

Whatcom County

WASHINGTON

Annual
Comprehensive
Financial
Report

For Fiscal Year Ending
December 31, 2021

Annual Comprehensive Financial Report

Whatcom County Washington

Fiscal Year Ending December 31, 2021



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

SEPTEMBER 2022

CONTACT INFORMATION

Brad Bennett, Finance Manager

Kristin Fuchs, Senior Associate Manager

Phone (360) 778-5320

Fax (360) 778-5321

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

Online <http://www.whatcomcounty.us>



Cover Photograph
"Wildflowers at Heliotrope" by Jason Karb

copyright © 2022, Whatcom County, Bellingham

TABLE OF CONTENTS

Introductory Section

Letter of Transmittal	1
Elected Officials	8
Organizational Chart	9

Financial Section

Management Discussion and Analysis	10
---	-----------

Basic Financial Statements	22
---	-----------

Statement of Net Position	22
Statement of Activities	23
Balance Sheet, Governmental Funds	24
Reconciliation of the Governmental Funds Balance Sheet to the Statement of Net Position	25
Statement of Revenues, Expenditures and Changes in Fund Balance, Governmental Funds	26
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities	27
Statement of Net Position, Proprietary Funds	28
Statement of Revenues, Expenses and Changes in Fund Net Position, Proprietary Funds	30
Statement of Cash Flows, Proprietary Funds	31
Statement of Fiduciary Net Position, Fiduciary Funds	32
Statement of Changes in Fiduciary Net Position, Fiduciary Funds	33

Notes to the Financial Statements.	35
---	-----------

Note 1	Summary of Significant Accounting Policies	37
Note 2	Accounting and Reporting Changes	44
Note 3	Violation of Finance-Related Legal and Contractual Provisions	45
Note 4	Deposits and Investments	45
Note 5	External Investment Pool	49
Note 6	Property Taxes	51
Note 7	Capital Assets and Depreciation	52

Note 8	Pension Plans . . . . .	.54
Note 9	Risk Management . . . . .	.65
Note 10	Long-Term Debt and Leases . . . . .	.67
Note 11	Contingencies and Litigations . . . . .	.71
Note 12	Construction and Other Significant Commitments . . . . .	.71
Note 13	Interfund Balances and Transfers . . . . .	.72
Note 14	Joint Ventures . . . . .	.73
Note 15	Defined Benefit Other Postemployment Benefit (OPEB) Plans . . . . .	.73
Note 16	Postclosure Care Cost. . . . .	.76
Note 17	Tax Abatement . . . . .	.76
Note 18	COVID-19 Pandemic . . . . .	.77
Note 19	Prior Period Adjustment . . . . .	.77

Required Supplemental Information79

Schedule of Revenue, Expenditures and Changes in Fund Balance - Budget and Actual - General Fund	79
Schedule of Revenue, Expenditures and Changes in Fund Balance - Budget and Actual - County Road Fund	80
Schedule of Revenue, Expenditures and Changes in Fund Balance - Budget and Actual - American Rescue Plan Act	81
Notes to Budgetary Comparison Schedule	82
Schedule of Proportionate Share of the Net Pension Liability - PERS 1	83
Schedule of Proportionate Share of the Net Pension Liability - PERS 2/3	84
Schedule of Proportionate Share of the Net Pension Liability - PSERS 2	85
Schedule of Proportionate Share of the Net Pension Liability - LEOFF 1	86
Schedule of Proportionate Share of the Net Pension Liability - LEOFF 2	87
Schedule of Employer Contributions - PERS 1	88
Schedule of Employer Contributions - PERS 2/3	89
Schedule of Employer Contributions - PSERS 2	90
Schedule of Employer Contributions - LEOFF 2	91
Schedule of Changes in Total OPEB Liability and Related Ratios.	92

Supplemental Information93

Non-Major Funds Definitions.	93
Governmental Funds	101
Combining Balance Sheet - Non-Major Funds	101
Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Non-Major Funds	102
Special Revenue Funds.	103
Combining Balance Sheet - Non-Major Funds	103
Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Non-Major Funds	108
Election Reserve	113

Veterans' Relief	114
Treasurer's O & M.....	115
Whatcom County Jail.....	116
Low-Income Housing	117
Homeless Housing.....	118
Stormwater.....	119
Behavioral Health Program	120
Parks Special Revenue.....	121
Mental Health & Developmental Disabilities.....	122
Swift Creek Sediment Management.....	123
Affordable and Supportive Housing.....	124
Countywide Emergency Medical Services.....	125
Lake Whatcom Storm Water Utility.....	126
Affordable Housing, Behavior Health Facilities and Related Services	127
Covid-19 Emergency Response	128
Whatcom County Trial Court Improvement.....	129
Solid Waste.....	130
Convention Center	131
Victim/Witness Assistance	132
Whatcom County Drug.....	133
Auditor's O & M.....	134
Emergency Management	135
Flood Control Zone District.....	136
Point Roberts Transportation Benefit District.....	137
Conservation Futures	138
Road Improvement Districts.....	139
Debt Service Funds	140
Combining Balance Sheet - Non-Major Funds	140
Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Non-Major Funds	141
2010 Ltd. Tax General Obligation Bond	142
Capital Project Funds	143
Combining Balance Sheet - Non-Major Funds	143
Combining Statement of Revenues, Expenditures and Changes in Fund Balance - Non-Major Funds	150
Real Estate Excise Tax II	156
Real Estate Excise Tax I.....	157
Civic Center Building Improvement.....	158
East Whatcom Regional Resource Center Construction.....	159
2010 Jail Improvement	160
Lummi Nation Lease	161
Birch Bay Drive & Pedestrian Facility Project.....	162
Sheriff's Record Management System Project	163
New Public Health, Safety and Justice Facility Project	164
Nesset Farm Restoration.....	165
State Street Building Acquisition & Improvement.....	166

Courthouse Improvement	167
2015 Girard Street Building Improvement.....	168
Courthouse Building Envelope Project.....	169
2015 Silver Lake Park Improvement.....	170
2015 South Fork Park Improvement	171
Academy Road Stormwater Improvements.....	172
Agate Heights Estate/Bay Lane Stormwater Improvements.....	173
Criminal Justice Integrated Case Management System Projects	174
Integrated Land Records & Permit Management System Projects	175
Sudden Valley Storm Water Improvements.....	176
Hovander Park Building Improvements	177
Lake Whatcom Park Trail Development	178
Triage Center Expansion.....	179
Financial System Software.....	180
Law Library/Elections Remodel	181
Public Safety Radio System	182
North Lake Samish Road Bridge No. 107 Replacement	183
Vactor Truck Storage Building	184
Marine Drive Locust Avenue to Alderwood Avenue Reconstruction	185
Northshore Drive/Edgewater Lane Stormwater Improvements	186
East Smith and Hannegan Road Intersection Improvements.....	187
Prox Lock Control Panel Replacement	188
Swift Creek Capital Projects.....	189
Silver Beach Creek Stormwater Improvements.....	190
Shallow Shore Culvert Relocation.....	191
Central Plaza Tenant Improvement	192
NW Annex Redevelopment.....	193
Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual - Major Funds	194
Public Utilities Improvement.....	194
Internal Service Funds	195
Combining Statement of Net Position - Internal Service Funds	195
Combining Statement of Revenues, Expenses and Changes in Fund Net Position - Internal Service Funds.	196
Combining Statement of Cash Flows - Internal Service Funds	197
Enterprise Funds.	198
Combining Statement of Net Position - Non-Major Enterprise Funds	198
Combining Statement of Revenues, Expenses and Changes in Fund Net Position - Non-Major Enterprise Funds.	199
Combining Statement of Cash Flows - Non-Major Enterprise Funds	200
Fiduciary Funds	201
Combining Statement of Fiduciary Net Position - External Investment Pool	201
Combining Statement of Fiduciary Net Position - Other Custodial Funds.	202
Combining Statement of Changes in Fiduciary Net Position - External Investment Pool	205
Combining Statement of Changes in Fiduciary Net Position - Other Custodial Funds	206

General Fund Schedule of Expenditures - Budget and Actual 209

Statistical Section

Schedule 1	Net Position by Component	212
Schedule 2	Changes in Net Position	214
Schedule 3	Fund Balances, Governmental Funds	218
Schedule 4	Changes in Fund Balances, Governmental Funds	220
Schedule 5	Assessed Value of Taxable Property	222
Schedule 6	Direct and Overlapping Property Tax Rates	224
Schedule 7	Principal Property Tax Payers	226
Schedule 8	Property Tax Levies and Collections.	227
Schedule 9	Ratio of Outstanding Debt by Type	228
Schedule 10	Ratio of General Bonded Debt Outstanding	229
Schedule 11	Direct and Overlapping Governmental Activities Debt	230
Schedule 12	Legal Debt Margin Information	232
Schedule 13	Pledged Revenue Coverage.	234
Schedule 14	Demographic and Economic Statistics	235
Schedule 15	Principal Employers	236
Schedule 16	Full-Time Equivalent County Government Employees by Function/Program.	237
Schedule 17	Operating Indicators by Function/Program	238
Schedule 18	Capital Asset Statistics by Function/Program.	239

**WHATCOM COUNTY
EXECUTIVE'S OFFICE**

County Courthouse

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



Satpal Singh Sidhu
County Executive

SEPTEMBER, 2022

Citizens of Whatcom County:

We are pleased to submit the Annual Comprehensive Financial Report of Whatcom County for the year ended December 31, 2021, in accordance with the provision of Chapter 36.22 of the Revised Code of Washington. The financial statements are presented in conformity with generally accepted accounting principles (GAAP), and audited in accordance with generally accepted auditing standards by the Office of the Washington State Auditor.

The responsibility for the accuracy of the data presented and the completeness and fairness of the presentation, including all disclosures, rests with the County. Whatcom County has established a comprehensive internal control system to provide a reasonable basis for making these representations. Internal controls are designed both to protect the government's assets from loss, theft, or misuse and to compile reliable information for the preparation of the County's financial statements in conformity with GAAP. The County's internal controls have been designed to provide reasonable assurance that the financial statements will be free from material misstatements. 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.

GAAP requires that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. Whatcom County's MD&A can be found before the basic financial statements on page 9.

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 2,107 square miles in size and about two thirds of the County is 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 percent 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.

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 an Administrative Services department. Effective July 1994, financial accounting and reporting responsibilities were transferred to the Administrative Services Finance division under the authority of the County Executive. 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 Custodial 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

At an estimated population of 228,831, Whatcom County serves a rapidly expanding population which has grown over 11.49 percent since 2012 . The County's greatest employment sector is "government." Employment of Whatcom County's workforce of approximately 113,402 includes the following sectors:

Agriculture, Forestry, Fishing and Hunting	4.01%
Mining	*
Utilities	*
Construction.....	8.23%
Manufacturing.....	10.14%
Transportation and Warehousing.....	2.43%

Wholesale/Retail Trade	15.31%
Professional/Technical Services.....	4.30%
Finance/Insurance/Real Estate	4.19%
Management of Companies and Enterprises.....	0.38%
Administrative/Waste Services	4.41%
Educational Services	1.12%
Healthcare and Social Assistance	13.98%
Arts, Entertainment and Recreation	1.43%
Accommodation and Food Services.....	8.85%
Government	16.05%
Information.....	1.44%
Other Services, except Public Administration.....	3.42%
Not Elsewhere Classified.....	0.31%

**Employment not shown to avoid disclosure of data for individual employer.*

Source: WA State Employment Security Department

Covid-19 in Whatcom County

In January 2020, the first documented case of the novel coronavirus in the U.S. was confirmed in Snohomish County, Washington. A month later, the US experienced its first Covid-19 related death taking place in King County, 90 miles south of Whatcom. This was the beginnings of a ‘Stay Home, Stay Healthy’ order and other statewide mandated shutdowns consisting of the closure of public schools and nonessential businesses. At the close of March 2020, the US Congress passed the Coronavirus Aid, Relief, and Economic Security Act (CARES) allotting 2.2 trillion in economic relief—this provided business grants, as well as rental and income assistance while Whatcom County saw an all-time high in unemployment at 17.4 percent by the close of April. The Governor’s ‘Safe Start Washington’ plan was implemented in May 2020, providing a phased approach to reopening businesses, facilities, and organized gatherings on a county-by-county basis. Nearly a year following the onset of the pandemic, the first doses of the Covid-19 vaccine were administered in the US beginning December 2020.

In March of 2021, The American Rescue Plan Act (ARPA) was signed into law to provide additional financial relief in the wake of the COVID-19 pandemic. ARPA includes Coronavirus State and Local Fiscal Recovery Funds (SLFRF) for state and local governments to use over a period of several years. The local portion of these federal funds is referred to as the Coronavirus Local Fiscal Recovery Fund (LFRF), of which Whatcom County was awarded \$44,528,542.

The U.S. Treasury Department is distributing LFRF funds in two equal installments, or “tranches,” the first occurring in mid-2021 and the second to occur in mid-2022. These funds respond to direct needs and economic impacts of the pandemic such as assistance for households, including affordable housing and childcare, to aid for small business and nonprofits experiencing a loss in tourism, travel, and hospitality. Additionally, LFRF funds provide premium pay for eligible essential workers, provisions for government services, and improvements in water, sewer, or broadband infrastructure.

In June of 2021, the governor announced 'Washington Ready' which primarily reopened the state and, with exception of the mask mandate, removed or loosened many of the remaining restrictions in place. This restored much of the workforce and by the close of 2021, 76.7 percent of the state had received at least 1 dose of the Covid-19 vaccine and unemployment resembled pre-pandemic rates at 4.4 percent.

International Transportation

Whatcom County's strategic physical location provides an important international transportation hub. Home to one of the highest volume border crossings between the United States and Canada, in 2021 the Blaine Peace Arch crossing ranked first for buses, third for passenger vehicles, and fourth for commercial truck vehicles despite border restrictions due to the Covid-19 pandemic.

In addition to County access of the I-5 corridor and operational rail systems, the Port of Bellingham (POB) serves as a countywide Port district offering an international airport, shipping terminal for cargo handling and distribution, cruise terminal connecting to the Alaska Marine Highway System, and two full-service marinas. Home to over 275 companies, the Port has more than 1,600 acres of waterfront commercial and industrial property and it administers a federally designated foreign trade zone that promotes manufacturing, warehousing, and trade in the region.

The POB significantly contributes to the growing trade between Asia and North America, as well as the area's local economy. The Asia-Pacific Economic Cooperation (APEC) was the largest recipient of exported goods—with the top three export sectors being petroleum, butane, and propane products (\$1.1 billion), processed foods (\$86.2 million), and fish and marine products (\$67.2 million). While the Asian market experienced delays or closures during the Covid-19 pandemic, Whatcom County's fishing industry reported negative impacts due to Asian market dependency. This developed a need for and interest in local seafood markets; and in October 2020 the POB and other local partners launched the Bellingham Dockside Market, operating to date and supporting the fishing industry in selling fresh products to the local community.

Retail Trade

Whatcom County boasts ample access to retail and tourism to over 8 million residents within 100 miles of the County. As a border county, Whatcom benefits from Canadian visitors' retail sales, sales tax revenue, and tourism as they account for \$140 million in retail spending annually. Since 1988 a main attraction has been Bellis Fair, an 800,000 square-foot regional shopping center with 78 stores including six anchor stores. Opening a Bellingham location in November 1991, Costco, a warehouse store that helps individual consumers and small businesses save money on bulk foods or business supplies, in addition to offering a wide range of member services such as hearing and optical care, also draws Canadian shoppers.

In early November of 2021, the U.S.-Canadian border reopened both ways to non-essential travel after 19 months of closure due to the onset of the Covid-19 pandemic in March 2020. However, restrictions such as vaccination or recent testing for Covid-19 remained in place. It is estimated that due to the typical nature of Canadian visits, that Whatcom County has experienced a loss in the range of \$169 to \$202 million in taxable revenue, in addition to another \$40 million spent annually by Canadians on food, fuel, and lodging. Border communities such as Blaine, Point Roberts,

and Sumas that rely heavily on Canadian retail sales, tourism, and fuel tax revenue have been disproportionately negatively impacted by border closure and restrictions.

Higher Education

Whatcom County has four post-secondary and workforce education institutions: Western Washington University (WWU), Whatcom Community College (WCC), Bellingham Technical College (BTC), and Northwest Indian College (NIC).

WWU is the largest post-secondary school within the County. WWU maintains 125 buildings on its 212-acre main campus and two off-campus properties—a 95-acre facility in Anacortes and a 15-acre facility at nearby Lake Whatcom. WWU also serves as one of the County's largest employers with approximately 2,060 full-time faculty and staff.

WWU has the capacity to provide student housing to over 4,000 students; and in 2020 the community college opened its first on-campus student housing, Cedar Hall, accommodating over 200 more of the County's higher education students. While NIC's main campus is located here in Whatcom County, it serves as the only accredited tribal college in the Pacific Northwest and offers six extended campus locations to better serve the educational needs of Tribal communities throughout Washington, Oregon, and Idaho.

Labor and Income

Whatcom County is home to over 6,000 registered businesses with retail, healthcare, construction and manufacturing, hospitality and food, and government sectors holding the largest number of employees. Whatcom County's leading employers in 2021 (by employee headcount) are: St. Joseph's Hospital, the Lummi Nation, Western Washington University, Bellingham Public Schools, BP Cherry Point, City of Bellingham, Whatcom County, Matrix Service Inc, Ferndale School District, and LTI Inc.

While the County concluded 2021 with an unemployment rate of 4.4 percent, many industries are expressing concerns over labor shortages, including the healthcare industry, which is contributing to delayed access and care for many residents.

Housing and Rental Market

Nearly half the land in Whatcom County is public land with a commitment in the 2016 Comprehensive Plan to maintain 100,000 acres of active farmland. Much of the remaining buildable lands consist of steep slopes, wetlands, or watersheds. With limited buildable lands remaining for development and a growing population, new residential developments must be carefully planned.

Between 2012 and 2021, Whatcom County grew by approximately 23,000 residents and the adopted 20-year growth forecast estimates for an average increase of 1,350 people per year. With nearby Vancouver and Seattle, both metropolitan cities which are experiencing significant population growth in addition to increased land and housing costs, much of Whatcom's growth is attributed to in-migration. In 2021, rental vacancies were extremely low at 0.8 percent whereas a healthy rate is considered to be 5-7 percent for rentals; and in the space of a year, home prices

increased by 25 percent in June 2021 putting the median price at \$525,000.

Whatcom County's need for affordable and available housing has a direct impact on Whatcom's local economy, employers, and residents. Recently, Whatcom County has invested \$3 million to support affordable housing; including the July 2021 opening of Samish Commons, a mixed-use project through the Bellingham & Whatcom County Housing Authorities which will provide 172 affordable housing units and 8 commercial spaces—revitalizing a key corridor of I-5 in need of economic and housing development.

Bellingham Waterfront Redevelopment

On January 20, 2005, the POB acquired approximately 137 acres of waterfront property previously housing a pulp and tissue mill owned by Georgia Pacific Corporation (GP). In 2012, the boundary was expanded to include 100 additional acres for a total of 237 acres of waterfront property—becoming one of the largest contaminated property redevelopments in the nation.

In December 2013, the POB's Board of Commissioners and the Bellingham City Council approved a master plan for the property to create a vibrant, mixed-use neighborhood with new parks and trails, thousands of new jobs, and providing for long-term environmental restoration and redevelopment of Bellingham's waterfront. The estimated value of the property once developed is \$750 million to \$1 billion. Phases of redevelopment and investment are expected to take place over the next 40-50 years.

In 2015 several large structures were removed, with 95 percent of materials reused or recycled onsite. The Port is promoting a range of sustainable strategies for development, including the salvage and reuse of industrial icons from the former GP mill such as the acid ball, digester tanks, ceramic tile tanks, and most notably, the Granary Building—in 2019 becoming the first-completed waterfront redevelopment project offering residential and retail space.

In 2018, Waypoint Park was opened providing community access to the downtown waterfront for the first time in over 100 years. Adjacent to Waypoint, access and development has since expanded to include a bike park and seasonal mid-week Farmer's Market. In late June of 2021 came the opening of a pop-up container village built from repurposed shipping containers where the community enjoys locally crafted beer, ice cream, and food trucks. Additionally, the property is now home to local boat builder All American Marine and local solar panel manufacturer Itek Energy, together bringing over 150 family-wage jobs and private investment to the central waterfront.

Fiscal Responsibility

Whatcom County is on a sustainable path. Our adopted budget maintains adequate financial reserves and funds our core services. As our economy continues to grow, our goal is to maintain services, invest in our facilities, and invest in technology to improve efficiency.

OTHER INFORMATION

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 County Executive's office, County Treasurer's office, Public Works accounting office and the various department heads and employees who contributed to its preparation. We also recognize the professional efforts of the State Auditor's Office in their audit, and in the direction and advice they provide to us throughout the year.

Respectfully Submitted,

Satpal Singh Sidhu, County Executive

A handwritten signature in black ink that reads "Satpal Singh Sidhu". The signature is written in a cursive style with a large, prominent "S" at the beginning.

Elected Officials
as of December 31, 2021

ELECTED OFFICIALS

Executive	Term Ends January, 2024	Satpal Sidhu
Assessor	Term Ends January, 2024	Rebecca Xczar
Auditor	Term Ends January, 2024	Diana Bradrick
Prosecuting Attorney	Term Ends January, 2023	Eric Richey
Sheriff	Term Ends January, 2024	Bill Elfo
Treasurer	Term Ends January, 2024	Steve Oliver

COUNTY COUNCIL

District 1	Term Ends January, 2022	Rud Browne
District 2	Term Ends January, 2022	Todd Donovan
District 3	Term Ends January, 2022	Tyler Byrd
District 4	Term Ends January, 2024	Kathy Kershner
District 5	Term Ends January, 2024	Ben Elenbaas
At Large, Position A	Term Ends January, 2022	Barry Buchanan
At Large, Position B	Term Ends January, 2024	Carol Frazey

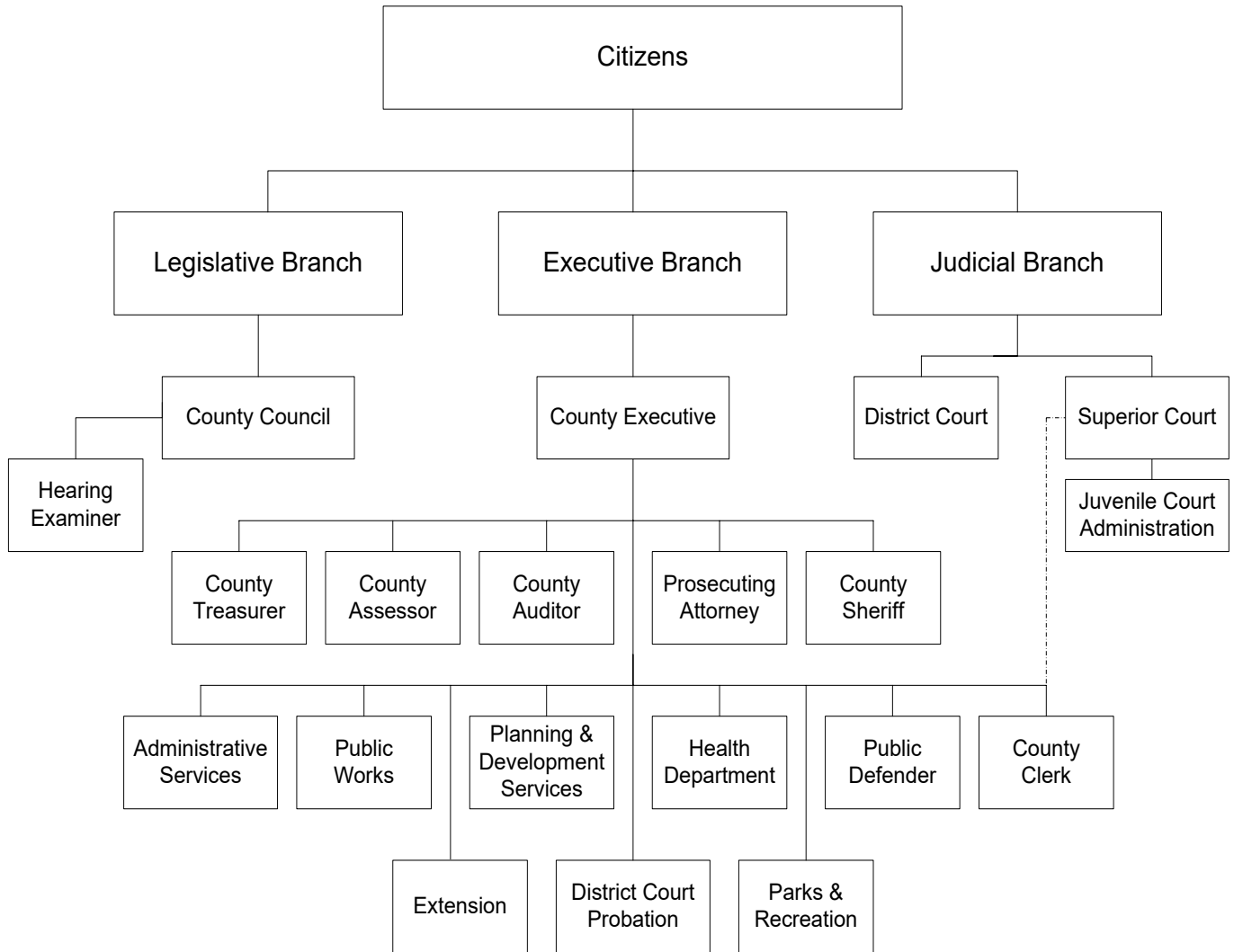
SUPERIOR COURT JUDGES

Department No. 1	Term Ends January, 2025	Robert Olson
Department No. 2	Term Ends January, 2025	Evan Jones
Department No. 3	Term Ends January, 2025	Lee Grochmal
Department No. 4	Term Ends January, 2025	David Freeman

DISTRICT COURT JUDGES

Position No. 1	Term Ends January, 2022	Angela Anderson
Position No. 2	Term Ends January, 2023	Matthew Elich

Whatcom County Organizational Chart



MANAGEMENT'S DISCUSSION AND ANALYSIS

Year Ended December 31, 2021

Whatcom County's discussion and analysis provides a narrative overview and analysis of the County's financial activities for the fiscal year ended December 31, 2021.

Financial Highlights

- The County is in good financial condition. Most revenues have recovered to pre-pandemic levels. Early actions by the county administration mitigated the impact of other revenue losses. Federal assistance also helped fund critical county operations during the year.
- Overall revenues are down \$5.4 million. In 2021, less revenue was recognized for pandemic assistance.
- Assessed valuation of property increased 7.8 percent from 2020 to 2021.
- Total retail sales taxes increased \$8.6 million from 2020 to 2021.
- At the end of 2021, the unassigned fund balance for the General Fund is \$23,851,300, or approximately 25.2 percent of total General Fund expenditures. Total fund balance for the General Fund increased 26.4 percent for the year.
- As of December 31, 2021, the County's governmental funds reported combined ending fund balances of \$193.1 million.
- The County's outstanding general obligation debt (including capital leases) totals \$5.1 million at the end of 2021.
- Whatcom County was awarded \$44,528,542 Coronavirus State and Local Fiscal Recovery Funds from the Federal Government.

Government-wide Financial Statement Highlights

- Whatcom County's revenue for governmental activities decreased \$6.0 million or 2.8 percent between 2020 and 2021.
- The County's long-term debt totaled \$27.6 million. This includes general obligation bonds totaling \$1.6 million, capital leases totaling \$3.6 million, pension obligations totaling \$4.4 million, OPEB obligations totaling \$7.3 million, compensated absences totaling \$8.2 million, and projected self-insurance claims of \$2.3 million. Long-term debt decreased \$12.5 million, or 31.1 percent. This decrease was primarily related to decreased pension obligations.
- Whatcom County's total assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources (net position) by \$499,636,594 as compared to \$455,324,066 in 2020 (\$44.3 million increase).
- For 2021, unrestricted net position increased \$17.8 million from last year. Unrestricted net position indicates resources that may be used to meet the government's ongoing obligations to citizens and creditors as defined by the Government Accounting Standards Board (GASB). Details of factors contributing to the increase in net position are discussed later within this management's discussion and analysis.

Overview of the Financial Statements

The County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the County's finances. The statements report information about the County as a whole using the accrual basis of accounting, which is similar to the accounting used by most private-sector businesses. The statements distinguish functions of Whatcom County that are principally supported by taxes and intergovernmental revenues ("government activities") from functions that are intended to recover all or a significant portion of their cost through user fees and charges ("business-type activities"). Governmental Activities include services provided to the public, such as law enforcement and public safety; the superior, juvenile, and district court systems; criminal prosecution and indigent defense; jails and corrections programs; road construction and maintenance; storm water management; flood control; community planning and development; parks and open space preservation; protection of public health; elections; property assessment and tax collection. Business-type activity includes Whatcom County's ferry system and the Treasurer's investment pool.

The Statement of Net Position presents information on all the County's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the County is improving or deteriorating. However, this is just one indicator of financial health of the County. Other indicators include the condition of the County's capital assets (roads, buildings, bridges, etc.), changes in the property tax base, and general economic conditions within the County.

The Statement of Activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., earned but unused vacation leave).

The governmental-wide financial statements can be found on pages 22-23 of this report.

Fund financial statements. The fund financial statements provide detailed information about the most significant funds--not the County as a whole. Some funds are required to be established by State law. However, management establishes many other funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities for using certain taxes, grants and other money. All the funds of the County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

- **Governmental funds:** Most of the County's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and

the basic services it provides. Governmental fund information helps one determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. We describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation after the fund financial statements.

The basic governmental fund financial statements can be found on pages 24-27 of this report.

- **Proprietary funds:** When the County charges customers for the cost of the services it provides whether to outside customers or to other units of the County, these services are reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities. In fact, the County's enterprise funds (one type of proprietary fund) are the same as the business-type activities we report in the government-wide statements but provide more detail and additional information, such as cash flows, for proprietary funds. We use internal service funds (the other type of proprietary fund), such as the County's Administrative Services Fund, to report activities that provide supplies and services to the County's other programs and activities.

The basic proprietary fund financial statements can be found on pages 28-31 of this report.

- **Fiduciary funds:** The County uses these funds to account for resources held for the benefit of parties outside the government. There are four types of fiduciary funds. Whatcom County only reports custodial funds. Since these are not available to support the County's own programs, they are not reflected in the government-wide financial statements. Fiduciary funds are prepared using the economic resources measurement focus and full accrual basis of accounting.

The fiduciary fund financial statements can be found on pages 32-33 of this report.

Notes to the financial statements. The notes provide additional information that is necessary to acquire a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 35-77 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information. The required supplementary information can be found on pages 79-92 of this report.

The combining statements are presented in a separate section immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages 101-209 of this report.

Government-wide Financial Analysis

The table on the following page reflects a condensed Statement of Net Position.

Table MDA1 - Net Position

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Current and other assets	\$323,420,483	\$231,316,907	\$4,633,919	\$3,463,316	\$328,054,402	\$234,780,223
Capital assets	297,717,321	285,928,186	-	-	297,717,321	285,928,186
Total assets	621,137,804	517,245,093	4,633,919	3,463,316	625,771,723	520,708,409
Deferred outflows of resources	6,494,537	6,896,318	104,275	112,184	6,598,812	7,008,502
Long-term debt	27,397,438	39,581,486	195,424	493,367	27,592,862	40,074,853
Other liabilities	24,721,399	22,331,688	367,679	350,913	25,089,078	22,682,601
Total liabilities	52,118,837	61,913,174	563,103	844,280	52,681,940	62,757,454
Deferred inflows of resources	79,123,726	9,523,961	928,275	111,430	80,052,001	9,635,391
Net position:						
Net investment in capital assets	292,610,357	284,025,255	-	-	292,610,357	284,025,255
Restricted	164,579,751	146,644,544	-	-	164,579,751	146,644,544
Unrestricted	39,199,670	22,034,477	3,246,816	2,619,790	42,446,486	24,654,267
Total net position	\$496,389,778	\$452,704,276	\$3,246,816	\$2,619,790	\$499,636,594	\$455,324,066

For more detailed information see page 22 for the Statement of Net Position.

Net position may serve over time as a useful indicator of a government's financial position. Whatcom County's assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$499,636,594 at the close of 2021; this is an increase of \$44.3 million from 2020 net position. Governmental activities increased Whatcom County's net position by \$43.7 million, thereby accounting for 98.6 percent of the increase in the net position of Whatcom County. Business-type activities increased net position \$627,026.

The largest portion of Whatcom County's net position (58.6 percent) reflects its investment in capital assets (e.g., land, buildings, equipment, and infrastructure); less any outstanding debt used to acquire those assets. Whatcom County uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although Whatcom County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. Net investment in capital assets increased net position by \$8.6 million. Whatcom County invested \$19.4 million in buildings, \$7.4 million in equipment, \$6.0 million in infrastructure, \$5.5 million in land, \$4.4 million in construction in progress and \$2.3 million in improvements. Net investment in capital assets is also increased by repayment of debt related to capital assets and reduced by depreciation charged against capital assets.

Restricted net position totals \$164,579,751 or 32.9 percent of net position. Restricted net position is subject to external restrictions on how it may be used. Restrictions are imposed by legislation, grantors, bondholders, higher levels of government, or through constitutional provisions. Restricted net position is greater than last year by \$12.2 million.

The remaining balance of net position, unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors. The balance of unrestricted net position is \$42.4 million.

Table MDA2 - Net Position Comparison

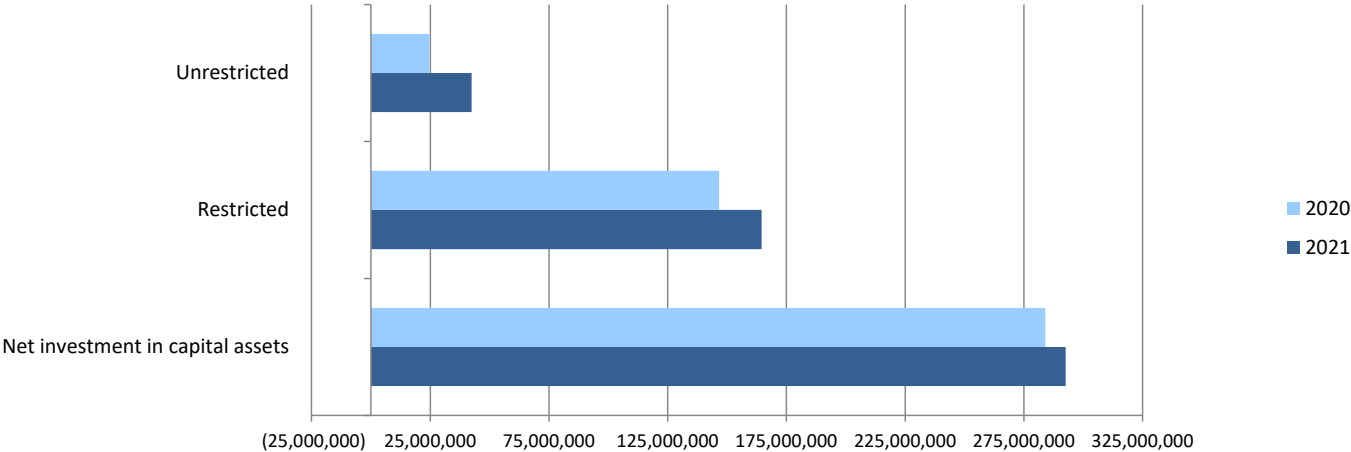


Table MDA3 - Changes in Net Position

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2021	2020	2021	2020	2021	2020
Revenues						
Program revenue:						
Charges for services	\$29,514,331	\$25,653,246	\$1,840,513	\$1,496,228	\$31,354,844	\$27,149,474
Operating grants & contributions	43,351,676	47,041,150	479,940	237,055	43,831,616	47,278,205
Capital grants & contributions	10,368,133	21,461,306	-	-	10,368,133	21,461,306
General revenue:						
Property taxes	66,841,725	65,844,912	-	-	66,841,725	65,844,912
Retail taxes	45,249,820	36,653,006	-	-	45,249,820	36,653,006
Business and occupation taxes	33,095	14,801	-	-	33,095	14,801
Excise taxes	10,562,947	8,376,376	-	-	10,562,947	8,376,376
Other	4,586,723	11,419,775	(20,809)	12,771	4,565,914	11,432,546
Total revenues	210,508,450	216,464,572	2,299,644	1,746,054	212,808,094	218,210,626
Expenses						
General government	32,638,439	38,690,486	-	-	32,638,439	38,690,486
Public safety	53,302,334	71,066,190	-	-	53,302,334	71,066,190
Transportation	28,197,088	24,431,711	-	-	28,197,088	24,431,711
Natural and economic environment	12,602,443	11,368,804	-	-	12,602,443	11,368,804
Social services	35,157,693	28,531,368	-	-	35,157,693	28,531,368
Culture and recreation	4,555,219	4,519,971	-	-	4,555,219	4,519,971
Interest on long-term debt	172,412	108,061	-	-	172,412	108,061
Whatcom Co. Investment Pool	-	-	215,245	254,765	215,245	254,765
Ferry System	-	-	2,779,722	2,811,789	2,779,722	2,811,789
Total expenses	166,625,628	178,716,591	2,994,967	3,066,554	169,620,595	181,783,145
Change in net position before transfers	43,882,822	37,747,981	(695,323)	(1,320,500)	43,187,499	36,427,481
Transfers	(1,322,349)	(1,132,568)	1,322,349	1,132,568	-	-
Change in net position	42,560,473	36,615,413	627,026	(187,932)	43,187,499	36,427,481
Net position-beginning	452,704,276	416,000,110	2,619,790	2,807,722	455,324,066	418,807,832
Prior period adjustment	1,125,029	88,753	-	-	1,125,029	88,753
Net position-beginning (restated)	453,829,305	416,088,863	2,619,790	2,807,722	456,449,095	418,896,585
Net position-ending	\$496,389,778	\$452,704,276	\$3,246,816	\$2,619,790	\$499,636,594	\$455,324,066

For more detailed information see page 23 for the Statement of Activities.

Overall revenues are down \$5.4 million.

Property tax revenue is up \$1.0 million over last year.

Sales tax revenue is \$8.6 million or 23.5 percent up from 2020.

Charges for services are greater than 2020 by \$4.2 million or 15.5 percent.

Operating grants and contributions decreased \$3.4 million (7.3 percent) from last year.

Capital grants and contributions are \$11.1 million less than 2020. These revenues fluctuate based on the capital projects that are underway during the year.

Other revenues are \$6.9 million less than last year.

Expenses ended up at \$169.6 million and are \$12.2 million or 6.7 percent less than 2020.

Net position increased \$44.3 million from 2020.

Table MDA4 - Revenues by Source-Governmental Activities

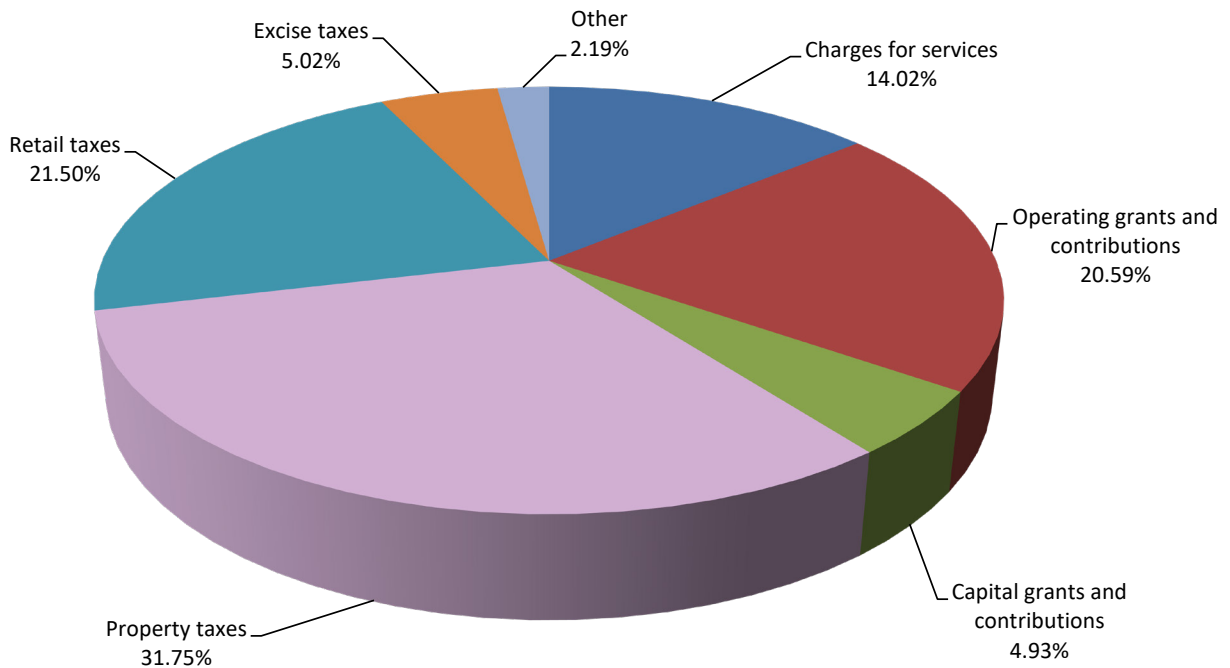
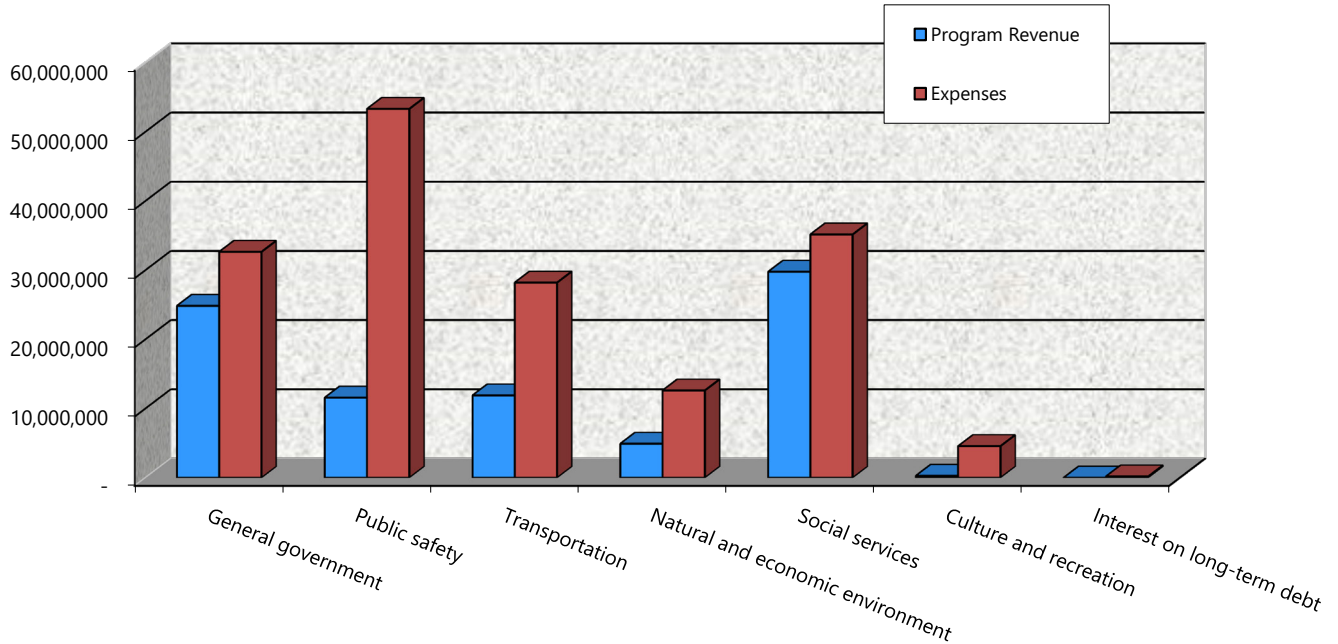


Table MDAS - Expenses and Program Revenues-Governmental Activities



Financial Analysis of the County's Funds

The County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the County's governmental funds is to provide information on near-term inflows, outflows, and balances of resources that are available for spending. Such information is useful in assessing the County's financing requirements.

