

Skagit County Washington

Comprehensive Annual Financial Report



Roozengaarde Spring 2019



Fiscal Year Ending December 31, 2019

SKAGIT COUNTY WASHINGTON

COMPREHENSIVE ANNUAL FINANCIAL REPORT

FISCAL YEAR ENDED DECEMBER 31, 2019

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About Skagit County

(pronounced "skäjet")

Skagit County is located in the northwest portion of Washington State, USA. between Seattle, Washington and Vancouver, B.C. Canada. The majestic Cascade Mountains stand to the east, overlooking a fertile valley boasting a variety of agricultural crops. Running through the valley is the powerful Skagit River flowing westward toward the beautiful San Juan Islands. World famous tulip fields blanket the valley in the spring. Flocks of Canadian geese, snow geese and trumpeter swans can be seen here in the winter. Bald eagles soar overhead year round and great blue herons stand along the shorelines.

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SKAGIT COUNTY WASHINGTON COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended December 31, 2019

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Sandra Perkins, CFE
Auditor

David Cunningham
Chief Deputy & Elections Supervisor

Laura Franklin, CPA
Chief Accountant

July 31, 2020

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

We hereby submit the Comprehensive Annual Financial Report (CAFR) of Skagit County for the fiscal year ending December 31, 2019 in accordance with the provisions 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 annual report is presented in compliance with the reporting model as required by the Governmental Accounting Standards Board (GASB) Statement 34. The report includes government-wide financial statements based on full accrual accounting with capital assets, infrastructure and long-term debt reporting. The fund financial statements are presented using the modified accrual method.

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

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

The Comprehensive Annual Financial Report is developed to provide meaningful financial information to legislative bodies, creditors, investors and citizens. It is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter and a presentation of the County's organizational structure and elected officials. The financial section includes the independent auditor's report, the management discussion and analysis, government wide financial statements, fund financial statements and combining and individual fund financial statements and schedules. The statistical section presents various financial and demographic information generally representing (presented on) multiple years.

The Office of the Washington State Auditor conducts an annual audit of the financial statements of Skagit County as required by state law. The goal of the independent audit is to provide reasonable assurance that the financial statements of the County for the financial year ended December 31, 2019, are free from material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and assessing the overall financial statement presentation. The auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that Skagit County's financial statements for the fiscal year ended December 31, 2019 are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The auditor's examination is conducted in accordance with generally accepted auditing standards, Government Auditing Standards, issued by the Comptroller of the United States and the provisions of OMB Circular A-133, Audits of State, Local Governments and Non-Profit Organizations.

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

Profile of Skagit County

Skagit County, a first-class county, was incorporated on November 28, 1883, under the Revised Code of Washington 36.04.290. The County is governed by a Commissioner form of government; three commissioners elected to serve the three census driven equally populated districts of our county. Locally elected officials include the County Assessor, Auditor, Clerk, Coroner, Prosecuting Attorney, Sheriff, Treasurer, four Superior Court Judges, and two District Court Judges. These elected officials govern the County and establish policies on the basis of the County's needs and preferences. The Commissioners act as the legislative body and appoint an Administrator. The administrator acts independently but works closely with a management team that includes the Budget and Finance Director and the Human Resource Director/Risk Manager. Some of the services provided by the county include: Road construction and maintenance, solid waste management, planning and development services, parks and recreation, judicial administration, law enforcement, public health, social services, general administrative services, passport, vehicle and vessel licensing, historic recording and maintenance of all legal land documents, as well as election services.

Skagit County nestles between Whatcom County to the north and Snohomish County to the south, the majestic Cascade Mountains to the East, straddling the powerful Skagit and Samish rivers to fan out into one of the most fertile river deltas as it reaches to the west to the scenic and famed San Juan Islands. From the glacier-covered peaks of the Cascade Mountains and the forested uplands, through the fertile farm lands to the wild shorelines, Skagit County provides a cherished environment attractive to families and individuals seeking to reside in a more rural setting, within commuting distance of urbanized employment. Interstate 5 and Hwy 20 intersect within Skagit County providing rapid and convenient transportation.

Skagit County encompasses a 1,735 square mile land base, of which approximately 156,085 acres are devoted to parkland, (national, state and county) and 364,582 acres of National Forest Land. Skagit County remains a pristine, beautiful place to live and enjoy the outdoors. The beautiful natural water areas, lakes, streams, rivers and saltwater beaches support backpacking, hiking and camping as well as the festivals, tours and special events continue to attract tourists to the area. Skagit County is known for its festivals, including the famous annual Tulip and Daffodil Festivals, Festival of Family Farms, Skagit Eagle Festival, and the Anacortes Arts and Crafts Festival drawing tourists from near and far. Other local rural and urban festivals and tours also enjoy the success of returning participants and tourists.

The region provides a rich base for successful businesses, musicians, artists, authors, and commuters; a community attractive to weekenders and new populations resulting in steady growth.

The county is home to approximately 100,000 acres of the most productive and valuable farmland in the world. Agriculture remains the number one industry producing upwards of 90 crops, having a global impact and a supported future. Our Nation, State of Washington, citizens of Skagit County and Washington State University have invested in a world class, state of the art research station in Mount Vernon providing new, improved and sustainable sources of food and natural resources production. Skagit County is a major producer of cabbage, table beet, and spinach seed for the world, with six vegetable seed companies in the county, most of which market products worldwide. More tulip, daffodil, and iris bulbs are produced in Skagit County than in any county in the United States. Skagit County ranks fifth in dairy production and produces 95% of the red potatoes in Washington State. In 2018 there were 66 certified organic producers, two secondary companies/producers and one producer transitioning to organic production in Skagit County on 8,481 acres and 87 acres in transition. Organic production in Skagit County is valued at more than \$27,000,000, making it the highest organic agricultural producing county in Western Washington.

Thousands of trumpeter and whistling swans, snow geese and thousands of mallard and other ducks utilize Skagit farmland for food and habitat. Skagit County also hosts one of the highest concentrations of bald eagles in North America.

Financial Policies

The annual budget for Skagit County serves as a basis for the County's financial planning and control and is adopted in accordance with the provisions of the Revised Code of Washington (RCW) Chapter 36.40. Each County department and separate funds are required to submit requests for appropriations to the County Auditor's Office by the second Monday in August. A compilation of the requests is submitted to the Board of County Commissioners by the first Tuesday in September. The Commissioners schedule a budget hearing, which must be either the first Monday in October or the first Monday in December. The hearing may be continued from day to day for no more than five days. At the conclusion of the hearing, the Commissioners adopt the budget by December 31.

The annual appropriated budget is adopted at the department level within each fund. For management purposes, expenditures are further segregated by "object class" of expenditure. Object class refers to a segmentation of expenditures into five categories. These categories are salaries and wages, personnel benefits, supplies, other services and charges, and capital expenditures. Expenditures may not exceed appropriations at the department level and the budgets constitute legal authority for expenditures at that level. All appropriations lapse thirty days after the close of each fiscal year. All expenditures incurred prior to year-end, but not paid until this thirty-day period are considered expenditures against the budget for the prior year and are reported as accounts payable.

Budget status reports are used to compare the budgeted amounts with actual revenues and expenditures. As a management control device, revenues and expenditures can be monitored at fund, department, division, activity, project, or object class level.

Skagit County has established fiscal policies as guidelines for its budgetary process and they are, in part:

1. The General Fund budget shall be balanced within available revenue sources. A minimum reserve balance of 16% shall be targeted for the General Fund.
2. The Insurance Services Fund shall be managed to maintain the County's self-insured status. A minimum reserve balance of 25% shall be maintained for the Fund.
3. Growth in the General Fund, Road Fund and Conservation Futures Fund tax levies shall not exceed 101% of the prior year levy plus taxes collected on new construction.
4. Strategies to reduce and control expenditures and increase revenues and proposed efficiencies submitted by Elected Officials and Department Heads will be considered during the budget review process.
5. Departments shall provide budget monitoring reports as requested by the Board of County Commissioners to assist with projections for current and future years.

