple-employer retirement system. Membership in the system includes: elected officials, state employees, employees of the Supreme, Appeals, and Superior Courts (other than judges in a judicial retirement system); employees of legislative committees; college and university employees (not in national higher education retirement programs); judges of district and municipal courts; and employees of local governments. The PERS system includes two defined pension plans. Participants who joined the system by September 30, 1977, are Plan 1 members. Those joining thereafter are enrolled in Plan 2. Retirement benefits are financed from employee and employer contributions and investment earnings. Retirement benefits in both Plan 1 and Plan 2 are vested after completion of five years of eligible service. Retirement benefit provisions are established in state statute and may be amended only by the state legislature.

Plan 1 members are eligible for retirement at any age after 30 years of service, or at age 60 with five years of service, or at age 55 with 25 years of service. The annual pension is two percent of the average final compensation per

year of service, capped at 60 percent. The average final compensation is based on the greatest compensation during any 24 eligible consecutive compensation months. If qualified, after reaching age 66, a cost-of-living allowance is granted based on years of service credit and is capped at three percent annually.

Plan 2 members may retire at age 65 with five years of service, or at age 55 with 20 years of service, with an allowance of two percent per

year of service of the average final compensation. Plan 2 retirements prior to 65 receive reduced benefits. If retirement is at 55 with 30 years of service, a 3 percent per year reduction applies, otherwise an actuarial reduction will apply. There is no cap on years of service credit and a cost-of-living allowance is granted, capped at three percent annually.

There are 1,177 participating employers in PERS. Membership in PERS consisted of the following at December 31, 2000:

Table F.8 PERS - PERS Membership

Retirees and Beneficiaries Receiving Benefits	61,088
Terminated Plan Members Entitled To But Not Yet Receiving Benefits	17,314
Active Plan Members Vested	98,018
Active Plan Members Nonvested	54,243
TOTAL	230,663

The county covered payroll for the year ended December 31, 2001 was \$28,995,542. The County's total current year payroll for all employees was \$33,125,860.

Funding Policy

Each biennium, the state Pension Funding Council adopts Plan 1 employer contribution rates and Plan 2 employer and employee contribution rates. Employee contribution rates for Plan 1 are established by statute at six percent and do not vary from year to year. The employer and employee contribution rates for Plan 2 are set by the director of the Department of Retirement Systems based on recommendations by the Office of the State Actuary to continue to fully fund the Plan. All employ-

ers are required to contribute at the level established by state law. 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, 2001, were:

Table F.9 PERS - Required Contribution Rates

	PERS Plan 1	PERS Plan 2
Employer	1.77%*	1.77%*
Employee	6.00%	0.88%

**The employer rates include the employer administrative expense fee currently set at 0.23%.*

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

Table F.10 PERS - County Contributions

	PERS Plan 1	PERS Plan 2
2001	\$71,160	\$378,271
2000	\$229,194	\$972,930
1999	\$421,227	\$1,261,575

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

Plan Description

LEOFF is a cost-sharing multiple-employer retirement system. Membership in the system includes all full time, fully compensated, local law enforcement officers and fire fighters. LEOFF is comprised primarily of non-state employees. The LEOFF system includes two defined benefit pension plans. Participants who joined the system by September 30, 1977 are Plan 1 members. Those joining thereafter are enrolled in Plan 2. Retirement benefits are financed from employee and employer contributions, investment earnings, and state contributions. Retirement benefits in both Plan 1 and Plan 2 are vested after completion of five years of eligible service. Retirement benefit provisions are established in state statute and may be amended only by the state legislature.

Plan 1 members are eligible to retire with five years of service at age 50. The benefit per year of service is as follows, with a cost-of-

living allowance granted, capped at three percent annually:

Table F.11 LEOFF Plan 1 - Benefit per year of service

Term of Service	Percent of Final Average
20 or more years	2.00%
10 but less than 20 years	1.50%
5 but less than 10 years	1.00%

Plan 2 members are eligible to retire at age 50 with 20 years of service, or at age 53 with five years of service. Retirement benefits prior to age 53 are actuarially reduced 3 percent for each year that the benefit commences prior to age 53. The benefit is two percent of average salary per year of service. The average salary is based on the highest consecutive 60 months. There is no cap on years of service credit and a cost-of-living allowance is granted, capped at three percent annually.

There are 362 participating employers in LEOFF. Membership in LEOFF consisted of the following at December 31, 2000:

Table F.12 LEOFF Membership

Retirees and Beneficiaries	
Receiving Benefits	7,923
Terminated Plan Members	
Entitled To But Not Yet Receiving Benefits	279
Active Plan Members Vested	10,680
Active Plan Members Nonvested	3,952
TOTAL	22,834

Funding Policy

Plan 1 employer and employee contribution rates are established by statute, and the state is responsible for the balance of the funding at rates set by the Pension Funding Council to fully amortize the total costs of the plan. Starting on July 1, 2000, Plan 1 employers and employees will contribute zero percent as long as the plan remains fully funded. Employer and employee rates for Plan 2 are set by the director of the Department of Retirement Systems based on recommendations by the Office of the State Actuary to continue to fully fund the plan. Plan 2 employers and employees are required to contribute at the level required by state law. The methods used to determine the contribution rates are established under state statute in accordance with Chapters 41.26 and 41.45 RCW.

The county's covered payroll for the year ended December 31, 2001 was \$4,130,318. The county's total current year payroll for all employees was \$33,125,860.

The required contribution rates expressed as a percentage of current year covered payroll, as of December 31, 2001, were:

Table F.13 LEOFF - Required Contribution Rates

	LEOFF Plan 1	LEOFF Plan 2
Employer	0.23%*	2.93%*
Employee	0.00%	4.50%
State	N/A	1.80%

**The employer rates include the employer administrative expense fee currently set at 0.23%.*

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

Table F.14 LEOFF - County Contributions

	LEOFF Plan 1	LEOFF Plan 2
2001	\$857	\$108,979
2000	\$16,227	\$116,546
1999	\$26,877	\$133,480

NOTE 7 - RISK MANAGEMENT

The county maintains insurance against most normal hazards except for unemployment insurance, workers' compensation, medical insurance, and dental insurance where it has elected to become self-insured. Claims for these risks are processed by independent claims managers. Interfund premiums are assessed on the basis of claims experience and are reported as revenues in the Administrative Services Fund (an internal service fund) and expenses or expenditures in the paying fund. Claim expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported.

At December 31, 2001, the amount of these liabilities was \$2,921,855. Changes in the balances of claims liabilities during 2000 and 2001 are shown in Table F.15 on the following page.

Table F.15 Risk Management Claims

	Beginning of Year Claims Liability	Claims Paid During the Year	Estimated Additional Liability Incurred	Balance at Year End
2000	\$2,252,053	(2,250,710)	2,838,834	\$2,840,177
2001	\$2,840,177	(3,274,592)	3,356,270	\$2,921,855

Whatcom County is a member of the Washington Counties Risk Pool (pool). Chapter 48.62 RCW authorizes the governing body of any one or more governmental entities to form together into or join a pool or organization for the joint purchasing of insurance, and/or joint self-insuring, and/or joint hiring or contracting for risk management services to the same extent that they may individually purchase insurance, self-insure, or hire or contract for risk management or contract for risk management services. An agreement to form a pooling arrangement was made pursuant to the provisions of Chapter 39.34 RCW, the Interlocal Cooperation Act. The pool was formed on August 18, 1988 when counties in the State of Washington joined together by signing an interlocal agreement to pool their self-insured losses and jointly purchase insurance and administrative services. Twenty-five counties have joined the pool.

The pool allows members to establish a plan of self-insurance, jointly purchase excess or reinsurance and provide related services. All pool joint self-insurance liability coverages, including public officials' errors and omissions, are on an "occurrence" basis.

Members make an annual contribution to fund the pool. The pool acquires reinsurance from

unrelated underwriters that are subject to a pool per-occurrence self-insured retention of \$100,000. Members may elect deductible amounts ranging from \$10,000 per occurrence to \$250,000. Whatcom County currently has a \$100,000 per occurrence deductible. Members are responsible for the first deductible amounts of each claim, while the pool is responsible for the remaining difference up to the pool's \$100,000 self-insured retention. Reinsurance carriers cover all losses over \$100,000 to the maximum limits of each policy.

Since the pool is a cooperative program, there is joint liability among the participating members. A retroactive assessment was approved in 1999 for \$6.5 million with payments starting in 1999 and spread over ten years. The county's proportional share of the assessment is approximately 5.0%.

Members contract to remain in the pool for a minimum of five years and must give notice one year before terminating participation. The interlocal agreement is renewed automatically each year until terminated. Even after termination, a member is still responsible for contributions to the pool for any unresolved, unreported, and in-process claims for the period that it was a signatory to the interlocal agreement.

The pool is fully funded by its member participants. Claims are filed by members with the pool.

The pool is governed by a board of directors that is comprised of one designated representative from each participating member. An executive committee is elected at the annual meeting, and is responsible for conducting the business affairs of the pool.

In the past three years, Whatcom County has not had any claims that exceeded risk pool coverage. Whatcom County's membership in the pool comprises a 5% interest (approximately) in pool assets and liabilities. Summarized financial information as of September 30, 2001 is presented in Table F.16 below.

Table F.16 Risk Pool Assets & Liabilities

	WCRP as of 9/30/2001
Total Assets	\$20,585,307
Total Liabilities	18,969,302
Total Retained Earnings	<u>\$1,616,005</u>
Total Revenues	\$6,799,590
Total Expenses	7,753,584
Total Revenues Over Expenses	<u>(\$953,994)</u>

NOTE 8 - LONG-TERM DEBT & CAPITAL LEASES

General Obligation Bonds

The county issued general obligation bonds in the amount of \$10,750,000 in 1991 to finance the remodeling of the county courthouse. Interest on these bond issues range from 5.0-7.0% with final maturity in 2011. This issue was partially refunded in 1997. These bonds were paid off in 2001. Repayment was made from General Fund Revenues.

In 1993, the county issued \$8,400,000 (interest rate 5.75-6.00%) in general obligation bonds for additional financing of an addition to the Whatcom County courthouse. This debt issue matures in full in 2012. As of December 31, 2001, outstanding bonds totaled \$4,575,000. Repayment will be made from general fund revenues.

The county issued general obligation bonds in the amount of \$9,990,000 in 1997 to refinance 1991 issue of bonds for the remodeling of the county courthouse and payoff interfund loans for the remodeling the county courthouse. Interest on these bond issues range from 4.0-5.5% with final maturity in 2012. These bonds will be repaid from General Fund revenues. As of December 31, 2001, bonds outstanding total \$9,395,000.

In 1998, the county issued \$3,360,000 in general obligation bonds to payoff an interfund loan for the purchase of the Civic Center Building. Interest rate on these bonds range from 3.75-4.7% with final maturity in 2018. Repayment will be made from general fund revenues. As of December 31, 2001, out-

standing bonds totaled \$3,005,000.

Contracts and Capital Leases

The county entered into two lease purchase agreements for upgrades to their central computer system in 1998. The first obligation of \$71,701 matures in 2003 and has an interest rate of 5.64%. As of December 31, 2001, the balance was \$19,814. The second obligation of \$228,513 matures in 2003 and carries an interest rate of 5.64%. The balance outstanding at December 31, 2001 was \$63,187.

Whatcom County has a lease agreement for copiers that are accounted for as capital leases. The leased copiers and related obligations are accounted for in the Proprietary Fund, Administrative Services. As of December 31, 2001, outstanding lease payments totaled \$219,177.

Special Assessment Debt for Road Improvements

Debt service requirements for special assessment bonds will be met by the collection of assessments receivable that have been levied against property owners. The assessments are liens against the property and subject to foreclosure. Whatcom County has established a RID Guaranty Fund to set aside a reserve to meet debt service requirements on RID debt in the event that assessment collections are insufficient. This reserve is funded by an assessment against RID funds as they are established. At December 31, 2001, a reserve of \$39,362 was available in the RID Guaranty Fund.

RID 9 debt represents loans from Washington Community Economic Revitalization Board (CERB) for road, water and sewer improvements to an area within Whatcom County known as Cordata Business Park. In November 1987, the county formed Road Improvement District #9 and levied assessments to service these loans. The special assessment debt balance is payable from assessments receivable until maturity in the year 2006. At December 31, the outstanding loan balance was \$687,600.

RID 10 was created in 1989 to fund improvements to Horton Road which is located in the Cordata development. RID anticipation notes were issued 1991 in the amount of \$1,043,674 (interest rate 5.5-7.6%) to fund the construction of this project. This debt is secured by assessments on the properties benefited. At December 31, the outstanding balance was \$115,000.

The annual requirements to amortize outstanding debt, including interest, are shown in Table F.17 on the following page.

Table F.17 Long-Term Debt

	General Obligation Bonds	Contracts & Capital Leases	Special Assessment Debt	Total
2002	\$2,003,073	\$171,493	\$186,570	\$2,361,136
2003	1,998,492	77,698	186,570	2,262,760
2004	2,010,342	49,846	186,570	2,246,758
2005	1,998,135	26,927	201,026	2,226,088
2006	2,006,876	7,422	222,606	2,236,904
2007 and Beyond	12,709,959	0	0	12,709,959
Total	22,726,877	333,386	983,342	24,043,605
Interest	5,751,877	31,208	180,742	5,963,827
Principal	\$16,975,000	\$302,178	\$802,600	\$18,079,778

In proprietary funds, unamortized debt issue costs and bond discounts are recorded as deferred charges. Annual interest expense is increased by amortization of debt costs and discounts.

At December 31, 2001, the county had \$68,879 available in debt service funds to

service the general bonded debt. In addition, \$478,224 was available to service RID debt.

Changes In Long-Term Debt

The following chart summarizes significant General Long-Term Debt Account Group transactions during 2001:

Table F.18 Summary of 2001 Long-Term Debt Transactions

	Contracts & Capital Leases	General Obligation Debt	Special Assessment Debt	Landfill Post-closure Costs	Compensated Absences	Total
January 1	\$145,476	\$18,035,000	\$975,327	\$250,000	\$3,333,634	\$22,739,437
New Issues	0	0	0	0	121,458	121,458
Retirements	62,475	1,060,000	172,727	0	0	1,295,202
December 31	\$83,001	\$16,975,000	\$802,600	\$250,000	\$3,455,092	\$21,565,693

The compensated absence liability is based upon accrued hours at year-end. The change reported above is shown net.

Refunded Debt

In 1997, the county issued \$9,990,000 of general obligation refunding bonds to provide resources to purchase U.S. Government and State and Local Government Series securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments on \$7,450,000 of refunded debt. As a result, the refunded bonds were considered to be defeased and the liability was removed from the General Long-Term Debt Account Group. The advance refunding was undertaken to reduce total debt service payments over 14 years by \$951,104 and resulted in an economic gain of \$451,034.

Debt Limitations

The amount of long-term debt that can be incurred by a county is limited by state statute. The table below presents the remaining unused long-term debt capacity available to the county based upon the limits set by statute.

Table F.19 Debt Limitations

<u>Purpose of Indebtedness</u>	<u>Remaining Capacity</u>
General Government (No vote required)	\$159,242,585
General Government (With 3/5 majority vote)	\$280,781,665

NOTE 9 – CONTINGENCIES

Whatcom County has claims and lawsuits pending at this time. All these claims and lawsuits were forwarded to the Washington Counties Risk Pool (see Note 7) and will not have a material adverse effect on the financial condition of the county.

The county participates in a number of federal and state assisted programs. These grants are subject to audit by the grantors or their representative. Such audits could result in requests for reimbursement to grantor agencies for expenditures disallowed under the terms of the grants. County management believes that such disallowances, if any, will be immaterial.

NOTE 10 - COMMITMENTS

The City of Bellingham provides county wide emergency medical care and transportation services. In the event that the user fees and donations received by the city to provide these services is insufficient to pay for all the operation, maintenance and capital expenditures attributed to this service, the city and the county have agreed to split the deficit equally.

NOTE 11 - INTERFUND TRANSACTIONS & BALANCES

Classification of Interfund Transactions

- Transactions that would be treated as revenues, expenditures or expenses if they involved external organizations, such as buying goods and services or payments in lieu of taxes, are similarly treated when they involve other funds of the county.
- Transfers to support the operations of other funds are recorded as "Operating Transfers" and classified with "Other Financing Sources or Uses."
- Contributions to capital of enterprise or internal service funds, transfers to establish or reduce working capital in other funds, and transfers of remaining balances when funds are closed are classified as residual equity transfers and reported as direct additions to or deductions from fund equity.
- Loans between funds are classified as interfund loans receivable and payable or as advances to and from other funds on the combined balance sheet depending on the time period for which the loan was made. Interfund loans to other funds are offset by a reservation of fund equity.

Individual fund interfund receivable and payable balances at December 31, 2001 are as follows:

Table F.20 Interfund Receivables & Payables

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General		
General Fund	\$106,188	\$1,579,549
Special Revenue		
County Road Fund	18,358	90,776
Treasurer's O&M Fund	0	255
Solid Waste	0	33,545
RID #1-Birch Bay Light District	0	753
RID #2-Marineland Light District	0	118
RID #7-Emerald Lake Light District	0	184
Flood Control Zone District Fund	45,331	74,542
Lynden/ Everson Sub-Zone	0	1,036
Sumas/ Nooksack/ Everson Sub-Zone	0	3,376
Acme/ VanZandt Sub-Zone	0	40,919
Special Revenue	<u>63,689</u>	<u>245,504</u>
Internal Service		
Equipment Rental & Revolving	93,830	17,304
Administrative Services Fund	1,578,779	129
Internal Service	<u>1,672,609</u>	<u>17,433</u>
Total	<u><u>\$1,842,486</u></u>	<u><u>\$1,842,486</u></u>

Operating and residual equity transfers during 2001 are shown on the following page.

Table F.21 Operating and Residual Equity Transfers

	Residual Equity		Operating Transfers	
	In	Out	In	Out
General				
General Fund	\$0	\$174,331	\$1,283,493	\$4,570,976
Special Revenue				
County Road Fund	0	34,157	60,055	278,754
Election Reserve Fund	0	0	0	2,808
Treasurer's O&M Fund	0	0	0	36,387
Water Resources	0	20,000	1,912,731	244,848
Park Off Road Vehicle Fund	0	0	0	29,165
Solid Waste	0	0	0	141,934
Victim/ Witness Assistance Fund	0	0	0	58,682
CERB Fund	0	0	177,830	0
Community Development Fund	0	0	0	5,000
Road Improvement Districts #1	0	0	0	753
Road Improvement Districts #2	0	0	0	118
Road Improvement Districts #7	0	0	0	184
Road Improvement Guarantee	0	0	0	72,871
Whatcom County Drug Fund	0	0	0	348,233
Emergency Management Fund	0	0	109,352	2,248
Flood Control Zone District	0	28,071	0	1,987,273
Special Revenue	0	82,228	2,259,968	3,209,258
Debt Service				
CRID #9 Gen Debt Fund	0	0	0	141,833
LRID #10 Gen Debt Fund	0	0	36,874	0
1991 Ltd Tax GO Bond	0	0	537,500	0
1993 Ltd Tax GO Bond	0	0	559,998	0
1997 Ltd Tax GO & Refunding	0	0	641,736	0
1998 Ltd Tax GO Bond	0	0	257,848	0
Debt Service	0	0	2,033,956	141,833
Capital Projects				
1983 Sewer Construction Fund	0	0	0	13,768
Real Estate Excise Tax Fund	0	0	0	665,847
Capital Projects	0	0	0	679,615
Enterprise				
Whatcom County Investment Pool	0	0	0	1,197
Internal Service				
Equipment Rental	256,559	0	0	12,662
WC Supplemental Retirement Fund	0	0	418,572	0
Administrative Services Fund	0	0	3,026,962	407,410
Internal Service	256,559	0	3,445,534	420,072
Total	\$256,559	\$256,559	\$9,022,951	\$9,022,951

The Equipment Rental Fund transferred \$256,559 from Residual Equity Transfers In to increase contributed capital for vehicles purchased for county departments.

Due from other funds and due to other funds are created from interfund transactions, which usually involve the exchange of goods or services in a normal business relationship.

The following funds shown in table F.22 on the following page had reserved fund balance at December 31, 2001.

NOTE 12 - FUND EQUITIES

Governmental Fund Types

Reservations of fund balance

Fund balance in governmental fund types is reserved for two purposes;

- Where certain amounts are legally committed for specific future uses such as continuing appropriations and,
- Where assets are not available for appropriation, because they have been advanced to another fund, used to establish revolving funds, or because they are noncurrent receivables.

Proprietary Fund Types

Contributed capital

Contributed capital in internal service funds records the amount of working capital and fixed assets received from other funds.

Reservations of retained earnings

Retained earnings in proprietary fund types are generally reserved to indicate that a portion of retained earnings has been externally restricted for specific purposes.

Table F.22 Reserved Fund Balances and Reserved Retained Earnings as of December 31, 2001

Reserved for Debt Service:	
Debt Service Funds:	
1977 Fair GO Bond	30,884
1978 Ltd. Tax GO Bond	22,312
1982 Ltd. Tax GO Bond	8,406
1983 Ltd. Tax GO Bond	5,271
CRID No. 4 General Debt	219
CRID No. 5 General Debt	14,602
CRID No. 9 General Debt	348,410
LRID No. 10 General Debt	114,993
1991 Ltd. Tax GO Bond	1,176
1993 Ltd. Tax GO Bond	231
1997 Ltd. Tax GO Bond	300
1998 Ltd. Tax GO Bond	299
Reserved for Encumbrances:	
General Fund	386,979
Special Revenue Funds:	
Road	730,381
Water Resources	319,581
Solid Waste	142,933
Convention Center	30,000
Flood Control	642,117
Lake Management District No. 1	563
Capital Projects Fund:	
County Parks Improvement	1,472
Reserved for County Projects (Federal Forest Title III):	
General Fund	408,847
Reserved for Non-Current Receivables:	
General Fund	1,000,000
Reserved for Petty Cash Funds:	
General Fund	42,730
Special Revenue Funds:	
Road	700
Solid Waste	300
Drug Task Force	10,000
WC Drug Fund	60,000
Emergency Management	200
Total Reserved Fund Balances	<u>\$4,323,906</u>
Reserved Retained Earnings	
Reserved for Fixed Asset Replacements	
Internal Service Funds:	
Equipment Rental & Revolving	<u>\$500,000</u>
Total Reserved Retained Earnings	<u>\$500,000</u>

NOTE 13 - JOINT VENTURES

Whatcom County participates with the City of Bellingham and other local governmental jurisdictions to provide a law enforcement, fire and emergency medical communications dispatching service (What-Comm Communications Center). The governing board of What-Comm consists of three members from the county, three from the city, one representing county fire districts and one elected official to be selected by the other members. The board is responsible for establishing the budget for What-Comm and for establishing the annual financial contributions to be made by the member jurisdictions. Whatcom County contributed \$622,871 as its share of operations in 2001. Whatcom County did not have an equity interest in What-Comm in 2001. Financial statements for What-Comm Communications Center can be obtained from the City of Bellingham, 210 Lottie Street, Bellingham, Washington 98225.

NOTE 14 - SEGMENT INFORMATION

Whatcom County operates only one enterprise fund, which is the Whatcom County Investment Pool. See the combined financial statements for reported financial information.