As of December 31, 2021, the County's governmental funds reported combined fund balances of \$193.1 million; this is an increase of \$13.9 million over 2020 or 7.7 percent. Overall, the funds collected 100 percent of their budgeted revenues and expended 77.8 percent of their budgeted expenditures.

Unassigned fund balance is \$23.8 million or approximately 12.3 percent of total fund balance. Unassigned fund balance is available for spending for any purpose. Assigned fund balance is \$11.0 million or approximately 5.7 percent of total fund balance. Assigned fund balance represents resources Whatcom County intends to use for specific purposes. Committed fund balance totals \$15.1 million or approximately 7.8 percent of total fund balance. Committed fund balance has been restricted for a specific use by the County Council. The remainder of the County's fund balances is classified as restricted. Restricted fund balance totals \$143.2 million or approximately 74.2 percent of total fund balance. Restricted fund balance may only be used for specific purposes. Restrictions are imposed by legislation, grantors, bondholders, higher levels of government, or through constitutional provisions.

The General Fund is the primary operating fund for Whatcom County. At the end of 2021, unassigned fund balance of the General Fund was \$23.9 million, while total fund balance increased to \$24.3 million. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total General Fund expenditures. Unassigned fund balance represents approximately 25.2 percent of total General Fund expenditures, while total fund balance represents approximately 25.7 percent of that same amount.

During 2021, the fund balance of the General Fund increased \$5.1 million. The fund balance was projected to decrease \$4.9 million. \$10.7 million of expenditure authority is unspent at year end.

Under GASB Statement No. 54, certain Special Revenue Funds are required to be reported in the General Fund. For 2021, the LEOFF I Healthcare Fund is combined into the General Fund.

The County Road Fund ended 2021 with a fund balance of \$15.9 million, which is \$3.4 million less than 2020. Fund balance was projected to be \$13.8 million less at year end; however, expenditures are significantly below budget.

For 2021, the fund balance of the American Rescue Plan Act (ARPA) Fund is a negative. This is the result of allocating \$59,175 of unrealized losses from the investment pool to the fund for financial reporting purposes. The ARPA Fund received \$22,264,271 in 2021 however only \$801,773 was recognized as revenue to fund expenditures. Since revenues equaled expenditures the fund had in no fund balance to offset unrealized losses.

The fund balance for the Public Utilities Improvement Fund increased \$2.8 million. This is higher than expected. Expenditures are \$3.8 million less than budgeted amounts.

General Fund Budgetary Highlights

The following table shows a condensed Schedule of Revenues, Expenditures, and Changes in Fund Balance-Budget and Actual for the General Fund for the year ended December 31, 2021.

General Fund actual revenues are only slightly higher than budgeted revenues. However, tax revenue is \$6.2 million greater than budgeted amounts and intergovernmental revenue is \$6.9 million less than budgeted amounts.

Table MDA6 - Condensed General Fund Schedule of Revenues, Expenditures and Changes in Fund Balance

	Original Budget	Amended Budget	Actual
Revenues:			
Taxes	\$47,185,004	\$47,185,004	\$53,380,236
Intergovernmental	18,319,404	37,491,422	30,576,123
Other	17,222,437	17,254,946	18,313,888
Total revenues	82,726,845	101,931,372	102,270,247
Expenditures:			
Expenditures	86,366,585	105,197,432	94,503,576
Other financing sources (uses)	(2,441,598)	(1,656,614)	(2,684,271)
Total expenditures	88,808,183	106,854,046	97,187,847
Change to fund balance	\$(6,081,338)	\$(4,922,674)	\$5,082,400

Overall expenditures for the General Fund are 89.8 percent of the approved budget at year-end. All departments had expenditures within their budgeted authority except non-departmental. Beginning in 2019 the state changed reporting requirements. Revenues previously distributed directly to junior taxing districts are now required to be recognized as revenue by Whatcom County. The distributions to junior taxing districts are recorded as expenditures. The 2021 budget did not anticipate this change, therefore recording these expenditures caused the non-departmental budget to be exceeded.

Capital Assets and Debt Administration

Capital assets. The County’s investment in capital assets for its governmental activities as of December 31, 2021, amounts to \$297.7 million (net of accumulated depreciation). This investment in capital assets includes land, right-of-way, easements and development rights, buildings, improvements, machinery and equipment, infrastructure and construction in progress. The total increase in capital assets over 2020 is \$11.8 million.

Major capital asset events during 2021 included the following:

- New equipment purchases totaled \$7.4 million, which included vehicles and road maintenance equipment.
- Land purchases totaled \$5.5 million, including \$3.8 million in conservation easements..
- \$4.4 million was spent on improvements to the Civic Center building.
- Various projects related to roads, bridges and road-related improvements totaled \$6.0 million.

<i>Table MDA7 - Capital Assets</i>	Governmental Activities	
	2021	2020
	Land	\$116,553,923	$111,169,973
Construction in progress	13,618,690	23,913,511
Intangible assets	50,400	50,400
Buildings	54,253,858	38,857,522
Improvements	10,555,091	9,085,675
Equipment	22,019,578	18,286,150
Infrastructure	80,665,781	84,564,955
Totals	\$297,717,321	\$285,928,186

For more detailed information see page 52 for Capital Assets Activity.

Long-term debt. At year-end, the County’s governmental activities had \$27,397,438 in outstanding debt compared to \$39,581,485 last year. That is a decrease of \$12.2 million, which is primarily the result of a decrease in pension payable liabilities. The County’s outstanding general obligation debt totaled \$5.1 million. See Note 10 to the financial statements.

State statutes limit the amount of general obligation debt the County may issue to 2.5 percent of assessed value with a vote, and 1.5 percent of assessed value with no vote required. The current debt limitation for Whatcom County is \$1.1 billion with a vote and \$626 million without a vote, both of which are significantly in excess of the County’s outstanding general obligation debt of \$5.1 million.

Additional information on Whatcom County’s long-term debt can be found in Note 10 on pages 67-70 of this report.

Table MDA8 - Outstanding Debt	Governmental Activities	
	2021	2020
	General obligation bonds	\$1,550,000	$1,700,000
Capital leases	3,556,964	202,931
Estimated self-insurance claims	2,303,263	3,284,303
Pension payable	4,353,788	18,077,024
Other postemployment benefits payable	7,275,899	7,402,585
Compensated absences	8,107,524	8,664,642
Other long-term liabilities	250,000	250,000
	<u>\$27,397,438</u>	<u>\$39,581,485</u>

Economic Factors

Whatcom County is home to over 6,000 registered businesses with retail, healthcare, construction and manufacturing, hospitality and food, and government sectors holding the largest number of employees. Whatcom County’s leading employers in 2020 (by employee headcount) are: St. Joseph’s Hospital, the Lummi Nation, Western Washington University, Bellingham Public Schools, BP Cherry Point, City of Bellingham, Matrix Service Inc, Ferndale School District, Whatcom County, and Haggen.

In January 2020, unemployment in the state was at its lowest in recorded history at 4.3 percent, with Whatcom County at 5.9 percent. However, by April 2020 the pandemic put the county at a record high 18.3 percent unemployment rate (surpassing the state average at 16.3 percent) with the leisure and hospitality sector being hit the hardest, shedding half of its jobs between March and April. While the county concluded 2021 with an unemployment rate of 4.4 percent. Total employment averaged 106,859 and is still below pre-pandemic levels. Many industries are expressing concerns over labor shortages.

U.S.-Canadian border closed to all nonessential travel March 2020. The Canadian border was reopened August 9th, 2021 and the U.S. border was opened November 9th, 2021. It is estimated that due to the typical nature of Canadian visits, that Whatcom County has experienced a loss in the range of \$169 to \$202 million in taxable revenue, in addition to another \$40 million spent annually by Canadians on food, fuel, and lodging. Border communities such as Blaine, Point Roberts, and Sumas that rely heavily on Canadian retail sales, tourism, and fuel tax revenue have been disproportionately negatively impacted by border closure.

Despite the border closure retail sales increased 18 percent from 2020 to 2021 to \$5.6 billion, this exceeds 2018 pre-pandemic retail sales by over a billion dollars.

With nearby Vancouver and Seattle, both metropolitan cities which are experiencing significant population growth in addition to increased land and housing costs, much of Whatcom’s growth is attributed to in-migration. Between 2010 and 2020, Whatcom County grew by approximately 28,000; however, there was only an increase of 9,637 housing units built within the same period. In the space of a year, home prices increased by 25 percent in June 2021

putting the median price at \$525,000.

Other Significant Matters

Whatcom County was awarded \$44,528,542 Coronavirus State and Local Fiscal Recovery Funds from the Federal Government. The funds can be used to respond to the pandemic and its economic effects on our community.

Contacting the County's Financial Management

This financial report is designed to provide our citizens, taxpayers, customers, and investors and creditors with a general overview of the County's finances and to show the County's accountability for the money it receives. If you have questions about this report or need any additional financial information, contact the Whatcom County Administrative Services Finance Office at 311 Grand Avenue, Bellingham, Washington, 98225.

	Primary Government		
	Governmental Activities	Business-type Activities	Total
Assets			
Cash, cash equivalents and pooled investments	\$217,892,255	\$1,523,554	\$219,415,809
Cash with fiscal agent	1,009,440	20,000	1,029,440
Investments	8,079,259	-	8,079,259
Receivables, net	3,942,280	1,629,952	5,572,232
Receivables-court, net	1,608,290	-	1,608,290
Due from other governments	32,752,818	-	32,752,818
Internal balances	(577,613)	577,613	-
Inventories	1,527,003	-	1,527,003
Capital assets:			
Non-depreciable	130,223,013	-	130,223,013
Depreciable, net	167,494,308	-	167,494,308
Pension asset, net	57,186,751	882,800	58,069,551
Total assets	621,137,804	4,633,919	625,771,723
Deferred outflows of resources			
Pensions	6,302,838	104,275	6,407,113
OPEB	191,699	-	191,699
Total deferred outflows of resources	6,494,537	104,275	6,598,812
Liabilities			
Accounts payable and accrued expenses	22,972,973	358,976	23,331,949
Due to other governments	1,469,150	8,703	1,477,853
Unearned revenue	279,276	-	279,276
Noncurrent liabilities (Note 10):			
Due within one year	11,409,202	101,124	11,510,326
Due in more than one year	4,741,947	-	4,741,947
Pension liability, net	4,353,788	94,300	4,448,088
OPEB liability	6,892,501	-	6,892,501
Total liabilities	52,118,837	563,103	52,681,940
Deferred inflows of resources			
Pensions	51,900,644	928,275	52,828,919
Court receivables	1,608,290	-	1,608,290
Grants received in advance	25,614,792	-	25,614,792
Total deferred inflows of resources	79,123,726	928,275	80,052,001
Net position			
Net investment in capital assets	292,610,357	-	292,610,357
Restricted for:			
General government	3,416,279	-	3,416,279
Public safety	32,035,230	-	32,035,230
Transportation	17,174,883	-	17,174,883
Natural and economic environment	20,632,786	-	20,632,786
Social services	17,021,736	-	17,021,736
Culture and recreation	2,815,257	-	2,815,257
Debt service	1,582	-	1,582
Capital projects	71,481,998	-	71,481,998
Unrestricted (deficit)	39,199,670	3,246,816	42,446,486
Total net position	\$496,389,778	\$3,246,816	\$499,636,594

Notes to the financial statements are an integral part of this statement.

Functions/ Programs	Expenses	Program Revenues			Net (Expense) Revenue & Changes in Net Position - Primary Government		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
Primary government:							
Governmental activities:							
General government	\$32,638,439	\$9,652,752	\$15,020,802	\$163,616	\$(7,801,269)	\$-	\$(7,801,269)
Public safety	53,302,334	10,878,785	690,632	-	(41,732,917)	-	(41,732,917)
Transportation	28,197,088	3,150,096	59,078	8,680,821	(16,307,093)	-	(16,307,093)
Natural and economic environment	12,602,443	495,150	2,887,998	1,523,696	(7,695,599)	-	(7,695,599)
Social services	35,157,693	5,191,948	24,565,460	-	(5,400,285)	-	(5,400,285)
Culture and recreation	4,555,219	145,600	127,706	-	(4,281,913)	-	(4,281,913)
Interest on long-term debt	172,412	-	-	-	(172,412)	-	(172,412)
Total governmental activities	166,625,628	29,514,331	43,351,676	10,368,133	(83,391,488)	-	(83,391,488)
Business-type activities:							
Whatcom Co Investment Pool	215,245	297,962	-	-	-	82,717	82,717
Ferry System	2,779,722	1,542,551	479,940	-	-	(757,231)	(757,231)
Total business-type activities	2,994,967	1,840,513	479,940	-	-	(674,514)	(674,514)
Total primary government	\$169,620,595	\$31,354,844	\$43,831,616	\$10,368,133	(83,391,488)	(674,514)	(84,066,002)
General Revenues:							
Taxes:							
Property taxes					66,841,725	-	66,841,725
Retail taxes					45,249,820	-	45,249,820
Business and occupation taxes					33,095	-	33,095
Excise taxes					10,562,947	-	10,562,947
Unrestricted investment earnings and unrealized gains/ (losses)					(760,088)	(20,809)	(780,897)
Gain/loss on sale of capital assets					1,851,098	-	1,851,098
Miscellaneous					3,495,713	-	3,495,713
Transfers					(1,322,349)	1,322,349	-
Total general revenues and transfers					125,951,961	1,301,540	127,253,501
Change in net position					42,560,473	627,026	43,187,499
Net position-beginning					452,704,276	2,619,790	455,324,066
Prior period adjustments					1,125,029	-	1,125,029
Net position-beginning (restated)					453,829,305	2,619,790	456,449,095
Net position-ending					\$496,389,778	\$3,246,816	\$499,636,594

Notes to the financial statements are an integral part of this statement.

	General	County Road	American Rescue Plan Act	Public Utilities Improvement	Other Governmental Funds	Total Governmental Funds
Assets						
Cash, cash equivalents and pooled investments	\$24,782,564	\$16,784,823	\$22,143,678	\$21,619,791	\$110,979,603	\$196,310,459
Deposits with fiscal agent	1,003,440	-	-	-	-	1,003,440
Investments	-	-	-	-	8,079,259	8,079,259
Taxes receivable, net	541,542	472,039	-	-	285,395	1,298,976
Accounts receivable, net	1,479,739	110,434	-	1,757,000	456,274	3,803,447
Accounts receivable-court, net	1,433,671	-	-	-	174,619	1,608,290
Special assessments, net	-	-	-	-	31,778	31,778
Notes receivable, net	-	-	-	-	125,751	125,751
Interfund receivable	1,308,952	1,941,559	-	-	2,126,715	5,377,226
Due from other governments	10,044,518	1,474,613	-	11,004,046	10,223,346	32,746,523
Employee advances	3,605	59	-	-	29	3,693
Prepayments	-	-	8,082	-	18,016	26,098
Total assets	\$40,598,031	\$20,783,527	\$22,151,760	\$34,380,837	\$132,500,785	\$250,414,940
Liabilities, deferred inflows of resources and fund balances						
Liabilities						
Warrants payable	\$3,714,092	\$-	\$-	\$-	\$-	\$3,714,092
Accounts payable	4,926,776	1,940,329	44,097	366,502	8,021,775	15,299,479
Interfund payable	498,206	2,159,558	698,567	-	3,271,534	6,627,865
Revenue collected in advance	29,816	3,950	-	-	-	33,766
Due to other governments	1,060,346	65,114	879	-	305,691	1,432,030
Other accrued liabilities	1,063,083	341,318	4,894	-	190,891	1,600,186
Other current liabilities	11,839	-	-	-	3,300	15,139
Unearned revenue	781	-	-	-	278,495	279,276
Total liabilities	11,304,939	4,510,269	748,437	366,502	12,071,686	29,001,833
Deferred inflows of resources						
Deferred property tax	459,870	399,936	-	-	243,579	1,103,385
Court receivables	1,433,671	-	-	-	174,619	1,608,290
Special assessments	-	-	-	-	31,778	31,778
Grants received in advance	3,070,595	-	21,462,498	-	1,081,699	25,614,792
Total deferred inflows of resources	4,964,136	399,936	21,462,498	-	1,531,675	28,358,245
Fund balances:						
Restricted	477,656	15,873,322	-	34,014,335	92,795,062	143,160,375
Committed	-	-	-	-	15,082,818	15,082,818
Assigned	-	-	-	-	11,019,544	11,019,544
Unassigned	23,851,300	-	(59,175)	-	-	23,792,125
Total fund balances	24,328,956	15,873,322	(59,175)	34,014,335	118,897,424	193,054,862
Total liabilities, deferred inflows of resources and fund balances	\$40,598,031	\$20,783,527	\$22,151,760	\$34,380,837	\$132,500,785	\$250,414,940

Notes to the financial statements are an integral part of this statement.

Reconciliation of the Governmental Funds Balance Sheet
to the Statement of Net Position
December 31, 2021



Fund balance - total governmental funds	\$193,054,862
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	281,033,093
Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the statement of net position.	33,541,917
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	59,485,317
Liabilities, including \$5,343,096 of bonds/ loans payable, \$7,374,846 of compensated absences and \$58,007,469 of pension and other postemployment benefit obligations are not due and payable in the current period and therefore are not reported in the funds.	<u>(70,725,411)</u>
Net position of governmental activities	<u><u>\$496,389,778</u></u>

Notes to the financial statements are an integral part of this statement.

Statement of Revenues, Expenditures and
Changes in Fund Balance
Governmental Funds
Year Ended December 31, 2021

Whatcom County
W A S H I N G T O N

	General	County Road	American Rescue Plan Act	Public Utilities Improvement	Other Governmental Funds	Total Governmental Funds
Revenues						
Taxes	\$53,380,236	\$19,918,571	\$-	\$5,340,649	\$44,237,349	\$122,876,805
Licenses and permits	3,755,048	133,173	-	-	-	3,888,221
Intergovernmental	30,576,123	6,707,829	801,773	-	15,018,344	53,104,069
Charges for service	9,087,487	957,512	-	-	11,321,278	21,366,277
Fines and penalties	1,804,229	-	-	-	299,255	2,103,484
Miscellaneous	3,667,124	(103,224)	(59,175)	(13,638)	1,638,767	5,129,854
Total revenues	102,270,247	27,613,861	742,598	5,327,011	72,514,993	208,468,710
Expenditures						
Current:						
General government	34,235,740	787,206	27,107	41,476	2,222,258	37,313,787
Public safety	28,460,160	-	35,000	-	29,943,458	58,438,618
Transportation	-	20,831,148	-	-	38,939	20,870,087
Natural and economic environment	2,246,666	-	-	541,908	9,791,374	12,579,948
Social services	25,248,347	-	41,176	-	12,012,670	37,302,193
Culture and recreation	4,295,219	-	-	-	437,399	4,732,618
Capital outlay	11,239	4,620,353	-	-	22,456,204	27,087,796
Debt service:						
Principal	-	-	-	-	530,528	530,528
Interest	6,205	-	-	-	136,506	142,711
Total expenditures	94,503,576	26,238,707	103,283	583,384	77,569,336	198,998,286
Excess (deficiency) of revenues over expenditures	7,766,671	1,375,154	639,315	4,743,627	(5,054,343)	9,470,424
Other financing sources (uses)						
Sales of capital assets	2,304,631	-	-	-	-	2,304,631
Transfers in	4,985,918	1,303,835	-	11,738	21,128,431	27,429,922
Transfers out	(9,974,820)	(6,094,763)	(698,490)	(1,919,741)	(10,465,685)	(29,153,499)
Capital lease proceeds	-	-	-	-	3,805,276	3,805,276
Total other financing sources (uses)	(2,684,271)	(4,790,928)	(698,490)	(1,908,003)	14,468,022	4,386,330
Net change in fund balances	5,082,400	(3,415,774)	(59,175)	2,835,624	9,413,679	13,856,754
Fund balances-beginning	19,246,556	19,289,096	-	31,178,711	109,483,745	179,198,108
Fund balances-ending	\$24,328,956	\$15,873,322	\$(59,175)	\$34,014,335	\$118,897,424	\$193,054,862

Notes to the financial statements are an integral part of this statement.

Reconciliation of the Statement of Revenues,
Expenditures and Changes in Fund Balances of
Governmental Funds to the Statement of Activities
Year Ended December 31, 2021



Net change in fund balances-total governmental funds	\$13,856,754
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays (\$26,630,399) exceeded depreciation expense (\$15,532,148) in the current period.	11,098,251
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of internal service funds is reported with governmental activities.	2,912,169
Revenues in the funds that are related to prior or future periods are not revenues in the statement of activities.	(3,994,494)
In the statement of activities, certain operating expenses are measured by the amount earned during the year. In governmental funds, however, expenditures for these items are measured by the amount of financial resources used. This amount represents the difference between the amount earned versus the amount used.	18,157,265
Repayment of bond principal is an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net position.	<u>530,528</u>
Change in net position of governmental activities	<u><u>\$42,560,473</u></u>

Notes to the financial statements are an integral part of this statement.

	Enterprise Funds	Internal Service Funds
Assets		
Current assets		
Cash, cash equivalents and pooled investments	\$1,523,554	\$21,581,796
Deposits with fiscal agent	20,000	6,000
Receivables, net	6,736	15,187
Interfund receivable	1,623,167	190,060
Due from other governments	-	6,295
Employee advances	49	146
Inventories	-	1,527,003
Prepayments	-	29,803
Total current assets	3,173,506	23,356,290
Noncurrent assets		
Capital assets:		
Land	-	439,864
Building and structures, net	-	906,029
Capital leases, net	-	43,430
Other improvements, net	-	430,930
Machinery and equipment, net	-	14,813,575
Intangible assets, net	-	50,400
Total capital assets, net	-	16,684,228
Pension asset	882,800	4,767,954
Total noncurrent assets	882,800	21,452,182
Total assets	4,056,306	44,808,472
Deferred outflows of resources		
Pension	104,275	563,180
Total deferred outflows of resources	104,275	563,180
Liabilities		
Current liabilities		
Accounts payable	83,603	2,128,842
Claims cost payable	-	2,303,263
Interfund payable	228,480	334,108
Due to other governments	8,703	37,120
Compensated absences	101,124	732,678
Other accrued liabilities	46,893	151,905
Total current liabilities	468,803	5,687,916
Noncurrent liabilities		
Other noncurrent liabilities	-	43,430
Pension liability, net	94,300	509,306
Total noncurrent liabilities	94,300	552,736
Total liabilities	563,103	6,240,652

Notes to the financial statements are an integral part of this statement.

	Enterprise Funds	Internal Service Funds
Deferred inflows of resources		
Pension	928,275	5,013,558
Total deferred inflows of resources	<u>928,275</u>	<u>5,013,558</u>
Net position		
Net investment in capital assets	-	16,684,228
Unrestricted	2,669,203	17,433,214
Total net position	<u>2,669,203</u>	<u>\$34,117,442</u>
Some amounts reported for business-type activities in the statement of net position are different because certain internal service fund assets and liabilities are included with business-type activities.	<u>577,613</u>	
Net position of business-type activities	<u>\$3,246,816</u>	

Notes to the financial statements are an integral part of this statement.

Statement of Revenues, Expenses and Changes
in Fund Net Position
Proprietary Funds
Year Ended December 31, 2021

Whatcom County
W A S H I N G T O N

	Enterprise Funds	Internal Service Funds
Operating revenues		
Intergovernmental	\$479,940	\$616
Charges for service	1,856,766	19,463,687
Rents and parking	-	6,288,295
Fines and forfeits	-	890
Miscellaneous	(16,253)	118,889
Total operating revenues	<u>2,320,453</u>	<u>25,872,377</u>
Operating expenses		
General operations	2,838,526	21,083,753
General administration	281,570	524,225
Depreciation	-	2,368,890
Total operating expenses	<u>3,120,096</u>	<u>23,976,868</u>
Operating income (loss)	<u>(799,643)</u>	<u>1,895,509</u>
Non-operating revenues (expenses)		
Gain (loss) on sale of capital assets	-	610,626
Interest revenue	-	4,856
Interest expense	-	(137)
Unrealized gain (loss) on investments	(20,809)	(207,425)
Insurance recoveries	-	332,641
Total non-operating revenues (expenses)	<u>(20,809)</u>	<u>740,561</u>
Income (loss) before transfers	<u>(820,452)</u>	<u>2,636,070</u>
Transfers in	1,606,824	982,279
Transfers out	(284,475)	(581,051)
Changes in net position	<u>501,897</u>	<u>3,037,298</u>
Total net position-beginning		30,171,930
Prior period adjustments		908,214
Total net position-beginning (restated)		<u>31,080,144</u>
Total net position-ending		<u>\$34,117,442</u>
Some amounts reported for business-type activities in the statement of activities are different because the net revenue (expense) of certain internal service funds are reported with business-type activities.		
Change in net position of business-type activities	<u>125,129</u>	
	<u>\$627,026</u>	

Notes to the financial statements are an integral part of this statement.

Statement of Cash Flows
Proprietary Funds
Year Ended December 31, 2021

Whatcom County
W A S H I N G T O N

	Enterprise Funds	Internal Service Funds
Cash flows from operating activities:		
Receipts from customers	\$344,164	\$22,167,190
Payments for goods and services	(1,252,813)	(12,465,749)
Payments to employees	(1,331,614)	(6,573,274)
Net cash provided (used) by operating activities	(2,240,263)	3,128,167
Cash flows from non-capital financing activities:		
Transfers in	1,606,824	565,682
Transfers out	(284,475)	(581,051)
Interest revenue	-	4,856
Insurance recoveries	-	332,641
Net cash provided (used) by non-capital financing activities	1,322,349	322,128
Cash flows from capital financing activities:		
Interest paid on capital debt	-	(137)
Transfers in	-	416,597
Proceeds from sale of assets	-	796,002
Purchases of capital assets	-	(3,028,337)
Net cash provided (used) by capital financing activities	-	(1,815,875)
Cash flows from investing activities:		
Unrealized gain (loss) on investments	(20,809)	(207,425)
Net cash provided (used) by investing activities	(20,809)	(207,425)
Net increase (decrease) in cash and cash equivalents	(938,723)	1,426,995
Balances - beginning of the year	2,462,277	19,246,587
Prior period adjustments	-	908,214
Balances - beginning of the year (restated)	2,462,277	20,154,801
Balances - end of the year	\$1,523,554	\$21,581,796
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$(799,643)	\$1,895,509
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense	-	2,368,890
Change in assets and liabilities:		
Receivables, net	(1,976,289)	(3,705,188)
Inventories	-	80,284
Accounts and other payables	19,725	223,202
Accrued expenses	515,944	2,265,470
Net cash provided by operating activities	\$(2,240,263)	\$3,128,167
Noncash capital financing activities:		
Mail system	\$-	\$50,811
Total noncash investing & capital financing activities		

Notes to the financial statements are an integral part of this statement.

Statement of Fiduciary Net Position
 Fiduciary Funds
 December 31, 2021



	Custodial Funds	
	External Investment Pool	Other Custodial Funds
Assets		
Cash and cash equivalents	\$-	\$29,789,830
Receivables	-	359,897
Investments at fair value:		
Certificates of deposit and savings accounts	41,226,296	-
Municipal bonds	53,904,951	-
US agency notes	157,283,854	-
US treasury	45,148,787	-
Supranational agency notes	17,955,494	-
LGIP	13,657,945	-
Total investments	329,177,327	-
Total assets	329,177,327	30,149,727
Liabilities		
Accounts payable and other liabilities	-	9,368,681
Due to local governments	-	123,709
Total liabilities	-	9,492,390
Net position		
Restricted for:		
Individuals, organizations and other governments	329,177,327	20,657,337
Total net position	\$329,177,327	\$20,657,337

Notes to the financial statements are an integral part of this statement.

Statement of Changes in Fiduciary Net Position
 Fiduciary Funds
 Year Ended December 31, 2021

	Custodial Funds	
	External Investment Pool	Other Custodial Funds
Additions		
Investment purchases	\$304,828,123	\$-
Investment earnings:		
Interest	3,256,918	-
Net increase (decrease) in fair value of investments	(3,917,996)	-
Less investment costs	(201,528)	-
Net investment earning	(862,606)	-
Tax collections for other governments	-	429,503,673
Custodial deposits, including state apportionments	-	544,508,831
Receipt from external investment pool	-	331,890,608
Total additions	303,965,517	1,305,903,112
Deductions		
Taxes and other receipts distributed to other governments	-	220,797,779
Custodial payroll/ Claims	-	777,463,706
Investment sales	331,890,609	-
Disbursement to external investment pool	-	304,828,123
Total deductions	331,890,609	1,303,089,608
Net increase (decrease) in fiduciary net position	(27,925,092)	2,813,504
Net position-beginning	357,102,419	17,843,833
Net position-ending	\$329,177,327	\$20,657,337

Notes to the financial statements are an integral part of this statement.



NOTES TO THE FINANCIAL STATEMENTS

Note 1	Summary of Significant Accounting Policies . . . . .	.37
Note 2	Accounting and Reporting Changes . . . . .	.44
Note 3	Violation of Finance-Related Legal and Contractual Provisions . . . . .	.45
Note 4	Deposits and Investments . . . . .	.45
Note 5	External Investment Pool . . . . .	.49
Note 6	Property Taxes . . . . .	.51
Note 7	Capital Assets and Depreciation . . . . .	.52
Note 8	Pension Plans . . . . .	.54
Note 9	Risk Management . . . . .	.65
Note 10	Long-Term Debt and Leases . . . . .	.67
Note 11	Contingencies and Litigations . . . . .	.71
Note 12	Construction and Other Significant Commitments . . . . .	.71
Note 13	Interfund Balances and Transfers . . . . .	.72
Note 14	Joint Ventures . . . . .	.73
Note 15	Defined Benefit Other Postemployment Benefit (OPEB) Plans . . . . .	.73
Note 16	Postclosure Care Cost. . . . .	.76
Note 17	Tax Abatement. . . . .	.76
Note 18	COVID-19 Pandemic . . . . .	.77
Note 19	Prior Period Adjustment . . . . .	.77
Table FN1	Capital Assets Depreciation . . . . .	.42
Table FN2	Fund Balance Details . . . . .	.44
Table FN3	Investment Maturities . . . . .	.46
Table FN4	Credit Quality Distribution for Securities. . . . .	.47
Table FN5	Investments Measured at Fair Value. . . . .	.48
Table FN6	Deposits and Investment Reconciliations . . . . .	.49
Table FN7	Condensed Statement of Net Position . . . . .	.50
Table FN8	Condensed Statement of Changes in Net Position . . . . .	.50
Table FN9	Tax Collection Record. . . . .	.51
Table FN10	Capital Assets Activity . . . . .	.53
Table FN11	Depreciation Expense . . . . .	.53
Table FN12	Aggregate Pension Amounts - All Plans . . . . .	.54
Table FN13	PERS Plan 1 Actual Contribution Rates . . . . .	.55
Table FN14	PERS Plan 2/3 Actual Contribution Rates. . . . .	.56

Table FN15	PSERS Plan 2 Actual Contribution Rates . . . . .	.58
Table FN16	LEOFF Plan 2 Actual Contribution Rates . . . . .	.59
Table FN17	Estimated Rates of Return by Asset Class . . . . .	.61
Table FN18	Net Pension Liability by Discount Rate . . . . .	.62
Table FN19	Net Pension Liability/(Asset) by Plan . . . . .	.62
Table FN20	Total Net Pension Liability/(Asset) for LEOFF Plan 1 and Plan 2. . . . .	.62
Table FN21	County’s Proportionate Share of Net Position Liabilities . . . . .	.63
Table FN22	Pension Expense. . . . .	.63
Table FN23	Sources of Deferred Outflows/Inflows of Resources Related to Pensions . . . . .	.64
Table FN24	Deferred Outflows/Inflows Recognized in Pension Expense by Year . . . . .	.65
Table FN25	Claims Liability Balance Changes . . . . .	.65
Table FN26	GO Bonds . . . . .	.68
Table FN27	Changes in Long-Term Debt . . . . .	.69
Table FN28	Operating Leases . . . . .	.69
Table FN29	Capital Lease Assets. . . . .	.70
Table FN30	Future Minimum Lease Obligations. . . . .	.70
Table FN31	Long-Term Debt Capacity . . . . .	.70
Table FN32	Interfund Receivable/Payable . . . . .	.72
Table FN33	Interfund Transfers . . . . .	.72
Table FN34	Aggregate OPEB Amounts - All Plans . . . . .	.73
Table FN35	Employees Covered by Benefit Terms. . . . .	.74
Table FN36	OPEB Liability Calculated Using Current Healthcare Cost Trend Rate . . . . .	.74
Table FN37	OPEB Liability Calculated Using Current Discount Rate . . . . .	.75
Table FN38	Changes in the Total OPEB Liability . . . . .	.75
Table FN39	Deferred Outflows of Resources and Deferred Inflows of Resources . . . . .	.75

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 required by the GAAP the financial statements present Whatcom County – the primary government and two blended component units for which the County is financially accountable. Blended component units are legally separate entities, but are in substance a part of the County's operations and therefore the data from these units is combined with the data from the primary government.

Blended Component Units: The Flood Control Zone District was established in 1991 to implement and oversee the river improvement program and flood hazard management program. The current County Council serves as the entire governing body. The Flood Control Zone District is reported as a special revenue fund.

The Point Roberts Transportation Benefit District was established in 1991 to address the transportation needs of the Point Roberts area. The current County Council serves as the entire governing body. The Point Roberts Transportation Benefit District is reported as a special revenue fund.

B. FINANCIAL STATEMENT PRESENTATION, MEASUREMENT FOCUS, BASIS OF ACCOUNTING

GOVERNMENT-WIDE FINANCIAL STATEMENTS

The County government-wide financial statements include a Statement of Net Position and a Statement of Activities. These statements present summaries of governmental and business-type activities for the County. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Fiduciary activities of the County are not included in these statements.

These statements are reported using the economic resources measurement focus and the accrual basis of accounting. Accordingly, all of the County's assets and liabilities, including capital assets as well as infrastructure assets and long-term liabilities, are included in the accompanying Statement of Net Position. The Statement of Activities presents

changes in net position and demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include charges for services, operating grants and contributions, and capital grants and contributions. Under the accrual basis of accounting, revenues are recognized in the period which they are earned while expenses are recognized in the period in which the liability is incurred.

Eliminations have been made in regards to interfund activities, payables, and receivables. All internal balances in the Statement of Net Position have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities, internal service fund transactions have been eliminated, however, those transactions between governmental and business-type activities have not been eliminated.

When both restricted and unrestricted resources are available for use, it is County policy to use restricted resources first, then unrestricted resources as needed.

GOVERNMENTAL FUND FINANCIAL STATEMENTS

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in fund balances and changes in fund balances as presented in these statements to the net position and changes in net position presented in the government-wide financial statements.

The County reports the following major governmental funds:

- **General Fund:** This fund is the general operating fund of the County. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- **County Road Fund:** This fund finances the design, construction, and maintenance of county roads. Revenue consists primarily of property taxes, motor vehicle fuel tax and grants.
- **American Rescue Plan Act Fund:** A fund established to account for the County's American Rescue Plan Act (ARPA) allocation. This funding will support public health expenditures, address negative economic impacts caused by the public health emergency, replace lost public sector revenue and invest in water, sewer and broadband infrastructure.
- **Public Utilities Improvement Fund:** This fund accounts for the collection of a rural county sales or use tax (pursuant to Revised Code of Washington (RCW) 82.14.370) that provides funds for financing public facilities.

Governmental fund financial statements are reported using the current resources measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheets. The Statement of Revenues, Expenditures and Changes in Fund Balances present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become

both measurable and available to finance expenditures of the current period. The County considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Property tax, franchise fees, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenue of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, capital assets are reported as expenditures when purchased and debt service and compensated absences are recorded as expenditures when paid.

PROPRIETARY FUND FINANCIAL STATEMENTS

Proprietary fund financial statements include a Statement of Net Position, a Statement of Revenues, Expenses and Changes in Fund Net Position, and a Statement of Cash Flows for each major proprietary fund and non-major funds aggregated. A column representing internal service funds is also presented in these statements. However, internal service balances and activities have been combined with the governmental activities in the government-wide financial statements.

The County reports the following non-major proprietary funds:

- **Enterprise funds:** These funds are used to report any activity for which a fee is charged to external users for goods or services. The Whatcom County Investment Pool and the Ferry System are the County's enterprise funds.
- **Internal service funds:** These funds account for operations that provide goods or services to other departments or funds of the County on a cost reimbursement basis. The County's internal service funds are Equipment Rental and Revolving and Administrative Services.

Proprietary funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or noncurrent) are included on the Statement of Net Position. The Statement of Revenues, Expenses and Changes in Fund Net Position present increases (revenues) and decreases (expenses) in total net position. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

FIDUCIARY FUND FINANCIAL STATEMENTS

Fiduciary fund financial statements include a Statement of Fiduciary Net Position and a Statement of Changes in Fiduciary Net Position. Fiduciary funds are prepared using the economic resources measurement focus and full accrual basis of accounting. Whatcom County reports an External Investment Pool and other Custodial Funds on their Fiduciary Fund statements.

The External Investment Pool fund is used to report the external portion of Whatcom County's investment pool that

is not held in a trust. Custodial funds account for cash received and disbursed in the County's capacity as ex officio treasurer or collection agent for special purpose districts.

C. BUDGETARY INFORMATION

Annual appropriated budgets are adopted on the modified accrual basis of accounting for all funds except the following special revenue funds: Tax Refund, REET Technology, Ferry Fare Capital Surcharge, Community Development and Emergency Communications; and debt service funds: CRID No. 9 General Debt and 2003 Ltd. Tax General Obligation Bond, which are not budgeted. For governmental funds, there are no differences between the budgetary basis and GAAP.

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.

Whatcom County implemented project budgeting in 2006. Project budgets are limited to capital appropriations. Project budgets may be adopted by project phase or for the entire project. Once adopted, project budgets continue until the project is complete, abandoned, or until no expenditures have been made for three years.

Except for project budgets, appropriations for all funds lapse at year-end. Expenditure authority for contracts extending beyond one year is granted through a continuing appropriation procedure.

Amending the Budget: The County Executive is authorized to approve transfers between accounts. However, any revisions that alter total expenditures of a fund, department, 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 financial statements contain the original and final budget information. The original budget is the first complete appropriated budget. The final budget is the original budget adjusted by legally authorized supplemental appropriations.

D. ASSETS, LIABILITIES, AND EQUITIES

Cash and Cash Equivalents: Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

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. 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, with the exception of the Veterans' Relief Fund, Whatcom County Trial Court Improvement Fund, Drug Fund, Ferry System Fund, Behavioral Health Program Fund, Affordable and Supportive Housing Fund, Swift Creek Sediment Management Fund, Swift Creek Capital Projects Fund, Countywide Emergency Medical Services Fund, Affordable Housing, Behavior Health Facilities and Related Services Program Fund, Ferry Fare Capital Surcharge Fund, Flood Control Zone District Fund, and Jail Improvement Fund. Investments are shown on the balance sheet at fair value.

Temporary Investments: See Note 4.

Receivables: Taxes receivable consist of property taxes due as of December 31 (See Note 6). Accrued interest receivable consists of amounts earned on investments, notes, and contracts at the end of the year.

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.

Court receivables consist of amounts owed Whatcom County as a result of court decisions in Superior Court and District Court. Court receivables include criminal penalties, infraction, and probation fees. Receivables are shown net of allowances for uncollectible accounts. Court receivables are offset by deferred inflows of resources and therefore are not reported as revenue on Whatcom County's Statement of Activities or on Whatcom County's Statement of Revenues, Expenditures and Changes in Fund Balance for Governmental Funds.

Notes receivable consist of amounts due from private individuals for home improvement loans granted through the Federal Community Development Block Grant Program, and loans to pay impact fees related to low-income housing from the Public Utilities Improvement Fund. Repayment of these loans is due upon sale or exchange of the property. Notes receivable also include amounts due from private individuals for on-site sewage system repairs. These loans are funded through Washington State Department of Ecology. All loans are secured by liens 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. 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: Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as "interfund loans receivable/payable." All other outstanding balances between funds are reported as "interfund receivable/interfund payable." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances." A separate schedule of interfund loans receivable and payable is furnished in Note 13 (Interfund Balances and Transfers).

Inventories: Inventories are stated at cost. Inventories in proprietary funds are valued at First In First Out inventory

basis. The County has no inventory in governmental funds.

Capital Assets and Depreciation: See Note 7. Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable government or business-type columns in the government-wide financial statements. Capital assets purchased or acquired are valued at historical cost or estimated historical cost. Contributed assets are recorded at fair market value as of the date donated. Additions, improvements, and other capital outlays that significantly extend the useful life of an asset are capitalized. Other costs incurred for repairs and maintenance are expensed as incurred. Depreciation on capital assets is calculated on the straight-line basis over the following estimated useful lives:

Table FN1 - Capital Assets Depreciation

Capital Asset	Useful Life	Capitalization Threshold
Buildings	50 years	\$ 5,000
Capital Leases	3-30 years	\$ 5,000
Improvements	5-30 years	\$ 5,000
Machinery and Equipment	3-10 years	\$ 5,000
Infrastructure	20-50 years	\$ 50,000

Deferred Outflows of Resources: These accounts include a consumption of net assets that are applicable to a future reporting period. Pensions are included in these accounts.

Deferred Inflows of Resources: These accounts include acquisitions of net assets that are applicable to a future reporting period. Pensions, grants received in advance, deferred property taxes, property tax advance payments, court receivables, and special assessments are included in these accounts.

Pensions: For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of all state sponsored pension plans and additions to/deductions from those plans' fiduciary net position have been determined on the same basis as they are reported by the Washington State Department of Retirement Systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Compensated Absences: The County records all accumulated unused vacation and sick leave. Vacation pay, which may be accumulated up to 30 days (employees with paid time off may accumulate up to 41 days), is payable upon resignation, retirement or death. For 2021, most employees were allowed to accrue an additional 5 days of vacation because of the pandemic. Sick leave may accumulate up to 120 days. Employees hired before May 15, 1984 can receive a cash payout of 50 percent of their accrued sick leave balance. An employee hired after that date with three years of service can receive 25 percent of their accrued sick leave. The amount reported for the employee leave benefit accrual includes 100 percent of the vacation leave accrual as of December 31, 2021. Sick leave accruals are recorded at 50 percent if hired prior to May 15, 1984, or 25 percent sick leave accrual if hired after.

All vacation and sick pay is accrued when incurred in the governmental-wide and proprietary fund financial statements.

Other Accrued Liabilities: These accounts consist of accrued wages and accrued employee benefits.

Unearned 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 1B).

Long-Term Debt: See Note 10.

Fund Balance Classifications: The following fund balance classifications describe the relative strength of the spending constraints placed on the purposes for which resources can be used:

- Nonspendable fund balance includes amounts that are not in a spendable form (such as inventory) or are required to be maintained intact.
- Restricted fund balance consists of amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
- Committed fund balance represents amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority. The County Council is the highest level of decision-making authority for the County and can commit fund balance by adoption of an ordinance. Once adopted, the limitation imposed by the ordinance remains in place until a similar action is taken (the adoption of another ordinance) to remove or revise the limitation.
- Assigned fund balance are amounts a government intends to use for a specific purpose but do not meet the criteria to be classified as committed. The County Council has authority to assign fund balance.
- Unassigned fund balance are amounts that are available for any purpose; positive amounts are reported only in the General Fund.