6. Internal Service Funds shall be funded at a level to maintain the financial stability of those funds and to meet required service levels for department programs.
7. Departments that provide services to other agencies shall analyze the costs for providing these services including direct and indirect overhead to ensure that reimbursement rates for these services cover all appropriate costs.
8. Opportunities to cooperate with other agencies to provide services should be evaluated and implemented, where possible, to gain efficiency, decrease expenses and avoid duplication of services.

The County is self-insured for a wide range of loss exposures including property, liability, health coverage, and worker's compensation. The County manages risk through a variety of methods including insurance, loss prevention, loss control and comprehensive safety programs. There is a county-wide effort to control losses and reduce costs.

Economic Condition

Skagit County's economic base includes: agriculture, food processing, lumber and wood products, oil refining, tourism, and marine related industries. Included within the marine related industries are fishing, fish processing, ship and boat building and repair. Exports within the agricultural area have continued to be strong.

Local and national economic conditions have a direct impact on the County's revenues and the demand for County services. Because of this, the information presented in the financial statements is best understood while taking the nation's current economic environment into consideration.

The County will continue to face challenges in meeting growing demands for services and employee related costs in an environment of limited revenues. The County is focused on improving efficiencies and effectiveness via innovative solutions that lead to providing the essential infrastructure and services prioritized by its citizens.

Major Initiatives

In 2012, the Anacortes Ferry Dock Rehabilitation & Guemes Island Ferry Dock Repair project was selected by the American Public Works Association (APWA) as one of their Public Works Projects of the Year for 2012. This was a national competition. The project was mainly funded with a grant from the Department of Transportation.

In 2005, the County entered into an Interlocal agreement with the city of Mount Vernon to build a new arterial roadway, connecting the Anderson Road/I-5 freeway interchange to South LaVenture Road. The project will provide an alternative route to access the rapidly developing portions of eastern Mount Vernon to the surrounding County areas. Funded in part by the County, by the City of Mount Vernon, and by federal, state and local grant funding, the project was completed in 2013.

In 2013, the County entered into an Interlocal agreement with the major cities and other partners in the County to share the costs of a new jail facility. A sales tax initiative was passed by the voters to help fund the facility.

In 2014, the County created a new enterprise fund called the Jail Fund. This fund issued bonds for the planning and constructing a 400 bed regional jail facility. The County purchased the land in 2014 and the facility was completed the spring of 2017.

In 2014, the County merged with the County's EMS component unit, dissolving the EMS commission and absorbing the activities of the legally separate entity.

In 2018 completion of the Burlington railway overpass replaced the former wooden structure on Old Highway 99 at a cost of over \$15 million funded by local, state and federal grants.

Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded the Certificate of Achievement for Excellence in financial reporting to Skagit County for its Comprehensive Annual report for the fiscal year ended December 31, 2018. In order to be awarded a Certificate of Achievement, the County must publish an easily readable and efficiently organized comprehensive annual report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

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

Preparation of this report could not have been accomplished without the professional, efficient and dedicated work of the entire staff of the Auditor's Office. In addition, acknowledgement is made for the invaluable contributions of the Treasurer's Office, the Public Works accounting division, and the Budget and Finance Director's office.

We would also like to express our appreciation for the professional efforts of our local State Auditor's Office team and the direction and advice provided by them and to the Board of County Commissioners for their efforts in working for the betterment of the County.

Sincerely,

A handwritten signature in cursive script that reads "Sandra Perkins".

Sandra Perkins, CFE
County Auditor



Government Finance Officers Association

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

Presented to

**Skagit County
Washington**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2018

Christopher P. Morill

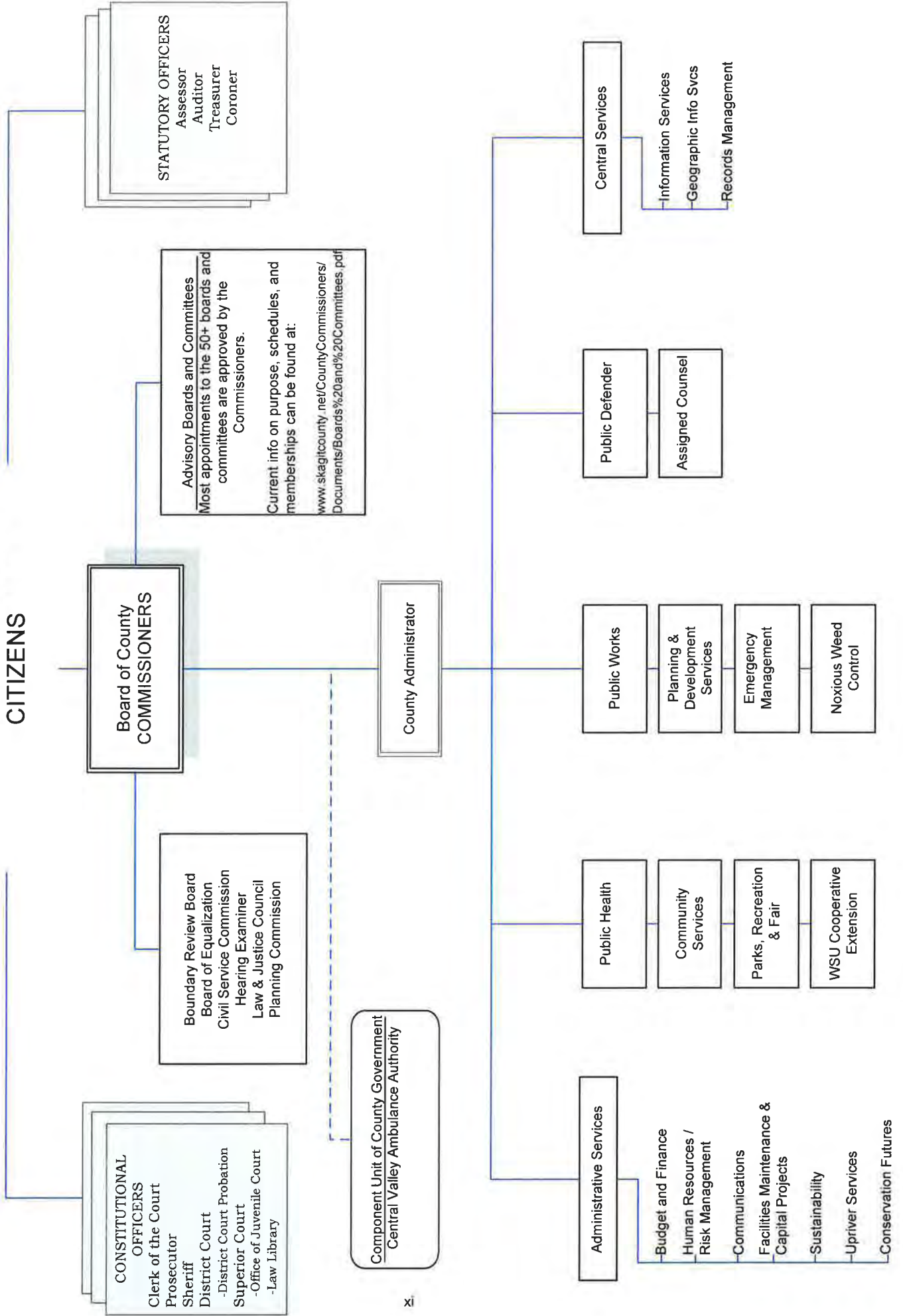
Executive Director/CEO

SKAGIT COUNTY, WASHINGTON ELECTED OFFICIALS

	TERM EXPIRES
COUNTY COMMISSIONERS	
DISTRICT NUMBER 1 RON WESEN	DECEMBER 2020
DISTRICT NUMBER 2 KENNETH DAHLSTEDT	DECEMBER 2020
DISTRICT NUMBER 3 LISA JANICKI	DECEMBER 2022
SUPERIOR COURT JUDGES	
BRIAN STILES	DECEMBER 2020
MICHAEL RICKERT	DECEMBER 2020
DAVID SVAREN	DECEMBER 2020
DAVE NEEDY	DECEMBER 2020
DISTRICT COURT JUDGES	
WARREN GILBERT	DECEMBER 2022
DIANNE E GODDARD	DECEMBER 2022
THOMAS L VERGE	DECEMBER 2022
ASSESSOR	DAVE THOMAS..... DECEMBER 2022
AUDITOR	SANDY PERKINS DECEMBER 2022
CLERK	MELISSA BEATON DECEMBER 2022
CORONER	HAYLEY THOMPSON..... DECEMBER 2022
PROSECUTING ATTORNEY	RICHARD WEYRICH.....DECEMBER 2022
SHERIFF	DON MCDERMOTT DECEMBER 2022
TREASURER	JACKIE BRUNSON DECEMBER 2022

SKAGIT COUNTY

CITIZENS



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**Office of the Washington State Auditor
Pat McCarthy**

July 29, 2020

Board of Commissioners
Skagit County
Mount Vernon, Washington

Report on Financial Statements

Please find attached our report on Skagit County's financial statements.