NOTE 15 – POST-RETIREMENT HEALTH CARE BENEFITS

In addition to the pension benefits described in Note 6, Whatcom County provides post-retirement health care benefits, in accordance with the Washington Law Enforcement Officers and Fire Fighters Retirement Systems (LEOFF) Act (RCW 41.26), to employees who were law enforcement officers and established membership in the LEOFF I retirement system on or before September 30, 1977. Currently, 21 retirees meet those eligibility requirements.

Whatcom County pays for health insurance and medical costs not covered by insurance for pre-Medicare retirees. The county also pays a fixed amount of \$67 to \$96 per month for a Medicare supplement for each retiree eligible for Medicare.

During the year, expenditures of \$79,418 were recognized for post-retirement health care.

NOTE 16 – POST-CLOSURE CARE COST

Whatcom County owns four closed solid waste landfills. These are Birch-Bay Lynden, Y Road, and Pt. Roberts, which were closed in the 1980's and Cedarville, which was closed in 1992. Whatcom County is required by the Department of Ecology to perform post-closure monitoring of the landfills for a minimum of 30 years. The county complies with this requirement by monitoring ground water of all the landfills and disposal of leachate from the Cedarville landfill. In 2001, an addition of a sheet-pile cutoff wall at Cedarville reduced the quantity of leachate collected, reducing the treatment and disposal costs in half (an estimated reduction of \$37,000 per year). Other than the project at Cedarville, no further capital improvements are anticipated at this time. However, the actual cost of post-closure care may change due to inflation or deflation, technology, or applicable laws or regulations. A reserve of \$250,000 was established in the Solid Waste Fund in 1992 to cover post-closure care costs.

As of 1999, the Solid Waste Fund was reclassified from an enterprise fund to a special revenue fund and the post-closure reserve of \$250,000 was reported as a liability in the general long-term debt account group.

NOTE 17 – OTHER DISCLOSURES

A. Fund Changes

During 2001, the following fund was added: Whatcom County Supplemental Retirement.

B. Applicability of Accounting Standards for Proprietary Funds

Whatcom County applies all applicable GASB pronouncements and all FASB Statements and Interpretations, Accounting Principles Board (APB) Opinions and Accounting Research Bulletins (ARB) issued on or before November 30, 1989, unless they conflict with or contradict GASB pronouncements in accounting for proprietary fund activity.

C. Prior Period Adjustment

Whatcom County recorded a prior period adjustment in 2001 for a prior years tax refund to Trillium Corporation in the amount of \$348,526. This refund was a result of a judgment pursuant to RCW 84.68.030 and was paid from the Whatcom County Tax Refund Fund. The Whatcom County Investment Pool purchased the registered warrant from the Whatcom County Tax Refund Fund in accordance with RCW 39.59.020(3), at which time, the Whatcom County Tax Refund Fund issued a promissory note to the Whatcom County Investment Pool. In 2002, the county levied an amount equal to this judgment, plus interest and cost where allowed, pursuant to RCW 84.68.040.



General Fund

The General Fund is used to account for resources of Whatcom County that are not required to be accounted for in another fund. Both revenues and expenditures are budgeted in compliance with procedures established in Article 6 of the Whatcom County Charter and the Whatcom County Code. Appropriations are authorized at the department level. The modified accrual basis of accounting is applied.

Combining Balance Sheet

● **General Fund**

As of December 31, 2001

(With comparative totals for December 31, 2000)



	2001	2000
Assets		
Current Assets		
Cash & Equivalents	\$17,709,211	\$17,276,001
Deposits With Fiscal Agent	586	1,169
Taxes Receivable (Net)	865,622	825,744
Accounts Receivable (Net)	172,620	105,026
Interest Receivable (Net)	240,304	311,110
Due From Other Funds	106,188	3,200
Due From Other Governments	2,476,019	2,320,659
Employee Advances	2,036	2,919
Prepayments	5,138	6,028
Long-Term Assets		
Due From Gov't - Non current	1,000,000	1,500,000
Total Assets	\$22,577,724	\$22,351,856
Liabilities and Fund Balance		
Liabilities		
Accounts Payable	\$1,863,894	\$1,503,404
Due to Other Funds	1,579,549	99,184
Due to Other Governments	311,872	338,122
Other Accrued Liabilities	67,139	57,907
Revenue Collected in Advance	586	0
Deferred Revenue	2,576,635	3,463,658
Deferred Credits	35,561	35,856
Total Liabilities	6,435,236	5,498,131
Fund Balance		
Fund Balance - Reserved (Encumbrances)	386,979	319,588
Fund Balance - Reserved (Petty Cash)	42,730	39,710
Fund Balance - Reserved (Non-Current Receivables)	1,000,000	1,500,000
Fund Balance - Reserved (Fed Forest Title III)	408,847	0
Fund Balance - Unreserved/ Undesignated	14,303,932	14,994,427
Total Fund Balance	16,142,488	16,853,725
Total Liabilities and Fund Balance	\$22,577,724	\$22,351,856

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **General Fund**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$27,398,068	\$27,190,529	(\$207,539)	\$26,157,361
Licenses & Permits	1,517,582	1,538,339	20,757	1,493,968
Intergovernmental	13,167,558	13,174,426	6,868	12,494,799
Charges for Service	5,249,162	5,345,387	96,225	4,811,063
Fines & Forfeits	1,350,700	1,185,665	(165,035)	1,266,189
Miscellaneous	4,106,039	4,379,934	273,895	4,358,637
Total Revenues	52,789,109	52,814,280	25,171	50,582,017
Expenditures				
Current:				
General Government	17,092,233	15,780,666	1,311,567	14,273,587
Security of Persons & Property	21,768,179	21,095,790	672,389	18,930,025
Physical Environment	333,067	323,903	9,164	310,326
Economic Environment	1,132,092	1,004,249	127,843	961,521
Mental & Physical Health	9,654,520	9,078,653	575,867	8,219,522
Culture & Recreation	3,472,535	3,317,835	154,700	3,237,421
Capital Outlay	1,102,780	264,907	837,873	281,586
Total Expenditures	54,555,406	50,866,003	3,689,403	46,213,988
Excess (Deficiency) of Revenues Over Expenditures	(1,766,297)	1,948,277	3,714,574	4,368,029
Other Financing Sources (Uses)				
Sales of Fixed Assets	511,000	802,300	291,300	505,049
Operating Transfer In	1,289,982	1,283,493	(6,489)	1,081,895
Operating Transfer Out	(4,662,223)	(4,570,976)	91,247	(2,263,080)
Total Other Financing Sources (Uses)	(2,861,241)	(2,485,183)	376,058	(676,136)
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	(4,627,538)	(536,906)	4,090,632	3,691,893
Fund Balance as of January 1	2,814,569	16,853,725	14,039,156	13,164,944
Residual Equity Transfer Out	(26,985)	(174,331)	(147,346)	(3,112)
Fund Balance as of December 31	(\$1,839,954)	\$16,142,488	\$17,982,442	\$16,853,725

Schedule of Revenues
Budget and Actual

● **General Fund**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

2001			2000
Budget	Actual	Variance Favorable (Unfavorable)	Actual

REVENUES

Taxes

General Property Taxes	\$16,966,468	\$17,266,598	\$300,130	\$16,747,521
Timber Harvest Taxes	126,000	82,633	(43,367)	132,866
Retail sales and Use Taxes	8,350,100	7,803,009	(547,091)	7,412,467
Excise Taxes	418,500	414,306	(4,194)	423,455
Penalties and Interest	1,537,000	1,623,983	86,983	1,441,052
Total Taxes	27,398,068	27,190,529	(207,539)	26,157,361

Licenses and Permits

Business Licenses and Permits	335,082	399,461	64,379	334,617
Non-Business Licenses and Permits	1,182,500	1,138,878	(43,622)	1,159,351
Total Licenses and Permits	1,517,582	1,538,339	20,757	1,493,968

Intergovernmental

Federal Grants-Direct	365,610	308,539	(57,071)	334,601
Federal Entitlements, Impact Payments	356,000	1,001,358	645,358	396,164
Federal Grants-Indirect	1,979,559	2,324,802	345,243	2,047,639
State Grants	4,395,255	3,821,623	(573,632)	3,606,940
State Shared Revenues	84,620	52,275	(32,345)	122,744
State Entitlements, Impact Payments	2,119,900	2,291,448	171,548	2,535,903
Interlocal Grants, Entitlements	742,018	742,018	0	805,193
Intergovernmental Service Revenue	3,124,596	2,632,363	(492,233)	2,645,615
Total Intergovernmental	13,167,558	13,174,426	6,868	12,494,799

Charges For Services

General Government	1,885,933	1,859,769	(26,164)	1,808,702
Security of Persons and Property	1,230,406	1,419,671	189,265	932,317
Physical Environment	35,000	32,117	(2,883)	21,025
Economic Environment	1,212,791	1,178,084	(34,707)	1,185,418
Mental and Physical Health	417,744	380,961	(36,783)	463,362
Culture and Recreation	271,004	297,863	26,859	272,431
Other	196,284	176,922	(19,362)	127,808
Total Charges For Services	5,249,162	5,345,387	96,225	4,811,063

Schedule of Revenues
Budget and Actual

● **General Fund**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Fines and Forfeits				
Felony Penalties	214,000	151,215	(62,785)	178,164
Civil Penalties	15,000	4,911	(10,089)	11,464
Nonparking Infraction Penalty	682,000	638,616	(43,384)	667,947
Parking Infraction Penalty	3,500	3,180	(320)	3,301
Criminal Traffic Misdemeanor	250,000	220,202	(29,798)	230,968
Criminal Non-Traffic Penalties	104,700	102,596	(2,104)	100,417
Criminal Costs	81,500	64,945	(16,555)	73,928
Total Fines and Forfeits	1,350,700	1,185,665	(165,035)	1,266,189
Miscellaneous				
Interest Earnings	3,232,540	3,365,869	133,329	3,491,312
Rents and Royalties	547,245	628,848	81,603	579,028
Contributions - Private Sources	90,000	145,232	55,232	22,008
Other Miscellaneous Revenue	236,254	239,985	3,731	266,289
Total Miscellaneous	4,106,039	4,379,934	273,895	4,358,637
Total Revenues	52,789,109	52,814,280	25,171	50,582,017
OTHER FINANCING SOURCES				
Sale of Fixed Assets	511,000	802,300	291,300	505,049
Operating Transfer In	1,289,982	1,283,493	(6,489)	1,081,895
Total Other Financing Sources	1,800,982	2,085,793	284,811	1,586,944
TOTAL REVENUES, OTHER FINANCING SOURCES, & RESIDUAL EQUITY TRANSFER IN	\$54,590,091	\$54,900,073	\$309,982	\$52,168,961

Schedule of Expenditures
Budget and Actual

● **General Fund**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

2001			2000
Budget	Actual	Variance Favorable (Unfavorable)	Actual

EXPENDITURES BY DEPARTMENT

Assessor

Salaries and Wages	\$1,180,173	\$1,126,189	\$53,984	\$1,090,513
Benefits	292,964	286,718	6,246	264,774
Supplies	32,937	28,877	4,060	16,082
Other Services and Charges	80,700	79,744	956	60,561
Capital Outlay	26,992	20,638	6,354	0
Interfund Charges	338,374	311,086	27,288	279,526
Total Assessor	1,952,140	1,853,252	98,888	1,711,456

Auditor

Salaries and Wages	512,361	488,871	23,490	450,682
Benefits	131,686	127,138	4,548	106,013
Supplies	11,743	9,800	1,943	6,910
Other Services and Charges	31,775	26,720	5,055	21,997
Capital Outlay	5,300	4,046	1,254	0
Interfund Charges	199,519	175,679	23,840	137,135
Total Auditor	892,384	832,254	60,130	722,737

County Council

Salaries and Wages	326,088	309,493	16,595	279,556
Benefits	140,489	138,661	1,828	126,610
Supplies	7,275	7,375	(100)	5,797
Other Services and Charges	75,083	53,446	21,637	48,660
Capital Outlay	1,005	0	1,005	
Interfund Charges	116,556	105,003	11,553	102,684
Total County Council	666,496	613,978	52,518	563,307

County Executive

Salaries and Wages	291,882	290,980	902	268,717
Benefits	68,005	65,025	2,980	48,760
Supplies	5,850	2,310	3,540	4,412
Other Services and Charges	17,400	10,832	6,568	12,580
Intergovernmental Services and Taxes	1,700	520	1,180	999
Interfund Charges	51,739	46,219	5,520	38,784
Total County Executive	436,576	415,886	20,690	374,252

Schedule of Expenditures
Budget and Actual

● **General Fund**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Planning and Development Services				
Salaries and Wages	1,945,857	1,829,222	116,635	1,712,215
Benefits	420,648	401,771	18,877	371,331
Supplies	52,480	46,750	5,730	35,163
Other Services and Charges	292,906	199,944	92,962	131,004
Intergovernmental Services and Taxes	6,200	8	6,192	(87)
Capital Outlay	25,048	23,300	1,748	3,184
Interfund Charges	491,004	447,701	43,303	383,134
Total PDS	3,234,143	2,948,696	285,447	2,635,944
Treasurer				
Salaries and Wages	491,561	455,943	35,618	448,478
Benefits	135,286	120,753	14,533	112,710
Supplies	8,000	8,132	(132)	5,103
Other Services and Charges	132,120	103,405	28,715	113,326
Capital Outlay	4,000	2,849	1,151	0
Interfund Charges	218,671	213,355	5,316	207,345
Total Treasurer	989,638	904,437	85,201	886,962
Sheriff				
Salaries and Wages	4,598,659	4,692,660	(94,001)	4,028,430
Benefits	1,261,074	1,262,919	(1,845)	966,886
Supplies	163,114	111,422	51,692	125,345
Other Services and Charges	327,574	311,165	16,409	250,879
Capital Outlay	290,987	43,574	247,413	161,999
Interfund Charges	1,366,764	1,437,891	(71,127)	1,222,382
Total Sheriff	8,008,172	7,859,631	148,541	6,755,921
Jail				
Salaries and Wages	2,805,551	2,690,269	115,282	2,587,269
Benefits	771,386	727,886	43,500	613,680
Supplies	573,129	273,870	299,259	592,876
Other Services and Charges	1,079,344	1,476,416	(397,072)	1,058,912
Capital Outlay	522,613	18,095	504,518	24,448
Interfund Charges	1,102,260	1,111,634	(9,374)	852,494
Total Jail	6,854,283	6,298,170	556,113	5,729,679

Schedule of Expenditures
Budget and Actual

● **General Fund**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
District Court				
Salaries and Wages	710,640	695,443	15,197	644,919
Benefits	166,910	163,738	3,172	140,786
Supplies	8,500	13,512	(5,012)	19,377
Other Services and Charges	65,002	54,458	10,544	53,317
Interfund Charges	145,480	149,883	(4,403)	137,178
Total District Court	1,096,532	1,077,034	19,498	995,577
District Court Probation				
Salaries and Wages	643,397	575,885	67,512	566,959
Benefits	160,162	144,523	15,639	129,219
Supplies	8,500	6,895	1,605	7,462
Other Services and Charges	39,375	30,938	8,437	29,368
Interfund Charges	120,502	115,602	4,900	98,703
Total District Court Probation	971,936	873,843	98,093	831,711
Hearing Examiner				
Salaries and Wages	45,620	37,726	7,894	36,946
Benefits	9,994	9,495	499	9,066
Supplies	3,442	915	2,527	1,351
Other Services and Charges	73,480	65,713	7,767	61,997
Interfund Charges	11,297	6,623	4,674	4,202
Total Hearing Examiner	143,833	120,472	23,361	113,562
Juvenile				
Salaries and Wages	2,055,509	1,887,116	168,393	1,814,551
Benefits	495,362	448,190	47,172	412,350
Supplies	70,085	58,918	11,167	55,772
Other Services and Charges	538,390	478,831	59,559	386,692
Capital Outlay	22,390	7,233	15,157	2,936
Interfund Charges	480,257	451,121	29,136	386,772
Total Juvenile	3,661,993	3,331,409	330,584	3,059,073

Schedule of Expenditures
Budget and Actual

● **General Fund**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Prosecuting Attorney				
Salaries and Wages	2,254,878	2,195,976	58,902	2,077,429
Benefits	570,845	553,164	17,681	448,892
Supplies	82,912	88,380	(5,468)	82,097
Other Services and Charges	200,825	111,607	89,218	148,186
Capital Outlay	8,900	10,007	(1,107)	0
Interfund Charges	396,291	378,106	18,185	324,141
Total Prosecuting Attorney	3,514,651	3,337,240	177,411	3,080,745
Public Defender				
Salaries and Wages	1,342,631	1,324,684	17,947	1,184,104
Benefits	341,558	335,459	6,099	254,220
Supplies	32,249	28,105	4,144	14,251
Other Services and Charges	176,446	178,090	(1,644)	140,654
Capital Outlay	16,148	15,004	1,144	0
Interfund Charges	226,892	214,807	12,085	160,216
Total Public Defender	2,135,924	2,096,149	39,775	1,753,445
Superior Court				
Salaries and Wages	1,511,686	1,494,493	17,193	1,375,853
Benefits	358,974	344,910	14,064	281,902
Supplies	26,530	29,356	(2,826)	21,248
Other Services and Charges	668,800	794,947	(126,147)	666,612
Capital Outlay	20,750	7,523	13,227	0
Interfund Charges	432,513	402,202	30,311	363,204
Total Superior Court	3,019,253	3,073,431	(54,178)	2,708,819
Cooperative Extension				
Salaries and Wages	130,306	135,089	(4,783)	126,587
Benefits	29,902	30,337	(435)	28,925
Supplies	13,765	18,959	(5,194)	15,658
Other Services and Charges	86,687	63,998	22,689	72,558
Intergovernment Services and Taxes	192,049	114,801	77,248	87,263
Interfund Charges	59,459	56,501	2,958	52,287
Total Cooperative Extension	512,168	419,685	92,483	383,278

Schedule of Expenditures
Budget and Actual

● **General Fund**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Non-Departmental				
Salaries and Wages	796,492	331,325	465,167	210,855
Benefits	40,779	39,115	1,664	32,741
Supplies	11,930	7,999	3,931	75,268
Other Services and Charges	1,361,622	1,095,092	266,530	846,233
Intergovernmental Services and Taxes	2,033,123	1,959,652	73,471	1,870,114
Capital Outlay	18,235	0	18,235	58,760
Interfund Charges	4,408,336	4,332,248	76,088	2,335,522
Total Non-Departmental	8,670,517	7,765,431	905,086	5,429,493
Park				
Salaries and Wages	1,601,624	1,584,525	17,099	1,569,423
Benefits	363,463	359,837	3,626	338,209
Supplies	234,719	248,188	(13,469)	236,937
Other Services and Charges	328,171	337,664	(9,493)	344,368
Intergovernmental Services and Taxes	42,485	2,865	39,620	3,003
Capital Outlay	93,622	54,160	39,462	0
Interfund Charges	425,196	400,176	25,020	352,176
Total Park	3,089,280	2,987,415	101,865	2,844,116
Public Health				
Salaries and Wages	3,338,052	3,242,672	95,380	2,992,426
Benefits	1,028,426	1,011,705	16,721	778,806
Supplies	178,769	184,183	(5,414)	183,327
Other Services and Charges	4,111,256	3,683,906	427,350	3,362,528
Capital Outlay	46,790	40,420	6,370	30,259
Interfund Charges	691,402	640,011	51,391	552,757
Total Public Health	9,394,695	8,802,897	591,798	7,900,103
TOTAL EXPENDITURES	\$59,244,614	\$55,611,310	\$3,633,304	\$48,480,180

Special Revenue Funds

Special Revenue Funds are established in Whatcom County pursuant to state statutes or local ordinance in order to segregate resources that are designated to be used for specified purposes. Both revenues and expenditures are budgeted in compliance with procedures established in Article 6 of the Whatcom County Charter. Appropriations are authorized by ordinance at the fund level. The modified accrual basis of accounting is applied. The following lists all Special Revenue Funds included in this report:

County Roads

A fund to finance the design, construction and maintenance of county roads.

Election Reserve

A fund to finance elections and election equipment.

Veterans Relief

A fund to finance emergency financial assistance to veterans and their survivors.

Tax Refund

This fund is used for administrative refunds such as errors, appeals, and senior citizen petitions as per RCW 84.69.

Treasurer O & M

A fund to account for extraordinary costs incurred collecting delinquent real and personal taxes.

Water Resources

A fund established to administer and coordinate the water related activities of the county.

Park Off Road Vehicle

A fund to finance the planning, acquisition, development and management of off road vehicle trails and areas.

Solid Waste Management

A fund to account for the provision of solid waste services to the residents of Whatcom County.

Convention Center

A fund to account for stadium tax revenue used to promote tourism.

Victim Witness

A fund established to administer the victim witness programs. The fund is financed by the 20% of penalties assessed by the county courts.

Community Economic Revitalization Board (CERB)

A fund to finance and account for the loans proceeds from the state CERB Fund and the repayment of the loan.

Whatcom County Emergency Contingency

A fund to finance emergency expenditures due to disaster or other unanticipated emergency.

Drug Task Force

A fund to finance and account for the multi-jurisdictional function of drug enforcement.

Community Development

A fund to finance and account for delayed payment loans to low and moderate income single family home owners. The fund was originally established with a Federal Community Development Block Grant.

Imminent Threat Grant

A fund established by an Emergency Imminent Threat Grant from the Washington Department of Community Development. An emergency occurred in the community of Acme, Washington that threatened their water supply. The grant funds were used to dig a new well and provide the community with a safe water source.

Sewer Improvement District No. 1

A fund to finance maintenance of sewers in the Birchwood District, which is outside of the City of Bellingham limits.

Emergency Communication

A fund established for collection of the excise tax of \$.50 per month per telephone access line, approved by the voters of Whatcom County.

Whatcom County Drug Fund

Money from convicted drug offenders placed into this fund by court order is used to fight the battle against drugs in Whatcom County.

Auditor's Operation and Maintenance Fund

A fund created with a state mandated \$2 surcharge on all instruments recorded by the County Auditor. Expenditures from this fund

shall be used for installation and maintenance of an improved system for copying, reserving and indexing documents recorded in the county.

Whatcom County Emergency Management Fund

A fund created to carry out federal and state mandated programs to prepare the community (emergency services systems and the public) to respond to emergency disasters that are beyond the capacity of regular emergency services.

Sumas Sub-Flood Control Zone

A fund created as a result of voters approving a one year excess levy in 1990 authorizing matching funds to conduct flood control work on the Sumas River.

Flood Control Zone District

A fund to finance the maintenance and operation of flood control projects.

Point Roberts Fuel Tax

A fund created to address the transportation needs of the Point Roberts area.

Conservation Futures

A fund to account for a special tax levy to be used to purchase land within Whatcom County for conservation purposes.

Lake Management District No. 1

A fund used to account for special assessments collected and used to manage water issues in the Lake Samish area.

County Road Improvement Districts

A fund financed by special assessments to account for maintenance and operation road and street lighting improvement districts.

Lynden/ Everson Sub-Zone Fund

A fund established to account for charges to those who are receiving or will receive benefit from flood control work in the Lynden/ Everson Sub-Zone.

Sumas/ Nooksack/ Everson Sub-Zone Fund

A fund established to account for charges to those who are receiving or will receive benefit from flood control work in the Sumas/ Nooksack/ Everson Sub-Zone.

