



Comprehensive Annual Financial Report

For Fiscal Year Ending
December 31, 2015

Whatcom County
WASHINGTON

Comprehensive Annual Financial Report

Whatcom County Washington

Fiscal Year Ending December 31, 2015



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Finance Office

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CONTACT INFORMATION

Brad Bennett, Finance Manager

Kristin Frank, Finance Associate Manager

Phone (360) 778-5320

Fax (360) 778-5321

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

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

On the Cover:

Trail located in Chuckanut Mountain Park, taken in early fall.

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**WHATCOM COUNTY
EXECUTIVE'S OFFICE
County Courthouse**
311 Grand Avenue, Suite #108
Bellingham, WA 98225-4082



August 18, 2016

Citizens of Whatcom County:

We are pleased to submit the Comprehensive Annual Financial Report of Whatcom County for the year ended December 31, 2015, 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 7.

GENERAL INFORMATION

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

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

County is 2,126 square miles in size and about two thirds of the county 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. The population of Whatcom County in 2015 is estimated at 209,790.

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

ECONOMIC CONDITION AND OUTLOOK

The County serves a rapidly expanding population, which has grown 9.8 percent since 2008. The County's greatest employment sector is "government." Employment of Whatcom County's workforce of approximately 102,919 includes the following sectors:

Agriculture, Forestry, Fishing and Hunting	4.56%
Mining	*
Utilities	*
Construction	6.60%
Manufacturing.....	10.54%
Transportation and Warehousing.....	2.51%

Wholesale/Retail Trade.....	15.69%
Professional/Technical Services	3.60%
Finance/Insurance/Real Estate	3.55%
Management of Companies and Enterprises.....	*
Administrative/Waste Services.....	4.67%
Educational Services	1.03%
Healthcare and Social Assistance	13.03%
Arts, Entertainment and Recreation	1.82%
Accommodation and Food Services	9.72%
Government	16.98%
Information.....	1.47%
Other Services, except Public Administration.....	2.89%
Not Elsewhere Classified.....	1.34%

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

Source: WA State Employment Security Department

International Transportation

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

The Port of Bellingham significantly contributes to the growing trade between Asia and North America, as well as the area’s local economy. The Port has more than 1,600 acres of waterfront commercial and industrial property and it administers three federally designated foreign trade zones that promote manufacturing, warehousing and trade in the region. Over 250 companies operate on Port property.

Higher Education

Western Washington University (WWU) is one of six state-funded, four-year institutions of higher education in Washington State. WWU maintains 103 buildings on its 212 acre main campus and 2429 acres of off-campus property, which includes a 95 acre facility in Anacortes and a 15 acre facility at nearby Lake Whatcom. The university’s 2015 enrollment was 15,332. As one of the county’s largest employers, WWU employs 1,690 full-time faculty and staff.

Retail Trade

Between 2006 and 2015, annual taxable retail sales in Whatcom County grew by \$552 million or an 18 percent increase. Although the Canadian dollar has weakened, shopping in Whatcom County remains attractive to residents of British Columbia. A large component of Whatcom County’s sales tax revenue relates to construction activity. Sales tax is expected to grow gradually as the local economy grows.

Since 1988, Whatcom County has been home to Bellis Fair, an 800,000 square-foot regional shopping center with

major department stores and more than 100 fashion retailers.

Bellingham Waterfront Redevelopment

On January 20, 2005, the Port of Bellingham acquired approximately 137 acres of waterfront property previously owned by Georgia Pacific Corporation. In 2012, the boundary was expanded to include approximately 100 additional acres for a total of 237 acres of waterfront property to be redeveloped. In December 2013, the Port of Bellingham's Board of Commissioners and the Bellingham City Council approved a master plan for the property, providing for long-term environmental restoration and redevelopment of Bellingham's waterfront. Developers will construct the property improvements (buildings) consistent with the approved plan. 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.

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,



Jack Louws, County Executive

Elected Officials as of December 31, 2015

ELECTED OFFICIALS

Executive	Term Ends January, 2016	Jack Louws
Assessor	Term Ends January, 2016	Keith Willnauer
Auditor	Term Ends January, 2016	Debbie Adelstein
Prosecuting Attorney	Term Ends January, 2019	David S. McEachran
Sheriff	Term Ends January, 2016	Bill Elfo
Treasurer	Term Ends January, 2016	Steve Oliver

COUNTY COUNCIL

District No. 1, Position A	Term Ends January, 2018	Barry Buchanan
District No. 1, Position B.	Term Ends January, 2016	Pete Kremen
District No. 2, Position A	Term Ends January, 2018	Ken Mann
District No. 2, Position B.	Term Ends January, 2016	Sam Crawford (vacated 03/01/15) Satpal Sidhu (appointed 03/17/15)
District No. 3, Position A	Term Ends January, 2018	Carl Weimer
District No. 3, Position B.	Term Ends January, 2016	Barbara Brenner
Councilperson At Large	Term Ends January, 2018	Rud Browne

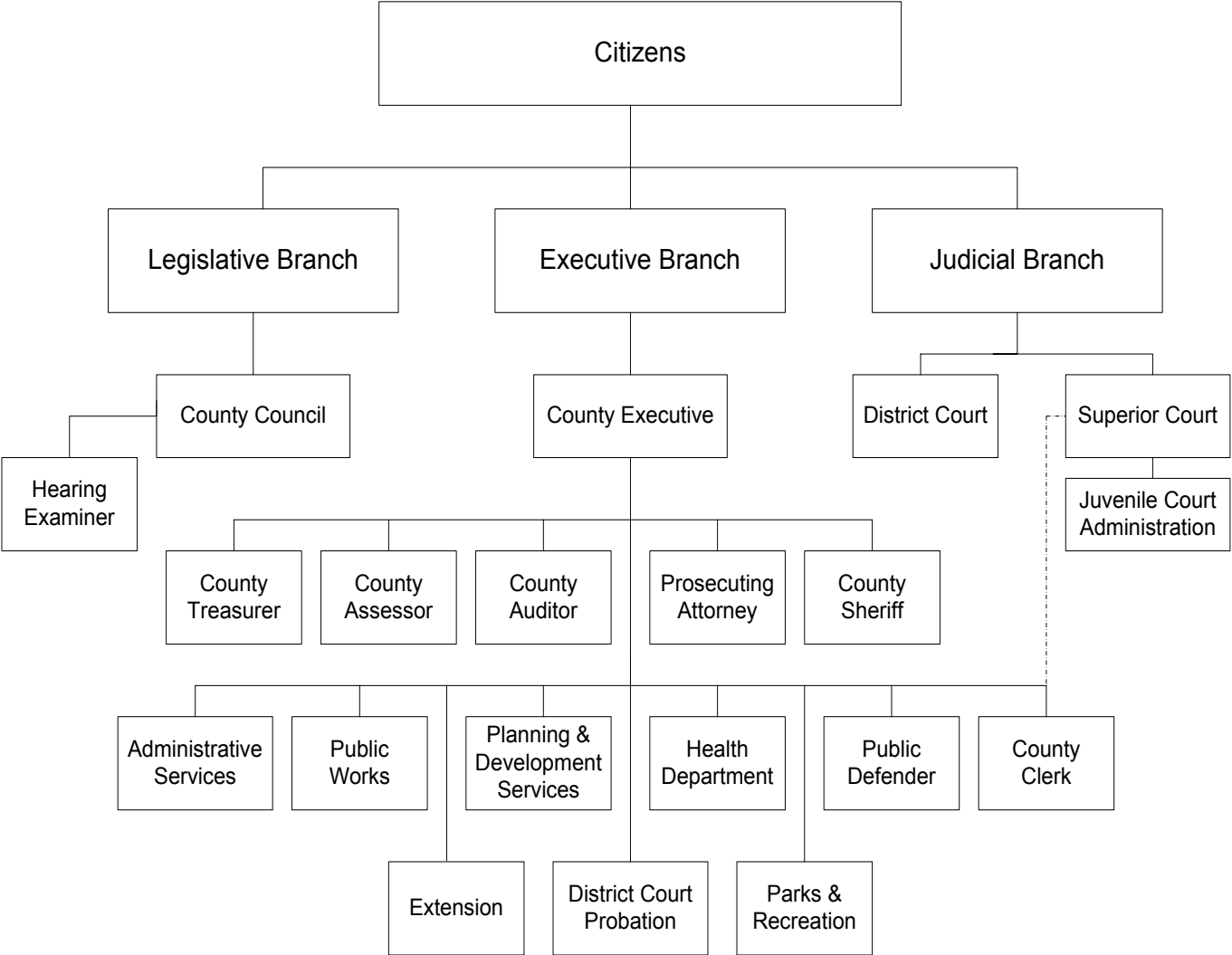
SUPERIOR COURT JUDGES

Department No. 1	Term Ends January, 2017	Ira Uhrig
Department No. 2	Term Ends January, 2017	Deborra Garrett
Department No. 3	Term Ends January, 2017	Charles Synder

DISTRICT COURT JUDGES

Position No. 1	Term Ends January, 2019	David Grant
Position No. 2	Term Ends January, 2019	Matthew Elich

Whatcom County Organizational Chart



MANAGEMENT'S DISCUSSION AND ANALYSIS

Year Ended December 31, 2015

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, 2015.

Financial Highlights

- During 2015, the County's financial condition continued to improve. The County's financial position is stable and our financial growth is anticipated to be gradual.
- Building activity is increasing. Building permit revenues are up 13.0 percent from 2014 to 2015.
- At the end of 2015, the unassigned fund balance for the General Fund was \$14,732,224, or approximately 22.1 percent of total General Fund expenditures. Total fund balance for the General Fund increased 19.1 percent for the year.
- As of December 31, 2015, the County's governmental funds reported combined ending fund balances of \$126.2 million.
- The County's outstanding general obligation debt total \$3.4 million at the end of 2015.

Government-wide Financial Statement Highlights

- Whatcom County's expenses for governmental activities increased \$2.6 million or 2.1 percent between 2014 and 2015.
- The County implemented the pension reporting requirements required pursuant to GASB Statement No. 68. Recognitions of the County's share of the Washington State's net unfunded pension liability resulted in a decrease of \$37.2 million in the County's net position.
- Whatcom County's total assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources (net position) by \$349,492,740 as compared to \$373,853,041 in 2014 (6.5 percent decrease). For 2015, unrestricted net position decreased \$33.6 million from \$32 million in 2014 to a deficit of \$1.6 million in 2015. This decrease resulted from the implementation of new pension reporting requirements. 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 decrease 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 18-19 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 20-23 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 24-27 of this report.

- **Fiduciary funds:** The County uses these funds to account for resources held for the benefit of parties outside the government. Fiduciary funds include investment trust funds, used to report investment activity conducted by the County on behalf of legally separate entities, such as special purpose districts that are not part of the County's reporting entity, and agency funds. Since these are not available to support the County's own programs, they are not reflected in the government-wide financial statements. The accounting used for fiduciary funds is similar to that used for proprietary funds.

The fiduciary fund financial statements can be found on pages 28-29 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 31-70 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 page 72-87 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 88-210 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	
	2015	2014	2015	2014	2015	2014
Current and other assets	\$168,058,658	\$160,310,091	\$2,714,191	\$2,503,296	\$170,772,849	\$162,813,387
Capital assets	249,276,258	240,253,603	2,942	3,584	249,279,200	240,257,187
Total assets	417,334,916	400,563,694	2,717,133	2,506,880	420,052,049	403,070,574
Deferred outflows of resources	4,961,790	-	85,549	-	5,047,339	-
Long-term debt	55,696,257	18,070,590	898,216	147,712	56,594,473	18,218,302
Other liabilities	11,508,737	10,766,899	55,354	54,122	11,564,091	10,821,021
Total liabilities	67,204,994	28,837,489	953,570	201,834	68,158,564	29,039,323
Deferred inflows of resources	7,318,424	178,210	129,660	-	7,448,084	178,210
Net position:						
Net investment in capital assets	246,574,891	237,208,328	2,942	3,584	246,577,833	237,211,912
Restricted	104,504,838	104,602,157	-	-	104,504,838	104,602,157
Unrestricted	(3,306,441)	29,737,510	1,716,510	2,301,462	(1,589,931)	32,038,972
Total net position	\$347,773,288	\$371,547,995	\$1,719,452	\$2,305,046	\$349,492,740	\$373,853,041

For more detailed information see page 18 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 exceeded liabilities and deferred inflows of resources by \$349,492,740 at the close of 2015; this is a decrease of \$24.4 million from 2014 net position. Governmental activities decreased Whatcom County's net position by \$23,774,707, thereby accounting for 97.6 percent of the reduction in the net position of Whatcom County. Business-type activities decreased net position \$585,594.

The largest portion of Whatcom County's net position (70.6 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 \$9.4 million. Whatcom County invested \$14.2 million in infrastructure, \$4.0 million in equipment, \$1.1 million in construction in progress, \$750,000 in buildings, \$447,000 in improvements, and \$206,000 in land. 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 \$104,504,838 or 29.9 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 decreased slightly from 2014.

The remaining balance of net position, unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors. However, unrestricted net position is \$33.6 less than last year and has a negative

balance of \$1.6 million.

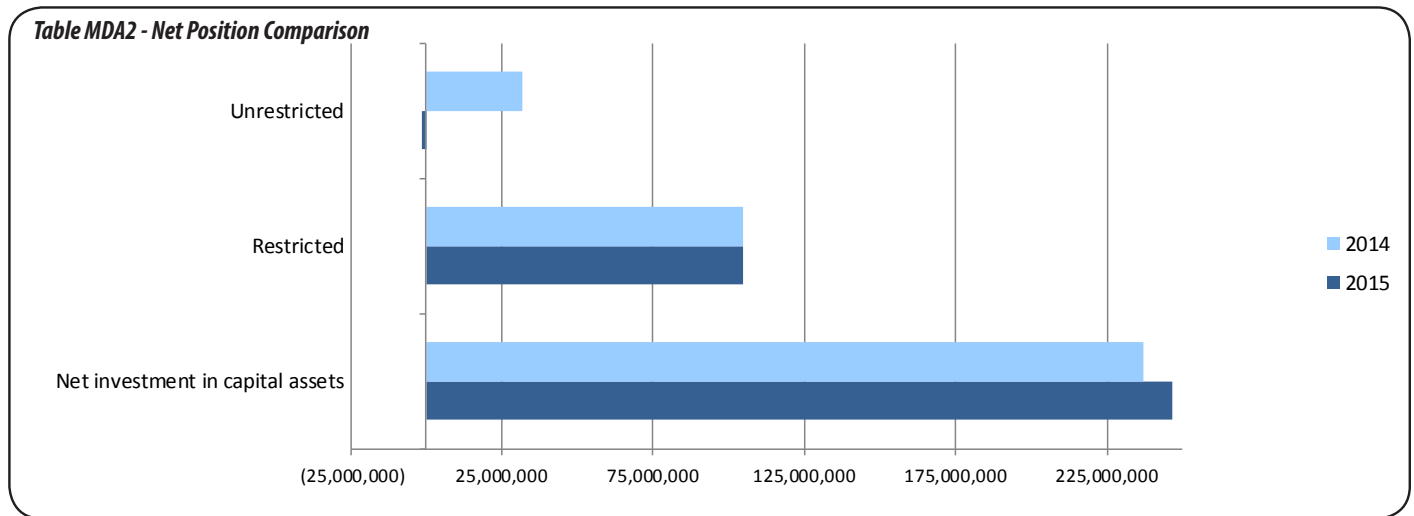


Table MDA3 - Changes in Net Position

	Governmental Activities		Business-Type Activities		Total Primary Government	
	2015	2014	2015	2014	2015	2014
Revenues						
Program revenue:						
Charges for services	\$26,543,118	\$24,244,099	\$1,747,022	\$1,917,273	\$28,290,140	\$26,161,372
Operating grants & contributions	19,898,633	21,399,828	161,839	-	20,060,472	21,399,828
Capital grants & contributions	11,944,482	12,285,684	-	-	11,944,482	12,285,684
General revenue:						
Property taxes	51,002,880	50,107,903	-	-	51,002,880	50,107,903
Retail taxes	27,398,286	26,485,109	-	-	27,398,286	26,485,109
Business and occupation taxes	29,325	31,211	-	-	29,325	31,211
Excise taxes	4,985,002	4,126,810	-	-	4,985,002	4,126,810
Other	5,867,972	6,303,265	169	-	5,868,141	6,303,265
Total revenues	147,669,698	144,983,909	1,909,030	1,917,273	149,578,728	146,901,182
Expenses						
General government	30,779,824	27,929,915	-	-	30,779,824	27,929,915
Public safety	45,083,840	44,827,618	-	-	45,083,840	44,827,618
Utilities	813,977	1,065,930	-	-	813,977	1,065,930
Transportation	23,252,369	22,594,861	-	-	23,252,369	22,594,861
Natural and economic environment	8,060,712	7,978,742	-	-	8,060,712	7,978,742
Social services	17,996,969	19,161,487	-	-	17,996,969	19,161,487
Culture and recreation	4,558,516	4,317,013	-	-	4,558,516	4,317,013
Interest on long-term debt	128,260	152,606	-	-	128,260	152,606
Whatcom Co. Investment Pool	-	-	273,137	265,862	273,137	265,862
Ferry System	-	-	2,460,184	2,393,596	2,460,184	2,393,596
Total expenses	130,674,467	128,028,172	2,733,321	2,659,458	133,407,788	130,687,630
Change in net position before transfers	16,995,231	16,955,737	(824,291)	(742,185)	16,170,940	16,213,552
Special item	-	44,220,000	-	-	-	44,220,000
Transfers	(1,116,512)	(1,104,502)	1,116,512	1,104,502	-	-
Change in net position	15,878,719	60,071,235	292,221	362,317	16,170,940	60,433,552
Net position-beginning	371,547,995	311,476,760	2,305,046	1,942,729	373,853,041	313,419,489
Prior period adjustment	(39,653,426)	-	(877,815)	-	(40,531,241)	-
Net position-beginning (restated)	331,894,569	311,476,760	1,427,231	1,942,729	333,321,800	313,419,489
Net position-ending	\$347,773,288	\$371,547,995	\$1,719,452	\$2,305,046	\$349,492,740	\$373,853,041

For more detailed information see page 19 for the Statement of Activities.

Overall revenues are up \$2.7 million.

Property tax revenue is up \$895,000 or 1.8 percent over last year.

Sales tax revenue is up \$913,000 or 3.4 percent from 2014.

Charges for services are \$2.3 million greater than 2014. Fees collected for Countywide Emergency Medical Services are \$1.2 million greater than 2014.

Operating grants and contributions decreased \$1.5 million from last year. Flood Control Zone District's state grant revenue is down \$2.0 million.

Capital grants and contributions are \$341,000 less than 2014. These revenues fluctuate based on the capital projects that are underway during the year.

Excise tax increased \$858,000 or 20.8 percent from 2014.

Other revenues are \$435,000 less than last year.

Expenses increased \$2.7 million or 2.1 percent.

The decline in net position of \$24.4 million is primarily due to the implementation of GASB Statement No. 68 for pensions, which reduced net position by \$37.2 million.

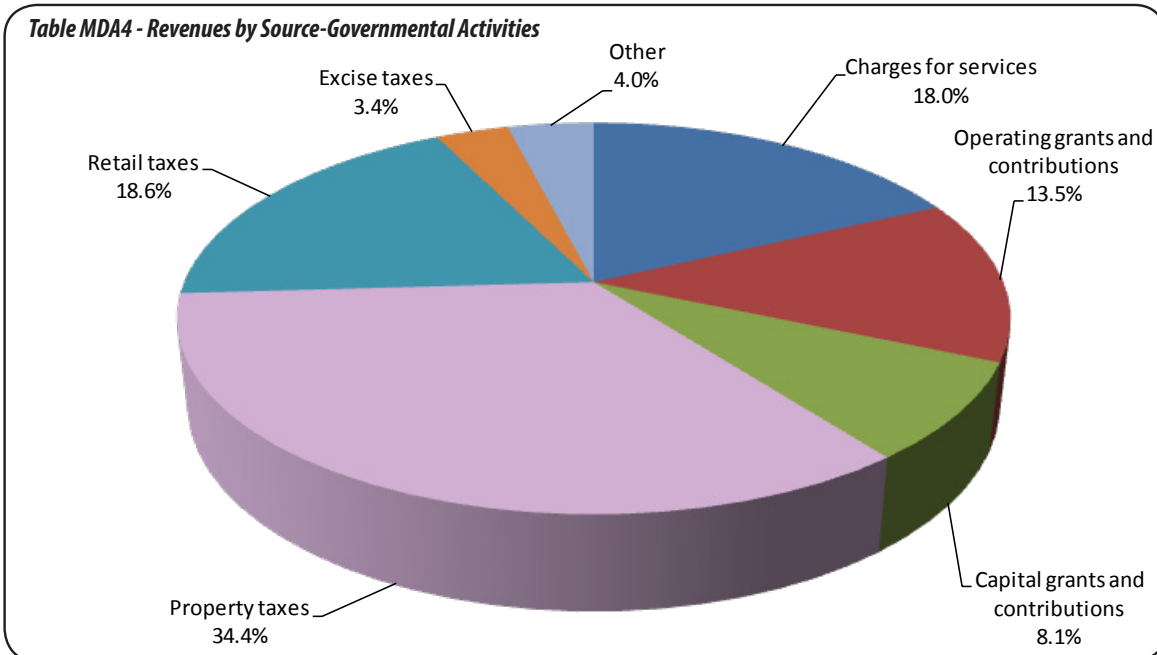
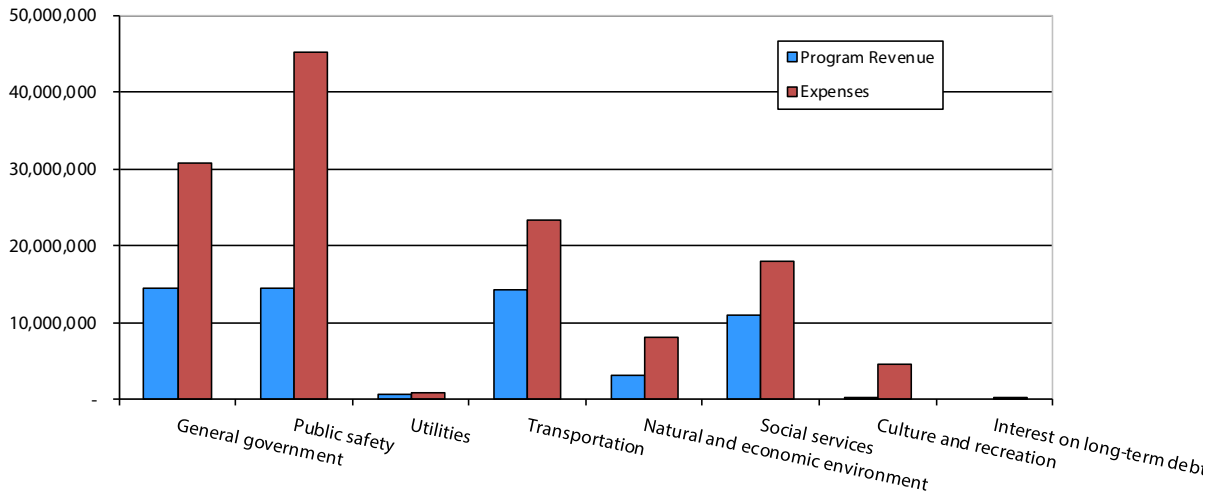


Table MDAS - Expenses and Program Revenues-Governmental Activities



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, 2015, the County's governmental funds reported combined fund balances of \$126.2 million; this is an increase of \$4.6 million over 2014 or 3.7 percent. Overall, the funds collected 97.6 percent of their budgeted revenues and expended 72.6 percent of their budgeted expenditures.

Unassigned fund balance is \$14.7 million or approximately 11.7 percent. Unassigned fund balance is available for spending for any purpose. Assigned fund balance is \$3.2 million or approximately 2.6 percent. Assigned fund balance represents resources Whatcom County intends to use for specific purposes. Committed fund balance totals \$10.6 million or approximately 8.4 percent. 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 \$97.6 million or approximately 77.3 percent. 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 the Whatcom County. At the end of 2015, unassigned fund balance of the General Fund was \$14.7 million, while total fund balance increased to \$15.5 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 22.1 percent of total General

Fund expenditures, while total fund balance represents approximately 23.3 percent of that same amount.

During 2015, the fund balance of the General Fund increased by \$2.5 million. This compares to an increase in fund balance of \$686,000 in 2014. Revenues and expenditures are slightly higher than 2014 by \$1.4 million and \$1.6 million respectively. Other financing uses decreased \$2.0 million over last year.

Under GASB Statement No. 54, certain Special Revenue Funds are required to be reported in the General Fund. For 2015, the LEOFF I Healthcare Fund is combined into the General Fund.

The County Road Fund had a fund balance of \$26.5 million in 2015, which is down from \$27.8 million in 2014. This \$1.3 million decrease in fund balance is primarily due to an increase in transfers out to fund capital projects.

The fund balance for the Public Utilities Improvement Fund decreased \$866,000. For 2015, capital project expenditures increased \$3.1 million over 2014.

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, 2015.

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

	Original Budget	Amended Budget	Actual
Revenues:			
Taxes	\$41,248,074	\$41,248,074	\$42,181,694
Intergovernmental	14,315,565	15,964,150	14,625,697
Other	17,439,131	15,904,018	17,040,030
Total revenues	73,002,770	73,116,242	73,847,421
Expenditures:			
Expenditures	71,192,363	73,581,965	66,713,067
Other financing sources (uses)	(6,337,722)	(4,682,844)	(4,650,650)
Total expenditures	77,530,085	78,264,809	71,363,717
Change to fund balance	\$(4,527,315)	\$(5,148,567)	\$2,483,704

General Fund actual revenues are greater than budget by \$731,000. Intergovernmental revenue received was \$1.3 million less than budgeted revenue. Tax revenues are greater than budgeted amounts by \$934,000. Charges for service revenues and miscellaneous revenues also exceed budget amounts by \$438,000 and \$613,000, respectively.

Overall expenditures for the General Fund are 90.7 percent of the approved budget at year-end. All departments had expenditures within their budgeted authority.

Capital Assets and Debt Administration

Capital assets. The County's investment in capital assets for its governmental activities as of December 31, 2015,

amounts to \$249.3 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 2014 was approximately 3.8 percent.

Major capital asset events during 2015 included the following:

- New equipment purchases totaled \$4.0 million, which included vehicles and road maintenance equipment.
- \$792,000 was spent on the new telecommunications system for 2015 and brings the total spent on the project to \$1.4 million.
- The new jail siting and design costs total \$1.3 as of 12/31/15.
- Various projects related to roads, bridges, road-related improvements, and drainage systems totaled \$14.2 million.

Table MDA7 - Capital Assets

	Governmental Activities	
	2015	2014
Land	\$101,253,983	\$101,049,212
Construction in progress	2,677,937	2,690,332
Intangible assets	50,400	50,400
Buildings	46,211,303	47,165,024
Improvements	5,944,079	6,091,098
Equipment	11,134,707	8,859,275
Infrastructure	82,003,849	74,348,262
Totals	\$249,276,258	\$240,253,603

For more detailed information see page 47 for Capital Assets Activity.

Long-term debt. At year-end, the County had \$55,696,257 in outstanding debt compared to \$18,070,590 last year. That is an increase of \$37,625,667, which is primarily the result of the implementation of GASB Statement No. 68 for pensions. This statement increased the County's debt by \$37.1 million. The County's outstanding general obligation debt totaled \$3.4 million. See Note 9 to the financial statements.

Table MDA8 - Outstanding Debt

	Governmental Activities	
	2015	2014
General Obligation Bonds	\$3,116,873	\$3,480,938
Capital Leases	285,367	311,275
Estimated Self-Insurance Claims	4,278,069	4,169,744
Pension/ Other Postemployment Benefits Payable	40,166,380	2,437,493
Compensated Absences	7,599,568	7,421,140
Other Long-term Liabilities	250,000	250,000
	\$55,696,257	\$18,070,590

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 \$618 million with a vote and \$365 without a vote, both of which are significantly in excess of the County's outstanding general obligation debt of \$3.4 million.

Additional information on Whatcom County's long-term debt can be found in Note 9 on pages 62-65 of this report.

Economic Factors

Whatcom County's local economy is growing steadily. Retail sales are up 4.8 percent over 2014. The unemployment rate dropped to 5.9 percent for 2015 compared to 6.4 percent for 2014. The population of Whatcom County has grown 16.0 percent over ten years ago. Per capita income of Whatcom County has been growing in recent years at approximately 2.4 percent. For 2015, the assessed valuations of property increased 2.9 percent over 2014.