We are issuing this report for inclusion in the County's comprehensive annual financial report package, which will be issued by the County under the County's own cover.

This report is in addition to our regular financial statement audit report, which will be available on our website and includes the County's basic financial statements.

Sincerely,

Pat McCarthy
State Auditor
Olympia, WA

Americans with Disabilities

In accordance with the Americans with Disabilities Act, we will make this document available in alternative formats. For more information, please contact our Office at (564) 999-0950, TDD Relay at (800) 833-6388, or email our webmaster at webmaster@sao.wa.gov.



**Office of the Washington State Auditor
Pat McCarthy**

INDEPENDENT AUDITOR'S REPORT ON FINANCIAL STATEMENTS

July 29, 2020

Board of Commissioners
Skagit County
Mount Vernon, Washington

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Skagit County, as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the County's preparation and fair presentation of the financial statements in order to design audit procedures that are

appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Skagit County, as of December 31, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Matters of Emphasis

As discussed in Notes 10 to the financial statements, in 2019, the County adopted new accounting guidance, Governmental Accounting Standards Board Statement No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

As discussed in Note 19 to the 2019 financial statements, in February 2020, a state of emergency was declared that could have a negative financial effect on the County. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements.

We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary and Other Information

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

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements as a whole. The Introductory, Statistical and Compliance Sections are presented for purposes of additional analysis and are not a required part of the basic financial statements of the County. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on it.

OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS

In accordance with *Government Auditing Standards*, we will also issue our report dated July 29, 2020, on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. That report will be issued under separate cover in the County's Single Audit Report. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial

reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the County's internal control over financial reporting and compliance.

Sincerely,

A handwritten signature in black ink that reads "Pat McCarthy". The signature is written in a cursive style with a large, stylized initial "P".

Pat McCarthy

State Auditor

Olympia, WA

Financial Section



SKAGIT COUNTY, WASHINGTON
Management's Discussion and Analysis
December 31, 2019

This section of Skagit County's annual financial report presents our discussion and analysis of the County's financial performance during the fiscal year that ended December 31, 2019. Please read it in conjunction with the transmittal letter at the front of this report and the County's financial statements, which follow this section.

FINANCIAL HIGHLIGHTS

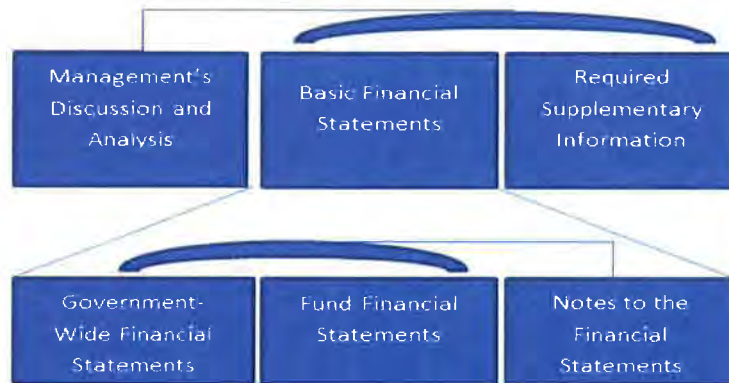
- As of December 31, 2019, total assets of the County exceeded total liabilities by \$355.3 million. Net investment in capital assets account for 77.9% of this amount, at \$276.8 million. Of the remaining net position, \$66.4 million was restricted for specific purposes and \$9.9 million was unrestricted. Fund balance decreased \$4.8 million from operating activities.
- As of December 31, 2019 ending deferred outflows totaled \$4.4 million an increase of \$.3 million while the ending balance of \$9.4 million in deferred inflows resulted in an increase of 2.0 million, both due to a change in pension and other post-employment benefit estimates.
- Ending unassigned fund balance for the general fund was \$19.4 million; assigned fund balance in the general fund was \$3 million. The General Fund ended the year with an unassigned fund balance of 33% to revenues, which exceeds the industry's recommended level of 16.7% of revenues. The assigned balance was for various capital and IT projects. The total increase in general fund balance was due to a conservative approach to spending practices.
- Ending fund balance for the County road fund was \$15.1 million, an increase of \$3.0 million over the previous year. This was due to a conservative approach to spending practices.
- Ending fund balance for the mental health fund was \$9.1 million, an increase of \$191 thousand over the previous year. This was mainly due to slight increase in sales tax revenues and a conservative approach to spending practices.
- Total long-term liabilities of the County were \$119.1 million at December 31, 2019. This is an increase of \$12.3 million, mainly attributable to increased estimate of long term environmental liability.

OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts – *management's discussion and analysis* (this section), the *basic financial statements, required supplementary information (RSI)*, and an optional section that presents the *combining statements* for nonmajor government funds and internal service funds. The basic financial statements include two kinds of statements that present different views of the County:

- The first two statements are *government-wide financial statements* that provide both *long-term* and *short-term* information about the County's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the County government, reporting the County's operations in more detail than the government-wide statements.
 - The *governmental funds* statements tell how *general government* services like public safety were financed in the *short term* as well as what remains for future spending.
 - *Proprietary fund* statements offer *short- and long-term* financial information about the activities the government operates *like businesses*, such as the solid waste, drainage utility, and the jail fund.
 - *Fiduciary fund* statements provide information about the financial relationships in which the County acts solely as a trustee or agent for the benefit of others, to whom the resources in question belong.

SKAGIT COUNTY, WASHINGTON
Management's Discussion and Analysis
December 31, 2019



The basic financial statements also include notes that explain some of the information in the financial statements and provide more detailed data. The basic financial statements are followed by a section of RSI that further explains and supports the information in the financial statements. The figure above shows how the required parts of this annual report are arranged and relate to one another. In addition to these required elements, we have included a section with combining statements that provide details about our nonmajor governmental funds and internal service funds, each of which are added together and presented in single columns in the basic financial statement.

The figure below summarizes the major features of the County's financial statements, including the portion of the County government they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis explains the structure and contents of each of the statements.

Major Features of the County's Government-Wide and Fund Financial Statements				
	Government-Wide Statements	Fund Statements		
		Government Funds	Proprietary Funds	Fiduciary Funds
Scope	Entire County government (except fiduciary funds)	The activities of the County that are not proprietary or fiduciary, such as public safety, social services	Activities the County operates similar to private business; drainage utility, solid waste, jail	Instances in which the County is the trustee of agent for someone else's resources, such as schools and hospitals
Required Financial Statements	*Statement of Net Position *Statement of Activities	*Balance Sheet *Statement of Revenues, Expenditures and Changes in Fund Balance	*Statement of Net Position *Statement of Revenues, Expenses and Changes in Net Position *Statement of Cash Flows	*Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resource focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short and long-term	Only assets expected to be used and liabilities that come due during the year or so soon after. No capital assets included	All assets and liabilities, both financial and capital, and short term and long-term	All assets and liabilities, both financial and capital and short/long term; the County's funds do not include capital assets
Type of inflow/outflow information	All revenues and expenses during the year, regardless of when cash is exchanged	Revenues and expenditures for which cash is received during or soon after the end of the year as well as goods or services received	All revenues and expenses during the year, regardless of when cash is received or paid.	All additions and deductions either paid or received during the year regardless of when cash is exchanged

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Government-Wide Statements

The government-wide statements report information about the County as a whole using accounting methods similar to those used by private-sector companies. The statement of net position includes *all* of the government's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two government-wide statements report the County's *net position* and how it has changed. Net position – the difference between the County's assets and deferred outflows of resources and liabilities and deferred inflows of resources – is one way to measure the County's financial health or *position*.