Fund Balance Details:**Table FN2 - Fund Balance Details**

	General	County Road	American Rescue Plan Act	Public Utilities Imprvmt	Other Govt'l Funds	Total
Fund balances:						
Restricted for:						
Historical document preservation	\$477,656	\$-	\$-	\$-	\$-	\$477,656
County roads	-	15,873,322	-	-	-	15,873,322
Public facilities projects	-	-	-	34,014,335	-	34,014,335
Debt service	-	-	-	-	1,582	1,582
Capital projects	-	-	-	-	27,759,507	27,759,507
Parks and recreation	-	-	-	-	141,734	141,734
Chemical dependency/ mental health	-	-	-	-	8,657,538	8,657,538
Emergency medical/ criminal justice	-	-	-	-	23,062,514	23,062,514
Flood control/ stormwater	-	-	-	-	12,716,458	12,716,458
Land purchases	-	-	-	-	1,969,402	1,969,402
Social services	-	-	-	-	6,331,669	6,331,669
Solid waste	-	-	-	-	4,645,164	4,645,164
Tourism promotion	-	-	-	-	2,906,503	2,906,503
Other purposes	-	-	-	-	4,602,991	4,602,991
Committed to:						
Elections	-	-	-	-	1,081,465	1,081,465
Parks and recreation	-	-	-	-	2,508,877	2,508,877
Capital projects	-	-	-	-	11,492,476	11,492,476
Assigned to:						
Corrections	-	-	-	-	3,820,000	3,820,000
Parks and recreation	-	-	-	-	55,708	55,708
Emergency management	-	-	-	-	7,143,836	7,143,836
Unassigned:						
	23,851,300	-	(59,175)	-	-	23,792,125
Total fund balances	<u>\$24,328,956</u>	<u>\$15,873,322</u>	<u>\$(59,175)</u>	<u>\$34,014,335</u>	<u>\$118,897,424</u>	<u>\$193,054,862</u>

Minimum Fund Balance: The County has established a minimum fund balance policy. This policy applies to the General Fund, County Road Fund, and Flood Control Zone District Fund. Per the policy, the Executive will only propose budgets or budget revisions that result in an ending fund balance of at least 15 percent of the fund's annual revenue of the most recently closed fiscal year.

NOTE 2 – ACCOUNTING AND REPORTING CHANGES

During 2021, the following funds were added: Affordable Housing, Behavior Health Facilities and Related Services Program, American Rescue Plan Act, Shallow Shore Culvert Relocation, Central Plaza Tenant Improvement, NW Annex Redevelopment and Ferry Fare Capital Surcharge. In 2021, the following funds were closed: East Whatcom Regional Resource Center, Sheriff Records Management and Law Library/ Election Remodel.

NOTE 3 – VIOLATION OF FINANCE-RELATED LEGAL AND CONTRACTUAL PROVISIONS

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 Non-Departmental (A department within the General Fund) by \$464,368. Beginning in 2019 revenues previously distributed directly to junior taxing districts are now required to be recognized as revenue by Whatcom County. The distributions to junior taxing districts are recorded as expenditures by Whatcom County. This increased revenues and expenditures equally and there was no effect on fund balance.

At December 31, 2021, the American Rescue Plan Act Fund reported a deficit in fund balance. The negative fund balance of \$59,175 is a result of an unrealized loss on investments allocated to the fund based on pooled investments.

NOTE 4 – DEPOSITS AND INVESTMENTS

Whatcom County is authorized by RCW's 39.58 and 39.59 to invest in the following types of securities: U.S. Treasury Obligations, U.S. Government Agency Obligations and U.S. Government Sponsored Enterprises (GSE's), USD dollar denominated bonds, notes, or other obligations that are issued or guaranteed by supranational institutions, Banker's Acceptances (BA's) purchased through State of Washington Financial Institutions and authorized broker/dealers, Commercial Paper (in compliance with State Investment Board (SIB) policies), Corporate Notes (in compliance with SIB policies), Non-negotiable Certificates of Deposit, Repurchase Agreements, Bonds of the State of Washington and any local government in the State of Washington, General obligation bonds of a state other than the State of Washington and general obligation bonds of a local government of a state other than the State of Washington, registered warrants and notes for Whatcom County and those districts in Whatcom County for which the Treasurer is the ex-officio Treasurer (subject to compliance with RCW 39.56.030), and the Washington State Local Government Investment Pool (LGIP).

The County's cash and investments are subject to several types of risk, which are examined in more detail below.

A. DEPOSITS

Custodial Credit Risk: Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, the County would not be able to recover deposits or will not be able to recover collateral securities that are in possession of an outside party. RCW 39.58.130 authorizes the investment of municipal funds in deposits in qualified public depositories provided that in no case shall the aggregate of demand and investment deposits of public funds by any such treasurer in any one public depository exceed at any time the net worth of that depository. The County's deposits and certificates of deposit are mostly covered by the Federal Deposit Insurance Corporation (FDIC) or by collateral held in a multiple financial institution collateral pool administered by the Washington State Public Deposit Protection Commission (PDPC). Washington State restricts deposits of funds in financial institutions physically located in the state of Washington unless expressly permitted by statute and authorized by the PDPC. No deposit amounts were exposed to custodial credit risk as uninsured or uncollateralized.

B. INVESTMENTS

Custodial Credit Risk: Custodial credit risk for investments is the risk that, in the event of the failure of a counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The county investment policy requires that all deliverable securities will be settled delivery versus payment (DVP), which ensures that securities are deposited at a third party, such as a safekeeping and custodian bank acting as an agent for the County. A signed safekeeping and custodial agreement(s) shall be entered into with a federally-regulated financial institution, currently Wells Fargo Institutional Retirement and Trust. The custodian institution shall hold the securities as evidenced by a safekeeping receipt. Non-negotiable CD's, public funds deposit accounts and investments in the LGIP are not handled on a DVP basis, and therefore are exempt from this process. In addition, BA's and repurchase agreements (provided a signed master repurchase agreement is on file) shall be held in the Trust safekeeping department of the financial institution in the name of Whatcom County. Certificates of deposit in the County Treasurer's name, or a copy thereof, will be delivered to and held by the Treasurer's Office.

Interest Rate Risk: Interest rate risk is the risk the County may face should interest rate variances affect the fair value of investments. As a means of limiting its exposure to interest rate risk, the County diversifies its investments by security type and institution, and limits holdings in any one type of investment with any one issuer. The County coordinates its investment maturities to closely match cash flow needs and restricts the maximum investment term to five years from the purchase date unless matched to a specific cash flow. In the case of collateralized mortgage obligations, the average expected life at time of purchase must be less than five years. The portfolio is structured so that securities mature to meet cash requirements thereby avoiding the need to sell securities prior to maturity. The County does not have a specific interest rate risk policy; however, it is cognizant of this risk and addresses it in the Whatcom County Treasurer's Office Investment Policy, of which the WCIP is in compliance with as of December 31, 2021.

As of December 31, 2021, the County had the following investments and maturities:

Table FN3 - Investment Maturities (in years)

Investments and Maturities (In Years)			
Investment Type	Fair Value	Less Than 1	1 to 5
US Agency Notes	\$276,951,946	\$52,972,307	\$223,979,639
Municipal Bonds	\$95,313,163	\$43,103,641	\$52,209,522
US Treasury	\$79,329,300	\$-	\$79,329,300
Supranational	\$31,627,215	\$6,506,565	\$25,120,650
Total		<u>\$102,582,513</u>	<u>\$380,639,111</u>
Other Securities			
Local Government Investment Pool	\$24,146,662		
Money Market Savings Account	\$61,139,499		
Certificates of Deposit	\$10,636,612		
Plus 12/31/21 WCIP accrued interest			
Less Dec POOL interest earnings	\$1,248,939		
Total	<u>\$580,393,336</u>		

Credit Risk: Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The County limits its credit exposure via its investment policy and by state statute. Allowable investments must have, at the time of investment, one of the three highest credit ratings of a nationally recognized rating agency. The County allows 100 percent investment in US Treasuries or the LGIP. The County limits its holdings in US Government operated and sponsored entities to 90 percent of the portfolio; certificates of deposit, public funds deposit accounts, supranationals, and repurchase agreements to 40 percent of the portfolio; bankers acceptances to 25 percent of the portfolio; commercial paper and corporate notes to a combined 25 percent of the portfolio; Washington state and local government bonds to 20 percent, general obligation bonds outside the state of Washington to 15 percent and reverse repurchase agreements to 10 percent of the portfolio. At December 31, 2021, the County held no investments in banker's acceptances, repurchase agreements, corporate notes, or commercial paper.

At December 31, 2021, the County's investments had the following credit quality distribution for securities with credit exposure:

Table FN4 - Credit Quality Distribution for Securities

Investment Type	Fair Value	Amortized Cost	AAA/Aaa	AA+/AA/AA-/ Aa1/Aa2/Aa3	Not Rated
US Agency Notes	\$276,951,946		\$276,951,946		
Municipal Bonds	\$95,313,163		\$56,121,985	\$39,191,178	
US Treasury	\$79,329,300		\$79,329,300		
Supranational	\$31,627,215		\$31,627,215		
LGIP		\$24,146,662			\$24,146,662
Money Market Savings Account		\$61,139,499			\$61,139,499
Certificates of Deposit		\$10,636,612			\$10,636,612
Total	\$483,221,624	\$95,922,773	\$444,030,446	\$39,191,178	\$95,922,773

Concentration of Credit Risk: Concentration of credit risk is the risk of loss attributable to the magnitude of an investment in a single issuer. The County allows 100 percent investment in US Treasuries and the LGIP. The County limits its holdings in US Government operated and sponsored entities to 90 percent of the portfolio and 35 percent per issuer; supranationals to 40 percent of the portfolio and 15 percent per issuer; certificates of deposit, public funds deposit accounts, and repurchase agreements to 40 percent of the portfolio and 10 percent per issuer respectively; bankers acceptances to 25 percent of the portfolio and 10 percent per issuer; commercial paper and corporate notes combined to 25 percent of the portfolio and 3 percent per issuer; Washington state and local government bonds to 20 percent and 10 percent per issuer, general obligation bonds outside the state of Washington to 15 percent and 5 percent per issuer, and reverse repurchase agreements to 10 percent of the portfolio.

Investments in Local Government Investment Pool (LGIP)

Whatcom County is a voluntary participant in the Local Government Investment Pool which is authorized by Chapter 294, Laws of 1986, and is managed and operated by the Washington State Treasurer. The State Finance Committee is the administrator of the statute that created the pool and adopts rules in accordance with RCW 43.250. The State Treasurer is responsible for establishing the investment policy for the pool, reviews the policy annually, and

proposed policy changes are reviewed by the LGIP Advisory Committee. In 1995, the State Treasurer established the LGIP Advisory Committee to provide advice on the pool's operation. The advisory committee includes 14 members selected from active pool participants. Eight members are appointed by participant associations, and six are appointed by the State Treasurer.

Investments in the LGIP, a qualified external investment pool, are reported at amortized cost which approximates fair value. The LGIP is not rated and not registered with the SEC. The pool portfolio is invested in a manner that meets the maturity, quality, diversification, and liquidity requirements set forth by the GASB 79 for external investment pools that elect to measure, for financial reporting purposes, investments at amortized cost. The LGIP does not have any legally binding guarantees of share values. The LGIP does not impose liquidity fees or redemption gates on participant withdrawals.

The Office of the State Treasurer prepares a stand-alone LGIP financial report. A copy of the report is available from the Office of the State Treasurer, PO Box 40200, Olympia, Washington 98504-0200, or online at www.tre.wa.gov.

Investments Measured at Fair Value

The County measures and reports investments at fair value using the valuation input hierarchy established by generally accepted accounting principles. These guidelines recognize a three-tiered hierarchy: Level 1, quoted prices in active markets for identical assets; Level 2, quoted market prices for similar assets, quoted prices for identical or similar assets in markets that are not active, or other than quoted prices that are not observable; and Level 3, unobservable inputs for an asset. At December 31, 2021, the County had the following investments measured at fair value:

Table FN5 - Investments Measured at Fair Value

Investments by Fair Value Level	Total	Quoted Prices in Active Markets for Identical (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs Level 3
Investment measured at Fair Value				
US Agency Notes	\$276,951,946	\$-	\$276,951,946	\$-
Municipal Bonds	\$95,313,163	\$-	\$95,313,163	\$-
US Treasury	\$79,329,300	\$79,329,300	\$-	\$-
Supranational	\$31,627,215	\$-	\$31,627,215	\$-
Total Investments Measured at Fair Value	\$483,221,624	\$79,329,300	\$403,892,324	\$-
Investments Measured at Amortized Cost				
State Local Government Investment Pool (LGIP)	\$24,146,662			
Certificate of Deposits	\$61,139,499			
Money Market Accounts	\$10,636,612			
Total Investments Measured at Amortized Cost	\$95,922,773			
Plus 12/31/21 WCIP accrued interest				
Less Dec POOL interest earnings	\$1,248,939			
Total Investments in Statement of Net Position	\$580,393,336			

C. SUMMARY OF DEPOSIT AND INVESTMENT BALANCES

Reconciliation of the County's deposits and investment balances as of December 31, 2021, is as follows:

Table FN6 - Deposits and Investment Reconciliations

Composition of cash and investments:

CD's and savings accounts	\$71,776,111
Municipal bonds	\$95,313,163
US agency notes	\$276,951,946
US treasury	\$79,329,300
Supranational agency notes	\$31,627,215
LGIP	\$24,146,662
Pool interest accruals	\$1,248,939
Total Investments (fair value)	<u>\$580,393,336</u>
Deposits with financial institutions	\$5,871,839
Petty cash	\$197,050
Total Cash and Investments (Internal and External)	<u><u>\$586,462,225</u></u>
Cash and pooled investments reported on statements:	
County funds	\$227,495,068
External investment pool	329,177,327
Other custodial funds	29,789,830
Total Cash and Investments (Internal and External)	<u><u>\$586,462,225</u></u>

NOTE 5 – EXTERNAL INVESTMENT POOL

The External Investment Pool sponsored by the County, the Whatcom County Investment Pool (WCIP), was established in 1993. RCW's 36.29.022, 36.29.010, and 36.29.020, authorize the County Treasurer to invest its surplus cash and any funds of municipal corporations which are not required for immediate expenditure and are in the custody or control of the county treasurer. The WCIP's investments are invested pursuant to the RCW. Any credits or payments to pool participants are calculated and made in a manner as required by RCW 36.29.024.

The investments are managed by the Treasurer, which reports investment activity to the County Administrative Finance Committee on a quarterly basis. Additionally, the County treasurer investment activity is subject to an annual investment policy review, compliance oversight, quarterly financial review, and annual financial reporting. The County's investment policy has been certified by the Washington Public Treasurer's Association and is in compliance with state law. The County has not provided nor obtained any legally binding guarantees during the year ended December 31, 2021, to support the value of shares in the Pool.

The WCIP is not registered with the SEC and is not subject to any formal oversight other than that provided by the County Administrative Finance Committee. The Committee is responsible for adopting investment objectives and policies, for hiring investment advisors, and for monitoring policy implementation and investment performance.

Pool participants manage their own cash and direct the County Treasurer by written request to deposit or withdraw

monies from their funds for investment purposes. The collective pool earnings, net of administrative fees, are distributed to participants based on their average pooled balances for the period. Earnings are calculated based on 1) realized investment gains and losses 2) interest income based on an accrual basis; and 3) amortization of discounts and premiums on a straight-line basis. The participants' shares in the pool are purchased and redeemed at face value. The aggregate value of all participants' investments is equal the total face value of the pool at all times.

The interest or other earnings of income from the funds of any municipal corporation of which the governing body has not taken any action pertaining to the investment of funds and that have been invested in accordance with state statutes, shall be deposited in the current expense fund of the county and may be used for general county purposes. The total amount of income from the surplus cash of the external portion of the WCIP assigned to the County's general fund for the year was \$303,966. These investments made by the County Treasurer on behalf of the participants is involuntary participation in the WCIP as they are required to be invested by statute.

The Whatcom County Treasurer, by law, is the treasurer of most governments within the County, including schools, fire, and library districts. These districts do not have a legal option to have their investments handled by other than the County Treasurer and are considered involuntary entities. As of December 31, 2021, the WCIP had one voluntary entity accounting for 7 percent of pool assets, while the remaining 93 percent of assets consists of involuntary participants. The deposits held for both involuntary and voluntary entities are included in the Pooled Investment Trust Fund.

At December 31, 2021, there were no Individual Investment Accounts, as directed by external depositors, which are invested pursuant to the RCW.

Since a separate annual financial report on the Whatcom County Investment Pool has not been issued, the following additional disclosures are being provided in the County's financial statements.

The Whatcom County Investment Pool's Condensed Statement of Net Position and Changes in Net Position as of December 31, 2021, are shown on the tables below:

Table FN7 - Condensed Statement of Net Position

Assets	\$580,393,336
Less: Liabilities	-
Net assets held in trust for pool participants	\$580,393,336
Equity of internal pool participants	\$251,216,009
Equity of external pool participants	329,177,327
Total equity	\$580,393,336

Table FN8 - Condensed Statement of Changes in Net Position

Net position-beginning	\$567,181,868
Net change in investments by pool participants	13,211,528
Net position-ending	\$580,393,396

The WCIP values pool participant’s shares on an amortized cost basis. Specifically, the pool distributes income to participants monthly based on their relative participation during the month that is calculated based on (1) realized investment gains and losses calculated on an amortized cost basis, (2) interest income based on stated rates (both paid and accrued), (3) amortization of discounts and premiums on a straight-line basis, and (4) investment and administrative expenses. This method differs from the fair value method used to value investments in these financial statements because the amortized cost method is not designed to distribute to the participants all unrealized gains and losses in the fair values of the pool’s investments.

NOTE 6 – 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. The property tax calendar is shown below:

PROPERTY TAX CALENDAR

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

Property taxes are recorded as a receivable when levied, offset by unearned revenue. Property tax revenues are recognized if collected within 60 days of year end. No allowance for uncollectible taxes is established because delinquent taxes are considered fully collectible.

The tax collection record for Whatcom County is shown below:

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

Table FN9 - Tax Collection Record

Collection Year	Regular Assessed Valuation (1)	Ad Valorem Tax Levy (2)	Year of Levy Tax Collection
2021	\$38,325,050,076	\$31,509,555	98.9%
2020	\$35,560,406,229	\$31,038,536	98.7%
2019	\$32,203,527,231	\$30,475,439	98.7%
2018	\$28,763,666,830	\$29,955,494	98.8%
2017	\$26,674,688,544	\$28,860,065	98.6%
2016	\$25,299,329,005	\$28,531,297	98.6%
2015	\$24,304,119,963	\$28,052,610	98.4%

(1) Assessed valuation is based upon 100% of estimated actual valuation.

(2) Does not include conservation futures, county road district, flood control zone district, and emergency medical services levies.

- Washington State law in RCW 84.55.010 limits the growth of regular property taxes to 101 percent of the previous year's levy, adjusted for new construction.
- 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.
- 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 2021 was \$0.8221660448 per \$1,000 on an assessed valuation of \$38.3 billion for a regular levy of \$31,509,555. This levy was used for general governmental purposes.

The Road Fund levied \$1.1908298546 per \$1,000 on an assessed value of \$17.3 billion in 2021. This resulted in a total levy of \$20,643,015 to be used for county road maintenance and construction.

The Flood Control Zone District Fund levied \$0.1309982035 per \$1,000 on an assessed value of \$38.3 billion in 2021. This resulted in a total levy of \$5,020,513 to be used to address flooding and associated storm water issues and to achieve flood damage reduction.

The Conservation Futures Fund levied \$0.0304189395 per \$1,000 on an assessed value of \$38.3 billion in 2021. This resulted in a total levy of \$1,165,807 to be used to acquire rights and interest in open space land, farm and agricultural land and timber land.

For 2021, the Emergency Medical Services levy for the County was \$0.2202155601 per \$1,000 on an assessed valuation of \$38.3 billion for a total levy of \$8,439,772.

NOTE 7 – CAPITAL ASSETS AND DEPRECIATION

Capital assets activity for the year ended December 31, 2021, is shown on the following page:

Table FN10 - Capital Assets Activity

Governmental activities	Beginning Balance 01/01/2021	Increases	Decreases	Ending Balance 12/31/2021
Capital assets, not being depreciated				
Land	\$111,169,973	\$5,510,463	\$(126,513)	\$116,553,923
Construction in progress	23,913,511	4,364,647	(14,659,468)	13,618,690
Intangible assets	50,400	-	-	50,400
Total capital assets, not being depreciated	<u>135,133,884</u>	<u>9,875,110</u>	<u>(14,785,981)</u>	<u>130,223,013</u>
Capital assets, being depreciated				
Buildings	78,432,607	19,403,273	(470,551)	97,365,329
Improvements	17,901,763	2,288,286	-	20,190,049
Equipment	50,120,463	7,385,992	(2,302,786)	55,203,669
Infrastructure	222,157,425	6,033,663	-	228,191,088
Total capital assets being depreciated	<u>368,612,258</u>	<u>35,111,214</u>	<u>(2,773,337)</u>	<u>400,950,135</u>
Less accumulated depreciation for:				
Buildings	(39,575,085)	(3,679,904)	143,518	(43,111,471)
Improvements	(8,816,088)	(818,870)	-	(9,634,958)
Equipment	(31,834,313)	(3,469,427)	2,119,649	(33,184,091)
Infrastructure	(137,592,470)	(9,932,837)	-	(147,525,307)
Total accumulated depreciation	<u>(217,817,956)</u>	<u>(17,901,038)</u>	<u>2,263,167</u>	<u>(233,455,827)</u>
Total capital assets, being depreciated, net	<u>150,794,302</u>	<u>17,210,176</u>	<u>(510,170)</u>	<u>167,494,308</u>
Governmental activities capital assets, net	<u>\$285,928,186</u>	<u>\$27,085,286</u>	<u>\$(15,296,151)</u>	<u>\$297,717,321</u>
Business-type activities				
Capital assets, being depreciated				
Equipment	\$24,305	\$-	\$-	\$24,305
Total capital assets being depreciated	<u>24,305</u>	<u>-</u>	<u>-</u>	<u>24,305</u>
Less accumulated depreciation for:				
Equipment	(24,305)	-	-	(24,305)
Total accumulated depreciation	<u>(24,305)</u>	<u>-</u>	<u>-</u>	<u>(24,305)</u>
Business-type activities capital assets, net	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>	<u>\$-</u>

Depreciation expense was charged to functions/programs of the primary government as shown below:

Table FN11 - Depreciation Expense

Governmental activities:	
General governments	\$1,759,442
Public safety	1,139,080
Transportation	13,845,204
Natural and Economic environment	288,640
Social services	318,431
Culture & recreation	550,241
Total depreciation expense	<u>\$17,901,038</u>

NOTE 8 – PENSION PLANS

The following table represents the aggregate pension amounts for all plans for the year 2021:

Table FN12 - Aggregate Pension Amounts - All Plans

Pension liabilities	\$(4,448,088)
Pension assets	\$58,069,551
Deferred outflows of resources	\$6,407,113
Deferred inflows of resources	\$(52,828,919)
Pension expense/expenditures	\$(12,431,253)

STATE SPONSORED PENSION PLANS

Substantially all Whatcom County's 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 state Legislature establishes, and amends, laws pertaining to the creation and administration of all public retirement systems.

The Department of Retirement Systems (DRS), a department within the primary government of the State of Washington, issues a publicly available annual comprehensive financial report (ACFR) that includes financial statements and required supplementary information for each plan. The DRS ACFR may be obtained by writing to:

Department of Retirement Systems
 Communications Unit
 P.O. Box 48380
 Olympia, WA 98540-8380

Or the DRS ACFR may be downloaded from the DRS website at www.drs.wa.gov.

Public Employees' Retirement System (PERS)

PERS members include elected officials; state employees; employees of the Supreme, Appeals and Superior Courts; employees of the legislature; employees of district and municipal courts; employees of local governments; and higher education employees not participating in higher education retirement programs. PERS is comprised of three separate pension plans for membership purposes. PERS plans 1 and 2 are defined benefit plans, and PERS plan 3 is a defined benefit plan with a defined contribution component.

PERS Plan 1 provides retirement, disability and death benefits. Retirement benefits are determined as two percent of the member's average final compensation (AFC) times the member's years of service. The AFC is the average of the member's 24 highest consecutive service months. Members are eligible for retirement from active status at any age with at least 30 years of service, at age 55 with at least 25 years of service, or at age 60 with at least five years of service. Members retiring from active status prior to the age of 65 may receive actuarially reduced benefits. Retirement

benefits are actuarially reduced to reflect the choice of a survivor benefit. Other benefits include duty and non-duty disability payments, an optional cost-of-living adjustment (COLA), and a one-time duty-related death benefit, if found eligible by the Department of Labor and Industries. PERS 1 members were vested after the completion of five years of eligible service. The plan was closed to new entrants on September 30, 1977.

Contributions

The **PERS Plan 1** member contribution rate is established by State statute at 6 percent. The employer contribution rate is developed by the Office of the State Actuary and includes an administrative expense component that is currently set at 0.18 percent. Each biennium, the state Pension Funding Council adopts Plan 1 employer contribution rates. The PERS Plan 1 required contribution rates (expressed as a percentage of covered payroll) for 2021 were as follows:

PERS Plan 1 Actual Contribution Rates:	Employer	Employee*
January - June 2021		
PERS Plan 1	7.92%	6.00%
PERS Plan 1 UAAL	4.87%	
Administrative Fee	0.18%	
Total	12.97%	6.00%
July - December 2021		
PERS Plan 1	10.07%	6.00%
Administrative Fee	0.18%	
Total	10.25%	6.00%

**For employees participating in Judicial Benefit Multiplier, the contribution rate was 12.26%.*

PERS Plan 2/3 provides retirement, disability and death benefits. Retirement benefits are determined as two percent of the member’s average final compensation (AFC) times the member’s years of service for Plan 2 and 1 percent of AFC for Plan 3. The AFC is the average of the member’s 60 highest-paid consecutive service months. There is no cap on years of service credit. Members are eligible for retirement with a full benefit at 65 with at least five years of service credit. Retirement before age 65 is considered an early retirement. PERS Plan 2/3 members who have at least 20 years of service credit and are 55 years of age or older, are eligible for early retirement with a benefit that is reduced by a factor that varies according to age for each year before age 65. PERS Plan 2/3 members who have 30 or more years of service credit and are at least 55 years old can retire under one of two provisions:

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

PERS Plan 2/3 members hired on or after May 1, 2013 have the option to retire early by accepting a reduction of five percent for each year of retirement before age 65. This option is available only to those who are age 55 or older and have at least 30 years of service credit. PERS Plan 2/3 retirement benefits are also actuarially reduced to reflect the choice of a survivor benefit. Other PERS Plan 2/3 benefits include duty and non-duty disability payments, a cost-of-

living allowance (based on the CPI), capped at three percent annually and a one-time duty related death benefit, if found eligible by the Department of Labor and Industries. PERS 2 members are vested after completing five years of eligible service. Plan 3 members are vested in the defined benefit portion of their plan after ten years of service; or after five years of service if 12 months of that service are earned after age 44.

PERS Plan 3 defined contribution benefits are totally dependent on employee contributions and investment earnings on those contributions. PERS Plan 3 members choose their contribution rate upon joining membership and have a chance to change rates upon changing employers. As established by statute, Plan 3 required defined contribution rates are set at a minimum of 5 percent and escalate to 15 percent with a choice of six options. Employers do not contribute to the defined contribution benefits. PERS Plan 3 members are immediately vested in the defined contribution portion of their plan.

Contributions

The **PERS Plan 2/3** employer and employee contribution rates are developed by the Office of the State Actuary to fully fund Plan 2 and the defined benefit portion of Plan 3. The Plan 2/3 employer rates include a component to address the PERS Plan 1 UAAL and an administrative expense that is currently set at 0.18 percent. Each biennium, the state Pension Funding Council adopts Plan 2 employer and employee contribution rates and Plan 3 contribution rates. The PERS Plan 2/3 required contribution rates (expressed as a percentage of covered payroll) for 2021 were as follows:

Table FN14 - PERS Plan 2/3 Actual Contribution Rates

PERS Plan 2/3 Actual Contribution Rates:	Employer	Employee*
January - June 2021		
PERS Plan 2		7.90%
PERS Plan 3		varies
PERS Plan 2/3	7.92%	
PERS Plan 1 UAAL	4.87%	
Administrative Fee	0.18%	
Total	12.97%	7.90%
July - December 2021		
PERS Plan 2		6.36%
PERS Plan 3		varies
PERS Plan 2/3	6.36%	
PERS Plan 1 UAAL	3.71%	
Administrative Fee	0.18%	
Total	10.25%	6.36%

**For employees participating in JBM, the contribution rate was 15.90%.*

The County's actual PERS plan contributions were \$2,493,778 to PERS Plan 1 and \$3,703,993 to PERS Plan 2/3 for the year ended December 31, 2021.

Public Safety Employees' Retirement System (PSERS)

PSERS Plan 2 was created by the 2004 Legislature and became effective July 1, 2006. To be eligible for membership, an employee must work on a full time basis and:

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

PSERS membership includes:

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

PSERS covered employers include:

- Certain State of Washington agencies (Department of Corrections, Department of Natural Resources, Gambling Commission, Liquor and Cannabis Board, Parks and Recreation Commission, and Washington State Patrol),
- Washington State Counties
- Washington State Cities (except for Seattle, Spokane, and Tacoma)
- Correctional entities formed by PSERS employers under the Interlocal Cooperation Act.

PSERS Plan 2 provides retirement, disability and death benefits. Retirement benefits are determined as two percent of the average final compensation (AFC) for each year of service. The AFC is based on the member's 60 consecutive highest creditable months of service. Benefits are actuarially reduced for each year that the member's age is less than 60 (with ten or more service credit years in PSERS), or less than 65 (with fewer than ten service credit years). There is no cap on years of service credit. Members are eligible for retirement at the age of 65 with five years of service; or at the age of 60 with at least ten years of PSERS service credit; or at age 53 with 20 years of service. Retirement before age 60 is considered an early retirement. PSERS members who retire prior to the age of 60 receive reduced benefits. If retirement is at age 53 or older with at least 20 years of service, a three percent per year reduction for each year between the age at retirement and age 60 applies. PSERS Plan 2 retirement benefits are actuarially reduced to reflect the choice of a survivor benefit. Other benefits include duty and non-duty disability payments, an optional cost-of-living adjustment (COLA), and a one-time duty-related death benefit, if found eligible by the Department of Labor and Industries. PSERS Plan 2 members are vested after completing five years of eligible service.

Contributions

The **PSERS Plan 2** employer and employee contribution rates are developed by the Office of the State Actuary to fully

fund Plan 2. The Plan 2 employer rates include components to address the PERS Plan 1 unfunded actuarial accrued liability and administrative expense currently set at 0.18 percent. Each biennium, the state Pension Funding Council adopts Plan 2 employer and employee contribution rates.

The PSERS Plan 2 required contribution rates (expressed as a percentage of current-year covered payroll) for 2021 were as follows:

Table FN15 - PSERS Plan 2 Actual Contribution Rates

PSERS Plan 2 Actual Contribution Rates:	Employer	Employee
January - June 2021		
PSERS Plan 2	7.20%	7.20%
PERS Plan 1 UAAL	4.87%	
Administrative Fee	0.18%	
Total	12.25%	7.20%
July - December 2021		
PSERS Plan 2	6.50%	6.50%
PERS Plan 1 UAAL	3.71%	
Administrative Fee	0.18%	
Total	10.39%	6.50%

The County's actual plan contributions were \$389,920 to PSERS Plan 2 for the year ended December 31, 2021.

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

LEOFF membership includes all full-time, fully compensated, local law enforcement commissioned officers, firefighters, and as of July 24, 2005, emergency medical technicians. LEOFF is comprised of two separate defined benefit plans.

LEOFF Plan 1 provides retirement, disability and death benefits. Retirement benefits are determined per year of service calculated as a percent of final average salary (FAS) as follows:

- 20+ years of service – 2% of FAS
- 10-19 years of service – 1.5% of FAS
- 5-9 years of service – 1% of FAS

The FAS is the basic monthly salary received at the time of retirement, provided a member has held the same position or rank for 12 months preceding the date of retirement. Otherwise, it is the average of the highest consecutive 24 months' salary within the last ten years of service. Members are eligible for retirement with five years of service at the age of 50. Other benefits include duty and non-duty disability payments, a cost-of-living adjustment (COLA), and a one-time duty-related death benefit, if found eligible by the Department of Labor and Industries. LEOFF 1 members were vested after the completion of five years of eligible service. The plan was closed to new entrants on September 30, 1977.

Contributions

Starting on July 1, 2000, **LEOFF Plan 1** employers and employees contribute zero percent, as long as the plan remains fully funded. The LEOFF Plan I had no required employer or employee contributions for fiscal year 2021. Employers paid only the administrative expense of 0.18 percent of covered payroll.

LEOFF Plan 2 provides retirement, disability and death benefits. Retirement benefits are determined as two percent of the final average salary (FAS) per year of service (the FAS is based on the highest consecutive 60 months). Members are eligible for retirement with a full benefit at 53 with at least five years of service credit. Members who retire prior to the age of 53 receive reduced benefits. If the member has at least 20 years of service and is age 50, the reduction is three percent for each year prior to age 53. Otherwise, the benefits are actuarially reduced for each year prior to age 53. LEOFF 2 retirement benefits are also actuarially reduced to reflect the choice of a survivor benefit. Other benefits include duty and non-duty disability payments, a cost-of-living allowance (based on the CPI), capped at three percent annually and a one-time duty-related death benefit, if found eligible by the Department of Labor and Industries. LEOFF 2 members are vested after the completion of five years of eligible service.

Contributions

The **LEOFF Plan 2** employer and employee contribution rates are developed by the Office of the State Actuary to fully fund Plan 2. The employer rate includes an administrative expense component set at 0.18 percent. Plan 2 employers and employees are required to pay at the level adopted by the LEOFF Plan 2 Retirement Board.

Effective July 1, 2017, when a LEOFF employer charges a fee or recovers costs for services rendered by a LEOFF 2 member to a non-LEOFF employer, the LEOFF employer must cover both the employer and state contributions on the LEOFF 2 basic salary earned for those services. The state contribution rate (expressed as a percentage of covered payroll) was 3.41% in 2021.

The LEOFF Plan 2 required contribution rates (expressed as a percentage of covered payroll) for 2021 were as follows:

LEOFF Plan 2 Actual Contribution Rates:	Employer	Employee
January - June 2021		
State and local governments	5.15%	8.59%
Administrative Fee	0.18%	
Total	5.33%	8.59%
July - December 2021		
State and local governments	5.12%	8.53%
Administrative Fee	0.18%	
Total	5.30%	8.53%

The County’s actual contributions to the plan were \$472,839 for the year ended December 31, 2021.

The Legislature, by means of a special funding arrangement, appropriates money from the state General Fund

to supplement the current service liability and fund the prior service costs of Plan 2 in accordance with the recommendations of the Pension Funding Council and the LEOFF Plan 2 Retirement Board. This special funding situation is not mandated by the state constitution and could be changed by statute. For the state fiscal year ending June 30, 2021, the state contributed \$78,170,320 to LEOFF Plan 2. The amount recognized by Whatcom County as its proportionate share of this amount is \$13,338,151.

Actuarial Assumptions

The total pension liability (TPL) for each of the DRS plans was determined using the most recent actuarial valuation completed in 2021 with a valuation date of June 30, 2020. The actuarial assumptions used in the valuation were based on the results of the Office of the State Actuary's (OSA) *2013-2018 Demographic Experience Study and the 2019 Economic Experience Study*.

Additional assumptions for subsequent events and law changes are current as of the 2020 actuarial valuation report. The TPL was calculated as of the valuation date and rolled forward to the measurement date of June 30, 2021. Plan liabilities were rolled forward from June 30, 2020, to June 30, 2021, reflecting each plan's normal cost (using the entry-age cost method), assumed interest and actual benefit payments.

- **Inflation:** 2.75% total economic inflation; 3.50% salary inflation
- **Salary increases:** In addition to the base 3.50% salary inflation assumption, salaries are also expected to grow by promotions and longevity.
- **Investment rate of return:** 7.4%

Mortality rates were developed using the Society of Actuaries' Pub. H-2010 mortality rates, which vary by member status, as the base table. The OSA applied age offsets for each system, as appropriate, to better tailor the mortality rates to the demographics of each plan. OSA applied the long-term MP-2017 generational improvement scale, also developed by the Society of Actuaries, to project mortality rates for every year after the 2010 base table. Mortality rates are applied on a generational basis; meaning, each member is assumed to receive additional mortality improvements in each future year throughout their lifetime.

There were no changes in assumptions since the last valuation. There were changes in methods since the last valuation.

- For purposes of the June 30, 2020 Actuarial Valuation Report (AVR), a non-contribution rate setting valuation under current funding policy, the Office of the State Actuary (OSA) introduced temporary method changes to produce asset and liability measures as of the valuation date. See high-level summary below. OSA will revert back to the methods outlined in the 2019 AVR when preparing the 2021 AVR, a contribution rate-setting valuation, which will serve as the basis for 2022 ACFR results.
- To produce measures at June 30, 2020, unless otherwise noted in the 2020 AVR, OSA relied on the same data, assets, methods, and assumptions as the June 30, 2019 AVR. OSA projected the data forward one year reflecting assumed new hires and current members exiting the plan as expected. OSA estimated June 30, 2020, assets by relying on the fiscal year end 2019 assets, reflecting actual investment performance over FY

2020, and reflecting assumed contribution amounts and benefit payments during FY 2020. OSA reviewed the actual June 30, 2020, participant and financial data to determine if any material changes to projection assumptions were necessary. OSA also considered any material impacts to the plans from 2021 legislation. See the 2020 AVR for more information.

Discount Rate

The discount rate used to measure the total pension liability for all DRS plans was 7.4 percent.

To determine that rate, an asset sufficiency test was completed to test whether each pension plan’s fiduciary net position was sufficient to make all projected future benefit payments for current plan members. Based on OSA’s assumptions, the pension plans’ fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return of 7.4 percent was used to determine the total liability.

Long-Term Expected Rate of Return

The long-term expected rate of return on the DRS pension plan investments of 7.4 percent was determined using a building-block-method. In selecting this assumption, the OSA reviewed the historical experience data, considered the historical conditions that produced past annual investment returns, and considered Capital Market Assumptions (CMA’s) and simulated expected investment returns provided by the Washington State Investment Board (WSIB). The WSIB uses the CMA’s and their target asset allocation to simulate future investment returns at various future times.

Estimated Rates of Return by Asset Class

Best estimates of arithmetic real rates of return for each major asset class included in the pension plan’s target asset allocation as of June 30, 2021 are summarized in the table below. The inflation component used to create the table is 2.2 percent and represents the WSIB’s most recent long-term estimate of broad economic inflation.

Table FN17 - Estimated Rates of Return by Asset Class

Asset Class	Target Allocation	% Long-Term Expected Real Rate of Return Arithmetic
Fixed Income	20%	2.20%
Tangible Assets	7%	5.10%
Real Estate	18%	5.80%
Global Equity	32%	6.30%
Private Equity	23%	9.30%
	100%	

Sensitivity of the Net Pension Liability/ (Asset)

The table on the following page presents the Whatcom County’s proportionate share* of the net pension liability calculated using the discount rate of 7.4 percent, as well as what the County’s proportionate share of the net

pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6.4 percent) or 1-percentage point higher (8.4 percent) than the current rate.

Table FN18 - Net Pension Liability by Discount Rate

	1% Decrease (6.4%)	Current Discount Rate (7.4%)	1% Increase (8.4%)
PERS 1	\$7,577,569	\$4,448,088	\$1,718,859
PERS 2/3	\$(11,862,860)	\$(41,641,518)	\$(66,164,256)
PSERS 2	\$(290,079)	\$(1,850,205)	\$(3,084,969)
LEOFF 1	\$(1,116,037)	\$(1,239,677)	\$(1,346,646)
LEOFF 2	\$(8,411,048)	\$(13,338,151)	\$(17,372,466)

Pension Plan Fiduciary Net Position

Detailed information about the State's pension plans' fiduciary net position is available in the separately issued DRS financial report.

Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2021, the County reported a total pension liability of \$4,448,088 for its proportionate share of the net pension liabilities and a total pension asset of \$58,069,551 for its proportionate share of the net pension assets as follows:

Table FN19 - Net Pension Liability/(Asset) by Plan

	Liability (or Asset)
PERS 1	\$4,448,088
PERS 2/3	\$(41,641,518)
PSERS 2	\$(1,850,205)
LEOFF 1	\$(1,239,677)
LEOFF 2	\$(13,338,151)

The amount of the asset reported above for LEOFF Plans 1 and 2 reflects a reduction for State pension support provided to the County. The amount recognized by the County as its proportionate share of the net pension asset, the related State support, and the total portion of the net pension asset that was associated with the County were as follows:

Table FN20 - Total Net Pension Liability/(Asset) for LEOFF Plan 1 and Plan 2

	LEOFF 1 Asset	LEOFF 2 Asset
Employer's proportionate share	\$(1,239,677)	\$(13,338,151)
State's proportionate share of the net pension liability/(asset) associated with the employer	\$(8,385,142)	\$(8,604,564)
Total	\$(9,624,819)	\$(21,942,715)

At June 30, the County's proportionate share of the collective net pension liabilities was as follows:

Table FN21 - County's Proportionate Share of Net Pension Liabilities

	Proportionate Share 6/30/20	Proportionate Share 6/30/21	Change in Proportion
PERS 1	0.369%	0.364%	-0.005%
PERS 2/3	0.425%	0.418%	-0.007%
PSERS 2	0.905%	0.805%	-0.100%
LEOFF 1	0.037%	0.036%	-0.001%
LEOFF 2	0.235%	0.230%	-0.005%

Employer contribution transmittals received and processed by the DRS for the fiscal year ended June 30, 2021 are used as the basis for determining each employer's proportionate share of the collective pension amounts reported by the DRS in the *Schedules of Employer and Nonemployer Allocations* for all plans except LEOFF 1.

LEOFF Plan 1 allocation percentages are based on the total historical employer contributions to LEOFF 1 from 1971 through 2000 and the retirement benefit payments in fiscal year 2021. Historical data was obtained from a 2011 study by the Office of the State Actuary (OSA). The state of Washington contributed 87.12 percent of LEOFF 1 employer contributions and all other employers contributed the remaining 12.88 percent of employer contributions. LEOFF 1 is fully funded and no further employer contributions have been required since June 2000. If the plan becomes underfunded, funding of the remaining liability will require new legislation. The allocation method the plan chose reflects the projected long-term contribution effort based on historical data.

In fiscal year 2021, the state of Washington contributed 39 percent of LEOFF 2 employer contributions pursuant to RCW 41.26.725 and all other employers contributed the remaining 61 percent of employer contributions.

Pension Expense

For the year ended December 31, 2021, the County recognized pension expense as follows:

Table FN22 - Pension Expense

	Pension Expense
PERS 1	\$(991,118)
PERS 2/3	\$(9,563,463)
PSERS 2	\$(77,475)
LEOFF 1	\$(167,477)
LEOFF 2	\$(1,631,720)
Total	\$(12,431,253)

Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2021, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from sources as shown on the following page.

Table FN23 - Sources of Deferred Outflows/Inflows of Resources Related to Pensions

	Plan 1		Plan 2/3	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Public Employees' Retirement System (PERS)				
Difference between expected and actual experience	\$-	\$-	\$2,022,467	\$(510,487)
Net difference between projected and actual investment earnings on pension plan investments	\$-	\$(4,935,888)	\$-	\$(34,802,540)
Change of assumptions	\$-	\$-	\$60,852	\$(2,957,239)
Changes in proportion and differences between contributions and proportionate share of contributions	\$-	\$-	\$47,810	\$(580,382)
Contributions subsequent to the measurement date	\$1,103,870	\$-	\$1,683,600	\$-
Total	\$1,103,870	\$(4,935,888)	\$3,814,729	\$(38,850,648)
	Plan 2			
	Deferred Outflows of Resources	Deferred Inflows of Resources		
Difference between expected and actual experience	\$189,854	\$(7,313)		
Net difference between projected and actual investment earnings on pension plan investments	\$-	\$(1,325,307)		
Change of assumptions	\$288	\$(189,189)		
Changes in proportion and differences between contributions and proportionate share of contributions	\$6,238	\$(49,620)		
Contributions subsequent to the measurement date	\$190,460	\$-		
Total	\$386,840	\$(1,571,429)		
	Plan 1		Plan 2	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF)				
Difference between expected and actual experience	\$-	\$-	\$604,967	\$(70,492)
Net difference between projected and actual investment earnings on pension plan investments	\$-	\$(378,798)	\$-	\$(6,359,726)
Change of assumptions	\$-	\$-	\$5,766	\$(634,365)
Changes in proportion and differences between contributions and proportionate share of contributions	\$-	\$-	\$246,737	\$(27,573)
Contributions subsequent to the measurement date	\$-	\$-	\$244,205	\$-
Total	\$-	\$(378,798)	\$1,101,674	\$(7,092,156)

Deferred outflows of resources related to pensions resulting from the County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2022. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expense as shown on the following page:

Table FN24 - Deferred Outflows/Inflows Recognized in Pension Expense by Year

Year ended December 31:	PERS 1	PERS 2/3	PSERS	LEOFF 1	LEOFF 2
2022	\$(1,307,518)	\$(9,642,611)	\$(350,318)	\$(100,622)	\$(1,673,486)
2023	\$(1,198,162)	\$(9,017,323)	\$(333,601)	\$(92,037)	\$(1,557,811)
2024	\$(1,132,911)	\$(8,646,031)	\$(316,796)	\$(86,846)	\$(1,470,413)
2025	\$(1,297,299)	\$(9,255,642)	\$(350,968)	\$(99,292)	\$(1,658,623)
2026	\$-	\$(162,159)	\$(6,778)	\$-	\$(151)
Thereafter	\$-	\$4,250	\$(16,589)	\$-	\$125,801

NOTE 9 – RISK MANAGEMENT

The County maintains insurance against most normal hazards except for unemployment insurance and workers' compensation 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, 2021, the amount of these liabilities was \$2,303,263. Changes in the balances of claims liabilities during 2020 and 2021 are shown below:

Table FN25 - Claims Liability Balance Changes

	Beginning of Year Claims Liability	Claims Paid During the Year	Estimated Additional Liability Incurred	Balance at Year End
2020	\$3,376,624	\$(5,937,522)	\$5,845,201	\$3,284,303
2021	\$3,284,303	\$(1,845,844)	\$864,804	\$2,303,263

For each of the last three years, the County's settlements have not exceeded the County's insurance coverage.