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	\$129,187,792	\$1,040,618	\$130,228,410
Cash with fiscal agent	16,901	8,650	25,551
Investments	14,367,923	-	14,367,923
Receivables, net	2,059,727	1,238,754	3,298,481
Receivables-court, net	2,398,092	-	2,398,092
Due from other governments	16,159,919	-	16,159,919
Internal balances	(426,169)	426,169	-
Inventories	1,404,815	-	1,404,815
Capital assets:			
Non-depreciable	103,931,920	-	103,931,920
Depreciable, net	145,344,338	2,942	145,347,280
Pension asset, net	2,889,658	-	2,889,658
Total assets	417,334,916	2,717,133	420,052,049
Deferred outflows of resources			
Pensions	4,961,790	85,549	5,047,339
Total deferred outflows of resources	4,961,790	85,549	5,047,339
Liabilities			
Accounts payable and accrued expenses	8,669,766	55,354	8,725,120
Due to other governments	326,948	-	326,948
Unearned revenue	2,512,023	-	2,512,023
Noncurrent liabilities (Note 9):			
Due within one year	11,529,054	123,555	11,652,609
Due in more than one year	7,082,996	-	7,082,996
Pension liability, net	37,084,207	774,661	37,858,868
Total liabilities	67,204,994	953,570	68,158,564
Deferred inflows of resources			
Pensions	7,110,490	129,660	7,240,150
Grants received in advance	207,934	-	207,934
Total deferred inflows of resources	7,318,424	129,660	7,448,084
Net position			
Net investment in capital assets	246,574,891	2,942	246,577,833
Restricted for:			
General government	907,058	-	907,058
Public safety	1,845,046	-	1,845,046
Utilities	2,394,278	-	2,394,278
Transportation	27,337,167	-	27,337,167
Natural and economic environment	17,931,383	-	17,931,383
Social services	6,958,581	-	6,958,581
Culture and recreation	1,296,559	-	1,296,559
Debt service	605	-	605
Capital projects	45,834,161	-	45,834,161
Unrestricted (deficit)	(3,306,441)	1,716,510	(1,589,931)
Total net position	\$347,773,288	\$1,719,452	\$349,492,740

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	\$30,779,824	\$7,974,131	\$6,507,535	\$-	\$(16,298,158)	\$-	\$(16,298,158)
Public safety	45,083,840	12,133,288	2,361,913	-	(30,588,639)	-	(30,588,639)
Utilities	813,977	10,000	610,255	-	(193,722)	-	(193,722)
Transportation	23,252,369	2,269,749	-	11,944,482	(9,038,138)	-	(9,038,138)
Natural and economic environment	8,060,712	1,214,652	2,017,543	-	(4,828,517)	-	(4,828,517)
Social services	17,996,969	2,684,025	8,319,701	-	(6,993,243)	-	(6,993,243)
Culture and recreation	4,558,516	257,273	81,686	-	(4,219,557)	-	(4,219,557)
Interest on long-term debt	128,260	-	-	-	(128,260)	-	(128,260)
Total governmental activities	130,674,467	26,543,118	19,898,633	11,944,482	(72,288,234)	-	(72,288,234)
Business-type activities:							
Whatcom Co Investment Pool	273,137	277,497	-	-	-	4,360	4,360
Ferry System	2,460,184	1,469,525	161,839	-	-	(828,820)	(828,820)
Total business-type activities	2,733,321	1,747,022	161,839	-	-	(824,460)	(824,460)
Total primary government	\$133,407,788	\$28,290,140	\$20,060,472	\$11,944,482	(72,288,234)	(824,460)	(73,112,694)
General Revenues:							
Taxes:							
Property taxes					51,002,880	-	51,002,880
Retail taxes					27,398,286	-	27,398,286
Business and occupation taxes					29,325	-	29,325
Excise taxes					4,985,002	-	4,985,002
Unrestricted investment earnings and unrealized gains/ (losses)					741,899	169	742,068
Gain/loss on sale of capital assets					1,018,373	-	1,018,373
Miscellaneous					4,107,700	-	4,107,700
Transfers					(1,116,512)	1,116,512	-
Total general revenues, special items and transfers					88,166,953	1,116,681	89,283,634
Change in net position					15,878,719	292,221	16,170,940
Net position-beginning					371,547,995	2,305,046	373,853,041
Prior period adjustments					(39,653,426)	(877,815)	(40,531,241)
Net position-beginning (restated)					331,894,569	1,427,231	333,321,800
Net position-ending					\$347,773,288	\$1,719,452	\$349,492,740

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

	General	County Road	Public Utilities Improvement	Other Governmental Funds	Total Governmental Funds
Assets					
Cash, cash equivalents and pooled investments	\$15,560,194	\$23,187,079	\$10,758,283	\$55,023,978	\$104,529,534
Deposits with fiscal agent	10,901	-	-	-	10,901
Investments	-	-	-	14,367,923	14,367,923
Taxes receivable, net	710,309	589,586	-	125,360	1,425,255
Accounts receivable, net	445,907	51,756	732,154	253,675	1,483,492
Accounts receivable-court, net	2,323,243	-	-	74,849	2,398,092
Special assessments, net	-	-	-	38,383	38,383
Interest receivable, net	97,571	-	-	9,352	106,923
Notes receivable, net	-	-	-	108,373	108,373
Interfund receivable	1,211,316	191,395	-	912,648	2,315,359
Interfund loan receivable	-	4,859,000	-	100,000	4,959,000
Due from other governments	1,982,613	65,749	9,641,218	4,460,536	16,150,116
Employee advances	31	568	-	-	599
Total assets	\$22,342,085	\$28,945,133	\$21,131,655	\$75,475,077	\$147,893,950
Liabilities, deferred inflows of resources and fund balances					
Liabilities					
Accounts payable	\$1,457,097	\$311,519	\$988,124	\$3,867,685	\$6,624,425
Interfund payable	203,480	1,286,312	38,343	2,153,231	3,681,366
Interfund loans payable	1,437,077	-	-	4,959,000	6,396,077
Revenue collected in advance	64,567	790	-	-	65,357
Due to other governments	203,938	-	82,229	-	286,167
Other accrued liabilities	153,085	161,659	-	3,315	318,059
Other current liabilities	11,635	27,289	-	-	38,924
Unearned revenue	2,328,800	15,065	-	221,606	2,565,471
Deferred credits	42,958	76,286	-	2,269	121,513
Total liabilities	5,902,637	1,878,920	1,108,696	11,207,106	20,097,359
Deferred inflows of resources	918,243	589,586	-	125,360	1,633,189
Fund balances:					
Restricted	788,981	26,476,627	20,022,959	50,277,698	97,566,265
Committed	-	-	-	10,638,840	10,638,840
Assigned	-	-	-	3,226,073	3,226,073
Unassigned	14,732,224	-	-	-	14,732,224
Total fund balances	15,521,205	26,476,627	20,022,959	64,142,611	126,163,402
Total liabilities, deferred inflows of resources and fund balances	\$22,342,085	\$28,945,133	\$21,131,655	\$75,475,077	\$147,893,950

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, 2015

Fund balance - total governmental funds	\$126,163,402
Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds.	239,407,199
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 assets.	26,059,800
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds.	8,839,284
Liabilities, including \$3,639,840 of bonds/ loans payable, \$6,968,556 of compensated absences and \$42,088,001 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>(52,696,397)</u>
Net position of governmental activities	<u>\$347,773,288</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, 2015

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

	General	County Road	Public Utilities Improvement	Other Governmental Funds	Total Governmental Funds
Revenues					
Taxes	\$42,181,694	\$18,074,073	\$3,484,042	\$19,780,271	\$83,520,080
Licenses and permits	2,489,070	135,033	-	-	2,624,103
Intergovernmental	14,625,697	5,093,548	-	11,768,952	31,488,197
Charges for service	8,155,563	1,147,270	-	10,474,226	19,777,059
Fines and penalties	2,434,412	-	-	699,350	3,133,762
Miscellaneous	3,960,985	71,185	47,495	1,900,322	5,979,987
Total revenues	73,847,421	24,521,109	3,531,537	44,623,121	146,523,188
Expenditures					
Current:					
General government	24,973,703	432,203	141,650	1,653,614	27,201,170
Public safety	23,916,794	-	-	20,902,886	44,819,680
Utilities	34	-	-	711,544	711,578
Transportation	-	17,568,826	-	30,573	17,599,399
Natural and economic environment	1,871,052	-	-	6,171,270	8,042,322
Social services	12,173,889	-	-	6,096,946	18,270,835
Culture and recreation	3,596,492	-	-	807,628	4,404,120
Capital outlay	165,551	880,294	3,153,000	15,794,901	19,993,746
Debt service:					
Principal	-	-	-	325,000	325,000
Interest	15,552	-	-	147,570	163,122
Total expenditures	66,713,067	18,881,323	3,294,650	52,641,932	141,530,972
Excess (deficiency) of revenues over expenditures	7,134,354	5,639,786	236,887	(8,018,811)	4,992,216
Other financing sources (uses)					
Sales of capital assets	418,897	527,221	-	72,255	1,018,373
Transfers in	4,440,024	81,219	-	21,066,390	25,587,633
Transfers out	(9,576,597)	(7,536,418)	(1,103,343)	(8,938,122)	(27,154,480)
Insurance recoveries	-	-	-	430	430
Capital lease proceeds	67,026	12,823	-	26,962	106,811
Total other financing sources (uses)	(4,650,650)	(6,915,155)	(1,103,343)	12,227,915	(441,233)
Net change in fund balances	2,483,704	(1,275,369)	(866,456)	4,209,104	4,550,983
Fund balances-beginning	13,037,501	27,751,996	20,889,415	59,933,507	121,612,419
Fund balances-ending	\$15,521,205	\$26,476,627	\$20,022,959	\$64,142,611	\$126,163,402

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, 2015



Net change in fund balances-total governmental funds	\$4,550,983
<p>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 (\$16,794,179) exceeded depreciation expense (\$8,966,663) in the current period.</p>	7,827,516
<p>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.</p>	1,089,688
<p>Revenues in the funds that are related to prior periods are not revenues in the statement of activities.</p>	(211,398)
<p>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.</p>	2,296,930
<p>Repayment of bond principal is an expenditure in governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.</p>	<u>325,000</u>
Change in net position of governmental activities	<u>\$15,878,719</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	\$1,040,618	\$24,658,258
Deposits with fiscal agent	8,650	6,000
Receivables, net	-	39,906
Interfund receivable	1,179,681	251,592
Due from other governments	-	9,803
Interfund loan receivable	-	238,629
Employee advances	-	106
Inventories	-	1,404,815
Prepayments	59,073	-
Total current assets	2,288,022	26,609,109
Noncurrent assets		
Interfund loan-long-term	-	1,198,448
Capital assets:		
Land	-	439,864
Building and structures, net	-	1,125,425
Capital leases, net	-	16,307
Other improvements, net	-	445,916
Machinery and equipment, net	2,942	7,791,147
Intangible assets, net	-	50,400
Total capital assets, net	2,942	9,869,059
Total noncurrent assets	2,942	11,067,507
Total assets	2,290,964	37,676,616
Deferred outflows of resources		
Pension	85,549	490,867
Total deferred outflows of resources	85,549	490,867
Liabilities		
Current liabilities		
Accounts payable	21,071	1,497,581
Claims cost payable	-	4,125,647
Interfund payable	34,283	30,983
Due to other governments	-	40,781
Compensated absences	123,555	631,012
Total current liabilities	178,909	6,326,004
Noncurrent liabilities		
Other noncurrent liabilities	-	168,729
Pension liability, net	774,661	4,444,897
Total noncurrent liabilities	774,661	4,613,626
Total liabilities	953,570	10,939,630

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

	Enterprise Funds	Internal Service Funds
Deferred inflows of resources		
Pension	129,660	743,972
Total deferred inflows of resources	129,660	743,972
Net position		
Net investment in capital assets	2,942	9,869,059
Unrestricted	1,290,341	16,614,822
Total net position	1,293,283	\$26,483,881
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.	426,169	
Net position of business-type activities	\$1,719,452	

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, 2015

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

	Enterprise Funds	Internal Service Funds
Operating revenues		
Intergovernmental	\$161,839	\$-
Charges for service	1,459,800	23,312,027
Rents and parking	-	5,063,850
Fines and forfeits	-	1,195
Miscellaneous	287,222	88,804
Total operating revenues	<u>1,908,861</u>	<u>28,465,876</u>
Operating expenses		
General operations	2,503,481	26,129,637
General administration	262,812	641,614
Depreciation	642	1,202,704
Total operating expenses	<u>2,766,935</u>	<u>27,973,955</u>
Operating income (loss)	<u>(858,074)</u>	<u>491,921</u>
Non-operating revenues (expenses)		
Gain (loss) on sale of capital assets	-	98,369
Interest revenue	-	15,551
Interest expense	-	(296)
Unrealized gain (loss) on investments	169	(29,388)
Insurance recoveries	-	96,810
Total non-operating revenues (expenses)	<u>169</u>	<u>181,046</u>
Income (loss) before transfers	<u>(857,905)</u>	<u>672,967</u>
Transfers in	1,170,156	1,070,923
Transfers out	(53,644)	(620,588)
Changes in net position	<u>258,607</u>	<u>1,123,302</u>
Total net position-beginning		<u>30,397,360</u>
Prior period adjustments	(877,815)	(5,036,781)
Total net position-beginning (restated)		<u>25,360,579</u>
Total net position-ending		<u>\$26,483,881</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>33,614</u>	<u>\$(585,594)</u>

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

	Enterprise Funds	Internal Service Funds
Cash flows from operating activities:		
Receipts from customers	\$695,066	\$28,391,494
Payments for goods and services	(1,472,195)	(19,469,897)
Payments to employees	(1,331,214)	(6,640,763)
Net cash provided (used) by operating activities	<u>(2,108,343)</u>	<u>2,280,834</u>
Cash flows from non-capital financing activities:		
Transfers in	1,170,156	348,599
Transfers out	(53,644)	(620,587)
Interest revenue	-	15,551
Insurance recoveries	-	96,810
Net cash provided (used) by non-capital financing activities	<u>1,116,512</u>	<u>(159,627)</u>
Cash flows from capital financing activities:		
Interest paid on capital debt	-	(296)
Transfers in	-	722,324
Proceeds from sale of assets	-	171,940
Purchases of capital assets	-	(2,471,416)
Net cash provided (used) by capital financing activities	<u>-</u>	<u>(1,577,448)</u>
Cash flows from investing activities:		
Unrealized gain (loss) on investments	169	(29,388)
Net cash provided (used) by investing activities	<u>169</u>	<u>(29,388)</u>
Net increase (decrease) in cash and cash equivalents	(991,662)	514,371
Balances - beginning of the year	2,032,280	24,143,887
Balances - end of the year	<u>\$1,040,618</u>	<u>\$24,658,258</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$(858,074)	\$491,921
Adjustments to reconcile operating income to net cash provided (used) by operating activities:		
Depreciation expense	642	1,202,704
Change in assets and liabilities:		
Receivables, net	(1,213,795)	(74,383)
Inventories	-	(22,731)
Accounts and other payables	(12,959)	707,659
Accrued expenses	(24,157)	(24,336)
Net cash provided by operating activities	<u>\$ (2,108,343)</u>	<u>\$ 2,280,834</u>

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

Statement of Fiduciary Net Position
 Fiduciary Funds
 December 31, 2015



	Investment Trust Fund	Agency Funds
Assets		
Cash and cash equivalents	\$-	\$19,264,631
Deposits with fiscal agent	-	193,717
Assets held in trust-external investment pool	-	265,526,696
Investments	265,526,696	-
Accounts receivable, net	-	20,373
Total assets	265,526,696	285,005,417
Liabilities		
Warrants payable	-	9,572,750
Accounts payable	-	977,272
Other accrued liabilities	-	23,301
Revenue collected in advance	-	112,373
Custodial accounts	-	274,319,721
Total liabilities	-	285,005,417
Net position		
Held in trust for pool participants	\$265,526,696	\$-

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, 2015

	Investment Trust Fund
Additions	
Contributions	\$246,360,205
Investment earnings:	
Interest	1,385,935
Net increase (decrease) in fair value of investments	(305,264)
Total additions	247,440,876
Deductions	
Distributions	168,681,982
Total deductions	168,681,982
Change in net position	78,758,894
Net position-beginning	186,767,802
Net position-ending	\$265,526,696

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



NOTES TO THE FINANCIAL STATEMENTS

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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 generally accepted accounting principles 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

In June 2012, Government Accounting Standards Board (GASB) issued Statement No. 68, Accounting and Financial Reporting for Pensions. The primary objective of this statement is to improve accounting and financial reporting by state and local governments for pensions. In November 2013, the GASB issued Statement No. 71, which is an amendment of GASB Statement No. 68. It addresses pension transition for contributions made subsequent to the measurement date. The County has implemented both of these statements for the year ended December 31, 2015.

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.
- **Public Utilities Improvement Fund:** This fund accounts for the collection of a rural county sales or use tax (pursuant to 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 Net Position and a Statement of Changes in Net Position (for Investment Trust Funds). Fiduciary funds are accounted for using the accrual basis of accounting, as are proprietary funds explained above. Whatcom County has two types of fiduciary funds: investment trust funds and agency funds.

Investment trust funds are used to report investment activity conducted by Whatcom County on behalf of legally separate entities such as special purpose districts that are not part of the County's reporting entity. Agency funds

account for cash received and disbursed in the County's capacity as ex officio treasurer or collection agent for special purpose districts. Agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

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, Community Development, and Emergency Communications; debt service funds: CRID No. 9 General Debt and 2003 Ltd. Tax General Obligation Bond; and capital project funds: Lummi Nation Lease and Beaver Creek Stormwater Improvements, which are not budgeted. For governmental funds, there are no differences between the budgetary basis and generally accepted accounting principles.

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, Chemical Dependency/Mental Health Fund, Countywide Emergency Medical Services Fund, Flood Control Zone District Fund, Sub-Zone Funds, County Park Improvement Fund and 2010 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 5). 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 revenue 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 12 (Interfund Balances and Transfers).

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

Capital Assets and Depreciation: See Note 6. 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 and 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

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

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, and deferred property taxes 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. 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, 2015 and 2014. 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 9.

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*- amounts that are not in a spendable form (such as inventory) or are required to be maintained intact;
- *Restricted fund balance*- 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*- amounts constrained to specific purposes by a government itself, using its highest level of decision-making authority; to be reported as committed, amounts cannot be used for any other purpose unless the government takes the same highest level action to remove or change the constraint;
- *Assigned fund balance*- amounts a government intends to use for a specific purpose; intent can be expressed by the governing body or by an official or body to which the governing body delegates the authority;
- *Unassigned fund balance*- amounts that are available for any purpose; positive amounts are reported only in the General Fund.

Fund Balance Details: See table on following page for fund balance details.

Table FN2 - Fund Balance Details

	<u>General</u>	<u>County Road</u>	<u>Public Utilities Improvement</u>	<u>Other Govt'l Funds</u>	<u>Total</u>
Fund balances:					
Restricted for:					
Boating safety	112,354				112,354
Historical document preservation	260,940				260,940
Developmental disability mileage	415,687				415,687
County roads		26,476,627			26,476,627
Public facilities projects			20,022,959		20,022,959
Debt service				605	605
Capital projects				16,428,441	16,428,441
Parks and recreation				47,459	47,459
Chemical dependency/ mental health				5,873,600	5,873,600
Emergency medical/ criminal justice				1,368,653	1,368,653
Flood control/ stormwater				15,378,605	15,378,605
Land purchases				2,461,011	2,461,011
Social services				1,176,749	1,176,749
Solid waste				2,394,278	2,394,278
Tourism promotion				1,250,116	1,250,116
Other purposes				2,243,991	2,243,991
Committed to:					
Elections				812,707	812,707
Parks and recreation				1,489,579	1,489,579
Capital projects				9,990,744	9,990,744
Assigned to:					
Corrections				3,018,677	3,018,677
Parks and recreation				44,912	44,912
Emergency management				162,484	162,484
Unassigned:					
	14,732,224				14,732,224
Total fund balances	<u>\$15,521,205</u>	<u>\$26,476,627</u>	<u>\$20,022,959</u>	<u>\$64,142,611</u>	<u>\$126,163,402</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 2015, the following funds were added: Lake Whatcom Boulevard Resurfacing Fund, Hannegan Road/Nooksack River Bridge No. 252 Fund, Slater Road/Nooksack River Bridge Fund, 2015 County Roadway Safety Program Fund, Hannegan Road Structural Overlay Fund, 2015 Courthouse Fire Alarm System and Juvenile Roof Improvement Fund,

2015 Girard Street Building Improvement Fund, Courthouse Building Envelope Project Fund, 2015 Central Plaza Improvement Fund, 2015 Silver Lake Park Improvement Fund, 2015 Lighthouse Marine Park Improvement Fund, 2015 South Fork Park Improvement Fund, Academy Road Storm Water Improvements Fund, Agate Heights Estate/ Bay Lane Storm Water Improvements Fund, Beaver Creek Storm Water Improvements Fund, Cedar Hills/Euclid Storm Water Improvements Fund, Criminal Justice Integrated Case Management System Projects Fund and Integrated Land Records and Permit Management System Projects Fund.

In 2015, the County implemented the following GASB statements: Statement No. 68 "Accounting and Financial Reporting for Pensions." The primary objective of this statement is to improve accounting and financial reporting by state and local governments for pensions. Statement No. 71 "Pension Transition for Contributions Made Subsequent to the Measurement Date." The statement is an amendment to Statement No. 68 and addresses contributions to a defined benefit pension plan after the measurement date of the government's beginning net pension liability.

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. At December 31, 2015, the Nettet Farm Restoration Fund and the Whatcom County Investment Pool Fund reported deficits in fund balance of \$245 and \$46,509 respectively. The Nettet Farm Restoration is fully funded by a private foundation, the Nettet Foundation. At year end 2015 the Nettet Farm Restoration Fund's negative fund balance is the result of an unrealized loss on investments allocated to the fund based on pooled investments. The Whatcom County Investment Pool Fund's negative fund balance is a result of the implementation of GASB 68. A portion of the County's pension liability was allocated to the Investment Pool and resulted in a negative fund balance.

NOTE 4 – DEPOSITS AND INVESTMENTS

Whatcom County is authorized by RCW's 36.29.020, 39.58, 39.59.020, 39.59.030, 39.60.010, 39.60.050 and 43.84.080 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), Banker's Acceptances (BA's) purchased through State of Washington Financial Institutions and authorized broker/dealers, Commercial Paper, Non-negotiable Certificates of Deposit, Deposit Notes of Financial Institutions, 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), the Washington State Local Government Investment Pool (LGIP) and as defined in RCW 39.59.030, mutual bond funds as and subject to the arbitrage provisions of Section 148 of the Federal Internal Revenue Code (if bond covenants permit investment in mutual funds).

RCW 39.58.130 authorizes the investment of municipal funds in deposits in qualified public depositaries provided

that the total in public deposits does not exceed the total net worth of the bank. As of December 31, 2015 the carrying amount of the county's cash demand deposits was \$149,493,041.

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

Custodial Credit Risk of Bank Deposits: Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned. Whatcom County's deposits and certificates of deposit are entirely 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 (WPDPC). State statute permits additional amounts to be assessed on a pro rata basis to members of the WPDPC pool in the event the pool's collateral should be insufficient to cover a loss.

Custodial Credit Risk of Investments: Custodial credit risk of 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 BNY Mellon. 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.

The Local Government Investment Pool (LGIP) operates in a manner consistent with SEC Rule 2a7. Participants' balances in the LGIP are not subject to interest rate risk, as the weighted average maturity of the portfolio will not exceed 90 days. Per GASB 40 guidelines the balances are also not subject to custodial credit risk. The credit risk of the LGIP is limited, as most investments are either obligations of the US government, government sponsored enterprises, or insured demand deposit accounts and certificates of deposit. There is no statutory regulatory oversight of the LGIP other than annual audits through the Washington State Auditor's Office. As a 2a7-like pool, investments in the LGIP are reported at amortized cost. The fair value of County shares in the LGIP is dollar for dollar equal to the value of pool shares.

As of December 31, 2015, the county had the following investments and maturities:

Table FN3 - Investment Maturities

Investments and Maturities (In Years)*

Investment Type	Fair Value	Less Than 1	1 to 5
LGIP	\$23,205,613	\$23,205,613	\$-
Money Market Savings Account	1,503,730	1,503,730	-
US Treasury	14,973,800	14,973,800	-
Federal Farm Credit Bank	50,944,870	11,000,970	39,943,900
Federal Home Loan Bank	78,571,092	10,043,300	68,527,792
Federal Home Loan Mortgage Corp	104,466,285	17,196,060	87,270,225
Federal National Mortgage Assoc.	63,572,867	10,235,369	53,337,498
Municipal Bonds	44,413,190	13,808,077	30,605,112
Certificates of Deposit	40,192,131	35,184,612	5,007,519
Total	\$421,843,577	\$137,151,531	\$284,692,046

*Maturity terms = Expected maturity (due to calls/sales) rather than stated maturity date.

Interest Rate Risk: 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, 2015.

Credit Risk: State law and county policy limit investments to those authorized 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 and repurchase agreements to 40 percent of the portfolio; bankers acceptances to 25 percent of the portfolio; commercial paper to 25 percent of the portfolio; WA state and local government bonds to 20 percent, general obligation bonds outside the state of WA to 15 percent and deposit notes of financial institutions and reverse repurchase agreements to 10 percent of the portfolio. At December 31, 2015 the county held no investments in banker's acceptances, repurchase agreements or commercial paper.

As of year-end, the credit quality ratings of debt securities (other than US government and US government guaranteed) are as follows:

Table FN4 - Credit Quality Distribution for Securities

Investment Type	Moody's Rating	S & P's Rating	Percentage of Portfolio
Federal Farm Credit Bank	Aaa		12%
Federal Home Loan Bank	Aaa		19%
Federal Home Loan Mortgage Corp	Aaa		24%
Federal Home Loan Mortgage Corp		AA+	1%
Federal National Mortgage Assn	Aaa		14%
Federal National Mortgage Assn		AA+	1%
General Obligation Municipal Bonds	Aaa		1%
General Obligation Municipal Bonds	Aa1		6%
General Obligation Municipal Bonds	Aa2		2%
General Obligation Municipal Bonds	Aa3		2%

Concentration Risk: 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; certificates of deposit, public funds deposit accounts and repurchase agreements to 40 percent of the portfolio and 10 percent per issuer; bankers acceptances to 25 percent of the portfolio and 10 percent per issuer; commercial paper to 25 percent of the portfolio and 5 percent per issuer; WA state and local government bonds to 20 percent, general obligation bonds outside the state of WA to 15 percent, and deposit notes of financial institutions and reverse repurchase agreements to 10 percent of the portfolio.

External Investment Pool

The Whatcom County Investment Pool (WCIP) operates on an amortized cost-book value basis. The County Finance Committee performs oversight of the pool's performance. There are no legally binding guarantees for the WCIP. Authorized investments for the WCIP are the same as investments held outside of the pool and are defined in the Whatcom County Treasurer's Office Investment Policy.

Earnings distributions, including any realized transactions in the pool, are distributed monthly, calculated on the average daily balance of the participant's account. 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.

The County reported investments at Fair Value in accordance with GASB No. 31, "Accounting and Financial Reporting for Certain Investments and External Investment Pools". At December 31, 2015, the fair value of investments in the WCIP was \$972,921 less than the amortized cost.

Fair value of the WCIP is reviewed by the County Finance Committee quarterly, and by the County Treasurer monthly.

Fair value is determined using quoted market prices from our safekeeping agent, BNY Mellon, and with Bloomberg, an on-line financial services system.

There is no involuntary participation in the WCIP. Districts can have the County Treasurer manage their cash invested outside of the WCIP if they meet the criteria specified by WCIP policy 200. There were no investments purchased by districts not invested in the WCIP for 2015.

The Whatcom County Investment Pool's Condensed Statement of Net Assets and Changes in Net Assets as of December 31, 2015 are shown on the tables below.

Table FN5 - Condensed Statement of Net Position

Assets	\$422,464,043
Less: Liabilities	-
Net assets held in trust for pool participants	\$422,464,043
Equity of internal pool participants	\$156,937,347
Equity of external pool participants	265,526,696
<u>Total equity</u>	\$422,464,043

Table FN6 - Condensed Statement of Changes in Net Position

Net position-beginning	\$337,054,648
Net change in investments by pool participants	85,409,395
<u>Net position-ending</u>	\$422,464,043

NOTE 5 – 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 14	Tax bills are mailed.
April 30	First of two equal installment payments is due.
May 31	Assessed value of property established for next year's levy at 100 percent of market value.
October 31	Second installment is due.

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

The tax collection record for Whatcom County is shown on the following page.

Table FN7 - Tax Collection Record

Collection Year	Regular Assessed Valuation (1)	Ad Valorem Tax Levy (2)	Year of Levy Tax Collection
2015	\$24,304,119,963	\$28,052,610	98.4%
2014	23,679,456,188	27,579,208	98.3%
2013	23,484,411,003	27,113,497	98.2%
2012	23,531,575,782	26,693,838	97.9%
2011	23,729,066,124	26,393,783	97.8%
2010	25,077,540,196	25,592,633	96.9%
2009	24,264,823,547	24,671,502	97.3%

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

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

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

1. Washington State law in RCW 84.55.010 limits the growth of regular property taxes to 101 percent of the previous year's levy, adjusted for new construction.
2. Chapter 84.52 RCW establishes a limitation on the levies for ports, public utilities, state school, emergency medical services, counties, roads, and cities and towns. All other regular levies are reduced by a priority schedule if a composite rate of \$5.55 per thousand is exceeded.
3. The Washington State Constitution limits the total regular property taxes to 1 percent of assessed valuation or \$10 per \$1000 of value. If the taxes of all districts exceed this amount, each is proportionately reduced until the total is at or below the 1 percent limit, with the exception of port districts, public utility districts, and new state school construction.

The County's regular levy for 2015 was \$1.1542326993 per \$1,000 on an assessed valuation of \$24.3 billion for a regular levy of \$28,052,610. This levy was used for general governmental purposes.

The Road Fund levied \$1.5744523271 per \$1,000 on an assessed value of \$11.8 billion in 2015. This resulted in a total levy of \$18,561,743 to be used for county road maintenance and construction.

NOTE 6 – CAPITAL ASSETS AND DEPRECIATION

Capital assets activity for the year ended December 31, 2015 is shown on the following page.

Table FN8 - Capital Assets Activity

Governmental activities	Beginning Balance 01/01/2015	Increases	Decreases	Ending Balance 12/31/2015
Capital assets, not being depreciated				
Land	\$101,049,212	\$205,521	\$(750)	\$101,253,983
Construction in progress	2,690,332	1,148,481	(1,160,876)	2,677,937
Intangible assets	50,400	-	-	50,400
Total capital assets, not being depreciated	<u>103,789,944</u>	<u>1,354,002</u>	<u>(1,161,626)</u>	<u>103,982,320</u>
Capital assets, being depreciated				
Buildings	77,300,454	749,888	(36,840)	78,013,502
Improvements	11,729,517	447,408	(269,137)	11,907,788
Equipment	37,556,878	3,984,116	(1,705,726)	39,835,268
Infrastructure	171,532,668	14,155,009	-	185,687,677
Total capital assets being depreciated	<u>298,119,517</u>	<u>19,336,421</u>	<u>(2,011,703)</u>	<u>315,444,235</u>
Less accumulated depreciation for:				
Buildings	(30,135,430)	(1,699,577)	32,808	(31,802,199)
Improvements	(5,638,419)	(330,473)	5,183	(5,963,709)
Equipment	(28,697,603)	(1,639,894)	1,636,936	(28,700,561)
Infrastructure	(97,184,406)	(6,499,422)	-	(103,683,828)
Total accumulated depreciation	<u>(161,655,858)</u>	<u>(10,169,366)</u>	<u>1,674,927</u>	<u>(170,150,297)</u>
Total capital assets, being depreciated, net	<u>136,463,659</u>	<u>9,167,055</u>	<u>(336,776)</u>	<u>145,293,938</u>
Governmental activities capital assets, net	<u>\$240,253,603</u>	<u>\$10,521,057</u>	<u>\$(1,498,402)</u>	<u>\$249,276,258</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	(20,721)	(642)	-	(21,363)
Total accumulated depreciation	<u>(20,721)</u>	<u>(642)</u>	<u>-</u>	<u>(21,363)</u>
Total capital assets, being depreciated, net	<u>3,584</u>	<u>(642)</u>	<u>-</u>	<u>2,942</u>
Business-type activities capital assets, net	<u>\$3,584</u>	<u>\$(642)</u>	<u>\$-</u>	<u>\$2,942</u>

Depreciation expense was charged to functions/programs of the primary government is shown on the following page.

Table FN9 - Depreciation Expense

Governmental activities:	
General governments	\$1,599,899
Public safety	538,152
Utilities	106,544
Transportation	7,479,032
Natural and Economic environment	93,356
Social services	70,728
Culture & recreation	281,655
Total depreciation expense	<u>\$10,169,366</u>
Business-type activities:	
Transportation	<u>\$642</u>
Total depreciation expense	<u>\$642</u>

NOTE 7 – PENSION PLANS

The following table represents the aggregate pension amounts for all plans subject to the requirements of the GASB Statement 68, *Accounting and Financial Reporting for Pensions* for the year 2015:

Table FN10 - Aggregate Pension Amounts - All Plans

Pension liabilities	\$(37,858,868)
Pension assets	\$2,889,658
Deferred outflows of resources	\$5,047,339
Deferred inflows of resources	\$(7,240,150)
Pension expense/expenditures	\$(3,136,562)

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 comprehensive annual financial report (CAFR) that includes financial statements and required supplementary information for each plan. The DRS CAFR may be obtained by writing to the address on the following page.

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

Or the DRS CAFR 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 2015 were as follows:

	Employer	Employee*
January through June 2015	9.21%	6.00%
July through December 2015	11.18%	6.00%

**For employees participating in JBM, the contribution rate was 12.26%.*

The County’s actual contributions to the plan were \$156,639 for the year ended December 31, 2015.

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 three 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 2015 are shown on the following page.

Table FN12 - PERS Plan 2/3 Actual Contribution Rates

	Employer	Employee*
January through June 2015	9.21%	4.92%
July through December 2015	11.18%	6.12%
Employee PERS Plan 3		varies

**For employees participating in JBM, the contribution rate was 15.30%.*

The County’s actual contributions to the plan were \$4,073,607 for the year ended December 31, 2015.

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 Control 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 2015 were as follows:

Table FN13 - PSERS Plan 2 Actual Contribution Rates

	Employer	Employee
January through June 2015	10.54%	6.36%
July through December 2015	11.54%	6.59%

The County's actual contributions to the plan were \$479,874 for the year ended December 31, 2015.

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 – 2.0% 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 2015. 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 included 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. The LEOFF Plan 2 required contribution rates (expressed as a percentage of covered payroll) for 2015 were as follows:

<i>Table FN14 - LEOFF Plan 2 Actual Contribution Rates</i>		
	Employer	Employee
State and local governments	5.23%	8.41%

The County's actual contributions to the plan were \$379,520 for the year ended December 31, 2015.

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, 2015, the state contributed \$58,339,032 to LEOFF Plan 2.

Actuarial Assumptions

The total pension liability (TPL) for each of the DRS plans was determined using the most recent actuarial valuation completed in 2015 with a valuation date of June 30, 2014. The actuarial assumptions used in the valuation were based on the results of the Office of the State Actuary's (OSA) *2007-2012 Experience Study*.

Additional assumptions for subsequent events and law changes are current as of the 2014 actuarial valuation report. The TPL was calculated as of the valuation date and rolled forward to the measurement date of June 30, 2015. Plan liabilities were rolled forward from June 30, 2014, to June 30, 2015, reflecting each plan's normal cost (using the entry-age cost method), assumed interest and actual benefit payments.

- **Inflation:** 3% total economic inflation; 3.75% salary inflation
- **Salary increases:** In addition to the base 3.75% salary inflation assumption, salaries are also expected to grow by promotions and longevity.
- **Investment rate of return:** 7.5%

Mortality rates were based on the RP-2000 report's Combined Healthy Table and Combined Disabled Table, published by the Society of Actuaries. The OSA applied offsets to the base table and recognized future improvements in mortality by projecting the mortality rates using 100 percent Scale BB. Mortality rates are applied on a generational basis; meaning, each member is assumed to receive additional mortality improvements in each future year throughout his or her lifetime.

There were minor changes in methods and assumptions since the last valuation.

- The OSA updated demographic assumptions, consistent with the changes from the *2007-2012 Experience Study Report*, used when valuing the PERS 1 and TERS 1 Basic Minimum COLA.
- The OSA corrected how valuation software calculates a member's entry age under the entry age normal actuarial cost method. Previously, the funding age was rounded, resulting in an entry age one year higher in some cases.
- For purposes of calculating the Plan 2/3 Entry Age Normal Cost contribution rates, the OSA now uses the current blend of Plan 2 and Plan 3 salaries rather than using a long-term membership assumption of two-thirds Plan 2 members and one-third Plan 3 members.
- The OSA changed the way it applies salary limits, as described in the *2007-2012 Experience Study Report*.

Discount Rate

The discount rate used to measure the total pension liability for all DRS plans was 7.5 percent.

To determine that rate, an asset sufficiency test included an assumed 7.7 percent long-term discount rate to determine funding liabilities for calculating future contribution rate requirements. (All plans use 7.7 percent except LEOFF 2, which has assumed 7.5 percent). Consistent with the long-term expected rate of return, a 7.5 percent future investment rate of return on invested assets was assumed for the test. Contributions from plan members and employers are assumed to continue being made at contractually required rates (including PERS 2/3, PSERS 2, SERS 2/3, and TRS 2/3 employers, whose rates include a component for the PERS 1, and TRS 1 plan liabilities). Based on these 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 7.5 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 7.5 percent was determined using a building-block-method. The Washington State Investment Board (WSIB) used a best estimate of expected future rates of return (expected returns, net of pension plan investment expense, including inflation) to develop each major asset class. Those expected returns make up one component of WSIB’s capital market assumptions. The WSIB uses the capital market assumptions and their target asset allocation to simulate future investment returns at various future times. The long-term expected rate of return of 7.5 percent approximately equals the median of the simulated investment returns over a 50-year time horizon.