- Over time, increases or decreases in the County's net position are an indicator of whether its financial health is improving or deteriorating, respectively.
- To assess the overall health of the County you need to consider additional nonfinancial factors such as changes in the County's property tax base and the condition of the County's roads.

The government-wide statements of the County are divided into two categories:

- *Governmental activities* – Most of the County's basic services are included here, such as public safety, public works, parks department, health and human services, and general administration. Property taxes and state and federal grants finance most of these activities.
- *Business-type activities* – The County charges fees to customers to help cover costs of certain services it provides. The County's solid waste, drainage utility, and County jail are included here.

Fund Financial Statements

The fund financial statements provide more detailed information about the County's most significant *funds* – not the County as a whole. Funds are accounting devices that the County uses to keep track of specific sources of funding and spending for a particular purpose.

- Some funds are required by State law and by covenants.
- The County establishes other funds to control and manage money for particular purposes (like the community services fund) or to show that it is properly using certain taxes and grants (like aid from the U.S. Department of Housing and Urban Development).

The County has three kinds of funds:

- *Government funds* – Most of the County's basic services are included in government funds, which focus on (1) how *cash and other financial assets* that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the government funds statements provide a detailed *short-term* view that helps to determine whether there are more or fewer financial resources that can be spent in the near future to finance the County's programs. Because this information does not encompass the additional long-term focus of the government-wide statements, we provide additional information on the subsequent page that explains the relationship (or differences) between them.
- *Proprietary funds* – Services for which the County charges customers a fee that are generally reported in proprietary funds. Proprietary funds, like the government-wide statements, provide both long-term and short-term financial information.
 - In fact, the County's *enterprise funds* (one type of proprietary fund) are the same as its business-type activities, but provide more detail and additional information such as cash flows.

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- We use *internal service funds* (the other type of proprietary fund) to report activities that provide supplies and services for the County's other programs and activities – such as the County's Information Services fund.
- *Fiduciary funds* – The County is responsible for other assets because it acts in the capacity of a custodian to many independent taxing districts. Many of these districts are required by Washington State statutes to process all monies through the County Treasurer. All of the County's fiduciary activities are reported in a separate statement of fiduciary net position. We exclude these activities from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE

Statement of Net Position

Summarized information from the statement of Net Position, as compared to the prior year, is as follows:

NET POSITION							
	Governmental		Business-Type		Total		% Change
	Activities		Activities		2019	2018	
	2019	2018	2019	2018	2019	2018	
ASSETS							
Current and Other Assets	\$ 137,214,988	\$ 122,993,317	\$ 14,430,291	\$ 14,513,517	\$ 151,645,279	\$ 137,506,834	10.28%
Capital Assets and							
Construction in Progress (Net of Depreciation)	263,782,361	261,262,928	78,276,269	80,295,320	342,058,630	341,558,248	0.15%
Net Pension Asset	3,526,688	3,165,832	290,334	227,161	3,817,022	3,392,993	
Total Assets	404,524,037	387,422,077	92,996,894	95,035,998	497,520,931	482,458,075	3.12%
DEFERRED OUTFLOW OF RESOURCES	3,742,440	3,735,933	716,812	449,034	4,459,252	4,184,967	6.55%
LIABILITIES							
Long-Term Liabilities	35,555,406	39,263,170	83,502,804	67,527,107	119,058,210	106,790,277	11.49%
Other Liabilities	18,596,841	12,784,844	1,720,434	1,639,939	20,317,275	14,424,783	40.85%
Total Liabilities	54,152,247	52,048,014	85,223,238	69,167,046	139,375,485	121,215,060	14.98%
DEFERRED INFLOW OF RESOURCES	8,494,867	6,441,614	873,503	913,871	9,368,370	7,355,485	27.37%
NET POSITION							
Net Investment in Capital Assets	256,768,525	254,580,624	20,079,884	20,186,095	276,848,409	274,766,719	0.76%
Restricted	66,144,661	58,184,424	339,062	227,161	66,483,723	58,411,585	13.82%
Unrestricted	22,706,177	19,903,334	(12,801,984)	4,990,859	9,904,193	24,894,193	-60.21%
Total Net Position	\$ 345,619,363	\$ 332,668,382	\$ 7,616,962	\$ 25,404,115	\$ 353,236,325	\$ 358,072,497	-1.35%

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Of the \$151.6 million in current and other assets at December 31, 2019, \$126.7 million is cash, cash equivalents and investments. A small portion of this amount, \$7.5 million, is restricted for specific purposes. Accounts receivable, Notes receivable and amounts due from other governments total \$19.6 million. Inventories/prepayments total \$5.3 million. Cash, cash equivalents and investments represented 83.6% (compared to 81.0% in 2018), while accounts receivable, notes receivable and amounts due from other governments accounted for 12.9% (compared to 13.7% from 2018).

At December 31, 2019, the County had outstanding long-term liabilities of \$119.1 million, as compared to \$106.8 million in 2018. This is primarily the result of an increase in the long term environmental liability. Of this total, \$3.2 million was due within one year. See Note V of the notes to the financial statements for more information regarding long term debt. Other liabilities amounted to \$20.3 million. These represent primarily accounts payable and accrued liabilities due as a result of ordinary operations.

The largest portion of the County's Net Position (78%) reflects its net investment in capital assets, less any outstanding related debt used to acquire those assets. The County's capital assets are used to provide services to citizens and are therefore not available to finance future spending. Although the County's net investment in 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. In addition, 18.7% of the County's net position is subject to legal restrictions for specific purposes. The remaining balance of Net Position is \$11.9 million.

Statement of Changes in Net Position

The County's total Net Position decrease by \$4.8 million in 2019. Governmental activities reflected an increase of \$13.0 million while the Net Position of business-type activities decreased \$17.8 million. The increase in governmental activities was primarily due to general government.

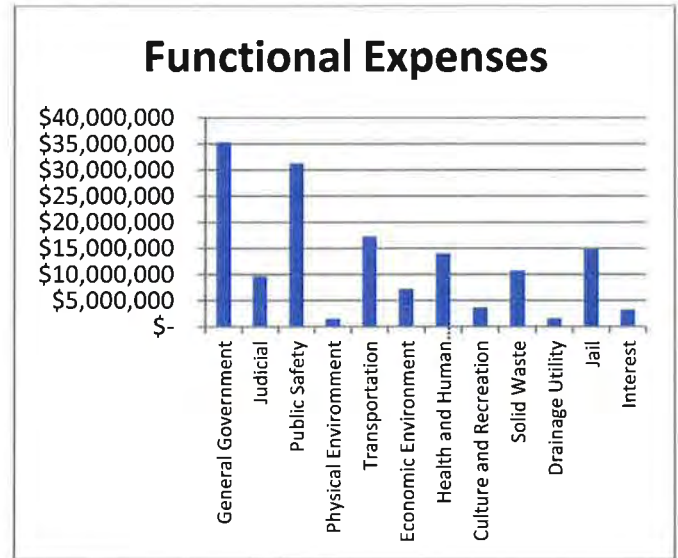
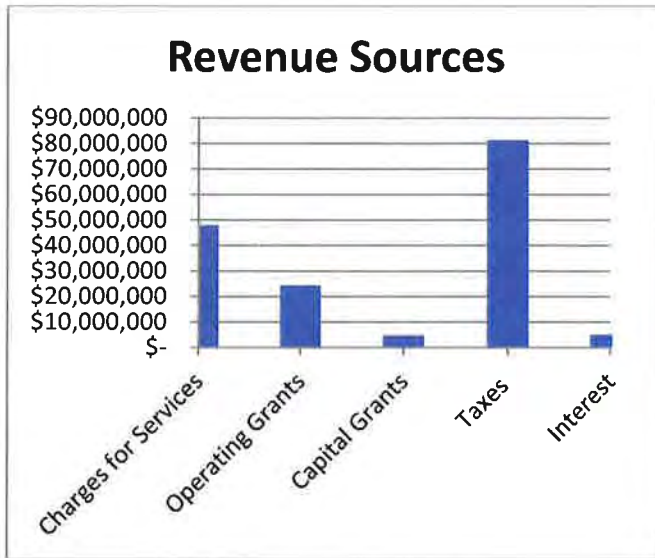
Total revenues were \$163 million in 2019, an increase of \$1.5 million from 2018. The main reason for the increase is the increases in charges for services, and taxes. Governmental activities provided \$134.1 million (82%), while business-type activities added \$29.4 million. Within governmental activities, tax revenue accounted for 60.7% of total revenue sources, with grants and contributions accounting for 21.4% (up from 11.0% in 2018). Charges for services accounted for 98.4% of the revenues of business type activities, with the remaining provided by capital and operating grants and contributions. Total expenses for the year amounted to \$150.2 million, an increase of \$8.3 million from 2018. Governmental activities accounted for \$121.0 million (80.5%), with the largest program expenses in the areas of general government, public safety and transportation. These three programs accounted for 69.3% of total governmental expenses. Of the \$29.2 million in business-type expenses, 50.4% is associated with the Jail fund, an increase of 2.0% from 2018.