In 2011, Whatcom County received an Order and Notice from the Washington State Department of Labor and Industries stating the requirement to fund a pension for the spouse of a former employee. The former employee died of causes unrelated to his open worker's compensation claim with Whatcom County, however, because he was totally and permanently disabled at the time of his death, the State has determined his surviving spouse is entitled to a spouse's pension. The monthly pension benefit is \$2,496. Effective May 15, 2020, this claim reached the insured \$250,000 stop loss attachment point. In the future, pension payments will be reimbursed by Whatcom County's insurer, Midwest Employers Casualty Company.

Whatcom County is a participating member of the Washington Counties Risk Pool (WCRP). Chapter 48.62 RCW authorizes the governing body of one or more governmental entities to join together 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 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 in August of 1988 when 15 counties in the state of Washington joined together by signing an Interlocal Governmental Agreement to pool their self-insured losses and jointly purchase insurance and administrative services. As of December 31, 2021, 24 counties participate in the WCRP.

The Pool allows members to jointly establish a plan of self-insurance, and provides related services, such as risk management, education, and claims administration. The Pool's liability program provides coverage for general liability, public officials liability, police professional liability, employment practices liability, and automobile liability. WCRP provides liability limits of \$20,000,000 and currently retains \$2,000,000 million per occurrence. County deductibles range from \$10,000 to \$500,000. Reinsurance is purchased in several layers up to the policy limits of \$10,000,000. Members may purchase an optional \$5,000,000 excess of \$20,000,000 layer of coverage. Allocated Loss Adjustment Expense (ALAE) is combined with losses for purposes of the Pool retention, excess insurance, and deductibles. For losses occurring in 2021, Whatcom County selected a per-occurrence deductible of \$250,000.

Members make an annual contribution to fund the Pool. The Pool acquires excess and reinsurance for further protection from larger losses. For the first \$10,000,000 of coverage, the Pool acquires reinsurance. The reinsurance agreements are written with Self-Insured Retentions ("SIRs") equal to the amount of the layer of coverage below. For 2020-21, the Pool's SIR was \$2,000,000. For certain years prior to 2019, reinsurance programs have included "corridor deductibles" with aggregated stop losses which have the effect of increasing the Pool's SIR. For 2018-19, the "corridor" increased the SIR to \$2,000,000, with losses between \$1,000,000 and \$2,000,000 having an annual aggregated stop loss of \$2,500,000. The other reinsurance agreements respond up to the applicable policy limits and the agreements contain aggregate limits for the maximum annual reimbursements to the Pool of \$30,000,000 (lowest reinsured layer), \$50 million, (second layer). The Pool purchases excess coverage for the additional \$10,000,000 with an aggregate limit of \$100,000,000. Since the Pool is a cooperative program, there is a joint liability among the participating members. Sixteen of the Pool's 24 member counties group purchase an additional \$5,000,000 policy in excess of the pooled \$20,000,000.

New members may be asked to pay modest fees to cover the costs to analyze their loss data and risk profiles, and for their proportional shares of the entry year's assessments. New members contract under the Interlocal Agreement to remain in the Pool for at least five years. Following its initial 60-month term, any member may terminate its membership at the conclusion of any Pool fiscal year, provided the county timely files the required advance written notice. Otherwise, the Interlocal Agreement and membership automatically renews for another year. Even after termination, former members remain responsible for reassessments by the Pool for the members' proportional shares of any unresolved, unreported, and in-process claims for the periods that the former members were signatories to the Interlocal Agreement.

The Pool is fully funded by its member participants. Claims are filed directly with the Pool by members and adjusted by one of the four staff members responsible for evaluating each claim for coverage, establishing reserves, and investigating for any risk-shared liability. The Pool does not contract with any third-party administrators for claims adjustment or loss prevention services.

During 2020-21, Whatcom County was also one of twenty-six (26) counties which participated in the Washington Counties Property Program (WCPP). Two members withdrew from the WCRP during the 2020-21 Fiscal Year. Property losses are covered under the WCPP to the participating counties' buildings and contents, vehicles, mobile/contractor equipment, EDP and communication equipment, etc. that have been scheduled. The WCPP includes 'All Other Perils ("AOP")' coverage limits of \$500 million per occurrence as well as Flood and Earthquake (catastrophe) coverages with separate occurrence limits, each being \$200 million. There are no AOP annual aggregate limits, but the flood and earthquake coverages include annual aggregate limits of \$200 million each. Each participating county is solely responsible for paying their selected deductible, ranging between \$5,000 and \$50,000. Higher deductibles apply to losses resulting from catastrophe-type losses.

Whatcom County also participates in the jointly purchased cyber risk and security coverage from a highly rated commercial insurer. This group-purchased cyber coverage provides limits of \$2,000,000 per claim and \$10,000,000 in the aggregate. For 2021, the Pool's SIR for cyber claims was \$100,000 from January 1 through September 30 and was \$250,000 from October 1 through December 31, with Whatcom County having no deductible.

The Pool is governed by a board of directors which is comprised of one designated representative from each participating member. The Board of Directors generally meets three-times each year with the Annual Meeting of the Pool being held in summer. The Board approves the extent of risk-sharing, approves the Pool's self-insuring coverage documents, approves the selection of reinsurance and excess agreements, and approves the Pool's annual operating budget.

An 11-member executive committee is elected by and from the WCRP Board for staggered, 3-year terms. Authority has been delegated to the Committee by the Board of Directors to, a) approve all disbursements and review the Pool's financial health, b) approve case settlements exceeding the applicable member's deductible by at least \$100,000, c). to authorize by two-thirds majority vote commencement of lawsuits in the name of the Pool.

During 2020-21, the WCRP's assets decreased to \$53,351,913 while its liabilities also decreased to \$27,509,338. The Pool's net position ended at \$26,624,589. The Pool more than satisfies the State Risk Manager's solvency requirements (WAC 200.100.03001). The Pool is a cooperative program with joint liability amongst its participating members.

Deficits of the Pool resulting from any fiscal year are financed by reassessments of the deficient year's membership in proportion with the initially levied and collected deposit assessments. The Pool's reassessments receivable balance as of December 31, 2021 was zero (\$0). As such, there were no known contingent liabilities at that time for disclosure by the member counties.

NOTE 10 – LONG-TERM DEBT AND LEASES

GENERAL OBLIGATION BONDS

The County issued general obligation bonds in the amount of \$6,135,000 in 2010 to refinance the 1997 and 1998 issue of bonds and to fund safety improvements to the County Jail. Interest rate on these bonds is fixed at 1.75 percent – 5.25 percent (depending on maturity date) with final maturity in 2030. Repayment will be made from

Real Estate Excise Tax I Fund, Whatcom County Jail Fund and General Fund revenues. As of December 31, 2021, outstanding bonds totaled \$1,550,000.

Governmental activities annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ending December 31	General Obligation Bonds	
	Principal	Interest
2022	\$155,000	\$80,175
2023	160,000	72,425
2024	165,000	64,425
2025	165,000	56,175
2026	170,000	47,513
2027	175,000	38,587
2028 - 2030	560,000	59,588
Total	\$1,550,000	\$418,888

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.

ARBITRAGE

Issuers of tax-exempt bonds are generally subject to investment or arbitrage limitations under the Internal Revenue Code. For year ended December 31, 2021, Whatcom County had no arbitrage liability.

CHANGES IN LONG-TERM DEBT

The changes that occurred in long-term liabilities, during the year ended December 31, 2021, are shown on the following page:

Table FN27 - Changes in Long-Term Debt

	January 1	Additions	Reductions	December 31	Due Within One Year
Governmental Activities					
Bonds payable					
General obligation debt	\$1,700,000	\$-	\$150,000	\$1,550,000	\$155,000
Total bonds payable	1,700,000	-	150,000	1,550,000	155,000
Capital leases	202,931	3,856,089	502,056	3,556,964	460,017
Claims	3,284,303	864,804	1,845,844	2,303,263	2,303,263
Pension obligations	18,077,024	-	13,723,236	4,353,788	-
OPEB obligations	7,402,585	-	126,686	7,275,899	383,398
Compensated absences	8,664,642	7,517,594	8,074,712	8,107,524	8,107,524
Landfill post-closure costs	250,000	-	-	250,000	-
Total Governmental Activities	<u>\$39,581,485</u>	<u>\$12,238,487</u>	<u>\$24,422,534</u>	<u>\$27,397,438</u>	<u>\$11,409,202</u>
Business-Type Activities					
Pension obligations	\$385,875	\$-	\$291,575	\$94,300	\$-
Compensated absences	107,493	206,283	212,652	101,124	101,124
Total Business-Type Activities	<u>\$493,368</u>	<u>\$206,283</u>	<u>\$504,227</u>	<u>\$195,424</u>	<u>\$101,124</u>

Internal service funds predominantly serve the governmental funds. Accordingly, long-term liabilities for them are included as part of the totals for governmental activities shown above.

COMPENSATED ABSENCES

For governmental activities, the compensated absences liability will be paid from the General Fund, County Road, Election Reserve, Whatcom County Jail, Homeless Housing, Behavioral Health Program, Mental Health and Developmental Disabilities, Countywide Emergency Medical Services, American Rescue Plan Act, Solid Waste, Victim/Witness Assistance, Auditor's O and M and Emergency Management special revenue funds and Equipment Rental and Revolving and Administrative Services internal service funds.

OPERATING LEASES

The County leases a building from the Port of Bellingham to provide a facility for the emergency operations center. Total cost for the lease was \$77,080 for the year ended December 31, 2021. The future minimum lease payments for this lease are shown below:

Table FN28 - Operating Leases

Year Ending December 31	Amount
2022*	79,393
2023*	81,775
Total	<u>\$161,168</u>

*Lease payments will be adjusted by the Consumer Price Index. For the minimum lease payments, a three percent increase per year was used..

CAPITAL LEASES

Whatcom County has entered into lease agreements for copiers, emergency medical equipment and a mail system that qualify as capital leases for accounting purposes. The assets acquired through capital leases are as follows:

Table FN29 - Capital Lease Assets

	Governmental Activities
Asset:	
Machinery and equipment	\$4,626,392
Less: Accumulated depreciation	(1,066,101)
Total	<u>\$3,560,291</u>

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2021, are shown as follows:

Table FN30 - Future Minimum Lease Obligations

	Governmental Activities
2022	\$481,425
2023	424,598
2024	415,882
2025	413,937
2026	400,477
2027-2030	1,601,910
Total Minimum Lease Payments	<u>3,738,229</u>
Less: Interest	181,265
Present Value of Minimum Lease Payments	<u>\$3,556,964</u>

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 FN31 - Long-Term Debt Capacity

Purpose of Indebtedness	Remaining Capacity
General Government (No vote required)	\$625,895,758
General Government (With 3/5 majority vote)	\$1,057,470,517

NOTE 11 – CONTINGENCIES AND LITIGATIONS

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 9) 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 12 – CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS

CONSTRUCTION COMMITMENTS

The County has various construction projects in progress as of December 31, 2021. The major projects include the Whatcom Chief replacement, storm water and drainage improvements and county road projects.

At year-end the County has two significant construction commitments with contractors. (The County has determined that for materiality purposes, only construction commitments greater than five hundred thousand dollars will be disclosed.)

Project:	Deer Trail Slide Repair-Emergency
Spent to date:	\$ 95,414
Remaining commitment:	\$608,679
Financing:	Local funds

Project:	Marine Drive Bike/ Ped Reconstruction
Spent to date:	\$ 730,621
Remaining commitment:	\$2,392,828
Financing:	Local and federal funds

OTHER COMMITMENTS

In 2017, Whatcom County entered into a new contract with the City of Bellingham and Whatcom County Fire Protection District No. 7 to provide countywide emergency medical advanced life support services. Payments for services in 2021 totaled \$8,995,907. Each year payments will be increased by the greater of June CPI-W for Seattle Tacoma Bellevue or 2.5 percent. The agreement continues unless terminated by any of the parties. These services are funded by a combination of sales tax and user fees.

NOTE 13 – INTERFUND BALANCES AND TRANSFERS

INTERFUND BALANCES

Interfund receivables and payables are 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, and are similarly treated when they involve other funds of the County. At December 31, 2021, interfund receivable and interfund payable balances are as follows:

Table FN32 - Interfund Receivable/Payable

Due To	Due From					
	General Fund	County Road	American Rescue Plan Act	Internal Service	All Others	Total
General Fund	\$-	\$203	\$402,543	\$167,946	\$738,260	\$1,308,952
County Road	12,416	-	-	158,216	1,770,927	1,941,559
Internal Service	59,112	109,644	-	7,946	13,358	190,060
All Others	426,678	2,049,711	296,024	-	977,469	3,749,882
Total	\$498,206	\$2,159,558	\$698,567	\$334,108	\$3,500,014	\$7,190,453

The Interfund balances resulted from the time lag between the dates when interfund goods and services were provided or reimbursable expenditures incurred and when interfund payments were made.

Interfund loans and advances are fund transfers, usually interest bearing, which will be repaid in future years. At year end, the County had no interfund loans outstanding.

INTERFUND TRANSFERS

Interfund transfers are subsidies and contributions provided by one fund to another fund with no corresponding promise for repayment. Interfund transfers provide funding for capital projects, debt service, reallocations of special revenues, and to support the operations of other funds. Interfund transfers for the year ended December 31, 2021, are shown below:

Table FN33 - Interfund Transfers

Transfer To	Transfers From						
	General Fund	County Road	ARPA	Public Utilities Improvement	Internal Service	All Others	Total
General Fund	\$49,465	\$444,501	\$402,543	\$47,346	\$430,620	\$3,611,443	\$4,985,918
County Road	509,746	-	-	-	150,431	643,658	1,303,835
Public Utilities Improvement	-	-	-	-	-	11,738	11,738
Internal Service	419,302	493,470	-	-	-	69,507	982,279
All Others	8,996,307	5,156,792	295,947	1,872,395	-	6,413,814	22,735,255
Total	\$9,974,820	\$6,094,763	\$698,490	\$1,919,741	\$581,051	\$10,750,160	\$30,019,025

Below are significant interfund transfers the County made for 2021:

- Road Fund provided funding for the East Smith/ Hannegan intersection project.
- Public Utilities Improvement fund and non-major Real Estate Excise Tax I transferred funds to support the NW Annex redevelopment.
- Non-major fund transfers from Real Estate Excise Tax II to fund Silver Lake shower and restroom remodel.

NOTE 14 – 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 and the City of Bellingham share the expenditures equally. Whatcom County contributed \$1,174,905 as its share of operations in 2021. Whatcom County did not have an equity interest in What-Comm in 2021. Financial statements for What-Comm Communications Center can be obtained from the City of Bellingham, 210 Lottie Street, Bellingham, Washington 98225.

NOTE 15 – DEFINED BENEFIT OTHER POSTEMPLOYMENT BENEFIT (OPEB) PLANS

The following table represents the aggregate OPEB amounts for all plans subject to the requirements of GASB Statement 75 for the year 2021:

Table FN34 - Aggregate OPEB Amounts - All Plans

OPEB liabilities	\$7,275,899
Deferred outflows of resources	\$191,699
OPEB expense/expenditures	\$246,328

OPEB PLAN DESCRIPTION

As required by the Chapter 41.26 RCW, the County provides lifetime medical, dental and vision care for members of the Law Enforcement Officers and Fire Fighters (LEOFF) retirement system hired on or before September 30, 1977 under a single-employer defined benefit OPEB plan administered by the County. Medical coverage for eligible pre-Medicare retirees is provided by one of the County’s employee medical insurance programs. There are 15 inactive LEOFF I members currently receiving benefits. The OPEB plan is closed to new entrants.

Table FN35 - Employees Covered by Benefit Terms

Inactive employees or beneficiaries currently receiving benefits	15
Inactive employees entitled to but not yet receiving benefits	-
Active employees	-
Total	<u>15</u>

The plan is funded on a pay-as-you-go basis and there are no assets accumulated in a qualifying trust.

ASSUMPTIONS AND OTHER INPUTS

Whatcom County uses the alternative measurement method instead of an actuarial valuation to measure the total OPEB liability. The total OPEB liability was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

- Discount rate 2.16 percent
- Healthcare trend rates
 - Medical costs 5.3 percent, trends down to about 5.0 percent in 2020s
 - Long-term care 4.5 percent
- Medicare part B premiums Approximately 5.0 percent, varies by year
- Medicare participation rate 100 percent

Mortality rates were based on the PubS.H-2010 (Public Safety) Table and it was assumed the LEOFF I population was 100 percent male. Any active members were assumed to retire immediately following the measurement date. This approach inherently assumes that all liabilities are fully earned and the service cost equals zero. The LEOFF I population was divided into four age ranges. And lastly, the medical and long-term costs were projected from June 30, 2020 to the measurement date of June 30, 2021 using the healthcare trend rates detailed in the 2020 LEOFF I OPEB Actuarial Valuation Report.

The following presents the total OPEB liability of Whatcom County calculated using the current healthcare cost trend rate of 5.3 percent, as well as what the OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (4.3 percent) or 1 percentage point higher (6.3 percent) than the current rate.

Table FN36 - OPEB Liability Calculated Using Current Healthcare Cost Trend Rate

	1% Decrease (4.3%)	Current Healthcare Cost Trend Rate (5.3%)	1% Increase (6.3%)
Total OPEB Liability	\$6,631,953	\$7,275,899	\$8,012,035

The following presents the total OPEB liability of the County calculated using the discount rate of 2.16 percent, as well as what the OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (1.16 percent) or 1 percentage point higher (3.16 percent) than the current rate.

Table FN37 - OPEB Liability Calculated Using Current Discount Rate

	1% Decrease (1.16%)	Current Discount Rate (2.16%)	1% Increase (3.16%)
Total OPEB Liability	\$8,074,071	\$7,275,899	\$6,595,065

CHANGES IN THE TOTAL OPEB LIABILITY

Table FN38 - Changes in the Total OPEB Liability

Total OPEB Liability at 1/1/2021	\$7,402,585
Service cost	-
Interest cost	159,498
Changes in experience data and assumptions	86,830
Changes of benefit terms	-
Estimated benefit payments	(373,014)
Other	-
Total OPEB Liability at 12/31/2021	\$7,275,899

The total OPEB liability was based on a June 30, 2021 measurement date. Changes of assumptions and other inputs reflect a change in the discount rate from 2.21 percent at the beginning of the measurement year to 2.16 percent at the end of the measurement year.

At December 31, 2021, Whatcom County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

Table FN39 - Deferred Outflows of Resources and Deferred Inflows of Resources

	Deferred Outflows of Resources	Deferred Inflows of Resources
Payments subsequent to the measurement date	\$191,699	\$-
Total	\$191,699	\$-

Deferred outflows of resources of \$191,699 resulting from payments subsequent to the measurement date will be recognized as a reduction of the total OPEB liability in the year ended December 31, 2022. The County has no other deferred outflows or deferred inflows of resources related to OPEB.

NOTE 16 – POSTCLOSURE CARE COST

Whatcom County owns four closed solid waste landfills. These are Birch-Bay Lynden, Y Road, and Pt. Roberts, all closed in the 1980's and Cedarville, which was closed in 1990 (Phase I), with final closure in 1993 under WAC 173-304. Whatcom County is required by the Department of Ecology to perform post-closure monitoring of Cedarville for a minimum of 20 years or until the landfill meets certain criteria. The County complies with this requirement through several permits which require monitoring of ground water, gas, and leachate production. A new leachate management system was constructed in 2012 but no further capital improvements are anticipated at this time. The typical annual operating budget for Cedarville is expected to be approximately \$28,000 for ground water testing and maintenance. These costs are funded by solid waste excise taxes. A reserve of \$250,000 was established in the Solid Waste Fund in 1992 to cover unforeseen post-closure care costs. The actual cost of post-closure care may change due to inflation or regulations.

NOTE 17 – TAX ABATEMENT

There are two tax abatement programs authorized by the State of Washington that impact Whatcom County, one encourages new and rehabilitated multiple-unit dwellings in urban centers (RCW 84.14), and one encourages preservation and refurbishment of historic property (RCW 84.26).

The purpose of the New and Rehabilitated Multiple-Unit Dwellings in Urban Centers program is to encourage increased residential opportunities within urban centers, including affordable housing opportunities, in cities that plan under the growth management act. Cities determine their urban center and establish criteria in addition to the state's requirements for qualifying for the program. The value of new housing construction, conversion, and rehabilitation improvements qualifying under this program are exempt from ad valorem property taxation for a period of eight years or twelve years if 20 percent of the units are sold or rented to low and moderate-income households.

The purpose of the Historic Property program is to encourage maintenance, improvement, and preservation of privately owned historic landmarks. To be eligible, the building must be listed in the National Register of Historic Places, certified as contributing to a National Register Historic District, listed on the City's Local Register of Historic Places, or certified as contributing to a local historic district. The assess valuation of the Historic Property is reduced by cost of maintenance, improvement and preservation for a period of ten years.

County property taxes abated are as follows:

New and Rehabilitated Multiple-Unit Dwelling in Urban Centers Program	
• City of Bellingham	\$94,508
Historic Property Program	
• City of Bellingham	\$8,560
• City of Lynden	\$4,256

NOTE 18 – COVID-19 PANDEMIC

In February 2020, the Governor of the state of Washington declared a state of emergency in response to the spread of COVID-19. Precautionary measures to slow the spread of the virus continued throughout 2021. These measures included limitations on business operations, public events, gatherings, travel and in-person interactions.

Whatcom County's revenues generally recovered from the impact of the pandemic in 2021. Whatcom County's cost containment actions carried forward from 2020 were relaxed in late 2021. COVID related activities of the Health Departments continued through 2021 and are anticipated to continue into 2022. The criminal justice system and the civil courts are suffering from a significant backlog of cases and resolving this backlog will be a challenge carried forward into 2022.

The full extent of the direct or indirect financial impact of the ongoing pandemic on the County is unknown at this time.

NOTE 19 – PRIOR PERIOD ADJUSTMENT

In 2019, Flood Control Zone District acquired property that was never capitalized on the government-wide financial statements. For 2021, a prior period adjustment of \$216,815 was recorded and the beginning net position in the government-wide financial statements was restated.

As of January 1, 2021, Whatcom County was no longer self-insured for medical and dental insurance. Self-insurance required the County to record an estimate of claims that have been incurred but not reported. These claims had until June, 2021 to be reported. As of December 31, 2021, the estimate for these losses was \$908,214. Since no more claims can be reported, a prior period adjustment was recorded for the \$908,214. The beginning net position in the government-wide financial statements and the beginning net position in the internal service fund Administrative Services were restated.



Required Supplemental Information
Schedule of Revenues, Expenditures and Changes in Fund
Balance - Budget and Actual
General Fund
Year Ended December 31, 2021

Whatcom County
W A S H I N G T O N

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive/ (Negative)
	Original	Final		
Revenues				
Taxes	\$47,185,004	\$47,185,004	\$53,380,236	\$6,195,232
Licenses and permits	3,674,117	3,674,117	3,755,048	80,931
Intergovernmental	18,319,404	37,491,422	30,576,123	(6,915,299)
Charges for service	8,463,790	8,481,159	9,087,487	606,328
Fines and penalties	1,788,300	1,788,300	1,804,229	15,929
Miscellaneous	3,296,230	3,311,370	3,667,124	355,754
Total revenues	<u>82,726,845</u>	<u>101,931,372</u>	<u>102,270,247</u>	<u>338,875</u>
Expenditures				
Current:				
General government	33,845,057	35,181,619	34,235,740	945,879
Public safety	29,334,135	30,581,470	28,460,160	2,121,310
Natural and economic environment	1,636,585	4,025,767	2,246,666	1,779,101
Social services	16,813,396	30,530,697	25,248,347	5,282,350
Culture and recreation	4,731,046	4,860,011	4,295,219	564,792
Capital outlay	-	11,502	11,239	263
Debt service:				
Interest	6,366	6,366	6,205	161
Total expenditures	<u>86,366,585</u>	<u>105,197,432</u>	<u>94,503,576</u>	<u>10,693,856</u>
Excess (deficiency) of revenues over expenditures	<u>(3,639,740)</u>	<u>(3,266,060)</u>	<u>7,766,671</u>	<u>11,032,731</u>
Other financing sources (uses)				
Sales of capital assets	370,000	370,000	2,304,631	1,934,631
Transfers in	5,215,629	7,292,920	4,985,918	(2,307,002)
Transfers out	(8,027,227)	(9,319,534)	(9,974,820)	(655,286)
Total other financing sources (uses)	<u>(2,441,598)</u>	<u>(1,656,614)</u>	<u>(2,684,271)</u>	<u>(1,027,657)</u>
Net change in fund balances	<u>(6,081,338)</u>	<u>(4,922,674)</u>	<u>5,082,400</u>	<u>10,005,074</u>
Fund balances-beginning	-	-	19,246,556	19,246,556
Fund balances-ending	<u>\$(6,081,338)</u>	<u>\$(4,922,674)</u>	<u>\$24,328,956</u>	<u>\$29,251,630</u>

Notes to the financial statements are an integral part of this statement.

Required Supplemental Information
Schedule of Revenues, Expenditures and Changes in Fund
Balance - Budget and Actual
County Road Fund
Year Ended December 31, 2021

Whatcom County
W A S H I N G T O N

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive/ (Negative)
	Original	Final		
Revenues				
Taxes	\$19,289,200	\$19,289,200	\$19,918,571	\$629,371
Licenses and permits	110,000	110,000	133,173	23,173
Intergovernmental	5,393,919	6,763,520	6,707,829	(55,691)
Charges for service	558,320	558,320	957,512	399,192
Miscellaneous	95,431	95,431	(103,224)	(198,655)
Total revenues	<u>25,446,870</u>	<u>26,816,471</u>	<u>27,613,861</u>	<u>797,390</u>
Expenditures				
Current:				
General government	590,976	590,976	787,206	(196,230)
Transportation	24,220,984	24,274,598	20,831,148	3,443,450
Capital outlay	266,500	10,277,886	4,620,353	5,657,533
Total expenditures	<u>25,078,460</u>	<u>35,143,460</u>	<u>26,238,707</u>	<u>8,904,753</u>
Excess (deficiency) of revenues over expenditures	<u>368,410</u>	<u>(8,326,989)</u>	<u>1,375,154</u>	<u>9,702,143</u>
Other financing sources (uses)				
Transfers in	1,681,660	1,713,446	1,303,835	(409,611)
Transfers out	(3,175,722)	(7,170,722)	(6,094,763)	1,075,959
Total other financing sources (uses)	<u>(1,494,062)</u>	<u>(5,457,276)</u>	<u>(4,790,928)</u>	<u>666,348</u>
Net change in fund balances	<u>(1,125,652)</u>	<u>(13,784,265)</u>	<u>(3,415,774)</u>	<u>10,368,491</u>
Fund balances-beginning	-	-	19,289,096	19,289,096
Fund balances-ending	<u>\$(1,125,652)</u>	<u>\$(13,784,265)</u>	<u>\$15,873,322</u>	<u>\$29,657,587</u>

Notes to the financial statements are an integral part of this statement.

Required Supplemental Information
 Schedule of Revenues, Expenditures and Changes in Fund
 Balance - Budget and Actual
 American Rescue Plan Act
 Year Ended December 31, 2021

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive/ (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$-	\$22,264,271	\$801,773	\$(21,462,498)
Miscellaneous	-	-	(59,175)	(59,175)
Total revenues	-	22,264,271	742,598	(21,521,673)
Expenditures				
Current:				
General government	-	-	27,107	(27,107)
Public safety	-	5,829,424	35,000	5,794,424
Social services	-	291,778	41,176	250,602
Total expenditures	-	6,121,202	103,283	6,017,919
Excess (deficiency) of revenues over expenditures	-	16,143,069	639,315	(15,503,754)
Other financing sources (uses)				
Transfers out	-	(2,972,288)	(698,490)	2,273,798
Total other financing sources (uses)	-	(2,972,288)	(698,490)	2,273,798
Net change in fund balances	-	13,170,781	(59,175)	(13,229,956)
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$13,170,781	\$(59,175)	\$(13,229,956)

Notes to the financial statements are an integral part of this statement.

A. BUDGETARY BASIS

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.

B. MATERIAL VIOLATIONS

There were no material violations of finance-related legal or contractual provisions in the general fund and special revenue funds. In addition, these fund's expenditures did not exceed legal appropriation for 2021.

Required Supplemental Information
 Schedule of Proportionate Share of the Net Pension Liability
 Public Employees' Retirement System (PERS) Plan 1
 As of June 30, 2021
 Last 10 Fiscal Years*

	2021	2020	2019	2018	2017	2016	2015
Employer's proportion of the net pension liability (asset)	0.364229%	0.368831%	0.384778%	0.392809%	0.407053%	0.411137%	0.413754%
Employer's proportionate share of the net pension liability	\$4,448,088	\$13,021,726	\$14,796,080	\$17,542,983	\$19,314,982	\$22,079,993	\$21,643,182
Covered employee payroll	\$55,729,323	\$55,506,470	\$53,175,163	\$52,982,174	\$50,011,855	\$47,429,547	\$45,367,441
Employer's proportionate share of the net pension liability as a percentage of covered employee payroll	7.98%	23.46%	27.83%	33.11%	38.62%	46.55%	47.71%
Plan fiduciary net position as a percentage of the total pension liability	88.74%	68.64%	67.12%	63.22%	61.24%	57.03%	59.10%

*Information is only available for fiscal years 2015-2021.

Note: Employer's proportionate share is based on Whatcom County's employer transmittals processed by Department of Retirement Systems in the fiscal year ended June 30, 2021 relative to all other plan employers transmittals processed. Net pension liability is determined by projecting the plan's total pension liability and subtracting the plans net position. Net position will vary from year to year based on investment returns and plan experience. Whatcom County's net pension liability (asset) is calculated by multiplying its proportionate share of the net pension liability (asset) by the plans total net pension liability (asset).

Required Supplemental Information
 Schedule of Proportionate Share of the Net Pension Liability
 Public Employees' Retirement System (PERS) Plan 2/3
 As of June 30, 2021
 Last 10 Fiscal Years*



	2021	2020	2019	2018	2017	2016	2015
Employer's proportion of the net pension liability (asset)	0.418020%	0.425443%	0.433025%	0.434493%	0.449988%	0.446430%	0.446724%
Employer's proportionate share of the net pension liability	\$(41,641,518)	\$5,441,173	\$4,206,145	\$7,418,581	\$15,634,932	\$22,477,398	\$15,961,703
Covered employee payroll	\$50,062,167	\$49,635,672	\$47,181,998	\$46,801,294	\$44,116,747	\$41,561,677	\$39,639,460
Employer's proportionate share of the net pension liability as a percentage of covered employee payroll	-83.18%	10.96%	8.91%	15.85%	35.44%	54.08%	40.27%
Plan fiduciary net position as a percentage of the total pension liability	120.29%	97.22%	97.77%	95.77%	90.97%	85.82%	89.20%

*Information is only available for fiscal years 2015-2021.

Note: Employer's proportionate share is based on Whatcom County's employer transmittals processed by Department of Retirement Systems in the fiscal year ended June 30, 2021 relative to all other plan employers transmittals processed. Net pension liability is determined by projecting the plan's total pension liability and subtracting the plans net position. Net position will vary from year to year based on investment returns and plan experience. Whatcom County's net pension liability (asset) is calculated by multiplying its proportionate share of the net pension liability (asset) by the plans total net pension liability (asset).

Required Supplemental Information
 Schedule of Proportionate Share of the Net Pension Liability
 Public Safety Employees' Retirement System (PSERS) Plan 2
 As of June 30, 2021
 Last 10 Fiscal Years*

	2021	2020	2019	2018	2017	2016	2015
Employer's proportion of the net pension liability (asset)	0.805351%	0.905011%	1.169442%	1.289830%	1.379427%	1.425626%	1.391536%
Employer's proportionate share of the net pension liability	\$(1,850,205)	\$(124,530)	\$(152,074)	\$15,981	\$270,271	\$605,863	\$253,983
Covered employee payroll	\$5,472,134	\$5,556,989	\$5,379,836	\$5,266,644	\$4,883,959	\$4,618,833	\$4,074,397
Employer's proportionate share of the net pension liability as a percentage of covered employee payroll	-33.81%	-2.24%	-2.83%	0.30%	5.53%	13.12%	6.23%
Plan fiduciary net position as a percentage of the total pension liability	123.67%	101.68%	101.85%	99.79%	96.26%	90.41%	95.08%

*Information is only available for fiscal years 2015-2021.

Note: Employer's proportionate share is based on Whatcom County's employer transmittals processed by Department of Retirement Systems in the fiscal year ended June 30, 2021 relative to all other plan employers transmittals processed. Net pension liability is determined by projecting the plan's total pension liability and subtracting the plans net position. Net position will vary from year to year based on investment returns and plan experience. Whatcom County's net pension liability (asset) is calculated by multiplying its proportionate share of the net pension liability (asset) by the plans total net pension liability (asset).

Required Supplemental Information
 Schedule of Proportionate Share of the Net Pension Liability
 Law Enforcement Officers' and Fire Fighters' Retirement System
 (LEOFF) Plan 1
 As of June 30, 2021
 Last 10 Fiscal Years*



	2021	2020	2019	2018	2017	2016	2015
Employer's proportion of the net pension liability (asset)	0.036189%	0.037105%	0.037397%	0.036456%	0.034167%	0.035193%	0.035035%
Employer's proportionate share of the net pension liability	\$(1,239,677)	\$(700,731)	\$(739,193)	\$(661,859)	\$(518,389)	\$(362,589)	\$(422,249)
State's proportionate share of the net pension liability (asset) associated with the employer	<u>\$(8,385,142)</u>	<u>\$(4,739,729)</u>	<u>\$(4,999,885)</u>	<u>\$(4,476,801)</u>	<u>\$(3,506,370)</u>	<u>\$(2,452,540)</u>	<u>\$(2,856,082)</u>
TOTAL	<u>\$(9,624,819)</u>	<u>\$(5,440,460)</u>	<u>\$(5,739,078)</u>	<u>\$(5,138,660)</u>	<u>\$(4,024,759)</u>	<u>\$(2,815,129)</u>	<u>\$(3,278,331)</u>
Covered employee payroll	\$-	\$-	\$-	\$-	\$-	\$-	\$-
Employer's proportionate share of the net pension liability as a percentage of covered employee payroll	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Plan fiduciary net position as a percentage of the total pension liability	187.45%	146.88%	148.78%	144.42%	135.96%	123.74%	127.36%

*Information is only available for fiscal years 2015-2021.

Note: LEOFF Plan 1 net position exceeds projected total pension liability. No employer contributions have been required since June of 2000. Whatcom County's employers proportionate share of the net pension liability (asset) was determined based on the county's total contributions to LEOFF Plan 1 relative to all other employer's contributions. If the plan becomes underfunded, funding the remaining liability will require new Washington State legislation.

Required Supplemental Information
 Schedule of Proportionate Share of the Net Pension Liability
 Law Enforcement Officers' and Fire Fighters' Retirement System
 (LEOFF) Plan 2
 As of June 30, 2021
 Last 10 Fiscal Years*

	2021	2020	2019	2018	2017	2016	2015
Employer's proportion of the net pension liability (asset)	0.229635%	0.234942%	0.242608%	0.244180%	0.240079%	0.246752%	0.240067%
Employer's proportionate share of the net pension liability	\$(13,338,151)	\$(4,792,474)	\$(5,620,483)	\$(4,957,386)	\$(3,331,519)	\$(1,435,184)	\$(2,467,409)
State's proportionate share of the net pension liability (asset) associated with the employer	<u>\$(8,604,564)</u>	<u>\$(3,064,424)</u>	<u>\$(3,680,663)</u>	<u>\$(3,209,814)</u>	<u>\$(2,161,094)</u>	<u>\$(935,635)</u>	<u>\$(1,631,453)</u>
TOTAL	<u>\$(21,942,715)</u>	<u>\$(7,856,898)</u>	<u>\$(9,301,146)</u>	<u>\$(8,167,200)</u>	<u>\$(5,492,613)</u>	<u>\$(2,370,819)</u>	<u>\$(4,098,862)</u>
Covered employee payroll	\$8,829,139	\$8,839,847	\$8,440,586	\$8,305,668	\$7,510,107	\$7,475,130	\$6,967,690
Employer's proportionate share of the net pension liability as a percentage of covered employee payroll	-248.53%	-88.88%	-110.20%	-98.33%	-73.14%	-31.72%	-58.83%
Plan fiduciary net position as a percentage of the total pension liability	142.00%	115.83%	119.43%	118.50%	113.36%	106.04%	111.67%

*Information is only available for fiscal years 2015-2021.

Note: Employer's proportionate share is based on Whatcom County's employer transmittals processed by Department of Retirement Systems in the fiscal year ended June 30, 2021 relative to all other plan employers transmittals processed. Net pension liability is determined by projecting the plan's total pension liability and subtracting the plans net position. Net position will vary from year to year based on investment returns and plan experience. Whatcom County's net pension liability (asset) is calculated by multiplying its proportionate share of the net pension liability (asset) by the plans total net pension liability (asset).

Required Supplemental Information
 Schedule of Employer Contributions
 Public Employees' Retirement System (PERS) Plan 1
 As of December 31, 2021
 Last 10 Fiscal Years*



	2021	2020	2019	2018	2017	2016	2015
Statutorily or contractually required contributions	\$2,493,778	\$2,679,945	\$2,717,897	\$2,688,439	\$2,548,237	\$2,490,469	\$2,097,126
Contributions in relation to the statutorily or contractually required contributions	\$(2,493,778)	\$(2,679,945)	\$(2,717,897)	\$(2,688,439)	\$(2,548,237)	\$(2,490,469)	\$(2,097,126)
Contribution deficiency (excess)	\$-	\$-	\$-	\$-	\$-	\$-	\$-
Covered employer payroll	\$57,732,669	\$58,781,390	\$54,298,389	\$51,977,462	\$50,620,497	\$50,783,623	\$46,030,402
Contributions as a percentage of covered employee payroll	4.32%	4.56%	5.01%	5.17%	5.03%	4.90%	4.56%

*Information is only available for fiscal years 2015-2021.

Note: Contributions include employer contributions for PERS Plan 1 employees as well as PERS Plan 1 unfunded actuarial accrued liability (UAAL) contribution assessed on wages of PERS Plan 2 & 3 and Public Safety Employees Retirement System (PSERS) employees. Covered employer payroll fluctuates based on number of employees, hours worked and wage rates.

Required Supplemental Information
 Schedule of Employer Contributions
 Public Employees' Retirement System (PERS) Plan 2/3
 As of December 31, 2021
 Last 10 Fiscal Years*

	2021	2020	2019	2018	2017	2016	2015
Statutorily or contractually required contributions	\$3,703,993	\$3,944,475	\$3,737,584	\$3,448,739	\$3,060,192	\$2,791,242	\$2,248,551
Contributions in relation to the statutorily or contractually required contributions	\$(3,703,993)	\$(3,944,475)	\$(3,737,584)	\$(3,448,739)	\$(3,060,192)	\$(2,791,242)	\$(2,248,551)
Contribution deficiency (excess)	\$-	\$-	\$-	\$-	\$-	\$-	\$-
Covered employer payroll	\$51,833,254	\$49,805,422	\$48,408,922	\$45,988,268	\$44,611,164	\$44,790,477	\$40,129,411
Contributions as a percentage of covered employee payroll	7.15%	7.92%	7.72%	7.50%	6.86%	6.23%	5.60%

*Information is only available for fiscal years 2015-2021.

Note: Covered employer payroll fluctuates based on number of employees, hours worked and wage rates.

Required Supplemental Information
 Schedule of Employer Contributions
 Public Safety Employees' Retirement System (PSERS) Plan 2
 As of December 31, 2021
 Last 10 Fiscal Years*



	2021	2020	2019	2018	2017	2016	2015
Statutorily or contractually required contributions	\$389,920	\$398,412	\$389,191	\$358,885	\$334,459	\$324,140	\$281,587
Contributions in relation to the statutorily or contractually required contributions	\$(389,920)	\$(398,412)	\$(389,191)	\$(358,885)	\$(334,459)	\$(324,140)	\$(281,587)
Contribution deficiency (excess)	\$-	\$-	\$-	\$-	\$-	\$-	\$-
Covered employer payroll	\$5,692,318	\$5,533,496	\$5,454,931	\$5,234,518	\$5,019,549	\$4,918,683	\$4,350,221
Contributions as a percentage of covered employee payroll	6.85%	7.20%	7.13%	6.86%	6.66%	6.59%	6.47%

*Information is only available for fiscal years 2015-2021.

Note: Covered employer payroll fluctuates based on number of employees, hours worked and wage rates.

Required Supplemental Information
 Schedule of Employer Contributions
 Law Enforcement Officers' and Fire Fighters' Retirement System
 (LEOFF) Plan 2
 As of December 31, 2021
 Last 10 Fiscal Years*

	2021	2020	2019	2018	2017	2016	2015
Statutorily or contractually required contributions	\$472,839	\$455,360	\$456,876	\$441,702	\$394,184	\$393,726	\$366,458
Contributions in relation to the statutorily or contractually required contributions	\$(472,839)	\$(455,360)	\$(456,876)	\$(441,702)	\$(394,184)	\$(393,726)	\$(366,458)
Contribution deficiency (excess)	\$-	\$-	\$-	\$-	\$-	\$-	\$-
Covered employer payroll	\$9,113,696	\$8,770,303	\$8,689,023	\$8,330,412	\$7,601,695	\$7,796,545	\$7,256,591
Contributions as a percentage of covered employee payroll	5.19%	5.19%	5.26%	5.30%	5.19%	5.05%	5.05%

*Information is only available for fiscal years 2015-2021.

Note: Covered employer payroll fluctuates based on number of employees, hours worked and wage rates.

Required Supplemental Information
 Schedule of Changes in Total OPEB Liability and Related Ratios
 Whatcom County Other Postemployment Benefits
 As of June 30, 2021
 Last 10 Fiscal Years*



	2021	2020	2019	2018
Total OPEB liability - beginning	\$7,402,585	\$6,559,026	\$7,387,898	\$7,679,413
Service cost	-	-	-	-
Interest	159,498	223,243	278,806	268,938
Changes in benefit terms	-	-	-	-
Differences between expected and actual experience	-	-	-	-
Changes of assumptions	86,830	984,755	(736,918)	(223,153)
Benefit payments	(373,014)	(364,439)	(370,760)	(337,300)
Other changes	-	-	-	-
Total OPEB liability - ending	<u>\$7,275,899</u>	<u>\$7,402,585</u>	<u>\$6,559,026</u>	<u>\$7,387,898</u>
Covered-employee payroll	-	-	-	-
Total OPEB liability as a percent of covered payroll	N/A	N/A	N/A	N/A

*Information is only available for fiscal years 2018-2021.

Note: No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75. The OPEB liability may vary from year to year based on healthcare trend rates, change in assumptions, and change in population.