Acme/ Van Zandt Sub-Zone Fund

A fund established to account for charges to those who are receiving or will receive benefit from flood control work in the Acme/ Van Zandt Sub-Zone.

Combining Balance Sheet

● **Special Revenue Funds**

As of December 31, 2001

(With comparative totals for December 31, 2000)

Page 1 of 5

	County Road	Election Reserve	Veteran's Relief	Tax Refund	Treasurer O & M
Assets					
Cash & Equivalents	\$10,990,825	\$31,344	\$87,476	\$1,187	\$114,962
Investments At Cost	0	0	0	0	0
Taxes Receivable (Net)	689,805	18,329	6,449	0	0
Accounts Receivable (Net)	108,678	0	0	0	0
Special Assessments (Net)	0	0	0	0	0
Interest Receivable (Net)	0	0	0	0	0
Notes Receivable (Net)	10,000	0	0	348,526	0
Due From Other Funds	18,358	0	0	0	0
Due From Other Governments	862,899	293,614	4,760	0	0
Employee Advances	862	0	0	0	0
Prepayments	0	0	0	0	0
Long-Term Notes Receivable	0	0	0	0	0
Total Assets	\$12,681,427	\$343,287	\$98,685	\$349,713	\$114,962
Liabilities and Fund Balance					
Liabilities					
Accounts Payable	\$368,059	\$4,912	\$0	\$0	\$1,561
Due to Other Funds	90,776	0	0	0	255
Due to Other Governments	14,063	925	0	0	0
Other Accrued Liabilities	74,873	0	0	0	0
Other Current Liabilities	3,465	0	0	0	0
Deferred Revenue	808,482	18,329	6,449	0	0
Deferred Credits	45,938	0	0	0	0
Notes Payable	0	0	0	348,526	0
Total Liabilities	1,405,656	24,166	6,449	348,526	1,816
Fund Balance					
Fund Balance - Reserved (Encumbrances)	730,381	0	0	0	0
Fund Balance - Reserved (Petty Cash)	700	0	0	0	0
Fund Balance - Unreserved/ Undesignated	10,544,690	319,121	92,236	1,187	113,146
Total Fund Balance	11,275,771	319,121	92,236	1,187	113,146
Total Liabilities and Fund Balance	\$12,681,427	\$343,287	\$98,685	\$349,713	\$114,962

Water Resources	Park ORV	Solid Waste	Convention Center	Victim/ Witness Assistance	CERB	Emergency Contingency Fair	Drug Task Force
\$765,560	\$0	\$165,897	\$232,825	\$87,462	\$61	\$5,250	\$16,170
0	0	1,027,893	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	216,070	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	3,772	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
74,553	0	110,694	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>\$840,113</u>	<u>\$0</u>	<u>\$1,524,326</u>	<u>\$232,825</u>	<u>\$87,462</u>	<u>\$61</u>	<u>\$5,250</u>	<u>\$16,170</u>
122,732	\$0	\$105,122	\$18,750	\$504	\$0	\$0	\$0
0	0	33,545	0	0	0	0	0
840	0	152	0	208	0	0	0
583	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>124,155</u>	<u>0</u>	<u>138,819</u>	<u>18,750</u>	<u>712</u>	<u>0</u>	<u>0</u>	<u>0</u>
319,581	0	142,933	30,000	0	0	0	0
0	0	300	0	0	0	0	10,000
396,377	0	1,242,274	184,075	86,750	61	5,250	6,170
<u>715,958</u>	<u>0</u>	<u>1,385,507</u>	<u>214,075</u>	<u>86,750</u>	<u>61</u>	<u>5,250</u>	<u>16,170</u>
<u>\$840,113</u>	<u>\$0</u>	<u>\$1,524,326</u>	<u>\$232,825</u>	<u>\$87,462</u>	<u>\$61</u>	<u>\$5,250</u>	<u>\$16,170</u>

Combining Balance Sheet

● Special Revenue Funds

As of December 31, 2001

(With comparative totals for December 31, 2000)

Page 3 of 5

	Community Development	Imminent Threat Grant	Sewer Improvement District 1	Emergency Communications	Whatcom County Drug
Assets					
Cash & Equivalents	\$18,566	\$3	\$5,066	\$0	\$726,598
Investments At Cost	0	0	0	0	0
Taxes Receivable (Net)	0	0	0	0	0
Accounts Receivable (Net)	0	0	0	0	0
Special Assessments (Net)	0	0	0	0	0
Interest Receivable (Net)	0	0	0	0	0
Notes Receivable (Net)	121,407	0	0	0	0
Due From Other Funds	0	0	0	0	0
Due From Other Governments	0	0	0	0	0
Employee Advances	0	0	0	0	0
Prepayments	0	0	0	0	0
Long-Term Notes Receivable	0	0	0	0	0
Total Assets	\$139,973	\$3	\$5,066	\$0	\$726,598
Liabilities and Fund Balance					
Liabilities					
Accounts Payable	\$0	\$0	\$0	\$0	\$2,131
Due to Other Funds	0	0	0	0	0
Due to Other Governments	0	0	0	0	0
Other Accrued Liabilities	0	0	0	0	0
Other Current Liabilities	0	0	0	0	0
Deferred Revenue	121,407	0	0	0	0
Deferred Credits	0	0	0	0	0
Notes Payable	0	0	0	0	0
Total Liabilities	121,407	0	0	0	2,131
Fund Balance					
Fund Balance - Reserved (Encumbrances)	0	0	0	0	0
Fund Balance - Reserved (Petty Cash)	0	0	0	0	60,000
Fund Balance - Unreserved/ Undesignated	18,566	3	5,066	0	664,467
Total Fund Balance	18,566	3	5,066	0	724,467
Total Liabilities and Fund Balance	\$139,973	\$3	\$5,066	\$0	\$726,598

Auditor's O & M	Emergency Management	Sumas Sub- Flood Control Zone District	Flood Control Zone District	Point Roberts Fuel Tax	Conservation Futures	Lake Management District 1	Road Improvement Districts
\$384,927	\$136,272	\$0	\$956,100	\$51,800	\$1,856,375	\$373	\$61,678
0	0	0	9,238,731	0	0	26,743	39,362
0	0	0	0	0	35,782	0	0
0	0	0	13,256	0	0	0	0
0	0	0	0	0	0	0	2,816
0	0	0	33,902	0	0	98	144
0	0	0	0	0	0	0	0
0	0	0	45,331	0	0	0	0
0	0	0	165,466	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>\$384,927</u>	<u>\$136,272</u>	<u>\$0</u>	<u>\$10,452,786</u>	<u>\$51,800</u>	<u>\$1,892,157</u>	<u>\$27,214</u>	<u>\$104,000</u>
\$0	\$8,243	\$0	\$123,943	\$0	\$0	\$0	\$1,979
0	0	0	74,542	0	0	0	1,055
0	231	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	35,782	0	2,816
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>0</u>	<u>8,474</u>	<u>0</u>	<u>198,485</u>	<u>0</u>	<u>35,782</u>	<u>0</u>	<u>5,850</u>
0	0	0	642,117	0	0	563	0
0	200	0	0	0	0	0	0
384,927	127,598	0	9,612,184	51,800	1,856,375	26,651	98,150
<u>384,927</u>	<u>127,798</u>	<u>0</u>	<u>10,254,301</u>	<u>51,800</u>	<u>1,856,375</u>	<u>27,214</u>	<u>98,150</u>
<u>\$384,927</u>	<u>\$136,272</u>	<u>\$0</u>	<u>\$10,452,786</u>	<u>\$51,800</u>	<u>\$1,892,157</u>	<u>\$27,214</u>	<u>\$104,000</u>

Combining Balance Sheet

• **Special Revenue Funds**

As of December 31, 2001

(With comparative totals for December 31, 2000)

	Lynden/ Everson Sub- Zone	Sumas/ Nooksack/ Everson Sub- Zone	Acme/ Van Zandt Sub- Zone	2001	2000
Assets					
Cash & Equivalents	\$141,629	\$233,148	\$52,131	\$17,123,685	\$15,775,204
Investments At Cost	0	0	0	10,332,729	10,130,448
Taxes Receivable (Net)	0	0	0	750,365	724,469
Accounts Receivable (Net)	0	0	0	338,004	224,708
Special Assessments (Net)	0	0	0	2,816	2,471
Interest Receivable (Net)	0	0	0	37,916	50,040
Notes Receivable (Net)	0	0	0	479,933	131,407
Due From Other Funds	0	0	0	63,689	2,244
Due From Other Governments	0	0	0	1,511,986	1,498,729
Employee Advances	0	0	0	862	0
Prepayments	0	0	0	0	1,115
Long-Term Notes Receivable	0	0	0	0	10,000
Total Assets	\$141,629	\$233,148	\$52,131	\$30,641,985	\$28,550,835
Liabilities and Fund Balance					
Liabilities					
Accounts Payable	\$0	\$0	\$0	\$757,936	\$777,186
Due to Other Funds	1,036	3,376	40,919	245,504	5,504
Due to Other Governments	0	0	0	16,419	34,324
Other Accrued Liabilities	0	0	0	75,456	(86,342)
Other Current Liabilities	0	0	0	3,465	3,465
Deferred Revenue	0	0	0	993,265	889,837
Deferred Credits	0	0	0	45,938	105,939
Notes Payable	0	0	0	348,526	0
Total Liabilities	1,036	3,376	40,919	2,486,509	1,729,913
Fund Balance					
Fund Balance - Reserved (Encumbrances)	0	0	0	1,865,575	932,536
Fund Balance - Reserved (Petty Cash)	0	0	0	71,200	71,200
Fund Balance - Unreserved/ Undesignated	140,593	229,772	11,212	26,218,701	25,817,186
Total Fund Balance	140,593	229,772	11,212	28,155,476	26,820,922
Total Liabilities and Fund Balance	\$141,629	\$233,148	\$52,131	\$30,641,985	\$28,550,835

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance

● **Special Revenue Funds**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	County Road	Election Reserve	Veteran's Relief	Tax Refund	Treasurer's O & M
Revenues					
Taxes	\$12,027,467	\$365,429	\$131,195	\$0	\$0
Licenses & Permits	41,887	0	0	0	0
Intergovernmental	6,662,072	32	4,771	0	0
Charges for Service	1,124,282	317,752	0	0	105,855
Fines & Forfeits	0	0	0	0	0
Miscellaneous	33,067	228	207	0	0
Total Revenues	19,888,775	683,441	136,173	0	105,855
Expenditures					
Current:					
General Government	186,416	595,338	0	0	86,532
Security of Persons & Property	0	0	0	0	0
Physical Environment	0	0	0	0	0
Transportation	13,504,141	0	0	0	0
Economic Environment	0	0	128,198	0	0
Culture & Recreation	0	0	0	0	0
Capital Outlay	7,674,281	0	0	0	8,282
Debt Service:					
Principal	0	0	0	0	0
Interest	0	0	0	0	0
Total Expenditures	21,364,838	595,338	128,198	0	94,814
Excess (Deficiency) of Revenues Over Expenditures	(1,476,063)	88,103	7,975	0	11,041
Other Financing Sources (Uses)					
Other Note Proceeds	0	0	0	348,526	0
Sales of Fixed Assets	1,078,342	16,304	5,849	0	0
Operating Transfer In	60,055	0	0	0	0
Operating Transfer Out	(278,754)	(2,808)	0	0	(36,387)
Total Other Financing Sources (Uses)	859,643	13,496	5,849	348,526	(36,387)
Financing Sources Over Expenditures & Other Uses	(616,420)	101,599	13,824	348,526	(25,346)
Fund Balance as of January 1	11,926,348	217,522	78,412	1,187	138,492
Prior Period Adjustments	0	0	0	(348,526)	0
Residual Equity Transfer Out	(34,157)	0	0	0	0
Fund Balance as of December 31	\$11,275,771	\$319,121	\$92,236	\$1,187	\$113,146

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance

● **Special Revenue Funds**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

Page 2 of 5

	Water Resources	Park ORV	Solid Waste	Convention Center	Victim/Witness Assistance
Revenues					
Taxes	\$0	\$0	\$0	\$151,331	\$0
Licenses & Permits	0	0	0	0	0
Intergovernmental	291,667	0	272,853	0	0
Charges for Service	0	0	738,765	0	88,080
Fines & Forfeits	0	0	0	0	24,090
Miscellaneous	0	0	61,419	0	0
Total Revenues	291,667	0	1,073,037	151,331	112,170
Expenditures					
Current:					
General Government	0	0	0	0	49,960
Security of Persons & Property	0	0	0	0	0
Physical Environment	1,960,896	0	924,211	0	0
Transportation	0	0	0	0	0
Economic Environment	0	0	0	0	0
Culture & Recreation	0	0	0	100,000	0
Capital Outlay	26,049	0	1,213	0	0
Debt Service:					
Principal	0	0	0	0	0
Interest	0	0	0	0	0
Total Expenditures	1,986,945	0	925,424	100,000	49,960
Excess (Deficiency) of Revenues Over Expenditures	(1,695,278)	0	147,613	51,331	62,210
Other Financing Sources (Uses)					
Other Note Proceeds	0	0	0	0	0
Sales of Fixed Assets	0	0	0	0	0
Operating Transfer In	1,912,731	0	0	0	0
Operating Transfer Out	(244,848)	(29,165)	(141,934)	0	(58,682)
Total Other Financing Sources (Uses)	1,667,883	(29,165)	(141,934)	0	(58,682)
Financing Sources Over Expenditures & Other Uses	(27,395)	(29,165)	5,679	51,331	3,528
Fund Balance as of January 1	763,353	29,165	1,379,828	162,744	83,222
Prior Period Adjustments	0	0	0	0	0
Residual Equity Transfer Out	(20,000)	0	0	0	0
Fund Balance as of December 31	\$715,958	\$0	\$1,385,507	\$214,075	\$86,750

CERB	Emergency Contingency Fair	Drug Task Force	Community Development	Imminent Threat Grant	Sewer Improvement District 1	Whatcom County Drug	Auditor's O & M
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	44,699
0	0	0	0	0	0	0	55,761
0	0	0	0	0	0	554,236	0
0	0	0	0	0	0	33,736	0
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>587,972</u>	<u>100,460</u>
0	0	0	0	0	0	0	15,060
0	0	0	0	0	0	122,750	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
0	0	0	0	0	0	16,731	7,776
122,728	0	0	0	0	0	0	0
55,102	0	0	0	0	0	0	0
<u>177,830</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>139,481</u>	<u>22,836</u>
(177,830)	0	0	0	0	0	448,491	77,624
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
177,830	0	0	0	0	0	0	0
0	0	0	(5,000)	0	0	(348,233)	0
<u>177,830</u>	<u>0</u>	<u>0</u>	<u>(5,000)</u>	<u>0</u>	<u>0</u>	<u>(348,233)</u>	<u>0</u>
0	0	0	(5,000)	0	0	100,258	77,624
61	5,250	16,170	23,566	3	5,066	624,209	307,303
0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0
<u>\$61</u>	<u>\$5,250</u>	<u>\$16,170</u>	<u>\$18,566</u>	<u>\$3</u>	<u>\$5,066</u>	<u>\$724,467</u>	<u>\$384,927</u>

Combining Statement of Revenues,
Expenditures and Changes in Fund Balance

● **Special Revenue Funds**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

Page 4 of 5

	Emergency Management	Sumas Sub- Flood Control Zone District	Flood Control Zone District	Point Roberts Fuel Tax	Conservation Futures
Revenues					
Taxes	\$0	\$0	\$3,825,462	\$23,976	\$728,868
Licenses & Permits	0	0	0	0	0
Intergovernmental	191,483	0	570,846	0	64
Charges for Service	0	0	692	0	0
Fines & Forfeits	0	0	0	0	0
Miscellaneous	1,764	0	475,471	0	455
Total Revenues	193,247	0	4,872,471	23,976	729,387
Expenditures					
Current:					
General Government	0	0	0	0	0
Security of Persons & Property	251,581	0	0	0	0
Physical Environment	0	0	1,502,142	0	0
Transportation	0	0	0	0	0
Economic Environment	0	0	0	0	35,112
Culture & Recreation	0	0	0	0	0
Capital Outlay	4,364	0	318,034	0	100,171
Debt Service:					
Principal	0	0	0	0	0
Interest	0	0	0	0	0
Total Expenditures	255,945	0	1,820,176	0	135,283
Excess (Deficiency) of Revenues Over Expenditures	(62,698)	0	3,052,295	23,976	594,104
Other Financing Sources (Uses)					
Other Note Proceeds	0	0	0	0	0
Sales of Fixed Assets	0	0	0	0	32,493
Operating Transfer In	109,352	0	0	0	0
Operating Transfer Out	(2,248)	0	(1,987,273)	0	0
Total Other Financing Sources (Uses)	107,104	0	(1,987,273)	0	32,493
Financing Sources Over Expenditures & Other Uses	44,406	0	1,065,022	23,976	626,597
Fund Balance as of January 1	83,392	0	9,217,350	27,824	1,229,778
Prior Period Adjustments	0	0	0	0	0
Residual Equity Transfer Out	0	0	(28,071)	0	0
Fund Balance as of December 31	\$127,798	\$0	\$10,254,301	\$51,800	\$1,856,375

Lake Management District 1	Road Improvement Districts	Lynden/ Everson Sub-Zone	Sumas/ Nooksack/ Everson Sub-Zone	Acme/ Van Zandt Sub-Zone	2001	2000
\$0	\$25,159	\$32,438	\$72,478	\$14,215	\$17,398,018	\$16,933,775
0	0	0	0	0	41,887	37,299
0	0	0	0	0	8,038,487	8,334,941
0	0	0	0	0	2,431,187	2,505,617
0	0	0	0	0	578,326	420,639
1,324	5,256	0	0	0	612,927	717,259
<u>1,324</u>	<u>30,415</u>	<u>32,438</u>	<u>72,478</u>	<u>14,215</u>	<u>29,100,832</u>	<u>28,949,530</u>
0	0	0	0	0	933,306	1,136,647
0	0	0	0	0	374,331	337,317
1,455	0	1,036	3,376	40,919	4,434,035	4,665,520
0	23,894	0	0	0	13,528,035	13,154,686
0	0	0	0	0	163,310	164,801
0	0	0	0	0	100,000	108,220
0	0	0	0	0	8,156,901	7,647,363
0	0	0	0	0	122,728	114,914
0	0	0	0	0	55,102	62,916
<u>1,455</u>	<u>23,894</u>	<u>1,036</u>	<u>3,376</u>	<u>40,919</u>	<u>27,867,748</u>	<u>27,392,384</u>
(131)	6,521	31,402	69,102	(26,704)	1,233,084	1,557,146
0	0	0	0	0	348,526	0
0	0	0	0	0	1,132,988	711,570
0	0	0	0	0	2,259,968	2,225,515
0	(73,926)	0	0	0	(3,209,258)	(3,033,818)
<u>0</u>	<u>(73,926)</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>532,224</u>	<u>(96,733)</u>
(131)	(67,405)	31,402	69,102	(26,704)	1,765,308	1,460,413
27,345	165,555	109,191	160,670	37,916	26,820,922	25,390,251
0	0	0	0	0	(348,526)	0
0	0	0	0	0	(82,228)	(29,742)
<u>\$27,214</u>	<u>\$98,150</u>	<u>\$140,593</u>	<u>\$229,772</u>	<u>\$11,212</u>	<u>\$28,155,476</u>	<u>\$26,820,922</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **County Road**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$12,024,000	\$12,027,467	\$3,467	\$11,782,057
Licenses & Permits	50,000	41,887	(8,113)	37,299
Intergovernmental	8,941,700	6,662,072	(2,279,628)	7,254,767
Charges for Service	1,156,189	1,124,282	(31,907)	1,193,910
Miscellaneous	63,500	33,067	(30,433)	63,886
Total Revenues	22,235,389	19,888,775	(2,346,614)	20,331,919
Expenditures				
Current:				
General Government	175,000	186,416	(11,416)	253,807
Transportation	14,559,308	13,504,141	1,055,167	13,131,408
Capital Outlay	12,274,712	7,674,281	4,600,431	6,316,650
Total Expenditures	27,009,020	21,364,838	5,644,182	19,701,865
Excess (Deficiency) of Revenues Over Expenditures	(4,773,631)	(1,476,063)	3,297,568	630,054
Other Financing Sources (Uses)				
Sales of Fixed Assets	900,000	1,078,342	178,342	677,534
Operating Transfer In	60,051	60,055	4	60,048
Operating Transfer Out	(373,465)	(278,754)	94,711	(448,682)
Total Other Financing Sources (Uses)	586,586	859,643	273,057	288,900
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	(4,187,045)	(616,420)	3,570,625	918,954
Fund Balance as of January 1	10,235,279	11,926,348	1,691,069	11,019,136
Residual Equity Transfer Out	0	(34,157)	(34,157)	(11,742)
Fund Balance as of December 31	\$6,048,234	\$11,275,771	\$5,227,537	\$11,926,348

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

● **Election Reserve**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$361,129	\$365,429	\$4,300	\$366,965
Intergovernmental	0	32	32	45
Charges for Service	78,500	317,752	239,252	339,786
Miscellaneous	0	228	228	169
Total Revenues	439,629	683,441	243,812	706,965
Expenditures				
Current:				
General Government	638,419	595,338	43,081	801,814
Debt Service:				
Interest	200	0	200	0
Total Expenditures	638,619	595,338	43,281	801,814
Excess (Deficiency) of Revenues Over Expenditures	(198,990)	88,103	287,093	(94,849)
Other Financing Sources (Uses)				
Sales of Fixed Assets	0	16,304	16,304	10,340
Operating Transfer In	54,823	0	(54,823)	70,368
Operating Transfer Out	(2,808)	(2,808)	0	0
Total Other Financing Sources (Uses)	52,015	13,496	(38,519)	80,708
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other	(146,975)	101,599	248,574	(14,141)
Fund Balance as of January 1	0	217,522	217,522	231,663
Fund Balance as of December 31	(\$146,975)	\$319,121	\$466,096	\$217,522

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



• **Veterans' Relief**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$125,647	\$131,195	\$5,548	\$125,327
Intergovernmental	0	4,771	4,771	15
Miscellaneous	0	207	207	49
Total Revenues	<u>125,647</u>	<u>136,173</u>	<u>10,526</u>	<u>125,391</u>
Expenditures				
Current:				
Economic Environment	130,428	128,198	2,230	140,405
Total Expenditures	<u>130,428</u>	<u>128,198</u>	<u>2,230</u>	<u>140,405</u>
Excess (Deficiency) of Revenues Over Expenditures	(4,781)	7,975	12,756	(15,014)
Other Financing Sources (Uses)				
Sales of Fixed Assets	5,000	5,849	849	3,616
Total Other Financing Sources (Uses)	<u>5,000</u>	<u>5,849</u>	<u>849</u>	<u>3,616</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	219	13,824	13,605	(11,398)
Fund Balance as of January 1	0	78,412	78,412	89,810
Fund Balance as of December 31	<u>\$219</u>	<u>\$92,236</u>	<u>\$92,017</u>	<u>\$78,412</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **Tax Refund**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Other Financing Sources (Uses)				
Other Note Proceeds	0	348,526	348,526	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>348,526</u>	<u>348,526</u>	<u>0</u>
 Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	 0	 348,526	 348,526	 0
 Fund Balance as of January 1	 0	 1,187	 1,187	 1,187
Prior Period Adjustments		(348,526)	(348,526)	0
Fund Balance as of December 31	<u>\$0</u>	<u>\$1,187</u>	<u>\$1,187</u>	<u>\$1,187</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