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, 2015, 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 FN15 - Estimated Rates of Return by Asset Class

Asset Class	Target Allocation	% Long-Term Expected Real Rate of Return Arithmetic
Fixed Income	20%	1.70%
Tangible Assets	5%	4.40%
Real Estate	15%	5.80%
Global Equity	37%	6.60%
Private Equity	23%	9.60%
	100%	

Sensitivity of NPL

The table on the following page presents the County’s proportionate share of the net pension liability calculated using the discount rate of 7.5 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 (6.5 percent) or 1-percentage point higher (8.5 percent) than the current rate.

Table FN16 - Net Pension Liability by Discount Rate

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
PERS 1	\$26,350,631	\$21,643,182	\$17,595,207
PERS 2/3	\$46,672,848	\$15,961,703	\$(7,552,669)
PSERS 2	\$1,929,921	\$253,983	\$(938,187)
LEOFF 1	\$(270,135)	\$(422,249)	\$(551,898)
LEOFF 2	\$2,470,950	\$(2,467,409)	\$(6,183,711)

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 December 31, 2015, the County reported its proportionate share of the net pension liabilities/(assets) as follows:

Table FN17 - Net Pension Liability/(Asset) by Plan

	Liability (or Asset)
PERS 1	\$21,643,182
PERS 2/3	\$15,961,703
PSERS 2	\$253,983
LEOFF 1	\$(422,249)
LEOFF 2	\$(2,467,409)

The amount of the liability/(asset) reported above for LEOFF Plan 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 liability/(asset), the related State support, and the total portion of the net pension liability/(asset) that was associated with the County were as follows:

Table FN18 - Total Net Pension Liability/(Asset) for LEOFF Plan 2

	Liability (or Asset)
LEOFF 2-employer's proportionate share	\$(2,467,409)
LEOFF 2-State's proportionate share of the net pension liability/(asset) associated with the employer	\$(1,631,453)
Total	<u><u>\$(4,098,862)</u></u>

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

Table FN19 - County's Proportionate Share of Net Pension Liabilities

	Proportionate Share 6/30/14	Proportionate Share 6/30/15	Change in Proportion
PERS 1	0.439%	0.414%	-0.025%
PERS 2/3	0.473%	0.447%	-0.026%
PSERS 2	1.410%	1.392%	-0.018%
LEOFF 1	0.036%	0.035%	-0.000%
LEOFF 2	0.256%	0.240%	-0.016%

Employer contribution transmittals received and processed by the DRS for the fiscal year ended June 30 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 2015. Historical data was obtained from a 2011 study by the Office of the State Actuary (OSA). In fiscal year 2015, 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 2015, the state of Washington contributed 39.80 percent of LEOFF 2 employer contributions pursuant to RCW 41.27.726 and all other employers contributed the remaining 60.20 percent of employer contributions.

The collective net pension liability (asset) was measured as of June 30, 2015, and the actuarial valuation date on which the total pension liability (asset) is based was as of June 30, 2014, with update procedures used to roll forward the total pension liability to the measurement date.

Pension Expense

For the year ended December 31, 2015, the County recognized pension expense as follows:

Table FN20 - Pension Expense

	Pension Expense
PERS 1	\$(2,064,523)
PERS 2/3	\$(773,952)
PSERS 2	\$(9,273)
LEOFF 1	\$(79,905)
LEOFF 2	\$(208,909)
Total	<u><u>\$(3,136,562)</u></u>

Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2015, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Table FN21 - 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
<u>Public Employees' Retirement System (PERS)</u>				
Difference between expected and actual experience	\$-	\$-	\$1,696,734	\$-
Net difference between projected and actual investment earnings on pension plan investments	\$-	\$(1,184,118)	\$-	\$(4,261,019)
Change of assumptions	\$-	\$-	\$25,718	\$-
Changes in proportion and differences between contributions and proportionate share of contributions	\$-	\$-	\$-	\$(849,042)
Contributions subsequent to the measurement date	\$1,145,604	\$-	\$1,284,792	\$-
Total	<u>\$1,145,604</u>	<u>\$(1,184,118)</u>	<u>\$3,007,244</u>	<u>\$(5,110,061)</u>
<u>Plan 2</u>				
<u>Public Safety Employees' Retirement System (PSERS)</u>				
Difference between expected and actual experience	\$237,953	\$-		
Net difference between projected and actual investment earnings on pension plan investments	\$-	\$(125,976)		
Change of assumptions	\$1,572	\$-		
Changes in proportion and differences between contributions and proportionate share of contributions	\$-	\$(1,099)		
Contributions subsequent to the measurement date	\$151,865	\$-		
Total	<u>\$391,390</u>	<u>\$(127,075)</u>		
<u>Plan 1</u>				
<u>Plan 2</u>				
<u>Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF)</u>				
Difference between expected and actual experience	\$-	\$-	\$216,063	\$-
Net difference between projected and actual investment earnings on pension plan investments	\$-	\$(71,284)	\$-	\$(747,612)
Change of assumptions	\$-	\$-	\$6,508	\$-
Changes in proportion and differences between contributions and proportionate share of contributions	\$-	\$-	\$97,522	\$-
Contributions subsequent to the measurement date	\$-	\$-	\$183,007	\$-
Total	<u>\$-</u>	<u>\$(71,284)</u>	<u>\$503,100</u>	<u>\$(747,612)</u>

Deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2016. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Table FN22 - Deferred Outflows/Inflows Recognized in Pension Expense by Year

Year ended December 31:	PERS 1	PERS 2/3	PSERS	LEOFF 1	LEOFF 2
2016	(458,924)	(1,406,604)	(10,536)	(27,661)	(233,722)
2017	(458,924)	(1,406,604)	(10,536)	(27,661)	(233,722)
2018	(458,924)	(1,406,608)	(10,550)	(27,661)	(233,724)
2019	192,652	832,207	64,607	11,699	187,680
2020	-	-	39,740	-	58,533
Thereafter	-	-	39,726	-	11,707

NOTE 8 – RISK MANAGEMENT

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

At December 31, 2015, the amount of these liabilities was \$4,278,069. Changes in the balances of claims liabilities during 2014 and 2015 are shown below:

Table FN23 - Claims Liability Balance Changes

	Beginning of Year Claims Liability	Claims Paid During the Year	Estimated Additional Liability Incurred	Balance at Year End
2014	\$4,502,343	\$(5,982,075)	\$5,649,476	\$4,169,744
2015	\$4,169,744	\$(7,355,264)	\$7,463,589	\$4,278,069

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 total amount of the pension is \$317,910. The monthly pension benefit is \$2,470 and as of December 31, 2015, the balance of the pension is \$182,062.

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, 2015, 26 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 and claims administration. Members enjoy occurrence-based, jointly purchased and/or jointly self-insured liability coverage for bodily injury, personal injury, property damage, errors and omissions, and advertising injury caused by a covered occurrence during an eligible period and occurring anywhere in the world. Total coverage limits are \$20 million per occurrence and each member selects its occurrence deductible amount for the ensuing coverage year from these options: \$10,000, \$25,000, \$50,000, \$100,000, \$250,000, or \$500,000. For losses occurring in 2015, Whatcom County selects a per-occurrence deductible of \$100,000.

Members make an annual contribution to fund the Pool. The Pool acquires reinsurance for further protection from larger losses, direct protection for the Pool and indirect for the member counties due to the contingent liabilities they would otherwise incur from risk-sharing those losses. The reinsurance agreements are written with self-insured retentions ("SIRs") equal to the greater of the deductible for the member with the claim or \$100,000. More recent years' reinsurance programs have included "corridor deductibles" with aggregated stop losses, which have the effect of increasing the Pool's SIR. For 2014-15, this "corridor" increased the SIR to \$2 million, but with an aggregated stop loss of \$3.35 million. Other reinsurance agreements respond up to the applicable policy limits. Those reinsurance agreements contain aggregate limits for the maximum annual reimbursements to the Pool of \$40 million (lowest reinsured layer), \$20 million, (second layer), \$30 million (third layer) and \$50 million (final reinsured layer). Since the Pool is a cooperative program, there is a joint liability among the participating members.

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 six 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 2014-15, Whatcom County was also one of twenty-six (26) counties which participated in the Washington Counties Property Program (WCPP). 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.

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 reviews the Pool's financial health, b) approve case settlements exceeding the applicable member's deductible by at least \$50,000, c) review all claims with incurred loss estimates exceeding \$100,000, and d) evaluate the Pool's operations, program deliverables, and the Executive Director's performance. Committee members are expected to participate in the Board's standing committees (finance, personnel, risk management, and underwriting) which develop or review/revise proposals for and/or recommendations to the association's policies and its coverages for the Board to consider and act upon.

During 2014-15, the WCRP's assets grew 3 percent to \$48.8 million while its liabilities increased slightly to \$29.8 million. The Pool's net position decreased slightly from \$19.4 million to \$18.9 million. 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, 2015 was zero (\$0). As such, there were no known contingent liabilities at that time for disclosure by the member counties.

NOTE 9 – 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, 2015, outstanding bonds totaled \$3,025,000.

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

Table FN24 - GO Bonds

Year Ending December 31	General Obligation Bonds	
	Principal	Interest
2016	330,000	133,613
2017	355,000	120,412
2018	355,000	110,825
2019	140,000	98,725
2020	145,000	94,525
2021 - 2025	795,000	360,875
2026 - 2030	905,000	145,688
Total	\$3,025,000	\$1,064,663

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.

CHANGES IN LONG-TERM DEBT

The changes that occurred in long-term liabilities, during the year ended December 31, 2015, are shown on the following page.

Table FN25 - Changes in Long-Term Debt

	January 1	Additions	Reductions	December 31	Due Within One Year
Governmental Activities					
Bonds payable					
General obligation debt	\$3,350,000	\$-	\$325,000	\$3,025,000	\$330,000
Discounts/ premiums	130,938	-	39,065	91,873	-
Total bonds payable	3,480,938	-	364,065	3,116,873	330,000
Capital leases	311,275	104,804	130,712	285,367	123,936
Claims	4,169,744	7,463,589	7,355,264	4,278,069	4,125,647
Pension/ OPEB obligations	2,437,493	37,728,887	-	40,166,380	-
Compensated absences	7,421,140	6,925,487	6,747,059	7,599,568	6,949,471
Landfill post-closure costs	250,000	-	-	250,000	-
Total Governmental Activities	<u>\$18,070,590</u>	<u>\$52,222,767</u>	<u>\$14,597,100</u>	<u>\$55,696,257</u>	<u>\$11,529,054</u>
Business-Type Activities					
Pension/ OPEB obligations	\$-	\$774,661	\$-	\$774,661	\$-
Compensated absences	147,712	118,485	142,642	123,555	123,555
Total Business-Type Activities	<u>\$147,712</u>	<u>\$893,146</u>	<u>\$142,642</u>	<u>\$898,216</u>	<u>\$123,555</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 on above.

COMPENSATED ABSENCES

For governmental activities, the compensated absences liability will be paid from the General Fund, County Road, Election Reserve, Whatcom County Jail, Chemical Dependency/Mental Health, Solid Waste, Victim Witness Assistance, 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 \$67,106 for the year ended December 31, 2015. The future minimum lease payments for this lease are shown on the following page.

Table FN26 - Operating Leases

Year Ending December 31	Amount
2016	67,106
2017	69,119
2018	71,193
2019	73,329
2020	75,529
2021-2023	240,457
Total	\$596,733

**Actual lease payments will be adjusted by the Consumer Price Index. For the future minimum lease payments, a 3% increase per year was used.*

CAPITAL LEASES

Whatcom County has entered into a lease agreement for copiers that qualifies as a capital lease for accounting purposes. The assets acquired through capital leases are as follows:

Table FN27 - Capital Lease Assets

Asset:	Governmental Activities
Machinery and equipment	\$746,689
Less: Accumulated depreciation	(461,319)
Total	\$285,370

The future minimum lease obligations and the net present value of these minimum lease payments as of December 31, 2015, are shown as follows:

Table FN28 - Future Minimum Lease Obligations

	Governmental Activities
2016	\$127,122
2017	91,457
2018	39,861
2019	24,872
2020	9,527
Total Minimum Lease Payments	292,839
Less: Interest	7,472
Present Value of Minimum Lease Payments	\$285,367

DEBT LIMITATIONS

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

statute.

Table FN29 - Long-Term Debt Capacity

Purpose of Indebtedness	Remaining Capacity
General Government (No vote required)	\$364,969,767
General Government (With 3/5 majority vote)	\$617,963,057

NOTE 10 – CONTINGENCIES

Whatcom County has claims and lawsuits pending at this time. All these claims and lawsuits were forwarded to the Washington Counties Risk Pool (see Note 8) 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 11 – CONSTRUCTION AND OTHER SIGNIFICANT COMMITMENTS

The County has capital projects as of December 31, 2015. The projects include: New jail building and telecommunications system replacement.

Effective January 1, 2014 Whatcom County entered into interlocal agreements with the City of Bellingham and Whatcom County Fire Protection District #7 to provide county wide emergency medical advanced life support services. These agreements replace an expired interlocal agreement with the City of Bellingham. The new interlocal agreements are for the period January 1, 2014 through December 31, 2016. The agreements automatically extend for one year each January 1st provided no parties to the agreements provide a notice of termination. Payments for services for 2015 to the City of Bellingham and Whatcom County Fire Protection District #7 totaled \$4,792,189 and \$1,502,675 respectively. Whatcom County’s agreement with the City of Bellingham provides for payment for services of \$4,976,678 in 2016. Whatcom County’s agreement with Whatcom County Fire Protection District #7 provides for payment for services of \$1,555,269 in 2016.

These services are funded by a combination of sales tax, user fees, and transfers from the Whatcom County General Fund.

NOTE 12 – 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, 2015, interfund receivable and interfund payable balances are as follows:

Due To	Due From					Total
	General Fund	County Road	Public Utilities Imprvmt	Internal Service	All Others	
General Fund	\$-	\$-	\$-	\$-	\$1,211,316	\$1,211,316
County Road	60	-	-	30,983	160,352	191,395
Internal Service	136,801	95,958	-	-	18,833	251,592
All Others	66,619	1,190,354	38,343	-	797,013	2,092,329
Total	\$203,480	\$1,286,312	\$38,343	\$30,983	\$2,187,514	\$3,746,632

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 outstanding as of December 31, 2015 were as follows:

Interfund Loan Receivable	Interfund Loan Payable		
	General Fund	All Others	Total
County Road	\$-	\$4,859,000	\$4,859,000
Internal Service	1,437,077	-	1,437,077
All Others	-	100,000	100,000
Total	\$1,437,077	\$4,959,000	\$6,396,077

INTERFUND TRANSFERS

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, 2015, are shown on the following page.

Table FN32 - Interfund Transfers

Transfer To	Transfers From					Total
	General Fund	County Road	Public Utilities Improvement	Internal Service	All Others	
General Fund	\$-	\$292,907	\$-	\$360,828	\$3,786,289	\$4,440,024
County Road	50,000	-	-	-	31,219	81,219
Internal Service	301,002	693,574			76,347	1,070,923
All Others	9,225,595	6,549,937	1,103,343	259,759	5,097,912	22,236,546
Total	\$9,576,597	\$7,536,418	\$1,103,343	\$620,587	\$8,991,767	\$27,828,712

NOTE 13 – JOINT VENTURES

Whatcom County participates with the City of Bellingham and other local governmental jurisdictions to provide a law enforcement, fire and emergency medical communications dispatching service (What-Comm Communications Center). The governing board of What-Comm consists of three members from the county, three from the city, one representing county fire districts and one elected official to be selected by the other members. The board is responsible for establishing the budget for What-Comm and for establishing the annual financial contributions to be made by the member jurisdictions. Whatcom County and the City of Bellingham share the expenditures equally. Whatcom County contributed \$866,733 as its share of operations in 2015. Whatcom County did not have an equity interest in What-Comm in 2015. Financial statements for What-Comm Communications Center can be obtained from the City of Bellingham, 210 Lottie Street, Bellingham, Washington 98225.

NOTE 14 – OTHER POSTEMPLOYMENT BENEFIT (OPEB) PLANS

PLAN DESCRIPTION

As required by the Revised Code of Washington (RCW) Chapter 41.26, 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 defined benefit healthcare 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 is currently 1 active LEOFF I member and 19 retired LEOFF I members who are receiving benefits. Financial reporting for the LEOFF retiree healthcare plan is included in the County's Comprehensive Annual Financial Report.

FUNDING POLICY

Funding for LEOFF retiree healthcare costs is provided entirely by the County as required by RCW. The County's contributions are financed on a pay-as-you-go basis.

ANNUAL OPEB COST AND NET OPEB OBLIGATION

Whatcom County's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual

required contribution of the employer (ARC). The County has elected to calculate the ARC and related information using the alternative measurement method permitted by GASB 45 for employers in plans with fewer than one hundred total plan members. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period of fifteen years as of January 1, 2013. The table below shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB. The net OPEB obligation of \$3,082,173 is included as a noncurrent liability on the Statement of Net Position.

The County's OPEB cost, the percentage of OPEB cost contributed to the plan, and the net OPEB obligation for 2015 are shown on below:

Table FN33 - Annual OPEB Cost

	12/31/15
Annual Required Contribution:	
Normal Cost at Year End	\$11,810
Amortization of UAAL*	632,873
Annual Required Contribution	\$644,683
Net OPEB Obligation:	
Annual Required Contribution	\$644,683
Interest on Net OPEB Obligation	240,335
Amortization of Net OPEB Obligation	(150,099)
Annual OPEB Cost	734,919
Contributions Made	(90,239)
Increase in Net OPEB Obligation	644,680
Net OPEB Obligation-Beginning of Year	2,437,493
Net OPEB Obligation-End of Year	\$3,082,173

* *Unfunded Actuarial Accrued Liability (UAAL)*

Table FN34 - Net OPEB Obligation

Fiscal Year Ended	Annual OPEB Cost	Percentage of OPEB Cost Contributed	Net OPEB Obligation
12/31/13	\$561,338	58.5%	\$1,902,009
12/31/14	\$637,419	16.0%	\$2,437,493
12/31/15	\$734,919	12.3%	\$3,082,173

FUNDED STATUS AND FUNDING PROGRESS

As of January 1, 2013, the most recent actuarial valuation date, the plan was 0 percent funded. The accrued liability for benefits was \$7,036,527 and the actuarial value of the assets was 0 percent resulting in an Unfunded Actuarial Accrued Liability (UAAL) of \$7,036,527.

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

METHOD AND ASSUMPTIONS

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

The following assumptions were made:

A single retirement age of 56.24 was assumed for all active members for the purpose of determining the actuarial accrued liability and normal cost. Retirement, disablement, termination, and mortality rates were assumed to follow the LEOFF I rates used in the June 30, 2011 actuarial valuation report issued by the Office of the State Actuary (OSA). Healthcare costs and trends were determined by Milliman and used by OSA in the state-wide LEOFF I medical study performed in 2013. The results were based on grouped data with 4 active groupings and 4 inactive groupings. The actuarial cost method used to determine the actuarial accrued liability was Projected Unit Credit. The actuarial accrued liability and net OPEB obligation are amortized on an open basis as a level dollar over 15 years.

NOTE 15 – 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 16 – PRIOR PERIOD ADJUSTMENTS

For the implementation of GASB statement 68, an adjustment to net position needs to be recorded at the beginning of the year. A prior period adjustment was recorded to adjust net position for the difference between pension liability (or asset), deferred outflows of resources, and deferred inflows of resources. The beginning net position in the government-wide statements, and beginning net position in proprietary fund statements, were restated.



Required Supplemental Information
Schedule of Revenues, Expenditures and Changes in Fund
Balance - Budget and Actual
General Fund
Year Ended December 31, 2015



	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive/ (Negative)
	Original	Final		
Revenues				
Taxes	\$41,248,074	\$41,248,074	\$42,181,694	\$933,620
Licenses and permits	2,418,997	2,418,997	2,489,070	70,073
Intergovernmental	14,315,565	15,964,150	14,625,697	(1,338,453)
Charges for service	9,296,822	7,716,824	8,155,563	438,739
Fines and penalties	2,420,700	2,420,700	2,434,412	13,712
Miscellaneous	3,302,612	3,347,497	3,960,985	613,488
Total revenues	<u>73,002,770</u>	<u>73,116,242</u>	<u>73,847,421</u>	<u>731,179</u>
Expenditures				
Current:				
General government	27,341,133	27,125,162	24,973,703	2,151,459
Public safety	24,055,608	25,508,944	23,916,794	1,592,150
Utilities	200	200	34	166
Natural and economic environment	1,961,018	2,852,051	1,871,052	980,999
Social services	13,028,280	13,239,715	12,173,889	1,065,826
Culture and recreation	4,315,703	4,357,234	3,596,492	760,742
Capital outlay	473,688	481,926	165,551	316,375
Debt service:				
Interest	16,733	16,733	15,552	1,181
Total expenditures	<u>71,192,363</u>	<u>73,581,965</u>	<u>66,713,067</u>	<u>6,868,898</u>
Excess (deficiency) of revenues over expenditures	<u>1,810,407</u>	<u>(465,723)</u>	<u>7,134,354</u>	<u>7,600,077</u>
Other financing sources (uses)				
Sales of capital assets	370,000	370,000	418,897	48,897
Transfers in	2,930,717	4,585,595	4,440,024	(145,571)
Transfers out	(9,638,439)	(9,638,439)	(9,576,597)	61,842
Capital lease proceeds	-	-	67,026	67,026
Total other financing sources (uses)	<u>(6,337,722)</u>	<u>(4,682,844)</u>	<u>(4,650,650)</u>	<u>32,194</u>
Net change in fund balances	<u>(4,527,315)</u>	<u>(5,148,567)</u>	<u>2,483,704</u>	<u>7,632,271</u>
Fund balances-beginning	-	-	13,037,501	13,037,501
Fund balances-ending	<u>\$(4,527,315)</u>	<u>\$(5,148,567)</u>	<u>\$15,521,205</u>	<u>\$20,669,772</u>

Required Supplemental Information
 Schedule of Revenues, Expenditures and Changes in Fund
 Balance - Budget and Actual
 County Road Fund
 Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts (Budgetary Basis)	Variance with Final Budget Positive/ (Negative)
	Original	Final		
Revenues				
Taxes	\$17,700,391	\$17,700,391	\$18,074,073	\$373,682
Licenses and permits	134,000	134,000	135,033	1,033
Intergovernmental	4,951,661	4,951,661	5,093,548	141,887
Charges for service	1,747,088	1,747,088	1,147,270	(599,818)
Miscellaneous	36,620	36,620	71,185	34,565
Total revenues	<u>24,569,760</u>	<u>24,569,760</u>	<u>24,521,109</u>	<u>(48,651)</u>
Expenditures				
Current:				
General government	533,480	533,480	432,203	101,277
Transportation	20,771,263	20,520,547	17,568,826	2,951,721
Capital outlay	2,602,000	2,795,887	880,294	1,915,593
Total expenditures	<u>23,906,743</u>	<u>23,849,914</u>	<u>18,881,323</u>	<u>4,968,591</u>
Excess (deficiency) of revenues over expenditures	<u>663,017</u>	<u>719,846</u>	<u>5,639,786</u>	<u>4,919,940</u>
Other financing sources (uses)				
Sales of capital assets	450,000	450,000	527,221	77,221
Transfers in	271,440	271,440	81,219	(190,221)
Transfers out	(5,787,735)	(7,520,642)	(7,536,418)	(15,776)
Capital lease proceeds	-	-	12,823	12,823
Total other financing sources (uses)	<u>(5,066,295)</u>	<u>(6,799,202)</u>	<u>(6,915,155)</u>	<u>(115,953)</u>
Net change in fund balances	<u>(4,403,278)</u>	<u>(6,079,356)</u>	<u>(1,275,369)</u>	<u>4,803,987</u>
Fund balances-beginning	-	-	27,751,996	27,751,996
Fund balances-ending	<u>\$(4,403,278)</u>	<u>\$(6,079,356)</u>	<u>\$26,476,627</u>	<u>\$32,555,983</u>

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 2015.

Required Supplemental Information
 LEOFF I Retiree Medical Benefits
 Schedule of Funding Progress
 Year Ended December 31, 2015

Fiscal Year Ended	Actuarial Value of Assets	Actuarial Accrued Liability Entry Age	Unfunded Actuarial Accrued Liabilities (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
12/31/13	\$-	\$7,036,527	\$7,036,527	0%	\$98,593	7136.94%
12/31/14	\$-	\$7,036,527	\$7,036,527	0%	\$104,976	6702.99%
12/31/15	\$-	\$7,036,527	\$7,036,527	0%	\$101,233	6950.82%

Required Supplemental Information
 Schedule of Proportionate Share of the Net Pension Liability
 Public Employees' Retirement System (PERS) Plan 1
 As of June 30, 2015
 Last 10 Fiscal Years*



2015

Employer's proportion of the net pension liability (asset)	0.41%
Employer's proportionate share of the net pension liability	\$21,643,182
Employer's covered employee payroll	\$1,653,584
Employer's proportionate share of the net pension liability as a percentage of covered employee payroll	1308.86%
Plan fiduciary net position as a percentage of the total pension liability	59.10%

**Information is only available for fiscal year 2015.*

Required Supplemental Information
 Schedule of Proportionate Share of the Net Pension Liability
 Public Employees' Retirement System (PERS) Plan 2/3
 As of June 30, 2015
 Last 10 Fiscal Years*

2015

Employer's proportion of the net pension liability (asset)	0.45%
Employer's proportionate share of the net pension liability	\$15,961,703
Employer's covered employee payroll	\$39,639,460
Employer's proportionate share of the net pension liability as a percentage of covered employee payroll	40.27%
Plan fiduciary net position as a percentage of the total pension liability	89.20%

**Information is only available for fiscal year 2015.*

Required Supplemental Information
 Schedule of Proportionate Share of the Net Pension Liability
 Public Employees' Retirement System (PSERS) Plan 2
 As of June 30, 2015
 Last 10 Fiscal Years*

	2015
Employer's proportion of the net pension liability (asset)	1.39%
Employer's proportionate share of the net pension liability	\$253,983
Employer's covered employee payroll	\$4,074,397
Employer's proportionate share of the net pension liability as a percentage of covered employee payroll	6.23%
Plan fiduciary net position as a percentage of the total pension liability	95.08%

**Information is only available for fiscal year 2015.*

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, 2015
 Last 10 Fiscal Years*

	2015
Employer's proportion of the net pension liability (asset)	0.04%
Employer's proportionate share of the net pension liability	\$(422,249)
Employer's covered employee payroll	\$93,954
Employer's proportionate share of the net pension liability as a percentage of covered employee payroll	-449.42%
Plan fiduciary net position as a percentage of the total pension liability	127.36%

**Information is only available for fiscal year 2015.*

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, 2015
 Last 10 Fiscal Years*



2015

Employer's proportion of the net pension liability (asset)	0.24%
Employer's proportionate share of the net pension liability	\$(2,467,409)
State's proportionate share of the net pension liability (asset) associated with the employer	\$(232,656)
TOTAL	\$(2,700,065)
Employer's covered employee payroll	\$6,967,690
Employer's proportionate share of the net pension liability as a percentage of covered employee payroll	-38.75%
Plan fiduciary net position as a percentage of the total pension liability	111.67%

**Information is only available for fiscal year 2015.*

This is the first year for this required supplemental information so information that affects trends, such as changes in benefit terms or changes of assumptions is not available.

Required Supplemental Information
 Schedule of Employer Contributions
 Public Employees' Retirement System (PERS) Plan 1
 As of December 31, 2015
 Last 10 Fiscal Years*

	2015
Statutorily or contractually required contributions	\$156,639
Contributions in relation to the statutorily or contractually required contributions	\$(156,639)
Contribution deficiency (excess)	<u>\$-</u>
Covered employer payroll	\$1,550,770
Contributions as a percentage of covered employee payroll	10.10%

*Information is only available for fiscal year 2015.

Required Supplemental Information
 Schedule of Employer Contributions
 Public Employees' Retirement System (PERS) Plan 2/3
 As of December 31, 2015
 Last 10 Fiscal Years*

	2015
Statutorily or contractually required contributions	\$4,073,607
Contributions in relation to the statutorily or contractually required contributions	\$(4,073,607)
Contribution deficiency (excess)	\$-
Covered employer payroll	\$40,129,411
Contributions as a percentage of covered employee payroll	10.15%

**Information is only available for fiscal year 2015.*

Required Supplemental Information
 Schedule of Employer Contributions
 Public Employees' Retirement System (PERS) Plan 2
 As of December 31, 2015
 Last 10 Fiscal Years*

	2015
Statutorily or contractually required contributions	\$479,874
Contributions in relation to the statutorily or contractually required contributions	\$(479,874)
Contribution deficiency (excess)	\$-
Covered employer payroll	\$4,350,221
Contributions as a percentage of covered employee payroll	11.03%

**Information is only available for fiscal year 2015.*

Required Supplemental Information
 Schedule of Employer Contributions
 Law Enforcement Officers' and Fire Fighters' Retirement System
 (LEOFF) Plan 1
 As of December 31, 2015
 Last 10 Fiscal Years*



	2015
Statutorily or contractually required contributions	\$173
Contributions in relation to the statutorily or contractually required contributions	\$(173)
Contribution deficiency (excess)	\$-
Covered employer payroll	\$96,132
Contributions as a percentage of covered employee payroll	0.18%

**Information is only available for fiscal year 2015.*

Required Supplemental Information
 Schedule of Employer Contributions
 Law Enforcement Officers' and Fire Fighters' Retirement System
 (LEOFF) Plan 2
 As of December 31, 2015
 Last 10 Fiscal Years*

	2015
Statutorily or contractually required contributions	\$379,520
Contributions in relation to the statutorily or contractually required contributions	\$(379,520)
Contribution deficiency (excess)	\$-
Covered employer payroll	\$7,256,591
Contributions as a percentage of covered employee payroll	5.23%

**Information is only available for fiscal year 2015.*

This is the first year for this required supplemental information so information that affects trends, such as changes in benefit terms or changes of assumptions is not available.

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 - A fund to finance the operations of the Whatcom County Jail.

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.

Chemical Dependency/Mental Health - 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.

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.

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

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

Convention Center - A fund to account for 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.

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.

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

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

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

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

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

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.

County Park Improvement - A fund established to account for repair, replacement, improvements and maintenance of existing facilities and equipment for parks, recreation equipment, and senior centers. The funding for expenditure

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

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

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.

Birch Bay-Lynden Road/ Portal Way Signalization/ Improvement Project - A fund established to account for the cost of signalization improvements. The project will improve the signalization, channelization and illumination of the intersection located south of Blaine and west of I-5.

Potter Road-South Fork Bridge Replacement Project - A fund established to account for construction costs to replace the south fork bridge.

Rural Road Safety Program Project - A fund established to account for construction costs that will address county-wide road safety improvements to intersection safety and run-off-the-road crashes.

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

New Jail Project - A fund established to finance the planning, design, and construction of a new jail facility.

Superior Court Fourth Judge Courtroom Renovation - The Washington State Legislature approved the addition of a fourth Superior Court judge for Whatcom County. This fund was established to finance the Courthouse renovations necessary to accommodate space needs for a new courtroom and additional staff.

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.

Slater Road Intersections Project - A fund established to account for revenues and expenditures for improvements to the Slater Road intersections at Imhoff and Ferndale Roads.

Dakota Creek Bridge No. 500 Project - A fund established to account for revenues and expenditures for seismic improvements to the Dakota Creek Bridge No. 500.

Telecommunications System Replacement - A fund established to account for revenues and expenditures for the replacement of the county's telecommunications system.

Lake Whatcom Boulevard Re-surfacing - A fund established to account for revenues and expenditures of the Lake Whatcom Boulevard re-surfacing project CRP no. 913002.

Hannegan Road/Nooksack River Bridge - A fund established to account for revenues and expenditures of the scour mitigation project.

Slater Road/ Nooksack River Bridge - A fund established to account for revenues and expenditures of the Slater Road/Nooksack river bridge painting project.

2015 County Roadway Safety Program - A fund established to account for revenues and expenditures of the County Roadway Safety Program (CRP no. 915015) project.

Hannegan Road Structural Overlay - A fund established to account for revenues and expenditures of the Hannegan Road structural overlay project CRP no. 915010.

2015 Courthouse Fire Alarm System and Juvenile Roof 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 Central Plaza Improvement - A fund established to account for the revenues and expenditures of the Central Plaza building improvements.

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

2015 Lighthouse Marine Park Improvements - A fund established to account for the revenues and expenditures of Lighthouse Marine 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.

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

Cedar Hills/Euclid Storm Water Improvements - A fund established to account for the revenues and expenditures of the Cedar Hills/Euclid 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.

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

INVESTMENT TRUST FUNDS

Investment Trust Funds are established to account for the investment activity conducted by Whatcom County on behalf of legally separate entities such as special purpose districts.