NON-MAJOR GOVERNMENTAL FUNDS

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:

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 - A fund is used for administrative refunds such as errors, appeals, and senior citizen petition as per RCW 84.69.

Treasurer's O & M - A fund to account for extraordinary costs incurred collecting delinquent real and personal taxes.

Whatcom County Jail Fund - This fund is used for the deposit of, among other money, revenue received from the imposition of a sales and use tax authorized by RCW 82.14.350, and as the source of funds disbursed for costs associated with financing, designing, acquiring, constructing, equipping, operating, maintaining, remodeling, repairing, reequipping, and improving jail facilities.

REET Electronic Technology - A fund to account for a fee collected through the real estate excise tax. The funds are to be used to develop, implement, and maintain an electronic processing and reporting system for real estate excise tax affidavits.

Low-Income Housing - A fund used to collect a ten dollar surcharge on each recorded document. The amount collected provides funding for low-income housing.

Homeless Housing - A fund used to collect a ten dollar surcharge on each recorded document. The amount collected provides funding for homeless housing programs.

Stormwater - A fund established to explore the option of creating a stormwater utility and to implement National Pollution Discharge Elimination System (NPDES II) requirements. The fund is currently being funded by transfers from the Flood Control Zone District.

Behavioral Health Program - A fund to account for a one-tenth of one percent sales tax to support new or expanded chemical dependency or mental health treatment services and for the operation of new or expanded therapeutic court programs.

Parks Special Revenue - A fund to account for restricted and committed revenues which will be used to fund maintenance, operations, and parks improvements in accordance with external funding sources and County Council requirements.

Mental Health and Developmental Disabilities - This fund is dedicated to tracking restricted and committed revenues for mental health and developmental disabilities programs according to RCW 71.20.100 and County

Council requirements.

Swift Creek Sediment Management - A fund to account for costs of improvements and maintenance activities on Swift Creek.

Affordable and Supportive Housing - A fund to account for a new tax imposed by the County. RCW 82.14.540 authorizes the County to impose a local sales and use tax for affordable and for supportive housing to persons whose income is at or below sixty percent of the Whatcom County area median income.

Countywide Emergency Medical Services - A fund to account for an additional sales and use tax in the amount of one-tenth of one percent. Two-thirds of the tax is to be used solely for costs associated with the provisions of countywide emergency medical services, and one-third is to be used for criminal justice purposes, as authorized by RCW 82.14.450

Lake Whatcom Storm Water Utility - This fund shall be used to account for the revenues and expenditures related to operation of Lake Whatcom Storm Water Utility.

Affordable Housing, Behavioral Health Facilities, and Related Services Program – A fund to account for an additional sales and use tax of one-tenth of one percent for housing and related services as authorized by RCW 82.14.530.

COVID-19 Emergency Response - The spread of the COVID-19 virus presented a continuing threat to the health and safety of the citizens of Whatcom County. The County needed additional budget appropriation and a separate fund to adequately account for resources committed to effectively responding to this crisis.

Whatcom County Trial Court Improvement - A fund to collect funding received from Washington State to improve Superior and District Court staffing, facilities, and services.

Ferry Fare Capital Surcharge – This fund shall be used to account for the revenues and expenditures related to funding received in accordance with ordinance 2021-012 establishing a fare capital surcharge for the Lummi Island ferry.

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

Convention Center - A fund to account for hotel motel tax revenue, used to promote tourism.

Victim Witness Assistance - A fund established to administer the victim witness programs. The fund is financed by the 20% of penalties assessed by the County Courts.

Community Development - A fund established to account for deferred payment loans to low and moderate income homeowners to rehabilitate their homes and in 2013 this fund's purpose was expanded to allow for accounting for on-site sewage system deferred loans and re-loaning of repayments.

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 - Moneys from convicted drug offenders have been placed into this fund by court order and will be used to fight the battle against drugs in Whatcom County.

Auditor's Operation and Maintenance - A fund created with a state mandated \$2 surcharge on all instruments recorded by 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.

Emergency Management - 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 beyond the capacity of regular emergency services.

Flood Control Zone District - A fund used to finance the maintenance and operations of flood control projects (This includes all sub-zones.).

Point Roberts Transportation Benefit District - 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.

Road Improvement Districts - A fund financed by special assessments to account for maintenance and operation of road and street lighting improvement districts.

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 type of fund follows:

General Obligation Bond - A fund to account for redemption of bonds which are general obligations of the county. The county has ten general obligation bond funds.

Road Improvement District Special Assessment Bond - A fund to account for redemption of bonds which will be repaid from the proceeds of special assessments that have been levied against the affected property owners. The county has four road improvement district special assessment bond funds.

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:

Real Estate Excise Tax II - A fund to account for an additional excise tax on sale of real property in the unincorporated portion of Whatcom County.

Real Estate Excise Tax I - A fund to account for an excise tax on each sale of real property, imposed on the unincorporated areas of the County.

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

East Whatcom Regional Resource Center Construction - A fund established to finance the construction of a

community facility in eastern Whatcom County for the provision of early childhood education, family support, and health services.

2010 Jail Improvement - A fund created to account for the funds of the 2010 bond issue. These funds are for the replacement of the security electronics in the County jail and juvenile detention facility, replacement of the fire safety systems in the County jail and creation of additional emergency exits in the housing areas of the facility.

Lummi Nation Lease - Whatcom County has entered into a lease agreement with the Lummi Nation for the continued usage of the Gooseberry Point ferry dock. The County has committed to providing in excess of 6 million dollars over the term of the lease to perform improvements. This fund will be used to account for the costs and revenues for the construction of projects at the Gooseberry Point location and surrounding areas in compliance with the terms and conditions of the approved lease.

Birch Bay Drive and Pedestrian Facility Project - A fund established to account for construction costs to improve a two mile portion of Birch Bay Drive. The project will include a separated berm/ trail to encourage walking and bicycling along Birch Bay Drive to support safety while improving non-motorized mobility. In addition, the project will provide mitigation for both beach erosion and roadway storm damage.

Sheriff's Record Management System Project - A fund established to finance the Sheriff Department's new record management system.

New Public Health, Safety and Justice Facility Project - A fund established to finance the planning, design, and construction of a new jail facility.

Nesset Farm Restoration - A fund established to finance various restoration projects to Nesset Farms.

State Street Building Acquisition and Improvement - A fund established to finance the acquisition and improvements to 1500 North State Street.

Courthouse Improvement - A fund established to account for revenues and expenditures of the Courthouse improvements (Courthouse fire alarm system and Juvenile roof).

2015 Girard Street Building Improvement - A fund established to account for revenues and expenditures of the Girard Street improvements.

Courthouse Building Envelope Project - A fund established to account for the revenues and expenditures of the Courthouse building envelope project.

2015 Silver Lake Park Improvements - A fund established to account for the revenues and expenditures of Silver Lake Park improvements.

2015 South Fork Park Improvement - A fund established to account for the revenues and expenditures of South Fork Park.

Academy Road Storm Water Improvements - A fund established to account for the revenues and expenditures of the Academy Road storm water improvements.

Agate Heights Estate/Bay Lane Storm Water Improvements - A fund established to account for the revenues and expenditures of the Agate Heights Estate/Bay Lane storm water improvements.

Criminal Justice Integrated Case Management System Projects - A fund established to account for the revenues and expenditures for a new case management system in the Prosecutor's Office, Juvenile Court and District Court Probation.

Integrated Land Records and Permit Management System Projects - A fund established to account for the revenues and expenditures for improvements to the land records geographic information system (GIS), implementation of software for storm water asset maintenance, planning for the replacement of the permit system and implementation of Web GIS.

Sudden Valley Storm Water Improvements - A fund established to account for the revenues and expenditures for the design and construction of low impact development storm water control facilities and storm water treatment facilities. These facilities are specifically designed to remove phosphorus in urban runoff draining to Lake Whatcom.

Hovander Park Building Improvements - A fund established to account for the revenues and expenditures for the demolition, removal, and site restoration for two deteriorated buildings that are no longer functional and pose safety hazards.

Lake Whatcom Park Trail Development - A fund established to account for the revenues and expenditures of this project. This project will assist Whatcom County in reducing its deficit in trail miles to meet adopted levels of service established in the County Comprehensive Plan.

Triage Center Expansion - This Fund accounts for the revenues and expenditures for the expansion of the Triage Center. This project includes plan design, architectural services, and public outreach efforts.

Financial System Software - A fund established to account for the revenues and expenditures related to replacing Whatcom County's existing JD Edwards World financial system software.

Law Library/ Elections Remodel - This fund accounts for the revenues and expenditures related to the remodel of the Law Library and Elections Center space.

Public Safety Radio System - This fund accounts for revenues and expenditures related to replacing the County's current public safety radio system.

North Lake Samish Road Bridge No. 107 Replacement - This fund accounts for revenues and expenditures related to replacing the North Lake Samish Road Bridge No. 107.

Vactor Truck Storage Building - This fund accounts for the revenues and expenditures related to constructing a heated building for storing the NPDES vactor truck and its related equipment.

Marine Dr, Locust Ave to Alderwood Ave Reconstruction - This fund accounts for the revenues and expenditures related to the Marine Drive, Locust Ave to Alderwood Ave reconstruction project.

Northshore Drive/ Edgewater Lane Storm Water Improvements - This fund accounts for revenues and expenditures related to building the Northshore Drive/ Edgewater Lane storm water improvements.

East Smith/ Hannegan Road Intersections Improvements - This fund accounts for the revenues and expenditures related to improving the East Smith/ Hannegan Road intersection for safety and functionality.

Prox Lock Control Panel Replacement - This fund accounts for the revenues and expenditures related to replacing

access system control panels and related equipment.

Swift Creek Capital Projects - This fund accounts for the revenues and expenditures related to swift creek sediment management capital projects.

Silver Beach Creek Stormwater Improvements - This fund accounts for the revenues and expenditures related to Silver Beach Creek stormwater improvements.

Shallow Shore Culvert Relocation – This fund shall be used to account for the revenues and expenditures of the Shallow Shore culvert relocation improvement project.

Central Plaza Tenant Improvements – This fund shall be used to account for the revenues and expenditures related to remodeling the second floor of the Public Defender’s office.

NW Annex Redevelopment – This fund shall be used to account for the revenues and expenditures related to replacing the Northwest Annex building.

NON-MAJOR PROPRIETARY FUNDS

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.

Enterprise Funds

Enterprise funds are used by Whatcom County to account for operations that are financed and operated in a manner similar to a private business enterprise.

Whatcom County Investment Pool - A fund established to account for the operations of the WCIP, and to provide greater accountability to all pool participants.

Ferry System - A fund established to account for the Lummi Island Ferry operations.

FIDUCIARY FUNDS

Fiduciary funds are limited to account for resources that are not available to support governments’ operations and programs. There are four types of fiduciary funds. Whatcom County only reports custodial funds.

Custodial Funds

The County reports an External Investment Pool that is used to report the external portion of Whatcom County's investment pool that is not held in a trust. Other custodial funds are established to account for assets that 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.



	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Non Major Governmental Funds
Assets				
Cash, cash equivalents and pooled investments	\$69,612,860	\$1,582	\$41,365,161	\$110,979,603
Investments	8,053,704	-	25,555	8,079,259
Taxes receivable, net	285,395	-	-	285,395
Accounts receivable, net	456,274	-	-	456,274
Accounts receivable-court, net	174,619	-	-	174,619
Special assessments, net	31,778	-	-	31,778
Notes receivable, net	125,751	-	-	125,751
Interfund receivable	1,869,927	-	256,788	2,126,715
Due from other governments	9,180,964	-	1,042,382	10,223,346
Employee advances	29	-	-	29
Prepayments	18,016	-	-	18,016
Total assets	\$89,809,317	\$1,582	\$42,689,886	\$132,500,785
Liabilities, deferred inflows of resources and fund balances				
Liabilities				
Accounts payable	\$6,591,004	\$-	\$1,430,771	\$8,021,775
Interfund payable	2,009,773	-	1,261,761	3,271,534
Due to other governments	305,691	-	-	305,691
Other accrued liabilities	188,397	-	2,494	190,891
Other current liabilities	3,300	-	-	3,300
Unearned revenue	278,495	-	-	278,495
Total liabilities	9,376,660	-	2,695,026	12,071,686
Deferred inflows of resources				
Deferred property tax	243,579	-	-	243,579
Court receivables	174,619	-	-	174,619
Special assessments	31,778	-	-	31,778
Grants received in advance	252,073	-	829,626	1,081,699
Total deferred inflows of resources	702,049	-	829,626	1,531,675
Fund balances:				
Restricted	65,033,973	1,582	27,759,507	92,795,062
Committed	3,677,091	-	11,405,727	15,082,818
Assigned	11,019,544	-	-	11,019,544
Total fund balances	79,730,608	1,582	39,165,234	118,897,424
Total liabilities, deferred inflows of resources and fund balances	\$89,809,317	\$1,582	\$42,689,886	\$132,500,785

Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
Non-Major Governmental Funds
Year Ended December 31, 2021

Whatcom County
W A S H I N G T O N

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Non Major Governmental Funds
Revenues				
Taxes	\$36,468,451	\$-	\$7,768,898	\$44,237,349
Intergovernmental	12,099,354	-	2,918,990	15,018,344
Charges for service	11,321,278	-	-	11,321,278
Fines and penalties	299,255	-	-	299,255
Miscellaneous	2,047,720	(19)	(408,934)	1,638,767
Total revenues	<u>62,236,058</u>	<u>(19)</u>	<u>10,278,954</u>	<u>72,514,993</u>
Expenditures				
Current:				
General government	1,651,300	-	570,958	2,222,258
Public safety	29,810,578	-	132,880	29,943,458
Transportation	38,939	-	-	38,939
Natural and economic environment	9,782,213	-	9,161	9,791,374
Social services	12,012,670	-	-	12,012,670
Culture and recreation	56,664	-	380,735	437,399
Capital outlay	9,587,543	-	12,868,661	22,456,204
Debt service:				
Principal	380,528	150,000	-	530,528
Interest	48,104	88,402	-	136,506
Total expenditures	<u>63,368,539</u>	<u>238,402</u>	<u>13,962,395</u>	<u>77,569,336</u>
Excess (deficiency) of revenues over expenditures	<u>(1,132,481)</u>	<u>(238,421)</u>	<u>(3,683,441)</u>	<u>(5,054,343)</u>
Other financing sources (uses)				
Transfers in	11,120,630	237,975	9,769,826	21,128,431
Transfers out	(5,975,503)	-	(4,490,182)	(10,465,685)
Capital lease proceeds	3,805,276	-	-	3,805,276
Total other financing sources (uses)	<u>8,950,403</u>	<u>237,975</u>	<u>5,279,644</u>	<u>14,468,022</u>
Net change in fund balances	<u>7,817,922</u>	<u>(446)</u>	<u>1,596,203</u>	<u>9,413,679</u>
Fund balances-beginning	<u>71,912,686</u>	<u>2,028</u>	<u>37,569,031</u>	<u>109,483,745</u>
Fund balances-ending	<u>\$79,730,608</u>	<u>\$1,582</u>	<u>\$39,165,234</u>	<u>\$118,897,424</u>

	Election Reserve	Veteran's Relief	Tax Refund	Treasurer's O & M	Whatcom County Jail
Assets					
Cash, cash equivalents and pooled investments	\$783,585	\$1,056,202	\$243	\$958,937	\$2,392,710
Investments	-	-	-	-	-
Taxes receivable, net	6,362	7,298	-	-	-
Accounts receivable, net	-	-	-	-	-
Accounts receivable-court, net	-	-	-	-	-
Special assessments, net	-	-	-	-	-
Notes receivable, net	-	-	-	-	-
Interfund receivable	1,876	7,727	-	-	373,343
Due from other governments	530,088	-	-	-	1,933,116
Employee advances	-	-	-	-	29
Prepayments	15,100	-	-	-	-
Total assets	\$1,337,011	\$1,071,227	\$243	\$958,937	\$4,699,198
Liabilities, deferred inflows of resources and fund balances					
Liabilities					
Accounts payable	\$14,055	\$34,554	\$-	\$149	\$694,151
Interfund payable	105	8,874	-	92,658	1,927
Due to other governments	1,405	-	-	-	43,871
Other accrued liabilities	4,985	-	-	-	139,249
Other current liabilities	-	-	-	-	-
Unearned revenue	-	-	-	-	-
Total liabilities	20,550	43,428	-	92,807	879,198
Deferred inflows of resources					
Deferred property tax	5,400	6,207	-	-	-
Court receivables	-	-	-	-	-
Special assessments	-	-	-	-	-
Grants received in advance	229,596	-	-	-	-
Total deferred inflows of resources	234,996	6,207	-	-	-
Fund balances:					
Restricted	-	1,021,592	243	866,130	-
Committed	1,081,465	-	-	-	-
Assigned	-	-	-	-	3,820,000
Total fund balances	1,081,465	1,021,592	243	866,130	3,820,000
Total liabilities, deferred inflows of resources and fund balances	\$1,337,011	\$1,071,227	\$243	\$958,937	\$4,699,198

	REET Electronic Tech.	Low-Income Housing	Homeless Housing	Stormwater	Behavioral Health Program
Assets					
Cash, cash equivalents and pooled investments	\$-	\$494,890	\$2,328,826	\$204,282	\$7,594,424
Investments	-	-	-	-	-
Taxes receivable, net	-	-	-	-	-
Accounts receivable, net	-	-	-	-	-
Accounts receivable-court, net	-	-	-	-	-
Special assessments, net	-	-	-	-	-
Notes receivable, net	-	-	-	-	-
Interfund receivable	-	3,075	19,746	648,266	146,521
Due from other governments	-	-	1,634,458	19,207	1,201,057
Employee advances	-	-	-	-	-
Prepayments	-	-	-	-	-
Total assets	\$-	\$497,965	\$3,983,030	\$871,755	\$8,942,002
Liabilities, deferred inflows of resources and fund balances					
Liabilities					
Accounts payable	\$-	\$33,965	\$1,608,055	\$56,467	\$788,908
Interfund payable	-	-	33,329	160,156	400,516
Due to other governments	-	-	-	-	1,949
Other accrued liabilities	-	-	-	1,997	7,642
Other current liabilities	-	-	-	-	-
Unearned revenue	-	-	-	-	69,994
Total liabilities	-	33,965	1,641,384	218,620	1,269,009
Deferred inflows of resources					
Deferred property tax	-	-	-	-	-
Court receivables	-	-	-	-	-
Special assessments	-	-	-	-	-
Grants received in advance	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-
Fund balances:					
Restricted	-	464,000	2,341,646	653,135	7,672,993
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Total fund balances	-	464,000	2,341,646	653,135	7,672,993
Total liabilities, deferred inflows of resources and fund balances	\$-	\$497,965	\$3,983,030	\$871,755	\$8,942,002

Parks Special Revenue	Mental Health and Developmental Disabilities	Swift Creek Sediment Management	Affordable and Supportive Housing	Countywide Emergency Medical Services	Lake Whatcom Storm Water Utility	Affordable Housing, Behavioral Health Facilities, and Related Services	COVID-19 Emergency Response	WC Trial Court Impr
\$2,721,482	\$1,048,111	\$566,894	\$1,235,015	\$23,177,720	\$889,859	\$798,361	\$6,359,611	\$78,205
-	-	-	-	-	-	-	-	-
-	16,216	-	-	147,275	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	76	3,862	6,717	162,072	-	1,073	-	706
-	-	-	68,687	1,010,407	-	404,697	12,975	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>\$2,721,482</u>	<u>\$1,064,403</u>	<u>\$570,756</u>	<u>\$1,310,419</u>	<u>\$24,497,474</u>	<u>\$889,859</u>	<u>\$1,204,131</u>	<u>\$6,372,586</u>	<u>\$78,911</u>
\$56	\$55,197	\$25	\$10,119	\$1,300,481	\$10,094	\$-	\$18,997	\$-
12,253	10,869	-	-	39	7,972	-	-	10,063
2,854	-	-	-	1,833	-	-	-	-
-	-	-	-	6,542	1,281	-	904	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>15,163</u>	<u>66,066</u>	<u>25</u>	<u>10,119</u>	<u>1,308,895</u>	<u>19,347</u>	<u>-</u>	<u>19,901</u>	<u>10,063</u>
-	13,792	-	-	126,065	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	13,792	-	-	126,065	-	-	-	-
141,734	984,545	570,731	1,300,300	23,062,514	870,512	1,204,131	-	68,848
2,508,877	-	-	-	-	-	-	-	-
55,708	-	-	-	-	-	-	6,352,685	-
<u>2,706,319</u>	<u>984,545</u>	<u>570,731</u>	<u>1,300,300</u>	<u>23,062,514</u>	<u>870,512</u>	<u>1,204,131</u>	<u>6,352,685</u>	<u>68,848</u>
<u>\$2,721,482</u>	<u>\$1,064,403</u>	<u>\$570,756</u>	<u>\$1,310,419</u>	<u>\$24,497,474</u>	<u>\$889,859</u>	<u>\$1,204,131</u>	<u>\$6,372,586</u>	<u>\$78,911</u>

	Ferry Fare Capital Surcharge	Solid Waste	Convention Center	Victim/ Witness Assist.	Community Development
Assets					
Cash, cash equivalents and pooled investments	\$86,663	\$4,269,690	\$2,811,467	\$241,073	\$37,184
Investments	-	-	-	-	-
Taxes receivable, net	-	-	-	-	-
Accounts receivable, net	-	455,721	-	-	-
Accounts receivable-court, net	-	-	-	163,379	-
Special assessments, net	-	-	-	-	-
Notes receivable, net	-	-	-	-	125,751
Interfund receivable	86	1,387	-	142	-
Due from other governments	-	207,684	189,616	26,243	-
Employee advances	-	-	-	-	-
Prepayments	-	-	-	-	-
Total assets	\$86,749	\$4,934,482	\$3,001,083	\$430,837	\$162,935
Liabilities, deferred inflows of resources and fund balances					
Liabilities					
Accounts payable	\$-	\$183,652	\$94,580	\$1,612	\$-
Interfund payable	-	99,806	-	32,584	-
Due to other governments	-	953	-	435	-
Other accrued liabilities	-	4,907	-	1,421	-
Other current liabilities	-	-	-	-	-
Unearned revenue	-	-	-	-	125,751
Total liabilities	-	289,318	94,580	36,052	125,751
Deferred inflows of resources					
Deferred property tax	-	-	-	-	-
Court receivables	-	-	-	163,379	-
Special assessments	-	-	-	-	-
Grants received in advance	-	-	-	-	-
Total deferred inflows of resources	-	-	-	163,379	-
Fund balances:					
Restricted	-	4,645,164	2,906,503	231,406	37,184
Committed	86,749	-	-	-	-
Assigned	-	-	-	-	-
Total fund balances	86,749	4,645,164	2,906,503	231,406	37,184
Total liabilities, deferred inflows of resources and fund balances	\$86,749	\$4,934,482	\$3,001,083	\$430,837	\$162,935

Emergency Communica- tions	Whatcom County Drug	Auditor's O&M	Emergency Management	Flood Control Zone District	Point Roberts Transportation Benefit District	Conservation Futures	Road Improvement Districts	Total Non Major Special Revenue Funds	
	\$-	\$1,619,984	\$746,517	\$932,797	\$2,851,802	\$1,123,496	\$2,160,529	\$42,301	\$69,612,860
	-	-	-	-	8,053,704	-	-	-	8,053,704
	-	-	-	-	87,811	-	20,433	-	285,395
	-	-	-	553	-	-	-	-	456,274
	-	11,240	-	-	-	-	-	-	174,619
	-	-	-	-	30,182	-	1,596	-	31,778
	-	-	-	-	-	-	-	-	125,751
	-	12,587	1,131	36,496	442,946	-	92	-	1,869,927
	-	-	-	168,415	1,574,549	-	199,765	-	9,180,964
	-	-	-	-	-	-	-	-	29
	-	-	2,916	-	-	-	-	-	18,016
	\$-	\$1,643,811	\$750,564	\$1,138,261	\$13,040,994	\$1,123,496	\$2,380,819	\$43,897	\$89,809,317
	\$-	\$31,093	\$96,759	\$291,599	\$1,252,916	\$-	\$10,381	\$3,139	\$6,591,004
	-	13,991	276	21,420	1,026,667	404	71,776	4,088	2,009,773
	-	-	2	2,389	-	-	250,000	-	305,691
	-	-	-	8,952	9,914	-	603	-	188,397
	-	-	-	-	2,000	-	1,300	-	3,300
	-	-	-	22,750	-	-	60,000	-	278,495
	-	45,084	97,037	347,110	2,291,497	404	394,060	7,227	9,376,660
	-	-	-	-	74,758	-	17,357	-	243,579
	-	11,240	-	-	-	-	-	-	174,619
	-	-	-	-	30,182	-	1,596	-	31,778
	-	-	-	-	22,477	-	-	-	252,073
	-	11,240	-	-	127,417	-	17,357	1,596	702,049
	-	1,587,487	653,527	-	10,622,080	1,123,092	1,969,402	35,074	65,033,973
	-	-	-	-	-	-	-	-	3,677,091
	-	-	-	791,151	-	-	-	-	11,019,544
	-	1,587,487	653,527	791,151	10,622,080	1,123,092	1,969,402	35,074	79,730,608
	\$-	\$1,643,811	\$750,564	\$1,138,261	\$13,040,994	\$1,123,496	\$2,380,819	\$43,897	\$89,809,317

Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
Non-Major Special Revenue Funds
December 31, 2021

	Election Reserve	Veteran's Relief	Tax Refund	Treasurer's O&M	Whatcom County Jail
Revenues					
Taxes	\$361,031	\$431,677	\$-	\$-	\$5,862,581
Intergovernmental	3,141	-	-	-	114,934
Charges for service	897,136	-	-	273,443	2,971,515
Fines and penalties	-	-	-	-	-
Miscellaneous	26,206	(2,372)	(3)	(8,234)	221,968
Total revenues	1,287,514	429,305	(3)	265,209	9,170,998
Expenditures					
Current:					
General government	1,265,785	-	-	32,588	-
Public safety	-	-	-	-	15,572,660
Transportation	-	-	-	-	-
Natural and economic environment	-	-	-	-	-
Social services	-	257,035	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Total expenditures	1,265,785	257,035	-	32,588	15,572,660
Excess (deficiency) of revenues over expenditures	21,729	172,270	(3)	232,621	(6,401,662)
Other financing sources (uses)					
Transfers in	155,450	6,529	-	-	7,380,396
Transfers out	(26,152)	(32,243)	-	(92,637)	(429,768)
Capital lease proceeds	-	-	-	-	-
Total other financing sources (uses)	129,298	(25,714)	-	(92,637)	6,950,628
Net change in fund balances	151,027	146,556	(3)	139,984	548,966
Fund balances-beginning	930,438	875,036	246	726,146	3,271,034
Fund balances-ending	\$1,081,465	\$1,021,592	\$243	\$866,130	\$3,820,000

Combining Statement of Revenues, Expenditures and
 Changes in Fund Balance
 Non-Major Special Revenue Funds
 December 31, 2021

REET Electronic Technology	Low-Income Housing	Homeless Housing	Stormwater	Behavioral Health Program	Parks Special Revenue	Mental Health and Developmntl Disabilities	Swift Creek Sediment Management	Affordable and Supportive Housing
\$-	\$-	\$-	\$-	\$5,862,461	\$-	\$959,296	\$-	\$750,144
-	-	4,747,999	80,706	487,783	-	-	-	-
-	382,400	2,449,074	-	62,275	2,280	-	-	-
-	-	-	-	-	-	-	-	-
-	(4,089)	(22,354)	(3,852)	30,760	75,490	(7,608)	4,994	(621)
-	378,311	7,174,719	76,854	6,443,279	77,770	951,688	4,994	749,523
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	235,748	-	838,326	-	-	-	176,290	10,119
-	-	6,313,811	-	3,565,388	-	460,018	-	-
-	-	-	-	-	40,701	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	235,748	6,313,811	838,326	3,565,388	40,701	460,018	176,290	10,119
-	142,563	860,908	(761,472)	2,877,891	37,069	491,670	(171,296)	739,404
-	-	-	1,054,868	91,859	-	14,508	308,128	-
-	-	(145,760)	(296,044)	(1,036,733)	(28,056)	(58,489)	-	-
-	-	-	-	-	-	-	-	-
-	-	(145,760)	758,824	(944,874)	(28,056)	(43,981)	308,128	-
-	142,563	715,148	(2,648)	1,933,017	9,013	447,689	136,832	739,404
-	321,437	1,626,498	655,783	5,739,976	2,697,306	536,856	433,899	560,896
\$-	\$464,000	\$2,341,646	\$653,135	\$7,672,993	\$2,706,319	\$984,545	\$570,731	\$1,300,300

Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
Non-Major Special Revenue Funds
December 31, 2021

Whatcom County
W A S H I N G T O N

Page 3 of 5

	Countywide Emergency Medical Services	Lake Whatcom Storm Water Utility	Affordable Housing, Behavioral Health Facilities, and Related Services	COVID-19 Emergency Response	Whatcom Co Trial Court Improvement
Revenues					
Taxes	\$11,697,611	\$-	\$1,205,191	\$-	\$-
Intergovernmental	2,965,339	-	-	12,975	45,309
Charges for service	3,348,554	-	-	-	-
Fines and penalties	-	-	-	-	-
Miscellaneous	(1,515)	927,017	(1,060)	(101,562)	(22)
Total revenues	<u>18,009,989</u>	<u>927,017</u>	<u>1,204,131</u>	<u>(88,587)</u>	<u>45,287</u>
Expenditures					
Current:					
General government	-	-	-	-	-
Public safety	12,880,442	-	-	65,461	-
Transportation	-	-	-	-	-
Natural and economic environment	-	317,133	-	-	-
Social services	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	3,805,276	-	-	502,520	-
Debt service:					
Principal	380,528	-	-	-	-
Interest	27,227	-	-	20,877	-
Total expenditures	<u>17,093,473</u>	<u>317,133</u>	<u>-</u>	<u>588,858</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>916,516</u>	<u>609,884</u>	<u>1,204,131</u>	<u>(677,445)</u>	<u>45,287</u>
Other financing sources (uses)					
Transfers in	127,778	-	-	-	-
Transfers out	(965,883)	(40,000)	-	-	(45,059)
Capital lease proceeds	3,805,276	-	-	-	-
Total other financing sources (uses)	<u>2,967,171</u>	<u>(40,000)</u>	<u>-</u>	<u>-</u>	<u>(45,059)</u>
Net change in fund balances	<u>3,883,687</u>	<u>569,884</u>	<u>1,204,131</u>	<u>(677,445)</u>	<u>228</u>
Fund balances-beginning	<u>19,178,827</u>	<u>300,628</u>	<u>-</u>	<u>7,030,130</u>	<u>68,620</u>
Fund balances-ending	<u>\$23,062,514</u>	<u>\$870,512</u>	<u>\$1,204,131</u>	<u>\$6,352,685</u>	<u>\$68,848</u>

Combining Statement of Revenues, Expenditures and
 Changes in Fund Balance
 Non-Major Special Revenue Funds
 December 31, 2021

Ferry Fare Capital Surcharge	Solid Waste	Convention Center	Victim/ Witness Assistance	Community Development	Emergency Communi- cations	Whatcom County Drug	Auditor's O&M	Emergency Management
\$-	\$1,788,267	\$1,345,129	\$-	\$-	\$-	\$-	\$-	\$-
-	368,518	-	55,476	-	-	-	138,387	334,671
86,895	395,884	-	16,225	-	-	-	138,064	199,873
-	-	-	168,012	-	-	127,840	-	-
(146)	(30,415)	(24,323)	(2,233)	(398)	-	8,915	(6,452)	46,197
86,749	2,522,254	1,320,806	237,480	(398)	-	136,755	269,999	580,741
-	-	-	166,616	-	-	-	186,311	-
-	-	-	-	-	-	105,293	-	1,186,722
-	-	-	-	-	-	-	-	-
-	-	539,763	-	-	-	-	-	-
-	1,416,418	-	-	-	-	-	-	-
-	-	15,963	-	-	-	-	-	-
-	-	-	-	-	-	27,200	-	119,426
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	1,416,418	555,726	166,616	-	-	132,493	186,311	1,306,148
86,749	1,105,836	765,080	70,864	(398)	-	4,262	83,688	(725,407)
-	-	-	-	-	-	-	-	1,179,290
-	(396,899)	-	(67,761)	-	-	-	-	(19,880)
-	-	-	-	-	-	-	-	-
-	(396,899)	-	(67,761)	-	-	-	-	1,159,410
86,749	708,937	765,080	3,103	(398)	-	4,262	83,688	434,003
-	3,936,227	2,141,423	228,303	37,582	-	1,583,225	569,839	357,148
\$86,749	\$4,645,164	\$2,906,503	\$231,406	\$37,184	\$-	\$1,587,487	\$653,527	\$791,151

Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
Non-Major Special Revenue Funds
December 31, 2021

Whatcom County
W A S H I N G T O N

Page 5 of 5

	Flood Control Zone District	Point Roberts Transportation Benefit District	Conservation Futures	Road Improvement Districts	Total Non Major Special Revenue Funds
Revenues					
Taxes	\$5,031,767	\$4,557	\$1,168,739	\$-	\$36,468,451
Intergovernmental	2,671,851	-	72,265	-	12,099,354
Charges for service	17,660	-	80,000	-	11,321,278
Fines and penalties	2,973	409	-	21	299,255
Miscellaneous	935,244	(11,866)	(41,162)	41,216	2,047,720
Total revenues	8,659,495	(6,900)	1,279,842	41,237	62,236,058
Expenditures					
Current:					
General government	-	-	-	-	1,651,300
Public safety	-	-	-	-	29,810,578
Transportation	-	4,289	-	34,650	38,939
Natural and economic environment	7,436,417	-	228,417	-	9,782,213
Social services	-	-	-	-	12,012,670
Culture and recreation	-	-	-	-	56,664
Capital outlay	1,338,932	-	3,794,189	-	9,587,543
Debt service:					
Principal	-	-	-	-	380,528
Interest	-	-	-	-	48,104
Total expenditures	8,775,349	4,289	4,022,606	34,650	63,368,539
Excess (deficiency) of revenues over expenditures	(115,854)	(11,189)	(2,742,764)	6,587	(1,132,481)
Other financing sources (uses)					
Transfers in	784,171	-	17,653	-	11,120,630
Transfers out	(2,089,550)	-	(200,501)	(4,088)	(5,975,503)
Capital lease proceeds	-	-	-	-	3,805,276
Total other financing sources (uses)	(1,305,379)	-	(182,848)	(4,088)	8,950,403
Net change in fund balances	(1,421,233)	(11,189)	(2,925,612)	2,499	7,817,922
Fund balances-beginning	12,043,313	1,134,281	4,895,014	32,575	71,912,686
Fund balances-ending	\$10,622,080	\$1,123,092	\$1,969,402	\$35,074	\$79,730,608

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Election Reserve
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$360,000	\$361,031	\$1,031	\$359,559
Intergovernmental	130,200	3,141	(127,059)	304,558
Charges for service	881,500	897,136	15,636	903,876
Miscellaneous	33,847	26,206	(7,641)	100,249
Total revenues	1,405,547	1,287,514	(118,033)	1,668,242
Expenditures				
Current:				
General government	1,448,853	1,265,785	183,068	1,479,973
Capital outlay	98,000	-	98,000	313,653
Total expenditures	1,546,853	1,265,785	281,068	1,793,626
Excess (deficiency) of revenues over expenditures	(141,306)	21,729	163,035	(125,384)
Other financing sources (uses)				
Sales of capital assets	-	-	-	6
Transfers in	158,800	155,450	(3,350)	340,281
Transfers out	(26,152)	(26,152)	-	(13,567)
Total other financing sources (uses)	132,648	129,298	(3,350)	326,720
Net changes in fund balances	(8,658)	151,027	159,685	201,336
Fund balances-beginning	-	930,438	930,438	729,102
Fund balances-ending	\$(8,658)	\$1,081,465	\$1,090,123	\$930,438

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Veterans' Relief
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$374,600	\$431,677	\$57,077	\$398,960
Intergovernmental	30	-	(30)	-
Miscellaneous	10,000	(2,372)	(12,372)	17,948
Total revenues	<u>384,630</u>	<u>429,305</u>	<u>44,675</u>	<u>416,908</u>
Expenditures				
Current:				
Social services	334,453	257,035	77,418	246,060
Total expenditures	<u>334,453</u>	<u>257,035</u>	<u>77,418</u>	<u>246,060</u>
Excess (deficiency) of revenues over expenditures	<u>50,177</u>	<u>172,270</u>	<u>122,093</u>	<u>170,848</u>
Other financing sources (uses)				
Sales of capital assets	-	-	-	7
Transfers in	8,600	6,529	(2,071)	9,256
Transfers out	(56,731)	(32,243)	24,488	(43,671)
Total other financing sources (uses)	<u>(48,131)</u>	<u>(25,714)</u>	<u>22,417</u>	<u>(34,408)</u>
Net changes in fund balances	<u>2,046</u>	<u>146,556</u>	<u>144,510</u>	<u>136,440</u>
Fund balances-beginning	-	875,036	875,036	738,596
Fund balances-ending	<u>\$2,046</u>	<u>\$1,021,592</u>	<u>\$1,019,546</u>	<u>\$875,036</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Treasurer's O & M
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County
W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Charges for service	\$290,515	\$273,443	\$(17,072)	\$59,013
Miscellaneous	-	(8,234)	(8,234)	4,389
Total revenues	<u>290,515</u>	<u>265,209</u>	<u>(25,306)</u>	<u>63,402</u>
Expenditures				
Current:				
General government	134,218	32,588	101,630	7,415
Capital outlay	4,939	-	4,939	-
Total expenditures	<u>139,157</u>	<u>32,588</u>	<u>106,569</u>	<u>7,415</u>
Excess (deficiency) of revenues over expenditures	<u>151,358</u>	<u>232,621</u>	<u>81,263</u>	<u>55,987</u>
Other financing sources (uses)				
Transfers out	(85,000)	(92,637)	(7,637)	-
Total other financing sources (uses)	<u>(85,000)</u>	<u>(92,637)</u>	<u>(7,637)</u>	<u>-</u>
Net changes in fund balances	<u>66,358</u>	<u>139,984</u>	<u>73,626</u>	<u>55,987</u>
Fund balances-beginning	-	726,146	726,146	670,159
Fund balances-ending	<u>\$66,358</u>	<u>\$866,130</u>	<u>\$799,772</u>	<u>\$726,146</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Whatcom County Jail
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

WASHINGTON

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$4,617,007	\$5,862,581	\$1,245,574	\$4,936,173
Intergovernmental	99,223	114,934	15,711	107,708
Charges for service	2,281,450	2,971,515	690,065	2,401,414
Miscellaneous	196,000	221,968	25,968	196,248
Total revenues	<u>7,193,680</u>	<u>9,170,998</u>	<u>1,977,318</u>	<u>7,641,543</u>
Expenditures				
Current:				
Public safety	16,873,585	15,572,660	1,300,925	15,092,364
Capital outlay	-	-	-	21,238
Total expenditures	<u>16,873,585</u>	<u>15,572,660</u>	<u>1,300,925</u>	<u>15,113,602</u>
Excess (deficiency) of revenues over expenditures	<u>(9,679,905)</u>	<u>(6,401,662)</u>	<u>3,278,243</u>	<u>(7,472,059)</u>
Other financing sources (uses)				
Transfers in	7,741,562	7,380,396	(361,166)	8,214,632
Transfers out	(430,068)	(429,768)	300	(511,951)
Total other financing sources (uses)	<u>7,311,494</u>	<u>6,950,628</u>	<u>(360,866)</u>	<u>7,702,681</u>
Net changes in fund balances	<u>(2,368,411)</u>	<u>548,966</u>	<u>2,917,377</u>	<u>230,622</u>
Fund balances-beginning	-	3,271,034	3,271,034	3,040,412
Fund balances-ending	<u>\$(2,368,411)</u>	<u>\$3,820,000</u>	<u>\$6,188,411</u>	<u>\$3,271,034</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Low-Income Housing
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County
W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Charges for service	\$250,000	\$382,400	\$132,400	\$348,292
Miscellaneous	-	(4,089)	(4,089)	2,297
Total revenues	<u>250,000</u>	<u>378,311</u>	<u>128,311</u>	<u>350,589</u>
Expenditures				
Current:				
Natural and economic environment	260,000	235,748	24,252	233,485
Total expenditures	<u>260,000</u>	<u>235,748</u>	<u>24,252</u>	<u>233,485</u>
Excess (deficiency) of revenues over expenditures	<u>(10,000)</u>	<u>142,563</u>	<u>152,563</u>	<u>117,104</u>
Fund balances-beginning	-	321,437	321,437	204,333
Fund balances-ending	<u>\$(10,000)</u>	<u>\$464,000</u>	<u>\$474,000</u>	<u>\$321,437</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Homeless Housing
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

WASHINGTON

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$7,506,427	\$4,747,999	\$(2,758,428)	\$3,227,592
Charges for service	1,763,673	2,449,074	685,401	2,230,669
Miscellaneous	-	(22,354)	(22,354)	15,495
Total revenues	<u>9,270,100</u>	<u>7,174,719</u>	<u>(2,095,381)</u>	<u>5,473,756</u>
Expenditures				
Current:				
Social services	9,217,235	6,313,811	2,903,424	4,063,799
Total expenditures	<u>9,217,235</u>	<u>6,313,811</u>	<u>2,903,424</u>	<u>4,063,799</u>
Excess (deficiency) of revenues over expenditures	<u>52,865</u>	<u>860,908</u>	<u>808,043</u>	<u>1,409,957</u>
Other financing sources (uses)				
Transfers out	(149,579)	(145,760)	3,819	(133,863)
Total other financing sources (uses)	<u>(149,579)</u>	<u>(145,760)</u>	<u>3,819</u>	<u>(133,863)</u>
Net changes in fund balances	<u>(96,714)</u>	<u>715,148</u>	<u>811,862</u>	<u>1,276,094</u>
Fund balances-beginning	-	1,626,498	1,626,498	350,404
Fund balances-ending	<u>\$(96,714)</u>	<u>\$2,341,646</u>	<u>\$2,438,360</u>	<u>\$1,626,498</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Stormwater
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County
W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$181,862	\$80,706	\$(101,156)	\$99,774
Charges for service	-	-	-	34,567
Miscellaneous	-	(3,852)	(3,852)	2,785
Total revenues	<u>181,862</u>	<u>76,854</u>	<u>(105,008)</u>	<u>137,126</u>
Expenditures				
Current:				
Natural and economic environment	1,625,509	838,326	787,183	1,023,442
Total expenditures	<u>1,625,509</u>	<u>838,326</u>	<u>787,183</u>	<u>1,023,442</u>
Excess (deficiency) of revenues over expenditures	<u>(1,443,647)</u>	<u>(761,472)</u>	<u>682,175</u>	<u>(886,316)</u>
Other financing sources (uses)				
Transfers in	1,698,953	1,054,868	(644,085)	1,125,829
Transfers out	(284,094)	(296,044)	(11,950)	(240,832)
Total other financing sources (uses)	<u>1,414,859</u>	<u>758,824</u>	<u>(656,035)</u>	<u>884,997</u>
Net changes in fund balances	<u>(28,788)</u>	<u>(2,648)</u>	<u>26,140</u>	<u>(1,319)</u>
Fund balances-beginning	-	655,783	655,783	657,102
Fund balances-ending	<u>\$(28,788)</u>	<u>\$653,135</u>	<u>\$681,923</u>	<u>\$655,783</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Behavioral Health Program
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$4,616,070	\$5,862,461	\$1,246,391	\$4,935,553
Intergovernmental	392,375	487,783	95,408	419,786
Charges for service	86,100	62,275	(23,825)	21,761
Miscellaneous	185,000	30,760	(154,240)	243,460
Total revenues	<u>5,279,545</u>	<u>6,443,279</u>	<u>1,163,734</u>	<u>5,620,560</u>
Expenditures				
Current:				
Social services	4,827,254	3,565,388	1,261,866	4,104,461
Total expenditures	<u>4,827,254</u>	<u>3,565,388</u>	<u>1,261,866</u>	<u>4,104,461</u>
Excess (deficiency) of revenues over expenditures	<u>452,291</u>	<u>2,877,891</u>	<u>2,425,600</u>	<u>1,516,099</u>
Other financing sources (uses)				
Transfers in	140,324	91,859	(48,465)	-
Transfers out	(1,440,632)	(1,036,733)	403,899	(1,420,793)
Total other financing sources (uses)	<u>(1,300,308)</u>	<u>(944,874)</u>	<u>355,434</u>	<u>(1,420,793)</u>
Net changes in fund balances	<u>(848,017)</u>	<u>1,933,017</u>	<u>2,781,034</u>	<u>95,306</u>
Fund balances-beginning	-	5,739,976	5,739,976	5,644,670
Fund balances-ending	<u>\$(848,017)</u>	<u>\$7,672,993</u>	<u>\$8,521,010</u>	<u>\$5,739,976</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Parks Special Revenue
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County
W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Charges for service	\$2,100	\$2,280	\$180	\$3,075
Miscellaneous	86,263	75,490	(10,773)	101,348
Total revenues	88,363	77,770	(10,593)	104,423
Expenditures				
Current:				
Culture and recreation	168,000	40,701	127,299	-
Total expenditures	168,000	40,701	127,299	-
Excess (deficiency) of revenues over expenditures	(79,637)	37,069	116,706	104,423
Other financing sources (uses)				
Transfers out	(100,000)	(28,056)	71,944	(99,982)
Total other financing sources (uses)	(100,000)	(28,056)	71,944	(99,982)
Net changes in fund balances	(179,637)	9,013	188,650	4,441
Fund balances-beginning	-	2,697,306	2,697,306	2,692,865
Fund balances-ending	\$(179,637)	\$2,706,319	\$2,885,956	\$2,697,306