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Changes in Net Assets

	Governmental		Business-Type		Total	
	Activities		Activities		Primary Government	
	2019	2018	2019	2018	2019	2018
REVENUES						
Program Revenues						
Charges for Services	\$19,313,691	\$37,938,557	\$28,443,805	\$27,975,054	\$47,757,496	\$65,913,611
Operating Grants and Contributions	23,657,254	7,138,726	885,519	260,393	24,542,773	7,399,119
Capital Grants and Contributions	4,769,605	7,333,886	33,767	1,003,983	4,803,372	8,337,869
General Revenues						
Taxes	80,789,911	76,165,495	-	-	80,789,911	76,165,495
Interest Earnings on Investments	4,980,701	4,146,928	105,408	114,435	5,086,109	4,261,363
Total Revenues	133,511,162	132,723,592	29,468,499	29,353,865	162,979,661	162,077,457
PROGRAM EXPENSES						
General Government	37,642,366	34,438,559	-	-	37,642,366	34,438,559
Judicial	9,633,647	9,007,779	-	-	9,633,647	9,007,779
Public Safety	31,309,178	30,838,340	-	-	31,309,178	30,838,340
Physical Environment	1,519,711	1,384,804	-	-	1,519,711	1,384,804
Transportation	17,242,802	14,522,089	-	-	17,242,802	14,522,089
Economic Environment	6,025,187	5,945,636	-	-	6,025,187	5,945,636
Health and Human Services	14,029,999	14,334,069	-	-	14,029,999	14,334,069
Culture and Recreation	3,651,028	2,649,791	-	-	3,651,028	2,649,791
Solid Waste	-	-	10,741,453	10,479,366	10,741,453	10,479,366
Drainage Utility	-	-	1,445,016	1,456,542	1,445,016	1,456,542
Jail Fund	-	-	15,131,404	13,364,087	15,131,404	13,364,087
Interest on Long Term Debt	1,014,519	1,021,375	2,204,353	2,432,570	3,218,872	3,453,945
Total Expenses Before Transfers	122,068,437	114,142,442	29,522,226	27,732,565	151,590,663	141,875,007
Excess (Deficiency) of Revenues Over (Under) Expenditures	11,442,725	18,581,150	(53,727)	1,621,300	11,388,998	20,202,450
Extraordinary Items	514,168	-	(17,708,726)	-	(17,194,558)	-
Gain (loss) on Sale of Assets	(175,253)	36,865	-	-	(175,253)	36,865
Transfers	24,697	21,943	(24,697)	(21,943)	-	-
Change in Net Assets	11,806,337	18,639,958	(17,787,150)	1,599,357	(5,980,813)	20,239,315
Net Assets, January 1	332,668,382	317,566,229	25,404,112	24,464,793	358,072,494	342,031,022
Dissolution of Component Unit	1,144,644	-	-	-	1,144,644	-
Restatement to implement new accounting principle		(3,704,473)		(660,035)	-	(4,364,508)
Prior Period Adjustment		166,668		-		166,668
Net Assets, January 1 - Restated	333,813,026	314,028,424	25,404,112	23,804,758	359,217,138	337,833,182
Net Assets, December 31	\$ 345,619,363	\$ 332,668,382	\$ 7,616,962	\$25,404,115	\$ 353,236,325	\$ 358,072,497

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Financial Analysis of the County's Funds

Governmental Funds Balance Sheet Analysis

The General Fund, County Road Fund, and Mental Health Fund are the County's major funds in 2019. Together these funds account for 57.0% of total government fund assets and 54.5% of total government fund balances.

As of December 31, 2019, the County's governmental funds reported combined fund balances of \$85.6 million, an increase from \$76.3 million in 2018. Of this amount, \$53.7 million (62.7%) is Restricted, \$9.3 million (10.9%) is reported as Committed, \$3.0 million (3.5%) is assigned, and \$19.4 million (22.7%) is unassigned and available for spending within the designated funds. Nonspendable, Restricted, Committed, and Assigned fund balance of \$66.2 million is not available for new spending because it has already been committed for prepaid expenses, loans, debt service, and inventory, as well as other special revenue funds requirements.

The General Fund is the primary operating fund of Skagit County. The unassigned fund balance of this fund increased to \$19.4 million at December 31, 2019, from \$16.9 million at December 31, 2018. \$3 million of the general fund's fund balance is assigned for various capital and IT projects. Total assets of the General Fund were \$32.6 million at December 31, 2019, accounting for 30.6% of total governmental fund assets. This represents an increase of \$4.3 million from 2018.

Governmental Funds Revenue/Expenditure Analysis

Total revenues for governmental funds were \$131.4 million in 2019; this represents an increase of \$1.4 million from 2018. The main reasons for the increase were an increase in intergovernmental revenues and in tax revenues. During the same period, total expenditures decreased to \$123.7 million, down from \$124.6 million in 2018. The main decrease was in Health and Human Services. The General Fund, Mental Health Fund, and County Road fund account for 70.2% of all governmental fund revenue (slightly down from 72.7% in 2018) and 64.5% of all expenditures, down from 66.5% in 2018.

The net change in fund balance for the General Fund in 2019 was a positive \$2.5 million. The main reason was an increase in tax revenues and conservative spending practices. The increase in fund balance for the County Road fund was \$3.0 million. The main reason for the increase in the County Road fund was an increase in

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charges for services. The net change in the Mental Health Fund was \$.2 million. The non-major governmental funds had an overall positive change in fund balances of \$3.6 million for 2019.

Enterprise Funds Net Position Analysis

All enterprise funds of Skagit County are considered major funds for 2019. Comparative information from the proprietary funds' statement of Net Position is as follows:

	Business-Type Activities - Enterprise Funds							
	Net Assets							
	Solid Waste		Drainage Utility		Jail Fund		Total	
2019	2018	2019	2018	2019	2018	2019	2018	
ASSETS								
Current Assets								
Cash and Cash Equivalents	\$ 4,118,294	\$ 3,518,185	\$ 1,990,276	\$ 951,018	\$ 6,586,001	\$ 7,865,477	\$ 12,694,571	\$ 12,334,680
Other Current Assets	1,051,866	1,078,527	88,973	374,053	1,359,910	1,295,001	2,500,749	2,747,581
Total Current Assets	5,170,160	4,596,712	2,079,249	1,325,071	7,945,911	9,160,478	15,195,320	15,082,261
Non-Current Assets								
Construction in Progress	-	-	267,253	1,647,748	-	-	267,253	1,647,748
Capital Assets	13,399,697	13,406,591	11,232,574	9,875,400	65,547,684	65,345,708	90,179,955	88,627,699
Less Accumulated Depreciation	(4,598,447)	(4,264,421)	(3,759,692)	(3,383,970)	(3,812,800)	(2,331,735)	(12,170,939)	(9,980,126)
Net Pension Asset	-	-	-	-	290,334	227,161	290,334	227,161
Total Non-Current Assets	8,801,250	9,142,170	7,740,135	8,139,178	62,025,218	63,241,134	78,566,603	80,522,482
Total Assets	13,971,410	13,738,882	9,819,384	9,464,249	69,971,129	72,401,612	93,761,923	95,604,743
Deferred Outflows of Resources	143,993	127,231	20,371	27,698	552,448	294,105	716,812	449,034
LIABILITIES								
Current Liabilities								
Accounts/Vouchers Payable	588,717	675,856	65,648	63,218	397,585	359,466	1,051,950	1,098,540
Other Current Liabilities	1,100,301	841,981	91,591	46,696	2,096,645	1,991,466	3,288,537	2,880,143
Total Current Liabilities	1,689,018	1,517,837	157,239	109,914	2,494,230	2,350,932	4,340,487	3,978,683
Non-Current Liabilities								
Bonds Payable	6,144,840	6,682,518	-	-	50,216,545	51,656,708	56,361,385	58,339,226
Other Non-Current Liabilities	23,817,334	6,434,975	126,179	238,584	1,342,883	744,326	25,286,396	7,417,885
Total Non-Current Liabilities	29,962,174	13,117,493	126,179	238,584	51,559,428	52,401,034	81,647,781	65,757,111
Total Liabilities	31,651,192	14,635,330	283,418	348,498	54,053,658	54,751,966	85,988,268	69,735,794
Deferred Inflows of Resources	296,208	277,954	31,820	24,957	545,478	610,960	873,506	913,871
NET POSITION								
Net Investment in Capital Assets	2,116,410	1,934,652	7,740,135	8,139,178	10,223,339	10,112,265	20,079,884	20,186,095
Restricted	-	-	-	-	339,062	227,161	339,062	227,161
Unrestricted	(19,948,406)	(2,981,823)	1,784,382	979,314	5,362,040	6,993,365	(12,801,984)	4,990,856
Total Net Position	\$ (17,831,996)	\$ (1,047,171)	\$ 9,524,517	\$ 9,118,492	\$ 15,924,441	\$ 17,332,791	\$ 7,616,962	\$ 25,404,112

As of December 31, 2019, the enterprise funds reported combined Net Position of \$7.9 million (compared to \$25.4 million in 2018). This is the total of a \$17 million deficit in the Solid Waste Fund (down from \$1.0 million deficit in 2018) and a positive \$9.4 million in the Drainage Utility Fund (up from \$9.1 million from 2018). The Jail fund net position is \$16.3 million, (down from \$17.3 million in 2018).

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Enterprise Funds Revenue/Expenditure Analysis

The following table provides comparative information related to revenues, expenses and net changes in fund balance for the enterprise funds:

	Business-Type Activities - Enterprise Funds							
	Changes in Net Assets							
	Solid Waste		Drainage Utility		Jail Fund		Total	
	2019	2018	2019	2018	2019	2018	2019	2018
REVENUES								
Charges for Services	\$ 11,632,240	\$ 11,100,916	\$ 1,763,617	\$ 1,735,544	\$ 15,274,643	\$ 9,138,058	\$ 28,670,500	\$ 21,974,518
Intergovernmental	323,917	356,300	112,121	1,026,738	215,989	216,008	652,027	1,599,046
Interest Revenue	36,107	22,835	-	-	69,301	91,600	105,408	114,435
Miscellaneous Revenue	17,537	700	-	10,666	23,027	5,654,500	40,564	5,665,866
Total Operating Revenues	<u>12,009,801</u>	<u>11,480,751</u>	<u>1,875,738</u>	<u>2,772,948</u>	<u>15,582,960</u>	<u>15,100,166</u>	<u>29,468,499</u>	<u>29,353,865</u>
EXPENSES								
Personal Services	2,106,487	1,812,786	453,786	525,165	8,770,219	7,696,820	11,330,492	10,034,771
Contractual Services	6,962,039	6,847,079	-	-	-	-	6,962,039	6,847,079
Other Supplies and Expenses	1,332,008	1,478,582	615,509	554,024	4,880,120	4,193,471	6,827,637	6,226,077
Depreciation	340,919	340,919	375,721	377,353	1,481,065	1,473,796	2,197,705	2,192,068
Interest Expense	344,447	361,826	-	-	1,859,906	2,070,744	2,204,353	2,432,570
Total Operating Expenditures	<u>11,085,900</u>	<u>10,841,192</u>	<u>1,445,016</u>	<u>1,456,542</u>	<u>16,991,310</u>	<u>15,434,831</u>	<u>29,522,226</u>	<u>27,732,565</u>
Income (Loss) Before Transfers	923,901	639,559	430,722	1,316,406	(1,408,350)	(334,665)	(53,727)	1,621,300
Extraordinary Items	(17,708,726)	-	-	-	-	-	(17,708,726)	-
Interfund Transfers	-	-	(24,697)	(21,943)	-	-	(24,697)	(21,943)
Change in Net Assets	<u>(16,784,825)</u>	<u>639,559</u>	<u>406,025</u>	<u>1,294,463</u>	<u>(1,408,350)</u>	<u>(334,665)</u>	<u>(17,787,150)</u>	<u>1,599,357</u>
Net Assets, January 1	(1,047,171)	(1,544,581)	9,118,492	7,866,900	17,332,791	18,142,474	25,404,112	24,464,793
Restatement to impliment new accounting principle	-	(142,149)	-	(42,871)	-	(475,018)	-	(660,038)
Net Assets, January 1 - Restated	<u>(1,047,171)</u>	<u>(1,686,730)</u>	<u>9,118,492</u>	<u>7,824,029</u>	<u>17,332,791</u>	<u>17,667,456</u>	<u>25,404,112</u>	<u>23,804,755</u>
Net Assets, December 31	<u>\$ (17,831,996)</u>	<u>\$ (1,047,171)</u>	<u>\$ 9,524,517</u>	<u>\$ 9,118,492</u>	<u>\$ 15,924,441</u>	<u>\$ 17,332,791</u>	<u>7,616,962</u>	<u>25,404,112</u>

Revenues from the Solid Waste Fund represent 40.7% of the total revenues for enterprise funds in 2019, an increase from 40.0% in 2018. Total expenses for the Solid Waste Fund were 37.9% of the total enterprise funds. The Jail Fund revenues consisted of 52.9% of total enterprise revenues, up from 51.4% in 2018. This is the result of decreased charges for services.

GENERAL FUND BUDGETARY HIGHLIGHTS

The change in the final budget amounts available for appropriations is due to changes in grant revenue for Public Safety and the Coroner's office. Increases in General Government Services were a result of transferring funds for capital projects. The increases in Judicial were mainly due to increases in judicial salaries; increase in contracted services for Indigent Defense due to increased case complexity; and increased contracted services for Indigent Defense. The small increase in Public Safety was due to increased grant funding and the purchase of Tasers

The following schedule provides an analysis of the final amended budget as compared to actual General Fund revenues and expenditures:

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General Fund Budget vs. Actual
For the Year Ended December 31, 2019

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Changes Favorable (Unfavorable)</u>
FUND BALANCE, JANUARY 1	\$ 5,449,838	\$ 7,415,356	\$ 19,961,339	\$ 12,545,983
RESOURCES (IN-FLOWS)				
Taxes	38,525,037	38,525,037	39,755,993	1,230,956
Licenses & Permits	327,500	327,500	384,561	57,061
Intergovernmental Revenue	6,618,181	6,692,281	7,918,964	1,226,683
Charges for Goods and Services	3,609,942	3,609,942	3,902,042	292,100
Fines and Forfeits	1,559,750	1,559,750	2,070,565	510,815
Interest Revenue	3,134,800	3,134,800	4,408,585	1,273,785
Miscellaneous Revenues	146,452	146,452	444,787	298,335
Transfers In	-	-	-	-
Total Resources (in-flows)	<u>53,921,662</u>	<u>53,995,762</u>	<u>58,885,497</u>	<u>4,889,735</u>
Amounts Available for Appropriation	<u>59,371,500</u>	<u>61,411,118</u>	<u>78,846,836</u>	<u>17,435,718</u>
CHARGES TO APPROPRIATIONS (OUT-FLOWS)				
General Government Services	15,637,740	17,279,582	13,385,027	3,894,555
Judicial	11,447,989	11,708,514	11,094,840	613,674
Public Safety	24,270,956	24,355,107	23,973,288	381,819
Utilities and Environment	12,204	12,204	3,140	9,064
Economic Environment	404,868	405,568	367,332	38,236
Health and Human Services	419,201	431,601	422,360	9,241
Culture and Recreation	512,667	512,667	495,468	17,199
Debt Service	10,000	10,000	10,000	-
Capitalized Expenditures	20,000	60,000	40,192	19,808
Transfers Out	6,635,875	6,635,875	6,635,875	-
Amount Charged to Appropriations (out-flows)	<u>59,371,500</u>	<u>61,411,118</u>	<u>56,427,522</u>	<u>4,983,596</u>
FUND BALANCE, DECEMBER 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 22,419,314</u>	<u>\$ 12,452,122</u>

The largest dollar variances for revenues are fairly even amongst intergovernmental revenue, taxes, and interest revenue. The increase in intergovernmental revenue is the result of receiving additional grant funds as well as the receipt of timber revenues. The increase in taxes is due to retail sales and use tax exceeding the budgeted amount. It is important to note that while the budget was not adjusted for these changes, the projections through the year included them.