AGENCY FUNDS

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

	Special Revenue Funds	Debt Service Funds	Capital Project Funds	Total Non Major Governmental Funds
Assets				
Cash, cash equivalents and pooled investments	\$25,221,652	\$605	\$29,801,721	\$55,023,978
Investments	13,444,704	-	923,219	14,367,923
Taxes receivable, net	125,360	-	-	125,360
Accounts receivable, net	252,962	-	713	253,675
Accounts receivable-court, net	74,849	-	-	74,849
Special assessments, net	38,383	-	-	38,383
Interest receivable, net	8,750	-	602	9,352
Notes receivable, net	108,373	-	-	108,373
Interfund receivable	304,207	-	608,441	912,648
Interfund loan receivable	-	-	100,000	100,000
Due from other governments	2,461,433	-	1,999,103	4,460,536
Total assets	\$42,040,673	\$605	\$33,433,799	\$75,475,077
Liabilities, deferred inflows of resources and fund balances				
Liabilities				
Accounts payable	\$2,758,603	\$-	\$1,109,082	\$3,867,685
Interfund payable	1,207,716	-	945,515	2,153,231
Interfund loans payable	-	-	4,959,000	4,959,000
Other accrued liabilities	3,315	-	-	3,315
Unearned revenue	221,606	-	-	221,606
Deferred credits	2,269	-	-	2,269
Total liabilities	4,193,509	-	7,013,597	11,207,106
Deferred inflows of resources	125,360	-	-	125,360
Fund balances:				
Restricted	32,193,445	605	18,083,648	50,277,698
Committed	2,302,286	-	8,336,554	10,638,840
Assigned	3,226,073	-	-	3,226,073
Total fund balances	37,721,804	605	26,420,202	64,142,611
Total liabilities, deferred inflows of resources and fund balances	\$42,040,673	\$605	\$33,433,799	\$75,475,077

Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
Non-Major Governmental Funds
Year Ended December 31, 2015

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	\$16,408,572	\$-	\$3,371,699	\$19,780,271
Intergovernmental	3,729,107	-	8,039,845	11,768,952
Charges for service	10,474,226	-	-	10,474,226
Fines and penalties	699,350	-	-	699,350
Miscellaneous	1,905,179	-	(4,857)	1,900,322
Total revenues	33,216,434	-	11,406,687	44,623,121
Expenditures				
Current:				
General government	1,303,840	-	349,774	1,653,614
Public safety	20,902,886	-	-	20,902,886
Utilities	711,544	-	-	711,544
Transportation	30,573	-	-	30,573
Natural and economic environment	5,691,117	-	480,153	6,171,270
Social services	6,096,946	-	-	6,096,946
Culture and recreation	593,426	-	214,202	807,628
Capital outlay	630,758	-	15,164,143	15,794,901
Debt service:				
Principal	-	325,000	-	325,000
Interest	-	147,570	-	147,570
Total expenditures	35,961,090	472,570	16,208,272	52,641,932
Excess (deficiency) of revenues over expenditures	(2,744,656)	(472,570)	(4,801,585)	(8,018,811)
Other financing sources (uses)				
Sales of capital assets	72,255	-	-	72,255
Transfers in	8,080,902	471,613	12,513,875	21,066,390
Transfers out	(4,136,334)	-	(4,801,788)	(8,938,122)
Insurance recoveries	430	-	-	430
Capital lease proceeds	26,962	-	-	26,962
Total other financing sources (uses)	4,044,215	471,613	7,712,087	12,227,915
Net change in fund balances	1,299,559	(957)	2,910,502	4,209,104
Fund balances-beginning	36,422,245	1,562	23,509,700	59,933,507
Fund balances-ending	\$37,721,804	\$605	\$26,420,202	\$64,142,611

	Election Reserve	Veteran's Relief	Tax Refund	Treasurer's O & M	Whatcom County Jail	REET Electronic Tech.	Low-Income Housing
Assets							
Cash, cash equivalents and pooled investments	\$364,541	\$602,581	\$244	\$456,157	\$2,859,912	\$-	\$108,301
Investments	-	-	-	-	-	-	-
Taxes receivable, net	9,073	6,812	-	-	-	-	-
Accounts receivable, net	-	-	-	-	39,934	-	-
Accounts receivable-court, net	-	-	-	-	-	-	-
Special assessments, net	-	-	-	-	-	-	-
Interest receivable, net	-	-	-	-	-	-	-
Notes receivable, net	-	-	-	-	-	-	-
Interfund receivable	-	3,709	-	-	13,101	-	6,733
Due from other governments	503,802	-	-	-	555,453	-	-
Total assets	\$877,416	\$613,102	\$244	\$456,157	\$3,468,400	\$-	\$115,034
Liabilities, deferred inflows of resources and fund balances							
Liabilities							
Accounts payable	\$55,636	\$40,683	\$-	\$40	\$449,723	\$-	\$23,266
Interfund payable	-	15,904	-	-	-	-	-
Other accrued liabilities	-	636	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-
Deferred credits	-	168	-	-	-	-	-
Total liabilities	55,636	57,391	-	40	449,723	-	23,266
Deferred inflows of resources	9,073	6,812	-	-	-	-	-
Fund balances:							
Restricted	-	548,899	244	456,117	-	-	91,768
Committed	812,707	-	-	-	-	-	-
Assigned	-	-	-	-	3,018,677	-	-
Total fund balances	812,707	548,899	244	456,117	3,018,677	-	91,768
Total liabilities, deferred inflows of resources and fund balances	\$877,416	\$613,102	\$244	\$456,157	\$3,468,400	\$-	\$115,034

Combining Balance Sheet
 Non-Major Special Revenue Funds
 December 31, 2015

Homeless Housing	Stormwater	Chemical Dependency/ Mental Health	Parks Special Revenue	Countywide Emergency Medical Services	WC Trial Court Impr	Solid Waste	Convention Center	Victim/ Witness Assist.
\$854,086	\$723,246	\$6,604,265	\$1,662,822	\$957,545	\$125,260	\$2,159,965	\$1,372,120	\$15,322
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	203,028	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	47,278	41,009	-	7,599	856	-	-	-
141,557	16,430	18,734	-	572,259	-	197,500	-	-
<u>\$995,643</u>	<u>\$786,954</u>	<u>\$6,664,008</u>	<u>\$1,662,822</u>	<u>\$1,537,403</u>	<u>\$126,116</u>	<u>\$2,560,493</u>	<u>\$1,372,120</u>	<u>\$15,322</u>
\$412,098	\$35,277	\$478,400	\$2,865	\$-	\$-	\$46,372	\$122,003	\$1,317
47,463	33,442	310,533	79,024	168,750	-	116,538	-	-
-	-	866	-	-	-	1,813	-	-
-	-	-	-	-	-	-	-	-
-	-	609	-	-	-	1,492	-	-
<u>459,561</u>	<u>68,719</u>	<u>790,408</u>	<u>81,889</u>	<u>168,750</u>	<u>-</u>	<u>166,215</u>	<u>122,003</u>	<u>1,317</u>
-	-	-	-	-	-	-	-	-
536,082	718,235	5,873,600	46,442	1,368,653	126,116	2,394,278	1,250,117	14,005
-	-	-	1,489,579	-	-	-	-	-
-	-	-	44,912	-	-	-	-	-
<u>536,082</u>	<u>718,235</u>	<u>5,873,600</u>	<u>1,580,933</u>	<u>1,368,653</u>	<u>126,116</u>	<u>2,394,278</u>	<u>1,250,117</u>	<u>14,005</u>
<u>\$995,643</u>	<u>\$786,954</u>	<u>\$6,664,008</u>	<u>\$1,662,822</u>	<u>\$1,537,403</u>	<u>\$126,116</u>	<u>\$2,560,493</u>	<u>\$1,372,120</u>	<u>\$15,322</u>

	Community Development	Emergency Communications	Whatcom County Drug	Auditor's O & M	Emergency Management	Flood Control Zone District	Point Roberts Transportation Benefit District
Assets							
Cash, cash equivalents and pooled investments	\$-	\$-	\$755,977	\$411,667	\$134,023	\$959,570	\$834,175
Investments	-	-	-	-	-	10,838,456	-
Taxes receivable, net	-	-	-	-	-	83,605	-
Accounts receivable, net	-	-	-	-	-	10,000	-
Accounts receivable-court, net	-	-	74,849	-	-	-	-
Special assessments, net	-	-	-	-	-	-	-
Interest receivable, net	-	-	-	-	-	7,053	-
Notes receivable, net	108,373	-	-	-	-	-	-
Interfund receivable	-	-	3,922	-	-	180,000	-
Due from other governments	-	-	-	-	35,326	420,372	-
Total assets	\$108,373	\$-	\$834,748	\$411,667	\$169,349	\$12,499,056	\$834,175
Liabilities, deferred inflows of resources and fund balances							
Liabilities							
Accounts payable	\$-	\$-	\$2,567	\$101,091	\$6,865	\$886,378	\$-
Interfund payable	-	-	280,939	-	-	105,339	-
Other accrued liabilities	-	-	-	-	-	-	-
Unearned revenue	108,373	-	74,849	-	-	-	-
Deferred credits	-	-	-	-	-	-	-
Total liabilities	108,373	-	358,355	101,091	6,865	991,717	-
Deferred inflows of resources	-	-	-	-	-	83,605	-
Fund balances:							
Restricted	-	-	476,393	310,576	-	11,423,734	834,175
Committed	-	-	-	-	-	-	-
Assigned	-	-	-	-	162,484	-	-
Total fund balances	-	-	476,393	310,576	162,484	11,423,734	834,175
Total liabilities, deferred inflows of resources and fund balances	\$108,373	\$-	\$834,748	\$411,667	\$169,349	\$12,499,056	\$834,175

Conservation Futures	Road Improvement Districts	Lynden/ Everson Sub-Zone	Sumas/ Nooksack/ Everson Sub-Zone	Acme/ Van Zandt Sub-Zone	Samish Watershed Sub-Zone	Birch Bay Sub-Zone	Total Non Major Special Revenue Funds
\$2,533,756	\$30,257	\$48,497	\$198,267	\$69,672	\$25,724	\$353,700	\$25,221,652
-	-	260,930	895,531	195,721	68,462	1,185,604	13,444,704
25,870	-	-	-	-	-	-	125,360
-	-	-	-	-	-	-	252,962
-	-	-	-	-	-	-	74,849
-	2,177	895	5,591	1,010	378	28,332	38,383
-	-	170	583	127	45	772	8,750
-	-	-	-	-	-	-	108,373
-	-	-	-	-	-	-	304,207
-	-	-	-	-	-	-	2,461,433
<u>\$2,559,626</u>	<u>\$32,434</u>	<u>\$310,492</u>	<u>\$1,099,972</u>	<u>\$266,530</u>	<u>\$94,609</u>	<u>\$1,568,408</u>	<u>\$42,040,673</u>
\$25,041	\$2,803	\$-	\$-	\$-	\$-	\$66,178	\$2,758,603
47,704	1,089	-	-	-	59	932	1,207,716
-	-	-	-	-	-	-	3,315
-	2,177	896	5,591	1,009	379	28,332	221,606
-	-	-	-	-	-	-	2,269
<u>72,745</u>	<u>6,069</u>	<u>896</u>	<u>5,591</u>	<u>1,009</u>	<u>438</u>	<u>95,442</u>	<u>4,193,509</u>
<u>25,870</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>125,360</u>
2,461,011	26,365	309,596	1,094,381	265,521	94,171	1,472,966	32,193,445
-	-	-	-	-	-	-	2,302,286
-	-	-	-	-	-	-	3,226,073
<u>2,461,011</u>	<u>26,365</u>	<u>309,596</u>	<u>1,094,381</u>	<u>265,521</u>	<u>94,171</u>	<u>1,472,966</u>	<u>37,721,804</u>
<u>\$2,559,626</u>	<u>\$32,434</u>	<u>\$310,492</u>	<u>\$1,099,972</u>	<u>\$266,530</u>	<u>\$94,609</u>	<u>\$1,568,408</u>	<u>\$42,040,673</u>

Combining Statement of Revenues, Expenditures and
 Changes in Fund Balance
 Non-Major Special Revenue Funds
 December 31, 2015

	Election Reserve	Veteran's Relief	Tax Refund	Treasurer's O&M	Whatcom County Jail	REET Electronic Technology	Low-Income Housing
Revenues							
Taxes	\$366,471	\$278,185	\$-	\$-	\$3,838,044	\$-	\$-
Intergovernmental	16	12	-	-	137,471	-	-
Charges for service	877,280	-	-	194,117	4,510,633	-	192,603
Fines and penalties	-	-	-	-	-	-	-
Miscellaneous	(370)	3,162	-	(611)	293,584	-	(125)
Total revenues	1,243,397	281,359	-	193,506	8,779,732	-	192,478
Expenditures							
Current:							
General government	1,082,160	-	-	44,203	-	-	-
Public safety	-	-	-	-	13,213,205	-	-
Utilities	-	-	-	-	-	-	-
Transportation	-	-	-	-	-	-	-
Natural and economic environment	-	-	-	-	6,620	-	171,892
Social services	-	286,978	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Capital outlay	11,337	-	-	-	-	-	-
Total expenditures	1,093,497	286,978	-	44,203	13,219,825	-	171,892
Excess (deficiency) of revenues over expenditures	149,900	(5,619)	-	149,303	(4,440,093)	-	20,586
Other financing sources (uses)							
Sales of capital assets	5,186	3,938	-	-	-	-	-
Transfers in	100,000	-	-	-	5,212,571	-	-
Transfers out	(10,815)	(15,904)	-	(89,602)	(394,745)	-	-
Insurance recoveries	-	-	-	-	430	-	-
Capital lease proceeds	-	-	-	-	-	-	-
Total other financing sources (uses)	94,371	(11,966)	-	(89,602)	4,818,256	-	-
Net change in fund balances	244,271	(17,585)	-	59,701	378,163	-	20,586
Fund balances-Beginning	568,436	566,484	244	396,416	2,640,514	-	71,182
Fund balances-ending	\$812,707	\$548,899	\$244	\$456,117	\$3,018,677	\$-	\$91,768

Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
Non-Major Special Revenue Funds
December 31, 2015

Homeless Housing	Stormwater	Chemical Dependency/ Mental Health	Parks Special Revenue	Countywide Emergency Medical Services	Whatcom Co Trial Court Improvement	Solid Waste	Convention Center	Victim/ Witness Assistance
\$-	\$-	\$3,838,323	\$-	\$2,140,282	\$-	\$826,759	\$580,699	\$-
1,769,740	36,582	123,476	-	301,193	45,807	288,913	-	-
1,034,336	88,909	18,334	2,100	3,258,325	-	-	-	72,544
-	-	-	-	-	-	-	-	27,479
(1,547)	(1,457)	33,834	81,911	378,310	798	6,889	(1,682)	(18)
<u>2,802,529</u>	<u>124,034</u>	<u>4,013,967</u>	<u>84,011</u>	<u>6,078,110</u>	<u>46,605</u>	<u>1,122,561</u>	<u>579,017</u>	<u>100,005</u>
-	-	-	-	-	-	-	-	84,824
-	-	-	-	7,154,717	-	-	-	-
-	-	-	-	2,482	-	656,083	-	-
-	-	-	-	-	-	-	-	-
-	740,432	-	-	-	-	-	-	-
2,663,516	-	3,146,452	-	-	-	-	-	-
-	-	-	-	-	-	-	593,426	-
-	47,278	35,491	-	-	-	-	-	-
<u>2,663,516</u>	<u>787,710</u>	<u>3,181,943</u>	<u>-</u>	<u>7,157,199</u>	<u>-</u>	<u>656,083</u>	<u>593,426</u>	<u>84,824</u>
139,013	(663,676)	832,024	84,011	(1,079,089)	46,605	466,478	(14,409)	15,181
-	-	-	-	-	-	-	-	-
-	954,711	-	-	1,385,299	9,758	-	-	-
(47,463)	(29,964)	(666,102)	(104,000)	(675,000)	(27,914)	(231,814)	-	(18,463)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>(47,463)</u>	<u>924,747</u>	<u>(666,102)</u>	<u>(104,000)</u>	<u>710,299</u>	<u>(18,156)</u>	<u>(231,814)</u>	<u>-</u>	<u>(18,463)</u>
91,550	261,071	165,922	(19,989)	(368,790)	28,449	234,664	(14,409)	(3,282)
444,532	457,164	5,707,678	1,600,922	1,737,443	97,667	2,159,614	1,264,526	17,287
<u>\$536,082</u>	<u>\$718,235</u>	<u>\$5,873,600</u>	<u>\$1,580,933</u>	<u>\$1,368,653</u>	<u>\$126,116</u>	<u>\$2,394,278</u>	<u>\$1,250,117</u>	<u>\$14,005</u>

Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
Non-Major Special Revenue Funds
December 31, 2015

	Community Development	Emergency Communica- tions	Whatcom County Drug	Auditor's O&M	Emergency Management	Flood Control Zone District	Point Roberts Transportation Benefit District
Revenues							
Taxes	\$-	\$-	\$-	\$-	\$-	\$3,402,187	\$80,498
Intergovernmental	-	-	-	82,922	156,877	786,063	-
Charges for service	-	-	-	91,652	91,630	41,763	-
Fines and penalties	-	-	664,296	-	-	-	653
Miscellaneous	-	-	32,454	(524)	3,243	81,097	(1,077)
Total revenues	-	-	696,750	174,050	251,750	4,311,110	80,074
Expenditures							
Current:							
General government	-	-	-	92,653	-	-	-
Public safety	-	-	104,403	-	430,561	-	-
Utilities	-	-	-	-	-	52,979	-
Transportation	-	-	-	-	-	-	-
Natural and economic environment	-	-	-	-	-	4,190,742	-
Social services	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Capital outlay	-	-	-	148,221	-	185,529	-
Total expenditures	-	-	104,403	240,874	430,561	4,429,250	-
Excess (deficiency) of revenues over expenditures	-	-	592,347	(66,824)	(178,811)	(118,140)	80,074
Other financing sources (uses)							
Sales of capital assets	-	-	-	-	-	48,170	-
Transfers in	-	-	-	-	218,563	200,000	-
Transfers out	-	-	(260,420)	-	(25,079)	(1,350,213)	-
Insurance recoveries	-	-	-	-	-	-	-
Capital lease proceeds	-	-	-	-	-	26,962	-
Total other financing sources (uses)	-	-	(260,420)	-	193,484	(1,075,081)	-
Net change in fund balances	-	-	331,927	(66,824)	14,673	(1,193,221)	80,074
Fund balances-Beginning	-	-	144,466	377,400	147,811	12,616,955	754,101
Fund balances-ending	\$-	\$-	\$476,393	\$310,576	\$162,484	\$11,423,734	\$834,175

Combining Statement of Revenues, Expenditures and
 Changes in Fund Balance
 Non-Major Special Revenue Funds
 December 31, 2015

Conservation Futures	Road Improvement Districts	Lynden/ Everson Sub-Zone	Sumas/ Nooksack/ Everson Sub-Zone	Acme/ Van Zandt Sub-Zone	Samish Watershed Sub-Zone	Birch Bay Sub-Zone	Total Non Major Special Revenue Funds
\$1,057,124	\$-	\$-	\$-	\$-	\$-	\$-	\$16,408,572
35	-	-	-	-	-	-	3,729,107
-	-	-	-	-	-	-	10,474,226
-	29	48	375	76	37	6,357	699,350
(3,849)	28,873	37,036	115,339	23,189	18,057	778,663	1,905,179
<u>1,053,310</u>	<u>28,902</u>	<u>37,084</u>	<u>115,714</u>	<u>23,265</u>	<u>18,094</u>	<u>785,020</u>	<u>33,216,434</u>
-	-	-	-	-	-	-	1,303,840
-	-	-	-	-	-	-	20,902,886
-	-	-	-	-	-	-	711,544
-	30,573	-	-	-	-	-	30,573
112,405	-	21,772	11,777	-	13,930	421,547	5,691,117
-	-	-	-	-	-	-	6,096,946
-	-	-	-	-	-	-	593,426
-	-	-	-	-	-	202,902	630,758
<u>112,405</u>	<u>30,573</u>	<u>21,772</u>	<u>11,777</u>	<u>-</u>	<u>13,930</u>	<u>624,449</u>	<u>35,961,090</u>
940,905	(1,671)	15,312	103,937	23,265	4,164	160,571	(2,744,656)
14,961	-	-	-	-	-	-	72,255
-	-	-	-	-	-	-	8,080,902
(167,808)	(1,089)	-	-	-	-	(19,939)	(4,136,334)
-	-	-	-	-	-	-	430
-	-	-	-	-	-	-	26,962
<u>(152,847)</u>	<u>(1,089)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(19,939)</u>	<u>4,044,215</u>
788,058	(2,760)	15,312	103,937	23,265	4,164	140,632	1,299,559
1,672,953	29,125	294,284	990,444	242,256	90,007	1,332,334	36,422,245
<u>\$2,461,011</u>	<u>\$26,365</u>	<u>\$309,596</u>	<u>\$1,094,381</u>	<u>\$265,521</u>	<u>\$94,171</u>	<u>\$1,472,966</u>	<u>\$37,721,804</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Election Reserve
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$363,700	\$366,471	\$2,771	\$365,012
Intergovernmental	-	16	16	75
Charges for service	744,679	877,280	132,601	387,468
Miscellaneous	-	(370)	(370)	7,010
Total revenues	<u>1,108,379</u>	<u>1,243,397</u>	<u>135,018</u>	<u>759,565</u>
Expenditures				
Current:				
General government	1,118,334	1,082,160	36,174	1,073,603
Capital outlay	11,500	11,337	163	17,772
Total expenditures	<u>1,129,834</u>	<u>1,093,497</u>	<u>36,337</u>	<u>1,091,375</u>
Excess (deficiency) of revenues over expenditures	<u>(21,455)</u>	<u>149,900</u>	<u>171,355</u>	<u>(331,810)</u>
Other financing sources (uses)				
Sales of capital assets	6,000	5,186	(814)	2,725
Transfers in	100,000	100,000	-	312,000
Transfers out	(10,815)	(10,815)	-	-
Total other financing sources (uses)	<u>95,185</u>	<u>94,371</u>	<u>(814)</u>	<u>314,725</u>
Net changes in fund balances	<u>73,730</u>	<u>244,271</u>	<u>170,541</u>	<u>(17,085)</u>
Fund balances-beginning	-	568,436	568,436	585,521
Fund balances-ending	<u>\$73,730</u>	<u>\$812,707</u>	<u>\$738,977</u>	<u>\$568,436</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Veterans' Relief
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$276,000	\$278,185	\$2,185	\$270,067
Intergovernmental	30	12	(18)	56
Miscellaneous	2,500	3,162	662	5,115
Total revenues	<u>278,530</u>	<u>281,359</u>	<u>2,829</u>	<u>275,238</u>
Expenditures				
Current:				
Social services	324,524	286,978	37,546	346,365
Total expenditures	<u>324,524</u>	<u>286,978</u>	<u>37,546</u>	<u>346,365</u>
Excess (deficiency) of revenues over expenditures	<u>(45,994)</u>	<u>(5,619)</u>	<u>40,375</u>	<u>(71,127)</u>
Other financing sources (uses)				
Sales of capital assets	4,000	3,938	(62)	2,017
Transfers out	(29,000)	(15,904)	13,096	-
Total other financing sources (uses)	<u>(25,000)</u>	<u>(11,966)</u>	<u>13,034</u>	<u>2,017</u>
Net changes in fund balances	<u>(70,994)</u>	<u>(17,585)</u>	<u>53,409</u>	<u>(69,110)</u>
Fund balances-beginning	-	566,484	566,484	635,594
Fund balances-ending	<u>\$(70,994)</u>	<u>\$548,899</u>	<u>\$619,893</u>	<u>\$566,484</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Treasurer's O & M
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Charges for service	\$290,515	\$194,117	\$(96,398)	\$174,655
Miscellaneous	-	(611)	(611)	1,004
Total revenues	<u>290,515</u>	<u>193,506</u>	<u>(97,009)</u>	<u>175,659</u>
Expenditures				
Current:				
General government	137,534	44,203	93,331	47,795
Capital outlay	4,939	-	4,939	-
Total expenditures	<u>142,473</u>	<u>44,203</u>	<u>98,270</u>	<u>47,795</u>
Excess (deficiency) of revenues over expenditures	<u>148,042</u>	<u>149,303</u>	<u>1,261</u>	<u>127,864</u>
Other financing sources (uses)				
Transfers out	(75,000)	(89,602)	(14,602)	(88,941)
Total other financing sources (uses)	<u>(75,000)</u>	<u>(89,602)</u>	<u>(14,602)</u>	<u>(88,941)</u>
Net changes in fund balances	<u>73,042</u>	<u>59,701</u>	<u>(13,341)</u>	<u>38,923</u>
Fund balances-beginning	-	396,416	396,416	357,493
Fund balances-ending	<u>\$73,042</u>	<u>\$456,117</u>	<u>\$383,075</u>	<u>\$396,416</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Whatcom County Jail
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

Whatcom County

WASHINGTON

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$3,663,319	\$3,838,044	\$174,725	\$3,675,438
Intergovernmental	160,879	137,471	(23,408)	144,871
Charges for service	4,348,819	4,510,633	161,814	4,160,785
Miscellaneous	332,400	293,584	(38,816)	298,273
Total revenues	<u>8,505,417</u>	<u>8,779,732</u>	<u>274,315</u>	<u>8,279,367</u>
Expenditures				
Current:				
Public safety	13,612,605	13,213,205	399,400	12,874,886
Natural and economic environment	25,000	6,620	18,380	-
Capital outlay	13,125	-	13,125	-
Total expenditures	<u>13,650,730</u>	<u>13,219,825</u>	<u>430,905</u>	<u>12,874,886</u>
Excess (deficiency) of revenues over expenditures	<u>(5,145,313)</u>	<u>(4,440,093)</u>	<u>705,220</u>	<u>(4,595,519)</u>
Other financing sources (uses)				
Transfers in	5,391,045	5,212,571	(178,474)	5,117,229
Transfers out	(394,745)	(394,745)	-	(241,126)
Insurance recoveries	-	430	430	-
Total other financing sources (uses)	<u>4,996,300</u>	<u>4,818,256</u>	<u>(178,044)</u>	<u>4,876,103</u>
Net changes in fund balances	<u>(149,013)</u>	<u>378,163</u>	<u>527,176</u>	<u>280,584</u>
Fund balances-beginning	-	2,640,514	2,640,514	2,359,930
Fund balances-ending	<u>\$(149,013)</u>	<u>\$3,018,677</u>	<u>\$3,167,690</u>	<u>\$2,640,514</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Low-Income Housing
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Charges for service	\$162,180	\$192,603	\$30,423	\$164,012
Miscellaneous	-	(125)	(125)	347
Total revenues	<u>162,180</u>	<u>192,478</u>	<u>30,298</u>	<u>164,359</u>
Expenditures				
Current:				
Natural and economic environment	172,000	171,892	108	174,128
Total expenditures	<u>172,000</u>	<u>171,892</u>	<u>108</u>	<u>174,128</u>
Excess (deficiency) of revenues over expenditures	<u>(9,820)</u>	<u>20,586</u>	<u>30,406</u>	<u>(9,769)</u>
Fund balances-beginning	-	71,182	71,182	80,951
Fund balances-ending	<u>\$(9,820)</u>	<u>\$91,768</u>	<u>\$101,588</u>	<u>\$71,182</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Homeless Housing
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$1,924,206	\$1,769,740	\$(154,466)	\$1,802,748
Charges for service	874,065	1,034,336	160,271	859,265
Miscellaneous	-	(1,547)	(1,547)	1,500
Total revenues	<u>2,798,271</u>	<u>2,802,529</u>	<u>4,258</u>	<u>2,663,513</u>
Expenditures				
Current:				
Social services	2,691,618	2,663,516	28,102	2,676,605
Total expenditures	<u>2,691,618</u>	<u>2,663,516</u>	<u>28,102</u>	<u>2,676,605</u>
Excess (deficiency) of revenues over expenditures	<u>106,653</u>	<u>139,013</u>	<u>32,360</u>	<u>(13,092)</u>
Other financing sources (uses)				
Transfers out	(52,444)	(47,463)	4,981	-
Total other financing sources (uses)	<u>(52,444)</u>	<u>(47,463)</u>	<u>4,981</u>	<u>-</u>
Net changes in fund balances	<u>54,209</u>	<u>91,550</u>	<u>37,341</u>	<u>(13,092)</u>
Fund balances-beginning	-	444,532	444,532	457,624
Fund balances-ending	<u>\$54,209</u>	<u>\$536,082</u>	<u>\$481,873</u>	<u>\$444,532</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Stormwater
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$-	\$36,582	\$36,582	\$125,456
Charges for service	55,527	88,909	33,382	35,043
Miscellaneous	38,500	(1,457)	(39,957)	1,991
Total revenues	<u>94,027</u>	<u>124,034</u>	<u>30,007</u>	<u>162,490</u>
Expenditures				
Current:				
Natural and economic environment	1,445,294	740,432	704,862	1,185,350
Capital outlay	45,758	47,278	(1,520)	233,126
Total expenditures	<u>1,491,053</u>	<u>787,710</u>	<u>703,343</u>	<u>1,418,476</u>
Excess (deficiency) of revenues over expenditures	<u>(1,397,026)</u>	<u>(663,676)</u>	<u>733,350</u>	<u>(1,255,986)</u>
Other financing sources (uses)				
Transfers in	1,376,154	954,711	(421,443)	973,741
Transfers out	(29,964)	(29,964)	-	-
Total other financing sources (uses)	<u>1,346,190</u>	<u>924,747</u>	<u>(421,443)</u>	<u>973,741</u>
Net changes in fund balances	<u>(50,835)</u>	<u>261,071</u>	<u>311,906</u>	<u>(282,245)</u>
Fund balances-beginning	-	457,164	457,164	739,409
Fund balances-ending	<u>\$(50,835)</u>	<u>\$718,235</u>	<u>\$769,070</u>	<u>\$457,164</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Chemical Dependency/Mental Health
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

Whatcom County

W A S H I N G T O N

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$3,684,350	\$3,838,323	\$153,973	\$3,672,919
Intergovernmental	150,731	123,476	(27,255)	151,964
Charges for service	40,000	18,334	(21,666)	13,599
Miscellaneous	23,000	33,834	10,834	45,380
Total revenues	<u>3,898,081</u>	<u>4,013,967</u>	<u>115,886</u>	<u>3,883,862</u>
Expenditures				
Current:				
Social services	3,454,255	3,146,452	307,803	3,214,394
Capital outlay	50,150	35,491	14,659	-
Total expenditures	<u>3,504,405</u>	<u>3,181,943</u>	<u>322,462</u>	<u>3,214,394</u>
Excess (deficiency) of revenues over expenditures	<u>393,676</u>	<u>832,024</u>	<u>438,348</u>	<u>669,468</u>
Other financing sources (uses)				
Transfers in	25,000	-	(25,000)	-
Transfers out	(1,004,273)	(666,102)	338,171	(373,282)
Total other financing sources (uses)	<u>(979,273)</u>	<u>(666,102)</u>	<u>313,171</u>	<u>(373,282)</u>
Net changes in fund balances	<u>(585,597)</u>	<u>165,922</u>	<u>751,519</u>	<u>296,186</u>
Fund balances-beginning	-	5,707,678	5,707,678	5,411,492
Fund balances-ending	<u>\$(585,597)</u>	<u>\$5,873,600</u>	<u>\$6,459,197</u>	<u>\$5,707,678</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Parks Special Revenue
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Charges for service	\$2,142	\$2,100	\$(42)	\$2,100
Miscellaneous	124,944	81,911	(43,033)	75,235
Total revenues	<u>127,086</u>	<u>84,011</u>	<u>(43,075)</u>	<u>77,335</u>
Expenditures				
Current:				
Capital outlay	10,000	-	10,000	27,647
Total expenditures	<u>10,000</u>	<u>-</u>	<u>10,000</u>	<u>27,647</u>
Excess (deficiency) of revenues over expenditures	<u>117,086</u>	<u>84,011</u>	<u>(33,075)</u>	<u>49,688</u>
Other financing sources (uses)				
Transfers in	-	-	-	1,600,855
Transfers out	(104,000)	(104,000)	-	(49,621)
Total other financing sources (uses)	<u>(104,000)</u>	<u>(104,000)</u>	<u>-</u>	<u>1,551,234</u>
Net changes in fund balances	<u>13,086</u>	<u>(19,989)</u>	<u>(33,075)</u>	<u>1,600,922</u>
Fund balances-Beginning	-	1,600,922	1,600,922	-
Fund balances-ending	<u>\$13,086</u>	<u>\$1,580,933</u>	<u>\$1,567,847</u>	<u>\$1,600,922</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Countywide Emergency Medical Services
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