• **Treasurer's O & M**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Charges for Service	\$45,900	\$105,855	\$59,955	\$90,126
Total Revenues	<u>45,900</u>	<u>105,855</u>	<u>59,955</u>	<u>90,126</u>
Expenditures				
Current:				
General Government	36,209	86,532	(50,323)	18,941
Capital Outlay	2,049	8,282	(6,233)	3,843
Total Expenditures	<u>38,258</u>	<u>94,814</u>	<u>(56,556)</u>	<u>22,784</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>7,642</u>	<u>11,041</u>	<u>3,399</u>	<u>67,342</u>
Other Financing Sources (Uses)				
Operating Transfer Out	(35,000)	(36,387)	(1,387)	(58,703)
Total Other Financing Sources (Uses)	<u>(35,000)</u>	<u>(36,387)</u>	<u>(1,387)</u>	<u>(58,703)</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	<u>(27,358)</u>	<u>(25,346)</u>	<u>2,012</u>	<u>8,639</u>
Fund Balance as of January 1	0	138,492	138,492	129,853
Fund Balance as of December 31	<u>(\$27,358)</u>	<u>\$113,146</u>	<u>\$140,504</u>	<u>\$138,492</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

● **Water Resources**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$170,000	\$291,667	\$121,667	\$311,429
Miscellaneous	0	0	0	38
Total Revenues	<u>170,000</u>	<u>291,667</u>	<u>121,667</u>	<u>311,467</u>
Expenditures				
Current:				
Physical Environment	2,190,449	1,960,896	229,553	2,601,753
Capital Outlay	32,304	26,049	6,255	11,866
Total Expenditures	<u>2,222,753</u>	<u>1,986,945</u>	<u>235,808</u>	<u>2,613,619</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(2,052,753)</u>	<u>(1,695,278)</u>	<u>357,475</u>	<u>(2,302,152)</u>
Other Financing Sources (Uses)				
Operating Transfer In	1,838,188	1,912,731	74,543	1,829,603
Operating Transfer Out	(314,315)	(244,848)	69,467	(213,268)
Total Other Financing Sources (Uses)	<u>1,523,873</u>	<u>1,667,883</u>	<u>144,010</u>	<u>1,616,335</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	<u>(528,880)</u>	<u>(27,395)</u>	<u>501,485</u>	<u>(685,817)</u>
Fund Balance as of January 1	768,242	763,353	(4,889)	1,449,170
Residual Equity Transfer Out	(20,000)	(20,000)	0	0
Fund Balance as of December 31	<u>\$219,362</u>	<u>\$715,958</u>	<u>\$496,596</u>	<u>\$763,353</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



• **Park ORV**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001		2000
	Budget	Actual	Variance Favorable (Unfavorable)
Other Financing Sources (Uses)			
Operating Transfer Out	(29,165)	(29,165)	0
Total Other Financing Sources (Uses)	<u>(29,165)</u>	<u>(29,165)</u>	<u>0</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	(29,165)	(29,165)	0
Fund Balance as of January 1	29,165	29,165	0
Fund Balance as of December 31	<u>\$0</u>	<u>\$0</u>	<u>\$29,165</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

● **Solid Waste**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$298,925	\$272,853	(\$26,072)	\$286,202
Charges for Service	701,350	738,765	37,415	736,945
Miscellaneous	48,100	61,419	13,319	58,780
Total Revenues	1,048,375	1,073,037	24,662	1,081,927
Expenditures				
Current:				
Physical Environment	1,151,428	924,211	227,217	721,106
Capital Outlay	37,025	1,213	35,812	4,275
Total Expenditures	1,188,453	925,424	263,029	725,381
Excess (Deficiency) of Revenues Over Expenditures	(140,078)	147,613	287,691	356,546
Other Financing Sources (Uses)				
Operating Transfer In	13,334	0	(13,334)	0
Operating Transfer Out	(151,611)	(141,934)	9,677	(114,484)
Total Other Financing Sources (Uses)	(138,277)	(141,934)	(3,657)	(114,484)
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	(278,355)	5,679	284,034	242,062
Fund Balance as of January 1	1,364,061	1,379,828	15,767	1,155,766
Residual Equity Transfer Out	0	0	0	(18,000)
Fund Balance as of December 31	\$1,085,706	\$1,385,507	\$299,801	\$1,379,828

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **Convention Center**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$90,000	\$151,331	\$61,331	\$130,894
Total Revenues	<u>90,000</u>	<u>151,331</u>	<u>61,331</u>	<u>130,894</u>
Expenditures				
Current:				
Culture & Recreation	131,500	100,000	31,500	108,220
Total Expenditures	<u>131,500</u>	<u>100,000</u>	<u>31,500</u>	<u>108,220</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(41,500)</u>	<u>51,331</u>	<u>92,831</u>	<u>22,674</u>
Fund Balance as of January 1	0	162,744	162,744	140,070
Fund Balance as of December 31	<u>(\$41,500)</u>	<u>\$214,075</u>	<u>\$255,575</u>	<u>\$162,744</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

● **Victim/Witness Assistance**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Charges for Service	\$76,065	\$88,080	\$12,015	\$86,608
Fines & Forfeits	21,000	24,090	3,090	24,364
Total Revenues	<u>97,065</u>	<u>112,170</u>	<u>15,105</u>	<u>110,972</u>
Expenditures				
Current:				
General Government	49,923	49,960	(37)	47,074
Total Expenditures	<u>49,923</u>	<u>49,960</u>	<u>(37)</u>	<u>47,074</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>47,142</u>	<u>62,210</u>	<u>15,068</u>	<u>63,898</u>
Other Financing Sources (Uses)				
Operating Transfer Out	(58,719)	(58,682)	37	(54,469)
Total Other Financing Sources (Uses)	<u>(58,719)</u>	<u>(58,682)</u>	<u>37</u>	<u>(54,469)</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	<u>(11,577)</u>	<u>3,528</u>	<u>15,105</u>	<u>9,429</u>
Fund Balance as of January 1	0	83,222	83,222	73,793
Fund Balance as of December 31	<u>(\$11,577)</u>	<u>\$86,750</u>	<u>\$98,327</u>	<u>\$83,222</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



• **CERB**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Expenditures				
Current:				
Principal	\$122,728	\$122,728	\$0	\$114,914
Interest	55,102	55,102	0	62,916
Total Expenditures	<u>177,830</u>	<u>177,830</u>	<u>0</u>	<u>177,830</u>
Excess (Deficiency) of Revenues Over Expenditures	(177,830)	(177,830)	0	(177,830)
Other Financing Sources (Uses)				
Operating Transfer In	177,830	177,830	0	177,830
Total Other Financing Sources (Uses)	<u>177,830</u>	<u>177,830</u>	<u>0</u>	<u>177,830</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Fund Balance as of January 1	61	61	0	61
Fund Balance as of December 31	<u>\$61</u>	<u>\$61</u>	<u>\$0</u>	<u>\$61</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **Emergency Contingency Fair**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

2001			2000
Budget	Actual	Variance Favorable (Unfavorable)	Actual
0	5,250	5,250	5,250
\$0	\$5,250	\$5,250	\$5,250

Fund Balance as of January 1

Fund Balance as of December 31

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **Drug Task Force**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

2001			2000
Budget	Actual	Variance Favorable (Unfavorable)	Actual
0	16,170	16,170	16,170
\$0	\$16,170	\$16,170	\$16,170

Fund Balance as of January 1

Fund Balance as of December 31

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **Community Development**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$0	\$0	\$0	\$23,233
Total Revenues	<u>0</u>	<u>0</u>	<u>0</u>	<u>23,233</u>
Excess (Deficiency) of Revenues Over Expenditures	0	0	0	23,233
Other Financing Sources (Uses)				
Operating Transfer Out	(5,000)	(5,000)	0	(5,000)
Total Other Financing Sources (Uses)	<u>(5,000)</u>	<u>(5,000)</u>	<u>0</u>	<u>(5,000)</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	(5,000)	(5,000)	0	18,233
Fund Balance as of January 1	0	23,566	23,566	5,333
Fund Balance as of December 31	<u>(\$5,000)</u>	<u>\$18,566</u>	<u>\$23,566</u>	<u>\$23,566</u>

Combining Statement of Revenues,
Expenditures and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **Imminent Threat Grant**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

Fund Balance as of January 1

Fund Balance as of December 31

2001			2000
Budget	Actual	Variance Favorable (Unfavorable)	Actual
0	3	3	3
\$0	\$3	\$3	\$3

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **Sewer Improvement District 1**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

2001			2000
Budget	Actual	Variance Favorable (Unfavorable)	Actual
0	5,066	5,066	5,066
\$0	\$5,066	\$5,066	\$5,066

Fund Balance as of January 1

Fund Balance as of December 31

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



• **Whatcom County Drug**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Charges for Service	\$6,340	\$0	(\$6,340)	\$0
Fines & Forfeits	350,000	554,236	204,236	396,275
Miscellaneous	0	33,736	33,736	33,487
Total Revenues	356,340	587,972	231,632	429,762
Expenditures				
Current:				
Security of Persons & Property	92,000	122,750	(30,750)	65,728
Capital Outlay	100,000	16,731	83,269	44,923
Total Expenditures	192,000	139,481	52,519	110,651
Excess (Deficiency) of Revenues Over Expenditures	164,340	448,491	284,151	319,111
Other Financing Sources (Uses)				
Operating Transfer Out	(348,233)	(348,233)	0	(306,317)
Total Other Financing Sources (Uses)	(348,233)	(348,233)	0	(306,317)
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	(183,893)	100,258	284,151	12,794
Fund Balance as of January 1	0	624,209	624,209	611,415
Fund Balance as of December 31	(\$183,893)	\$724,467	\$908,360	\$624,209

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

• **Auditor's O & M**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$45,000	\$44,699	(\$301)	\$45,823
Charges for Service	45,000	55,761	10,761	43,896
Total Revenues	<u>90,000</u>	<u>100,460</u>	<u>10,460</u>	<u>89,719</u>
Expenditures				
Current:				
General Government	36,050	15,060	20,990	15,011
Capital Outlay	7,502	7,776	(274)	10,781
Total Expenditures	<u>43,552</u>	<u>22,836</u>	<u>20,716</u>	<u>25,792</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>46,448</u>	<u>77,624</u>	<u>31,176</u>	<u>63,927</u>
Fund Balance as of January 1	<u>27,502</u>	<u>307,303</u>	<u>279,801</u>	<u>243,376</u>
Fund Balance as of December 31	<u><u>\$73,950</u></u>	<u><u>\$384,927</u></u>	<u><u>\$310,977</u></u>	<u><u>\$307,303</u></u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **Emergency Management**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$190,055	\$191,483	\$1,428	\$153,243
Miscellaneous	55,000	1,764	(53,236)	40,307
Total Revenues	245,055	193,247	(51,808)	193,550
Expenditures				
Current:				
Security of Persons & Property	377,507	251,581	125,926	271,589
Capital Outlay	5,000	4,364	636	5,025
Total Expenditures	382,507	255,945	126,562	276,614
Excess (Deficiency) of Revenues Over Expenditures	(137,452)	(62,698)	74,754	(83,064)
Other Financing Sources (Uses)				
Operating Transfer In	109,352	109,352	0	85,422
Operating Transfer Out	(2,248)	(2,248)	0	0
Total Other Financing Sources (Uses)	107,104	107,104	0	85,422
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	(30,348)	44,406	74,754	2,358
Fund Balance as of January 1	10,510	83,392	72,882	81,034
Fund Balance as of December 31	(\$19,838)	\$127,798	\$147,636	\$83,392

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

● **Sumas Sub-Flood Control Zone District**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Other Financing Sources (Uses)				
Operating Transfer In	\$0	\$0	\$0	\$2,244
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,244</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,244</u>
Fund Balance as of January 1	<u>0</u>	<u>0</u>	<u>0</u>	<u>(2,244)</u>
Fund Balance as of December 31	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **Flood Control Zone District**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$3,676,375	\$3,825,462	\$149,087	\$3,659,206
Intergovernmental	1,174,000	570,846	(603,154)	283,333
Charges for Service	91,350	692	(90,658)	14,346
Miscellaneous	460,000	475,471	15,471	488,358
Total Revenues	5,401,725	4,872,471	(529,254)	4,445,243
Expenditures				
Current:				
Physical Environment	4,506,465	1,502,142	3,004,323	1,328,312
Capital Outlay	361,980	318,034	43,946	0
Total Expenditures	4,868,445	1,820,176	3,048,269	1,328,312
Excess (Deficiency) of Revenues Over Expenditures	533,280	3,052,295	2,519,015	3,116,931
Other Financing Sources (Uses)				
Operating Transfer Out	(1,838,188)	(1,987,273)	(149,085)	(1,831,847)
Total Other Financing Sources (Uses)	(1,838,188)	(1,987,273)	(149,085)	(1,831,847)
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	(1,304,908)	1,065,022	2,369,930	1,285,084
Fund Balance as of January 1	8,619,236	9,217,350	598,114	7,932,266
Residual Equity Transfer Out	(25,000)	(28,071)	(3,071)	0
Fund Balance as of December 31	\$7,289,328	\$10,254,301	\$2,964,973	\$9,217,350

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **Point Roberts Fuel Tax**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$20,000	\$23,976	\$3,976	\$27,748
Total Revenues	<u>20,000</u>	<u>23,976</u>	<u>3,976</u>	<u>27,748</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>20,000</u>	<u>23,976</u>	<u>3,976</u>	<u>27,748</u>
Fund Balance as of January 1	22,076	27,824	5,748	76
Fund Balance as of December 31	<u>\$42,076</u>	<u>\$51,800</u>	<u>\$9,724</u>	<u>\$27,824</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **Conservation Futures**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$600,000	\$728,868	\$128,868	\$696,242
Intergovernmental	0	64	64	84
Miscellaneous	0	455	455	273
Total Revenues	<u>600,000</u>	<u>729,387</u>	<u>129,387</u>	<u>696,599</u>
Expenditures				
Current:				
Economic Environment	79,000	35,112	43,888	24,396
Capital Outlay	150,000	100,171	49,829	1,250,000
Total Expenditures	<u>229,000</u>	<u>135,283</u>	<u>93,717</u>	<u>1,274,396</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>371,000</u>	<u>594,104</u>	<u>223,104</u>	<u>(577,797)</u>
Other Financing Sources (Uses)				
Sales of Fixed Assets	0	32,493	32,493	20,080
Total Other Financing Sources (Uses)	<u>0</u>	<u>32,493</u>	<u>32,493</u>	<u>20,080</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	<u>371,000</u>	<u>626,597</u>	<u>255,597</u>	<u>(557,717)</u>
Fund Balance as of January 1	154,000	1,229,778	1,075,778	1,787,495
Fund Balance as of December 31	<u>\$525,000</u>	<u>\$1,856,375</u>	<u>\$1,331,375</u>	<u>\$1,229,778</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

● **Lake Management District 1**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$1,500	\$1,324	(\$176)	\$1,530
Total Revenues	<u>1,500</u>	<u>1,324</u>	<u>(176)</u>	<u>1,530</u>
Expenditures				
Current:				
Physical Environment	5,000	1,455	3,545	465
Total Expenditures	<u>5,000</u>	<u>1,455</u>	<u>3,545</u>	<u>465</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(3,500)</u>	<u>(131)</u>	<u>3,369</u>	<u>1,065</u>
Fund Balance as of January 1	<u>27,780</u>	<u>27,345</u>	<u>(435)</u>	<u>26,280</u>
Fund Balance as of December 31	<u><u>\$24,280</u></u>	<u><u>\$27,214</u></u>	<u><u>\$2,934</u></u>	<u><u>\$27,345</u></u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **Road Improvement Districts**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$24,219	\$25,159	\$940	\$25,476
Miscellaneous	7,051	5,256	(1,795)	7,149
Total Revenues	31,270	30,415	(855)	32,625
Expenditures				
Current:				
Transportation	24,235	23,894	341	23,278
Total Expenditures	24,235	23,894	341	23,278
Excess (Deficiency) of Revenues Over Expenditures	7,035	6,521	(514)	9,347
Other Financing Sources (Uses)				
Operating Transfer Out	(74,051)	(73,926)	125	(1,048)
Total Other Financing Sources (Uses)	(74,051)	(73,926)	125	(1,048)
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	(67,016)	(67,405)	(389)	8,299
Fund Balance as of January 1	225,372	165,555	(59,817)	157,256
Fund Balance as of December 31	\$158,356	\$98,150	(\$60,206)	\$165,555

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

● **Lynden/Everson Sub-Zone**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$28,176	\$32,438	\$4,262	\$32,542
Total Revenues	<u>28,176</u>	<u>32,438</u>	<u>4,262</u>	<u>32,542</u>
Expenditures				
Current:				
Physical Environment	35,000	1,036	33,964	4,804
Total Expenditures	<u>35,000</u>	<u>1,036</u>	<u>33,964</u>	<u>4,804</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(6,824)</u>	<u>31,402</u>	<u>38,226</u>	<u>27,738</u>
Fund Balance as of January 1	95,190	109,191	14,001	81,453
Fund Balance as of December 31	<u><u>\$88,366</u></u>	<u><u>\$140,593</u></u>	<u><u>\$52,227</u></u>	<u><u>\$109,191</u></u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **Sumas/Nooksack/Everson Sub-Zone**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$65,390	\$72,478	\$7,088	\$73,617
Total Revenues	<u>65,390</u>	<u>72,478</u>	<u>7,088</u>	<u>73,617</u>
Expenditures				
Current:				
Physical Environment	40,000	3,376	36,624	8,325
Total Expenditures	<u>40,000</u>	<u>3,376</u>	<u>36,624</u>	<u>8,325</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>25,390</u>	<u>69,102</u>	<u>43,712</u>	<u>65,292</u>
Fund Balance as of January 1	147,391	160,670	13,279	95,378
Fund Balance as of December 31	<u>\$172,781</u>	<u>\$229,772</u>	<u>\$56,991</u>	<u>\$160,670</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

● **Acme/Van Zandt Sub-Zone**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$10,052	\$14,215	\$4,163	\$13,701
Total Revenues	<u>10,052</u>	<u>14,215</u>	<u>4,163</u>	<u>13,701</u>
Expenditures				
Current:				
Physical Environment	38,500	40,919	(2,419)	755
Total Expenditures	<u>38,500</u>	<u>40,919</u>	<u>(2,419)</u>	<u>755</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(28,448)</u>	<u>(26,704)</u>	<u>1,744</u>	<u>12,946</u>
Fund Balance as of January 1	<u>30,391</u>	<u>37,916</u>	<u>7,525</u>	<u>24,970</u>
Fund Balance as of December 31	<u><u>\$1,943</u></u>	<u><u>\$11,212</u></u>	<u><u>\$9,269</u></u>	<u><u>\$37,916</u></u>



Debt Service Funds

Debt Service funds are used to account for the accumulation of resources for, and payment of, general long-term debt principal, assessment debt, interest, and related costs. Whatcom County appropriates current year expenditures and anticipated revenue. The modified accrual basis of accounting is applied. A description of each fund is as follows:

General Obligation Bond

A fund to account for redemption of bonds that are general obligations of the county.

Road Improvement District Special Assessment Bond

A fund to account for redemption of bonds that will be repaid from the proceeds of special assessments, which have been levied against the affected property owners.

Combining Balance Sheet

● **Debt Service Funds**

As of December 31, 2001

(With comparative totals for December 31, 2000)

	1977 Fair GO Bond	1978 Ltd. Tax GO Bond	1981 Ltd. Tax GO Bond	1982 Ltd. Tax GO Bond	1983 Ltd. Tax GO Bond	CRID #4 General Debt
Assets						
Cash & Equivalents	\$30,884	\$22,312	\$0	\$8,406	\$5,271	\$219
Investments At Cost	0	0	0	0	0	0
Taxes Receivable (Net)	11	0	0	0	0	0
Special Assessments (Net)	0	0	0	0	0	0
Interest Receivable (Net)	0	0	0	0	0	0
Due From Other Funds	0	0	0	0	0	0
Total Assets	\$30,895	\$22,312	\$0	\$8,406	\$5,271	\$219
Liabilities and Fund Balance						
Liabilities						
Accounts Payable	\$0	\$0	\$0	\$0	\$0	\$0
Deferred Revenue	11	0	0	0	0	0
Total Liabilities	11	0	0	0	0	0
Fund Balance						
Fund Balance - Reserved (Debt Service)	30,884	22,312	0	8,406	5,271	219
Total Fund Balance	30,884	22,312	0	8,406	5,271	219
Total Liabilities and Fund Balance	\$30,895	\$22,312	\$0	\$8,406	\$5,271	\$219

CRID #5 General Debt	CRID #9 General Debt	LRID #10 General Debt	1991 Ltd. Tax GO Bond	1993 Ltd. Tax GO Bond	1997 Ltd. Tax GO Bond	1998 Ltd. Tax GO Bond	2001	2000
\$14,602	\$348,308	\$114,992	\$1,176	\$231	\$300	\$299	\$547,000	\$82,674
0	102	1	0	0	0	0	103	43,753
0	0	0	0	0	0	0	11	17
1,391	0	0	0	0	0	0	1,391	1,391
0	0	0	0	0	0	0	0	214
0	0	0	0	0	0	0	0	60
<u>\$15,993</u>	<u>\$348,410</u>	<u>\$114,993</u>	<u>\$1,176</u>	<u>\$231</u>	<u>\$300</u>	<u>\$299</u>	<u>\$548,505</u>	<u>\$128,109</u>
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$354
1,391	0	0	0	0	0	0	1,402	1,408
1,391	0	0	0	0	0	0	1,402	1,762
14,602	348,410	114,993	1,176	231	300	299	547,103	126,347
14,602	348,410	114,993	1,176	231	300	299	547,103	126,347
<u>\$15,993</u>	<u>\$348,410</u>	<u>\$114,993</u>	<u>\$1,176</u>	<u>\$231</u>	<u>\$300</u>	<u>\$299</u>	<u>\$548,505</u>	<u>\$128,109</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance

● **Debt Service Funds**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

Page 1 of 2

	1977 Fair GO Bond	1978 Ltd. Tax GO Bond	1981 Ltd. Tax GO Bond	1982 Ltd. Tax GO Bond	1983 Ltd. Tax GO Bond	CRID #4 General Debt
Revenues						
Taxes	\$4	\$0	\$0	\$0	\$0	\$0
Miscellaneous	23	0	0	944	0	0
Total Revenues	<u>27</u>	<u>0</u>	<u>0</u>	<u>944</u>	<u>0</u>	<u>0</u>
Expenditures						
Debt Service:						
Principal	0	0	0	0	0	0
Interest	0	0	0	0	0	0
Total Expenditures	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>27</u>	<u>0</u>	<u>0</u>	<u>944</u>	<u>0</u>	<u>0</u>
Other Financing Sources (Uses)						
Sales of Fixed Assets	0	0	0	0	0	0
Operating Transfer In	0	0	0	0	0	0
Operating Transfer Out	0	0	0	0	0	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	<u>27</u>	<u>0</u>	<u>0</u>	<u>944</u>	<u>0</u>	<u>0</u>
Fund Balance as of January 1	30,857	22,312	0	7,462	5,271	219
Fund Balance as of December 31	<u><u>\$30,884</u></u>	<u><u>\$22,312</u></u>	<u><u>\$0</u></u>	<u><u>\$8,406</u></u>	<u><u>\$5,271</u></u>	<u><u>\$219</u></u>