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Mental Health & Developmental Disabilities
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$837,600	\$959,296	\$121,696	\$886,583
Miscellaneous	400	(7,608)	(8,008)	4,388
Total revenues	<u>838,000</u>	<u>951,688</u>	<u>113,688</u>	<u>890,971</u>
Expenditures				
Current:				
Social services	620,497	460,018	160,479	458,550
Total expenditures	<u>620,497</u>	<u>460,018</u>	<u>160,479</u>	<u>458,550</u>
Excess (deficiency) of revenues over expenditures	<u>217,503</u>	<u>491,670</u>	<u>274,167</u>	<u>432,421</u>
Other financing sources (uses)				
Transfers in	14,000	14,508	508	20,570
Transfers out	(103,713)	(58,489)	45,224	(83,818)
Total other financing sources (uses)	<u>(89,713)</u>	<u>(43,981)</u>	<u>45,732</u>	<u>(63,232)</u>
Net changes in fund balances	<u>127,790</u>	<u>447,689</u>	<u>319,899</u>	<u>369,189</u>
Fund balances-beginning	-	536,856	536,856	167,667
Fund balances-ending	<u>\$127,790</u>	<u>\$984,545</u>	<u>\$856,755</u>	<u>\$536,856</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Swift Creek Sediment Management
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County
W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$4,994	\$4,994	\$11,032
Total revenues	-	4,994	4,994	11,032
Expenditures				
Current:				
Natural and economic environment	300,000	176,290	123,710	4,140
Capital outlay	-	-	-	86,784
Total expenditures	300,000	176,290	123,710	90,924
Excess (deficiency) of revenues over expenditures	(300,000)	(171,296)	128,704	(79,892)
Other financing sources (uses)				
Transfers in	308,100	308,128	28	300,000
Total other financing sources (uses)	308,100	308,128	28	300,000
Net changes in fund balances	8,100	136,832	128,732	220,108
Fund balances-beginning	-	433,899	433,899	213,791
Fund balances-ending	\$8,100	\$570,731	\$562,631	\$433,899

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Affordable and Supportive Housing
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$500,000	\$750,144	\$250,144	\$717,161
Miscellaneous	-	(621)	(621)	7,694
Total revenues	<u>500,000</u>	<u>749,523</u>	<u>249,523</u>	<u>724,855</u>
Expenditures				
Current:				
Natural and economic environment	500,000	10,119	489,881	165,087
Total expenditures	<u>500,000</u>	<u>10,119</u>	<u>489,881</u>	<u>165,087</u>
Excess (deficiency) of revenues over expenditures	-	739,404	739,404	559,768
Fund balances-beginning	-	560,896	560,896	72,242
Fund balances-ending	<u>\$-</u>	<u>\$1,300,300</u>	<u>\$1,300,300</u>	<u>\$560,896</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Countywide Emergency Medical Services
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

WASHINGTON

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$10,802,492	\$11,697,611	\$895,119	\$11,030,298
Intergovernmental	1,450,000	2,965,339	1,515,339	3,340,865
Charges for service	3,134,345	3,348,554	214,209	2,878,567
Miscellaneous	76,900	(1,515)	(78,415)	346,375
Total revenues	<u>15,463,737</u>	<u>18,009,989</u>	<u>2,546,252</u>	<u>17,596,105</u>
Expenditures				
Current:				
Public safety	13,927,377	12,880,442	1,046,935	12,219,950
Capital outlay	-	3,805,276	(3,805,276)	-
Debt service:				
Principal	-	380,528	(380,528)	-
Interest	-	27,227	(27,227)	-
Total expenditures	<u>13,927,377</u>	<u>17,093,473</u>	<u>(3,166,096)</u>	<u>12,219,950</u>
Excess (deficiency) of revenues over expenditures	<u>1,536,360</u>	<u>916,516</u>	<u>(619,844)</u>	<u>5,376,155</u>
Other financing sources (uses)				
Sales of capital assets	-	-	-	147
Transfers in	130,000	127,778	(2,222)	191,509
Transfers out	(965,883)	(965,883)	-	(900,000)
Capital lease proceeds	-	3,805,276	3,805,276	-
Total other financing sources (uses)	<u>(835,883)</u>	<u>2,967,171</u>	<u>3,803,054</u>	<u>(708,344)</u>
Net changes in fund balances	<u>700,477</u>	<u>3,883,687</u>	<u>3,183,210</u>	<u>4,667,811</u>
Fund balances-beginning	-	19,178,827	19,178,827	14,511,016
Fund balances-ending	<u>\$700,477</u>	<u>\$23,062,514</u>	<u>\$22,362,037</u>	<u>\$19,178,827</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Lake Whatcom Storm Water Utility
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$869,900	\$927,017	\$57,117	\$432,832
Total revenues	<u>869,900</u>	<u>927,017</u>	<u>57,117</u>	<u>432,832</u>
Expenditures				
Current:				
Natural and economic environment	467,555	317,133	150,422	47,204
Capital outlay	250,000	-	250,000	-
Total expenditures	<u>717,555</u>	<u>317,133</u>	<u>400,422</u>	<u>47,204</u>
Excess (deficiency) of revenues over expenditures	<u>152,345</u>	<u>609,884</u>	<u>457,539</u>	<u>385,628</u>
Other financing sources (uses)				
Transfers out	(100,000)	(40,000)	60,000	(85,000)
Total other financing sources (uses)	<u>(100,000)</u>	<u>(40,000)</u>	<u>60,000</u>	<u>(85,000)</u>
Net changes in fund balances	<u>52,345</u>	<u>569,884</u>	<u>517,539</u>	<u>300,628</u>
Fund balances-beginning	-	300,628	300,628	-
Fund balances-ending	<u>\$52,345</u>	<u>\$870,512</u>	<u>\$818,167</u>	<u>\$300,628</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Affordable Housing, Behavior Health Facilities and
Related Srvcs
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$24,169	\$1,205,191	\$1,181,022	\$-
Miscellaneous	-	(1,060)	(1,060)	-
Total revenues	<u>24,169</u>	<u>1,204,131</u>	<u>1,179,962</u>	<u>-</u>
Expenditures				
Current:				
Natural and economic environment	24,169	-	24,169	-
Total expenditures	<u>24,169</u>	<u>-</u>	<u>24,169</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	1,204,131	1,204,131	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	<u>\$-</u>	<u>\$1,204,131</u>	<u>\$1,204,131</u>	<u>\$-</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
COVID-19 Emergency Response
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$-	\$12,975	\$12,975	\$16,897,500
Miscellaneous	-	(101,562)	(101,562)	84,567
Total revenues	-	(88,587)	(88,587)	16,982,067
Expenditures				
Current:				
Public safety	735,000	65,461	669,539	10,117,566
Capital outlay	313,019	502,520	(189,501)	84,371
Debt service:				
Interest	-	20,877	(20,877)	-
Total expenditures	1,048,019	588,858	459,161	10,201,937
Excess (deficiency) of revenues over expenditures	(1,048,019)	(677,445)	370,574	6,780,130
Other financing sources (uses)				
Transfers in	-	-	-	250,000
Total other financing sources (uses)	-	-	-	250,000
Net changes in fund balances	(1,048,019)	(677,445)	370,574	7,030,130
Fund balances-beginning	-	7,030,130	7,030,130	-
Fund balances-ending	\$(1,048,019)	\$6,352,685	\$7,400,704	\$7,030,130

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Whatcom County Trial Court Improvement
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County
W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$45,000	\$45,309	\$309	\$45,340
Miscellaneous	-	(22)	(22)	1,512
Total revenues	<u>45,000</u>	<u>45,287</u>	<u>287</u>	<u>46,852</u>
Other financing sources (uses)				
Transfers out	(45,870)	(45,059)	811	(29,117)
Total other financing sources (uses)	<u>(45,870)</u>	<u>(45,059)</u>	<u>811</u>	<u>(29,117)</u>
Net changes in fund balances	(870)	228	1,098	17,735
Fund balances-beginning	-	68,620	68,620	50,885
Fund balances-ending	<u>\$(870)</u>	<u>\$68,848</u>	<u>\$69,718</u>	<u>\$68,620</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Solid Waste
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County
W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$1,500,000	\$1,788,267	\$288,267	\$1,598,965
Intergovernmental	188,206	368,518	180,312	137,049
Charges for service	475,000	395,884	(79,116)	396,188
Miscellaneous	9,176	(30,415)	(39,591)	31,399
Total revenues	<u>2,172,382</u>	<u>2,522,254</u>	<u>349,872</u>	<u>2,163,601</u>
Expenditures				
Current:				
Social services	1,817,643	1,416,418	401,225	1,264,627
Total expenditures	<u>1,817,643</u>	<u>1,416,418</u>	<u>401,225</u>	<u>1,264,627</u>
Excess (deficiency) of revenues over expenditures	<u>354,739</u>	<u>1,105,836</u>	<u>751,097</u>	<u>898,974</u>
Other financing sources (uses)				
Transfers out	(470,420)	(396,899)	73,521	(473,726)
Total other financing sources (uses)	<u>(470,420)</u>	<u>(396,899)</u>	<u>73,521</u>	<u>(473,726)</u>
Net changes in fund balances	<u>(115,681)</u>	<u>708,937</u>	<u>824,618</u>	<u>425,248</u>
Fund balances-beginning	-	3,936,227	3,936,227	3,510,979
Fund balances-ending	<u>\$(115,681)</u>	<u>\$4,645,164</u>	<u>\$4,760,845</u>	<u>\$3,936,227</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Convention Center
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County
W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$708,440	\$1,345,129	\$636,689	\$831,904
Miscellaneous	-	(24,323)	(24,323)	13,152
Total revenues	<u>708,440</u>	<u>1,320,806</u>	<u>612,366</u>	<u>845,056</u>
Expenditures				
Current:				
Natural and economic environment	725,000	539,763	185,237	590,693
Culture and recreation	16,000	15,963	37	11,425
Total expenditures	<u>741,000</u>	<u>555,726</u>	<u>185,274</u>	<u>602,118</u>
Excess (deficiency) of revenues over expenditures	<u>(32,560)</u>	<u>765,080</u>	<u>797,640</u>	<u>242,938</u>
Fund balances-beginning	-	2,141,423	2,141,423	1,898,485
Fund balances-ending	<u>\$(32,560)</u>	<u>\$2,906,503</u>	<u>\$2,939,063</u>	<u>\$2,141,423</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Victim/Witness Assistance
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$60,461	\$55,476	\$(4,985)	\$30,776
Charges for service	23,500	16,225	(7,275)	17,689
Fines and penalties	165,500	168,012	2,512	156,513
Miscellaneous	-	(2,233)	(2,233)	1,241
Total revenues	<u>249,461</u>	<u>237,480</u>	<u>(11,981)</u>	<u>206,219</u>
Expenditures				
Current:				
General government	183,540	166,616	16,924	148,375
Total expenditures	<u>183,540</u>	<u>166,616</u>	<u>16,924</u>	<u>148,375</u>
Excess (deficiency) of revenues over expenditures	<u>65,921</u>	<u>70,864</u>	<u>4,943</u>	<u>57,844</u>
Other financing sources (uses)				
Transfers out	(67,761)	(67,761)	-	(2,128)
Total other financing sources (uses)	<u>(67,761)</u>	<u>(67,761)</u>	<u>-</u>	<u>(2,128)</u>
Net changes in fund balances	<u>(1,840)</u>	<u>3,103</u>	<u>4,943</u>	<u>55,716</u>
Fund balances-beginning	-	228,303	228,303	172,587
Fund balances-ending	<u>\$(1,840)</u>	<u>\$231,406</u>	<u>\$233,246</u>	<u>\$228,303</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Whatcom County Drug
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Fines and penalties	\$204,000	\$127,840	\$(76,160)	\$189,422
Miscellaneous	11,400	8,915	(2,485)	32,339
Total revenues	<u>215,400</u>	<u>136,755</u>	<u>(78,645)</u>	<u>221,761</u>
Expenditures				
Current:				
Public safety	216,774	105,293	111,481	70,903
Capital outlay	30,000	27,200	2,800	-
Total expenditures	<u>246,774</u>	<u>132,493</u>	<u>114,281</u>	<u>70,903</u>
Excess (deficiency) of revenues over expenditures	<u>(31,374)</u>	<u>4,262</u>	<u>35,636</u>	<u>150,858</u>
Fund balances-beginning	-	1,583,225	1,583,225	1,432,367
Fund balances-ending	<u>\$(31,374)</u>	<u>\$1,587,487</u>	<u>\$1,618,861</u>	<u>\$1,583,225</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Auditor's O & M
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$94,000	\$138,387	\$44,387	\$96,221
Charges for service	93,652	138,064	44,412	126,336
Miscellaneous	-	(6,452)	(6,452)	3,488
Total revenues	<u>187,652</u>	<u>269,999</u>	<u>82,347</u>	<u>226,045</u>
Expenditures				
Current:				
General government	316,789	186,311	130,478	127,593
Capital outlay	35,000	-	35,000	-
Total expenditures	<u>351,789</u>	<u>186,311</u>	<u>165,478</u>	<u>127,593</u>
Excess (deficiency) of revenues over expenditures	<u>(164,137)</u>	<u>83,688</u>	<u>247,825</u>	<u>98,452</u>
Fund balances-beginning	-	569,839	569,839	471,387
Fund balances-ending	<u>\$(164,137)</u>	<u>\$653,527</u>	<u>\$817,664</u>	<u>\$569,839</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Emergency Management
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

WASHINGTON

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$319,096	\$334,671	\$15,575	\$196,477
Charges for service	202,760	199,873	(2,887)	203,255
Miscellaneous	98,900	46,197	(52,703)	50,552
Total revenues	<u>620,756</u>	<u>580,741</u>	<u>(40,015)</u>	<u>450,284</u>
Expenditures				
Current:				
Public safety	1,936,963	1,186,722	750,241	694,042
Capital outlay	6,450	119,426	(112,976)	67,116
Total expenditures	<u>1,943,413</u>	<u>1,306,148</u>	<u>637,265</u>	<u>761,158</u>
Excess (deficiency) of revenues over expenditures	<u>(1,322,657)</u>	<u>(725,407)</u>	<u>597,250</u>	<u>(310,874)</u>
Other financing sources (uses)				
Transfers in	1,222,192	1,179,290	(42,902)	436,283
Transfers out	(19,880)	(19,880)	-	(32,523)
Capital lease proceeds	-	-	-	10,616
Total other financing sources (uses)	<u>1,202,312</u>	<u>1,159,410</u>	<u>(42,902)</u>	<u>414,376</u>
Net changes in fund balances	<u>(120,345)</u>	<u>434,003</u>	<u>554,348</u>	<u>103,502</u>
Fund balances-beginning	-	357,148	357,148	253,646
Fund balances-ending	<u>\$(120,345)</u>	<u>\$791,151</u>	<u>\$911,496</u>	<u>\$357,148</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Flood Control Zone District
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

WASHINGTON

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$4,903,000	\$5,031,767	\$128,767	\$4,935,664
Intergovernmental	5,273,536	2,671,851	(2,601,685)	2,046,921
Charges for service	66,000	17,660	(48,340)	11,880
Fines and penalties	2,500	2,973	473	1,126
Miscellaneous	1,088,302	935,244	(153,058)	1,200,656
Total revenues	11,333,338	8,659,495	(2,673,843)	8,196,247
Expenditures				
Current:				
Natural and economic environment	10,222,357	7,436,417	2,785,940	4,358,547
Capital outlay	3,874,560	1,338,932	2,535,628	2,058,666
Total expenditures	14,096,917	8,775,349	5,321,568	6,417,213
Excess (deficiency) of revenues over expenditures	(2,763,578)	(115,854)	2,647,724	1,779,034
Other financing sources (uses)				
Sales of capital assets	-	-	-	87
Transfers in	832,815	784,171	(48,644)	214,558
Transfers out	(2,775,161)	(2,089,550)	685,611	(2,008,652)
Total other financing sources (uses)	(1,942,346)	(1,305,379)	636,967	(1,794,007)
Net changes in fund balances	(4,705,924)	(1,421,233)	3,284,691	(14,973)
Fund balances-beginning	-	12,043,313	12,043,313	12,058,286
Fund balances-ending	\$(4,705,924)	\$10,622,080	\$15,328,004	\$12,043,313

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Point Roberts Transportation Benefit District
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$60,000	\$4,557	\$(55,443)	\$26,826
Fines and penalties	-	409	409	-
Miscellaneous	-	(11,866)	(11,866)	6,737
Total revenues	60,000	(6,900)	(66,900)	33,563
Expenditures				
Current:				
Transportation	20,000	4,289	15,711	9,389
Total expenditures	20,000	4,289	15,711	9,389
Excess (deficiency) of revenues over expenditures	40,000	(11,189)	(51,189)	24,174
Fund balances-beginning	-	1,134,281	1,134,281	1,110,107
Fund balances-ending	\$40,000	\$1,123,092	\$1,083,092	\$1,134,281

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Conservation Futures
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$1,136,769	\$1,168,739	\$31,970	\$1,146,572
Intergovernmental	70,000	72,265	2,265	534,766
Charges for service	80,000	80,000	-	-
Miscellaneous	-	(41,162)	(41,162)	127,152
Total revenues	<u>1,286,769</u>	<u>1,279,842</u>	<u>(6,927)</u>	<u>1,808,490</u>
Expenditures				
Current:				
Natural and economic environment	548,532	228,417	320,115	209,568
Capital outlay	3,587,000	3,794,189	(207,189)	1,539,673
Total expenditures	<u>4,135,532</u>	<u>4,022,606</u>	<u>112,926</u>	<u>1,749,241</u>
Excess (deficiency) of revenues over expenditures	<u>(2,848,763)</u>	<u>(2,742,764)</u>	<u>105,999</u>	<u>59,249</u>
Other financing sources (uses)				
Sales of capital assets	-	-	-	20
Transfers in	22,800	17,653	(5,147)	26,447
Transfers out	(277,000)	(200,501)	76,499	(252,359)
Total other financing sources (uses)	<u>(254,200)</u>	<u>(182,848)</u>	<u>71,352</u>	<u>(225,892)</u>
Net changes in fund balances	<u>(3,102,963)</u>	<u>(2,925,612)</u>	<u>177,351</u>	<u>(166,643)</u>
Fund balances-beginning	-	4,895,014	4,895,014	5,061,657
Fund balances-ending	<u>\$(3,102,963)</u>	<u>\$1,969,402</u>	<u>\$5,072,365</u>	<u>\$4,895,014</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Road Improvement Districts
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Fines and penalties	\$-	\$21	\$21	\$21
Miscellaneous	40,288	41,216	928	44,094
Total revenues	40,288	41,237	949	44,115
Expenditures				
Current:				
Transportation	36,200	34,650	1,550	36,745
Total expenditures	36,200	34,650	1,550	36,745
Excess (deficiency) of revenues over expenditures	4,088	6,587	2,499	7,370
Other financing sources (uses)				
Transfers out	(4,088)	(4,088)	-	(4,088)
Total other financing sources (uses)	(4,088)	(4,088)	-	(4,088)
Net changes in fund balances	-	2,499	2,499	3,282
Fund balances-beginning	-	32,575	32,575	29,293
Fund balances-ending	\$-	\$35,074	\$35,074	\$32,575

	CRID No. 9 General Debt	2003 Ltd. Tax GO Bond	2010 Ltd. Tax GO Bond	Total Non Major Debt Service Funds
Assets				
Cash, cash equivalents and pooled investments	\$-	\$-	\$1,582	\$1,582
Total assets	\$-	\$-	\$1,582	\$1,582
Fund balances:				
Restricted	\$-	\$-	\$1,582	\$1,582
Total fund balances	-	-	1,582	1,582
Total liabilities and fund balances	\$-	\$-	\$1,582	\$1,582

Combining Statement of Revenues, Expenditures and
 Changes in Fund Balance
 Non-Major Debt Service Funds
 Year Ended December 31, 2021



	CRID No. 9 General Debt	2003 Ltd. Tax GO Bond	2010 Ltd. Tax GO Bond	Total Non Major Debt Service Funds
Revenues				
Miscellaneous	\$-	\$-	\$(19)	\$(19)
Total revenues	-	-	(19)	(19)
Expenditures				
Current:				
Debt service:				
Principal	-	-	150,000	150,000
Interest	-	-	88,402	88,402
Total expenditures	-	-	238,402	238,402
Excess (deficiency) of revenues over expenditures	-	-	(238,421)	(238,421)
Other financing sources (uses)				
Transfers in	-	-	237,975	237,975
Total other financing sources (uses)	-	-	237,975	237,975
Net changes in fund balances	-	-	(446)	(446)
Fund balances-beginning	-	-	2,028	2,028
Fund balances-ending	\$-	\$-	\$1,582	\$1,582

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
2010 Ltd Tax GO Bond
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(19)	\$(19)	\$11
Total revenues	-	(19)	(19)	11
Expenditures				
Current:				
Debt service:				
Principal	150,000	150,000	-	145,000
Interest	88,275	88,402	(127)	95,125
Total expenditures	238,275	238,402	(127)	240,125
Excess (deficiency) of revenues over expenditures	(238,275)	(238,421)	(146)	(240,114)
Other financing sources (uses)				
Transfers in	238,275	237,975	(300)	240,125
Total other financing sources (uses)	238,275	237,975	(300)	240,125
Net changes in fund balances	-	(446)	(446)	11
Fund balances-beginning	-	2,028	2,028	2,017
Fund balances-ending	\$-	\$1,582	\$1,582	\$2,028

	Real Estate Excise Tax II	Real Estate Excise Tax I	Civic Center Building Imprvmnt	East Whatcom Regional Resource Center Construction	2010 Jail Imprvmnt
Assets					
Cash, cash equivalents and pooled investments	\$5,821,005	\$6,068,658	\$1,813,160	\$-	\$537,669
Investments	-	-	-	-	25,555
Interfund receivable	-	-	-	-	-
Due from other governments	-	110,395	-	-	-
Total assets	\$5,821,005	\$6,179,053	\$1,813,160	\$-	\$563,224
Liabilities and fund balances					
Liabilities					
Accounts payable	\$3,673	\$341,818	\$132,648	\$-	\$5,857
Interfund payable	250,087	1,009	-	-	-
Other accrued liabilities	-	-	-	-	-
Total liabilities	253,760	342,827	132,648	-	5,857
Deferred inflows of resources					
Grants received in advance	-	-	-	-	-
Total Deferred inflows of resources	-	-	-	-	-
Fund balances:					
Restricted	5,567,245	5,836,226	1,680,512	-	557,367
Committed	-	-	-	-	-
Total fund balances	5,567,245	5,836,226	1,680,512	-	557,367
Total liabilities and fund balances	\$5,821,005	\$6,179,053	\$1,813,160	\$-	\$563,224

	Lummi Nation Lease	Birch Bay Dr and Pedestrian Facility Project	Sheriff's Record Management System Project	New Public Health, Safety and Justice Facility Project	Nesset Farm Restoration
Assets					
Cash, cash equivalents and pooled investments	\$2,320,984	\$2,220,726	\$-	\$1,750,227	\$-
Investments	-	-	-	-	-
Interfund receivable	-	-	-	-	-
Due from other governments	-	300,000	-	-	-
Total assets	\$2,320,984	\$2,520,726	\$-	\$1,750,227	\$-
Liabilities and fund balances					
Liabilities					
Accounts payable	\$-	\$3,219	\$-	\$-	\$-
Interfund payable	-	-	-	-	-
Other accrued liabilities	-	247	-	-	-
Total liabilities	-	3,466	-	-	-
Deferred inflows of resources					
Grants received in advance	-	-	-	-	-
Total Deferred inflows of resources	-	-	-	-	-
Fund balances:					
Restricted	2,320,984	2,517,260	-	-	-
Committed	-	-	-	1,750,227	-
Total fund balances	2,320,984	2,517,260	-	1,750,227	-
Total liabilities and fund balances	\$2,320,984	\$2,520,726	\$-	\$1,750,227	\$-

State St Building Acquisition and Imprvmnt	Courthouse Imprvmnt	2015 Girard Street Building Imprvmnt	Courthouse Building Envelope Project	2015 Silver Lake Park Imprvmnt	2015 South Fork Park Imprvmnt	Academy Rd Storm Water Imprvmnts	Agate Heights Estate/ Bay Lane Storm Water Imprvmnts	Criminal Justice Integrated Case Mgmt System Projects
\$2,377,967	\$115,280	\$405,511	\$500,681	\$1,151,521	\$32,296	\$94,749	\$193,696	\$547,103
-	-	-	-	-	-	-	-	-
-	-	-	-	249,800	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>\$2,377,967</u>	<u>\$115,280</u>	<u>\$405,511</u>	<u>\$500,681</u>	<u>\$1,401,321</u>	<u>\$32,296</u>	<u>\$94,749</u>	<u>\$193,696</u>	<u>\$547,103</u>
\$-	\$24,575	\$-	\$6,519	\$280,102	\$-	\$802	\$-	\$-
-	-	-	-	300	-	-	-	-
-	-	-	-	-	-	142	-	-
-	24,575	-	6,519	280,402	-	944	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	93,805	193,696	-
2,377,967	90,705	405,511	494,162	1,120,919	32,296	-	-	547,103
<u>2,377,967</u>	<u>90,705</u>	<u>405,511</u>	<u>494,162</u>	<u>1,120,919</u>	<u>32,296</u>	<u>93,805</u>	<u>193,696</u>	<u>547,103</u>
<u>\$2,377,967</u>	<u>\$115,280</u>	<u>\$405,511</u>	<u>\$500,681</u>	<u>\$1,401,321</u>	<u>\$32,296</u>	<u>\$94,749</u>	<u>\$193,696</u>	<u>\$547,103</u>

	Integrated Land Records and Permit Management System Projects	Sudden Valley Storm Water Imprvmnts	Hovander Park Building Imprvmnts	Lake Whatcom Park Trail Development	Triage Center Expansion
Assets					
Cash, cash equivalents and pooled investments	\$558,256	\$700,454	\$242,161	\$497,185	\$1,240,039
Investments	-	-	-	-	-
Interfund receivable	-	-	-	-	-
Due from other governments	-	-	-	-	-
Total assets	\$558,256	\$700,454	\$242,161	\$497,185	\$1,240,039
Liabilities and fund balances					
Liabilities					
Accounts payable	\$48,234	\$1,023	\$-	\$14,947	\$10,323
Interfund payable	-	125	-	659	-
Other accrued liabilities	-	712	-	-	-
Total liabilities	48,234	1,860	-	15,606	10,323
Deferred inflows of resources					
Grants received in advance	-	-	-	-	-
Total Deferred inflows of resources	-	-	-	-	-
Fund balances:					
Restricted	-	698,594	242,161	481,579	-
Committed	510,022	-	-	-	1,229,716
Total fund balances	510,022	698,594	242,161	481,579	1,229,716
Total liabilities and fund balances	\$558,256	\$700,454	\$242,161	\$497,185	\$1,240,039

Financial System Software	Law Library/ Elections Remodel	Public Safety Radio System	North Lake Samish Road Bridge No. 107 Replacement	Vactor Truck Storage Building	Marine Dr, Locust Ave to Alderwood Reconstructn	Northshore Drive/ Edgewater Lane Storm Water Imp	E Smith/ Hannegan Rd Intersection Imprvmnts	Prox Lock Contol Panel Replacement
\$1,700,298	\$-	\$257,085	\$56,167	\$425,372	\$1,623,292	\$143,295	\$2,010,668	\$234,470
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	631,987	-	-	-
<u>\$1,700,298</u>	<u>\$-</u>	<u>\$257,085</u>	<u>\$56,167</u>	<u>\$425,372</u>	<u>\$2,255,279</u>	<u>\$143,295</u>	<u>\$2,010,668</u>	<u>\$234,470</u>
\$2,727	\$-	\$49,715	\$12,391	\$-	\$314,412	\$-	\$21,201	\$-
-	-	-	-	-	1,000,396	-	-	-
-	-	-	410	-	25	-	514	-
<u>2,727</u>	<u>-</u>	<u>49,715</u>	<u>12,801</u>	<u>-</u>	<u>1,314,833</u>	<u>-</u>	<u>21,715</u>	<u>-</u>
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	207,370	43,366	-	940,446	143,295	1,988,953	-
<u>1,697,571</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>425,372</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>234,470</u>
<u>1,697,571</u>	<u>-</u>	<u>207,370</u>	<u>43,366</u>	<u>425,372</u>	<u>940,446</u>	<u>143,295</u>	<u>1,988,953</u>	<u>234,470</u>
<u>\$1,700,298</u>	<u>\$-</u>	<u>\$257,085</u>	<u>\$56,167</u>	<u>\$425,372</u>	<u>\$2,255,279</u>	<u>\$143,295</u>	<u>\$2,010,668</u>	<u>\$234,470</u>

	Swift Creek Capital Projects	Silver Beach Creek Storm Water Imprvmnts	Shallow Shore Culvert Relocation	Central Plaza Tenant Improvement	NW Annex Redvlpmnt
Assets					
Cash, cash equivalents and pooled investments	\$974,466	\$459,885	\$40,221	\$390,928	\$3,859,686
Investments	-	-	-	-	-
Interfund receivable	6,785	-	203	-	-
Due from other governments	-	-	-	-	-
Total assets	\$981,251	\$459,885	\$40,424	\$390,928	\$3,859,686
Liabilities and fund balances					
Liabilities					
Accounts payable	\$140,404	\$15,477	\$704	\$-	\$-
Interfund payable	7,549	613	872	151	-
Other accrued liabilities	-	197	247	-	-
Total liabilities	147,953	16,287	1,823	151	-
Deferred inflows of resources					
Grants received in advance	829,626	-	-	-	-
Total Deferred inflows of resources	829,626	-	-	-	-
Fund balances:					
Restricted	3,672	443,598	38,601	390,777	3,370,000
Committed	-	-	-	-	489,686
Total fund balances	3,672	443,598	38,601	390,777	3,859,686
Total liabilities and fund balances	\$981,251	\$459,885	\$40,424	\$390,928	\$3,859,686

Combining Balance Sheet
Non-Major Capital Project Funds
December 31, 2021

Total Non
Major Capital
Project Funds

\$41,365,161
25,555
256,788
1,042,382
\$42,689,886

\$1,430,771
1,261,761
2,494
2,695,026

829,626
829,626

27,759,507
11,405,727
39,165,234
\$42,689,886

Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
Non-Major Capital Project Funds
Year Ended December 31, 2021

Whatcom County
W A S H I N G T O N

Page 1 of 6

	Real Estate Excise Tax II	Real Estate Excise Tax I	Civic Center Building Imprvmnt	East Whatcom Regional Resource Ctr Construction	2010 Jail Imprvmnt
Revenues					
Taxes	\$3,884,449	\$3,884,449	\$-	\$-	\$-
Intergovernmental	-	110,395	-	-	-
Miscellaneous	(47,107)	(57,525)	(53,021)	(92)	(6,811)
Total revenues	<u>3,837,342</u>	<u>3,937,319</u>	<u>(53,021)</u>	<u>(92)</u>	<u>(6,811)</u>
Expenditures					
Current:					
General government	-	355,352	-	-	-
Public safety	-	1,598	-	-	119,868
Natural and economic environment	-	-	-	-	-
Culture and recreation	128,328	234,233	-	-	-
Capital outlay	-	954,140	4,410,397	-	-
Total expenditures	<u>128,328</u>	<u>1,545,323</u>	<u>4,410,397</u>	<u>-</u>	<u>119,868</u>
Excess (deficiency) of revenues over expenditures	<u>3,709,014</u>	<u>2,391,996</u>	<u>(4,463,418)</u>	<u>(92)</u>	<u>(126,679)</u>
Other financing sources (uses)					
Transfers in	-	249,466	-	-	-
Transfers out	(2,177,965)	(2,209,000)	-	(11,738)	-
Total other financing sources (uses)	<u>(2,177,965)</u>	<u>(1,959,534)</u>	<u>-</u>	<u>(11,738)</u>	<u>-</u>
Net changes in fund balances	<u>1,531,049</u>	<u>432,462</u>	<u>(4,463,418)</u>	<u>(11,830)</u>	<u>(126,679)</u>
Fund balances-beginning	<u>4,036,196</u>	<u>5,403,764</u>	<u>6,143,930</u>	<u>11,830</u>	<u>684,046</u>
Fund balances-ending	<u>\$5,567,245</u>	<u>\$5,836,226</u>	<u>\$1,680,512</u>	<u>\$-</u>	<u>\$557,367</u>

Combining Statement of Revenues, Expenditures and
 Changes in Fund Balance
 Non-Major Capital Project Funds
 Year Ended December 31, 2021

Lummi Nation Lease	Birch Bay Dr and Pedestrian Facility Project	Sheriff's Record Management System Project	New Public Health, Safety and Justice Facility Project	Nesset Farm Restoration	State St Building Acquisition and Imprvmnt	Courthouse Imprvmnt	2015 Girard Street Building Imprvmnt	Courthouse Building Envelope Project
\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
-	1,400,000	-	-	-	-	-	-	-
(24,515)	(36,857)	(92)	(18,488)	-	(25,199)	(1,220)	(4,283)	(6,958)
(24,515)	1,363,143	(92)	(18,488)	-	(25,199)	(1,220)	(4,283)	(6,958)
-	-	-	-	-	10,232	283	-	157,218
-	-	11,414	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	2,086,066	-	-	-	-	-	-	-
-	2,086,066	11,414	-	-	10,232	283	-	157,218
(24,515)	(722,923)	(11,506)	(18,488)	-	(35,431)	(1,503)	(4,283)	(164,176)
-	250,000	-	-	-	-	-	-	-
-	-	(357)	-	-	-	-	-	-
-	250,000	(357)	-	-	-	-	-	-
(24,515)	(472,923)	(11,863)	(18,488)	-	(35,431)	(1,503)	(4,283)	(164,176)
2,345,499	2,990,183	11,863	1,768,715	-	2,413,398	92,208	409,794	658,338
\$2,320,984	\$2,517,260	\$-	\$1,750,227	\$-	\$2,377,967	\$90,705	\$405,511	\$494,162

Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
Non-Major Capital Project Funds
Year Ended December 31, 2021

	2015 Silver Lake Park Imprvmnt	2015 South Fork Park Imprvmnt	Academy Rd Storm Water Imprvmnts	Agate Heights Estate/ Bay Lane Storm Water Imprvmnts	Criminal Justice Integrated Case Mgmt System Projects
Revenues					
Taxes	\$-	\$-	\$-	\$-	\$-
Intergovernmental	-	-	-	-	-
Miscellaneous	(15,802)	(342)	(254)	(2,045)	(5,808)
Total revenues	(15,802)	(342)	(254)	(2,045)	(5,808)
Expenditures					
Current:					
General government	-	-	-	-	3,656
Public safety	-	-	-	-	-
Natural and economic environment	-	-	9,107	-	-
Culture and recreation	13,441	-	-	-	-
Capital outlay	2,130,626	-	-	-	-
Total expenditures	2,144,067	-	9,107	-	3,656
Excess (deficiency) of revenues over expenditures	(2,159,869)	(342)	(9,361)	(2,045)	(9,464)
Other financing sources (uses)					
Transfers in	1,814,800	-	103,165	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	1,814,800	-	103,165	-	-
Net changes in fund balances	(345,069)	(342)	93,804	(2,045)	(9,464)
Fund balances-beginning	1,465,988	32,638	1	195,741	556,567
Fund balances-ending	\$1,120,919	\$32,296	\$93,805	\$193,696	\$547,103

Combining Statement of Revenues, Expenditures and
 Changes in Fund Balance
 Non-Major Capital Project Funds
 Year Ended December 31, 2021

Integrated Land Records and Permit Management System Projects	Sudden Valley Storm Water Imprvmt	Hovander Park Building Imprvmt	Lake Whatcom Park Trail Development	Triage Center Expansion	Financial System Software	Law Library/ Elections Remodel	Public Safety Radio System	North Lake Samish Road Bridge No. 107 Replacement
\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
-	-	-	-	-	-	-	50,000	-
(6,825)	(8,011)	(2,557)	(5,568)	(19,628)	(17,960)	3,062	(1,883)	(1,883)
(6,825)	(8,011)	(2,557)	(5,568)	(19,628)	(17,960)	3,062	48,117	(1,883)
30,409	-	-	-	-	2,727	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	4,733	-	-	-	-	-
132,694	79,534	-	51,018	495,377	-	-	180,301	146,432
163,103	79,534	-	55,751	495,377	2,727	-	180,301	146,432
(169,928)	(87,545)	(2,557)	(61,319)	(515,005)	(20,687)	3,062	(132,184)	(148,315)
-	-	-	-	-	-	-	187,395	-
-	-	-	-	-	-	(91,122)	-	-
-	-	-	-	-	-	(91,122)	187,395	-
(169,928)	(87,545)	(2,557)	(61,319)	(515,005)	(20,687)	(88,060)	55,211	(148,315)
679,950	786,139	244,718	542,898	1,744,721	1,718,258	88,060	152,159	191,681
\$510,022	\$698,594	\$242,161	\$481,579	\$1,229,716	\$1,697,571	\$-	\$207,370	\$43,366

Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
Non-Major Capital Project Funds
Year Ended December 31, 2021

Whatcom County
W A S H I N G T O N

Page 5 of 6

	Vactor Truck Storage Building	Marine Dr, Locust Ave to Alderwood Ave Reconstrctn.	Northshore Drive/ Edgewater Lane Storm Water Imp	E Smith/ Hannegan Rd Intersection Imprvmnts	Prox Lock Contol Panel Replacement
Revenues					
Taxes	\$-	\$-	\$-	\$-	\$-
Intergovernmental	-	631,987	-	-	-
Miscellaneous	(4,493)	(7,573)	2,005	(7,858)	(2,500)
Total revenues	<u>(4,493)</u>	<u>624,414</u>	<u>2,005</u>	<u>(7,858)</u>	<u>(2,500)</u>
Expenditures					
Current:					
General government	-	-	-	-	2,903
Public safety	-	-	-	-	-
Natural and economic environment	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	946,768	2,935	156,155	-
Total expenditures	<u>-</u>	<u>946,768</u>	<u>2,935</u>	<u>156,155</u>	<u>2,903</u>
Excess (deficiency) of revenues over expenditures	<u>(4,493)</u>	<u>(322,354)</u>	<u>(930)</u>	<u>(164,013)</u>	<u>(5,403)</u>
Other financing sources (uses)					
Transfers in	-	870,000	-	1,925,000	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>870,000</u>	<u>-</u>	<u>1,925,000</u>	<u>-</u>
Net changes in fund balances	<u>(4,493)</u>	<u>547,646</u>	<u>(930)</u>	<u>1,760,987</u>	<u>(5,403)</u>
Fund balances-beginning	<u>429,865</u>	<u>392,800</u>	<u>144,225</u>	<u>227,966</u>	<u>239,873</u>
Fund balances-ending	<u>\$425,372</u>	<u>\$940,446</u>	<u>\$143,295</u>	<u>\$1,988,953</u>	<u>\$234,470</u>

Combining Statement of Revenues, Expenditures and
 Changes in Fund Balance
 Non-Major Capital Project Funds
 Year Ended December 31, 2021

Swift Creek Capital Projects	Silver Beach Creek Storm Water Improvements	Shallow Shore Culvert Relocation	Central Plaza Tenant Improvement	NW Annex Redvlpmnt	Total Non Major Capital Project Funds
\$-	\$-	\$-	\$-	\$-	\$7,768,898
726,608	-	-	-	-	2,918,990
(2,125)	(7,252)	(107)	(1,045)	(10,314)	(408,934)
<u>724,483</u>	<u>(7,252)</u>	<u>(107)</u>	<u>(1,045)</u>	<u>(10,314)</u>	<u>10,278,954</u>
-	-	-	8,178	-	570,958
-	-	-	-	-	132,880
54	-	-	-	-	9,161
-	-	-	-	-	380,735
<u>727,063</u>	<u>307,863</u>	<u>61,292</u>	<u>-</u>	<u>-</u>	<u>12,868,661</u>
<u>727,117</u>	<u>307,863</u>	<u>61,292</u>	<u>8,178</u>	<u>-</u>	<u>13,962,395</u>
<u>(2,634)</u>	<u>(315,115)</u>	<u>(61,399)</u>	<u>(9,223)</u>	<u>(10,314)</u>	<u>(3,683,441)</u>
-	-	100,000	400,000	3,870,000	9,769,826
-	-	-	-	-	(4,490,182)
-	-	100,000	400,000	3,870,000	5,279,644
<u>(2,634)</u>	<u>(315,115)</u>	<u>38,601</u>	<u>390,777</u>	<u>3,859,686</u>	<u>1,596,203</u>
<u>6,306</u>	<u>758,713</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,569,031</u>
<u>\$3,672</u>	<u>\$443,598</u>	<u>\$38,601</u>	<u>\$390,777</u>	<u>\$3,859,686</u>	<u>\$39,165,234</u>

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Real Estate Excise Tax II
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$2,269,844	\$3,884,449	\$1,614,605	\$2,733,973
Miscellaneous	-	(47,107)	(47,107)	22,726
Total revenues	<u>2,269,844</u>	<u>3,837,342</u>	<u>1,567,498</u>	<u>2,756,699</u>
Expenditures				
Current:				
Culture and recreation	180,385	128,328	52,057	147,690
Total expenditures	<u>180,385</u>	<u>128,328</u>	<u>52,057</u>	<u>147,690</u>
Excess (deficiency) of revenues over expenditures	<u>2,089,459</u>	<u>3,709,014</u>	<u>1,619,555</u>	<u>2,609,009</u>
Other financing sources (uses)				
Transfers in	-	-	-	721
Transfers out	(2,177,965)	(2,177,965)	-	(3,230,725)
Total other financing sources (uses)	<u>(2,177,965)</u>	<u>(2,177,965)</u>	<u>-</u>	<u>(3,230,004)</u>
Net changes in fund balances	<u>(88,506)</u>	<u>1,531,049</u>	<u>1,619,555</u>	<u>(620,995)</u>
Fund balances-beginning	-	4,036,196	4,036,196	4,657,191
Fund balances-ending	<u>\$(88,506)</u>	<u>\$5,567,245</u>	<u>\$5,655,751</u>	<u>\$4,036,196</u>