Whatcom County

WASHINGTON

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$2,944,480	\$2,140,282	\$(804,198)	\$2,044,204
Intergovernmental	301,321	301,193	(128)	275,931
Charges for service	2,490,000	3,258,325	768,325	3,008,191
Miscellaneous	15,402	378,310	362,908	20,943
Total revenues	<u>5,751,203</u>	<u>6,078,110</u>	<u>326,907</u>	<u>5,349,269</u>
Expenditures				
Current:				
Public safety	7,217,256	7,154,717	62,539	7,609,143
Utilities	-	2,482	(2,482)	
Total expenditures	<u>7,217,256</u>	<u>7,157,199</u>	<u>60,057</u>	<u>7,609,143</u>
Excess (deficiency) of revenues over expenditures	<u>(1,466,053)</u>	<u>(1,079,089)</u>	<u>386,964</u>	<u>(2,259,874)</u>
Other financing sources (uses)				
Transfers in	1,385,299	1,385,299	-	1,433,000
Transfers out	(675,000)	(675,000)	-	(700,000)
Total other financing sources (uses)	<u>710,299</u>	<u>710,299</u>	<u>-</u>	<u>733,000</u>
Net changes in fund balances	<u>(755,754)</u>	<u>(368,790)</u>	<u>386,964</u>	<u>(1,526,874)</u>
Fund balances-beginning	-	1,737,443	1,737,443	3,264,317
Fund balances-ending	<u>\$(755,754)</u>	<u>\$1,368,653</u>	<u>\$2,124,407</u>	<u>\$1,737,443</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Whatcom County Trial Court Improvement
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$47,500	\$45,807	\$(1,693)	\$47,845
Miscellaneous	880	798	(82)	1,260
Total revenues	<u>48,380</u>	<u>46,605</u>	<u>(1,775)</u>	<u>49,105</u>
Expenditures				
Current:				
Capital outlay	-	-	-	84,816
Total expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>84,816</u>
Excess (deficiency) of revenues over expenditures	<u>48,380</u>	<u>46,605</u>	<u>(1,775)</u>	<u>(35,711)</u>
Other financing sources (uses)				
Transfers in	-	9,758	9,758	
Transfers out	(60,971)	(27,914)	33,057	(18,018)
Total other financing sources (uses)	<u>(60,971)</u>	<u>(18,156)</u>	<u>42,815</u>	<u>(18,018)</u>
Net changes in fund balances	<u>(12,591)</u>	<u>28,449</u>	<u>41,040</u>	<u>(53,729)</u>
Fund balances-beginning	-	97,667	97,667	151,396
Fund balances-ending	<u>\$(12,591)</u>	<u>\$126,116</u>	<u>\$138,707</u>	<u>\$97,667</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Solid Waste
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$740,000	\$826,759	\$86,759	\$750,110
Intergovernmental	299,604	288,913	(10,691)	256,725
Miscellaneous	12,000	6,889	(5,111)	16,046
Total revenues	<u>1,051,604</u>	<u>1,122,561</u>	<u>70,957</u>	<u>1,022,881</u>
Expenditures				
Current:				
Utilities	736,175	656,083	80,092	615,412
Total expenditures	<u>736,175</u>	<u>656,083</u>	<u>80,092</u>	<u>615,412</u>
Excess (deficiency) of revenues over expenditures	<u>315,429</u>	<u>466,478</u>	<u>151,049</u>	<u>407,469</u>
Other financing sources (uses)				
Transfers out	(220,335)	(231,814)	(11,479)	(138,985)
Total other financing sources (uses)	<u>(220,335)</u>	<u>(231,814)</u>	<u>(11,479)</u>	<u>(138,985)</u>
Net changes in fund balances	<u>95,094</u>	<u>234,664</u>	<u>139,570</u>	<u>268,484</u>
Fund balances-beginning	-	2,159,614	2,159,614	1,891,130
Fund balances-ending	<u>\$95,094</u>	<u>\$2,394,278</u>	<u>\$2,299,184</u>	<u>\$2,159,614</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Convention Center
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$560,000	\$580,699	\$20,699	\$612,648
Miscellaneous	-	(1,682)	(1,682)	3,429
Total revenues	<u>560,000</u>	<u>579,017</u>	<u>19,017</u>	<u>616,077</u>
Expenditures				
Current:				
Culture and recreation	608,980	593,426	15,554	526,765
Total expenditures	<u>608,980</u>	<u>593,426</u>	<u>15,554</u>	<u>526,765</u>
Excess (deficiency) of revenues over expenditures	<u>(48,980)</u>	<u>(14,409)</u>	<u>34,571</u>	<u>89,312</u>
Fund balances-beginning	-	1,264,526	1,264,526	1,175,214
Fund balances-ending	<u>\$(48,980)</u>	<u>\$1,250,117</u>	<u>\$1,299,097</u>	<u>\$1,264,526</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Victim/Witness Assistance
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$6,800	\$-	\$(6,800)	\$6,493
Charges for service	67,250	72,544	5,294	64,850
Fines and penalties	37,000	27,479	(9,521)	34,586
Miscellaneous	-	(18)	(18)	77
Total revenues	<u>111,050</u>	<u>100,005</u>	<u>(11,045)</u>	<u>106,006</u>
Expenditures				
Current:				
General government	85,444	84,824	620	83,522
Total expenditures	<u>85,444</u>	<u>84,824</u>	<u>620</u>	<u>83,522</u>
Excess (deficiency) of revenues over expenditures	<u>25,606</u>	<u>15,181</u>	<u>(10,425)</u>	<u>22,484</u>
Other financing sources (uses)				
Transfers out	(26,963)	(18,463)	8,500	(23,398)
Total other financing sources (uses)	<u>(26,963)</u>	<u>(18,463)</u>	<u>8,500</u>	<u>(23,398)</u>
Net changes in fund balances	<u>(1,357)</u>	<u>(3,282)</u>	<u>(1,925)</u>	<u>(914)</u>
Fund balances-beginning	-	17,287	17,287	18,201
Fund balances-ending	<u>\$(1,357)</u>	<u>\$14,005</u>	<u>\$15,362</u>	<u>\$17,287</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Whatcom County Drug
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Fines and penalties	\$275,000	\$664,296	\$389,296	\$162,351
Miscellaneous	1,500	32,454	30,954	7,700
Total revenues	<u>276,500</u>	<u>696,750</u>	<u>420,250</u>	<u>170,051</u>
Expenditures				
Current:				
Public safety	113,000	104,403	8,597	41,856
Total expenditures	<u>113,000</u>	<u>104,403</u>	<u>8,597</u>	<u>41,856</u>
Excess (deficiency) of revenues over expenditures	<u>163,500</u>	<u>592,347</u>	<u>428,847</u>	<u>128,195</u>
Other financing sources (uses)				
Transfers out	(255,984)	(260,420)	(4,436)	(127,992)
Total other financing sources (uses)	<u>(255,984)</u>	<u>(260,420)</u>	<u>(4,436)</u>	<u>(127,992)</u>
Net changes in fund balances	<u>(92,484)</u>	<u>331,927</u>	<u>424,411</u>	<u>203</u>
Fund balances-beginning	-	144,466	144,466	144,263
Fund balances-ending	<u>\$(92,484)</u>	<u>\$476,393</u>	<u>\$568,877</u>	<u>\$144,466</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Auditor's O & M
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$80,000	\$82,922	\$2,922	\$84,769
Charges for service	70,050	91,652	21,602	74,931
Miscellaneous	-	(524)	(524)	1,199
Total revenues	<u>150,050</u>	<u>174,050</u>	<u>24,000</u>	<u>160,899</u>
Expenditures				
Current:				
General government	120,079	92,653	27,426	78,913
Capital outlay	225,675	148,221	77,454	-
Total expenditures	<u>345,754</u>	<u>240,874</u>	<u>104,880</u>	<u>78,913</u>
Excess (deficiency) of revenues over expenditures	<u>(195,704)</u>	<u>(66,824)</u>	<u>128,880</u>	<u>81,986</u>
Other financing sources (uses)				
Transfers out	(9,195)	-	9,195	(101,374)
Total other financing sources (uses)	<u>(9,195)</u>	<u>-</u>	<u>9,195</u>	<u>(101,374)</u>
Net changes in fund balances	<u>(204,899)</u>	<u>(66,824)</u>	<u>138,075</u>	<u>(19,388)</u>
Fund balances-beginning	-	377,400	377,400	396,788
Fund balances-ending	<u>\$(204,899)</u>	<u>\$310,576</u>	<u>\$515,475</u>	<u>\$377,400</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Emergency Management
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$187,756	\$156,877	\$(30,879)	\$662,033
Charges for service	91,631	91,630	(1)	83,484
Miscellaneous	4,000	3,243	(757)	4,286
Total revenues	<u>283,387</u>	<u>251,750</u>	<u>(31,637)</u>	<u>749,803</u>
Expenditures				
Current:				
Public safety	526,871	430,561	96,310	926,202
Total expenditures	<u>526,871</u>	<u>430,561</u>	<u>96,310</u>	<u>926,202</u>
Excess (deficiency) of revenues over expenditures	<u>(243,484)</u>	<u>(178,811)</u>	<u>64,673</u>	<u>(176,399)</u>
Other financing sources (uses)				
Transfers in	218,563	218,563	-	181,152
Transfers out	(25,079)	(25,079)	-	(13,956)
Total other financing sources (uses)	<u>193,484</u>	<u>193,484</u>	<u>-</u>	<u>167,196</u>
Net changes in fund balances	<u>(50,000)</u>	<u>14,673</u>	<u>64,673</u>	<u>(9,203)</u>
Fund balances-beginning	-	147,811	147,811	157,014
Fund balances-ending	<u>\$(50,000)</u>	<u>\$162,484</u>	<u>\$212,484</u>	<u>\$147,811</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Flood Control Zone District
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$3,321,774	\$3,402,187	\$80,413	\$3,332,092
Intergovernmental	2,376,255	786,063	(1,590,192)	2,586,238
Charges for service	146,000	41,763	(104,237)	35,406
Miscellaneous	63,600	81,097	17,497	89,858
Total revenues	<u>5,907,629</u>	<u>4,311,110</u>	<u>(1,596,519)</u>	<u>6,043,594</u>
Expenditures				
Current:				
Utilities	162,514	52,979	109,535	348,321
Natural and economic environment	9,146,697	4,190,742	4,955,955	3,664,259
Capital outlay	764,000	185,529	578,471	352,287
Total expenditures	<u>10,073,211</u>	<u>4,429,250</u>	<u>5,643,961</u>	<u>4,364,867</u>
Excess (deficiency) of revenues over expenditures	<u>(4,165,581)</u>	<u>(118,140)</u>	<u>4,047,441</u>	<u>1,678,727</u>
Other financing sources (uses)				
Sales of capital assets	50,000	48,170	(1,830)	24,893
Transfers in	-	200,000	200,000	-
Transfers out	(2,059,747)	(1,350,213)	709,534	(574,144)
Capital lease proceeds	-	26,962	26,962	-
Total other financing sources (uses)	<u>(2,009,747)</u>	<u>(1,075,081)</u>	<u>934,666</u>	<u>(549,251)</u>
Net changes in fund balances	<u>(6,175,328)</u>	<u>(1,193,221)</u>	<u>4,982,107</u>	<u>1,129,476</u>
Fund balances-beginning	-	12,616,955	12,616,955	11,487,479
Fund balances-ending	<u>\$(6,175,328)</u>	<u>\$11,423,734</u>	<u>\$17,599,062</u>	<u>\$12,616,955</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Point Roberts Transportation Benefit District
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$75,000	\$80,498	\$5,498	\$98,208
Fines and penalties	-	653	653	-
Miscellaneous	-	(1,077)	(1,077)	1,798
Total revenues	<u>75,000</u>	<u>80,074</u>	<u>5,074</u>	<u>100,006</u>
Excess (deficiency) of revenues over expenditures	<u>75,000</u>	<u>80,074</u>	<u>5,074</u>	<u>100,006</u>
Other financing sources (uses)				
Transfers out	(150,000)	-	150,000	-
Total other financing sources (uses)	<u>(150,000)</u>	<u>-</u>	<u>150,000</u>	<u>-</u>
Net changes in fund balances	<u>(75,000)</u>	<u>80,074</u>	<u>155,074</u>	<u>100,006</u>
Fund balances-beginning	-	754,101	754,101	654,095
Fund balances-ending	<u>\$(75,000)</u>	<u>\$834,175</u>	<u>\$909,175</u>	<u>\$754,101</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Conservation Futures
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$1,038,154	\$1,057,124	\$18,970	\$1,034,642
Intergovernmental	140	35	(105)	67,714
Miscellaneous	200	(3,849)	(4,049)	20,929
Total revenues	<u>1,038,494</u>	<u>1,053,310</u>	<u>14,816</u>	<u>1,123,285</u>
Expenditures				
Current:				
Natural and economic environment	146,515	112,405	34,110	132,507
Capital outlay	400,000	-	400,000	2,821,522
Total expenditures	<u>546,515</u>	<u>112,405</u>	<u>434,110</u>	<u>2,954,029</u>
Excess (deficiency) of revenues over expenditures	<u>491,979</u>	<u>940,905</u>	<u>448,926</u>	<u>(1,830,744)</u>
Other financing sources (uses)				
Sales of capital assets	10,000	14,961	4,961	7,733
Transfers out	(170,120)	(167,808)	2,312	(1,956,893)
Total other financing sources (uses)	<u>(160,120)</u>	<u>(152,847)</u>	<u>7,273</u>	<u>(1,949,160)</u>
Net changes in fund balances	<u>331,859</u>	<u>788,058</u>	<u>456,199</u>	<u>(3,779,904)</u>
Fund balances-beginning	-	1,672,953	1,672,953	5,452,857
Fund balances-ending	<u>\$331,859</u>	<u>\$2,461,011</u>	<u>\$2,129,152</u>	<u>\$1,672,953</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Road Improvement Districts
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Fines and penalties	\$-	\$29	\$29	\$15
Miscellaneous	28,317	28,873	556	27,897
Total revenues	<u>28,317</u>	<u>28,902</u>	<u>585</u>	<u>27,912</u>
Expenditures				
Current:				
Transportation	33,390	30,573	2,817	32,547
Total expenditures	<u>33,390</u>	<u>30,573</u>	<u>2,817</u>	<u>32,547</u>
Excess (deficiency) of revenues over expenditures	<u>(5,073)</u>	<u>(1,671)</u>	<u>3,402</u>	<u>(4,635)</u>
Other financing sources (uses)				
Transfers out	(1,090)	(1,089)	1	-
Total other financing sources (uses)	<u>(1,090)</u>	<u>(1,089)</u>	<u>1</u>	<u>-</u>
Net changes in fund balances	<u>(6,163)</u>	<u>(2,760)</u>	<u>3,403</u>	<u>(4,635)</u>
Fund balances-beginning	-	29,125	29,125	33,760
Fund balances-ending	<u>\$(6,163)</u>	<u>\$26,365</u>	<u>\$32,528</u>	<u>\$29,125</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Lynden/Everson Sub-Zone
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

Whatcom County

W A S H I N G T O N

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Fines and penalties	\$-	\$48	\$48	\$61
Miscellaneous	36,674	37,036	362	37,673
Total revenues	<u>36,674</u>	<u>37,084</u>	<u>410</u>	<u>37,734</u>
Expenditures				
Current:				
Natural and economic environment	146,000	21,772	124,228	18,244
Total expenditures	<u>146,000</u>	<u>21,772</u>	<u>124,228</u>	<u>18,244</u>
Excess (deficiency) of revenues over expenditures	<u>(109,326)</u>	<u>15,312</u>	<u>124,638</u>	<u>19,490</u>
Fund balances-beginning	-	294,284	294,284	274,794
Fund balances-ending	<u>\$(109,326)</u>	<u>\$309,596</u>	<u>\$418,922</u>	<u>\$294,284</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Sumas/Nooksack/Everson Sub-Zone
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Fines and penalties	\$-	\$375	\$375	\$367
Miscellaneous	112,904	115,339	2,435	116,353
Total revenues	<u>112,904</u>	<u>115,714</u>	<u>2,810</u>	<u>116,720</u>
Expenditures				
Current:				
Natural and economic environment	210,000	11,777	198,223	156,312
Total expenditures	<u>210,000</u>	<u>11,777</u>	<u>198,223</u>	<u>156,312</u>
Excess (deficiency) of revenues over expenditures	<u>(97,096)</u>	<u>103,937</u>	<u>201,033</u>	<u>(39,592)</u>
Fund balances-beginning	-	990,444	990,444	1,030,036
Fund balances-ending	<u>\$(97,096)</u>	<u>\$1,094,381</u>	<u>\$1,191,477</u>	<u>\$990,444</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Acme/Van Zandt Sub-Zone
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Fines and penalties	\$-	\$76	\$76	\$151
Miscellaneous	23,467	23,189	(278)	25,060
Total revenues	<u>23,467</u>	<u>23,265</u>	<u>(202)</u>	<u>25,211</u>
Expenditures				
Current:				
Natural and economic environment	33,770	-	33,770	5,920
Total expenditures	<u>33,770</u>	<u>-</u>	<u>33,770</u>	<u>5,920</u>
Excess (deficiency) of revenues over expenditures	(10,303)	23,265	33,568	19,291
Fund balances-beginning	-	242,256	242,256	222,965
Fund balances-ending	<u>\$(10,303)</u>	<u>\$265,521</u>	<u>\$275,824</u>	<u>\$242,256</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Samish Watershed Sub-Zone
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Fines and penalties	\$-	\$37	\$37	\$36
Miscellaneous	18,313	18,057	(256)	18,396
Total revenues	<u>18,313</u>	<u>18,094</u>	<u>(219)</u>	<u>18,432</u>
Expenditures				
Current:				
Natural and economic environment	22,400	13,930	8,470	12,341
Total expenditures	<u>22,400</u>	<u>13,930</u>	<u>8,470</u>	<u>12,341</u>
Excess (deficiency) of revenues over expenditures	<u>(4,087)</u>	<u>4,164</u>	<u>8,251</u>	<u>6,091</u>
Fund balances-beginning	-	90,007	90,007	83,916
Fund balances-ending	<u>\$(4,087)</u>	<u>\$94,171</u>	<u>\$98,258</u>	<u>\$90,007</u>

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual (GAAP Basis)
Birch Bay Sub-Zone
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$-	\$-	\$-	\$20,676
Fines and penalties	-	6,357	6,357	2,509
Miscellaneous	730,000	778,663	48,663	754,041
Total revenues	<u>730,000</u>	<u>785,020</u>	<u>55,020</u>	<u>777,226</u>
Expenditures				
Current:				
Natural and economic environment	786,801	421,547	365,254	624,577
Capital outlay	406,467	202,902	203,565	429,732
Total expenditures	<u>1,193,268</u>	<u>624,449</u>	<u>568,819</u>	<u>1,054,309</u>
Excess (deficiency) of revenues over expenditures	<u>(463,268)</u>	<u>160,571</u>	<u>623,839</u>	<u>(277,083)</u>
Other financing sources (uses)				
Transfers in	40,000	-	(40,000)	-
Transfers out	(19,939)	(19,939)	-	-
Total other financing sources (uses)	<u>20,061</u>	<u>(19,939)</u>	<u>(40,000)</u>	<u>-</u>
Net changes in fund balances	<u>(443,207)</u>	<u>140,632</u>	<u>583,839</u>	<u>(277,083)</u>
Fund balances-beginning	-	1,332,334	1,332,334	1,609,417
Fund balances-ending	<u>\$(443,207)</u>	<u>\$1,472,966</u>	<u>\$1,916,173</u>	<u>\$1,332,334</u>

	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	\$-	\$-	\$605	\$605
Total assets	\$-	\$-	\$605	\$605
Fund balances:				
Restricted	\$-	\$-	\$605	\$605
Total fund balances	-	-	605	605
Total liabilities and fund balances	\$-	\$-	\$605	\$605

Combining Statement of Revenues, Expenditures and
 Changes in Fund Balance
 Non-Major Debt Service Funds
 Year Ended December 31, 2015

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

	CRID No. 9 General Debt	2003 Ltd. Tax GO Bond	2010 Ltd. Tax GO Bond	Total Non Major Debt Service Funds
Expenditures				
Debt service:				
Principal	\$-	\$-	\$325,000	\$325,000
Interest	-	-	147,570	147,570
Total expenditures	-	-	472,570	472,570
Excess (deficiency) of revenues over expenditures	-	-	(472,570)	(472,570)
Other financing sources (uses)				
Transfers in	-	-	471,613	471,613
Total other financing sources (uses)	-	-	471,613	471,613
Net changes in fund balances	-	-	(957)	(957)
Fund balances-beginning	-	-	1,562	1,562
Fund balances-ending	\$-	\$-	\$605	\$605

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 2010 Ltd Tax GO Bond
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$-	\$-	\$7
Total revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>7</u>
Expenditures				
Debt service:				
Principal	325,000	325,000	-	310,000
Interest	147,218	147,570	(352)	158,066
Total expenditures	<u>472,218</u>	<u>472,570</u>	<u>(352)</u>	<u>468,066</u>
Excess (deficiency) of revenues over expenditures	<u>(472,218)</u>	<u>(472,570)</u>	<u>(352)</u>	<u>(468,059)</u>
Other financing sources (uses)				
Transfers in	471,613	471,613	-	467,464
Total other financing sources (uses)	<u>471,613</u>	<u>471,613</u>	<u>-</u>	<u>467,464</u>
Net changes in fund balances	<u>(605)</u>	<u>(957)</u>	<u>(352)</u>	<u>(595)</u>
Fund balances-beginning	-	1,562	-	2,157
Fund balances-ending	<u>\$(605)</u>	<u>\$605</u>	<u>\$(352)</u>	<u>\$1,562</u>

	Real Estate Excise Tax II	Real Estate Excise Tax I	County Park Improvement	Civic Center Building Improvement	East Whatcom Regional Resource Center Construction	2010 Jail Improvement	Lummi Nation Lease
Assets							
Cash, cash equivalents and pooled investments	\$2,728,644	\$3,263,570	\$-	\$2,474,584	\$146,184	\$-	\$1,995,054
Investments	-	-	86,861	-	-	836,358	-
Accounts receivable, net	-	-	-	-	-	-	-
Interest receivable, net	-	-	56	-	-	546	-
Interfund receivable	464,000	38,343	-	-	-	-	-
Interfund loan receivable	100,000	-	-	-	-	-	-
Due from other governments	24,465	-	-	-	-	-	-
Total assets	\$3,317,109	\$3,301,913	\$86,917	\$2,474,584	\$146,184	\$836,904	\$1,995,054
Liabilities and fund balances							
Liabilities							
Accounts payable	\$172,331	\$54,171	\$-	\$1,116	\$-	\$104,124	\$-
Interfund payable	92,616	124,986	85,900	-	-	-	-
Interfund loans payable	-	-	-	-	-	-	-
Total liabilities	264,947	179,157	85,900	1,116	-	104,124	-
Deferred inflows of resources	-	-	-	-	-	-	-
Fund balances:							
Restricted	3,052,162	3,122,756	1,017	2,473,468	146,184	732,780	1,995,054
Committed	-	-	-	-	-	-	-
Total fund balances	3,052,162	3,122,756	1,017	2,473,468	146,184	732,780	1,995,054
Total liabilities and fund balances	\$3,317,109	\$3,301,913	\$86,917	\$2,474,584	\$146,184	\$836,904	\$1,995,054

Birch Bay Dr and Pedestrian Facility Project	Birch Bay-Lynden Rd/Portal Way Signl/Imp Prj	Potter Rd-S Fork Bridge Rplcmnt Prjt	Rural Rd Safety Program Project	Sheriff's Record Management System Prjt	New Jail Project	Sup Ct Fourth Judge Courtroom Renovation	Nesset Farm Restoration	State St Building Acquisition and Improvement
\$493,983	\$1,113,578	\$599,097	\$39,522	\$267,951	\$1,771,935	\$144,657	\$99,042	\$2,683,716
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	713	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
237,850	9,448	416,078	-	-	-	-	-	-
<u>\$731,833</u>	<u>\$1,123,026</u>	<u>\$1,015,175</u>	<u>\$39,522</u>	<u>\$267,951</u>	<u>\$1,771,935</u>	<u>\$144,657</u>	<u>\$99,755</u>	<u>\$2,683,716</u>
\$106,171	\$-	\$6,673	\$-	\$72,313	\$36,377	\$-	\$-	\$3,346
-	-	-	-	-	-	-	-	-
-	1,000,000	550,000	-	-	-	-	100,000	-
<u>106,171</u>	<u>1,000,000</u>	<u>556,673</u>	<u>-</u>	<u>72,313</u>	<u>36,377</u>	<u>-</u>	<u>100,000</u>	<u>3,346</u>
-	-	-	-	-	-	-	-	-
625,662	123,026	458,502	39,522	-	-	-	(245)	-
-	-	-	-	195,638	1,735,558	144,657	-	2,680,370
<u>625,662</u>	<u>123,026</u>	<u>458,502</u>	<u>39,522</u>	<u>195,638</u>	<u>1,735,558</u>	<u>144,657</u>	<u>(245)</u>	<u>2,680,370</u>
<u>\$731,833</u>	<u>\$1,123,026</u>	<u>\$1,015,175</u>	<u>\$39,522</u>	<u>\$267,951</u>	<u>\$1,771,935</u>	<u>\$144,657</u>	<u>\$99,755</u>	<u>\$2,683,716</u>

	Slater Rd Intersections Project	Dakota Cr Bridge No. 500 Project	Telecommunications System Replacement	Lake Whatcom Boulevard Re-Surfacing	Hannegan Rd/ Nooksack River Bridge No. 252	Slater Rd/ Nooksack River Bridge	2015 County Roadway Safety Program
Assets							
Cash, cash equivalents and pooled investments	\$447,862	\$1,492,327	\$1,019,479	\$991,405	\$132,112	\$891,199	\$799,578
Investments	-	-	-	-	-	-	-
Accounts receivable, net	-	-	-	-	-	-	-
Interest receivable, net	-	-	-	-	-	-	-
Interfund receivable	-	-	-	-	-	20,198	-
Interfund loan receivable	-	-	-	-	-	-	-
Due from other governments	-	31,792	-	-	118,258	98,814	-
Total assets	\$447,862	\$1,524,119	\$1,019,479	\$991,405	\$250,370	\$1,010,211	\$799,578
Liabilities and fund balances							
Liabilities							
Accounts payable	\$58,826	\$165,817	\$168,395	\$-	\$-	\$10,210	\$-
Interfund payable	-	-	-	-	-	-	-
Interfund loans payable	-	1,000,000	-	-	250,000	1,000,000	750,000
Total liabilities	58,826	1,165,817	168,395	-	250,000	1,010,210	750,000
Deferred inflows of resources	-	-	-	-	-	-	-
Fund balances:							
Restricted	389,036	358,302	-	991,405	370	1	49,578
Committed	-	-	851,084	-	-	-	-
Total fund balances	389,036	358,302	851,084	991,405	370	1	49,578
Total liabilities and fund balances	\$447,862	\$1,524,119	\$1,019,479	\$991,405	\$250,370	\$1,010,211	\$799,578

Whatcom County

W A S H I N G T O N

Hannegan Rd Structural Overlay	2015 Courthouse Fire Alarm System & Juv Roof Imprv	2015 Girard Street Building Improvement	Courthouse Building Envelope Project	2015 Central Plaza Improvement	2015 Silver Lake Park Improvement	2015 Lighthouse Marine Park Improvement	2015 South Fork Park Improvement	Academy Rd Storm Water Improvements
\$593,768	\$252,453	\$466,615	\$249,382	\$122,921	\$841,113	\$249,382	\$391,916	\$183,648
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	85,900	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	887,193
<u>\$593,768</u>	<u>\$252,453</u>	<u>\$466,615</u>	<u>\$249,382</u>	<u>\$122,921</u>	<u>\$841,113</u>	<u>\$249,382</u>	<u>\$477,816</u>	<u>\$1,070,841</u>
\$-	\$-	\$961	\$-	\$-	\$-	\$37,042	\$-	\$15,061
-	-	-	-	-	-	-	-	640,128
-	-	-	-	-	-	-	-	309,000
-	-	961	-	-	-	37,042	-	964,189
-	-	-	-	-	-	-	-	-
593,768	-	-	-	122,921	841,113	212,340	477,816	106,652
-	252,453	465,654	249,382	-	-	-	-	-
<u>593,768</u>	<u>252,453</u>	<u>465,654</u>	<u>249,382</u>	<u>122,921</u>	<u>841,113</u>	<u>212,340</u>	<u>477,816</u>	<u>106,652</u>
<u>\$593,768</u>	<u>\$252,453</u>	<u>\$466,615</u>	<u>\$249,382</u>	<u>\$122,921</u>	<u>\$841,113</u>	<u>\$249,382</u>	<u>\$477,816</u>	<u>\$1,070,841</u>

	Agate Heights Estate/ Bay Lane Storm Water Improvements	Beaver Creek Storm Water Improvements	Cedar Hills/ Euclid Storm Water Improvements	Criminal Justice Integrated Case Mgmt System Projects	Integrated Land Records and Permit Mgmt System Projects	Total Non Major Capital Project Funds
Assets						
Cash, cash equivalents and pooled investments	\$587,514	\$-	\$505,772	\$598,516	\$1,163,242	\$29,801,721
Investments	-	-	-	-	-	923,219
Accounts receivable, net	-	-	-	-	-	713
Interest receivable, net	-	-	-	-	-	602
Interfund receivable	-	-	-	-	-	608,441
Interfund loan receivable	-	-	-	-	-	100,000
Due from other governments	-	-	175,205	-	-	1,999,103
Total assets	\$587,514	\$-	\$680,977	\$598,516	\$1,163,242	\$33,433,799
Liabilities and fund balances						
Liabilities						
Accounts payable	\$28,475	\$-	\$67,673	\$-	\$-	\$1,109,082
Interfund payable	-	-	1,885	-	-	945,515
Interfund loans payable	-	-	-	-	-	4,959,000
Total liabilities	28,475	-	69,558	-	-	7,013,597
Deferred inflows of resources	-	-	-	-	-	-
Fund balances:						
Restricted	559,039	-	611,419	-	-	18,083,648
Committed	-	-	-	598,516	1,163,242	8,336,554
Total fund balances	559,039	-	611,419	598,516	1,163,242	26,420,202
Total liabilities and fund balances	\$587,514	\$-	\$680,977	\$598,516	\$1,163,242	\$33,433,799

Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
Non-Major Capital Project Funds
Year Ended December 31, 2015

	Real Estate Excise Tax II	Real Estate Excise Tax I	County Park Improvement	Civic Center Building Improvement	East Whatcom Regional Resource Ctr Construction	2010 Jail Improvement	Lummi Nation Lease
Revenues							
Taxes	\$1,685,850	\$1,685,849	\$-	\$-	\$-	\$-	\$-
Intergovernmental	64,612	-	-	-	-	-	-
Miscellaneous	793	(4,704)	674	(2,820)	(214)	4,530	(2,324)
Total revenues	<u>1,751,255</u>	<u>1,681,145</u>	<u>674</u>	<u>(2,820)</u>	<u>(214)</u>	<u>4,530</u>	<u>(2,324)</u>
Expenditures							
Current:							
General government	-	349,774	-	-	-	-	-
Natural and economic environment	-	-	-	-	-	-	-
Culture and recreation	214,202	-	-	-	-	-	-
Capital outlay	189,882	6,444	-	49,373	29,730	7,266	-
Total expenditures	<u>404,084</u>	<u>356,218</u>	<u>-</u>	<u>49,373</u>	<u>29,730</u>	<u>7,266</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>1,347,171</u>	<u>1,324,927</u>	<u>674</u>	<u>(52,193)</u>	<u>(29,944)</u>	<u>(2,736)</u>	<u>(2,324)</u>
Other financing sources (uses)							
Transfers in	4,000	38,343	-	-	63,000	-	-
Transfers out	(4,012,888)	(703,000)	(85,900)	-	-	-	-
Total other financing sources (uses)	<u>(4,008,888)</u>	<u>(664,657)</u>	<u>(85,900)</u>	<u>-</u>	<u>63,000</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	<u>(2,661,717)</u>	<u>660,270</u>	<u>(85,226)</u>	<u>(52,193)</u>	<u>33,056</u>	<u>(2,736)</u>	<u>(2,324)</u>
Fund balances-beginning	<u>5,713,879</u>	<u>2,462,486</u>	<u>86,243</u>	<u>2,525,661</u>	<u>113,128</u>	<u>735,516</u>	<u>1,997,378</u>
Fund balances-ending	<u>\$3,052,162</u>	<u>\$3,122,756</u>	<u>\$1,017</u>	<u>\$2,473,468</u>	<u>\$146,184</u>	<u>\$732,780</u>	<u>\$1,995,054</u>

Combining Statement of Revenues, Expenditures and
 Changes in Fund Balance
 Non-Major Capital Project Funds
 Year Ended December 31, 2015

Birch Bay Dr and Pedestrian Facility Project	Birch Bay- Lynden Rd/ Portal Way Signl/Imp Prj	Potter Rd-S Fork Bridge Rplcmnt Prjt	Rural Rd Safety Program Project	Sheriff's Record Management System Prjt	New Jail Project	Sup Ct Fourth Judge Courtroom Renovation	Nesset Farm Restoration	State St Building Acquisition and Improvement
\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
817,523	52,897	1,908,786	-	-	-	-	-	-
(690)	(1,659)	(1,294)	1,265	(297)	(2,589)	760	599	(3,546)
<u>816,833</u>	<u>51,238</u>	<u>1,907,492</u>	<u>1,265</u>	<u>(297)</u>	<u>(2,589)</u>	<u>760</u>	<u>599</u>	<u>(3,546)</u>
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
<u>985,114</u>	<u>68,237</u>	<u>2,387,922</u>	<u>-</u>	<u>82,983</u>	<u>356,747</u>	<u>301,723</u>	<u>663</u>	<u>65,815</u>
<u>985,114</u>	<u>68,237</u>	<u>2,387,922</u>	<u>-</u>	<u>82,983</u>	<u>356,747</u>	<u>301,723</u>	<u>663</u>	<u>65,815</u>
<u>(168,281)</u>	<u>(16,999)</u>	<u>(480,430)</u>	<u>1,265</u>	<u>(83,280)</u>	<u>(359,336)</u>	<u>(300,963)</u>	<u>(64)</u>	<u>(69,361)</u>
-	-	-	-	-	1,000,000	-	-	400,000
-	-	-	-	-	-	-	-	-
-	-	-	-	-	1,000,000	-	-	400,000
<u>(168,281)</u>	<u>(16,999)</u>	<u>(480,430)</u>	<u>1,265</u>	<u>(83,280)</u>	<u>640,664</u>	<u>(300,963)</u>	<u>(64)</u>	<u>330,639</u>
<u>793,943</u>	<u>140,025</u>	<u>938,932</u>	<u>38,257</u>	<u>278,918</u>	<u>1,094,894</u>	<u>445,620</u>	<u>(181)</u>	<u>2,349,731</u>
<u>\$625,662</u>	<u>\$123,026</u>	<u>\$458,502</u>	<u>\$39,522</u>	<u>\$195,638</u>	<u>\$1,735,558</u>	<u>\$144,657</u>	<u>\$(245)</u>	<u>\$2,680,370</u>