CRID #5 General Debt	CRID #9 General Debt	LRID #10 General Debt	1991 Ltd. Tax GO Bond	1993 Ltd. Tax GO Bond	1997 Ltd. Tax GO Bond	1998 Ltd. Tax GO Bond	2001	2000
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$4	\$117
0	467,951	118,976	880	0	0	0	588,774	331,343
0	467,951	118,976	880	0	0	0	588,778	331,460
0	0	50,000	500,000	295,000	140,000	125,000	1,110,000	1,445,042
0	0	12,629	37,961	265,043	501,564	132,948	950,145	1,026,790
0	0	62,629	537,961	560,043	641,564	257,948	2,060,145	2,471,832
0	467,951	56,347	(537,081)	(560,043)	(641,564)	(257,948)	(1,471,367)	(2,140,372)
0	0	0	0	0	0	0	0	89
0	0	36,874	537,500	559,998	641,736	257,848	2,033,956	2,299,273
0	(141,833)	0	0	0	0	0	(141,833)	(177,830)
0	(141,833)	36,874	537,500	559,998	641,736	257,848	1,892,123	2,121,532
0	326,118	93,221	419	(45)	172	(100)	420,756	(18,840)
14,602	22,292	21,772	757	276	128	399	126,347	145,187
<u>\$14,602</u>	<u>\$348,410</u>	<u>\$114,993</u>	<u>\$1,176</u>	<u>\$231</u>	<u>\$300</u>	<u>\$299</u>	<u>\$547,103</u>	<u>\$126,347</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



• **1977 Fair General Obligation Bond**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$0	\$4	\$4	\$117
Miscellaneous	0	23	23	22
Total Revenues	<u>0</u>	<u>27</u>	<u>27</u>	<u>139</u>
Excess (Deficiency) of Revenues Over Expenditures	0	27	27	139
Other Financing Sources (Uses)				
Sales of Fixed Assets	0	0	0	89
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>89</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	0	27	27	228
Fund Balance as of January 1	0	30,857	30,857	30,629
Fund Balance as of December 31	<u>\$0</u>	<u>\$30,884</u>	<u>\$30,884</u>	<u>\$30,857</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

● **1978 Ltd. Tax General Obligation Bond**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)



2001			2000
Budget	Actual	Variance Favorable (Unfavorable)	Actual
0	22,312	22,312	22,312
\$0	\$22,312	\$22,312	\$22,312

Fund Balance as of January 1

Fund Balance as of December 31

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



• **1981 Ltd. Tax General Obligation Bond**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Other Financing Sources (Uses)				
Operating Transfer In	0	0	0	60
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>60</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	0	0	0	60
Fund Balance as of January 1	0	0	0	(60)
Fund Balance as of December 31	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **1982 Ltd. Tax General Obligation Bond**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$0	\$944	\$944	\$93,158
Total Revenues	<u>0</u>	<u>944</u>	<u>944</u>	<u>93,158</u>
Expenditures				
Debt Service:				
Principal	0	0	0	380,042
Interest	500	0	500	19,141
Total Expenditures	<u>500</u>	<u>0</u>	<u>500</u>	<u>399,183</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(500)</u>	<u>944</u>	<u>1,444</u>	<u>(306,025)</u>
Other Financing Sources (Uses)				
Operating Transfer In	0	0	0	306,788
Total Other Financing Sources (Uses)	<u>0</u>	<u>0</u>	<u>0</u>	<u>306,788</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	<u>(500)</u>	<u>944</u>	<u>1,444</u>	<u>763</u>
Fund Balance as of January 1	0	7,462	(7,462)	6,699
Fund Balance as of December 31	<u>(\$500)</u>	<u>\$8,406</u>	<u>\$8,906</u>	<u>\$7,462</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **1983 Ltd. Tax General Obligation Bond**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

Fund Balance as of January 1

Fund Balance as of December 31

2001			2000
Budget	Actual	Variance Favorable (Unfavorable)	Actual
0	5,271	5,271	5,271
\$0	\$5,271	\$5,271	\$5,271

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

● **C.R.I.D. No. 4 General Debt**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

Fund Balance as of January 1

Fund Balance as of December 31

2001			2000
Budget	Actual	Variance Favorable (Unfavorable)	Actual
0	219	219	219
\$0	\$219	\$219	\$219

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

● **C.R.I.D. No. 5 General Debt**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)



Fund Balance as of January 1

Fund Balance as of December 31

2001			2000
Budget	Actual	Variance Favorable (Unfavorable)	Actual
0	14,602	14,602	14,602
\$0	\$14,602	\$14,602	\$14,602

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



• **C.R.I.D. No. 9 General Debt**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$177,704	\$467,951	\$290,247	\$178,697
Total Revenues	<u>177,704</u>	<u>467,951</u>	<u>290,247</u>	<u>178,697</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>177,704</u>	<u>467,951</u>	<u>290,247</u>	<u>178,697</u>
Other Financing Sources (Uses)				
Operating Transfer Out	(177,830)	(141,833)	35,997	(177,830)
Total Other Financing Sources (Uses)	<u>(177,830)</u>	<u>(141,833)</u>	<u>35,997</u>	<u>(177,830)</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	<u>(126)</u>	<u>326,118</u>	<u>326,244</u>	<u>867</u>
Fund Balance as of January 1	0	22,292	22,292	21,425
Fund Balance as of December 31	<u><u>(\$126)</u></u>	<u><u>\$348,410</u></u>	<u><u>\$348,536</u></u>	<u><u>\$22,292</u></u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



• **L.R.I.D. No. 10 General Debt**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001		Variance Favorable (Unfavorable)	2000
	Budget	Actual		Actual
Revenues				
Miscellaneous	\$48,638	\$118,976	\$70,338	\$58,924
Total Revenues	<u>48,638</u>	<u>118,976</u>	<u>70,338</u>	<u>58,924</u>
Expenditures				
Debt Service:				
Principal	50,000	50,000	0	50,000
Interest	12,728	12,629	99	16,484
Total Expenditures	<u>62,728</u>	<u>62,629</u>	<u>99</u>	<u>66,484</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(14,090)</u>	<u>56,347</u>	<u>70,437</u>	<u>(7,560)</u>
Other Financing Sources (Uses)				
Operating Transfer In	0	36,874	36,874	0
Total Other Financing Sources (Uses)	<u>0</u>	<u>36,874</u>	<u>36,874</u>	<u>0</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	<u>(14,090)</u>	<u>93,221</u>	<u>107,311</u>	<u>(7,560)</u>
Fund Balance as of January 1	0	21,772	21,772	29,332
Fund Balance as of December 31	<u>(\$14,090)</u>	<u>\$114,993</u>	<u>\$129,083</u>	<u>\$21,772</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

● **1991 Ltd. Tax General Obligation Bond**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$0	\$880	\$880	\$542
Total Revenues	<u>0</u>	<u>880</u>	<u>880</u>	<u>542</u>
Expenditures				
Debt Service:				
Principal	500,000	500,000	0	475,000
Interest	38,000	37,961	39	68,146
Total Expenditures	<u>538,000</u>	<u>537,961</u>	<u>39</u>	<u>543,146</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(538,000)</u>	<u>(537,081)</u>	<u>919</u>	<u>(542,604)</u>
Other Financing Sources (Uses)				
Operating Transfer In	538,000	537,500	(500)	540,650
Total Other Financing Sources (Uses)	<u>538,000</u>	<u>537,500</u>	<u>(500)</u>	<u>540,650</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	<u>0</u>	<u>419</u>	<u>419</u>	<u>(1,954)</u>
Fund Balance as of January 1	<u>0</u>	<u>757</u>	<u>757</u>	<u>2,711</u>
Fund Balance as of December 31	<u><u>\$0</u></u>	<u><u>\$1,176</u></u>	<u><u>\$1,176</u></u>	<u><u>\$757</u></u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



• **1993 Ltd. Tax General Obligation Bond**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Expenditures				
Debt Service:				
Principal	295,000	295,000	0	280,000
Interest	265,498	265,043	455	277,855
Total Expenditures	560,498	560,043	455	557,855
Excess (Deficiency) of Revenues Over Expenditures	(560,498)	(560,043)	455	(557,855)
Other Financing Sources (Uses)				
Operating Transfer In	560,498	559,998	(500)	557,738
Total Other Financing Sources (Uses)	560,498	559,998	(500)	557,738
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	0	(45)	(45)	(117)
Fund Balance as of January 1	0	276	276	393
Fund Balance as of December 31	\$0	\$231	\$231	\$276

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

● **1997 Ltd. Tax General Obligation Bond**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Expenditures				
Debt Service:				
Principal	\$140,000	\$140,000	\$0	\$140,000
Interest	501,963	501,564	399	507,616
Total Expenditures	641,963	641,564	399	647,616
Excess (Deficiency) of Revenues Over Expenditures	(641,963)	(641,564)	399	(647,616)
Other Financing Sources (Uses)				
Operating Transfer In	641,963	641,736	(227)	647,413
Total Other Financing Sources (Uses)	641,963	641,736	(227)	647,413
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	0	172	172	(203)
Fund Balance as of January 1	0	128	128	331
Fund Balance as of December 31	\$0	\$300	\$300	\$128

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



• **1998 Ltd. Tax General Obligation Bond**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Expenditures				
Debt Service:				
Principal	\$125,000	\$125,000	\$0	\$120,000
Interest	133,348	132,948	400	137,548
Total Expenditures	258,348	257,948	400	257,548
Excess (Deficiency) of Revenues Over Expenditures	(258,348)	(257,948)	400	(257,548)
Other Financing Sources (Uses)				
Operating Transfer In	258,348	257,848	(500)	246,624
Total Other Financing Sources (Uses)	258,348	257,848	(500)	246,624
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	0	(100)	(100)	(10,924)
Fund Balance as of January 1	0	399	399	11,323
Fund Balance as of December 31	\$0	\$299	\$299	\$399

Capital Project Funds

Capital Projects Funds are established in Whatcom County to account for financial resources to be used for the acquisition or construction of major capital facilities. Both revenues and expenditures are budgeted in compliance with procedures established in the RCW 36.40. The modified accrual basis of accounting is applied. A description of each fund follows:

1983 Sewer Construction

A fund to account for acquisition, construction and installation of sewerage facilities in the Nor-Bell Care area.

Real Estate Excise Tax

A fund to account for an excise tax on each sale of real property, imposed on the unincorporated areas of the county.

Courthouse Expansion Construction

A reserve fund set up for remodeling of the county courthouse.

Road Improvement District No. 10 Construction

A fund supported by special assessments for construction of infrastructure improvements to the Horton Road area.

County Park Improvement Fund

A fund established to account for repair, replacement, improvements and maintenance of existing facilities and equipment for parks, recreation equipment, and senior centers. The funding for expenditure was approved by a vote

of the people, authorizing a one year excess property tax levy in the amount of \$2,500,000.

Civic Center Building Improvement

A fund created to account for the acquisition of the Civic Center Building.

Public Utilities Improvement

A fund to account for the collection of a rural county sales and use tax that provides funds for financing public facilities.

Combining Balance Sheet

● **Capital Projects Funds**

As of December 31, 2001

(With comparative totals for December 31, 2000)

	1983 Sewer Construction	Real Estate Excise Tax	Courthouse Construction
Assets			
Current Assets			
Cash & Equivalents	(\$13,749)	\$1,346,677	\$43
Investments At Cost	13,751	0	0
Interest Receivable (Net)	50	0	0
Due From Other Governments	0	0	0
Long-Term Assets			
Investment in Joint Ventures	0	40,769	0
Total Assets	\$52	\$1,387,446	\$43
Liabilities and Fund Balance			
Liabilities			
Revenue Collected in Advance	\$0	\$0	\$0
Total Liabilities	0	0	0
Fund Balance			
Fund Balance - Reserved (Encumbrances)	0	0	0
Fund Balance - Unreserved/ Undesignated	52	1,387,446	43
Total Fund Balance	52	1,387,446	43
Total Liabilities and Fund Balance	\$52	\$1,387,446	\$43

Road Improvement District 10 Construction	County Parks Improvement	Civic Center Building Improvement	Public Utilities Improvement	2001	2000
\$0	\$3,081	\$769,074	\$3,528,320	\$5,633,446	\$3,637,873
9,236	6,292	0	0	29,279	61,371
34	43	0	0	127	300
0	0	0	0	0	2,280
0	0	0	0	40,769	40,769
<u>\$9,270</u>	<u>\$9,416</u>	<u>\$769,074</u>	<u>\$3,528,320</u>	<u>\$5,703,621</u>	<u>\$3,742,593</u>
\$0	\$51	\$0	\$0	\$51	\$51
0	51	0	0	51	51
0	1,472	0	0	1,472	0
9,270	7,893	769,074	3,528,320	5,702,098	3,742,542
9,270	9,365	769,074	3,528,320	5,703,570	3,742,542
<u>\$9,270</u>	<u>\$9,416</u>	<u>\$769,074</u>	<u>\$3,528,320</u>	<u>\$5,703,621</u>	<u>\$3,742,593</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance

● **Capital Projects Funds**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

Page 1 of 2

	1983 Sewer Construction	Real Estate Excise Tax	Courthouse Construction
Revenues			
Taxes	\$0	\$1,021,602	\$0
Miscellaneous	680	0	0
Total Revenues	680	1,021,602	0
Expenditures			
Current:			
Culture & Recreation	0	0	0
Capital Outlay	0	0	0
Total Expenditures	0	0	0
Excess (Deficiency) of Revenues Over Expenditures	680	1,021,602	0
Other Financing Sources (Uses)			
Operating Transfer Out	(13,768)	(665,847)	0
Total Other Financing Sources (Uses)	(13,768)	(665,847)	0
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	(13,088)	355,755	0
Fund Balance as of January 1	13,140	1,031,691	43
Fund Balance as of December 31	\$52	\$1,387,446	\$43

Road Improvement District 10 Construction	County Parks Improvement	Civic Center Building Improvement	Public Utilities Improvement	2001	2000
\$0	\$0	\$0	\$1,814,414	\$2,836,016	\$2,529,012
457	(683)	0	0	454	4,270
<u>457</u>	<u>(683)</u>	<u>0</u>	<u>1,814,414</u>	<u>2,836,470</u>	<u>2,533,282</u>
0	0	0	0	0	25,805
0	33,544	0	162,283	195,827	16,019
<u>0</u>	<u>33,544</u>	<u>0</u>	<u>162,283</u>	<u>195,827</u>	<u>41,824</u>
<u>457</u>	<u>(34,227)</u>	<u>0</u>	<u>1,652,131</u>	<u>2,640,643</u>	<u>2,491,458</u>
0	0	0	0	(679,615)	(670,133)
<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>(679,615)</u>	<u>(670,133)</u>
<u>457</u>	<u>(34,227)</u>	<u>0</u>	<u>1,652,131</u>	<u>1,961,028</u>	<u>1,821,325</u>
8,813	43,592	769,074	1,876,189	3,742,542	1,921,217
<u>\$9,270</u>	<u>\$9,365</u>	<u>\$769,074</u>	<u>\$3,528,320</u>	<u>\$5,703,570</u>	<u>\$3,742,542</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **1983 Sewer Construction**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$800	\$680	(\$120)	\$741
Total Revenues	800	680	(120)	741
Other Financing Sources (Uses)				
Operating Transfer Out	(14,000)	(13,768)	232	0
Total Other Financing Sources (Uses)	(14,000)	(13,768)	232	0
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	(13,200)	(13,088)	112	741
Fund Balance as of January 1	13,119	13,140	21	12,399
Fund Balance as of December 31	(\$81)	\$52	\$133	\$13,140

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **Real Estate Excise Tax**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001		Variance Favorable (Unfavorable)	2000
	Budget	Actual		Actual
Revenues				
Taxes	\$800,000	\$1,021,602	\$221,602	\$883,285
Total Revenues	<u>800,000</u>	<u>1,021,602</u>	<u>221,602</u>	<u>883,285</u>
Other Financing Sources (Uses)				
Operating Transfer Out	(666,393)	(665,847)	546	(670,133)
Total Other Financing Sources (Uses)	<u>(666,393)</u>	<u>(665,847)</u>	<u>546</u>	<u>(670,133)</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	<u>133,607</u>	<u>355,755</u>	<u>222,148</u>	<u>213,152</u>
Fund Balance as of January 1	0	1,031,691	1,031,691	818,539
Fund Balance as of December 31	<u>\$133,607</u>	<u>\$1,387,446</u>	<u>\$1,253,839</u>	<u>\$1,031,691</u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

● **Courthouse Construction**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)



	2001		2000
Budget	Actual	Variance Favorable (Unfavorable)	Actual
Fund Balance as of January 1	0	43	43
Fund Balance as of December 31	\$0	\$43	\$43

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

● **Road Improvement District No. 10 Construction**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001		2000
	Budget	Actual	Variance Favorable (Unfavorable)
Revenues			
Miscellaneous	\$480	\$457	(\$23)
Total Revenues	<u>480</u>	<u>457</u>	<u>(23)</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	<u>480</u>	<u>457</u>	<u>(23)</u>
Fund Balance as of January 1	8,796	8,813	17
Fund Balance as of December 31	<u><u>\$9,276</u></u>	<u><u>\$9,270</u></u>	<u><u>(\$6)</u></u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **County Parks Improvement**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$3,000	(\$683)	(\$3,683)	\$3,032
Total Revenues	<u>3,000</u>	<u>(683)</u>	<u>(3,683)</u>	<u>3,032</u>
Expenditures				
Current:				
Culture & Recreation	200	0	200	25,805
Capital Outlay	39,800	33,544	6,256	16,019
Total Expenditures	<u>40,000</u>	<u>33,544</u>	<u>6,456</u>	<u>41,824</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(37,000)</u>	<u>(34,227)</u>	<u>2,773</u>	<u>(38,792)</u>
Excess (Deficiency) of Revenues & Other Financing Sources Over Expenditures & Other Uses	<u>(37,000)</u>	<u>(34,227)</u>	<u>2,773</u>	<u>(38,792)</u>
Fund Balance as of January 1	0	43,592	43,592	82,384
Fund Balance as of December 31	<u><u>(\$37,000)</u></u>	<u><u>\$9,365</u></u>	<u><u>\$46,365</u></u>	<u><u>\$43,592</u></u>

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)

● **Civic Center Building Improvement**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)



Fund Balance as of January 1
Fund Balance as of December 31

2001			2000
Budget	Actual	Variance Favorable (Unfavorable)	Actual
0	769,074	769,074	769,074
\$0	\$769,074	\$769,074	\$769,074

Combining Statement of Revenues, Expenditures
and Changes in Fund Balance
Budget and Actual (GAAP Basis)



● **Public Utilities Improvement**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	2001			2000
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$1,560,000	\$1,814,414	\$254,414	\$1,645,727
Total Revenues	<u>1,560,000</u>	<u>1,814,414</u>	<u>254,414</u>	<u>1,645,727</u>
Expenditures				
Current:				
Capital Outlay	162,292	162,283	9	0
Total Expenditures	<u>162,292</u>	<u>162,283</u>	<u>9</u>	<u>0</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,397,708</u>	<u>1,652,131</u>	<u>254,423</u>	<u>1,645,727</u>
Fund Balance as of January 1	162,292	1,876,189	1,713,897	230,462
Fund Balance as of December 31	<u>\$1,560,000</u>	<u>\$3,528,320</u>	<u>\$1,968,320</u>	<u>\$1,876,189</u>

Enterprise Funds

Enterprise Funds are used to account for operations that are:

A. Financed and operated in a manner similar to private business enterprises-where the intent of the governing body is that costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

B. Where the governing body has decided that periodic determination of revenues earned, expenses incurred, and /or net income is appropriate for capital maintenance, public policy management control, accountability, or other purposes.

The accrual basis of accounting is applied to the following Enterprise Fund.

Whatcom County Investment Pool

A fund to account for the operations of the Whatcom County Investment Pool

Combining Balance Sheet

● **Enterprise Funds**

As of December 31, 2001

(With comparative totals for year ended December 31, 2000)



	2001	2000
Assets		
Current Assets		
Cash & Equivalents	\$11,153	\$86,709
Employee Advances	252	0
Current Assets	11,405	86,709
Total Assets	\$11,405	\$86,709
Liabilities and Fund Equity		
Liabilities		
Current Liabilities		
Accounts Payable	\$1,408	\$935
Due to Other Governments	109	279
Current Liabilities	1,517	1,214
Long -Term Liabilities		
Employee Leave Benefits	9,888	10,000
Long-Term Liabilities	9,888	10,000
Total Liabilities	11,405	11,214
Fund Equity		
Retained Earnings - Unreserved	0	75,495
Total Fund Equity	0	75,495
Total Liabilities and Fund Equity	\$11,405	\$86,709

Combining Statement of Revenues, Expenses
and Changes in Fund Equity

● **Enterprise Funds**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)



	2001	2000
Operating Revenue		
Interest Income	\$109,323	\$235,107
Total Operating Revenues	<u>109,323</u>	<u>235,107</u>
General Operations	183,621	159,612
Total Operating Expenses	<u>183,621</u>	<u>159,612</u>
Operating Income (Loss)	<u>(74,298)</u>	<u>75,495</u>
Income Before Operating Transfers	<u>(74,298)</u>	<u>75,495</u>
Operating Transfers Out	(1,197)	0
Net Income (Loss)	<u>(75,495)</u>	<u>75,495</u>
Fund Equity Changes:		
Retained Earning, January 1	75,495	0
Net Income (Loss)	(75,495)	75,495
Retained Earning, December 31	<u>0</u>	<u>75,495</u>
Fund Equity as of December 31	<u>\$0</u>	<u>\$75,495</u>

Combining Statement of Cashflows

● **Enterprise Funds**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)



	2001	2000
Cash Flows From Operating Activities:		
Cash Received From Customers	\$109,072	\$235,107
Cash Payments For Goods And Services	(66,094)	(40,907)
Cash Payments To Employees	(117,337)	(107,491)
Total Cash Flows From Operating Activities	(74,359)	86,709
Cash Flows From Non-Capital Financing Activities:		
Operating Transfer Out	(1,197)	0
Total Cash Flows From Non-Capital Financing Activities	(1,197)	0
Net Increase (Decrease) in Cash	(75,556)	86,709
Cash And Cash Equivalents January, 1	86,709	0
Cash And Cash Equivalents December, 31	\$11,153	\$86,709
Reconciliation Of Operating Income To Net Cash Provided By Operating Activities:		
Operating Income	(\$74,298)	\$75,495
Adjustments To Reconcile Operating Income:		
(Increase) Decrease in Employee Advances	(252)	0
Increase (Decrease) in Accounts Payable	473	935
Increase (Decrease) in Due To Governments	(170)	279
Increase (Decrease) in Accrued Leave Benefits	(112)	10,000
Net Cash Provided By Operating Activities	(\$74,359)	\$86,709

Internal Service Funds

Internal Service Funds are established to account for the financing of goods or services provided by one department to other departments of Whatcom County, or to other governments, on a cost reimbursement basis. The accrual basis of accounting is used in the following funds.