SKAGIT COUNTY, WASHINGTON
Management's Discussion and Analysis
December 31, 2019

Actual expenditures were 8.1% less than budgeted. This is represented primarily by decreases in General Government Services. This variance is the result of the overall reduction of expenses due to the reduction of cost allocations. The unfavorable variance in charges for goods and services is due to the cost allocation at year end being budgeted as revenue but recorded as a reduction in expense. The variance in interest revenue is a result of more favorable ratings for investing.

CAPITAL ASSETS AND LONG TERM DEBT

Capital Assets

The County's net capital assets were \$339.8 million at December 31, 2019. Of this total, Construction in progress was \$2.2 million. Capital assets include land, development rights, buildings, improvements, furniture and equipment, and infrastructure. Details of 2019 capital asset transactions are presented in Note IV.D of the notes to the financial statements.

During 2019 the County continued construction and remodeling of real property for County use. Ongoing projects include several road construction projects, improvements to county owned buildings, and miscellaneous small parks projects.

Long-Term Debt

At December 31, 2019, general obligation bonds payable as reported by governmental activities was \$11.4 million, a decrease of \$1.1 million. Business type activities reported general obligation bonds payable of \$55.0 million, a decrease of \$1.7 million from 2018.

The County's remaining legal capacity for non-voted debt at December 31, 2019 was approximately \$282 million.

Additional information relating to long-term debt can be found in Note V of the notes to the financial statements.

Net Pension Liability

Governmental Accounting Standards Board standards are national and apply to all government financial reports prepared in accordance with generally accepted accounting principles. When accounting for pension costs, GASB 27 focused on a funding approach. This approach limited pension costs to contributions annually required by law, which may or may not be sufficient to fully fund each plan's net pension liability. GASB 68 takes an earnings approach to pension accounting; however, the nature of Washington's statewide pension systems and state law governing those systems requires additional explanation in order to properly understand the information presented in these statements.

GASB 68 requires the net pension liability to equal the County's proportionate share of each plan's collective:

1. Present value of estimated future pension benefits attributable to active and inactive employees' past service
2. Minus plan assets available to pay these benefits

GASB notes that pension obligations, whether funded or unfunded, are part of the "employment exchange" – that is, the employee is trading his or her labor in exchange for wages, benefits, and the promise of a future pension. GASB noted that the unfunded portion of this pension promise is a present obligation of the government, part of a bargained-for benefit to the employee, and should accordingly be reported by the government as a liability since they received the benefit of the exchange. However, the County is not responsible for certain key factors

SKAGIT COUNTY, WASHINGTON
Management's Discussion and Analysis
December 31, 2019

affecting the balance of this liability. In Washington, the employee shares the obligation of funding pension benefits with the employer. The amounts they contribute are calculated as a percentage of the employee's pay. In a few plans, those percentages are set in statute, but for most, the legislature can adjust the rates as needed. The Washington State Investment Board collectively invests the contributions and the earnings on those investments help to fund the plans.

The Office of State Actuary (OSA) performs a valuation of the retirement plans every other year, studying the experience of each and analyzing the effects of anticipated economic and demographic changes. In the valuation, OSA determines how much money must be contributed annually to pay for the benefits members are expected to earn during their public service.

OSA's recommendations then go to the Pension Funding Council, which is responsible for evaluating and adopting employee and employer contribution rates (subject to review by the Legislature). There is one exception – rates for the Law Enforcement Officers' and Fire Fighters' (LEOFF) Plan 2 are evaluated and adopted by the LEOFF Plan 2 Retirement Board.

A plan with assets that equal its liabilities is termed *fully funded*, which means the value of the assets on hand equals the plan's accrued liabilities. Any gap between the benefits earned and a retirement plan's assets is referred to as an unfunded liability. A plan with unfunded liability is considered underfunded.

Washington State has fully funded and underfunded state retirement plans. Current state funding policy requires additional contributions to return the underfunded plans to a fully funded status. As a result of that commitment, it is expected all Washington state retirement plans will have adequate assets to provide for all earned benefits into the future.

Most long-term liabilities have set repayment schedules or, in the case of compensated absences (i.e. sick and vacation leave), are satisfied through paid time-off or termination payments. There is no repayment schedule for the net pension liability. As explained above, changes in pension benefits, contribution rates, and return on investments affect the balance of the net pension liability, but are outside the control of the local government. In the event that contributions, investment returns, and other changes are insufficient to keep up with required pension payments, State statute does not assign/identify the responsible party for the unfunded portion. Due to the unique nature of how the net pension liability is satisfied, this liability is separately identified within the long-term liability section of the statement of net position.

In accordance with GASB 68, the County's statements prepared on an accrual basis of accounting include an annual pension expense for their proportionate share of each plan's change in net pension liability not accounted for as deferred inflows/outflows.

OTHER POST EMPLOYMENT BENEFITS

With the implementation of GASB No. 75, the County has fully accrued the Other Post Employment Benefits (OPEB). This GASB requires that the full OPEB liability be recorded as a long term liability with a one year current portion. No assets are set aside for these costs but are paid as incurred. See Note VI - Pension and Other Benefits.

SKAGIT COUNTY, WASHINGTON
Management's Discussion and Analysis
December 31, 2019

ECONOMIC FACTORS

The County's overall financial position remains steady. The County is not facing any foreseeable restrictions or other limitations that would significantly impact funding resources for future uses.

There have been a series of voter initiatives over the last several years, as well as State of Washington, Local and Federal legal changes that continue to have an impact on future finances of the County. A listing of conditions and decisions that may significantly affect the future financial condition of the County follows:

- In April of 2013, the County signed a resolution concerning a proposition that would authorize an additional sales and use tax at a rate of .3% to be used for the construction, maintenance and operation of jail facilities and police and fire protection. This proposition was approved by the voters in the August 6, 2013 primary election.
- In January of 2014, based on the Interlocal agreement to address the Jail facilities, the County created an enterprise fund called the Jail fund. Activities for the jail historically had been reported in the General Fund.
- In September 2014, the Board of County Commissioners passed several ordinances dissolving the EMS Commission and transferring the Commission's authority, responsibility, and assets to the Skagit County Department of Emergency Medical Services. The County's EMS Component Unit has been eliminated, and those activities now reside within the County.
- In November 2014, the County issued debt in the amount of \$51,920,000 to fund the design and construction of a regional jail facility. This was a result of an Interlocal agreement the Board entered into with partner agencies in April of 2013 to address the overcrowding issues with the jail.
- On July 6, 2015 Governor Inslee signed House Bill 1061 increasing the number of District Court Judges in Skagit County to three. The position was officially added to the County January 1, 2016. This was a welcome change to the County due to increased caseloads over the years.
- In June 2016, the County issued debt of \$7,540,000 for improvements to County owned facilities, as well as refunding the 2006 bonds in the amount of \$4,340,000. The refunding of the 2006 bond issue resulted in an economic gain for the County.
- In 2017, the regional jail facility was completed. The facility follows current high professional standards and allows inmates quality human existence while awaiting trial or serving a sentence deemed appropriate by our court system.
- In 2018, the 2007 bonds in the amount of \$2,645,000 were paid off with current resources. The retirement of the debt lowered the total bond debt to \$69.3 million.
- During 2018, the Board of County Commissioners passed several ordinances dissolving CVAA (a discreet component unit of the County) transferring the Commissioner's authority, responsibility, and assets to Skagit

SKAGIT COUNTY, WASHINGTON
Management's Discussion and Analysis
December 31, 2019

County Department of Emergency Medical services. CVAA ceased operations on December 31, 2018. CVAA has been eliminated as a County component unit and those activities now reside within the County.