Combining Statement of Revenues, Expenditures and
Changes in Fund Balance
Non-Major Capital Project Funds
Year Ended December 31, 2015

	Slater Rd Intersections Project	Dakota Cr Bridge No. 500 Project	Telecomm- unications System Replacement	Lake Whatcom Boulevard Re-Surfacing	Hannegan Rd/ Nooksack River Bridge No. 252	Slater Rd/ Nooksack River Bridge	2015 County Roadway Safety Program
Revenues							
Taxes	\$-	\$-	\$-	\$-	\$-	\$-	\$-
Intergovernmental	23,192	2,791,183	-	-	118,259	1,139,095	-
Miscellaneous	818	27,510	56	(2,358)	(328)	(1,933)	(1,982)
Total revenues	<u>24,010</u>	<u>2,818,693</u>	<u>56</u>	<u>(2,358)</u>	<u>117,931</u>	<u>1,137,162</u>	<u>(1,982)</u>
Expenditures							
Current:							
General government	-	-	-	-	-	-	-
Natural and economic environment	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-
Capital outlay	2,132,128	3,555,745	791,734	506,237	137,561	1,157,359	18,440
Total expenditures	<u>2,132,128</u>	<u>3,555,745</u>	<u>791,734</u>	<u>506,237</u>	<u>137,561</u>	<u>1,157,359</u>	<u>18,440</u>
Excess (deficiency) of revenues over expenditures	<u>(2,108,118)</u>	<u>(737,052)</u>	<u>(791,678)</u>	<u>(508,595)</u>	<u>(19,630)</u>	<u>(20,197)</u>	<u>(20,422)</u>
Other financing sources (uses)							
Transfers in	990,000	450,000	-	1,500,000	20,000	20,198	70,000
Transfers out	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>990,000</u>	<u>450,000</u>	<u>-</u>	<u>1,500,000</u>	<u>20,000</u>	<u>20,198</u>	<u>70,000</u>
Net changes in fund balances	<u>(1,118,118)</u>	<u>(287,052)</u>	<u>(791,678)</u>	<u>991,405</u>	<u>370</u>	<u>1</u>	<u>49,578</u>
Fund balances-beginning	1,507,154	645,354	1,642,762	-	-	-	-
Fund balances-ending	<u>\$389,036</u>	<u>\$358,302</u>	<u>\$851,084</u>	<u>\$991,405</u>	<u>\$370</u>	<u>\$1</u>	<u>\$49,578</u>

Whatcom County

W A S H I N G T O N

Hannegan Rd Structural Overlay	2015 Courthouse Fire Alarm System & Juv Roof Imprvmt	2015 Girard Street Building Improvement	Courthouse Building Envelope Project	2015 Central Plaza Improvement	2015 Silver Lake Park Improvement	2015 Lighthouse Marine Park Improvement	2015 South Fork Park Improvement	Academy Rd Storm Water Improvements
\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-	\$-
-	-	-	-	-	-	-	-	949,093
(1,372)	(626)	(1,157)	(618)	(305)	(2,085)	(618)	(1,184)	(80)
<u>(1,372)</u>	<u>(626)</u>	<u>(1,157)</u>	<u>(618)</u>	<u>(305)</u>	<u>(2,085)</u>	<u>(618)</u>	<u>(1,184)</u>	<u>949,013</u>
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	238,117
-	-	-	-	-	-	-	-	-
1,404,860	6,921	44,189	-	36,774	36,802	37,042	-	764,244
<u>1,404,860</u>	<u>6,921</u>	<u>44,189</u>	<u>-</u>	<u>36,774</u>	<u>36,802</u>	<u>37,042</u>	<u>-</u>	<u>1,002,361</u>
<u>(1,406,232)</u>	<u>(7,547)</u>	<u>(45,346)</u>	<u>(618)</u>	<u>(37,079)</u>	<u>(38,887)</u>	<u>(37,660)</u>	<u>(1,184)</u>	<u>(53,348)</u>
2,000,000	260,000	511,000	250,000	160,000	880,000	250,000	479,000	160,000
-	-	-	-	-	-	-	-	-
2,000,000	260,000	511,000	250,000	160,000	880,000	250,000	479,000	160,000
593,768	252,453	465,654	249,382	122,921	841,113	212,340	477,816	106,652
-	-	-	-	-	-	-	-	-
<u>\$593,768</u>	<u>\$252,453</u>	<u>\$465,654</u>	<u>\$249,382</u>	<u>\$122,921</u>	<u>\$841,113</u>	<u>\$212,340</u>	<u>\$477,816</u>	<u>\$106,652</u>

	Agate Heights Estate/ Bay Lane Storm Water Improvements	Beaver Creek Storm Water Improvements	Cedar Hills/ Euclid Storm Water Improvements	Criminal Justice Integrated Case Mgmt System Projects	Integrated Land Records and Permit Mgmt System Projects	Total Non Major Capital Project Funds
Revenues						
Taxes	\$-	\$-	\$-	\$-	\$-	\$3,371,699
Intergovernmental	-	-	175,205	-	-	8,039,845
Miscellaneous	(1,457)	-	(1,254)	(1,484)	(2,884)	(4,857)
Total revenues	<u>(1,457)</u>	<u>-</u>	<u>173,951</u>	<u>(1,484)</u>	<u>(2,884)</u>	<u>11,406,687</u>
Expenditures						
Current:						
General government	-	-	-	-	-	349,774
Natural and economic environment	49,504	-	192,532	-	-	480,153
Culture and recreation	-	-	-	-	-	214,202
Capital outlay	-	-	-	-	2,208	15,164,143
Total expenditures	<u>49,504</u>	<u>-</u>	<u>192,532</u>	<u>-</u>	<u>2,208</u>	<u>16,208,272</u>
Excess (deficiency) of revenues over expenditures	<u>(50,961)</u>	<u>-</u>	<u>(18,581)</u>	<u>(1,484)</u>	<u>(5,092)</u>	<u>(4,801,585)</u>
Other financing sources (uses)						
Transfers in	610,000	-	630,000	600,000	1,168,334	12,513,875
Transfers out	-	-	-	-	-	(4,801,788)
Total other financing sources (uses)	<u>610,000</u>	<u>-</u>	<u>630,000</u>	<u>600,000</u>	<u>1,168,334</u>	<u>7,712,087</u>
Net changes in fund balances	<u>559,039</u>	<u>-</u>	<u>611,419</u>	<u>598,516</u>	<u>1,163,242</u>	<u>2,910,502</u>
Fund balances-beginning	-	-	-	-	-	23,509,700
Fund balances-ending	<u>\$559,039</u>	<u>\$-</u>	<u>\$611,419</u>	<u>\$598,516</u>	<u>\$1,163,242</u>	<u>\$26,420,202</u>

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Real Estate Excise Tax II
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

Whatcom County

WASHINGTON

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$1,336,000	\$1,685,850	\$349,850	\$1,872,773
Intergovernmental	50,560	64,612	14,052	74,366
Miscellaneous	-	793	793	16,343
Total revenues	<u>1,386,560</u>	<u>1,751,255</u>	<u>364,695</u>	<u>1,963,482</u>
Expenditures				
Current:				
Culture and recreation	205,268	214,202	(8,934)	47,354
Capital outlay	241,910	189,882	52,028	264,266
Total expenditures	<u>447,178</u>	<u>404,084</u>	<u>43,094</u>	<u>311,620</u>
Excess (deficiency) of revenues over expenditures	<u>939,382</u>	<u>1,347,171</u>	<u>407,789</u>	<u>1,651,862</u>
Other financing sources (uses)				
Transfers in	4,000	4,000	-	-
Transfers out	(4,487,020)	(4,012,888)	474,132	(1,512,788)
Total other financing sources (uses)	<u>(4,483,020)</u>	<u>(4,008,888)</u>	<u>474,132</u>	<u>(1,512,788)</u>
Net changes in fund balances	<u>(3,543,638)</u>	<u>(2,661,717)</u>	<u>881,921</u>	<u>139,074</u>
Fund balances-beginning	-	5,713,879	5,713,879	5,574,805
Fund balances-ending	<u>\$(3,543,638)</u>	<u>\$3,052,162</u>	<u>\$6,595,800</u>	<u>\$5,713,879</u>

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Real Estate Excise Tax I
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Taxes	\$1,336,000	\$1,685,849	\$349,849	\$1,872,773
Intergovernmental	145,000	-	(145,000)	-
Miscellaneous	113,400	(4,704)	(118,104)	1,326
Total revenues	<u>1,594,400</u>	<u>1,681,145</u>	<u>86,745</u>	<u>1,874,099</u>
Expenditures				
Current:				
General government	816,780	349,774	467,006	380,229
Social services	-	-	-	5,919
Culture and recreation	290,000	-	290,000	-
Capital outlay	-	6,444	(6,444)	51,436
Total expenditures	<u>1,106,780</u>	<u>356,218</u>	<u>750,562</u>	<u>437,584</u>
Excess (deficiency) of revenues over expenditures	<u>487,620</u>	<u>1,324,927</u>	<u>837,307</u>	<u>1,436,515</u>
Other financing sources (uses)				
Transfers in	111,000	38,343	(72,657)	80,607
Transfers out	(703,000)	(703,000)	-	(124,000)
Total other financing sources (uses)	<u>(592,000)</u>	<u>(664,657)</u>	<u>(72,657)</u>	<u>(43,393)</u>
Net changes in fund balances	<u>(104,380)</u>	<u>660,270</u>	<u>764,650</u>	<u>1,393,122</u>
Fund balances-beginning	-	2,462,486	2,462,486	1,069,364
Fund balances-ending	<u>\$(104,380)</u>	<u>\$3,122,756</u>	<u>\$3,227,136</u>	<u>\$2,462,486</u>

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 County Park Improvement
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$674	\$674	\$1,280
Total revenues	-	674	674	1,280
Excess (deficiency) of revenues over expenditures	-	674	674	1,280
Other financing sources (uses)				
Transfers out	(85,900)	(85,900)	-	(79,630)
Total other financing sources (uses)	(85,900)	(85,900)	-	(79,630)
Net changes in fund balances	(85,900)	(85,226)	674	(78,350)
Fund balances-beginning	-	86,243	86,243	164,593
Fund balances-ending	\$(85,900)	\$1,017	\$86,917	\$86,243

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Civic Center Building Improvement
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(2,820)	\$(2,820)	\$7,439
Total revenues	-	(2,820)	(2,820)	7,439
Expenditures				
Current:				
Capital outlay	2,496,026	49,373	2,446,653	3,974
Total expenditures	2,496,026	49,373	2,446,653	3,974
Excess (deficiency) of revenues over expenditures	(2,496,026)	(52,193)	2,443,833	3,465
Fund balances-beginning	-	2,525,661	2,525,661	2,522,196
Fund balances-ending	\$(2,496,026)	\$2,473,468	\$4,969,494	\$2,525,661

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
East Whatcom Regional Resource Ctr Construction
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(214)	\$(214)	\$178
Total revenues	-	(214)	(214)	178
Expenditures				
Current:				
Capital outlay	176,088	29,730	146,358	9,970
Total expenditures	176,088	29,730	146,358	9,970
Excess (deficiency) of revenues over expenditures	(176,088)	(29,944)	146,144	(9,792)
Other financing sources (uses)				
Transfers in	63,000	63,000	-	46,468
Total other financing sources (uses)	63,000	63,000	-	46,468
Net changes in fund balances	(113,088)	33,056	146,144	36,676
Fund balances-beginning	-	113,128	113,128	76,452
Fund balances-ending	\$(113,088)	\$146,184	\$259,272	\$113,128

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 2010 Jail Improvement
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$4,530	\$4,530	\$7,803
Total revenues	-	4,530	4,530	7,803
Expenditures				
Capital outlay	707,233	7,266	699,967	285,541
Total expenditures	707,233	7,266	699,967	285,541
Excess (deficiency) of revenues over expenditures	(707,233)	(2,736)	704,497	(277,738)
Fund balances-beginning	-	735,516	735,516	1,013,254
Fund balances-ending	\$(707,233)	\$732,780	\$1,440,013	\$735,516

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Birch Bay Drive & Pedestrian Facility Project
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$923,279	\$817,523	\$(105,756)	\$512,053
Miscellaneous	-	(690)	(690)	2,288
Total revenues	<u>923,279</u>	<u>816,833</u>	<u>(106,446)</u>	<u>514,341</u>
Expenditures				
Current:				
Capital outlay	1,717,899	985,114	732,785	382,776
Total expenditures	<u>1,717,899</u>	<u>985,114</u>	<u>732,785</u>	<u>382,776</u>
Excess (deficiency) of revenues over expenditures	<u>(794,620)</u>	<u>(168,281)</u>	<u>626,339</u>	<u>131,565</u>
Fund balances-beginning	-	793,943	793,943	662,378
Fund balances-ending	<u>\$(794,620)</u>	<u>\$625,662</u>	<u>\$1,420,282</u>	<u>\$793,943</u>

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Birch Bay Lynden Rd/Portal Way Signalization Improv. Project
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$282,466	\$52,897	\$(229,569)	\$3,029,255
Miscellaneous	-	(1,659)	(1,659)	27
Total revenues	<u>282,466</u>	<u>51,238</u>	<u>(231,228)</u>	<u>3,029,282</u>
Expenditures				
Capital outlay	268,938	68,237	200,701	3,039,682
Total expenditures	<u>268,938</u>	<u>68,237</u>	<u>200,701</u>	<u>3,039,682</u>
Excess (deficiency) of revenues over expenditures	<u>13,528</u>	<u>(16,999)</u>	<u>(30,527)</u>	<u>(10,400)</u>
Fund balances-beginning	-	140,025	140,025	150,425
Fund balances-ending	<u>\$13,528</u>	<u>\$123,026</u>	<u>\$109,498</u>	<u>\$140,025</u>

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Potter Rd-S Fork Bridge Replacement Project
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$4,819,702	\$1,908,786	\$(2,910,916)	\$2,880,298
Miscellaneous	-	(1,294)	(1,294)	6,833
Total revenues	<u>4,819,702</u>	<u>1,907,492</u>	<u>(2,912,210)</u>	<u>2,887,131</u>
Expenditures				
Capital outlay	5,100,003	2,387,922	2,712,081	3,595,586
Total expenditures	<u>5,100,003</u>	<u>2,387,922</u>	<u>2,712,081</u>	<u>3,595,586</u>
Excess (deficiency) of revenues over expenditures	<u>(280,301)</u>	<u>(480,430)</u>	<u>(200,129)</u>	<u>(708,455)</u>
Fund balances-beginning	-	938,932	938,932	1,647,387
Fund balances-ending	<u>\$(280,301)</u>	<u>\$458,502</u>	<u>\$738,803</u>	<u>\$938,932</u>

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Rural Rd Safety Program Project
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$292,776	\$-	\$(292,776)	\$658,070
Miscellaneous	-	1,265	1,265	1,281
Total revenues	<u>292,776</u>	<u>1,265</u>	<u>(291,511)</u>	<u>659,351</u>
Expenditures				
Capital outlay	330,721	-	330,721	635,052
Total expenditures	<u>330,721</u>	<u>-</u>	<u>330,721</u>	<u>635,052</u>
Excess (deficiency) of revenues over expenditures	<u>(37,945)</u>	<u>1,265</u>	<u>39,210</u>	<u>24,299</u>
Fund balances-beginning	-	38,257	38,257	13,958
Fund balances-ending	<u>\$(37,945)</u>	<u>\$39,522</u>	<u>\$77,467</u>	<u>\$38,257</u>

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Sheriff's Record Mgmt System Project
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(297)	\$(297)	\$2,639
Total revenues	-	(297)	(297)	2,639
Expenditures				
Capital outlay	279,286	82,983	196,303	20,597
Total expenditures	279,286	82,983	196,303	20,597
Excess (deficiency) of revenues over expenditures	(279,286)	(83,280)	196,006	(17,958)
Fund balances-beginning	-	278,918	278,918	296,876
Fund balances-ending	\$(279,286)	\$195,638	\$474,924	\$278,918

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
New Jail Project
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(2,589)	\$(2,589)	\$701
Total revenues	-	(2,589)	(2,589)	701
Expenditures				
Capital outlay	542,487	356,747	185,740	493,594
Total expenditures	542,487	356,747	185,740	493,594
Excess (deficiency) of revenues over expenditures	(542,487)	(359,336)	183,151	(492,893)
Other financing sources (uses)				
Transfers in	-	1,000,000	1,000,000	1,000,000
Total other financing sources (uses)	-	1,000,000	1,000,000	1,000,000
Net changes in fund balances	(542,487)	640,664	1,183,151	507,107
Fund balances-beginning	-	1,094,894	1,094,894	587,787
Fund balances-ending	\$(542,487)	\$1,735,558	\$2,278,045	\$1,094,894

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Superior Ct 4th Judge Courtroom Renovation
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$760	\$760	\$(504)
Total revenues	-	760	760	(504)
Expenditures				
Capital outlay	446,739	301,723	145,016	1,116,072
Total expenditures	446,739	301,723	145,016	1,116,072
Excess (deficiency) of revenues over expenditures	(446,739)	(300,963)	145,776	(1,116,576)
Other financing sources (uses)				
Transfers in	-	-	-	1,422,464
Total other financing sources (uses)	-	-	-	1,422,464
Net changes in fund balances	(446,739)	(300,963)	145,776	305,888
Fund balances-beginning	-	445,620	445,620	139,732
Fund balances-ending	\$(446,739)	\$144,657	\$591,396	\$445,620

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Nessel Farm Restoration
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

Whatcom County

WASHINGTON

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$250,000	\$599	\$(249,401)	\$(131)
Total revenues	<u>250,000</u>	<u>599</u>	<u>(249,401)</u>	<u>(131)</u>
Expenditures				
Capital outlay	249,950	663	249,287	50
Total expenditures	<u>249,950</u>	<u>663</u>	<u>249,287</u>	<u>50</u>
Excess (deficiency) of revenues over expenditures	50	(64)	(114)	(181)
Fund balances-beginning	-	(181)	(181)	-
Fund balances-ending	<u>\$50</u>	<u>\$(245)</u>	<u>\$(295)</u>	<u>\$(181)</u>

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 State St Building Acquisition & Improv.
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(3,546)	\$(3,546)	\$18,292
Total revenues	-	(3,546)	(3,546)	18,292
Expenditures				
Capital outlay	2,752,839	65,815	2,687,024	2,689,843
Total expenditures	2,752,839	65,815	2,687,024	2,689,843
Excess (deficiency) of revenues over expenditures	(2,752,839)	(69,361)	2,683,478	(2,671,551)
Other financing sources (uses)				
Transfers in	400,000	400,000	-	-
Total other financing sources (uses)	400,000	400,000	-	-
Net changes in fund balances	(2,352,839)	330,639	2,683,478	(2,671,551)
Fund balances-beginning	-	2,349,731	2,349,731	5,021,282
Fund balances-ending	\$(2,352,839)	\$2,680,370	\$5,033,209	\$2,349,731

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Slater Rd Intersections Project
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$23,877	\$23,192	\$(685)	\$106,123
Miscellaneous	-	818	818	(348)
Total revenues	<u>23,877</u>	<u>24,010</u>	<u>133</u>	<u>105,775</u>
Expenditures				
Capital outlay	2,521,378	2,132,128	389,250	218,621
Total expenditures	<u>2,521,378</u>	<u>2,132,128</u>	<u>389,250</u>	<u>218,621</u>
Excess (deficiency) of revenues over expenditures	<u>(2,497,501)</u>	<u>(2,108,118)</u>	<u>389,383</u>	<u>(112,846)</u>
Other financing sources (uses)				
Transfers in	990,000	990,000	-	1,620,000
Total other financing sources (uses)	<u>990,000</u>	<u>990,000</u>	<u>-</u>	<u>1,620,000</u>
Net changes in fund balances	<u>(1,507,501)</u>	<u>(1,118,118)</u>	<u>389,383</u>	<u>1,507,154</u>
Fund balances-beginning	-	1,507,154	1,507,154	-
Fund balances-ending	<u>\$(1,507,501)</u>	<u>\$389,036</u>	<u>\$1,896,537</u>	<u>\$1,507,154</u>

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Dakota Creek Bridge No. 500 Project
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$2,866,076	\$2,791,183	\$(74,893)	\$67,252
Miscellaneous	-	27,510	27,510	(2,143)
Total revenues	2,866,076	2,818,693	(47,383)	65,109
Expenditures				
Capital outlay	3,963,573	3,555,745	407,828	85,031
Total expenditures	3,963,573	3,555,745	407,828	85,031
Excess (deficiency) of revenues over expenditures	(1,097,497)	(737,052)	360,445	(19,922)
Other financing sources (uses)				
Transfers in	450,000	450,000	-	665,276
Total other financing sources (uses)	450,000	450,000	-	665,276
Net changes in fund balances	(647,497)	(287,052)	360,445	645,354
Fund balances-beginning	-	645,354	645,354	-
Fund balances-ending	\$(647,497)	\$358,302	\$1,005,799	\$645,354

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Telecommunications System Replacement
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$56	\$56	\$(2,584)
Total revenues	-	56	56	(2,584)
Expenditures				
Capital outlay	1,645,345	791,734	853,611	578,463
Total expenditures	1,645,345	791,734	853,611	578,463
Excess (deficiency) of revenues over expenditures	(1,645,345)	(791,678)	853,667	(581,047)
Other financing sources (uses)				
Transfers in	-	-	-	2,223,809
Total other financing sources (uses)	-	-	-	2,223,809
Net changes in fund balances	(1,645,345)	(791,678)	853,667	1,642,762
Fund balances-beginning	-	1,642,762	1,642,762	-
Fund balances-ending	\$(1,645,345)	\$851,084	\$2,496,429	\$1,642,762

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Lake Whatcom Boulevard Re-Surfacing
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

Whatcom County

W A S H I N G T O N

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(2,358)	\$(2,358)	\$-
Total revenues	-	(2,358)	(2,358)	-
Expenditures				
Current:				
Transportation	1,500,000	-	1,500,000	-
Capital outlay	-	506,237	(506,237)	-
Total expenditures	1,500,000	506,237	993,763	-
Excess (deficiency) of revenues over expenditures	(1,500,000)	(508,595)	991,405	-
Other financing sources (uses)				
Transfers in	1,500,000	1,500,000	-	-
Total other financing sources (uses)	1,500,000	1,500,000	-	-
Net changes in fund balances	-	991,405	991,405	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$991,405	\$991,405	\$-

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Hannegan Road/Nooksack River Bridge No. 252
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$220,000	\$118,259	\$(101,741)	\$-
Miscellaneous	-	(328)	(328)	-
Total revenues	<u>220,000</u>	<u>117,931</u>	<u>(102,069)</u>	<u>-</u>
Expenditures				
Current:				
Transportation	240,000	-	240,000	-
Capital outlay	-	137,561	(137,561)	-
Total expenditures	<u>240,000</u>	<u>137,561</u>	<u>102,439</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(20,000)</u>	<u>(19,630)</u>	<u>370</u>	<u>-</u>
Other financing sources (uses)				
Transfers in	20,000	20,000	-	-
Total other financing sources (uses)	<u>20,000</u>	<u>20,000</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	<u>-</u>	<u>370</u>	<u>370</u>	<u>-</u>
Fund balances-beginning	-	-	-	-
Fund balances-ending	<u>\$-</u>	<u>\$370</u>	<u>\$370</u>	<u>\$-</u>

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Slater Road/Nooksack River Bridge
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

Whatcom County

W A S H I N G T O N

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$1,700,000	\$1,139,095	\$(560,905)	\$-
Miscellaneous	-	(1,933)	(1,933)	-
Total revenues	<u>1,700,000</u>	<u>1,137,162</u>	<u>(562,838)</u>	<u>-</u>
Expenditures				
Current:				
Transportation	1,700,000	-	1,700,000	-
Capital outlay	-	1,157,359	(1,157,359)	-
Total expenditures	<u>1,700,000</u>	<u>1,157,359</u>	<u>542,641</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	-	(20,197)	(20,197)	-
Other financing sources (uses)				
Transfers in	-	20,198	20,198	-
Total other financing sources (uses)	<u>-</u>	<u>20,198</u>	<u>20,198</u>	<u>-</u>
Net changes in fund balances	-	1	1	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	<u>\$-</u>	<u>\$1</u>	<u>\$1</u>	<u>\$-</u>

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 2015 County Roadway Safety Program
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$680,000	\$-	\$(680,000)	\$-
Miscellaneous	-	(1,982)	(1,982)	-
Total revenues	<u>680,000</u>	<u>(1,982)</u>	<u>(681,982)</u>	<u>-</u>
Expenditures				
Current:				
Transportation	750,000	-	750,000	-
Capital outlay	-	18,440	(18,440)	-
Total expenditures	<u>750,000</u>	<u>18,440</u>	<u>731,560</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(70,000)</u>	<u>(20,422)</u>	<u>49,578</u>	<u>-</u>
Other financing sources (uses)				
Transfers in	<u>70,000</u>	<u>70,000</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>70,000</u>	<u>70,000</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	<u>-</u>	<u>49,578</u>	<u>49,578</u>	<u>-</u>
Fund balances-beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances-ending	<u>\$-</u>	<u>\$49,578</u>	<u>\$49,578</u>	<u>\$-</u>

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Hannegan Road Structural Overlay
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(1,372)	\$(1,372)	\$-
Total revenues	-	(1,372)	(1,372)	-
Expenditures				
Current:				
Transportation	2,000,000	-	2,000,000	-
Capital outlay	-	1,404,860	(1,404,860)	-
Total expenditures	2,000,000	1,404,860	595,140	-
Excess (deficiency) of revenues over expenditures	(2,000,000)	(1,406,232)	593,768	-
Other financing sources (uses)				
Transfers in	2,000,000	2,000,000	-	-
Total other financing sources (uses)	2,000,000	2,000,000	-	-
Net changes in fund balances	-	593,768	593,768	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$593,768	\$593,768	\$-

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 2015 Courthouse Fire Alarm System & Juvenile Roof Improvement
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(626)	\$(626)	\$-
Total revenues	-	(626)	(626)	-
Expenditures				
Current:				
Capital outlay	260,000	6,921	253,079	-
Total expenditures	260,000	6,921	253,079	-
Excess (deficiency) of revenues over expenditures	(260,000)	(7,547)	252,453	-
Other financing sources (uses)				
Transfers in	260,000	260,000	-	-
Total other financing sources (uses)	260,000	260,000	-	-
Net changes in fund balances	-	252,453	252,453	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$252,453	\$252,453	\$-

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 2015 Girard Street Building Improvement
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(1,157)	\$(1,157)	\$-
Total revenues	-	(1,157)	(1,157)	-
Expenditures				
Capital outlay	511,000	44,189	466,811	-
Total expenditures	511,000	44,189	466,811	-
Excess (deficiency) of revenues over expenditures	(511,000)	(45,346)	465,654	-
Other financing sources (uses)				
Transfers in	511,000	511,000	-	-
Total other financing sources (uses)	511,000	511,000	-	-
Net changes in fund balances	-	465,654	465,654	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$465,654	\$465,654	\$-

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Courthouse Building Envelope Project
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(618)	\$(618)	\$-
Total revenues	-	(618)	(618)	-
Expenditures				
Capital outlay	250,000	-	250,000	-
Total expenditures	250,000	-	250,000	-
Excess (deficiency) of revenues over expenditures	(250,000)	(618)	249,382	-
Other financing sources (uses)				
Transfers in	250,000	250,000	-	-
Total other financing sources (uses)	250,000	250,000	-	-
Net changes in fund balances	-	249,382	249,382	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$249,382	\$249,382	\$-

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 2015 Central Plaza Improvement
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(305)	\$(305)	\$-
Total revenues	-	(305)	(305)	-
Expenditures				
Capital outlay	160,000	36,774	123,226	-
Total expenditures	160,000	36,774	123,226	-
Excess (deficiency) of revenues over expenditures	(160,000)	(37,079)	122,921	-
Other financing sources (uses)				
Transfers in	160,000	160,000	-	-
Total other financing sources (uses)	160,000	160,000	-	-
Net changes in fund balances	-	122,921	122,921	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$122,921	\$122,921	\$-

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 2015 Silver Lake Park Improvement
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(2,085)	\$(2,085)	\$-
Total revenues	-	(2,085)	(2,085)	-
Expenditures				
Capital outlay	880,000	36,802	843,198	-
Total expenditures	880,000	36,802	843,198	-
Excess (deficiency) of revenues over expenditures	(880,000)	(38,887)	841,113	-
Other financing sources (uses)				
Transfers in	880,000	880,000	-	-
Total other financing sources (uses)	880,000	880,000	-	-
Net changes in fund balances	-	841,113	841,113	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$841,113	\$841,113	\$-

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 2015 Lighthouse Marine Park Improvement
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(618)	\$(618)	\$-
Total revenues	-	(618)	(618)	-
Expenditures				
Capital outlay	250,000	37,042	212,958	-
Total expenditures	250,000	37,042	212,958	-
Excess (deficiency) of revenues over expenditures	(250,000)	(37,660)	212,340	-
Other financing sources (uses)				
Transfers in	250,000	250,000	-	-
Total other financing sources (uses)	250,000	250,000	-	-
Net changes in fund balances	-	212,340	212,340	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$212,340	\$212,340	\$-

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 2015 South Fork Park Improvement
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$209,000	\$-	\$(209,000)	\$-
Miscellaneous	-	(1,184)	(1,184)	-
Total revenues	<u>209,000</u>	<u>(1,184)</u>	<u>(210,184)</u>	<u>-</u>
Expenditures				
Capital outlay	688,000	-	688,000	-
Total expenditures	<u>688,000</u>	<u>-</u>	<u>688,000</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(479,000)</u>	<u>(1,184)</u>	<u>477,816</u>	<u>-</u>
Other financing sources (uses)				
Transfers in	479,000	479,000	-	-
Total other financing sources (uses)	<u>479,000</u>	<u>479,000</u>	<u>-</u>	<u>-</u>
Net changes in fund balances	<u>-</u>	<u>477,816</u>	<u>477,816</u>	<u>-</u>
Fund balances-beginning	-	-	-	-
Fund balances-ending	<u>\$-</u>	<u>\$477,816</u>	<u>\$477,816</u>	<u>\$-</u>

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Academy Road Stormwater Improvements
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$309,000	\$949,093	\$640,093	\$-
Miscellaneous	-	(80)	(80)	-
Total revenues	<u>309,000</u>	<u>949,013</u>	<u>640,013</u>	<u>-</u>
Expenditures				
Current:				
Natural and economic environment	-	238,117	(238,117)	-
Capital outlay	1,109,000	764,244	344,756	-
Total expenditures	<u>1,109,000</u>	<u>1,002,361</u>	<u>106,639</u>	<u>-</u>
Excess (deficiency) of revenues over expenditures	<u>(800,000)</u>	<u>(53,348)</u>	<u>746,652</u>	<u>-</u>
Other financing sources (uses)				
Transfers in	800,000	160,000	(640,000)	-
Total other financing sources (uses)	<u>800,000</u>	<u>160,000</u>	<u>(640,000)</u>	<u>-</u>
Net changes in fund balances	<u>-</u>	<u>106,652</u>	<u>106,652</u>	<u>-</u>
Fund balances-beginning	-	-	-	-
Fund balances-ending	<u>\$-</u>	<u>\$106,652</u>	<u>\$106,652</u>	<u>\$-</u>

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, 2015
(With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(1,457)	\$(1,457)	\$-
Total revenues	-	(1,457)	(1,457)	-
Expenditures				
Current:				
Natural and economic environment	-	49,504	(49,504)	-
Capital outlay	610,000	-	610,000	-
Total expenditures	610,000	49,504	560,496	-
Excess (deficiency) of revenues over expenditures	(610,000)	(50,961)	559,039	-
Other financing sources (uses)				
Transfers in	610,000	610,000	-	-
Total other financing sources (uses)	610,000	610,000	-	-
Net changes in fund balances	-	559,039	559,039	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$559,039	\$559,039	\$-

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Cedar Hills/Euclid Stormwater Improvements
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

Whatcom County

W A S H I N G T O N

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Intergovernmental	\$-	\$175,205	\$175,205	\$-
Miscellaneous	-	(1,254)	(1,254)	-
Total revenues	-	173,951	173,951	-
Expenditures				
Current:				
Natural and economic environment	-	192,532	(192,532)	-
Capital outlay	630,000	-	630,000	-
Total expenditures	630,000	192,532	437,468	-
Excess (deficiency) of revenues over expenditures	(630,000)	(18,581)	611,419	-
Other financing sources (uses)				
Transfers in	630,000	630,000	-	-
Total other financing sources (uses)	630,000	630,000	-	-
Net changes in fund balances	-	611,419	611,419	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$611,419	\$611,419	\$-

Schedule of Revenues, Expenditures and
 Changes in Fund Balance
 Budget and Actual (GAAP Basis)
 Criminal Justice Integrated Case Mgmt System Projects
 Year Ended December 31, 2015
 (With comparative totals for December 31, 2014)

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(1,484)	\$(1,484)	\$-
Total revenues	-	(1,484)	(1,484)	-
Expenditures				
Capital outlay	600,000	-	600,000	-
Total expenditures	600,000	-	600,000	-
Excess (deficiency) of revenues over expenditures	(600,000)	(1,484)	598,516	-
Other financing sources (uses)				
Transfers in	600,000	600,000	-	-
Total other financing sources (uses)	600,000	600,000	-	-
Net changes in fund balances	-	598,516	598,516	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$598,516	\$598,516	\$-

Schedule of Revenues, Expenditures and
Changes in Fund Balance
Budget and Actual (GAAP Basis)
Integrated Land Records & Permit Mgmt System Projects
Year Ended December 31, 2015
(With comparative totals for December 31, 2014)