Equipment Rental and Revolving

A fund to finance the maintenance and operation of equipment used by the Public Works Department and other departments. This fund also maintains an inventory of road construction materials for the county.

Administrative Services

A fund to finance the central services of Whatcom County. These activities include finance, human resources, information services, and records. Also, to account for the County's self insurance activities, tort claims, and facilities management.

Whatcom County Supplemental Retirement Fund

A fund to account for Whatcom County's Supplemental Retirement Plan.

Combining Balance Sheet

● **Internal Service Funds**

As of December 31, 2001

(With comparative totals for year ended December 31, 2000)

	Equipment Rental	Administrative Services	WC Supplemental Retirement	2001	2000
Assets					
Current Assets					
Cash & Equivalents	\$5,443,569	\$5,706,970	\$350,038	\$11,500,577	\$9,162,602
Deposits With Fiscal Agent	0	0	0	0	1,950
Investments At Cost	0	1,355,049	0	1,355,049	1,286,709
Accounts Receivable (Net)	2,418	240,203	0	242,621	0
Interest Receivable (Net)	0	4,973	0	4,973	6,292
Due From Other Funds	93,830	1,578,779	0	1,672,609	99,184
Due From Other Governments	18,912	0	0	18,912	38,185
Inventory	659,977	16,745	0	676,722	1,012,081
Current Assets	6,218,706	8,902,719	350,038	15,471,463	11,607,003
Long-Term Assets					
Land	755,331	0	0	755,331	755,331
Building & Structures (Net)	1,398,884	14,132	0	1,413,016	1,446,686
Capital Leases (Net)	0	179,452	0	179,452	119,233
Other Improvements (Net)	248,381	20,717	0	269,098	300,172
Machinery & Equipment (Net)	4,948,429	423,569	0	5,371,998	5,080,770
Long-Term Assets	7,351,025	637,870	0	7,988,895	7,702,192
Total Assets	\$13,569,731	\$9,540,589	\$350,038	\$23,460,358	\$19,309,195

Combining Balance Sheet

● **Internal Service Funds**

As of December 31, 2001

(With comparative totals for year ended December 31, 2000)

	Equipment Rental	Administrative Services	WC Supplemental Retirement	2001	2000
Liabilities and Fund Equity					
Liabilities					
Current Liabilities					
Accounts Payable	\$256,186	\$859,069	\$0	\$1,115,255	\$420,877
Claims Cost Payable	0	2,921,855	0	2,921,855	2,840,176
Due to Other Funds	17,304	129	0	17,433	0
Accrued Wages & Benefits	0	0	0	0	(144)
Due to Other Governments	2,097	5,522	0	7,619	15,540
Other Accrued Liabilities	0	0	0	0	1,400
Current Liabilities	275,587	3,786,575	0	4,062,162	3,277,849
Long -Term Liabilities					
Employee Leave Benefits	135,270	227,523	0	362,793	326,940
Other Long-Term Liabilities	0	219,177	0	219,177	211,382
Long-Term Liabilities	135,270	446,700	0	581,970	538,322
Total Liabilities	410,857	4,233,275	0	4,644,132	3,816,171
Fund Equity					
Contributed Capital	4,369,846	411,187	0	4,781,033	4,522,740
Retained Earnings - Reserved (FA Replacement)	500,000	0	0	500,000	500,000
Retained Earnings - Unreserved	8,289,028	4,896,127	350,038	13,535,193	10,470,284
Total Fund Equity	13,158,874	5,307,314	350,038	18,816,226	15,493,024
Total Liabilities and Fund Equity	\$13,569,731	\$9,540,589	\$350,038	\$23,460,358	\$19,309,195

Combining Statement of Revenues, Expenses
and Changes in Fund Equity

• **Internal Service Funds**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)



	Equipment Rental	Administrative Services	WC Supplemental Retirement	2001	2000
Operating Revenue					
Intergovernmental	\$0	\$1,000	\$0	\$1,000	\$13,207
Charges for Service	3,858,922	4,750,978	0	8,609,900	7,970,541
Rents and Parking	3,302,959	447,467	0	3,750,426	3,709,092
Insurance Premiums	27,718	4,686,255	0	4,713,973	3,541,502
Other Miscellaneous Revenues	(237)	285,637	0	285,400	39,586
Total Operating Revenues	7,189,362	10,171,337	0	17,360,699	15,273,928
General Operations	5,366,843	9,893,649	68,534	15,329,026	13,786,573
General Administration	503,032	0	0	503,032	522,791
Depreciation	1,301,762	274,922	0	1,576,684	1,385,327
Total Operating Expenses	7,171,637	10,168,571	68,534	17,408,742	15,694,691
Operating Income (Loss)	17,725	2,766	(68,534)	(48,043)	(420,763)
Non-Operating Revenues (Expenses)					
Gain (Loss) on Sale of Fixed Assets	30,409	0	0	30,409	32,651
Interest Revenue	2,134	67,022	0	69,156	76,099
Interest Expense	0	(12,075)	0	(12,075)	(9,583)
Total Non-Operating Revenues (Expenses)	32,543	54,947	0	87,490	99,167
Income Before Operating Transfers	50,268	57,713	(68,534)	39,447	(321,596)
Operating Transfers In	0	3,026,962	418,572	3,445,534	927,755
Operating Transfers Out	(12,662)	(407,410)	0	(420,072)	(389,577)
Net Income (Loss)	37,606	2,677,265	350,038	3,064,909	216,582
Fund Equity Changes:					
Retained Earning, January 1	8,751,422	2,218,862	0	10,970,284	10,753,702
Net Income (Loss)	37,606	2,677,265	350,038	3,064,909	216,582
Retained Earning, December 31	8,789,028	4,896,127	350,038	14,035,193	10,970,284
Contributed Capital, January 1	4,111,553	411,187	0	4,522,740	4,453,477
Contributed Capital Increases	1,734	0	0	1,734	36,409
Residual Equity Transfer In (Out)	256,559	0	0	256,559	32,854
Contributed Capital, December 31	4,369,846	411,187	0	4,781,033	4,522,740
Fund Equity as of December 31	\$13,158,874	\$5,307,314	\$350,038	\$18,816,226	\$15,493,024



Combining Statement of Cashflows

• **Internal Service Funds**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	Equipment Rental	Administrative Services	WC Supplemental Retirement	2001	2000
Cash Flows From Operating Activities:					
Cash Received From Customers	\$7,112,387	\$8,453,490	\$0	\$15,565,877	\$15,234,989
Cash Payments For Goods And Services	(4,951,995)	(6,206,523)	0	(11,158,518)	(9,990,529)
Cash Payments To Employees	(533,698)	(2,915,784)	(68,534)	(3,518,016)	(3,446,249)
Total Cash Flows From Operating Activities	1,626,694	(668,817)	(68,534)	889,343	1,798,211
Cash Flows From Non-Capital Financing Activities:					
Operating Transfer In	0	3,026,962	418,572	3,445,534	927,755
Operating Transfer Out	(12,662)	(407,410)	0	(420,072)	(389,577)
Other Non-Operating Receipts	2,134	0	0	2,134	3,114
Total Cash Flows From Non-Capital Financing Activities	(10,528)	2,619,552	418,572	3,027,596	541,292
Cash Flows From Capital Financing Activities:					
Interest Paid on Lease Purchase	0	(12,075)	0	(12,075)	(9,583)
Contributions From Other Funds	1,734	0	0	1,734	36,409
Proceeds From Sale of Assets	57,908	0	0	57,908	56,378
Residual Equity Transfer In (Out)	256,559	0	0	256,559	32,854
Payments For Capital Assets	(1,476,652)	(406,438)	0	(1,883,090)	(1,723,734)
Total Cash Flows From Capital Financing Activities	(1,160,451)	(418,513)	0	(1,578,964)	(1,607,676)
Net Increase (Decrease) in Cash	455,715	1,532,222	350,038	2,337,975	731,827
Cash And Cash Equivalents January, 1	4,987,854	4,174,748	0	9,162,602	8,430,775
Cash And Cash Equivalents December, 31	\$5,443,569	\$5,706,970	\$350,038	\$11,500,577	\$9,162,602

Combining Statement of Cashflows

● **Internal Service Funds**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

Equipment Rental	Administrative Services	WC Supplemental Retirement	2001	2000
------------------	-------------------------	----------------------------	------	------

Reconciliation Of Operating Income To Net Cash Provided By Operating Activities:

Operating Income	\$17,725	\$2,766	(\$68,534)	(\$48,043)	(\$420,763)
------------------	----------	---------	------------	------------	-------------

Adjustments To Reconcile Operating Income:

Depreciation Expense	1,301,762	274,922	0	1,576,684	1,385,327
(Increase) Decrease in Receivable	(2,418)	(240,203)	0	(242,621)	892
(Increase) Decrease in Interfund Receivable	(93,830)	(1,479,595)	0	(1,573,425)	(55,748)
(Increase) Decrease in intergovernmental Receivable	19,273	0	0	19,273	15,866
(Increase) Decrease in Inventory	334,938	421	0	335,359	277,363
Increase (Decrease) in Deposit W/ Fiscal	0	1,950	0	1,950	50
Increase (Decrease) in Accounts Payable	25,792	750,265	0	776,057	609,214
Increase (Decrease) in Due to Other Funds	17,304	129	0	17,433	(298)
Increase (Decrease) in Due To Governments Liabilities	(2,067)	(5,854)	0	(7,921)	1,235
Increase (Decrease) in Accrued Leave Benefits	0	(1,493)	0	(1,493)	0
Increase (Decrease) in Accrued Leave Benefits Payables	7,978	27,875	0	35,853	(15,533)
Increase (Decrease) in Intergovernmental Payables	0	0	0	0	513
Increase (Decrease) in Accrued Wages	237	0	0	237	93

Net Cash Provided By Operating Activities

\$1,626,694	(\$668,817)	(\$68,534)	\$889,343	\$1,798,211
-------------	-------------	------------	-----------	-------------

Noncash Investing & Capital Financing Activities:

Investment Purchases	\$0	(\$67,022)	\$0	(\$67,022)	(\$72,985)
Lease Purchases	0	(109,952)	0	(109,952)	(90,447)
Total Noncash Investing & Capital Financing Activities:	\$0	(\$176,974)	\$0	(\$176,974)	(\$163,432)



Agency Funds

Agency Funds are established to account for assets held by Whatcom County acting in the capacity of agent. Agency Funds are funds over which the county has no oversight responsibility or financial interdependency. Many independent districts are required by state statute to process all monies through the County Treasurer's office. Such funds do not represent assets of Whatcom County. Agency Funds are custodial in nature and therefore do not involve measurement of results or operations. Each independent district is responsible for preparing its own annual financial report.

Combining Balance Sheet

● Agency Funds

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

Page 1 of 3

	Cemetery Districts	Drainage, Diking & Flood Cntr Districts	Park & Recreation Districts	Watershed Mgmt Prjt Joint Brd	Rural Library	Northwest Regional Council
Assets						
Current Assets						
Cash & Equivalents	\$557,578	\$88,363	\$52,365	\$1,304,412	\$180,945	\$645,473
Deposits With Fiscal Agent	0	0	0	0	0	0
Investments At Cost	842,566	534,046	657,563	0	4,396,660	357,235
Accounts Receivable (Net)	0	0	0	0	0	0
Total Assets	\$1,400,144	\$622,409	\$709,928	\$1,304,412	\$4,577,605	\$1,002,708
Liabilities						
Current Liabilities						
Warrants Payable	\$0	\$0	\$0	\$0	\$0	\$0
Accounts Payable	18,165	1,235	1,553	28,686	247,042	395,337
Matured Long-Term Debt	0	0	0	0	0	0
Matured Interest Payable	0	0	0	0	0	0
Other Accrued Liabilities	14	0	0	0	(662)	1,217
Revenue Collected in Advance	0	0	0	0	0	0
Custodial Accounts	1,381,965	621,174	708,375	1,275,726	4,331,225	606,154
Total Liabilities	\$1,400,144	\$622,409	\$709,928	\$1,304,412	\$4,577,605	\$1,002,708

Council of Government	Hospital Districts	Port	P. U. D. District	Whatcom Transit	School Districts	Fire Districts	Water Districts
\$292	\$147	\$72,760	\$95,209	\$0	\$6,125,450	\$510,041	\$522,116
0	0	0	0	0	115,000	0	0
56,851	0	797	4,039,311	22,441,284	60,669,130	10,580,388	4,686,634
0	0	0	0	0	0	0	0
<u>\$57,143</u>	<u>\$147</u>	<u>\$73,557</u>	<u>\$4,134,520</u>	<u>\$22,441,284</u>	<u>\$66,909,580</u>	<u>\$11,090,429</u>	<u>\$5,208,750</u>
\$0	\$0	\$25	\$0	\$0	\$5,278,769	\$0	\$0
59,605	0	0	115,616	0	0	499,722	79,994
0	0	0	0	0	115,000	0	0
0	0	0	0	0	0	0	0
0	0	0	3	0	23,271	(3,883)	(860)
0	0	0	0	0	0	0	0
(2,462)	147	73,532	4,018,901	22,441,284	61,492,540	10,594,590	5,129,616
<u>\$57,143</u>	<u>\$147</u>	<u>\$73,557</u>	<u>\$4,134,520</u>	<u>\$22,441,284</u>	<u>\$66,909,580</u>	<u>\$11,090,429</u>	<u>\$5,208,750</u>

Combining Balance Sheet

• **Agency Funds**

Year Ended December 31, 2001

(With comparative totals for year ended December 31, 2000)

	Treasurer's Suspense	Inmate Trust Fund	Claims Fund	Salary Fund	2001	2000
Assets						
Current Assets						
Cash & Equivalents	\$3,271,992	\$9,140	\$1,293,399	\$1,680	\$14,731,362	\$16,475,910
Deposits With Fiscal Agent	0	0	0	0	115,000	12,598,421
Investments At Cost	0	0	0	0	109,262,465	112,923,037
Accounts Receivable (Net)	2,901	0	0	0	2,901	(1,311)
Total Assets	\$3,274,893	\$9,140	\$1,293,399	\$1,680	\$124,111,728	\$141,996,057
Liabilities						
Current Liabilities						
Warrants Payable	\$0	\$0	\$1,293,399	\$0	\$6,572,193	\$9,225,681
Accounts Payable	0	(32,412)	0	0	1,414,543	1,924,474
Matured Long-Term Debt	0	0	0	0	115,000	8,230,000
Matured Interest Payable	0	0	0	0	0	4,368,421
Other Accrued Liabilities	0	41,552	0	0	60,652	17,768
Revenue Collected in Advance	317,001	0	0	0	317,001	170,725
Custodial Accounts	2,957,892	0	0	1,680	115,632,339	118,058,988
Total Liabilities	\$3,274,893	\$9,140	\$1,293,399	\$1,680	\$124,111,728	\$141,996,057



Combining Statement of Changes in
Assets and Liabilities

• **Agency Funds**

Year Ended December 31, 2001

	Balance January 1	Additions	Deletions	Balance December 31
Cemetery Districts				
Assets				
Cash & Equivalents	\$545,686	\$980,799	\$968,907	\$557,578
Investments At Cost	801,994	50,892	10,320	842,566
Total Assets	\$1,347,680	\$1,031,691	\$979,227	\$1,400,144
Liabilities				
Accounts Payable	\$15,652	\$276,777	\$274,264	\$18,165
Other Accrued Liabilities	110	224,058	224,154	14
Custodial Accounts	1,331,918	50,047	0	1,381,965
Total Liabilities	\$1,347,680	\$550,882	\$498,418	\$1,400,144

	Balance January 1	Additions	Deletions	Balance December 31
Drainage, Diking & Flood Control Districts				
Assets				
Cash & Equivalents	\$88,758	\$178,905	\$179,300	\$88,363
Investments At Cost	467,223	90,678	23,855	534,046
Total Assets	\$555,981	\$269,583	\$203,155	\$622,409
Liabilities				
Accounts Payable	\$3,664	\$46,224	\$48,653	\$1,235
Custodial Accounts	552,317	68,857	0	621,174
Total Liabilities	\$555,981	\$115,081	\$48,653	\$622,409

Combining Statement of Changes in
Assets and Liabilities

● **Agency Funds**
Year Ended December 31, 2001

	Balance January 1	Additions	Deletions	Balance December 31
Park & Recreation Districts				
Assets				
Current Assets				
Cash & Equivalents	\$46,008	\$243,983	\$237,626	\$52,365
Investments At Cost	625,486	39,287	7,210	657,563
Total Assets	\$671,494	\$283,270	\$244,836	\$709,928
Liabilities				
Current Liabilities				
Accounts Payable	844	26,846	26,137	1,553
Other Accrued Liabilities	34	13,151	13,185	0
Custodial Accounts	670,616	37,759	0	708,375
Total Liabilities	\$671,494	\$77,756	\$39,322	\$709,928

	Balance January 1	Additions	Deletions	Balance December 31
Watershed Mgmt Prjt Joint Board				
Assets				
Cash & Equivalents	\$892,055	\$1,429,687	\$1,017,330	\$1,304,412
Total Assets	\$892,055	\$1,429,687	\$1,017,330	\$1,304,412
Liabilities				
Accounts Payable	\$131,936	\$489,378	\$592,628	\$28,686
Custodial Accounts	760,119	515,607	0	1,275,726
Total Liabilities	\$892,055	\$1,004,985	\$592,628	\$1,304,412

Combining Statement of Changes in
Assets and Liabilities

● **Agency Funds**

Year Ended December 31, 2001

	Balance January 1	Additions	Deletions	Balance December 31
Rural Library				
Assets				
Cash & Equivalents	\$233,494	\$10,923,051	\$10,975,600	\$180,945
Investments At Cost	3,792,294	2,830,516	2,226,150	4,396,660
Total Assets	\$4,025,788	\$13,753,567	\$13,201,750	\$4,577,605
Liabilities				
Accounts Payable	\$259,107	\$1,774,843	\$1,786,908	\$247,042
Other Accrued Liabilities	(583)	2,877,812	2,877,891	(662)
Custodial Accounts	3,767,264	563,961	0	4,331,225
Total Liabilities	\$4,025,788	\$5,216,616	\$4,664,799	\$4,577,605

	Balance January 1	Additions	Deletions	Balance December 31
Northwest Regional Council				
Assets				
Cash & Equivalents	\$725,958	\$18,893,336	\$18,973,821	\$645,473
Investments At Cost	339,218	21,333	3,316	357,235
Total Assets	\$1,065,176	\$18,914,669	\$18,977,137	\$1,002,708
Liabilities				
Accounts Payable	471,472	7,504,381	7,580,516	395,337
Other Accrued Liabilities	1,397	2,557,556	2,557,736	1,217
Custodial Accounts	592,307	13,847	0	606,154
Total Liabilities	\$1,065,176	\$10,075,784	\$10,138,252	\$1,002,708

Combining Statement of Changes in
Assets and Liabilities

● **Agency Funds**
Year Ended December 31, 2001

	Balance January 1	Additions	Deletions	Balance December 31
Council of Governments				
Assets				
Cash & Equivalents	\$100,605	\$3,844,845	\$3,945,158	\$292
Investments At Cost	41,328	1,246,343	1,230,820	56,851
Total Assets	\$141,933	\$5,091,188	\$5,175,978	\$57,143
Liabilities				
Accounts Payable	\$41,179	\$955,416	\$936,990	\$59,605
Other Accrued Liabilities	360	702,524	702,884	0
Custodial Accounts	100,394	0	102,856	(2,462)
Total Liabilities	\$141,933	\$1,657,940	\$1,742,730	\$57,143

	Balance January 1	Additions	Deletions	Balance December 31
Hospital Districts				
Assets				
Cash & Equivalents	\$744	\$21,691	\$22,288	\$147
Total Assets	\$744	\$21,691	\$22,288	\$147
Liabilities				
Custodial Accounts	\$744	\$0	\$597	\$147
Total Liabilities	\$744	\$0	\$597	\$147

Combining Statement of Changes in
Assets and Liabilities

• **Agency Funds**
Year Ended December 31, 2001

	Balance January 1	Additions	Deletions	Balance December 31
Port				
Assets				
Current Assets				
Cash & Equivalents	\$1,215,221	\$24,521,706	\$25,664,167	\$72,760
Investments At Cost	19,229,989	553,068	19,782,260	797
Total Assets	\$20,445,210	\$25,074,774	\$45,446,427	\$73,557
Liabilities				
Current Liabilities				
Warrants Payable	\$1,127,772	\$0	\$1,127,747	\$25
Custodial Accounts	19,317,438	0	19,243,906	73,532
Total Liabilities	\$20,445,210	\$0	\$20,371,653	\$73,557

	Balance January 1	Additions	Deletions	Balance December 31
P.U.D. District				
Assets				
Current Assets				
Cash & Equivalents	\$45,932	\$23,652,510	\$23,603,233	\$95,209
Investments At Cost	4,075,755	8,590,493	8,626,937	4,039,311
Total Assets	\$4,121,687	\$32,243,003	\$32,230,170	\$4,134,520
Liabilities				
Current Liabilities				
Accounts Payable	\$149,225	\$3,746,146	\$3,779,755	\$115,616
Other Accrued Liabilities	(2,880)	1,050,319	1,047,436	3
Custodial Accounts	3,975,342	43,559	0	4,018,901
Total Liabilities	\$4,121,687	\$4,840,024	\$4,827,191	\$4,134,520

Combining Statement of Changes in
Assets and Liabilities

● **Agency Funds**
Year Ended December 31, 2001

	Balance January 1	Additions	Deletions	Balance December 31
Whatcom Transit				
Assets				
Cash & Equivalents	\$0	\$42,412,225	\$42,412,225	\$0
Investments At Cost	29,733,918	18,626,992	25,919,626	22,441,284
Total Assets	\$29,733,918	\$61,039,217	\$68,331,851	\$22,441,284
Liabilities				
Custodial Accounts	\$29,733,918	\$0	\$7,292,634	\$22,441,284
Total Liabilities	\$29,733,918	\$0	\$7,292,634	\$22,441,284

	Balance January 1	Additions	Deletions	Balance December 31
School Districts				
Assets				
Current Assets				
Cash & Equivalents	\$6,479,242	\$283,923,610	\$284,277,402	\$6,125,450
Deposits With Fiscal Agent	12,598,421	18,906,850	31,390,271	115,000
Investments At Cost	41,606,344	80,330,674	61,267,888	60,669,130
Total Assets	\$60,684,007	\$383,161,134	\$376,935,561	\$66,909,580
Liabilities				
Current Liabilities				
Warrants Payable	\$6,212,165	\$131,456,142	\$132,389,538	\$5,278,769
Matured Long-Term Debt	8,230,000	9,899,221	18,014,221	115,000
Matured Interest Payable	4,368,421	8,702,773	13,071,194	0
Other Accrued Liabilities	23,271	0	0	23,271
Custodial Accounts	41,850,150	19,642,390	0	61,492,540
Total Liabilities	\$60,684,007	\$169,700,526	\$163,474,953	\$66,909,580