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Real Estate Excise Tax I
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$2,269,844	\$3,884,449	\$1,614,605	\$2,733,972
Intergovernmental	259,013	110,395	(148,618)	-
Miscellaneous	-	(57,525)	(57,525)	34,883
Total revenues	<u>2,528,857</u>	<u>3,937,319</u>	<u>1,408,462</u>	<u>2,768,855</u>
Expenditures				
Current:				
General government	796,928	355,352	441,576	71,481
Public safety	70,000	1,598	68,402	-
Culture and recreation	-	234,233	(234,233)	27,914
Capital outlay	2,283,296	954,140	1,329,156	85
Total expenditures	<u>3,150,224</u>	<u>1,545,323</u>	<u>1,604,901</u>	<u>99,480</u>
Excess (deficiency) of revenues over expenditures	(621,367)	2,391,996	3,013,363	2,669,375
Other financing sources (uses)				
Transfers in	158,344	249,466	91,122	-
Transfers out	(2,209,000)	(2,209,000)	-	(624,000)
Total other financing sources (uses)	<u>(2,050,656)</u>	<u>(1,959,534)</u>	<u>91,122</u>	<u>(624,000)</u>
Net changes in fund balances	(2,672,023)	432,462	3,104,485	2,045,375
Fund balances-beginning	-	5,403,764	5,403,764	3,358,389
Fund balances-ending	<u>\$(2,672,023)</u>	<u>\$5,836,226</u>	<u>\$8,508,249</u>	<u>\$5,403,764</u>

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Civic Center Building Improvement
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(53,021)	\$(53,021)	\$43,558
Total revenues	-	(53,021)	(53,021)	43,558
Expenditures				
Current:				
Capital outlay	6,063,057	4,410,397	1,652,660	645,744
Total expenditures	6,063,057	4,410,397	1,652,660	645,744
Excess (deficiency) of revenues over expenditures	(6,063,057)	(4,463,418)	1,599,639	(602,186)
Other financing sources (uses)				
Transfers in	-	-	-	4,350,000
Total other financing sources (uses)	-	-	-	4,350,000
Net changes in fund balances	(6,063,057)	(4,463,418)	1,599,639	3,747,814
Fund balances-beginning	-	6,143,930	6,143,930	2,396,116
Fund balances-ending	\$(6,063,057)	\$1,680,512	\$7,743,569	\$6,143,930

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 East Whatcom Regional Resource Center Construction
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County
 W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(92)	\$(92)	\$1,357,668
Total revenues	-	(92)	(92)	1,357,668
Expenditures				
Capital outlay	11,548	-	11,548	1,357,636
Total expenditures	11,548	-	11,548	1,357,636
Excess (deficiency) of revenues over expenditures	(11,548)	(92)	11,456	32
Other financing sources (uses)				
Transfers out	-	(11,738)	(11,738)	-
Total other financing sources (uses)	-	(11,738)	(11,738)	-
Net changes in fund balances	(11,548)	(11,830)	(282)	32
Fund balances-beginning	-	11,830	11,830	11,798
Fund balances-ending	\$(11,548)	\$-	\$11,548	\$11,830

Whatcom County

W A S H I N G T O N

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
2010 Jail Improvement
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(6,811)	\$(6,811)	\$(4,177)
Total revenues	-	(6,811)	(6,811)	(4,177)
Expenditures				
Current:				
Public safety	29,277	119,868	(90,591)	4,479,826
Capital outlay	601,967	-	601,967	38,330
Total expenditures	631,244	119,868	511,376	4,518,156
Excess (deficiency) of revenues over expenditures	(631,244)	(126,679)	504,565	(4,522,333)
Fund balances-beginning	-	684,046	684,046	5,206,379
Fund balances-ending	\$(631,244)	\$557,367	\$1,188,611	\$684,046

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Lummi Nation Lease
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(24,515)	\$(24,515)	\$13,836
Total revenues	-	(24,515)	(24,515)	13,836
Expenditures				
Capital outlay	2,327,186	-	2,327,186	8,054
Total expenditures	2,327,186	-	2,327,186	8,054
Excess (deficiency) of revenues over expenditures	(2,327,186)	(24,515)	2,302,671	5,782
Fund balances-beginning	-	2,345,499	2,345,499	2,339,717
Fund balances-ending	\$(2,327,186)	\$2,320,984	\$4,648,170	\$2,345,499

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Birch Bay Drive & Pedestrian Facility Project
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$-	\$1,400,000	\$1,400,000	\$1,923,809
Miscellaneous	-	(36,857)	(36,857)	20,990
Total revenues	-	1,363,143	1,363,143	1,944,799
Expenditures				
Capital outlay	3,175,066	2,086,066	1,089,000	7,465,847
Total expenditures	3,175,066	2,086,066	1,089,000	7,465,847
Excess (deficiency) of revenues over expenditures	(3,175,066)	(722,923)	2,452,143	(5,521,048)
Other financing sources (uses)				
Transfers in	210,873	250,000	39,127	515,000
Total other financing sources (uses)	210,873	250,000	39,127	515,000
Net changes in fund balances	(2,964,193)	(472,923)	2,491,270	(5,006,048)
Fund balances-beginning	-	2,990,183	2,990,183	7,996,231
Fund balances-ending	\$(2,964,193)	\$2,517,260	\$5,481,453	\$2,990,183

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Sheriff's Record Mgmt System Project
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County
 W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(92)	\$(92)	\$(21)
Total revenues	-	(92)	(92)	(21)
Expenditures				
Current:				
Public safety	-	11,414	(11,414)	-
Capital outlay	11,771	-	11,771	47,175
Total expenditures	11,771	11,414	357	47,175
Excess (deficiency) of revenues over expenditures	(11,771)	(11,506)	265	(47,196)
Other financing sources (uses)				
Transfers out	-	(357)	(357)	-
Total other financing sources (uses)	-	(357)	(357)	-
Net changes in fund balances	(11,771)	(11,863)	(92)	(47,196)
Fund balances-beginning	-	11,863	11,863	59,059
Fund balances-ending	\$(11,771)	\$-	\$11,771	\$11,863

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 New Public Health, Safety and Justice Facility Project
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(18,488)	\$(18,488)	\$10,434
Total revenues	-	(18,488)	(18,488)	10,434
Expenditures				
Capital outlay	677,693	-	677,693	6,390
Total expenditures	677,693	-	677,693	6,390
Excess (deficiency) of revenues over expenditures	(677,693)	(18,488)	659,205	4,044
Fund balances-beginning	-	1,768,715	1,768,715	1,764,671
Fund balances-ending	\$(677,693)	\$1,750,227	\$2,427,920	\$1,768,715

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Nessel Farm Restoration
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$63,223	\$-	\$(63,223)	\$-
Total revenues	63,223	-	(63,223)	-
Expenditures				
Capital outlay	63,223	-	63,223	-
Total expenditures	63,223	-	63,223	-
Excess (deficiency) of revenues over expenditures	-	-	-	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$-	\$-	\$-

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 State Street Building Acquisition & Improvement
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(25,199)	\$(25,199)	\$14,242
Total revenues	-	(25,199)	(25,199)	14,242
Expenditures				
Current:				
General government	-	10,232	(10,232)	5,332
Capital outlay	2,394,554	-	2,394,554	-
Total expenditures	2,394,554	10,232	2,384,322	5,332
Excess (deficiency) of revenues over expenditures	(2,394,554)	(35,431)	2,359,123	8,910
Fund balances-beginning	-	2,413,398	2,413,398	2,404,488
Fund balances-ending	\$(2,394,554)	\$2,377,967	\$4,772,521	\$2,413,398

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Courthouse Improvement
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(1,220)	\$(1,220)	\$502
Total revenues	-	(1,220)	(1,220)	502
Expenditures				
General government	91,296	283	91,013	24,575
Total expenditures	91,296	283	91,013	24,575
Excess (deficiency) of revenues over expenditures	(91,296)	(1,503)	89,793	(24,073)
Fund balances-beginning	-	92,208	92,208	116,281
Fund balances-ending	\$(91,296)	\$90,705	\$182,001	\$92,208

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 2015 Girard Street Building Improvement
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(4,283)	\$(4,283)	\$2,415
Total revenues	-	(4,283)	(4,283)	2,415
Expenditures				
Current:				
General government	314,115	-	314,115	2,713
Capital outlay	92,479	-	92,479	-
Total expenditures	406,594	-	406,594	2,713
Excess (deficiency) of revenues over expenditures	(406,594)	(4,283)	402,311	(298)
Fund balances-beginning	-	409,794	409,794	410,092
Fund balances-ending	\$(406,594)	\$405,511	\$812,105	\$409,794

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Courthouse Building Envelope Project
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County
 W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(6,958)	\$(6,958)	\$(25)
Total revenues	-	(6,958)	(6,958)	(25)
Expenditures				
Current:				
General government	653,368	157,218	496,150	2,018,840
Total expenditures	653,368	157,218	496,150	2,018,840
Excess (deficiency) of revenues over expenditures	(653,368)	(164,176)	489,192	(2,018,865)
Fund balances-beginning	-	658,338	658,338	2,677,203
Fund balances-ending	\$(653,368)	\$494,162	\$1,147,530	\$658,338

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
2015 Silver Lake Park Improvement
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(15,802)	\$(15,802)	\$12,105
Total revenues	-	(15,802)	(15,802)	12,105
Expenditures				
Current:				
Culture and recreation	-	13,441	(13,441)	20,291
Capital outlay	3,203,171	2,130,626	1,072,545	458,720
Total expenditures	3,203,171	2,144,067	1,059,104	479,011
Excess (deficiency) of revenues over expenditures	(3,203,171)	(2,159,869)	1,043,302	(466,906)
Other financing sources (uses)				
Transfers in	1,814,800	1,814,800	-	1,703,700
Total other financing sources (uses)	1,814,800	1,814,800	-	1,703,700
Net changes in fund balances	(1,388,371)	(345,069)	1,043,302	1,236,794
Fund balances-beginning	-	1,465,988	1,465,988	229,194
Fund balances-ending	\$(1,388,371)	\$1,120,919	\$2,509,290	\$1,465,988

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 2015 South Fork Park Improvement
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$209,000	\$-	\$(209,000)	\$-
Miscellaneous	-	(342)	(342)	192
Total revenues	<u>209,000</u>	<u>(342)</u>	<u>(209,342)</u>	<u>192</u>
Expenditures				
Capital outlay	241,308	-	241,308	468
Total expenditures	<u>241,308</u>	<u>-</u>	<u>241,308</u>	<u>468</u>
Excess (deficiency) of revenues over expenditures	<u>(32,308)</u>	<u>(342)</u>	<u>31,966</u>	<u>(276)</u>
Fund balances-beginning	-	32,638	32,638	32,914
Fund balances-ending	<u>\$(32,308)</u>	<u>\$32,296</u>	<u>\$64,604</u>	<u>\$32,638</u>

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Academy Road Stormwater Improvements
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(254)	\$(254)	\$-
Total revenues	-	(254)	(254)	-
Expenditures				
Current:				
Natural and economic environment	118,395	9,107	109,288	-
Capital outlay	31,605	-	31,605	-
Total expenditures	150,000	9,107	140,893	-
Excess (deficiency) of revenues over expenditures	(150,000)	(9,361)	140,639	-
Other financing sources (uses)				
Transfers in	149,999	103,165	(46,834)	-
Total other financing sources (uses)	149,999	103,165	(46,834)	-
Net changes in fund balances	(1)	93,804	93,805	-
Fund balances-beginning	-	1	1	1
Fund balances-ending	\$(1)	\$93,805	\$93,806	\$1

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Agate Heights Estate/Bay Lane Stormwater Improvements
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$-	\$-	\$-	\$4,157
Miscellaneous	-	(2,045)	(2,045)	949
Total revenues	-	(2,045)	(2,045)	5,106
Expenditures				
Current:				
Capital outlay	127,559	-	127,559	35,652
Total expenditures	127,559	-	127,559	35,652
Excess (deficiency) of revenues over expenditures	(127,559)	(2,045)	125,514	(30,546)
Other financing sources (uses)				
Fund balances-beginning	-	195,741	195,741	226,287
Fund balances-ending	\$(127,559)	\$193,696	\$321,255	\$195,741

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Criminal Justice Integrated Case Management System Projects
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(5,808)	\$(5,808)	\$3,287
Total revenues	-	(5,808)	(5,808)	3,287
Expenditures				
Current:				
General government	-	3,656	(3,656)	-
Capital outlay	552,221	-	552,221	-
Total expenditures	552,221	3,656	548,565	-
Excess (deficiency) of revenues over expenditures	(552,221)	(9,464)	542,757	3,287
Fund balances-beginning	-	556,567	556,567	553,280
Fund balances-ending	\$(552,221)	\$547,103	\$1,099,324	\$556,567

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Integrated Land Records & Permit Management System Projects
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

WASHINGTON

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(6,825)	\$(6,825)	\$3,657
Total revenues	-	(6,825)	(6,825)	3,657
Expenditures				
Current:				
General government	167,581	30,409	137,172	8,894
Capital outlay	507,036	132,694	374,342	84,909
Total expenditures	674,617	163,103	511,514	93,803
Excess (deficiency) of revenues over expenditures	(674,617)	(169,928)	504,689	(90,146)
Fund balances-beginning	-	679,950	679,950	770,096
Fund balances-ending	\$(674,617)	\$510,022	\$1,184,639	\$679,950

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Sudden Valley Storm Water Improvements
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(8,011)	\$(8,011)	\$4,644
Total revenues	-	(8,011)	(8,011)	4,644
Expenditures				
Capital outlay	780,000	79,534	700,466	-
Total expenditures	780,000	79,534	700,466	-
Excess (deficiency) of revenues over expenditures	(780,000)	(87,545)	692,455	4,644
Fund balances-beginning	-	786,139	786,139	781,495
Fund balances-ending	\$(780,000)	\$698,594	\$1,478,594	\$786,139

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Hovander Park Building Improvements
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(2,557)	\$(2,557)	\$1,445
Total revenues	-	(2,557)	(2,557)	1,445
Expenditures				
Capital outlay	242,292	-	242,292	-
Total expenditures	242,292	-	242,292	-
Excess (deficiency) of revenues over expenditures	(242,292)	(2,557)	239,735	1,445
Fund balances-beginning	-	244,718	244,718	243,273
Fund balances-ending	\$(242,292)	\$242,161	\$484,453	\$244,718

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Lake Whatcom Park Trail Development
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(5,568)	\$(5,568)	\$4,068
Total revenues	-	(5,568)	(5,568)	4,068
Expenditures				
Current:				
Culture and recreation	-	4,733	(4,733)	-
Capital outlay	538,659	51,018	487,641	2,693
Total expenditures	538,659	55,751	482,908	2,693
Excess (deficiency) of revenues over expenditures	(538,659)	(61,319)	477,340	1,375
Other financing sources (uses)				
Transfers in	-	-	-	452,025
Total other financing sources (uses)	-	-	-	452,025
Net changes in fund balances	(538,659)	(61,319)	477,340	453,400
Fund balances-beginning	-	542,898	542,898	89,498
Fund balances-ending	\$(538,659)	\$481,579	\$1,020,238	\$542,898

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Triage Center Expansion
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		Variance Favorable (Unfavorable)	2020
	Budget	Actual		Actual
Revenues				
Intergovernmental	\$-	\$-	\$-	\$7,118,194
Miscellaneous	-	(19,628)	(19,628)	6,787
Total revenues	-	(19,628)	(19,628)	7,124,981
Expenditures				
Capital outlay	1,627,162	495,377	1,131,785	9,326,375
Total expenditures	1,627,162	495,377	1,131,785	9,326,375
Excess (deficiency) of revenues over expenditures	(1,627,162)	(515,005)	1,112,157	(2,201,394)
Fund balances-beginning	-	1,744,721	1,744,721	3,946,115
Fund balances-ending	\$(1,627,162)	\$1,229,716	\$2,856,878	\$1,744,721

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Financial System Software
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(17,960)	\$(17,960)	\$10,065
Total revenues	-	(17,960)	(17,960)	10,065
Expenditures				
Current:				
General government	79,842	2,727	77,115	39,168
Capital outlay	1,625,000	-	1,625,000	-
Total expenditures	1,704,842	2,727	1,702,115	39,168
Excess (deficiency) of revenues over expenditures	(1,704,842)	(20,687)	1,684,155	(29,103)
Fund balances-beginning	-	1,718,258	1,718,258	1,747,361
Fund balances-ending	\$(1,704,842)	\$1,697,571	\$3,402,413	\$1,718,258

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Law Library/Elections Remodel
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$3,062	\$3,062	\$517
Total revenues	-	3,062	3,062	517
Expenditures				
Current:				
General government	-	-	-	12,676
Capital outlay	86,394	-	86,394	-
Total expenditures	86,394	-	86,394	12,676
Excess (deficiency) of revenues over expenditures	(86,394)	3,062	89,456	(12,159)
Other financing sources (uses)				
Transfers out	-	(91,122)	(91,122)	-
Total other financing sources (uses)	-	(91,122)	(91,122)	-
Net changes in fund balances	(86,394)	(88,060)	(1,666)	(12,159)
Fund balances-beginning	-	88,060	88,060	100,219
Fund balances-ending	\$(86,394)	\$-	\$86,394	\$88,060

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Public Safety Radio System
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$50,000	\$50,000	\$-	\$-
Miscellaneous	-	(1,883)	(1,883)	331
Total revenues	<u>50,000</u>	<u>48,117</u>	<u>(1,883)</u>	<u>331</u>
Expenditures				
Capital outlay	388,358	180,301	208,057	300,195
Total expenditures	<u>388,358</u>	<u>180,301</u>	<u>208,057</u>	<u>300,195</u>
Excess (deficiency) of revenues over expenditures	(338,358)	(132,184)	206,174	(299,864)
Other financing sources (uses)				
Transfers in	187,395	187,395	-	-
Total other financing sources (uses)	<u>187,395</u>	<u>187,395</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	(150,963)	55,211	206,174	(299,864)
Fund balances-beginning	-	152,159	152,159	452,023
Fund balances-ending	<u>\$(150,963)</u>	<u>\$207,370</u>	<u>\$358,333</u>	<u>\$152,159</u>

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 North Lake Samish Road Bridge No. 107 Replace
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(1,883)	\$(1,883)	\$591
Total revenues	-	(1,883)	(1,883)	591
Expenditures				
Capital outlay	189,948	146,432	43,516	388,241
Total expenditures	189,948	146,432	43,516	388,241
Excess (deficiency) of revenues over expenditures	(189,948)	(148,315)	41,633	(387,650)
Fund balances-beginning	-	191,681	191,681	579,331
Fund balances-ending	\$(189,948)	\$43,366	\$233,314	\$191,681

Whatcom County

W A S H I N G T O N

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Vactor Truck Storage Building
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(4,493)	\$(4,493)	\$2,513
Total revenues	-	(4,493)	(4,493)	2,513
Expenditures				
Capital outlay	426,509	-	426,509	13,491
Total expenditures	426,509	-	426,509	13,491
Excess (deficiency) of revenues over expenditures	(426,509)	(4,493)	422,016	(10,978)
Fund balances-beginning	-	429,865	429,865	440,843
Fund balances-ending	\$(426,509)	\$425,372	\$851,881	\$429,865

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Marine Drive Locust Avenue to Alderwood Avenue Reconstruction
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$1,509,695	\$631,987	\$(877,708)	\$-
Miscellaneous	-	(7,573)	(7,573)	1,835
Total revenues	<u>1,509,695</u>	<u>624,414</u>	<u>(885,281)</u>	<u>1,835</u>
Expenditures				
Current:				
Transportation	379,695	-	379,695	-
Capital outlay	3,389,565	946,768	2,442,797	324,288
Total expenditures	<u>3,769,260</u>	<u>946,768</u>	<u>2,822,492</u>	<u>324,288</u>
Excess (deficiency) of revenues over expenditures	<u>(2,259,565)</u>	<u>(322,354)</u>	<u>1,937,211</u>	<u>(322,453)</u>
Other financing sources (uses)				
Transfers in	1,870,000	870,000	(1,000,000)	-
Total other financing sources (uses)	<u>1,870,000</u>	<u>870,000</u>	<u>(1,000,000)</u>	<u>-</u>
Net changes in fund balances	<u>(389,565)</u>	<u>547,646</u>	<u>937,211</u>	<u>(322,453)</u>
Fund balances-beginning	-	392,800	392,800	715,253
Fund balances-ending	<u><u>\$(389,565)</u></u>	<u><u>\$940,446</u></u>	<u><u>\$1,330,011</u></u>	<u><u>\$392,800</u></u>

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Northshore Drive/Edgewater Lane Stormwater Improvements
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$2,005	\$2,005	\$910
Total revenues	-	2,005	2,005	910
Expenditures				
Capital outlay	143,347	2,935	140,412	417,265
Total expenditures	143,347	2,935	140,412	417,265
Excess (deficiency) of revenues over expenditures	(143,347)	(930)	142,417	(416,355)
Other financing sources (uses)				
Transfers in	-	-	-	380,000
Total other financing sources (uses)	-	-	-	380,000
Net changes in fund balances	(143,347)	(930)	142,417	(36,355)
Fund balances-beginning	-	144,225	144,225	180,580
Fund balances-ending	\$(143,347)	\$143,295	\$286,642	\$144,225

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
East Smith and Hannegan Road Intersection Improvements
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County
W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$2,000,000	\$-	\$(2,000,000)	\$-
Miscellaneous	-	(7,858)	(7,858)	1,393
Total revenues	<u>2,000,000</u>	<u>(7,858)</u>	<u>(2,007,858)</u>	<u>1,393</u>
Expenditures				
Current:				
Transportation	560,000	-	560,000	-
Capital outlay	3,680,481	156,155	3,524,326	317,942
Total expenditures	<u>4,240,481</u>	<u>156,155</u>	<u>4,084,326</u>	<u>317,942</u>
Excess (deficiency) of revenues over expenditures	<u>(2,240,481)</u>	<u>(164,013)</u>	<u>2,076,468</u>	<u>(316,549)</u>
Other financing sources (uses)				
Transfers in	2,015,000	1,925,000	(90,000)	-
Total other financing sources (uses)	<u>2,015,000</u>	<u>1,925,000</u>	<u>(90,000)</u>	<u>-</u>
Net changes in fund balances	<u>(225,481)</u>	<u>1,760,987</u>	<u>1,986,468</u>	<u>(316,549)</u>
Fund balances-beginning	-	227,966	227,966	544,515
Fund balances-ending	<u>\$(225,481)</u>	<u>\$1,988,953</u>	<u>\$2,214,434</u>	<u>\$227,966</u>

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Prox Lock Control Panel Replacement
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021		2020	
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(2,500)	\$(2,500)	\$1,417
Total revenues	-	(2,500)	(2,500)	1,417
Expenditures				
Current:				
General government	238,000	2,903	235,097	-
Total expenditures	238,000	2,903	235,097	-
Excess (deficiency) of revenues over expenditures	(238,000)	(5,403)	232,597	1,417
Fund balances-beginning	-	239,873	239,873	238,456
Fund balances-ending	\$(238,000)	\$234,470	\$472,470	\$239,873

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Swift Creek Capital Projects
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County
 W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$2,368,289	\$726,608	\$(1,641,681)	\$2,889,325
Miscellaneous	-	(2,125)	(2,125)	34,601
Total revenues	<u>2,368,289</u>	<u>724,483</u>	<u>(1,643,806)</u>	<u>2,923,926</u>
Expenditures				
Current:				
Natural and economic environment	-	54	(54)	1,042,415
Capital outlay	2,347,471	727,063	1,620,408	1,875,205
Total expenditures	<u>2,347,471</u>	<u>727,117</u>	<u>1,620,354</u>	<u>2,917,620</u>
Excess (deficiency) of revenues over expenditures	<u>20,818</u>	<u>(2,634)</u>	<u>(23,452)</u>	<u>6,306</u>
Fund balances-beginning	-	6,306	6,306	-
Fund balances-ending	<u>\$20,818</u>	<u>\$3,672</u>	<u>\$(17,146)</u>	<u>\$6,306</u>

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Silver Beach Creek Stormwater Improvements
Year Ended December 31, 2021
(With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(7,252)	\$(7,252)	\$6,023
Total revenues	-	(7,252)	(7,252)	6,023
Expenditures				
Capital outlay	755,335	307,863	447,472	27,310
Total expenditures	755,335	307,863	447,472	27,310
Excess (deficiency) of revenues over expenditures	(755,335)	(315,115)	440,220	(21,287)
Other financing sources (uses)				
Transfers in	-	-	-	780,000
Total other financing sources (uses)	-	-	-	780,000
Net changes in fund balances	(755,335)	(315,115)	440,220	758,713
Fund balances-beginning	-	758,713	758,713	-
Fund balances-ending	\$(755,335)	\$443,598	\$1,198,933	\$758,713

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Shallow Shore Culvert Relocation
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(107)	\$(107)	\$-
Total revenues	-	(107)	(107)	-
Expenditures				
Capital outlay	100,000	61,292	38,708	-
Total expenditures	100,000	61,292	38,708	-
Excess (deficiency) of revenues over expenditures	(100,000)	(61,399)	38,601	-
Other financing sources (uses)				
Transfers in	100,000	100,000	-	-
Total other financing sources (uses)	100,000	100,000	-	-
Net changes in fund balances	-	38,601	38,601	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$38,601	\$38,601	\$-

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Central Plaza Tenant Improvement
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County

W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(1,045)	\$(1,045)	\$-
Total revenues	-	(1,045)	(1,045)	-
Expenditures				
Current:				
General government	109,396	8,178	101,218	-
Capital outlay	290,604	-	290,604	-
Total expenditures	400,000	8,178	391,822	-
Excess (deficiency) of revenues over expenditures	(400,000)	(9,223)	390,777	-
Other financing sources (uses)				
Transfers in	400,000	400,000	-	-
Total other financing sources (uses)	400,000	400,000	-	-
Net changes in fund balances	-	390,777	390,777	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$390,777	\$390,777	\$-

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 NW Annex Redevelopment
 Year Ended December 31, 2021
 (With comparative totals for December 31, 2020)

Whatcom County
 W A S H I N G T O N

	2021			2020
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(10,314)	\$(10,314)	\$-
Total revenues	-	(10,314)	(10,314)	-
Expenditures				
Capital outlay	5,100,000	-	5,100,000	-
Total expenditures	5,100,000	-	5,100,000	-
Excess (deficiency) of revenues over expenditures	(5,100,000)	(10,314)	5,089,686	-
Other financing sources (uses)				
Transfers in	5,100,000	3,870,000	(1,230,000)	-
Total other financing sources (uses)	5,100,000	3,870,000	(1,230,000)	-
Net changes in fund balances	-	3,859,686	3,859,686	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$3,859,686	\$3,859,686	\$-

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual
Public Utilities Improvement
Year Ended December 31, 2021

Whatcom County
W A S H I N G T O N

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
Revenues				
Taxes	\$4,196,471	\$4,196,471	\$5,340,649	\$1,144,178
Miscellaneous	113,861	113,861	(13,638)	(127,499)
Total revenues	<u>4,310,332</u>	<u>4,310,332</u>	<u>5,327,011</u>	<u>1,016,679</u>
Expenditures				
Current:				
General government	-	52,682	41,476	11,206
Natural and economic environment	885,585	4,360,585	541,908	3,818,677
Total expenditures	<u>885,585</u>	<u>4,413,267</u>	<u>583,384</u>	<u>3,829,883</u>
Excess (deficiency) of revenues over expenditures	<u>3,424,747</u>	<u>(102,935)</u>	<u>4,743,627</u>	<u>4,846,562</u>
Other financing sources (uses)				
Transfer in	-	-	11,738	11,738
Transfer out	(248,767)	(1,933,767)	(1,919,741)	14,026
Total other financing sources (uses)	<u>(248,767)</u>	<u>(1,933,767)</u>	<u>(1,908,003)</u>	<u>25,764</u>
Net changes in fund balances	<u>3,175,980</u>	<u>(2,036,702)</u>	<u>2,835,624</u>	<u>4,872,326</u>
Fund balance as of January 1	-	-	31,178,711	31,178,711
Fund balance as of December 31	<u>\$3,175,980</u>	<u>\$(2,036,702)</u>	<u>\$34,014,335</u>	<u>\$36,051,037</u>

	Equipment Rental	Administrative Services	Total
Assets			
Current assets			
Cash, cash equivalents and pooled investments	\$6,928,278	\$14,653,518	\$21,581,796
Deposits with fiscal agent	-	6,000	6,000
Receivables, net	3,519	11,668	15,187
Interfund receivable	110,975	79,085	190,060
Due from other governments	2,625	3,670	6,295
Employee advances	-	146	146
Inventories	1,489,773	37,230	1,527,003
Prepayments	-	29,803	29,803
Total current assets	8,535,170	14,821,120	23,356,290
Noncurrent assets			
Capital assets:			
Land	320,864	119,000	439,864
Building and structures, net	869,682	36,347	906,029
Capital leases, net	-	43,430	43,430
Other improvements, net	429,789	1,141	430,930
Machinery and equipment, net	14,504,190	309,385	14,813,575
Intangible assets, net	50,400	-	50,400
Total capital assets, net	16,174,925	509,303	16,684,228
Pension asset	803,681	3,964,273	4,767,954
Total noncurrent assets	16,978,606	4,473,576	21,452,182
Total assets	25,513,776	19,294,696	44,808,472
Deferred outflows of resources			
Pension	94,929	468,251	563,180
Total deferred outflows of resources	94,929	468,251	563,180
Liabilities			
Current liabilities			
Accounts payable	1,594,601	534,241	2,128,842
Claims cost payable	-	2,303,263	2,303,263
Interfund payable	160,447	173,661	334,108
Due to other governments	5,492	31,628	37,120
Compensated absences	151,735	580,943	732,678
Other accrued liabilities	31,030	120,875	151,905
Total current liabilities	1,943,305	3,744,611	5,687,916
Noncurrent liabilities			
Other noncurrent liabilities	-	43,430	43,430
Pension liability, net	85,848	423,458	509,306
Total noncurrent liabilities	85,848	466,888	552,736
Total liabilities	2,029,153	4,211,499	6,240,652
Deferred inflows of resources			
Pension	845,080	4,168,478	5,013,558
Total deferred inflows of resources	845,080	4,168,478	5,013,558
Net position			
Net investment in capital assets	16,174,925	509,303	16,684,228
Unrestricted	6,559,547	10,873,667	17,433,214
Total net position	\$22,734,472	\$11,382,970	\$34,117,442

Combining Statement of Revenues, Expenses and
Changes in Fund Net Position
Internal Service Funds
Year Ended December 31, 2021

Whatcom County
W A S H I N G T O N

	Equipment Rental	Administrative Services	Total
Operating Revenue			
Intergovernmental	\$-	\$616	\$616
Charges for service	5,335,338	14,128,349	19,463,687
Rents and parking	6,285,271	3,024	6,288,295
Fines and forfeits		890	890
Miscellaneous	37,012	81,877	118,889
Total operating revenues	11,657,621	14,214,756	25,872,377
Operating expenses			
General operations	8,131,882	12,951,871	21,083,753
General administration	524,225	-	524,225
Depreciation	2,175,956	192,934	2,368,890
Total operating expenses	10,832,063	13,144,805	23,976,868
Operating income (loss)	825,558	1,069,951	1,895,509
Non-operating revenues (expenses)			
Gain (loss) on sale of capital assets	610,626	-	610,626
Interest revenue	4,856	-	4,856
Interest expense	-	(137)	(137)
Unrealized gain (loss) on investments	(56,319)	(151,106)	(207,425)
Insurance recoveries	2,757	329,884	332,641
Total non-operating revenues (expenses)	561,920	178,641	740,561
Income (loss) before transfers	1,387,478	1,248,592	2,636,070
Transfers in	416,597	565,682	982,279
Transfers out	(252,474)	(328,577)	(581,051)
Changes in net position	1,551,601	1,485,697	3,037,298
Total net position-beginning	21,182,871	8,989,059	30,171,930
Prior period adjustments	-	908,214	908,214
Total net position-beginning (restated)	21,182,871	9,897,273	31,080,144
Total net position-ending	\$22,734,472	\$11,382,970	\$34,117,442

	Equipment Rental	Administrative Services	Total
Cash flows from operating activities:			
Receipts from customers	\$11,470,458	\$10,696,732	\$22,167,190
Payments for goods and services	(6,312,923)	(6,152,826)	(12,465,749)
Payments to employees	(1,035,461)	(5,537,813)	(6,573,274)
Net cash provided (used) by operating activities	4,122,074	(993,907)	3,128,167
Cash flows from non-capital financing activities:			
Transfers in	-	565,682	565,682
Transfers out	(252,474)	(328,577)	(581,051)
Interest revenue	4,856	-	4,856
Insurance recoveries	2,757	329,884	332,641
Net cash provided (used) by non-capital financing activities	(244,861)	566,989	322,128
Cash flows from capital financing activities:			
Interest paid on capital debt	-	(137)	(137)
Transfers in	416,597	-	416,597
Proceeds from sale of assets	796,002	-	796,002
Purchases of capital assets	(2,947,179)	(81,158)	(3,028,337)
Net cash provided (used) by capital financing activities	(1,734,580)	(81,295)	(1,815,875)
Cash flows from investing activities:			
Unrealized gain (loss) on investments	(56,319)	(151,106)	(207,425)
Net cash provided (used) by investing activities	(56,319)	(151,106)	(207,425)
Net Increase (decrease) in cash and cash equivalents	2,086,314	(659,319)	1,426,995
Balances - beginning of the year	4,841,964	14,404,623	19,246,587
Prior period adjustments	-	908,214	908,214
Balances - beginning of the year (restated)	4,841,964	15,312,837	20,154,801
Balances - end of the year	\$6,928,278	\$14,653,518	\$21,581,796
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$825,558	\$1,069,951	\$1,895,509
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation expense	2,175,956	192,934	2,368,890
Change in assets and liabilities:			
Receivables, net	(187,164)	(3,518,024)	(3,705,188)
Inventories	84,574	(4,290)	80,284
Accounts and other payables	1,221,545	(998,343)	223,202
Accrued expenses	1,605	2,263,865	2,265,470
Net cash provided by operating activities	\$4,122,074	\$(993,907)	\$3,128,167
Noncash capital financing activities:			
Mail system	\$-	\$50,811	\$50,811
Total noncash investing & capital financing activities	\$-	\$50,811	\$50,811

	Enterprise Funds		
	Whatcom County Investment Pool	Ferry System	Totals
Assets			
Current assets			
Cash, cash equivalents and pooled investments	\$265,575	\$1,257,979	\$1,523,554
Deposits with fiscal agent	-	20,000	20,000
Receivables, net	-	6,736	6,736
Interfund receivable	-	1,623,167	1,623,167
Employee advances	-	49	49
Total current assets	<u>265,575</u>	<u>2,907,931</u>	<u>3,173,506</u>
Noncurrent assets			
Pension asset	95,775	787,025	882,800
Total noncurrent assets	<u>95,775</u>	<u>787,025</u>	<u>882,800</u>
Total assets	<u>361,350</u>	<u>3,694,956</u>	<u>4,056,306</u>
Deferred outflows of resources			
Pension	11,313	92,962	104,275
Total deferred outflows of resources	<u>11,313</u>	<u>92,962</u>	<u>104,275</u>
Liabilities			
Current liabilities			
Accounts payable	11,452	72,151	83,603
Interfund payable	-	228,480	228,480
Due to other governments	730	7,973	8,703
Compensated absences	37,276	63,848	101,124
Other accrued liabilities	3,109	43,784	46,893
Total current liabilities	<u>52,567</u>	<u>416,236</u>	<u>468,803</u>
Noncurrent liabilities			
Pension liability, net	10,231	84,069	94,300
Total noncurrent liabilities	<u>10,231</u>	<u>84,069</u>	<u>94,300</u>
Total liabilities	<u>62,798</u>	<u>500,305</u>	<u>563,103</u>
Deferred inflows of resources			
Pension	100,709	827,566	928,275
Total deferred inflows of resources	<u>100,709</u>	<u>827,566</u>	<u>928,275</u>
Net position			
Unrestricted	209,156	2,460,047	2,669,203
Total net position	<u>\$209,156</u>	<u>\$2,460,047</u>	<u>\$2,669,203</u>

Combining Statement of Revenues, Expenses and
Changes in Fund Net Position
Non-Major Enterprise Funds
Year Ended December 31, 2021

Whatcom County
W A S H I N G T O N

	Enterprise Funds		
	Whatcom County Investment Pool	Ferry System	Totals
Operating revenues			
Intergovernmental	\$-	\$479,940	\$479,940
Charges for service	330,586	1,526,180	1,856,766
Miscellaneous	(32,624)	16,371	(16,253)
Total operating revenues	<u>297,962</u>	<u>2,022,491</u>	<u>2,320,453</u>
Operating expenses			
General operations	216,266	2,622,260	2,838,526
General administration	-	281,570	281,570
Total operating expenses	<u>216,266</u>	<u>2,903,830</u>	<u>3,120,096</u>
Operating income (loss)	<u>81,696</u>	<u>(881,339)</u>	<u>(799,643)</u>
Non-operating revenues (expenses)			
Unrealized gain (loss) on investments	-	(20,809)	(20,809)
Total non-operating revenues (expenses)	<u>-</u>	<u>(20,809)</u>	<u>(20,809)</u>
Income (loss) before transfers	<u>81,696</u>	<u>(902,148)</u>	<u>(820,452)</u>
Transfers in	-	1,606,824	1,606,824
Transfers out	-	(284,475)	(284,475)
Changes in net position	<u>81,696</u>	<u>420,201</u>	<u>501,897</u>
Total net position-beginning	<u>127,460</u>	<u>2,039,846</u>	<u>2,167,306</u>
Total net position-ending	<u>\$209,156</u>	<u>\$2,460,047</u>	<u>\$2,669,203</u>

	Enterprise Funds		
	Whatcom County Investment Pool	Ferry System	Totals
Cash flows from operating activities:			
Receipts from customers	\$203,220	\$140,944	\$344,164
Payments for goods and services	(10,018)	(1,242,795)	(1,252,813)
Payments to employees	(150,971)	(1,180,643)	(1,331,614)
Net cash provided (used) by operating activities	<u>42,231</u>	<u>(2,282,494)</u>	<u>(2,240,263)</u>
Cash flows from non-capital financing activities:			
Transfers in	-	1,606,824	1,606,824
Transfers out	-	(284,475)	(284,475)
Net cash provided (used) by non-capital financing activities	<u>-</u>	<u>1,322,349</u>	<u>1,322,349</u>
Cash flows from investing activities:			
Unrealized gain (loss) on investments	-	(20,809)	(20,809)
Net cash provided (used) by investing activities	<u>-</u>	<u>(20,809)</u>	<u>(20,809)</u>
Net increase (decrease) in cash and cash equivalents	42,231	(980,954)	(938,723)
Balances - beginning of the year	223,344	2,238,933	2,462,277
Balances - end of the year	<u>\$265,575</u>	<u>\$1,257,979</u>	<u>\$1,523,554</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$81,696	\$(881,339)	\$(799,643)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Change in assets and liabilities:			
Receivables, net	(94,742)	(1,881,547)	(1,976,289)
Accounts and other payables	1,367	18,358	19,725
Accrued expenses	53,910	462,034	515,944
Net cash provided by operating activities	<u>\$42,231</u>	<u>\$(2,282,494)</u>	<u>\$(2,240,263)</u>

Combining Statement of Fiduciary Net Position
External Investment Pool
December 31, 2021

	<u>External Investment Pool</u>
Assets	
Certificates of deposit and saving accounts	\$41,226,296
Municipal bonds	53,904,951
US agency notes	157,283,854
US treasury	45,148,787
Supranational agency notes	17,955,494
LGIP	13,657,945
Total assets	<u>329,177,327</u>
Net position	
Restricted for:	
Individuals, organizations and other governments	<u>329,177,327</u>
Total net position	<u>\$329,177,327</u>

	Cemetery Districts	Drainage, Diking & Flood Cntr Districts	Park & Recreation Districts	Rural Library	Northwest Regional Council
Assets					
Cash and cash equivalents	\$1,839,568	\$504,489	\$1,286,569	\$904,974	\$2,262,523
Receivables	-	-	-	-	-
Total assets	1,839,568	504,489	1,286,569	904,974	2,262,523
Liabilities					
Accounts payable and other liabilities	6,559	-	1,521	140,859	-
Due to local governments	-	-	-	-	-
Total liabilities	6,559	-	1,521	140,859	-
Net position					
Restricted for:					
Individuals, organizations and other governments	1,833,009	504,489	1,285,048	764,115	2,262,523
Total net position	\$1,833,009	\$504,489	\$1,285,048	\$764,115	\$2,262,523

Council of Government	Hospital Districts	Port	P.U.D. District	Whatcom Transit	School Districts	Watershed Districts	Fire Districts	Water Districts
\$5,367	\$93,116	\$46,932	\$78,142	\$-	\$12,169,530	\$396,023	\$2,017,368	\$1,776,930
-	-	-	-	-	360,747	-	-	(850)
5,367	93,116	46,932	78,142	-	12,530,277	396,023	2,017,368	1,776,080
-	272	-	-	-	8,899,777	2,219	37,163	280,311
-	-	-	-	-	-	-	-	-
-	272	-	-	-	8,899,777	2,219	37,163	280,311
5,367	92,844	46,932	78,142	-	3,630,500	393,804	1,980,205	1,495,769
\$5,367	\$92,844	\$46,932	\$78,142	\$-	\$3,630,500	\$393,804	\$1,980,205	\$1,495,769

	Treasurer's Suspense	Inmate Trust Fund	Total
Assets			
Cash and cash equivalents	\$6,308,994	\$99,305	\$29,789,830
Receivables	-	-	359,897
Total assets	6,308,994	99,305	30,149,727
Liabilities			
Accounts payable and other liabilities	-	-	9,368,681
Due to local governments	123,709	-	123,709
Total liabilities	123,709	-	9,492,390
Net position			
Restricted for:			
Individuals, organizations and other governments	6,185,285	99,305	20,657,337
Total net position	\$6,185,285	\$99,305	\$20,657,337

Combining Statement of Changes in Fiduciary Net Position
 External Investment Pool
 Year Ended December 31, 2021

	External Investment Pool
Additions	
Investment purchases	\$304,828,123
Investment earnings:	
Interest	3,256,918
Net increase (decrease) in fair value of investments	(3,917,996)
Less investment costs	(201,528)
Net investment earning	(862,606)
Total additions	<u>303,965,517</u>
Deductions	
Investment sales	331,890,609
Total deductions	<u>331,890,609</u>
Net increase (decrease) in fiduciary net position	(27,925,092)
Net position-beginning	357,102,419
Net position-ending	<u>\$329,177,327</u>

	Cemetery Districts	Drainage, Diking & Flood Cntr Districts	Park & Recreation Districts	Rural Library	Northwest Regional Council	Council of Government
Additions						
Tax collections for other governments	\$657,625	\$-	\$1,439,626	\$9,206,314	\$-	\$-
Custodial deposits, including state apportionments	388,641	286,084	139,075	496,932	21,880,554	1,451,736
Receipt from external investment pool	200,450	78	501,562	6,182,961	1,224	865,194
Total additions	1,246,716	286,162	2,080,263	15,886,207	21,881,778	2,316,930
Deductions						
Taxes and other receipts distributed to other governments	-	-	-	-	-	-
Custodial payroll/ claims	858,363	265,064	1,897,363	9,450,961	21,673,687	1,427,899
Disbursement to external investment pool	184,232	92	66,612	5,806,752	1,347	886,206
Total deductions	1,042,595	265,156	1,963,975	15,257,713	21,675,034	2,314,105
Net increase (decrease) in fiduciary net position	204,121	21,006	116,288	628,494	206,744	2,825
Net position-beginning	1,628,888	483,483	1,168,760	135,621	2,055,779	2,542
Net position-ending	\$1,833,009	\$504,489	\$1,285,048	\$764,115	\$2,262,523	\$5,367

Combining Statement of Changes in Fiduciary Net Position
 Other Custodial Funds
 December 31, 2021

Hospital Districts	Port	P.U.D. District	Whatcom Transit	School Districts	Watershed Districts	Fire Districts	Water Districts	Treasurer's Suspense
\$289,370	\$7,589,734	\$-	\$49,772,392	\$122,379,969	\$-	\$23,914,979	\$-	\$214,253,664
8,266	128,701	26,122,502	271,673	465,501,405	865,354	13,305,617	5,857,466	7,784,113
135	-	21,079,224	43,176,340	241,172,863	-	18,295,731	414,846	-
<u>297,771</u>	<u>7,718,435</u>	<u>47,201,726</u>	<u>93,220,405</u>	<u>829,054,237</u>	<u>865,354</u>	<u>55,516,327</u>	<u>6,272,312</u>	<u>222,037,777</u>
-	-	-	-	-	-	-	-	220,797,779
292,884	7,751,386	28,825,803	45,530,488	616,422,944	813,818	36,652,653	5,600,393	-
153	-	18,314,259	47,689,917	212,495,219	-	19,015,823	367,511	-
<u>293,037</u>	<u>7,751,386</u>	<u>47,140,062</u>	<u>93,220,405</u>	<u>828,918,163</u>	<u>813,818</u>	<u>55,668,476</u>	<u>5,967,904</u>	<u>220,797,779</u>
4,734	(32,951)	61,664	-	136,074	51,536	(152,149)	304,408	1,239,998
88,110	79,883	16,478	-	3,494,426	342,268	2,132,354	1,191,361	4,945,287
<u>\$92,844</u>	<u>\$46,932</u>	<u>\$78,142</u>	<u>\$-</u>	<u>\$3,630,500</u>	<u>\$393,804</u>	<u>\$1,980,205</u>	<u>\$1,495,769</u>	<u>\$6,185,285</u>

Combining Statement of Changes in Fiduciary Net Position
 Other Custodial Funds
 December 31, 2021

	Inmate Trust Fund	Total
Additions		
Tax collections for other governments	\$-	\$429,503,673
Custodial deposits, including state apportionments	20,712	544,508,831
Receipt from external investment pool	-	331,890,608
Total additions	20,712	1,305,903,112
Deductions		
Taxes and other receipts distributed to other governments	-	220,797,779
Custodial payroll/ claims	-	777,463,706
Disbursement to external investment pool	-	304,828,123
Total deductions	-	1,303,089,608
Net increase (decrease) in fiduciary net position	20,712	2,813,504
Net position-beginning	78,593	17,843,833
Net position-ending	\$99,305	\$20,657,337

Schedule of Expenditures - Budget and Actual
 General Fund by Department
 Year Ended December 31, 2021



	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
Expenditures*				
Assessor	\$3,498,852	\$3,672,531	\$3,512,650	\$159,882
Auditor	1,326,551	1,365,204	1,311,461	53,743
County Council	1,553,420	1,701,601	1,459,077	242,524
County Executive	865,581	869,216	834,565	34,651
Planning & Development Services	5,756,829	6,245,803	5,656,444	589,359
Treasurer	1,621,639	1,628,900	1,520,634	108,266
Sheriff	18,231,845	19,163,160	18,085,182	1,077,977
District Court	2,769,676	2,868,341	2,667,686	200,655
District Court Probation	2,362,655	2,404,114	2,090,954	313,160
Hearing Examiner	217,611	218,326	205,356	12,970
Juvenile	5,298,266	5,328,528	4,752,605	575,923
Prosecuting Attorney	7,466,953	7,610,567	6,989,197	621,370
Public Defender	4,686,431	5,018,952	4,737,102	281,851
Superior Court	6,184,194	6,556,771	6,106,436	450,335
Extension	559,874	574,184	496,061	78,123
Non-Departmental	11,906,852	15,365,858	15,830,226	(464,368)
Park	4,523,557	4,641,542	4,131,188	510,354
Health	15,563,026	29,283,368	24,091,573	5,191,795
Total Expenditures	\$94,393,812	\$114,516,966	\$104,478,396	\$10,038,570

*Includes transfers out.