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

	2015			2014
	Budget	Actual	Variance Favorable (Unfavorable)	Actual
Revenues				
Miscellaneous	\$-	\$(2,884)	\$(2,884)	\$-
Total revenues	-	(2,884)	(2,884)	-
Expenditures				
Capital outlay	1,168,334	2,208	1,166,126	-
Total expenditures	1,168,334	2,208	1,166,126	-
Excess (deficiency) of revenues over expenditures	(1,168,334)	(5,092)	1,163,242	-
Other financing sources (uses)				
Transfers in	1,168,334	1,168,334	-	-
Total other financing sources (uses)	1,168,334	1,168,334	-	-
Net changes in fund balances	-	1,163,242	1,163,242	-
Fund balances-beginning	-	-	-	-
Fund balances-ending	\$-	\$1,163,242	\$1,163,242	\$-

Schedule of Revenues, Expenditures and Changes in
Fund Balance
Budget and Actual
Public Utilities Improvement
Year Ended December 31, 2015

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
Revenues				
Taxes	\$3,298,847	\$3,298,847	\$3,484,042	\$185,195
Miscellaneous	52,161	52,161	47,495	(4,666)
Total revenues	<u>3,351,008</u>	<u>3,351,008</u>	<u>3,531,537</u>	<u>180,529</u>
Expenditures				
Current:				
General government	161,173	173,673	141,650	32,023
Capital outlay	392,000	13,852,000	3,153,000	10,699,000
Total expenditures	<u>553,173</u>	<u>14,025,673</u>	<u>3,294,650</u>	<u>10,731,023</u>
Excess (deficiency) of revenues over expenditures	<u>2,797,835</u>	<u>(10,674,665)</u>	<u>236,887</u>	<u>10,911,552</u>
Other financing sources (uses)				
Transfer out	(1,002,000)	(1,176,000)	(1,103,343)	72,657
Total other financing sources (uses)	<u>(1,002,000)</u>	<u>(1,176,000)</u>	<u>(1,103,343)</u>	<u>72,657</u>
Net changes in fund balances	<u>1,795,835</u>	<u>(11,850,665)</u>	<u>(866,456)</u>	<u>10,984,209</u>
Fund balance as of January 1	-	-	20,889,415	20,889,415
Fund balance as of December 31	<u>\$1,795,835</u>	<u>\$(11,850,665)</u>	<u>\$20,022,959</u>	<u>\$31,873,624</u>

	Equipment Rental	Administrative Services	Total
Assets			
Current assets			
Cash, cash equivalents and pooled investments	\$8,661,803	\$15,996,455	\$24,658,258
Deposits with fiscal agent	-	6,000	6,000
Receivables, net	38,204	1,702	39,906
Interfund receivable	73,473	178,119	251,592
Due from other governments	793	9,010	9,803
Interfund loan receivable	238,629	-	238,629
Employee advances	-	106	106
Inventories	1,363,909	40,906	1,404,815
Total current assets	10,376,811	16,232,298	26,609,109
Noncurrent assets			
Interfund loan-long-term	1,198,448	-	1,198,448
Capital assets:			
Land	320,864	119,000	439,864
Building and structures, net	1,076,838	48,587	1,125,425
Capital leases, net	-	16,307	16,307
Other improvements, net	444,775	1,141	445,916
Machinery and equipment, net	7,654,790	136,357	7,791,147
Intangible assets, net	50,400	-	50,400
Total capital assets, net	9,547,667	321,392	9,869,059
Total noncurrent assets	10,746,115	321,392	11,067,507
Total assets	21,122,926	16,553,690	37,676,616
Deferred outflows of resources			
Pension	96,346	394,521	490,867
Total deferred outflows of resources	96,346	394,521	490,867
Liabilities			
Current liabilities			
Accounts payable	822,693	674,888	1,497,581
Claims cost payable	-	4,125,647	4,125,647
Interfund payable	30,983	-	30,983
Due to other governments	40,781	-	40,781
Compensated absences	144,544	486,468	631,012
Total current liabilities	1,039,001	5,287,003	6,326,004
Noncurrent liabilities			
Other noncurrent liabilities	-	168,729	168,729
Pension liability, net	872,433	3,572,464	4,444,897
Total noncurrent liabilities	872,433	3,741,193	4,613,626
Total liabilities	1,911,434	9,028,196	10,939,630
Deferred inflows of resources			
Pension	146,025	597,947	743,972
Total deferred inflows of resources	146,025	597,947	743,972
Net position			
Net investment in capital assets	9,547,667	321,392	9,869,059
Unrestricted	9,614,146	7,000,676	16,614,822
Total net position	\$19,161,813	\$7,322,068	\$26,483,881

Combining Statement of Revenues, Expenses and
Changes in Fund Net Position
Internal Service Funds
Year Ended December 31, 2015

Whatcom County

W A S H I N G T O N

	Equipment Rental	Administrative Services	Total
Operating Revenue			
Charges for service	\$5,028,547	\$18,283,480	\$23,312,027
Rents and parking	5,060,796	3,054	5,063,850
Fines and forfeits	-	1,195	1,195
Miscellaneous	9,050	79,754	88,804
Total operating revenues	10,098,393	18,367,483	28,465,876
Operating expenses			
General operations	7,922,779	18,206,858	26,129,637
General administration	641,614	-	641,614
Depreciation	1,079,784	122,920	1,202,704
Total operating expenses	9,644,177	18,329,778	27,973,955
Operating income (loss)	454,216	37,705	491,921
Non-operating revenues (expenses)			
Gain (loss) on sale of capital assets	102,401	(4,032)	98,369
Interest revenue	15,551	-	15,551
Interest expense	-	(296)	(296)
Unrealized gain (loss) on investments	(10,530)	(18,858)	(29,388)
Insurance recoveries	3,383	93,427	96,810
Total non-operating revenues (expenses)	110,805	70,241	181,046
Income (loss) before transfers	565,021	107,946	672,967
Transfers in	722,324	348,599	1,070,923
Transfers out	(350,427)	(270,161)	(620,588)
Changes in net position	936,918	186,384	1,123,302
Total net position-beginning	19,213,502	11,183,858	30,397,360
Prior period adjustments-GASB 68	(988,607)	(4,048,174)	(5,036,781)
Total net position-beginning (restated)	18,224,895	7,135,684	25,360,579
Total net position-ending	\$19,161,813	\$7,322,068	\$26,483,881

	Equipment Rental	Administrative Services	Total
Cash flows from operating activities:			
Receipts from customers	\$10,350,601	\$18,040,893	\$28,391,494
Payments for goods and services	(6,863,052)	(12,606,845)	(19,469,897)
Payments to employees	(1,320,666)	(5,320,097)	(6,640,763)
Net cash provided (used) by operating activities	2,166,883	113,951	2,280,834
Cash flows from non-capital financing activities:			
Transfers in	-	348,599	348,599
Transfers out	(350,426)	(270,161)	(620,587)
Interest revenue	15,551	-	15,551
Insurance recoveries	3,383	93,427	96,810
Net cash provided (used) by non-capital financing activities	(331,492)	171,865	(159,627)
Cash flows from capital financing activities:			
Interest paid on capital debt	-	(296)	(296)
Transfers in	722,324	-	722,324
Proceeds from sale of assets	171,940	-	171,940
Purchases of capital assets	(2,396,453)	(74,963)	(2,471,416)
Net cash provided (used) by capital financing activities	(1,502,189)	(75,259)	(1,577,448)
Cash flows from investing activities:			
Unrealized gain (loss) on investments	(10,530)	(18,858)	(29,388)
Net cash provided (used) by investing activities	(10,530)	(18,858)	(29,388)
Net Increase (decrease) in cash and cash equivalents	322,672	191,699	514,371
Balances - beginning of the year	8,339,131	15,804,756	24,143,887
Balances - end of the year	\$8,661,803	\$15,996,455	\$24,658,258
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$454,216	\$37,705	\$491,921
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation expense	1,079,784	122,920	1,202,704
Change in assets and liabilities:			
Receivables, net	252,207	(326,590)	(74,383)
Inventories	(14,301)	(8,430)	(22,731)
Accounts and other payables	417,625	290,034	707,659
Accrued expenses	(22,648)	(1,688)	(24,336)
Net cash provided by operating activities	\$2,166,883	\$113,951	\$2,280,834

	Enterprise Funds		
	Whatcom County Investment Pool	Ferry System	Totals
Assets			
Current assets			
Cash, cash equivalents and pooled investments	\$71,760	\$968,858	\$1,040,618
Deposits with fiscal agent	-	8,650	8,650
Interfund receivable	-	1,179,681	1,179,681
Prepayments	-	59,073	59,073
Total current assets	<u>71,760</u>	<u>2,216,262</u>	<u>2,288,022</u>
Noncurrent assets			
Capital assets:			
Machinery and equipment, net	-	2,942	2,942
Total noncurrent assets	<u>-</u>	<u>2,942</u>	<u>2,942</u>
Total assets	<u>71,760</u>	<u>2,219,204</u>	<u>2,290,964</u>
Deferred outflows of resources			
Pension	8,306	77,243	85,549
Total deferred outflows of resources	<u>8,306</u>	<u>77,243</u>	<u>85,549</u>
Liabilities			
Current liabilities			
Accounts payable	7,992	13,079	21,071
Interfund payable	-	34,283	34,283
Compensated absences	30,785	92,770	123,555
Total current liabilities	<u>38,777</u>	<u>140,132</u>	<u>178,909</u>
Noncurrent liabilities			
Pension liability, net	75,210	699,451	774,661
Total noncurrent liabilities	<u>75,210</u>	<u>699,451</u>	<u>774,661</u>
Total liabilities	<u>113,987</u>	<u>839,583</u>	<u>953,570</u>
Deferred inflows of resources			
Pension	12,588	117,072	129,660
Total deferred inflows of resources	<u>12,588</u>	<u>117,072</u>	<u>129,660</u>
Net position			
Net investment in capital assets	-	2,942	2,942
Unrestricted	(46,509)	1,336,850	1,290,341
Total net position	<u>\$(46,509)</u>	<u>\$1,339,792</u>	<u>\$1,293,283</u>

Combining Statement of Revenues, Expenses and
Changes in Fund Net Position
Non-Major Enterprise Funds
Year Ended December 31, 2015

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

	Enterprise Funds		
	Whatcom County Investment Pool	Ferry System	Totals
Operating revenues			
Intergovernmental	\$-	\$161,839	\$161,839
Charges for service	-	1,459,800	1,459,800
Miscellaneous	277,497	9,725	287,222
Total operating revenues	<u>277,497</u>	<u>1,631,364</u>	<u>1,908,861</u>
Operating expenses			
General operations	273,541	2,229,940	2,503,481
General administration	-	262,812	262,812
Depreciation	-	642	642
Total operating expenses	<u>273,541</u>	<u>2,493,394</u>	<u>2,766,935</u>
Operating income (loss)	<u>3,956</u>	<u>(862,030)</u>	<u>(858,074)</u>
Non-operating revenues (expenses)			
Unrealized gain (loss) on investments	-	169	169
Total non-operating revenues (expenses)	<u>-</u>	<u>169</u>	<u>169</u>
Income (loss) before transfers	<u>3,956</u>	<u>(861,861)</u>	<u>(857,905)</u>
Transfers in	-	1,170,156	1,170,156
Transfers out	-	(53,644)	(53,644)
Changes in net position	<u>3,956</u>	<u>254,651</u>	<u>258,607</u>
Total net position-beginning	<u>34,760</u>	<u>1,877,731</u>	<u>1,912,491</u>
Prior period adjustments-GASB 68	(85,225)	(792,590)	(877,815)
Total net position-beginning (restated)	<u>(50,465)</u>	<u>1,085,141</u>	<u>1,034,676</u>
Total net position-ending	<u>\$(46,509)</u>	<u>\$1,339,792</u>	<u>\$1,293,283</u>

	Enterprise Funds		
	Whatcom County Investment Pool	Ferry System	Totals
Cash flows from operating activities:			
Receipts from customers	\$273,142	\$421,924	\$695,066
Payments for goods and services	(62,043)	(1,410,152)	(1,472,195)
Payments to employees	(213,757)	(1,117,457)	(1,331,214)
Net cash provided (used) by operating activities	(2,658)	(2,105,685)	(2,108,343)
Cash flows from non-capital financing activities:			
Transfers in	-	1,170,156	1,170,156
Transfers out	-	(53,644)	(53,644)
Net cash provided (used) by non-capital financing activities	-	1,116,512	1,116,512
Cash flows from investing activities:			
Unrealized gain (loss) on investments	-	169	169
Net cash provided (used) by investing activities	-	169	169
Net increase (decrease) in cash and cash equivalents	(2,658)	(989,004)	(991,662)
Balances - beginning of the year	74,418	1,957,862	2,032,280
Balances - end of the year	\$71,760	\$968,858	\$1,040,618
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:			
Operating income (loss)	\$3,956	\$(862,030)	\$(858,074)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:			
Depreciation expense	-	642	642
Change in assets and liabilities:			
Receivables, net	(4,355)	(1,209,440)	(1,213,795)
Accounts and other payables	(2,216)	(10,743)	(12,959)
Accrued expenses	(43)	(24,114)	(24,157)
Net cash provided by operating activities	\$(2,658)	\$(2,105,685)	\$(2,108,343)

	Investment Trust Fund
Assets	
Certificates of deposit and saving accounts	\$26,535,507
Taxable municipal notes	27,969,317
US treasury notes	9,403,256
US agency notes	187,066,959
LGIP	14,551,657
Total assets	265,526,696
Net position	
Held in trust for pool participants	265,526,696
Total net position	\$265,526,696

Combining Statement of Changes in Net Position
Investment Trust Funds
Year Ended December 31, 2015

	Investment Trust Fund
Additions	
Contributions	\$246,360,205
Investment earnings:	
Interest	1,385,935
Net Increase (decrease) in fair value of investments	(305,264)
Total additions	247,440,876
Deductions	
Distributions	168,681,982
Total deductions	168,681,982
Change in net position	78,758,894
Net position-beginning	186,767,802
Net position-ending	\$265,526,696

	Cemetery Districts	Drainage, Diking & Flood Cntr Districts	Park & Recreation Districts	Watershed Mngmt Project Joint Board	Rural Library	Northwest Regional Council
Assets						
Cash and cash equivalents	\$964,936	\$383,771	\$426,455	\$162,748	\$143,320	\$1,144,029
Deposits with fiscal agent	-	-	-	-	-	-
Assets held in trust-external investment pool	1,648,127	153,384	679,352	-	10,480,007	1,336,566
Accounts receivable, net	-	-	-	-	-	-
Total assets	\$2,613,063	\$537,155	\$1,105,807	\$162,748	\$10,623,327	\$2,480,595
Liabilities						
Warrants payable	\$-	\$-	\$-	\$-	\$-	\$-
Accounts payable	5,387	-	660	52,726	284,513	93,583
Other accrued liabilities	16	-	(1)	-	-	-
Revenue collected in advance	-	-	-	-	-	-
Custodial accounts	2,607,660	537,155	1,105,148	110,022	10,338,814	2,387,012
Total liabilities	\$2,613,063	\$537,155	\$1,105,807	\$162,748	\$10,623,327	\$2,480,595

Council of Government	Hospital Districts	Port	P.U.D. District	Whatcom Transit	School Districts	Watershed Districts	Fire Districts	Water Districts
\$13,787	\$8,365	\$94,219	\$16,850	\$-	\$8,109,388	\$118,760	\$929,727	\$1,432,365
-	-	-	-	-	193,717	-	-	-
165,898	279,384	-	9,728,413	30,755,351	187,807,449	-	18,248,137	4,244,628
-	-	-	-	-	-	-	-	-
<u>\$179,685</u>	<u>\$287,749</u>	<u>\$94,219</u>	<u>\$9,745,263</u>	<u>\$30,755,351</u>	<u>\$196,110,554</u>	<u>\$118,760</u>	<u>\$19,177,864</u>	<u>\$5,676,993</u>
\$-	\$-	\$-	\$-	\$-	\$7,678,536	\$-	\$-	\$-
-	102	-	7,206	-	-	22,209	492,009	18,877
-	-	-	-	-	23,271	-	5	10
-	-	-	-	-	-	-	-	-
<u>179,685</u>	<u>287,647</u>	<u>94,219</u>	<u>9,738,057</u>	<u>30,755,351</u>	<u>188,408,747</u>	<u>96,551</u>	<u>18,685,850</u>	<u>5,658,106</u>
<u>\$179,685</u>	<u>\$287,749</u>	<u>\$94,219</u>	<u>\$9,745,263</u>	<u>\$30,755,351</u>	<u>\$196,110,554</u>	<u>\$118,760</u>	<u>\$19,177,864</u>	<u>\$5,676,993</u>

	Treasurer's Suspense	Inmate Trust Fund	Claims Fund	Total
Assets				
Cash and cash equivalents	\$3,395,282	\$26,415	\$1,894,214	\$19,264,631
Deposits with fiscal agent	-	-	-	193,717
Assets held in trust-external investment pool	-	-	-	265,526,696
Accounts receivable, net	20,373	-	-	20,373
Total assets	\$3,415,655	\$26,415	\$1,894,214	\$285,005,417
Liabilities				
Warrants payable	\$-	\$-	\$1,894,214	\$9,572,750
Accounts payable	-	-	-	977,272
Other accrued liabilities	-	-	-	23,301
Revenue collected in advance	112,373	-	-	112,373
Custodial accounts	3,303,282	26,415	-	274,319,721
Total liabilities	\$3,415,655	\$26,415	\$1,894,214	\$285,005,417

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 Cemetery Districts
 For the Year Ended December 31, 2015



	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$792,209	\$1,541,397	\$1,368,670	\$964,936
Assets held in trust-external investment pool	1,693,444	109,388	154,705	1,648,127
Total assets	\$2,485,653	\$1,650,785	\$1,523,375	\$2,613,063
Liabilities				
Accounts payable	\$42	\$440,379	\$435,034	\$5,387
Other accrued liabilities	3,821	344,053	347,858	16
Custodial accounts	2,481,790	125,870	-	2,607,660
Total liabilities	\$2,485,653	\$910,302	\$782,892	\$2,613,063

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 Drainage, Diking and Flood Control Districts
 For the Year Ended December 31, 2015



	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$441,961	\$296,182	\$354,372	\$383,771
Assets held in trust-external investment pool	152,751	1,112	479	153,384
Total assets	\$594,712	\$297,294	\$354,851	\$537,155
Liabilities				
Accounts payable	\$-	\$125,870	\$125,870	\$-
Custodial accounts	594,712	-	57,557	537,155
Total liabilities	\$594,712	\$125,870	\$183,427	\$537,155

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 Park and Recreation Districts
 For the Year Ended December 31, 2015



	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$173,739	\$2,346,912	\$2,094,196	\$426,455
Assets held in trust-external investment pool	915,836	6,093	242,577	679,352
Total assets	\$1,089,575	\$2,353,005	\$2,336,773	\$1,105,807
Liabilities				
Accounts payable	\$-	\$649,545	\$648,885	\$660
Other accrued liabilities	745	102,425	103,171	(1)
Custodial accounts	1,088,830	16,318	-	1,105,148
Total liabilities	\$1,089,575	\$768,288	\$752,056	\$1,105,807

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 Watershed Management Project Joint Board
 For the Year Ended December 31, 2015



	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$294,618	\$386,994	\$518,864	\$162,748
Due from other governments	56,925	100,199	157,124	-
Total assets	\$351,543	\$487,193	\$675,988	\$162,748
Liabilities				
Accounts payable	\$58,314	\$295,563	\$301,151	\$52,726
Custodial accounts	293,229	-	183,207	110,022
Total liabilities	\$351,543	\$295,563	\$484,358	\$162,748

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 Rural Library
 For the Year Ended December 31, 2015



	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$414,132	\$16,433,148	\$16,703,960	\$143,320
Assets held in trust-external investment pool	9,441,911	5,616,636	4,578,540	10,480,007
Total assets	\$9,856,043	\$22,049,784	\$21,282,500	\$10,623,327
Liabilities				
Accounts payable	\$148,663	\$3,962,339	\$3,826,489	\$284,513
Custodial accounts	9,707,380	631,434	-	10,338,814
Total liabilities	\$9,856,043	\$4,593,773	\$3,826,489	\$10,623,327

	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$363,824	\$20,492,234	\$19,712,029	\$1,144,029
Assets held in trust-external investment pool	1,539,029	9,627	212,090	1,336,566
Total assets	\$1,902,853	\$20,501,861	\$19,924,119	\$2,480,595
Liabilities				
Accounts payable	\$17,034	\$6,069,597	\$5,993,048	\$93,583
Other accrued liabilities	12,237	1,630,050	1,642,287	-
Custodial accounts	1,873,582	513,430	-	2,387,012
Total liabilities	\$1,902,853	\$8,213,077	\$7,635,335	\$2,480,595

	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$44,879	\$3,530,055	\$3,561,147	\$13,787
Assets held in trust-external investment pool	181,801	929,303	945,206	165,898
Total assets	\$226,680	\$4,459,358	\$4,506,353	\$179,685
Liabilities				
Accounts payable	\$-	\$776,841	\$776,841	\$-
Other accrued liabilities	-	1,062,328	1,062,328	-
Custodial accounts	226,680	-	46,995	179,685
Total liabilities	\$226,680	\$1,839,169	\$1,886,164	\$179,685

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 Hospital Districts
 For the Year Ended December 31, 2015



	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$4,262	\$578,369	\$574,266	\$8,365
Assets held in trust-external investment pool	253,456	154,993	129,065	279,384
Total assets	\$257,718	\$733,362	\$703,331	\$287,749
Liabilities				
Accounts payable	\$-	\$191,434	\$191,332	\$102
Other accrued liabilities	100	30,805	30,905	-
Custodial accounts	257,618	47,482	17,453	287,647
Total liabilities	\$257,718	\$269,721	\$239,690	\$287,749

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 Port
 For the Year Ended December 31, 2015



	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$86,081	\$7,219,534	\$7,211,396	\$94,219
Total assets	\$86,081	\$7,219,534	\$7,211,396	\$94,219
Liabilities				
Custodial accounts	\$86,081	\$8,138	\$-	\$94,219
Total liabilities	\$86,081	\$8,138	\$-	\$94,219

	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$386,830	\$47,133,272	\$47,503,252	\$16,850
Assets held in trust-external investment pool	8,059,226	20,520,334	18,851,147	9,728,413
Total assets	\$8,446,056	\$67,653,606	\$66,354,399	\$9,745,263
Liabilities				
Accounts payable	\$-	\$3,879,691	\$3,872,485	\$7,206
Other accrued liabilities	5,441	2,482,754	2,488,195	-
Custodial accounts	8,440,615	1,297,442	-	9,738,057
Total liabilities	\$8,446,056	\$7,659,887	\$6,360,680	\$9,745,263

	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$-	\$45,600,815	\$45,600,815	\$-
Assets held in trust-external investment pool	29,161,839	23,375,550	21,782,038	30,755,351
Total assets	\$29,161,839	\$68,976,365	\$67,382,853	\$30,755,351
Liabilities				
Custodial accounts	\$29,161,839	\$1,593,512	\$-	\$30,755,351
Total liabilities	\$29,161,839	\$1,593,512	\$-	\$30,755,351

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 School Districts
 For the Year Ended December 31, 2015



	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$5,482,319	\$550,112,653	\$547,485,584	\$8,109,388
Deposits with fiscal agent	169,754	52,877,048	52,853,085	193,717
Assets held in trust-external investment pool	113,444,514	186,665,212	112,302,277	187,807,449
Total assets	\$119,096,587	\$789,654,913	\$712,640,946	\$196,110,554
Liabilities				
Warrants payable	\$5,270,572	\$145,717,841	\$143,309,877	\$7,678,536
Matured long-term debt	-	26,734,967	26,734,967	-
Matured interest payable	5,000	8,599,931	8,604,931	-
Other accrued liabilities	23,271	-	-	23,271
Custodial accounts	113,797,744	220,600,735	145,989,732	188,408,747
Total liabilities	\$119,096,587	\$401,653,474	\$324,639,507	\$196,110,554

	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$4,508	\$396,895	\$282,643	\$118,760
Total assets	<u>\$4,508</u>	<u>\$396,895</u>	<u>\$282,643</u>	<u>\$118,760</u>
Liabilities				
Accounts payable	\$-	\$256,619	\$234,410	\$22,209
Custodial accounts	4,508	92,043	-	96,551
Total liabilities	<u>\$4,508</u>	<u>\$348,662</u>	<u>\$234,410</u>	<u>\$118,760</u>

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 Fire Districts
 For the Year Ended December 31, 2015



	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$769,016	\$53,684,768	\$53,524,057	\$929,727
Assets held in trust-external investment pool	17,308,228	13,043,375	12,103,466	18,248,137
Accounts receivable, net	-	13	13	-
Total assets	\$18,077,244	\$66,728,156	\$65,627,536	\$19,177,864
Liabilities				
Accounts payable	\$38,750	\$9,018,539	\$8,565,280	\$492,009
Other accrued liabilities	36,356	9,852,521	9,888,872	5
Custodial accounts	18,002,138	683,712	-	18,685,850
Total liabilities	\$18,077,244	\$19,554,772	\$18,454,152	\$19,177,864

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 Water Districts
 For the Year Ended December 31, 2015



	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$911,330	\$11,847,541	\$11,326,506	\$1,432,365
Assets held in trust-external investment pool	4,615,767	618,569	989,708	4,244,628
Total assets	\$5,527,097	\$12,466,110	\$12,316,214	\$5,676,993
Liabilities				
Accounts payable	\$5,454	\$3,878,675	\$3,865,252	\$18,877
Other accrued liabilities	5,598	938,409	943,997	10
Custodial accounts	5,516,045	142,061	-	5,658,106
Total liabilities	\$5,527,097	\$4,959,145	\$4,809,249	\$5,676,993

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 Treasurer's Suspense
 For the Year Ended December 31, 2015



	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$3,326,210	\$144,186,446	\$144,117,374	\$3,395,282
Accounts receivable, net	10,062	9,326,426	9,316,115	20,373
Total assets	\$3,336,272	\$153,512,872	\$153,433,489	\$3,415,655
Liabilities				
Revenue collected in advance	\$188,005	\$721,018	\$796,650	\$112,373
Custodial accounts	3,148,267	155,015	-	3,303,282
Total liabilities	\$3,336,272	\$876,033	\$796,650	\$3,415,655

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 Inmate Trust Fund
 For the Year Ended December 31, 2015



	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$24,149	\$1,231,797	\$1,229,531	\$26,415
Total assets	\$24,149	\$1,231,797	\$1,229,531	\$26,415
Liabilities				
Custodial accounts	\$24,149	\$1,231,797	\$1,229,531	\$26,415
Total liabilities	\$24,149	\$1,231,797	\$1,229,531	\$26,415

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 Claims Fund
 For the Year Ended December 31, 2015



	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$2,092,029	\$430,433,989	\$430,631,804	\$1,894,214
Total assets	<u>\$2,092,029</u>	<u>\$430,433,989</u>	<u>\$430,631,804</u>	<u>\$1,894,214</u>
Liabilities				
Warrants payable	\$2,092,029	\$114,767,251	\$114,965,066	\$1,894,214
Total liabilities	<u>\$2,092,029</u>	<u>\$114,767,251</u>	<u>\$114,965,066</u>	<u>\$1,894,214</u>

Combining Statement of Changes in Assets and Liabilities
 Agency Funds
 Total Agency Funds
 For the Year Ended December 31, 2015



	Balance January 1	Additions	Deletions	Balance December 31
Assets				
Cash and cash equivalents	\$15,612,096	\$1,337,453,001	\$1,333,800,466	\$19,264,631
Deposits with fiscal agent	169,754	52,877,048	52,853,085	193,717
Assets held in trust-external investment pool	186,767,802	251,050,192	172,291,298	265,526,696
Accounts receivable, net	10,062	9,326,439	9,316,128	20,373
Due from other governments	56,925	100,199	157,124	-
Total assets	\$202,616,639	\$1,650,806,879	\$1,568,418,101	\$285,005,417
Liabilities				
Warrants payable	\$7,362,601	\$260,485,092	\$258,274,943	\$9,572,750
Accounts payable	268,257	29,545,092	28,836,077	977,272
Matured long-term debt	-	26,734,967	26,734,967	-
Matured interest payable	5,000	8,599,931	8,604,931	-
Other accrued liabilities	87,569	16,443,345	16,507,613	23,301
Revenue collected in advance	188,005	721,018	796,650	112,373
Custodial accounts	194,705,207	227,138,989	147,524,475	274,319,721
Total liabilities	\$202,616,639	\$569,668,434	\$487,279,656	\$285,005,417

Schedule of Expenditures - Budget and Actual
 General Fund by Department
 Year Ended December 31, 2015



	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive/ (Negative)
	Original	Final		
Expenditures*				
Assessor	\$2,983,708	\$3,007,975	\$2,740,018	\$267,957
Auditor	1,289,804	1,299,396	1,270,851	28,545
County Council	1,144,447	1,181,183	1,067,280	113,903
County Executive	699,351	714,965	691,362	23,603
Planning & Development Services	5,109,078	5,389,084	4,792,125	596,959
Treasurer	1,425,369	1,434,908	1,361,150	73,758
Sheriff	14,150,275	15,444,198	14,674,393	769,805
District Court	2,160,200	2,184,572	2,086,001	98,571
District Court Probation	1,620,229	1,620,229	1,415,187	205,042
Hearing Examiner	188,344	189,106	188,085	1,021
Juvenile	4,633,596	4,653,000	4,313,821	339,179
Prosecuting Attorney	5,895,805	5,967,168	5,759,108	208,060
Public Defender	3,535,872	3,563,614	3,490,453	73,161
Superior Court	4,710,681	4,784,102	4,597,092	187,010
Extension	435,381	436,870	403,903	32,967
Non-Departmental	14,707,583	14,988,648	12,898,634	2,090,014
Park	3,817,099	3,863,471	3,518,844	344,627
Health	12,323,980	12,497,915	11,021,357	1,476,558
Total expenditures	\$80,830,802	\$83,220,404	\$76,289,664	\$6,930,740

* 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.

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Demographic and Economic Information

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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.