Combining Statement of Changes in
Assets and Liabilities

• **Agency Funds**

Year Ended December 31, 2001

	Balance January 1	Additions	Deletions	Balance December 31
Fire Districts				
Assets				
Current Assets				
Cash & Equivalents	\$809,456	\$40,140,722	\$40,440,137	\$510,041
Investments At Cost	8,400,861	11,099,148	8,919,621	10,580,388
Total Assets	\$9,210,317	\$51,239,870	\$49,359,758	\$11,090,429
Liabilities				
Current Liabilities				
Accounts Payable	\$679,688	\$8,080,096	\$8,260,062	\$499,722
Other Accrued Liabilities	(8,443)	3,209,529	3,204,969	(3,883)
Custodial Accounts	8,539,072	2,055,518	0	10,594,590
Total Liabilities	\$9,210,317	\$13,345,143	\$11,465,031	\$11,090,429

	Balance January 1	Additions	Deletions	Balance December 31
Water Districts				
Assets				
Current Assets				
Cash & Equivalents	\$341,475	\$13,645,287	\$13,464,646	\$522,116
Investments At Cost	3,808,627	2,453,440	1,575,433	4,686,634
Due from Federal	0	0	0	0
Total Assets	\$4,150,102	\$16,098,727	\$15,040,079	\$5,208,750
Liabilities				
Current Liabilities				
Accounts Payable	\$171,707	\$3,289,327	\$3,381,040	\$79,994
Other Accrued Liabilities	4,502	1,356,758	1,362,120	(860)
Custodial Accounts	3,973,893	1,155,723	0	5,129,616
Total Liabilities	\$4,150,102	\$5,801,808	\$4,743,160	\$5,208,750

Combining Statement of Changes in
Assets and Liabilities

● **Agency Funds**
Year Ended December 31, 2001

	Balance January 1	Additions	Deletions	Balance December 31
Treasurer's Suspense				
Assets				
Cash & Equivalents	\$3,063,852	\$86,962,242	\$86,754,102	\$3,271,992
Accounts Receivable (Net)	(1,311)	2,380,230	2,376,018	2,901
Total Assets	\$3,062,541	\$89,342,472	\$89,130,120	\$3,274,893
Liabilities				
Revenue Collected in Advance	\$170,725	\$349,843	\$203,567	\$317,001
Custodial Accounts	2,891,816	66,076	0	2,957,892
Total Liabilities	\$3,062,541	\$415,919	\$203,567	\$3,274,893

	Balance January 1	Additions	Deletions	Balance December 31
Inmate Trust Fund				
Assets				
Cash & Equivalents	\$0	\$226,864	\$217,724	\$9,140
Total Assets	\$0	\$226,864	\$217,724	\$9,140
Liabilities				
Accounts Payable	\$0	\$220,167	\$252,579	(\$32,412)
Other Accrued Liabilities	0	132,820	91,268	41,552
Total Liabilities	\$0	\$352,987	\$343,847	\$9,140

	Balance January 1	Additions	Deletions	Balance December 31
Claims Fund				
Assets				
Cash & Equivalents	\$1,885,744	\$271,794,653	\$272,386,998	\$1,293,399
Total Assets	\$1,885,744	\$271,794,653	\$272,386,998	\$1,293,399
Liabilities				
Warrants Payable	\$1,885,744	\$80,081,212	\$80,673,557	\$1,293,399
Total Liabilities	\$1,885,744	\$80,081,212	\$80,673,557	\$1,293,399

Combining Statement of Changes in
Assets and Liabilities

● **Agency Funds**

Year Ended December 31, 2001

	Balance January 1	Additions	Deletions	Balance December 31
Salary Fund				
Assets				
Cash & Equivalents	\$1,680	\$0	\$0	\$1,680
Total Assets	\$1,680	\$0	\$0	\$1,680
Liabilities				
Custodial Accounts	\$1,680	\$0	\$0	\$1,680
Total Liabilities	\$1,680	\$0	\$0	\$1,680

	Balance January 1	Additions	Deletions	Balance December 31
Total Agency Funds				
Assets				
Current Assets				
Cash & Equivalents	\$16,475,910	\$823,796,116	\$825,540,664	\$14,731,362
Deposits With Fiscal Agent	12,598,421	18,906,850	31,390,271	115,000
Investments At Cost	112,923,037	125,932,864	129,593,436	109,262,465
Accounts Receivable (Net)	(1,311)	2,380,230	2,376,018	2,901
Total Assets	\$141,996,057	\$971,016,060	\$988,900,389	\$124,111,728
Liabilities				
Current Liabilities				
Warrants Payable	\$9,225,681	\$211,537,354	\$214,190,842	\$6,572,193
Accounts Payable	1,924,474	26,409,601	26,919,532	1,414,543
Matured Long-Term Debt	8,230,000	9,899,221	18,014,221	115,000
Matured Interest Payable	4,368,421	8,702,773	13,071,194	0
Other Accrued Liabilities	17,768	12,124,527	12,081,643	60,652
Revenue Collected in Advance	170,725	349,843	203,567	317,001
Custodial Accounts	118,058,988	24,213,344	26,639,993	115,632,339
Total Liabilities	\$141,996,057	\$293,236,663	\$311,120,992	\$124,111,728

General Fixed Assets Account Group

The General Fixed Assets Account Group is used to account for governmental fixed assets except those used in Proprietary Funds. The assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Depreciation is not provided for nor subtracted from the value of these assets.

Schedule of General Fixed Assets
by Source
As of December 31, 2001



General Fixed Assets

Land	\$15,599,226
Building & Structures (Net)	51,515,068
Leasehold Improvements (Net)	98,669
Other Improvements (Net)	488,321
Machinery & Equipment (Net)	7,070,411

Total Fixed Assets

\$74,771,695

Investment in General Fixed Assets

General Fund	\$70,489,994
Federal Grants	254,197
State Grants	235,291
Donations	3,492,000
Other Sources	300,213

Total Investment in General Fixed Assets

\$74,771,695

Schedule of General Fixed Assets by
Function and Activity
As of December 31, 2001



	Year End Assets by Type					Total
	Land	Building	Improve-ments	Leasehold Improve-ments	Machinery & Equipment	Fixed Assets 12/31/01
GENERAL GOVERNMENT						
Legislative	\$0	\$0	\$0	\$0	\$79,963	\$79,963
Courts	0	0	0	0	103,451	103,451
Legal Services	0	0	0	0	151,450	151,450
Finance & Other Administration	0	0	0	0	941,346	941,346
Central Services	0	0	0	0	1,436,705	1,436,705
Personnel Services	0	0	0	0	14,700	14,700
Miscellaneous General Government	1,539,033	40,201,543	135,476	0	1,063,220	42,939,272
TOTAL GENERAL GOVERNMENT	1,539,033	40,201,543	135,476	0	3,790,834	45,666,887
SECURITY OF PERSONS AND PROPERTY	87,490	7,212,704	0	21,878	2,194,544	9,516,616
TRANSPORTATION	312,333	0	0	0	447,554	759,887
ECONOMIC ENVIRONMENT	0	0	0	0	34,796	34,796
PHYSICAL ENVIRONMENT	254,274	518,662	31,443	0	111,545	915,924
MENTAL AND PHYSICAL HEALTH	54,879	654,701	12,281	76,791	257,317	1,055,969
CULTURE AND RECREATION	13,351,216	2,927,458	309,121	0	233,821	16,821,616
TOTAL GENERAL FIXED ASSETS	\$15,599,226	\$51,515,068	\$488,321	\$98,669	\$7,070,411	\$74,771,695

Schedule of Changes in General Fixed Assets by Function and Activity
Year Ended December 31, 2001



	Balance	Changes in Assets		Balance
	01/01/01	Additions	Deductions	12/31/01
GENERAL GOVERNMENT				
Legislative	\$83,163	\$0	\$3,200	\$79,963
Courts	104,575	7,523	8,647	103,451
Legal Services	126,439	25,011	0	151,450
Finance & Other Administration	922,322	43,591	24,567	941,346
Central Services	1,436,056	2,855	2,206	1,436,705
Personnel Services	14,700	0	0	14,700
Miscellaneous General Government	42,895,531	43,741	0	42,939,272
TOTAL GENERAL GOVERNMENT	45,582,786	122,721	38,620	45,666,887
SECURITY OF PERSONS AND PROPERTY	9,428,736	104,101	16,221	9,516,616
TRANSPORTATION	637,606	145,402	23,121	759,887
ECONOMIC ENVIRONMENT	25,600	9,196	0	34,796
PHYSICAL ENVIRONMENT	576,222	339,702	0	915,924
MENTAL AND PHYSICAL HEALTH	1,017,128	40,619	1,778	1,055,969
CULTURE AND RECREATION	16,635,474	186,142	0	16,821,616
TOTAL GENERAL FIXED ASSETS	\$73,903,552	\$947,883	\$79,740	\$74,771,695

General Long-Term Debt Account Group

The General Long-Term Debt Account Group (GLTDAG) is used to account for the County's unmatured long-term indebtedness that has not been identified as a specific fund liability of a proprietary or trust fund. Besides general obligation debt instruments (e.g., bonds, notes, warrants), the GLTDAG also is used to report revenue bonds that will be repaid from general government resources, special assessment debt when the county is "obligated in some manner," special revenue bonds and certain liabilities that normally are not expected to be liquidated with expendable available financial resources.

Combining Balance Sheet

• **General Long-Term Debt Group of Accounts**

As of December 31, 2001

(With comparative totals for December 31, 2000)



	2001	2000
Assets		
Amount Available in Debt Service Funds	\$547,103	\$126,347
Amount to be Provided	21,018,590	22,613,090
Assets	\$21,565,693	\$22,739,437
Liabilities		
General Obligation Bonds (Net)	\$16,975,000	\$18,035,000
Special Assessment Bonds (Net)	802,600	975,327
Employee Leave Benefits	3,455,092	3,333,634
Landfill Closure Costs	250,000	250,000
Other Long Term Liabilities	83,001	145,476
Long Term Liabilities	\$21,565,693	\$22,739,437

Statistical Section

General Government Expenditures and Other Uses by Function (1)

● **Last Ten Fiscal Years**

Table S. 1

Year	General Government	Security of Persons & Property	Physical Environment	Transportation	Economic Environment	Mental & Physical Health	Culture Recreation	Intra-Governmental
1992	\$15,219,942	\$10,964,657	\$1,325,932	\$9,343,275	\$1,520,925	\$6,009,134	\$3,428,600	\$0
1993	\$15,334,507	\$11,938,978	\$752,583	\$10,217,219	\$1,282,391	\$6,699,872	\$2,766,231	\$0
1994	\$14,879,934	\$13,288,183	\$1,681,962	\$9,870,981	\$1,298,507	\$6,662,809	\$2,603,148	\$0
1995	\$15,536,340	\$14,365,755	\$1,817,130	\$9,428,456	\$965,641	\$7,143,697	\$2,701,136	\$0
1996	\$11,770,828	\$14,133,452	\$1,907,928	\$10,703,423	\$950,057	\$6,702,229	\$2,663,466	\$0
1997	\$12,306,262	\$15,058,747	\$2,762,472	\$10,809,665	\$1,489,765	\$7,130,541	\$2,731,892	\$0
1998	\$14,227,461	\$17,003,381	\$2,366,215	\$10,990,385	\$1,183,325	\$7,730,267	\$2,911,750	\$0
1999	\$15,047,278	\$18,509,529	\$2,834,910	\$11,444,117	\$1,235,673	\$8,028,398	\$3,020,587	\$0
2000	\$15,410,234	\$19,267,342	\$4,975,846	\$13,154,686	\$1,126,322	\$8,219,522	\$3,371,446	\$0
2001	\$16,713,972	\$21,470,121	\$4,757,938	\$13,528,035	\$1,167,559	\$9,078,653	\$3,417,835	\$0

(1) Includes general, special revenue, capital projects, debt service, and special assessment funds.

Other Financing Uses	Capital Outlays	Debt Service	Total
\$6,754,622	\$18,530,072	\$2,296,684	\$75,393,843
\$12,124,229	\$18,127,833	\$7,507,177	\$86,751,020
\$7,704,879	\$10,054,403	\$2,434,073	\$70,478,879
\$7,518,960	\$7,255,829	\$2,579,690	\$69,312,634
\$4,536,564	\$6,915,944	\$2,727,494	\$63,011,385
\$4,870,189	\$13,672,005	\$2,561,469	\$73,393,007
\$3,911,873	\$13,599,996	\$2,756,559	\$76,681,212
\$6,159,294	\$6,508,375	\$2,878,067	\$75,666,228
\$6,144,861	\$7,944,968	\$2,649,662	\$82,264,889
\$8,601,682	\$8,617,635	\$2,237,975	\$89,591,405

General Government Revenues and Other Financing
Sources by Source (1)

● **Last Ten Fiscal Years**

Table S.2



Year	Taxes	Licenses & Permits	Inter-Governmental	Charges for Service	Fines & Forfeits	Misc.	Intra-Governmental	Other Financing Sources	Total
1992	\$26,916,675	\$1,024,506	\$12,446,562	\$9,196,879	\$1,133,419	\$4,895,059	\$0	\$7,767,475	\$63,380,575
1993	\$31,137,897	\$1,376,959	\$13,060,505	\$6,750,748	\$1,278,444	\$5,739,585	\$0	\$22,080,362	\$81,424,500
1994	\$32,935,517	\$1,341,723	\$14,477,141	\$5,314,895	\$1,518,559	\$5,674,464	\$0	\$8,307,957	\$69,570,256
1995	\$35,135,468	\$1,128,653	\$14,693,127	\$5,199,775	\$1,377,609	\$5,219,506	\$0	\$8,407,289	\$71,161,427
1996	\$35,430,869	\$1,268,937	\$17,326,228	\$5,293,274	\$1,197,890	\$3,777,127	\$0	\$5,933,163	\$70,227,488
1997	\$38,250,989	\$1,340,274	\$18,017,481	\$6,085,563	\$1,619,031	\$4,124,349	\$0	\$8,054,550	\$77,492,237
1998	\$39,438,336	\$1,351,354	\$19,508,309	\$6,053,392	\$1,466,255	\$4,753,738	\$0	\$8,502,012	\$81,073,396
1999	\$42,343,802	\$1,415,442	\$17,887,436	\$7,042,730	\$1,705,224	\$4,796,491	\$0	\$7,926,658	\$83,117,783
2000	\$45,620,265	\$1,531,267	\$20,829,740	\$7,316,680	\$1,686,828	\$5,411,508	\$0	\$6,823,392	\$89,219,680
2001	\$47,424,567	\$1,580,226	\$21,212,913	\$7,776,574	\$1,763,991	\$5,582,089	\$0	\$7,861,231	\$93,201,591

(1) Includes general, special revenue, capital projects, debt service, and special assessment funds.

Property Tax Levies & Collections (1)

● **Last Ten Fiscal Years**

Table S.3

Year	Total Tax Levy	Current Tax Collection	Percent of Levy Collected	Delinquent Tax Collection	Total Tax Collection	Ratio of Total Tax Collections to Total Levy	Outstanding Delinquent Taxes	Ratio of Delinquent Taxes To Total Levy
1992	\$16,701,753	\$16,184,299	96.90%	\$457,690	\$16,641,989	99.64%	\$882,506	5.28%
1993	\$19,056,793	\$18,606,092	97.63%	\$509,139	\$19,115,231	100.31%	\$824,068	4.32%
1994	\$21,296,312	\$20,716,153	97.28%	\$465,815	\$21,181,968	99.46%	\$938,411	4.41%
1995	\$22,962,054	\$22,186,141	96.62%	\$554,689	\$22,740,830	99.04%	\$1,159,635	5.05%
1996	\$25,292,251	\$24,547,885	97.06%	\$707,630	\$25,255,515	99.85%	\$1,196,371	4.73%
1997	\$27,178,522	\$26,465,092	97.38%	\$655,200	\$27,120,292	99.79%	\$1,322,065	4.86%
1998	\$27,864,587	\$27,068,437	97.14%	\$754,999	\$27,823,436	99.85%	\$1,430,947	5.14%
1999	\$28,585,345	\$27,646,933	96.72%	\$858,703	\$28,505,636	99.72%	\$1,492,835	5.22%
2000	\$29,404,946	\$28,702,921	97.61%	\$780,380	\$29,483,301	100.27%	\$1,552,527	5.28%
2001	\$30,421,642	\$29,470,724	96.87%	\$887,132	\$30,357,857	99.79%	\$1,618,296	5.32%

(1) Does not include Agency Funds

Assessed Value of Taxable Property (1)

● **Last Ten Fiscal Years**

Table S.4



Fiscal Year	Tax Year	Real Property Assessed Value	Personal Property Assessed Value	Public Utilities And Water Craft	Total Assessed Value
1992	1993	\$6,012,211,890	\$361,369,510	\$293,777,887	\$6,667,359,287
1993	1994	\$7,233,761,115	\$387,349,485	\$313,794,924	\$7,934,905,524
1994	1995	\$8,180,835,325	\$404,220,321	\$334,660,434	\$8,919,716,080
1995	1996	\$8,717,963,010	\$402,239,851	\$317,727,609	\$9,437,930,470
1996	1997	\$9,241,501,960	\$410,699,900	\$382,793,629	\$10,034,995,489
1997	1998	\$9,655,317,130	\$410,421,086	\$378,523,956	\$10,444,262,172
1998	1999	\$9,938,624,420	\$427,546,605	\$337,392,696	\$10,703,563,721
1999	2000	\$10,130,282,150	\$448,738,355	\$375,873,011	\$10,954,893,516
2000	2001	\$10,606,397,230	\$497,440,860	\$442,851,475	\$11,546,689,565
2001	2002	\$11,152,456,630	\$507,675,185	\$493,776,133	\$12,153,907,948

(1) Whatcom County does not estimate actual value. Revaluations occur on a market resale basis. The County is revalued in each four year period by area.



Property Tax Rates (Per \$1,000 of Assessed Value) (1)
 Direct & Overlapping Governments

● **Last Ten Fiscal Years**

Table S.5

WHATCOM COUNTY GOVERNMENT					AGENCIES				
Year	General Fund	Special Revenue Funds	Debt Service	Total County	School Districts	Fire Districts	Port Districts	Cities & Towns	State of WA
1992	1.600	2.297	0.004	3.901	3.280	1.037	0.496	3.576	4.733
1993	1.517	2.324	0.004	3.845	3.962	1.020	0.471	3.306	4.302
1994	1.446	2.290	0.003	3.739	3.651	0.991	0.446	3.003	3.946
1995	1.388	2.170	0.003	3.561	3.750	1.118	0.425	2.926	3.783
1996	1.470	2.206	0.002	3.679	3.642	1.123	0.413	2.621	3.745
1997	1.500	2.256	0.002	3.758	3.838	1.137	0.402	2.582	3.640
1998	1.470	2.252	0.000	3.722	3.700	1.168	0.396	2.919	3.597
1999	1.473	2.292	0.000	3.765	4.068	1.198	0.396	2.929	3.421
2000	1.481	2.325	0.000	3.806	4.194	1.223	0.396	2.947	3.359
2001	1.455	2.263	0.000	3.718	4.190	1.218	0.396	2.982	3.276

(1) Property is assessed at 100% of its true and fair value.

AGENCIES								Total Agencies	Total
Rural Library	Hospital District	Park & Rec District	Water District	Flood Zone District	Sewer District	Cemetary District	Total Agencies		
0.481	0.685	0.113	0.041	0.000	0.000	0.084	14.526	18.427	
0.478	0.229	0.000	0.300	0.000	0.000	0.082	14.150	17.995	
0.479	0.222	0.136	0.256	0.000	0.000	0.085	13.215	16.954	
0.521	0.458	0.092	0.980	0.000	0.000	0.084	14.137	17.698	
0.479	0.431	0.091	0.983	0.000	0.000	0.081	13.608	17.287	
0.494	0.391	0.109	0.961	0.000	0.000	0.083	13.637	17.395	
0.500	0.391	0.109	0.861	0.000	0.000	0.085	13.727	17.449	
0.500	0.474	0.106	0.787	0.000	0.000	0.085	13.964	17.729	
0.500	0.419	0.105	0.743	0.000	0.000	0.084	13.971	17.777	
0.500	0.458	0.105	0.887	0.000	0.000	0.084	14.097	17.815	

Ten Largest Taxpayers
 December 31, 2001 for 2002 Taxes
 Table S.6



Taxpayer	Type of Business	2001 Assessed Valuation	Percentage of Total Assessed Valuation
Altantic Richfield Co. (ARCO)	Petroleum Refinery	\$438,521,025	3.608%
Puget Sound Power & Light	Electric Energy	\$246,287,095	2.026%
Alumet Corp. (Intalco/ Alcoa)	Aluminum Production	\$154,082,260	1.268%
Tosco Corporation	Petroleum Refinery	\$85,748,100	0.706%
Tenaska Washington Partners LP	Cogeneration	\$83,774,895	0.689%
Sumas Cogeneration Co., LP	Cogeneration	\$72,220,595	0.594%
Verizon Northwest, Inc.	Telecommunications	\$51,185,369	0.421%
Trillium Corporation	Various	\$50,162,795	0.413%
Bellis Fair Partners	Shopping Mall	\$47,978,725	0.395%
Talbot Real Estate LLC	Various	\$44,263,450	0.364%
Totals		\$1,274,224,309	10.484%
County Total 2001 Assessed Value:		\$12,153,907,948	

Special Assessment Billings & Collections

● **Last Ten Fiscal Years**

Table S.7

Fiscal Year	Assessments Receivable (1) January 1	Assessment Roll Billings	Assessments Collected (2)	Assessments Receivable December 31
1992	\$2,415,751	\$1,043,673	\$239,328	\$3,220,096
1993	\$3,220,096	\$26,335	\$418,279	\$2,828,152
1994	\$2,828,152	\$26,317	\$226,771	\$2,627,698
1995	\$2,627,698	\$26,261	\$121,348	\$2,532,611
1996	\$2,532,611	\$25,790	\$25,790	\$2,532,611
1997	\$2,532,611	\$26,178	\$25,829	\$2,532,960
1998	\$2,532,960	\$21,835	\$2,297,135	\$257,660
1999	\$257,660	\$26,510	\$273,009	\$11,161
2000	\$11,161	\$26,474	\$33,773	\$3,862
2001	\$3,862	\$26,520	\$26,175	\$4,207

(1) Special Assessment includes: RID #1(Birch Bay Light District), RID #2(Marineland Light District), RID #7(Emerald Lake Light District), and CRID #5.

(2) Includes cancellations, supplements, and adjustments.