Statistical Section

Contents

Financial Trends: These schedules contain trend information to help the reader understand how the County’s financial performance has changed over time.

Schedule 1	Net Position by Component . . . . .	.212
Schedule 2	Changes in Net Position . . . . .	.214
Schedule 3	Fund Balances, Governmental Funds . . . . .	.218
Schedule 4	Changes in Fund Balances, Governmental Funds . . . . .	.220

Revenue Capacity: These schedules contain information intended to assist users in understanding and assessing the factors affecting the County’s ability to generate its own-source revenues.

Schedule 5	Assessed Value of Taxable Property . . . . .	.222
Schedule 6	Direct and Overlapping Property Tax Rates . . . . .	.224
Schedule 7	Principal Property Tax Payers . . . . .	.226
Schedule 8	Property Tax Levies and Collections. . . . .	.227

Debt Capacity: These schedules present information intended to assist users in understanding and assessing the County’s debt burden and its ability to issue additional debt.

Schedule 9	Ratio of Outstanding Debt by Type . . . . .	.228
Schedule 10	Ratio of General Bonded Debt Outstanding . . . . .	.229
Schedule 11	Direct and Overlapping Governmental Activities Debt . . . . .	.230
Schedule 12	Legal Debt Margin Information . . . . .	.232
Schedule 13	Pledged Revenue Coverage. . . . .	.234

Demographic and Economic Information: These schedules offer demographic and economic indicators to assist users in understanding the socioeconomic environment within which the County operates.

Schedule 14	Demographic and Economic Statistics . . . . .	.235
Schedule 15	Principal Employers. . . . .	.236

Operating Information: These schedules contain service and infrastructure data to assist readers in using financial statement information to understand and assess the County’s economic condition.

Schedule 16	Full-Time Equivalent County Government Employees by Function/Program. . . . .	.237
Schedule 17	Operating Indicators by Function/Program . . . . .	.238
Schedule 18	Capital Asset Statistics by Function/Program. . . . .	.239

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

Net Position by Component
 Last Ten Fiscal Years
(accrual basis of accounting)
 Schedule 1

	Fiscal Year			
	2012	2013	2014	2015
Governmental activities				
Invested in capital assets, net of related debt	\$174,525,706	\$181,963,507	\$237,208,328	\$246,574,891
Restricted	93,042,965	98,335,999	104,602,157	104,504,838
Unrestricted	33,346,775	31,177,254	29,737,510	(3,306,441)
Total governmental activities net position	\$300,915,446	\$311,476,760	\$371,547,995	\$347,773,288
Business-type activities				
Invested in capital assets, net of related debt	\$5,166	\$4,226	\$3,584	\$2,942
Unrestricted	1,720,740	1,938,503	2,301,462	1,716,510
Total business-type activities net position	\$1,725,906	\$1,942,729	\$2,305,046	\$1,719,452
Primary government				
Invested in capital assets, net of related debt	\$174,530,872	\$181,967,733	\$237,211,912	\$246,577,833
Restricted	93,042,965	98,335,999	104,602,157	104,504,838
Unrestricted	35,067,515	33,115,757	32,038,972	(1,589,931)
Total primary government net position	\$302,641,352	\$313,419,489	\$373,853,041	\$349,492,740

Net Position by Component
 Last Ten Fiscal Years
(accrual basis of accounting)
 Schedule 1

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$247,592,484	\$249,804,468	\$251,688,585	\$259,181,361	284,025,255	292,610,357
108,006,250	120,343,165	135,572,881	144,718,350	146,644,544	164,579,751
(4,708,739)	1,695,052	(321,595)	12,100,399	22,034,477	39,199,670
<u>\$350,889,995</u>	<u>\$371,842,685</u>	<u>\$386,939,871</u>	<u>\$416,000,110</u>	<u>\$452,704,276</u>	<u>\$496,389,778</u>
\$2,300	\$1,659	\$1,017	\$375	\$-	\$-
1,806,209	2,131,963	2,450,020	2,807,347	2,619,790	3,246,816
<u>\$1,808,509</u>	<u>\$2,133,622</u>	<u>\$2,451,037</u>	<u>\$2,807,722</u>	<u>\$2,619,790</u>	<u>\$3,246,816</u>
\$247,594,784	\$249,806,127	\$251,689,602	\$259,181,736	\$284,025,255	\$292,610,357
108,006,250	120,343,165	135,572,881	144,718,350	146,644,544	164,579,751
(2,902,530)	3,827,015	2,128,425	14,907,746	24,654,267	42,446,486
<u>\$352,698,504</u>	<u>\$373,976,307</u>	<u>\$389,390,908</u>	<u>\$418,807,832</u>	<u>\$455,324,066</u>	<u>\$499,636,594</u>

Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
Schedule 2

	Fiscal Year			
	2012	2013	2014	2015
Expenses				
Governmental activities:				
General government	\$28,215,657	\$27,733,347	\$27,929,915	\$30,779,824
Public safety	39,547,247	41,025,695	44,827,618	45,083,840
Utilities	-	728,915	1,065,930	813,977
Physical environment	4,858,695	-	-	-
Transportation	21,548,292	22,423,554	22,594,861	23,252,369
Natural and economic environment	3,864,716	8,756,169	7,978,742	8,060,712
Social services	13,889,613	19,148,787	19,161,487	17,996,969
Culture and recreation	4,494,034	4,001,986	4,317,013	4,558,516
Interest on long-term debt	232,859	175,929	152,606	128,260
Total governmental activities expenses	116,651,113	\$123,994,382	128,028,172	130,674,467
Business-type activities:				
Whatcom County Investment Pool	246,714	255,269	265,862	273,137
Whatcom County Ferry System	2,370,448	2,531,174	2,397,874	2,460,184
Total business-type activities expense	2,617,162	2,786,443	2,663,736	2,733,321
Total primary government expenses	\$119,268,275	\$126,780,825	\$130,691,908	\$133,407,788
Program Revenues				
Governmental activities:				
Charges for services				
General government	\$5,071,916	\$8,016,016	\$7,604,267	\$7,974,131
Public safety	4,045,779	8,161,295	10,706,721	12,133,288
Utilities	-	758,431	-	10,000
Physical environment	776,426	-	-	-
Transportation	2,671,800	2,434,042	2,315,887	2,269,749
Natural and economic environment	1,254,669	1,182,061	923,215	1,214,652
Social services	2,675,550	2,649,232	2,399,275	2,684,025
Culture and recreation	365,545	364,486	294,734	257,273
Operating grants and contributions	22,426,812	21,304,942	21,399,828	19,898,633
Capital grants and contributions	6,111,570	7,609,133	12,285,684	11,944,482
Total governmental activities program revenues	45,400,067	52,479,638	57,929,611	58,386,233
Business-type activities:				
Charges for services	1,780,726	1,875,383	1,917,273	1,908,861
Total business-type activities program revenues	1,780,726	1,875,383	1,917,273	1,908,861
Total primary government program revenues	\$47,180,793	\$54,355,021	\$59,846,884	\$60,295,094
Net (Expense)/Revenue				
Governmental activities	\$(71,251,046)	\$(71,514,744)	\$(70,098,561)	\$(72,288,234)
Business-type activities	(836,436)	(911,060)	(746,463)	(824,460)
Total primary government net expense	\$(72,087,482)	\$(72,425,804)	\$(70,845,024)	\$(73,112,694)

Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
Schedule 2

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$33,346,649	\$31,165,548	\$32,267,846	\$41,102,725	\$38,690,486	\$32,638,439
47,902,859	49,404,289	52,277,517	54,286,671	71,066,190	53,302,334
719,438	-	-	-	-	-
-	-	-	-	-	-
26,254,000	24,159,637	26,399,671	25,907,424	24,431,711	28,197,088
8,013,891	10,927,586	11,566,179	11,094,004	11,368,804	12,602,443
18,673,421	19,819,560	21,860,399	23,695,157	28,531,368	35,157,693
4,948,161	4,258,868	4,492,538	4,465,052	4,519,971	4,555,219
109,862	128,083	102,007	111,288	108,061	172,412
<u>139,968,281</u>	<u>139,863,571</u>	<u>148,966,157</u>	<u>160,662,321</u>	<u>178,716,591</u>	<u>166,625,628</u>
295,038	307,898	258,830	249,219	254,765	215,245
2,604,367	2,686,841	2,865,580	2,694,383	2,811,790	2,779,722
2,899,405	2,994,739	3,124,410	2,943,602	3,066,555	2,994,967
<u>\$142,867,686</u>	<u>\$142,858,310</u>	<u>\$152,090,567</u>	<u>\$163,605,923</u>	<u>\$181,783,146</u>	<u>\$169,620,595</u>
\$8,477,357	\$8,332,666	\$8,192,133	\$9,149,050	8,674,206	9,652,752
10,844,756	10,914,642	10,923,340	12,609,198	9,410,502	10,878,785
14,416	-	-	-	-	-
-	-	-	-	-	-
1,508,958	1,801,653	2,311,350	2,153,279	2,377,606	3,150,096
1,163,755	415,297	481,256	432,624	415,645	495,150
3,225,455	3,973,395	4,217,792	5,413,862	4,586,814	5,191,948
273,432	262,672	260,320	256,491	188,473	145,600
19,115,601	20,533,655	21,681,242	26,163,078	47,041,150	43,351,676
8,904,416	5,671,252	7,847,406	13,053,007	21,461,306	10,368,133
<u>53,528,146</u>	<u>51,905,232</u>	<u>55,914,839</u>	<u>69,230,589</u>	<u>94,155,702</u>	<u>83,234,140</u>
1,809,806	1,882,244	1,899,846	1,853,309	1,733,283	2,320,453
1,809,806	1,882,244	1,899,846	1,853,309	1,733,283	2,320,453
<u>\$55,337,952</u>	<u>\$53,787,476</u>	<u>\$57,814,685</u>	<u>\$71,083,898</u>	<u>\$95,888,985</u>	<u>\$85,554,593</u>
\$(86,440,135)	\$(87,958,339)	\$(93,051,318)	\$(91,431,732)	\$(84,560,889)	\$(83,391,488)
(1,089,599)	(957,573)	(795,726)	(886,826)	(1,333,271)	(674,514)
<u>\$(87,529,734)</u>	<u>\$(88,915,912)</u>	<u>\$(93,847,044)</u>	<u>\$(92,318,558)</u>	<u>\$(85,894,160)</u>	<u>\$(84,066,002)</u>

Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
Schedule 2

	Fiscal Year			
	2012	2013	2014	2015
General Revenues and Other Changes in Net Assets				
Governmental activities:				
Taxes:				
Property taxes	\$48,366,671	\$49,162,835	\$50,107,903	\$51,002,880
Timber taxes	550,876	-	-	-
Retail taxes	24,049,680	25,757,926	26,485,109	27,398,286
Business and occupation taxes	-	31,439	31,211	29,325
Excise taxes	3,202,538	2,888,689	4,126,810	4,985,002
Penalties and interest	2,088,649	-	-	-
Unrestricted investment earnings	717,360	(6,966)	911,649	741,899
Gain/loss on sale of capital assets	1,453,925	708,201	530,863	1,018,373
Miscellaneous	2,438,487	4,570,601	4,860,753	4,107,700
Special item-gain on acquired capital asset	-	-	44,220,000	-
Transfers	(1,025,137)	(1,134,728)	(1,104,502)	(1,116,512)
Total governmental activities	81,843,049	81,977,997	130,169,796	88,166,953
Business-type activities:				
Unrestricted investment earnings	-	(7,746)	4,278	169
Transfers	1,025,137	1,134,728	1,104,502	1,116,512
Total business-type activities	1,025,137	1,126,982	1,108,780	1,116,681
Total primary government	\$82,868,186	\$83,104,979	\$131,278,576	\$89,283,634
Change in Net Assets				
Governmental activities	\$10,592,003	\$10,463,253	\$60,071,235	\$15,878,719
Business-type activities	188,701	215,922	362,317	292,221
Total primary government	\$10,780,704	\$10,679,175	\$60,433,552	\$16,170,940

Changes in Net Position
Last Ten Fiscal Years
(accrual basis of accounting)
Schedule 2

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$51,789,000	\$61,426,749	\$64,009,643	\$64,561,027	65,844,912	66,841,725
-	-	-	-	-	-
28,656,766	31,608,063	34,531,198	36,802,587	36,653,006	45,249,820
27,402	31,576	29,186	32,903	14,801	33,095
5,411,302	6,073,543	7,118,208	7,375,357	8,376,376	10,562,947
-	-	-	-	-	-
669,860	1,258,506	2,648,077	5,179,956	3,807,383	(760,088)
423,976	450,255	1,050,206	4,064,711	3,310,300	1,851,098
3,636,702	3,327,643	3,191,280	3,286,075	4,302,092	3,495,713
-	-	-	-	-	-
(1,058,166)	(1,115,849)	(1,210,096)	(1,139,863)	(1,132,568)	(1,322,349)
89,556,842	103,060,486	111,367,702	120,162,753	121,176,302	125,951,961
(11,536)	4,990	(5,855)	19,484	12,771	(20,809)
1,058,166	1,115,849	1,210,096	1,139,863	1,132,568	1,322,349
1,046,630	1,120,839	1,204,241	1,159,347	1,145,339	1,301,540
\$90,603,472	\$104,181,325	\$112,571,943	\$121,322,100	\$122,321,641	\$127,253,501
\$3,116,707	\$15,102,147	\$18,316,384	\$28,731,021	\$36,615,413	\$42,560,473
(42,969)	163,266	408,515	272,521	(187,932)	627,026
\$3,073,738	\$15,265,413	\$18,724,899	\$29,003,542	\$36,427,481	\$43,187,499

Fund Balances, Governmental Funds
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 3

	Fiscal Year			
	2012	2013	2014	2015
General Fund				
Reserved	\$-	\$-	\$-	\$-
Unreserved	-	-	-	-
Restricted	536,962	693,229	334,317	788,981
Unassigned	10,869,965	11,658,731	12,703,184	14,732,224
Total general fund	<u>\$11,406,927</u>	<u>\$12,351,960</u>	<u>\$13,037,501</u>	<u>\$15,521,205</u>
All Other Governmental Funds				
Reserved	\$-	\$-	\$-	\$-
Restricted	94,313,965	94,441,322	97,862,280	96,777,284
Committed	361,694	5,381,198	7,873,940	10,638,840
Assigned	4,464,983	2,516,944	2,838,698	3,226,073
Unassigned	-	-	-	-
Unreserved, reported in:	-	-	-	-
Special revenue funds	-	-	-	-
Total all other governmental funds	<u>\$99,140,642</u>	<u>\$102,339,464</u>	<u>\$108,574,918</u>	<u>\$110,642,197</u>

Fund Balances, Governmental Funds
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 3

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$-	\$-	\$-	\$-	\$-	\$-
-	-	-	-	-	-
1,193,986	1,370,146	1,557,574	394,194	420,247	477,656
15,694,885	19,719,446	15,455,928	20,306,122	18,826,309	23,851,300
<u>\$16,888,871</u>	<u>\$21,089,592</u>	<u>\$17,013,502</u>	<u>\$20,700,316</u>	<u>\$19,246,556</u>	<u>\$24,328,956</u>
\$-	\$-	\$-	\$-	\$-	\$-
96,949,348	105,188,376	123,531,902	132,463,949	133,566,764	142,682,719
12,049,671	16,059,213	14,278,943	14,663,345	15,642,193	15,082,818
2,071,796	1,990,680	2,040,483	3,361,577	10,742,595	11,019,544
-	(19,512)	(6,312)	-	-	(59,175)
-	-	-	-	-	-
-	-	-	-	-	-
<u>\$111,070,815</u>	<u>\$123,218,757</u>	<u>\$139,845,016</u>	<u>\$150,488,871</u>	<u>\$159,951,552</u>	<u>\$168,725,906</u>

Changes in Fund Balances, Governmental Funds
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 4

	Fiscal Year			
	2012	2013	2014	2015
Revenues				
Taxes	\$79,361,709	\$78,837,505	\$81,875,139	\$83,520,080
Licenses and permits	2,005,544	2,395,846	2,419,488	2,624,103
Intergovernmental	28,279,651	28,898,339	33,448,448	31,488,197
Charges for services	11,173,817	17,488,346	18,286,508	19,777,059
Fines and forfeits	2,735,872	2,732,376	2,579,177	3,133,762
Miscellaneous	3,261,098	4,404,838	5,720,852	5,979,987
Total Revenues	126,817,691	134,757,250	144,329,612	146,523,188
Expenditures				
General government	26,509,059	26,332,143	26,455,321	27,201,170
Public safety	39,015,373	40,077,056	43,838,275	44,819,680
Utilities	-	627,269	963,733	711,578
Physical environment	4,905,619	-	-	-
Transportation	16,065,687	16,712,235	16,646,535	17,599,399
Natural and economic environment	3,871,139	8,775,376	7,962,671	8,042,322
Social services	13,958,410	19,153,283	19,176,980	18,270,835
Culture and recreation	4,347,714	3,889,340	4,111,155	4,404,120
Capital outlay	7,765,286	21,880,066	18,879,190	19,993,746
Debt service:				
Principal	945,754	333,600	310,000	325,000
Interest	308,415	236,501	188,140	163,122
Total expenditures	117,692,456	138,016,869	138,532,000	141,530,972
Excess of revenues over (under) expenditures	9,125,235	(3,259,619)	5,797,612	4,992,216
Other Financing Sources (Uses)				
Proceeds of refunding long-term debt	-	-	-	-
Payments to refunded debt escrow agent	-	-	-	-
Sales of capital assets	1,453,925	5,142,165	530,863	1,018,373
Transfers in	11,417,019	32,701,080	20,621,047	25,587,633
Transfers out	(12,394,872)	(30,988,691)	(20,049,538)	(27,154,480)
Insurance recoveries	-	216,662	-	430
Capital Lease Proceeds	259,205	202,916	8,840	106,811
Proceeds of refunding long-term debt	-	-	-	-
Prior period adjustments	-	80,981	-	-
Total other financing sources (uses)	735,277	7,355,113	1,111,212	(441,233)
Net change in fund balance	\$9,860,512	\$4,095,494	\$6,908,824	\$4,550,983
Debt service as a percentage of noncapital expenditures	4.6%	1.0%	0.5%	0.4%

Changes in Fund Balances, Governmental Funds
 Last Ten Fiscal Years
 (modified accrual basis of accounting)
 Schedule 4

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$86,062,033	\$99,234,376	\$105,673,769	\$108,698,249	\$110,844,435	\$122,876,805
3,728,547	3,788,430	3,731,635	3,845,267	3,379,444	3,888,221.00
27,672,047	25,748,606	28,874,868	38,368,439	67,686,547	53,104,069
18,338,298	18,385,673	19,227,474	21,565,274	18,878,640	21,366,277
2,338,827	2,529,640	2,401,339	3,332,735	1,882,681	2,103,484
5,441,972	5,815,388	7,070,417	9,829,798	9,953,509	5,129,854
143,581,724	155,502,113	166,979,502	185,639,762	212,625,256	208,468,710
29,772,940	31,207,476	32,872,111	41,588,432	38,981,873	37,313,787
46,835,998	49,005,204	53,285,505	56,312,318	70,633,196	58,438,618
610,156	-	-	-	-	-
-	-	-	-	-	-
19,554,235	19,481,583	19,918,233	19,830,067	18,859,434	20,870,087
7,871,367	10,711,727	11,319,949	11,713,926	11,097,965	12,579,948
18,731,362	20,090,890	22,455,402	24,303,370	28,972,947	37,302,193
4,547,281	4,079,821	4,250,468	4,251,994	4,301,615	4,732,618
12,876,775	9,174,888	9,091,524	15,809,059	33,191,912	27,087,796
330,000	355,000	355,000	140,000	145,000	530,528
147,391	138,990	127,254	113,374	105,331	142,711
141,277,505	144,245,579	153,675,446	174,062,540	206,289,273	198,998,286
2,304,219	11,256,534	13,304,056	11,577,222	6,335,983	9,470,424
-	-	-	-	-	-
-	-	-	-	-	-
423,976	450,255	1,050,206	4,064,711	3,310,300	2,304,631
18,456,235	28,997,631	26,714,523	33,567,383	26,232,193	27,429,922
(19,502,641)	(30,492,215)	(28,729,445)	(35,245,141)	(27,984,022)	(29,153,499)
-	-	33,040	20,000	3,862	-
114,495	285,915	177,789	17,276	21,852	3,805,276
-	-	-	-	-	-
-	-	-	-	-	-
(507,935)	(758,414)	(753,887)	2,424,229	1,584,185	4,386,330
\$1,796,284	\$10,498,120	\$12,550,169	\$14,001,451	\$7,920,168	\$13,856,754
0.4%	0.4%	0.4%	0.3%	0.2%	0.1%

Assessed Value of Taxable Property
Last Ten Fiscal Years
Schedule 5

Fiscal Year	Real Property Assessed Value	Personal Property Assessed Value	Public Utilities and Water Craft	Total Assessed Value	Total Direct Tax Rate
2012	\$22,244,515,577	\$675,219,121	\$564,676,305	\$23,484,411,003	2.81
2013	\$22,331,901,450	\$683,030,216	\$664,524,522	\$23,679,456,188	2.88
2014	\$22,863,130,493	\$702,320,859	\$738,668,611	\$24,304,119,963	2.93
2015	\$23,750,717,549	\$739,041,515	\$809,569,941	\$25,299,329,005	2.91
2016	\$25,123,357,108	\$768,790,092	\$782,541,344	\$26,674,688,544	2.85
2017	\$27,193,890,456	\$757,293,474	\$812,482,900	\$28,763,666,830	2.73
2018	\$30,600,572,123	\$763,951,505	\$839,003,603	\$32,203,527,231	2.71
2019	\$33,940,414,730	\$799,888,654	\$820,102,845	\$35,560,406,229	2.46
2020	\$36,653,053,145	\$827,827,298	\$844,169,633	\$38,325,050,076	2.29
2021	\$41,427,605,329	\$827,623,721	\$902,246,919	\$43,157,475,969	2.17

Source: *Whatcom County Assessor.*



Direct and Overlapping Property Tax Rates
 Last Ten Fiscal Years
(rate per \$1,000 of assessed value)
 Schedule 6

Fiscal Year	Direct Rates				Overlapping Rates			
	General Fund	Special Revenue Funds	Debt Service	Total Direct	School Districts	Fire Districts	Port Districts	Cities & Towns
2012	1.110	1.702	0.000	2.812	3.586	1.110	0.289	2.252
2013	1.128	1.749	0.000	2.877	2.715	1.203	0.286	2.372
2014	1.138	1.787	0.000	2.925	2.783	0.853	0.289	2.347
2015	1.128	1.780	0.000	2.908	2.897	1.264	0.288	2.331
2016	1.102	1.746	0.000	2.848	2.864	1.318	0.276	2.205
2017	1.058	1.673	0.000	2.731	2.772	1.433	0.265	2.116
2018	1.018	1.692	0.000	2.709	2.690	1.275	0.250	1.409
2019	0.924	1.541	0.000	2.465	1.461	1.174	0.228	1.262
2020	0.851	1.443	0.000	2.294	1.603	1.121	0.210	1.200
2021	0.802	1.373	0.000	2.174	1.777	1.071	0.198	1.130

Source: *Whatcom County Assessor.*

Direct and Overlapping Property Tax Rates
 Last Ten Fiscal Years
(rate per \$1,000 of assessed value)
 Schedule 6

Overlapping Rates					
State of WA	Rural Library	Hospital District	Park & Rec District	Water District	Cemetery Districts
2.508	0.500	0.564	0.084	0.514	0.069
2.670	0.500	0.588	0.084	0.000	0.073
2.616	0.500	0.595	0.084	0.000	0.072
2.484	0.500	0.589	0.084	0.000	0.072
2.307	0.496	0.597	0.084	0.000	0.072
2.234	0.487	0.603	0.084	0.000	0.067
3.200	0.473	0.591	0.215	0.000	0.063
2.764	0.434	0.571	0.584	0.000	0.060
3.069	0.411	0.534	0.565	0.000	0.050
3.071	0.392	0.514	0.597	0.000	0.050

Principal Property Tax Payers
Current Year and Nine Years Ago
Schedule 7

Taxpayer	2021			2012		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
BP West Coast Products (ARCO)	\$806,801,802	1	1.87%	\$888,697,954	1	3.78%
Puget Sound Energy	480,572,505	2	1.11	258,197,706	3	1.10
Phillips 66 Company	377,594,127	3	0.87	452,603,599	2	1.93
Petro Gas West LLC	223,120,852	4	0.52	-		0.00
Alumet Corporation (Intalco)	124,675,707	5	0.29	81,336,572	4	0.35
Petro Gas Pacific LLC	114,073,307	6	0.26	-		0.00
Trans Mountain Pipeline	99,966,423	7	0.52	48,444,051	7	0.21
BNSF Railway Company	70,030,548	8	0.16	39,283,107	10	0.17
Northwest Pipeline Corporation	62,947,344	9	0.15	49,151,563	6	0.21
Bellis Fair Partners	58,273,235	10	0.14	41,568,969	8	0.18
Cascade Natural Gas	-		-	40,907,306	9	0.17
Tenaska Washington Partners	-		-	58,980,720	5	0.25
Total	<u>\$2,418,055,850</u>		<u>5.60%</u>	<u>\$1,959,171,547</u>		<u>8.34%</u>

Source: *Whatcom County Assessor.*

Property Tax Levies and Collections
 Last Ten Fiscal Years
 Schedule 8

Fiscal Year Ended Dec 31	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Collections in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2012	\$48,443,499	\$47,404,513	97.86%	\$1,049,012	\$48,453,525	100.02%
2013	\$49,323,113	\$48,426,750	98.18%	\$808,809	\$49,235,559	99.82%
2014	\$49,129,805	\$48,287,204	98.28%	\$939,420	\$49,226,624	100.20%
2015	\$50,997,296	\$50,198,000	98.43%	\$889,288	\$51,087,288	100.18%
2016	\$51,837,827	\$51,478,304	99.31%	\$1,750,447	\$53,228,751	102.68%
2017	\$60,168,923	\$59,342,320	98.63%	\$717,927	\$60,060,247	99.82%
2018	\$63,743,089	\$62,945,983	98.75%	\$1,074,793	\$64,020,776	100.44%
2019	\$64,717,296	\$63,847,826	98.66%	\$710,343	\$64,558,169	99.75%
2020	\$65,844,928	\$64,908,879	98.58%	\$710,343	\$65,619,222	99.66%
2021	\$66,778,689	\$66,035,735	98.89%	\$973,582	\$67,009,317	100.35%

Source: Whatcom County Assessor and Whatcom County Treasurer.

Ratio of Outstanding Debt by Type
Last Ten Fiscal Years
Schedule 9

Fiscal Year	Governmental Activities			Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Special Assessment Bonds	Capital Leases			
2012	\$3,965,000	\$-	\$384,412	\$4,349,412	0.90%	\$21
2013	\$3,660,000	\$-	\$441,338	\$4,101,338	1.00%	\$20
2014	\$3,350,000	\$-	\$311,275	\$3,661,275	1.12%	\$18
2015	\$3,025,000	\$-	\$285,367	\$3,310,367	1.28%	\$16
2016	\$2,695,000	\$-	\$270,096	\$2,965,096	1.49%	\$14
2017	\$2,340,000	\$-	\$427,765	\$2,767,765	1.60%	\$13
2018	\$1,985,000	\$-	\$471,231	\$2,456,231	1.99%	\$11
2019	\$1,845,000	\$-	\$348,151	\$2,193,151	2.26%	\$10
2020	\$1,700,000	\$-	\$202,931	\$1,902,931	2.77%	\$8
2021	\$1,550,000	\$-	\$3,513,532	\$5,063,532	Not Available	\$22

Note: Details of the County's outstanding debt can be found in the Notes to the Financial Statements.

Ratio of General Bonded Debt Outstanding
Last Ten Fiscal Years
Schedule 10

Fiscal Year	General Obligation Bonds	Percentage of Actual Taxable Value ¹ of Property	Per Capita ²
2012	\$3,965,000	0.02%	\$19.32
2013	\$3,660,000	0.02%	\$17.74
2014	\$3,350,000	0.01%	\$16.14
2015	\$3,025,000	0.01%	\$14.42
2016	\$2,695,000	0.01%	\$12.68
2017	\$2,340,000	0.01%	\$10.82
2018	\$1,985,000	0.01%	\$9.01
2019	\$1,845,000	0.01%	\$8.18
2020	\$1,700,000	0.005%	\$7.46
2021	\$1,550,000	0.004%	\$6.77

Notes: *Details of the County's outstanding debt can be found in the Notes to the Financial Statements.*

¹ See Schedule 5 for property value data.

² Population data can be found in Schedule 14.

Direct and Overlapping Governmental Activities Debt
Schedule 11

Jurisdiction	Gross Debt Outstanding	Percentage Applicable to Whatcom County	Amount Applicable to Whatcom County
Whatcom County	\$1,550,000	100%	\$1,550,000
Total Direct Bonded Debt	\$1,550,000		\$1,550,000
Fire Districts		100%	\$0
Water Districts		100%	\$0
School Districts		100%	\$0
Park Districts		100%	\$0
Total Overlapping Bonded Debt	\$0		\$0
Total Direct & Overlapping Bonded Debt	\$1,550,000		\$1,550,000

Source: *Whatcom County Treasurer.*



Legal Debt Margin Information
 Last Ten Fiscal Years
 Schedule 12

	Fiscal Year			
	2012	2013	2014	2015
Debt limit	\$352,266,165	\$355,191,843	\$364,561,799	\$379,489,935
Total net debt applicable to limit	14,852,077	13,476,969	14,742,520	14,520,168
Legal debt margin	\$337,414,088	\$337,414,088	\$341,714,874	\$349,819,279
Total net debt applicable to the limit as a percentage of debt limit	4.22%	3.79%	4.04%	3.83%

Note: The amount of long-term debt that can be incurred by the county is limited by state statute. See Schedule of Limitation of Indebtedness.

Legal Debt Margin Information
 Last Ten Fiscal Years
 Schedule 12

Fiscal Year					
2016	2017	2018	2019	2020	2021
\$400,120,328	\$431,455,002	\$483,052,908	\$533,406,093	\$574,875,751	\$647,362,140
14,121,234	15,451,243	14,374,040	17,129,928	19,962,850	21,467,964
\$364,969,767	\$385,999,094	\$416,003,759	\$468,678,868	\$516,276,165	\$554,912,901
3.53%	3.58%	2.98%	3.21%	3.47%	3.32%

Legal Debt Margin Calculation for Fiscal Year 2021

Assessed value	43,157,475,969
Debt limit (1.5% of assessed value without a vote)	647,362,140
Debt applicable to limit:	
Outstanding debt	21,467,964
Less: Amounts set aside for repayment of general obligation debt	(1,582)
Total net debt applicable to limit	21,466,382
Legal debt margin	\$625,895,758

Pledged Revenue Coverage
 Last Ten Fiscal Years
 Schedule 13

Fiscal Year	Special Assessment Bonds			
	Assessments Collected	Debt Service		Coverage
		Principal	Interest	
2012	\$-	\$-	\$-	-
2013	\$-	\$-	\$-	-
2014	\$-	\$-	\$-	-
2015	\$-	\$-	\$-	-
2016	\$-	\$-	\$-	-
2017	\$-	\$-	\$-	-
2018	\$-	\$-	\$-	-
2019	\$-	\$-	\$-	-
2020	\$-	\$-	\$-	-
2021	\$-	\$-	\$-	-

Demographic and Economic Statistics
 Last Ten Calendar Years
 Schedule 14

Year	Population	Personal Income (thousands of dollars)	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2012	205,262	\$8,029,146	\$39,117	36.97	27,375	7.1%
2013	206,353	\$8,476,121	\$41,076	37.22	27,369	6.2%
2014	207,600	\$8,509,074	\$40,840	37.54	26,039	6.4%
2015	209,790	\$9,024,371	\$42,511	36.50	26,177	5.9%
2016	212,540	\$9,598,328	\$44,273	36.80	26,508	6.2%
2017	216,300	\$10,190,741	\$46,028	36.90	26,786	4.9%
2018	220,350	\$11,011,627	\$48,792	39.60	26,786	4.6%
2019	225,685	\$11,672,154	\$50,915	39.65	27,928	5.0%
2020	228,000	\$12,194,566	\$52,787	40.22	27,928	5.0%
2021	228,831	Not Available	Not Available	Not Available	27,113	4.4%

Sources: *Population provided by Washington State Office of Financial Management.
 Personal income and per capita personal income provided by the U.S. Bureau of Economic Analysis.
 Unemployment rate provided by the Washington State Department of Employment Security.
 Median age provided by Economic Development Intelligence System.
 School enrollment data provided by Public School Review.*

Principal Employers
Current and Nine Years Ago
Schedule 15

Employer	2021			2012		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
St. Joseph Hospital (FTE) **	3,116	1	2.70%	2,751	1	3.22%
Lummi Nation (Total Employees)**	2,083	2	1.80%	-	-	-
Western Washington (FTE)*	2,060	3	1.78%	2,196	2	2.57%
Bellingham School District (FTE)	1,423	4	1.23%	1,278	3	1.50%
BP (Cherry Point (Estimate))*	975	5	0.84%	800	6	0.94%
City of Bellingham	936	6	0.81%	840	4	0.98%
Whatcom County (FTE)	918	7	0.80%	822	5	0.96%
Matrix Services Inc.**	870	8	0.75%	-	-	-
Ferndale School District**	847	9	0.73%	685	8	0.80%
LTI, Inc	557	10	0.48%	-	-	-
Bellingham Technical College	-	-	-	560	10	0.66%
Heath Techna	-	-	-	610	9	0.71%
Sodexho Services	-	-	-	726	7	0.85%
Total	13,785		11.94%	11,268		13.18%

Source: WWU Center for Economic and Business Research.

Notes: * Based on 2020 numbers.

**Based on 2019 numbers.

Full-Time Equivalent County Government Employees
by Function/Program
Last Ten Fiscal Years
Schedule 16

Function/ Program	Full-Time Equivalent Employees as of December 31									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Government										
Administrative Services	61.15	60.55	60.55	63.80	63.80	64.50	65.50	67.50	69.0	73.00
Assessor	28.00	28.00	28.00	28.00	28.00	29.00	29.00	30.00	30.0	30.00
Auditor	19.00	19.00	18.00	17.00	17.00	17.00	17.00	17.00	17.0	17.00
County Council	9.50	9.50	9.50	10.50	10.50	10.50	10.50	10.50	10.5	10.50
County Executive	4.00	3.70	4.70	4.70	4.70	4.50	4.50	4.50	5.0	5.00
Executive Non-Departmental	0.00	0.00	0.00	0.00	0.00	2.00	2.00	2.50	3.0	4.00
District Court Probation	15.70	14.00	14.00	14.00	14.00	14.00	14.00	15.00	15.5	15.50
District Court	18.50	18.50	18.50	18.50	19.50	19.50	19.50	19.50	19.5	21.50
Prosecuting Attorney	49.90	49.90	49.90	49.90	50.90	49.90	50.10	50.60	51.0	53.00
Public Defender	29.80	28.80	28.80	30.00	30.00	31.00	31.00	32.00	33.0	43.00
Superior Court	40.20	39.20	39.20	42.20	42.20	42.20	42.20	44.20	45.2	48.20
Treasurer	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.00	13.0	13.00
Public Safety										
Jail	86.50	86.50	86.50	86.50	86.50	87.50	89.50	91.50	91.5	90.50
Juvenile Court Administration	37.40	37.60	37.60	38.70	38.70	39.00	39.00	38.00	38.0	38.00
Planning & Development Services	45.00	43.00	44.00	44.50	46.00	46.00	46.00	47.00	47.0	47.00
Sheriff	108.50	107.50	107.50	106.50	107.50	108.50	109.50	114.50	115.5	115.50
Transportation										
Public Works	155.70	154.70	154.70	161.00	162.00	164.00	167.00	169.00	171.0	171.00
Economic Environment										
Hearing Examiner	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.0	1.00
Mental & Physical Health										
Health	73.15	71.35	71.35	75.35	78.40	82.90	81.50	82.60	87.6	93.60
Culture and Recreation										
Cooperative Extension	2.52	2.52	2.00	2.00	2.00	2.00	2.00	2.00	2.0	2.00
Parks & Recreation	23.00	23.00	23.00	23.00	23.00	24.00	24.00	25.00	26.0	26.00
Total	821.52	811.32	811.80	830.15	838.70	852.00	857.80	876.90	891.3	918.30

Source: Whatcom County Administrative Services.

Operating Indicators by Function/Program
Last Ten Fiscal Years
Schedule 17

Function/ Program	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
General Government										
General Election (1)										
# of Registered Voters	125,485	127,002	127,300	129,345	138,962	139,713	143,265	146,851	158,780	157,063
# of Votes	104,727	69,709	76,123	61,136	114,920	63,626	110,504	82,537	139,628	76,876
% of Reg. Voters Voting	83.5%	54.9%	59.8%	47.3%	82.7%	45.5%	77.1%	56.2%	87.9%	48.9%
Assessor (2)										
Real Property Parcels	111,302	111,453	111,744	112,043	112,562	113,078	113,687	114,135	114,631	114,677
Building Permits Evaluated	2,716	3,099	2,405	1,387	2,900	2,895	4,904	3,407	2,749	2,668
New Single Family Residences	314	517	421	516	579	651	754	619	451	638
Judicial (3)										
District Court Infractions	18,790	16,802	15,226	17,384	16,027	15,003	16,434	15,952	10,447	9,427
Public Safety (4)										
# of Fire Inspections	168	164	159	120	121	113	117	93	92	118
# Sheriffs - Commissioned	88.00	85.50	85.50	84.50	85.5	86.5	87	91	91	90
# Sheriffs - Civilian	20.50	22.00	22.00	22.00	22.00	22.00	19	20	20	20
Calls for Service	25,713	26,313	26,218	27,373	28,340	29,697	31,128	29,693	24,091	27,746
Average Daily Jail and Work Center Population										
	278	258	371	345	320	312	314	304	222	231
Building Department										
Permits Applications	722	744	755	816	806	836	893	947	855	918
Mechanical/Plumbing	512	460	547	592	629	665	864	1,076	1,012	1,340
Physical Environment (5)										
Flood Permits Issued	118	137	127	99	133	171	120	133	84	119
Transportation (6)										
Roads Oiled	661.75	661.34	661.07	660.33	660.15	659.91	726.34	740.72	753.39	758.74
Roads Asphalt	235.66	234.45	234.10	234.89	222.73	222.73	156.51	138.82	117.5	109.98
Roads Gravel	29.35	29.37	29.27	29.06	29.06	29.17	28.86	28.78	28.34	28.37
Roads Misc	14.59	14.59	15.04	14.27	26.89	26.76	27.59	27.12	36.27	37.95
Ferry Passengers	182,484	171,317	176,798	186,170	186,097	199,873	204,060	199,644	150,686	179,160
Ferry Vehicle Trips	109,336	106,594	111,590	113,880	114,228	121,645	122,275	12,609	11,269	11,726
Culture and Recreation (7)										
Number of Parks	17	20	20	20	20	20	20	20	20	20

Sources: (1) Whatcom County Auditor.
(2) Whatcom County Assessor.
(3) Whatcom County District Court.
(4) Whatcom County Sheriff, and Planning and Development Departments.
(5) Whatcom County Public Works (River and Flood Division).
(6) Whatcom County Public Works (Engineering Division).
(7) Whatcom County Parks.

Capital Asset Statistics by Function/Program
 Last Ten Fiscal Years
 Schedule 18

Function/ Program	Fiscal Year									
	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Function										
Public Safety (1)										
Sheriff Units	93.5	93	93	93	94	94	95.5	99.5	99.5	101.5
Transportation (1)										
Miles of Road	941.35	939.75	939.48	938.55	938.83	938.57	939.3	935.44	935.5	935.04
Traffic Signals	3	3	4	4	4	4	4	3	3	3
Ferry Vessel	1	1	1	1	1	1	1	1	1	1
Fire Protection (2)										
No. of Districts	11	14	14	13	13	13	13	13	13	14
Culture and Recreation (3)										
Regional Parks - Number	17	20	20	20	20	20	20	20	20	20
Community Parks - Number	-	2	4	4	4	4	4	4	4	4
Neighbor Parks - Number	-	4	4	4	4	4	4	4	4	4
Parks - Acres	7,109	7,156	16,008	16,018	16,122	16,122	16,122	16,122	16,491	16,497
Senior Centers	8*	8*	8*	8*	8*	8*	8*	8*	8*	8*
Public Schools (4)										
Number of Schools										
Elementary	36	36	34	32	34	31	31	34	34	29
Middle	11	11	11	11	11	11	11	11	11	11
High	11	11	12	11	11	11	11	11	11	11
Alternative or Special	13	13	11	13	14	15	15	15	15	15
Education										
Community Colleges	1	1	1	1	1	1	1	1	1	1
Technical	1	1	1	1	1	1	1	1	1	1

Sources: (1) Whatcom County Public Works (Equipment Rental Division).
 (2) Whatcom County Administrative Services.
 (3) Whatcom County Parks.
 (4) Education Service District #189.

Note: *Two Senior Centers are County Owned.