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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			
	2006	2007	2008	2009
Governmental activities				
Invested in capital assets, net of related debt	\$147,777,970	\$152,741,995	\$154,711,058	\$161,673,277
Restricted	37,138,374	42,636,125	48,763,237	52,108,715
Unrestricted	47,089,887	42,369,254	40,277,750	41,820,506
Total governmental activities net position	\$232,006,231	\$237,747,374	\$243,752,045	\$255,602,498
Business-type activities				
Invested in capital assets, net of related debt	\$-	\$-	\$-	\$-
Unrestricted	1,356,979	1,118,015	1,281,325	1,065,524
Total business-type activities net position	\$1,356,979	\$1,118,015	\$1,281,325	\$1,065,524
Primary government				
Invested in capital assets, net of related debt	\$147,777,970	\$152,741,995	\$154,711,058	\$161,673,277
Restricted	37,138,374	42,636,125	48,763,237	52,108,715
Unrestricted	48,446,866	43,487,269	41,559,075	42,886,030
Total primary government net position	\$233,363,210	\$238,865,389	\$245,033,370	\$256,668,022

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

Fiscal Year					
2010	2011	2012	2013	2014	2015
\$170,627,638	\$177,863,686	\$174,525,706	\$181,963,507	\$237,208,328	\$246,574,891
55,818,803	82,559,994	93,042,965	98,335,999	104,602,157	104,504,838
48,310,008	30,353,275	33,346,775	31,177,254	29,737,510	(3,306,441)
<u>\$274,756,449</u>	<u>\$290,776,955</u>	<u>\$300,915,446</u>	<u>\$311,476,760</u>	<u>\$371,547,995</u>	<u>\$347,773,288</u>
\$13,604	\$9,385	\$5,166	\$4,226	\$3,584	\$2,942
717,027	1,074,308	1,720,740	1,938,503	2,301,462	1,716,510
<u>\$730,631</u>	<u>\$1,083,693</u>	<u>\$1,725,906</u>	<u>\$1,942,729</u>	<u>\$2,305,046</u>	<u>\$1,719,452</u>
\$170,641,242	\$177,877,290	\$174,530,872	\$181,967,733	\$237,211,912	\$246,577,833
55,818,803	82,559,994	93,042,965	98,335,999	104,602,157	104,504,838
49,027,035	31,070,302	35,067,515	33,115,757	32,038,972	(1,589,931)
<u>\$275,487,080</u>	<u>\$291,507,586</u>	<u>\$302,641,352</u>	<u>\$313,419,489</u>	<u>\$373,853,041</u>	<u>\$349,492,740</u>

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

	Fiscal Year			
	2006	2007	2008	2009
Expenses				
Governmental activities:				
General government	\$25,962,056	\$28,158,688	\$27,997,779	\$28,168,081
Public safety	32,987,070	37,224,359	38,232,242	40,222,432
Utilities	-	-	-	-
Physical environment	6,834,562	5,347,914	6,186,344	5,837,464
Transportation	20,255,214	22,278,320	22,798,444	21,018,834
Natural and economic environment	1,699,968	3,124,810	2,850,280	3,238,483
Social services	10,391,837	11,434,223	12,120,599	12,533,782
Culture and recreation	4,127,397	4,477,382	4,629,266	4,471,334
Interest on long-term debt	520,685	455,019	386,777	349,055
Total governmental activities expenses	102,778,789	112,500,715	115,201,731	115,839,465
Business-type activities:				
Whatcom County Investment Pool	121,904	210,241	210,241	231,888
Whatcom County Ferry System	1,878,616	2,122,726	2,122,726	2,610,124
Total business-type activities expense	2,000,520	2,332,967	2,332,967	2,842,012
Total primary government expenses	\$104,779,309	\$114,833,682	\$117,534,698	\$118,681,477
Program Revenues				
Governmental activities:				
Charges for services				
General government	\$4,465,927	\$4,961,311	\$5,053,605	\$4,943,476
Public safety	5,438,864	4,493,174	4,792,536	4,304,219
Utilities	-	-	-	-
Physical environment	861,816	872,539	814,710	765,824
Transportation	2,086,524	1,927,735	1,783,013	2,898,710
Natural and economic environment	619,536	727,247	760,265	1,046,421
Social services	2,200,935	2,172,139	2,113,196	2,603,941
Culture and recreation	357,967	375,583	447,164	382,305
Operating grants and contributions	20,823,563	18,649,931	20,863,909	22,394,421
Capital grants and contributions	8,920,486	6,780,293	5,945,726	11,302,265
Total governmental activities program revenues	45,775,618	40,959,952	42,574,124	50,641,582
Business-type activities:				
Charges for services	1,085,280	1,352,430	1,551,139	1,488,534
Total business-type activities program revenues	1,085,280	1,352,430	1,551,139	1,488,534
Total primary government program revenues	\$46,860,898	\$42,312,382	\$44,125,263	\$52,130,116
Net (Expense)/Revenue				
Governmental activities	\$(57,003,171)	\$(71,540,763)	\$(72,627,607)	\$(65,197,883)
Business-type activities	(915,240)	(980,537)	(781,828)	(1,353,478)
Total primary government net expense	\$(57,918,411)	\$(72,521,300)	\$(73,409,435)	\$(66,551,361)

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

Fiscal Year					
2010	2011	2012	2013	2014	2015
\$28,311,133	\$28,299,947	\$28,215,657	\$27,733,347	\$27,929,915	\$30,779,824
39,655,473	39,647,081	39,547,247	41,025,695	44,827,618	45,083,840
-	-	-	728,915	1,065,930	813,977
5,879,096	4,906,672	4,858,695	-	-	-
20,425,894	21,759,103	21,548,292	22,423,554	22,594,861	23,252,369
3,202,356	3,461,965	3,864,716	8,756,169	7,978,742	8,060,712
12,554,614	12,908,382	13,889,613	19,148,787	19,161,487	17,996,969
4,341,404	4,081,926	4,494,034	4,001,986	4,317,013	4,558,516
338,326	303,440	232,859	175,929	152,606	128,260
<u>114,708,296</u>	<u>115,368,516</u>	<u>116,651,113</u>	<u>123,994,382</u>	<u>128,028,172</u>	<u>130,674,467</u>
237,051	240,334	246,714	255,269	265,862	273,137
<u>2,703,673</u>	<u>2,489,181</u>	<u>2,370,448</u>	<u>2,531,174</u>	<u>2,397,874</u>	<u>2,460,184</u>
<u>2,940,724</u>	<u>2,729,515</u>	<u>2,617,162</u>	<u>2,786,443</u>	<u>2,663,736</u>	<u>2,733,321</u>
<u>\$117,649,020</u>	<u>\$118,098,031</u>	<u>\$119,268,275</u>	<u>\$126,780,825</u>	<u>\$130,691,908</u>	<u>\$133,407,788</u>
4,864,383	\$5,104,591	\$5,071,916	\$8,016,016	\$7,604,267	\$7,974,131
4,255,009	3,623,893	4,045,779	8,161,295	10,706,721	12,133,288
-	-	-	758,431	-	10,000
780,925	769,494	776,426	-	-	-
2,821,648	2,687,479	2,671,800	2,434,042	2,315,887	2,269,749
1,166,884	1,049,701	1,254,669	1,182,061	923,215	1,214,652
2,604,947	2,331,138	2,675,550	2,649,232	2,399,275	2,684,025
334,926	361,225	365,545	364,486	294,734	257,273
25,612,409	26,001,375	22,426,812	21,304,942	21,399,828	19,898,633
10,320,164	8,089,478	6,111,570	7,609,133	12,285,684	11,944,482
<u>52,761,295</u>	<u>50,018,374</u>	<u>45,400,067</u>	<u>52,479,638</u>	<u>57,929,611</u>	<u>58,386,233</u>
1,432,710	1,887,527	1,780,726	1,875,383	1,917,273	1,908,861
<u>1,432,710</u>	<u>1,887,527</u>	<u>1,780,726</u>	<u>1,875,383</u>	<u>1,917,273</u>	<u>1,908,861</u>
<u>\$54,194,005</u>	<u>\$51,905,901</u>	<u>\$47,180,793</u>	<u>\$54,355,021</u>	<u>\$59,846,884</u>	<u>\$60,295,094</u>
\$(61,947,001)	\$(65,350,142)	\$(71,251,046)	\$(71,514,744)	\$(70,098,561)	\$(72,288,234)
<u>(1,508,014)</u>	<u>(841,988)</u>	<u>(836,436)</u>	<u>(911,060)</u>	<u>(746,463)</u>	<u>(824,460)</u>
<u>\$(63,455,015)</u>	<u>\$(66,192,130)</u>	<u>\$(72,087,482)</u>	<u>\$(72,425,804)</u>	<u>\$(70,845,024)</u>	<u>\$(73,112,694)</u>

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

	Fiscal Year			
	2006	2007	2008	2009
General Revenues and Other Changes in Net Assets				
Governmental activities:				
Taxes:				
Property taxes	\$40,919,106	\$42,763,435	\$44,559,288	\$46,380,334
Timber taxes	198,732	278,895	329,173	184,659
Retail taxes	19,145,002	20,126,476	21,174,687	22,018,138
Business and occupation taxes	-	-	-	-
Excise taxes	5,266,333	5,181,286	3,744,369	2,773,961
Penalties and interest	1,603,642	1,659,701	1,582,257	1,519,426
Unrestricted investment earnings	4,618,179	5,648,889	4,397,348	2,610,935
Gain/loss on sale of capital assets	1,070,852	406,285	2,041,760	902,804
Miscellaneous	1,589,307	1,626,065	1,748,534	1,806,786
Special item-gain on acquired capital asset	-	-	-	-
Transfers	(2,153,572)	(409,126)	(945,138)	(1,148,707)
Total governmental activities	72,257,581	77,281,906	78,632,278	77,048,336
Business-type activities:				
Unrestricted investment earnings	-	-	-	-
Transfers	2,153,572	409,126	945,138	1,148,707
Total business-type activities	2,153,572	409,126	945,138	1,148,707
Total primary government	\$74,411,153	\$77,691,032	\$79,577,416	\$78,197,043
Change in Net Assets				
Governmental activities	\$15,254,410	\$5,741,143	\$6,004,671	\$11,850,453
Business-type activities	1,238,332	(571,411)	163,310	(204,771)
Total primary government	\$16,492,742	\$5,169,732	\$6,167,981	\$11,645,682

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

Fiscal Year					
2010	2011	2012	2013	2014	2015
\$47,208,461	\$47,891,011	\$48,366,671	\$49,162,835	\$50,107,903	\$51,002,880
183,636	354,707	550,876	-	-	-
22,368,270	22,887,516	24,049,680	25,757,926	26,485,109	27,398,286
-	-	-	31,439	31,211	29,325
2,466,037	2,612,122	3,202,538	2,888,689	4,126,810	4,985,002
2,362,264	2,498,709	2,088,649	-	-	-
1,358,391	1,096,735	717,360	(6,966)	911,649	741,899
698,530	1,013,444	1,453,925	708,201	530,863	1,018,373
2,869,262	1,677,984	2,438,487	4,570,601	4,860,753	4,107,700
-	-	-	-	44,220,000	-
<u>(1,162,091)</u>	<u>(1,195,050)</u>	<u>(1,025,137)</u>	<u>(1,134,728)</u>	<u>(1,104,502)</u>	<u>(1,116,512)</u>
<u>78,352,760</u>	<u>78,837,178</u>	<u>81,843,049</u>	<u>81,977,997</u>	<u>130,169,796</u>	<u>88,166,953</u>
-	-	-	(7,746)	4,278	169
<u>1,162,091</u>	<u>1,195,050</u>	<u>1,025,137</u>	<u>1,134,728</u>	<u>1,104,502</u>	<u>1,116,512</u>
<u>1,162,091</u>	<u>1,195,050</u>	<u>1,025,137</u>	<u>1,126,982</u>	<u>1,108,780</u>	<u>1,116,681</u>
<u>\$79,514,851</u>	<u>\$80,032,228</u>	<u>\$82,868,186</u>	<u>\$83,104,979</u>	<u>\$131,278,576</u>	<u>\$89,283,634</u>
\$16,405,759	\$13,487,036	\$10,592,003	\$10,463,253	\$60,071,235	\$15,878,719
(345,923)	353,062	188,701	215,922	362,317	292,221
<u>\$16,059,836</u>	<u>\$13,840,098</u>	<u>\$10,780,704</u>	<u>\$10,679,175</u>	<u>\$60,433,552</u>	<u>\$16,170,940</u>

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

	Fiscal Year				
	2006	2007	2008	2009	2010
General Fund					
Reserved	\$1,500,388	\$1,578,146	\$496,119	\$1,905,595	\$349,228
Unreserved	21,264,377	13,946,987	10,449,164	5,780,610	8,839,368
Restricted	-	-	-	-	-
Unassigned	-	-	-	-	-
Total general fund	\$22,764,765	\$15,525,133	\$10,945,283	\$7,686,205	\$9,188,596
All Other Governmental Funds					
Reserved	\$3,555,539	\$11,536,525	\$7,462,881	\$10,233,116	\$10,092,405
Restricted	-	-	-	-	-
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unreserved, reported in:					
Special revenue funds	27,435,371	28,828,111	38,144,944	45,552,152	51,695,565
Capital projects funds	18,986,564	16,861,084	19,377,053	17,469,599	21,780,998
Debt service funds	-	-	-	-	-
Total all other governmental funds	\$49,977,474	\$57,225,720	\$64,984,878	\$73,254,867	\$83,568,968

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

Fiscal Year				
2011	2012	2013	2014	2015
\$-	\$-	\$-	\$-	\$-
-	-	-	-	-
158,781	536,962	693,229	334,317	788,981
10,370,694	10,869,965	11,658,731	12,703,184	14,732,224
<u>\$-</u>	<u>\$11,406,927</u>	<u>\$12,351,960</u>	<u>\$13,037,501</u>	<u>\$15,521,205</u>
\$-	\$-	\$-	\$-	\$-
85,559,994	94,313,965	94,441,322	97,862,280	96,777,284
418,449	361,694	5,381,198	7,873,940	10,638,840
4,107,225	4,464,983	2,516,944	2,838,698	3,226,073
-	-	-	-	-
-	-	-	-	-
-	-	-	-	-
<u>\$90,085,668</u>	<u>\$99,140,642</u>	<u>\$102,339,464</u>	<u>\$108,574,918</u>	<u>\$110,642,197</u>

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

	Fiscal Year				
	2006	2007	2008	2009	2010
Revenues					
Taxes	\$67,370,343	\$70,107,234	\$71,604,169	\$73,092,573	\$75,212,285
Licenses and permits	2,414,757	2,274,537	2,129,723	2,318,034	2,314,115
Intergovernmental	29,274,897	25,185,457	26,676,379	33,569,286	35,734,318
Charges for services	10,868,913	11,024,720	11,014,729	11,719,977	11,240,618
Fines and forfeits	2,341,077	2,215,230	2,472,025	1,996,883	2,314,995
Miscellaneous	6,255,152	7,252,667	6,091,879	3,818,078	3,187,505
Total Revenues	118,525,139	118,059,845	119,988,904	126,514,831	130,003,836
Expenditures					
General government	23,812,063	24,866,182	26,805,883	26,465,479	26,796,709
Public safety	32,082,423	35,688,892	36,746,100	39,325,404	39,352,531
Utilities	-	-	-	-	-
Physical environment	6,800,424	5,316,908	6,159,485	5,886,626	5,992,306
Transportation	14,265,469	15,626,476	16,678,152	15,278,092	14,881,399
Natural and economic environment	1,686,264	3,106,759	2,852,800	3,224,050	3,202,329
Social services	10,317,834	11,392,901	12,019,930	12,433,475	12,522,896
Culture and recreation	4,023,630	4,412,479	4,494,523	4,337,790	4,201,730
Capital outlay	20,223,545	13,466,397	8,241,819	13,503,595	13,908,191
Debt service:					
Principal	1,487,667	1,471,877	1,564,266	1,636,834	4,984,596
Interest	513,772	443,708	377,370	340,715	343,889
Total expenditures	115,213,091	115,792,579	115,940,328	122,432,060	126,186,576
Excess of revenues over (under) expenditures	3,312,048	2,267,266	4,048,576	4,048,576	4,082,771
Other Financing Sources (Uses)					
Proceeds of refunding long-term debt	-	-	-	-	-
Payments to refunded debt escrow agent	-	-	-	-	-
Sales of capital assets	1,070,852	406,285	2,041,760	902,804	698,530
Transfers in	13,664,755	14,419,515	13,070,745	19,572,672	20,336,343
Transfers out	(17,398,850)	(17,084,402)	(15,991,306)	(19,547,336)	(20,060,214)
Insurance recoveries	-	-	9,533	-	31,395
Capital Lease Proceeds	-	-	-	-	152,156
Proceeds of refunding long-term debt	-	-	-	-	6,299,585
Prior period adjustments	-	-	-	-	-
Total other financing sources (uses)	(2,663,243)	(2,258,602)	(869,268)	928,140	7,457,795
Net change in fund balance	\$648,805	\$8,664	\$3,179,308	\$4,976,716	\$11,540,566
Debt service as a percentage of noncapital expenditures	2.1%	1.9%	1.8%	1.8%	4.7%

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

Fiscal Year				
2011	2012	2013	2014	2015
\$77,746,503	\$79,361,709	\$78,837,505	\$81,875,139	\$83,520,080
2,091,213	2,005,544	2,395,846	2,419,488	2,624,103
33,678,960	28,279,651	28,898,339	33,448,448	31,488,197
10,738,984	11,173,817	17,488,346	18,286,508	19,777,059
2,157,685	2,735,872	2,732,376	2,579,177	3,133,762
2,991,394	3,261,098	4,404,838	5,720,852	5,979,987
<u>129,404,739</u>	<u>126,817,691</u>	<u>134,757,250</u>	<u>144,329,612</u>	<u>146,523,188</u>
26,560,989	26,509,059	26,332,143	26,455,321	27,201,170
38,991,462	39,015,373	40,077,056	43,838,275	44,819,680
-	-	627,269	963,733	711,578
4,925,995	4,905,619	-	-	-
15,744,702	16,065,687	16,712,235	16,646,535	17,599,399
3,461,926	3,871,139	8,775,376	7,962,671	8,042,322
12,859,278	13,958,410	19,153,283	19,176,980	18,270,835
4,003,549	4,347,714	3,889,340	4,111,155	4,404,120
13,058,768	7,765,286	21,880,066	18,879,190	19,993,746
1,912,564	945,754	333,600	310,000	325,000
308,415	236,501	188,140	175,969	163,122
<u>121,827,648</u>	<u>117,620,542</u>	<u>137,968,508</u>	<u>138,519,829</u>	<u>141,530,972</u>
7,577,091	9,197,149	(3,211,258)	5,809,783	4,992,216
-	-	-	-	-
-	-	-	-	-
1,013,444	1,453,925	5,142,165	530,863	1,018,373
18,045,344	11,417,019	32,701,080	20,621,047	25,587,633
(19,173,253)	(12,394,872)	(30,988,691)	(20,049,538)	(27,154,480)
-	-	216,662	-	430
24,916	259,205	202,916	8,840	106,811
-	-	-	-	-
-	-	80,981	-	-
<u>(89,549)</u>	<u>735,277</u>	<u>7,355,113</u>	<u>1,111,212</u>	<u>(441,233)</u>
<u>\$7,487,542</u>	<u>\$9,932,426</u>	<u>\$4,143,855</u>	<u>\$6,920,995</u>	<u>\$4,550,983</u>
2.0%	1.1%	0.4%	0.4%	0.4%

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
2006	\$19,234,889,670	\$528,565,020	\$515,589,776	\$20,279,044,466	3.43
2007	\$21,046,543,035	\$578,359,690	\$574,762,041	\$22,199,664,766	2.85
2008	\$23,082,183,045	\$638,899,035	\$543,741,467	\$24,264,823,547	2.69
2009	\$23,880,773,485	\$679,638,800	\$517,127,911	\$25,077,540,196	2.56
2010	\$22,505,099,007	\$677,339,019	\$546,628,098	\$23,729,066,124	2.54
2011	\$22,308,236,281	\$662,811,967	\$560,527,534	\$23,531,575,782	2.75
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

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	State of WA
2006	1.293	2.141	0.000	3.433	3.565	1.167	0.383	2.258	2.979
2007	1.119	1.733	0.000	2.852	3.292	1.078	0.342	2.345	2.698
2008	1.061	1.631	0.000	2.692	3.122	1.053	0.325	2.282	2.427
2009	0.991	1.573	0.000	2.564	3.080	1.005	0.306	2.131	2.219
2010	0.995	1.542	0.000	2.537	3.060	1.106	0.296	2.095	2.198
2011	1.086	1.665	0.000	2.751	3.418	1.078	0.297	2.202	2.456
2012	1.110	1.702	0.000	2.812	3.586	1.110	0.289	2.252	2.508
2013	1.128	1.749	0.000	2.877	2.715	1.203	0.286	2.372	2.670
2014	1.138	1.787	0.000	2.925	2.783	0.853	0.289	2.347	2.616
2015	1.128	1.780	0.000	2.908	2.897	1.264	0.288	2.331	2.484

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				
Rural Library	Hospital District	Park & Rec District	Water District	Cemetery Districts
0.467	0.846	0.091	0.906	0.086
0.374	0.489	0.071	0.806	0.066
0.350	0.538	0.082	0.465	0.060
0.339	0.564	0.070	0.440	0.060
0.440	0.583	0.083	0.431	0.060
0.486	0.543	0.073	0.511	0.070
0.500	0.564	0.084	0.514	0.069
0.500	0.588	0.084	0.000	0.073
0.500	0.595	0.084	0.000	0.072
0.500	0.589	0.084	0.000	0.072

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

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

Taxpayer	2015			2006		
	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)	\$751,232,373	1	3.09%	\$915,909,395	1	4.52%
Puget Sound Energy	496,272,297	2	2.04%	259,514,990	3	1.28%
Phillips 66 Company	421,084,228	3	1.73%	465,270,535	2	2.29%
Alumet Corporation (Intalco)	71,609,421	4	0.29%	92,586,685	4	0.46%
Northwest Pipeline Corporation	54,220,882	5	0.22%	-	-	-
Phillips 66 Company	54,126,187	6	0.22%	-	-	-
Trans Mountain Pipeline	51,539,399	7	0.21%	-	-	-
Bellis Fair Partners	49,355,365	8	0.20%	43,974,465	8	0.22%
IKO Pacific INC	37,635,533	9	0.15%	-	-	-
PK II Sunset Square LLC	36,359,681	10	0.15%	-	-	-
Sumas Cogeneration Co., LP	-	-	-	63,529,930	5	0.31%
Tenaska Washington Partners	-	-	-	52,520,670	6	0.26%
Trillium	-	-	-	45,075,330	7	0.22%
Cascade Natural Gas Corporation	-	-	-	40,731,135	9	0.20%
Verizon	-	-	-	38,258,656	10	0.19%
Total	<u>\$2,023,435,366</u>		<u>8.33%</u>	<u>\$2,017,371,791</u>		<u>9.95%</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
2006	\$40,938,933	\$40,005,937	97.72%	\$941,230	\$40,947,167	100.02%
2007	\$41,982,591	\$40,855,941	97.32%	\$919,109	\$41,775,050	99.51%
2008	\$44,627,279	\$43,683,039	97.88%	\$872,790	\$44,555,829	99.84%
2009	\$46,463,503	\$45,913,252	98.82%	\$705,064	\$46,618,316	100.33%
2010	\$47,153,892	\$45,685,615	96.89%	\$1,172,306	\$46,857,921	99.37%
2011	\$47,847,922	\$46,776,167	97.76%	\$1,608,502	\$48,384,669	101.12%
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%

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 Total	Percentage of Personal Income Percentage	Per Capita
	General Obligation Bonds	Special Assessment Bonds	Capital Leases			
2006	\$10,115,000	\$-	\$394,926	\$10,509,926	0.31%	\$57
2007	\$8,675,000	\$-	\$418,255	\$9,093,255	0.38%	\$48
2008	\$7,145,000	\$-	\$454,846	\$7,599,846	0.47%	\$40
2009	\$5,545,000	\$-	\$302,541	\$5,847,541	0.61%	\$30
2010	\$6,735,000	\$-	\$387,240	\$7,122,240	0.51%	\$36
2011	\$4,865,000	\$-	\$268,374	\$5,133,374	0.74%	\$25
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	1.115%	\$18
2015	\$3,025,000	\$-	\$285,367	\$3,310,367	Not Available	\$16

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 ^a of Property	Per Capita ^b
2006	\$10,115,000	0.05%	\$55.95
2007	\$8,675,000	0.04%	\$47.07
2008	\$7,145,000	0.03%	\$37.94
2009	\$5,545,000	0.02%	\$29.03
2010	\$6,735,000	0.03%	\$34.88
2011	\$4,865,000	0.02%	\$24.88
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

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

^a See Schedule 5 for property value data.

^b Population data can be found in Schedule 14.

Jurisdiction	Gross Debt Outstanding	Percentage Applicable to Whatcom County	Amount Applicable to Whatcom County
Whatcom County	\$3,025,000	100%	\$3,025,000
Total Direct Bonded Debt	\$3,025,000		\$3,025,000
Fire Districts	\$1,005,000	100%	\$1,005,000
Water Districts	\$638,200	100%	\$638,200
School Districts	\$244,701,767	100%	\$244,701,767
Park Districts	\$3,734,954	100%	\$3,734,954
Total Overlapping Bonded Debt	\$250,079,921		\$250,079,921
Total Direct & Overlapping Bonded Debt	\$253,104,921		\$253,104,921

Source: Whatcom County Treasurer.



	Fiscal Year				
	2006	2007	2008	2009	2010
Debt limit	\$304,185,667	\$332,994,971	\$363,972,353	\$376,163,103	\$355,935,992
Total net debt applicable to limit	18,940,844	17,952,035	16,095,405	15,119,442	16,587,403
Legal debt margin	\$285,244,823	\$315,042,936	\$347,876,948	\$361,043,661	\$339,348,589
Total net debt applicable to the limit as a percentage of debt limit	6.23%	5.39%	4.42%	4.02%	4.66%

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.

Fiscal Year				
2011	2012	2013	2014	2015
\$352,973,637	\$352,266,165	\$355,191,843	\$364,561,799	\$379,489,935
15,087,827	14,852,077	13,476,969	14,742,520	14,520,168
<u>\$337,885,810</u>	<u>\$337,414,088</u>	<u>\$341,714,874</u>	<u>\$349,819,279</u>	<u>\$364,969,767</u>
4.27%	4.22%	3.79%	4.04%	3.83%

Legal Debt Margin Calculation for Fiscal Year 2014

Assessed value	25,299,329,005
Debt limit (1.5% of assessed value without a vote)	379,489,935
Debt applicable to limit:	
Outstanding debt	14,520,773
Less: Amounts set aside for repayment of general obligation debt	<u>(605)</u>
Total net debt applicable to limit	<u>14,520,168</u>
Legal debt margin	<u>\$364,969,767</u>

Pledged Revenue Coverage
 Last Ten Fiscal Years
 Schedule 13



Fiscal Year	Special Assessment Bonds			
	Assessments Collected	Debt Service		Coverage
		Principal	Interest	
2006	\$73,940	\$78,013	\$5,305	0.89
2007	\$7,952	\$-	\$-	-
2008	\$7,123	\$-	\$-	-
2009	\$-	\$-	\$-	-
2010	\$-	\$-	\$-	-
2011	\$7,283	\$-	\$-	-
2012	\$-	\$-	\$-	-
2013	\$-	\$-	\$-	-
2014	\$-	\$-	\$-	-
2015	\$-	\$-	\$-	-

Year	Population	Personal Income (thousands of dollars)	Per Capita Personal Income	Median Age	School Enrollment	Unemployment Rate
2006	184,300	\$6,163,453	\$32,639	35.36	26,807	4.5%
2007	188,300	\$6,750,225	\$35,004	35.45	26,755	4.2%
2008	191,000	\$7,010,166	\$35,592	35.53	26,787	5.0%
2009	193,100	\$7,111,092	\$35,478	35.65	26,514	8.3%
2010	195,500	\$7,378,285	\$36,596	35.87	26,711	8.8%
2011	202,100	\$7,759,117	\$38,098	36.89	27,161	8.3%
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	Not Available	Not Available	N/A	26,177	5.9%

Source: 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 Education Service District #189.

Principal Employers
Current and Nine Years Ago
Schedule 15

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

Employer	2015			2006		
	Employees	Rank	Percentage of Total County Employment	Employees	Rank	Percentage of Total County Employment
St. Joseph Hospital/Madrona	2,750	1	2.80%	2,100	2	2.09%
Western Washington University	1,690	2	1.72%	2,109	1	2.10%
Bellingham School District	962	3	0.98%	1,300	3	1.29%
City of Bellingham	825	4	0.84%	819	6	0.81%
BP (Cherry Point Refinery)	820	5	0.84%	600	10	0.60%
Whatcom County	809	6	0.82%	950	4	0.95%
Fred Meyer (FT& PT)	760	8	0.77%	-	-	-
Zodiac Interiors (Heath Tecna)	607	9	0.62%	-	-	-
Lummi Tribal Office	600	7	0.61%	620	9	0.62%
Alcoa Intalco Works	586	10	0.60%	-	-	-
Haggen, Inc	-	-	-	885	5	0.88%
Ferndale School District	-	-	-	696	8	0.69%
Sodexo Services	-	-	-	792	7	0.79%
Total	10,409		10.60%	10,871		10.81%

Source: WWU Center for Economic and Business Research.

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									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Government										
Administrative Svcs	77.55	81.75	81.05	78.45	66.85	61.85	61.15	60.55	60.55	63.80
Assessor	30.00	30.00	30.00	30.00	29.00	28.00	28.00	28.00	28.00	28.00
Auditor	22.00	22.00	22.00	21.00	19.00	19.00	19.00	19.00	18.00	17.00
County Council	9.50	10.50	10.50	10.50	9.50	9.50	9.50	9.50	9.50	10.50
County Executive	4.50	4.50	4.50	4.40	4.00	4.00	4.00	3.70	4.70	4.70
District Court Prob.	20.00	19.50	19.50	18.50	15.70	15.70	15.70	14.00	14.00	14.00
District Court	19.00	21.00	21.00	20.00	18.50	18.50	18.50	18.50	18.50	18.50
Prosecuting Attorney	52.60	54.60	54.60	54.60	50.90	50.90	49.90	49.90	49.90	49.90
Public Defender	34.50	36.80	37.80	36.80	32.80	29.80	29.80	28.80	28.80	30.00
Superior Court	41.50	44.50	44.50	43.50	40.20	40.20	40.20	39.20	39.20	42.20
Treasurer	16.00	16.00	16.00	15.00	13.00	13.00	13.00	13.00	13.00	13.00
Public Safety										
Jail	88.50	91.50	91.50	92.50	88.50	86.50	86.50	86.50	86.50	86.50
Juvenile Court Admin	45.80	45.80	46.80	46.80	38.40	38.40	37.40	37.60	37.60	38.70
Planning & Dev't Svcs	72.60	74.60	73.60	67.60	47.00	47.00	45.00	43.00	44.00	44.50
Sheriff	102.20	106.20	108.20	108.70	106.50	108.50	108.50	107.50	107.50	106.50
Transportation										
Public Works	163.70	173.70	176.20	169.70	153.70	155.70	155.70	154.70	154.70	161.00
Economic Environment										
Hearing Examiner	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00	1.00
Mental & Physical Health										
Health	80.70	84.70	90.70	86.70	75.20	73.15	73.15	71.35	71.35	75.35
Culture and Recreation										
Cooperative Extension	2.52	2.52	2.52	2.42	2.52	2.52	2.52	2.52	2.00	2.00
Parks & Recreation	33.55	34.75	34.75	33.75	25.75	23.00	23.00	23.00	23.00	23.00
Total	917.72	955.92	966.72	941.92	838.02	826.22	821.52	811.32	811.80	830.15

Source: Whatcom County Administrative Services.

Function/ Program	Fiscal Year			
	2006	2007	2008	2009
General Government				
General Election (1)				
# of Registered Voters	102,458	102,458	115,314	114,292
# of Votes	55,059	55,059	101,399	61,288
% of Reg. Voters Voting	53.7%	53.7%	87.9%	53.6%
Assessor (2)				
Real Property Parcels	109,013	109,013	109,507	110,327
Building Permits Evaluated	5,821	5,821	4,083	5,460
New Single Family Residences	2,592	2,592	877	496
Judicial (3)				
District Court Infractions	21,062	21,062	21,253	17,478
Public Safety (4)				
# of Fire Inspections	336	336	337	325
# Sheriffs - Commissioned	82.00	82.00	84.00	84.00
# Sheriffs - Civilian	24.20	24.20	24.20	24.70
Calls for Service	29,917	29,917	29,499	27,642
Average Daily Jail and Work Center Population				
	262	262	277	283
Building Department				
Permits Applications	1,409	1,409	1,142	855
Mechanical/Plumbing	515	515	420	433
Physical Environment (5)				
Flood Permits Issued	32	32	17	22
Transportation (6)				
Roads Oiled	667.15	667.15	667.94	663.93
Roads Asphalt	236.11	236.11	237.83	233.39
Roads Gravel	31.74	31.74	30.46	30.40
Roads Misc	16.04	16.04	15.54	15.60
Ferry Passengers	222,604	222,604	216,838	207,160
Ferry Vehicle Trips	129,552	129,552	123,285	119,400
Culture and Recreation (7)				
Number of Parks	12	12	20	20

(1) Source: Whatcom County Auditor.
 (2) Source: Whatcom County Assessor.
 (3) Source: Whatcom County District Court.
 (4) Source: Whatcom County Sheriff and Planning and Development Departments.
 (5) Source: Whatcom County Public Works (River and Flood Divisions).
 (6) Source: Whatcom County Public Works.
 (7) Source: Whatcom County Parks.

Fiscal Year					
2010	2011	2012	2013	2014	2015
116,581	117,162	125,485	127,002	127,300	129,345
86,993	69,147	104,727	69,709	76,123	61,136
74.6%	59.0%	83.5%	54.9%	59.8%	47.3%
111,567	111,107	111,302	111,453	111,744	112,043
3,186	4,622	2,716	3,099	2,405	1,387
151	210	314	517	421	516
19,142	18,206	18,790	16,802	15,226	17,384
253	180	168	164	159	120
85.00	88.00	88.00	85.50	85.50	84.50
20.50	20.50	20.50	22.00	22.00	22.00
27,230	26,632	25,713	26,313	26,218	27,373
275	261	278	258	371	345
946	739	722	744	756	899
467	461	512	460	547	592
55	91	118	137	127	99
663.55	663.24	661.75	661.34	661.07	660.33
233.94	234.09	235.66	234.45	234.10	234.89
30.40	29.55	29.35	29.37	29.27	29.06
15.60	14.59	14.59	14.59	15.04	14.27
197,980	185,801	182,484	171,317	176,798	186,170
110,405	107,164	109,336	106,594	111,590	113,880
20	17	17	20	20	20

Function/ Program	Fiscal Year			
	2006	2007	2008	2009
Function				
Public Safety (1)				
Sheriff Patrol Units	87.50	91.50	93.50	93.5
Transportation (1)				
Miles of Road	954.54	951.04	951.77	943.32
Traffic Signals	4	4	3	3
Ferry Vessel	1	1	1	1
Fire Protection (2)				
No. of Districts	16	16	16	12
No. of Paid Firemen	58	58	58	53
No. of Volunteer Firemen	529	528	528	448
Culture and Recreation (3)				
Regional Parks - Number	12	12	20	20
Community Parks - Number	-	-	-	-
Neighbor Parks - Number	-	-	-	-
Parks - Acres	6,820.35	6,894.88	7,030.38	7,030.38
Senior Centers	8*	8*	8*	8*
Public Schools (4)				
Number of Schools				
Elementary	35	35	35	35
Middle	11	11	11	11
High	10	10	10	11
Alternative or Special	15	17	16	13
Education				
Community Colleges	1	1	1	1
Technical	1	1	1	1

*Two Senior Centers are County Owned.

(1) Source: Whatcom County Public Works.

(2) Source: Whatcom County Small Taxing Districts.

(3) Source: Whatcom County Parks.

(4) Source: Education Service District #189.

Fiscal Year					
2010	2011	2012	2013	2014	2015
93.5	93.5	93.5	93	93	93
943.49	941.47	941.35	939.75	939.48	938.55
3	3	3	3	4	4
1	1	1	1	1	1
12	11	11	14	14	13
53	45	45	52	70	75
448	396	396	361	335	408
20	17	17	20	20	20
-	-	-	2	4	4
-	-	-	4	4	4
7,030.38	7,109.00	7,109.00	7,156.00	16,008.00	16,018.00
8*	8*	8*	8*	8*	8*
36	37	36	36	34	32
10	11	11	11	11	11
11	11	11	11	12	11
13	14	13	13	11	13
1	1	1	1	1	1
1	1	1	1	1	1