Total Property Value: \$12,153,907,948

I. INDEBTEDNESS FOR GENERAL PURPOSES <u>WITHOUT A VOTE</u>		
Legal Limit 1.5% of Taxable Property Value		\$182,308,619
Indebtedness (Liabilities):		
GO Bond	16,975,000	
Lease Purchase Agreements	83,001	
Sick & Vacation Benefits	3,455,092	
Accounts Payable	2,621,831	
	<u>23,134,924</u>	
Less Assets Available:		
Cash on Hand plus Investments	68,879	
Uncollected Taxes	11	
	<u>68,890</u>	
Indebtedness Incurred - Section I		23,066,034
Indebtedness Margin Before Excess		159,242,585
Less Indebtedness Incurred From Section II in Excess of 1% of Taxable Property Value		0
MARGIN OF INDEBTEDNESS AVAILABLE <u>WITHOUT A VOTE</u>		<u>\$159,242,585</u>
II. INDEBTEDNESS FOR GENERAL PURPOSES <u>WITH A 3/5 VOTE</u>		
Legal Limit of 2 1/2% of Taxable Property Value		\$303,847,699
Indebtedness Incurred:		
GO Bond Fund Liabilities	<u>0</u>	
Lease Purchase Agreements	<u>0</u>	
Less Assets Available	<u>0</u>	
Indebtedness Incurred - Section II		0
MARGIN OF INDEBTEDNESS AVAILABLE <u>WITH 3/5 VOTE</u>		<u>\$303,847,699</u>
Total Indebtedness Allowable (Legal Limit 2 1/2%)		\$303,847,699
Less: Indebtedness Incurred - Section I & II		23,066,034
MARGIN OF INDEBTEDNESS AVAILABLE		<u>\$280,781,665</u>

All other funds have net assets exceeding liabilities

Ratio of Net General Obligation Bonded Debt
to Assessed Value & Net General Obligation
Bonded Debt per Capita

● **Last Ten Fiscal Years**

Table S.9

Fiscal Year	Population (1)	Assessed Value (2)	Gross Bonded Debt (3)	Debt Service Money Available (4)	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Net Bonded Debt Per Capita
1992	137,100	\$6,667,359,287	\$12,054,000	\$254,929	\$11,799,071	0.177%	86.06
1993	140,000	\$7,934,905,524	\$19,607,000	\$247,062	\$19,359,938	0.244%	138.29
1994	145,000	\$8,919,716,080	\$18,825,000	\$110,262	\$18,714,738	0.210%	129.07
1995	148,300	\$9,437,930,470	\$17,957,000	\$97,493	\$17,859,507	0.189%	120.43
1996	152,800	\$10,034,995,489	\$16,904,000	\$88,679	\$16,815,321	0.168%	110.05
1997	156,200	\$10,444,262,172	\$18,440,000	\$104,603	\$18,335,397	0.176%	117.38
1998	157,500	\$10,703,563,721	\$20,705,000	\$74,610	\$20,630,390	0.193%	130.99
1999	161,300	\$10,954,893,516	\$19,430,000	\$79,884	\$19,350,116	0.177%	119.96
2000	163,500	\$11,546,689,565	\$18,035,000	\$67,673	\$17,967,327	0.156%	109.89
2001	170,600	\$12,153,907,948	\$16,975,000	\$68,879	\$16,906,121	0.139%	99.10

(1) Population Estimate supplied by State of Washington Employment Security Department.

(2) From Table 4.

(3) General obligation debt reported in the enterprise funds and special assessment debt with government commitment have been excluded.

(4) Amount available for repayment of general obligation bonds (not including Special Assessment.)

Ratio of Annual Debt Service Expenditures for
General Obligations Bonded Debt
to Total General Governmental Expenditures

● **Last Ten Fiscal Years**

Table S.10

Fiscal Year	Principal (1)	Interest (2)	Total Debt Service	Total General Governmental Expenditures (3)	Ratio of Net Bonded Debt to Assessed Value
1992	\$886,007	\$1,410,677	\$2,296,684	\$75,393,843	3.05%
1993	\$5,933,961	\$1,573,216	\$7,507,177	\$86,751,020	8.65%
1994	\$990,389	\$1,443,684	\$2,434,073	\$70,478,879	3.45%
1995	\$1,183,759	\$1,395,931	\$2,579,690	\$69,312,634	3.72%
1996	\$1,308,433	\$1,419,061	\$2,727,494	\$63,011,385	4.33%
1997	\$1,161,774	\$1,399,695	\$2,561,469	\$73,393,007	3.49%
1998	\$1,596,406	\$1,160,153	\$2,756,559	\$76,681,212	3.59%
1999	\$1,672,398	\$1,205,669	\$2,878,067	\$75,666,228	3.80%
2000	\$1,559,956	\$1,089,706	\$2,649,662	\$82,264,889	3.22%
2001	\$1,232,728	\$1,005,247	\$2,237,975	\$89,591,405	2.50%

(1) General obligation bonds reported in the enterprise funds with government commitment have been excluded.

(2) Excludes bond issuance and other costs.

(3) Includes general, special revenue, debt service, & capital projects funds.

Computation of Direct & Overlapping Bonded Debt
 General Obligation Bonds
 December 31, 2001
 Table S.11



Jurisdiction	Gross Debt Outstanding	Percentage Applicable to Whatcom County	Amount Applicable to Whatcom County
Whatcom County	\$16,975,000	100%	\$16,975,000
Total Direct Bonded Debt	\$16,975,000		\$16,975,000
Fire Districts	\$8,551,899	100%	\$8,551,899
School Districts	175,394,675	100%	175,394,675
Park Districts	1,055,000	100%	1,055,000
Total Overlapping Bonded Debt	\$185,001,574		\$185,001,574
Total Direct & Overlapping Bonded Debt	\$201,976,574		\$201,976,574

Demographic Statistics
 • Last Ten Fiscal Years
 Table S. 12



Fiscal Year	Population (1)	Per Capita Income (2)	School Enrollment (3)	Unemployment Rate (4)
1992	137,100	\$18,094	21,441	7.6%
1993	140,000	\$18,243	21,693	7.8%
1994	145,000	\$18,853	22,139	7.3%
1995	148,300	\$19,589	22,928	7.3%
1996	152,800	\$20,694	22,973	7.5%
1997	156,200	\$21,438	23,383	6.0%
1998	157,500	\$22,732	24,024	5.8%
1999	161,300	\$23,228	24,250	5.2%
2000	163,500	Not Available	26,024	5.7%
2001	170,600	Not Available	26,053	6.8%

(1) Population Estimate supplied by State of Washington Employment Security Department.

(2) Per Capita Income supplied by State of Washington Employment Security Department.

(3) Total number of students. School Enrollment supplied by ESD-189.

(4) Unemployment rate supplied by State of Washington Employment Security Department.

Property Value, Construction & Bank Deposits

• **Last Ten Fiscal Years**

Table S.13



Year	Total New Construction Value (1)	Total Property Value (2)	Total Bank Deposits (3)
1992	\$291,423,907	\$6,667,359,287	Not Available
1993	\$414,415,578	\$7,934,905,524	\$1,434,564,000
1994	\$555,800,874	\$8,919,716,080	\$1,573,620,000
1995	\$255,938,718	\$9,437,930,470	\$1,646,404,000
1996	\$255,041,583	\$10,034,995,489	\$1,676,763,000
1997	\$222,637,443	\$10,444,262,172	\$1,596,518,000
1998	\$309,746,172	\$10,703,563,721	\$1,615,981,000
1999	\$264,046,426	\$10,954,893,516	\$1,682,130,000
2000	\$318,081,237	\$11,546,689,565	\$1,756,000,000
2001	\$285,033,283	\$12,153,907,948	\$1,874,000,000

(1) Source: Whatcom County Assessor's Office

(2) Source: Whatcom County Assessor's Office.

(3) Source: FDIC (as of June 30th of each year)

Miscellaneous Statistics

● **Last Eight Fiscal Years**

Table S. 14



	1994	1995	1996	1997	1998	1999	2000	2001
Miles of Road (1):								
Unimproved	1.63	1.63	1.63	1.63	1.63	1.63	1.63	1.63
Graded & Drained	0.96	0.96	0.96	0.96	0.96	0.96	0.96	0.96
Gravel	61.19	60.72	58.84	58.07	57.17	56.58	56.35	56.05
Oiled	717.32	703.17	692.72	686.44	676.57	667.01	666.72	664.01
Asphalt	171.35	173.24	178.67	186.16	196.70	203.96	205.57	209.35
Concrete	<u>18.40</u>	<u>17.60</u>	<u>17.60</u>	<u>15.60</u>	<u>15.60</u>	<u>18.52</u>	<u>18.40</u>	<u>18.23</u>
Total Roads	970.85	957.32	950.42	948.86	948.63	948.66	949.63	950.23
Fire Protection (2):								
No. of Districts	18	18	17	17	17	17	17	18
No. of Paid Firemen	15.5	21	23	30	34	49	54	51
No. of Volunteer Firemen	589	605	604	609	621	631	645	591
Leisure Facilities (3):								
Parks- Number	9	9	9	9	9	9	9	9
Parks- Acres	2,127.28	2,127.28	2,211.28	2,211.28	3,650.28	3,652.58	3,652.58	3,672.58
ORV Park Acres	0	0	0	0	0	0	0	0
Senior Centers	8*	8*	8*	8*	8*	8*	8*	8*
General Elections (4):								
Number of Registered Voters	85,670	88,678	95,665	85,538	90,258	90,987	98,352	97,828
Number of Voters	48,749	45,511	65,565	50,593	57,090	53,038	74,668	44,163
Percent of Registered Voters Voting	56.9%	51.3%	68.5%	59.2%	63.3%	58.3%	75.9%	45.1%
Public Schools/ Education (5):								
Number of Schools:								
Elementary	32	32	32	33	34	35	34	36
Middle	9	9	9	9	10	10	11	11
High	8	8	8	8	9	10	12	10
Alternative or Special Education	4	5	5	5	7	8	10	10
Community Colleges	1	1	1	1	1	1	1	1
Technical	1	1	1	1	1	1	1	1

*Two Senior Centers are County Owned.

- (1) Source: Whatcom County Public Works Department
- (2) Source: Whatcom County Small Taxing Districts
- (3) Source: Whatcom County Park's Department
- (4) Source: Whatcom County Election Department
- (5) Source: Education Service District #189

Supplemental Schedules

The Schedule of Expenditures of Federal Awards and State and Local Financial Assistance reports awards, grants, contracts, and other financial assistance received:

- 1) Directly from a federal agency.
- 2) Indirectly from a federal agency through a state agency.
- 3) Directly from state agencies.

Schedule of Expenditures of
Federal Awards
Year Ended December 31, 2001

Program Title	Federal CFDA Number	Other Identification Number	Current Year Expenditures
<i>DEPARTMENT OF AGRICULTURE/Federal Assistance Received Indirectly</i>			
Nutrition Education-Pass through DOH	10.556	N09663	16,574
Nutrition Education-Pass through DOH	10.556	N10526	5,799
Total CFDA Number	10.556		<u>22,373</u>
SPI/ Juvenile Meals-Pass through Sup. of Public Instruction	10.557	N/A	48,980
Women-Infant-Children-Pass through DOH	10.557	C08665	243,468
Breastfeeding/ MCH-Pass through DOH	10.557	C08665	2,229
Total CFDA Number	10.557		<u>294,677</u>
Federal Forest-Pass through State Treasurer	10.666	RCW 36.33.110	967,618
Forest Surveillance-Pass through State Treasurer	10.666	N/A	60,000
Total CFDA Number	10.666		<u>1,027,618</u>
Federal Forest-Pass through State Treasurer	10.670	WANW-99-020	10,202
Total Department of Agriculture			<u>1,354,870</u>
<i>DEPARTMENT OF THE INTERIOR/Federal Assistance Received Indirectly</i>			
Salmon Recovery Grants-Pass through IAC	15.608	99-1609N	8,522
Salmon Recovery Grants-Pass through IAC	15.608	99-1729D	8,818
Salmon Recovery Grants-Pass through IAC	15.608	99-1607N	53,205
Salmon Recovery Grants-Pass through Depart of Fish & Wildlife	15.608	99-1205B	53,394
Salmon Recovery Grants-Pass through Depart of Fish & Wildlife	15.608	38020219	14,527
Total Department of the Interior			<u>138,466</u>
<i>DEPARTMENT OF JUSTICE/Federal Assistance Received Directly</i>			
State Criminal Alien Assistance Program	16.592	2001-LB-BX-0252	37,192
State Criminal Alien Assistance Program	16.592	2001-LB-BX-3764	38,042
State Criminal Alien Assistance Program	16.592	2000-F204-WA-AF	75,088
Total CFDA Number	16.592		<u>150,322</u>
Marijuana Eradication Support	16.999	C010638GSC	6,634
HIDTA	16.999	I1PNWP513	158,217
Total CFDA Number	16.999		<u>164,850</u>
Total Department of Justice			<u>315,172</u>
<i>FEDERAL DEPARTMENT OF TRANSPORTATION/Federal Assistance Received Indirectly-Pass through DOT</i>			
Surface Transport. Program	20.205	LA 2599	70,717
Surface Transport. Program	20.205	LA 3916	31,335
Surface Transport. Program	20.205	LA 3922	266
Surface Transport. Program	20.205	LA 3564	6,494
Bridge Replacement	20.205	LA 4564	656
Bridge Highway System	20.205	LA 3814	38,716
Ferry Boat Discretionary	20.205	LA 3572	104,973
Total Department of Transportation	20.205		<u>253,157</u>

Schedule of Expenditures of
Federal Awards
Year Ended December 31, 2001

Program Title	Federal CFDA Number	Other Identification Number	Current Year Expenditures
<i>ENVIRONMENTAL PROTECTION AGENCY/Federal Assistance Received Indirectly-Pass through DOH</i>			
OSS Loan Program	66.458	L9900025	105,523
Drinking Water	66.468	N09485	24,904
Total Environmental Protection Agency	66.468		<u>130,426</u>
<i>FEDERAL EMERGENCY MANAGEMENT AGENCY/Federal Assistance Received Directly</i>			
FEMA	83.544	EM S-2001GR-3082	86,815
FEMA	83.548	EM 010331	259,554
Total FEMA			<u>346,368</u>
<i>DEPARTMENT OF HEALTH AND HUMAN SERVICES/Federal Assistance Received Indirectly-Pass through DSHS</i>			
Perinatal Heb. B Program	93.268	PF226011	375
Infant Immunization	93.283	C08665	48,075
CC-PNC/ CDC	93.283	C8665	8,519
Total CFDA Number	93.283		<u>56,949</u>
Infant Toddler	93.575	C08665	26,482
Child Care-Special	93.596	N09864	15,200
Child Care-Special	93.596	N10350	6,722
Child Care-Special Needs	93.596	C08665	7,684
Total CFDA Number	93.596		<u>29,606</u>
Child Support Enforcement	93.563	N/A	493,702
Social Svc Block Grant-Child Development	93.667	9907029	17,045
Social Svc Block Grant-Child Development	93.667	0163-03358	17,417
Social Svc Block Grant-Individual	93.667	9907029	63,109
Social Svc Block Grant-Individual	93.667	0163-03358	63,918
Social Svc Block Grant-Prevocational	93.667	9907029	74,207
Social Svc Block Grant-Prevocational	93.667	0163-03358	57,566
Social Svc Block Grant-Community Access	93.667	9907029	61,377
Social Svc Block Grant-Community Access	93.667	0163-03358	49,172
Social Svc Block Grant	93.667	9907029	22,501
Social Svc Block Grant	93.667	0163-03358	21,987
Social Svc Block Grant	93.667	9907029	1,134
Social Svc Block Grant	93.667	0163-03358	455
Social Svc Block Grant	93.667	9907029	1,895
Total CFDA Number	93.667		<u>451,783</u>

Schedule of Expenditures of
Federal Awards
Year Ended December 31, 2001



Program Title	Federal CFDA Number	Other Identification Number	Current Year Expenditures
HIV Prevention	93.940	C08665	15,281
NSRN Block Grant-Elder Services	93.958	NSRN-Whatcom 99-05	18,309
DASA	93.959	9909010	97,128
DASA	93.959	7547-1	131,174
Prevention	93.959	9909010	48,727
Prevention	93.959	7547-1	43,314
Prevention-Training Grants	93.959	N/A	914
Total CFDA Number	93.959		321,257
Health Svc Block Grant-Prevention	93.991	C08665	10,089
MCH Services Block Grant-Maternal/ Infant	93.994	C08665	64,894
MCH Services Block Grant-CSHCN	93.994	C08665	48,670
MCH Services Block Grant-CSHCN	93.994	C08665	48,670
Total CFDA Number	93.994		162,234
Total Department of Health and Human Services			1,917,471
TOTAL FEDERAL ASSISTANCE			4,455,931

NOTE 1

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

NOTE 1-The county was unable to obtain other identification number.

NOTE 2-The Schedule of Expenditures of Federal Awards is prepared on the same basis of accounting as the county's financial statements. The county uses the modified accrual basis of accounting.

NOTE 3-The amounts shown as current year expenditures represent only federal and state grant portions of the program costs. Entire program costs, including the county's portion, may be more than shown.

Program Title	Federal CFDA Number	Other Identification Number	Current Year Expenditures
STATE LEGISLATURE			
Prosecutor's Salary	None	N/A	74,545
Total State Legislature			<u>74,545</u>
OTHER JUDICIAL AGENCIES			
Criminal Witness Fees	None	N/A	2,964
Total Other Judicial Agencies			<u>2,964</u>
INTERAGENCY COMMITTEE FOR OUTDOOR RECREATION			
Pine/ Cedar Lakes Trail Restoration	None	00-1472D	26,363
Total Interagency Committee for Outdoor Recreation			<u>26,363</u>
DEPARTMENT OF ECOLOGY			
DOE Grant	None	9506048-2	11,550
SHA Grant	None	G0100004	57,961
Litter & Illegal Dump Cleanup	None	C0200056	10,911
Litter & Illegal Dump Cleanup	None	C0000129	18,830
CPG Grant	None	G0000169	243,112
FCAAP	None	G0200080	37,580
FCAAP	None	G0000071	77
FCAAP	None	G0000029	90,224
Riparian Restoration and Water Quality Program	None	G0000303	123,480
Marine Resources Committee Administration	None	G0100091	5,484
Northwest Straits Project: Shoreline Inventory	None	G0000363	8,676
Northwest Straits Project: Marine Resources Committee	None	G0000156	12,851
Northwest Straits Project: Marine Resources Committee	None	G0200033	2,709
Total Department of Ecology			<u>623,444</u>
TRAFFIC SAFETY COMMISSION			
Traffic Safety Project	None	9907017	7,554
Traffic Safety Project	None	03ST-15	6,999
Total Traffic Safety Commission			<u>14,553</u>
DEPARTMENT OF TRANSPORTATION			
Transportation Grants	None	GCA0925	10,018
Highway Litter Pickup	None	DA00LO	10,000
WSDOT Wetlands	None	GCA2231	6,000
MV Fuel Tax Co Ferries	None	GC 5773	124,158
Total Department of Transportation			<u>150,176</u>

Program Title	Federal CFDA Number	Other Identification Number	Current Year Expenditures
COUNTY ROAD ADMINISTRATION BOARD			
Rural Arterial Program	None	3799-01	396,043
Rural Arterial Program	None	3799-02	407,553
CAPA	None	WAC 136-300	387,845
Total County Road Administration Board			<u>1,191,441</u>
TRANSPORTATION IMPROVEMENT BOARD			
Arterial Improvement Program	None	8-2-037-(006)-1	670,595
TIA	None	8-2-037(P05)-1	66,159
TIA	None	9W-037(002)-1	46,552
Total Transportation Improvement Board			<u>783,306</u>
DEPARTMENT OF COMMUNITY, TRADE, & ECONOMIC DEVELOPMENT			
DCD-Drug Task Force	None	N/A	12,000 NOTE 1
DCD-Drug Task Force	None	F00-67420018	54,479
DCD-Drug Task Force	None	F01-67401018	58,373
DCD-Border Town	None	N/A	13,322 NOTE 1
DCD-CV Advocacy	None	01-31001-160	2,348
DCD-CV Advocacy	None	02-31002-160	2,746
WA ST Military Department	None	EM01-0331	43,259
FEMA Military	83.535 SLA	EM010473	42,638
Total Department of Community, Trade, & Economic Development			<u>229,164</u>

Program Title	Federal CFDA Number	Other Identification Number	Current Year Expenditures	
DEPARTMENT OF SOCIAL AND HEALTH SERVICES				
DSHS-CPS	None	20963	9,564	
DSHS-CPS	None	20963	8,988	
DSHS-Passport	None	9907114-1	7,746	
DSHS-Passport	None	20887	12,965	
DSHS-Food Stamps	None	0012-81059-3	4,760	
DSHS-Governor Adv	None	I-200-00601	15,217	
DSHS-Juv Ct Spec Super	None	0163-02495	221,303	
DSHS-Diversion	None	0163-02495	39,133	
DSHS-Impact Fee	None	0163-04466	78,626	
DSHS-Parole/ Detention	None	0163-04466	58,288	
DSHS-Juv Ct Spec Super-CCD	None	9963-41903	14,660	
DSHS-Becca Grant	None	I-200-00500	24,171	
DSHS-BECCA	None	0163-01652	270,973	
DSHS-Miscellaneous	None	I-300-00300	38,841	
DSHS-Miscellaneous	None	0163-02495	1,011	
DSHS-Juv Ct Spec CJAA	None	0163-02495	53,068	
GJJAC/Teen Court	None	I-200-01100	78,033	
DSHS-Juv Incent	None	N/A	65,170	NOTE 1
DSHS-Becca Grant	None	N/A	40,988	NOTE 1
Regional AIDS Program	None	200103021	126,310	
Mental Health-NSRSN Grant	None	I-Whatcom 99-05	93,642	
Mental Health-NSRSN Grant	None	I-Whatcom 99-05	48,417	
DASA	None	9909010	450,638	
DASA	None	7547	302,624	
Social Svc Block Grant	None	9907029	31,907	
Social Svc Block Grant	None	0163-03369	26,292	
Social Svc Block Grant	None	9907029	30,302	
Social Svc Block Grant	None	0163-03369	30,964	
Social Svc Block Grant	None	9907029	112,194	
Social Svc Block Grant	None	0163-03369	113,632	
Social Svc Block Grant	None	9907029	131,924	
Social Svc Block Grant	None	0163-03369	102,340	
Social Svc Block Grant	None	9907029	109,114	
Social Svc Block Grant	None	0163-03369	87,416	
Social Svc Block Grant	None	9907029	40,003	
Social Svc Block Grant	None	0163-03369	39,088	
Social Svc Block Grant	None	9907029	9,516	
Social Svc Block Grant	None	1063-03369	808	

Program Title	Federal CFDA Number	Other Identification Number	Current Year Expenditures
Social Svc Block Grant	None	997029	3,368
State Reimb Non-Support	None	N/A	103,770
Total Department of Social and Health Services			<u>3,037,772</u> NOTE 1
DEPARTMENT OF HEALTH			
DOH Shellfish	None	C08631	4,900
DOH Urgent Needs Funding	None	C08665	222,268
Child Death Review	None	C08665	8,591
CC Youth Access	None	C08665	21,104
MCH/ Enhancement	None	C08665	57,545
Total Department of Health			<u>314,409</u>
WA ST HIGHER EDUCATION COORDINATING BOARD			
College Work Study Program	None	RCW 28B. 12	1,361
College Work Study Program	None	RCW 28B. 12	1,262
College Work Study Program	None	RCW 28B. 12	2,582
Total WA ST Higher Education Coordinating Board			<u>5,206</u>
TOTAL STATE ASSISTANCE			<u><u>6,453,341</u></u>

NOTES TO THE SCHEDULE OF STATE AND LOCAL FINANCIAL ASSISTANCE

NOTE 1-The county was unable to obtain other identification number.

NOTE 2-The Schedule of State and Local Financial Assistance is prepared on the same basis of accounting as the county's financial statements. The county uses the modified accrual basis of accounting.

NOTE 3-The amounts shown as current year expenditures represent only federal and state grant portions of the program costs. Entire program costs, including the county's portion, may be more than shown.



<http://www.co.whatcom.wa.us>