Requests for Information

Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to either of the following:

Trisha Logue, County Administrator
County Commissioner's Office
1800 Continental Place, Suite 100
Mount Vernon, WA 98273
360-416-1300

Accounting Department
Skagit County Auditor's Office
PO Box 1306
Mount Vernon, WA 98273
360-416-1700

Basic Financial Statements



Basic Financial Statements

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

Government-wide Financial Statements

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

Fund Financial Statements

- (3) **Balance Sheet – Governmental Funds** – presents assets, liabilities and deferred inflows and outflows for major funds and aggregated amounts for all other governmental funds.
- (4) **Reconciliation of the Balance Sheet to the Government-wide Statement of Net Position.**
- (5) **Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds** - presents information for each major fund and aggregated information for all other governmental funds.
- (6) **Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances to the Government-wide Statement of Activities.**
- (7) **Statement of Net Position – Proprietary Funds** – presents information on all assets, liabilities and deferred inflows and outflows, with the difference reported as change in Net Position for the major enterprise fund and aggregated amounts for all other enterprise funds as well as a separate column of information for internal service funds.
- (8) **Statement of Revenues, Expenses and Changes in Net Position – Proprietary Funds** – presents information for each major fund and aggregated information for all other governmental funds. Major and non-major enterprise funds and internal service funds.
- (9) **Statement of Cash Flows** – presents information on the sources and uses of cash for the major fund and aggregated information for all other enterprise funds and internal service funds.
- (10) **Statement of Fiduciary Net Position** - presents information on custodial fund assets and liabilities, with the difference reported as Net Position.
- (11) **Statement of Revenues, Expenses and Changes in Net Position – Fiduciary Funds** – presents information for each custodial fund and aggregated information.
- (12) **Notes to Financial Statements** – presents disclosure and further detail information to assist the reader in a better understanding of the financial statements and the data presented with them.
- (13) **Required Supplementary Information – Pension, OPEB information and Changes in Fund Balance – Budget (GAAP Basis) and Actual** – presents pension and OPEB information as well as budget information, along with actual results, on separate statements for each major fund which has a legally adopted budget. Departmental information is included for the General fund, in accordance with the County's legally adopted budget.

SKAGIT COUNTY, WASHINGTON

Statement of Net Position

December 31, 2019

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Cash Equivalents	\$ 90,959,503	\$ 12,694,571	\$ 103,654,074
Investments	15,520,315	-	15,520,315
Accounts Receivables, Net	4,607,977	1,203,169	5,811,146
Due from Other Governments	6,421,041	1,276,459	7,697,500
Internal Balances	764,630	(764,629)	1
Inventories and Prepayments	5,373,047	-	5,373,047
Notes Receivable	6,083,748	-	6,083,748
Restricted Assets:			
Restricted for Debt Service:			
Cash/Cash Equivalents	6,562,829	20,721	6,583,550
Investments	921,898	-	921,898
Net Pension Asset	3,526,688	290,334	3,817,022
Non Depreciated Capital Assets	177,228,233	8,571,989	185,800,222
Capital Assets, Net	84,588,259	69,437,027	154,025,286
Construction in Progress	1,965,869	267,253	2,233,122
Total Assets	<u>404,524,037</u>	<u>92,996,894</u>	<u>497,520,931</u>
DEFERRED OUTFLOWS of RESOURCES	<u>3,742,440</u>	<u>716,812</u>	<u>4,459,252</u>
LIABILITIES			
<u>Liabilities</u>			
Accounts Payable	11,417,042	1,482,083	12,899,125
Other Liabilities	7,194,567	238,351	7,432,918
OPEB Liability-Short Term	131,871	20,024	151,895
Due to Other Governments	13,777	-	13,777
Long Term Liabilities:			
Due within One Year	1,330,306	1,835,000	3,165,306
Due in More Than One Year	13,844,015	56,361,385	70,205,400
OPEB Liability-Long Term	4,491,380	782,595	5,273,975
Net Pension Liability	13,053,280	1,173,004	14,226,284
Compensated Absences	2,406,009	282,520	2,688,529
Environmental Liabilities	270,000	23,048,276	23,318,276
Total Liabilities	<u>54,152,247</u>	<u>85,223,238</u>	<u>139,375,485</u>
DEFERRED INFLOWS OF RESOURCES			
Total Deferred Inflows of Resources	<u>8,494,867</u>	<u>873,506</u>	<u>9,368,373</u>
Net Position			
Net Investment in Capital Assets	256,756,738	20,079,884	276,836,622
Restricted for:			
General Government	28,039,583	-	28,039,583
Public Safety	1,794,739	339,062	2,133,801
Physical Environment	4,613,449	-	4,613,449
Transportation	15,417,503	-	15,417,503
Economic Environment	2,684,820	-	2,684,820
Health & Human Services	10,536,814	-	10,536,814
Culture and Recreation	772,393	-	772,393
Debt Service	2,297,147	-	2,297,147
Unrestricted	22,706,177	(12,801,984)	9,904,193
Total Net Position	<u>\$ 345,619,363</u>	<u>\$ 7,616,962</u>	<u>\$ 353,236,325</u>

SKAGIT COUNTY, WASHINGTON
Statement of Activities
For the Year Ended December 31, 2019

Functions/Programs	Program Revenues				Net (Expenses) Revenues and Changes in Net Position				
	Expenses	Charges for Services	Operating		Primary Government				
			Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total		
Primary Government:									
Governmental Activities:									
General Government	\$ 37,642,366	\$ 5,183,675	\$ 4,446,204	\$ -	\$ (28,012,487)	\$ -	\$ -	\$ (28,012,487)	
Judicial	9,633,647	3,091,548	3,036,457	-	(3,505,642)	-	-	(3,505,642)	
Public Safety	31,309,178	3,106,583	3,590,654	1,000	(24,610,941)	-	-	(24,610,941)	
Physical Environment	1,519,711	18,894	1,083,087	111,315	(306,415)	-	-	(306,415)	
Transportation	17,242,802	2,602,100	5,553,073	3,853,316	(5,234,313)	-	-	(5,234,313)	
Economic Environment	6,025,187	1,699,659	313,018	-	(4,012,510)	-	-	(4,012,510)	
Health and Human Services	14,029,999	2,486,411	5,634,761	24,649	(5,884,178)	-	-	(5,884,178)	
Culture and Recreation	3,651,028	1,124,821	-	779,325	(1,746,882)	-	-	(1,746,882)	
Interest and Redemption on Long Term Debt	1,014,519	-	-	-	(1,014,519)	-	-	(1,014,519)	
Total Governmental Activities	122,068,437	19,313,691	23,657,254	4,769,605	(74,327,887)	-	-	(74,327,887)	
Business-Type Activities									
Solid Waste	10,741,453	11,649,777	323,917	-	-	1,232,241	-	1,232,241	
Drainage Utility	1,445,016	1,584,695	257,276	33,767	-	430,722	-	430,722	
Jail Fund	15,131,404	15,209,333	304,326	-	-	382,255	-	382,255	
Total Business-Type Activities	27,317,873	28,443,805	885,519	33,767	-	2,045,218	-	2,045,218	
Total Primary Government	149,386,310	47,757,496	24,542,773	4,803,372	(74,327,887)	2,045,218	(72,282,669)		
General Revenues									
Property Taxes					51,508,031	-	-	51,508,031	
Sales/Use Taxes					23,828,587	-	-	23,828,587	
Other Taxes					5,453,293	-	-	5,453,293	
Interest and Investment Earnings					4,980,701	(2,098,945)	-	2,881,756	
Gain on Sale of Capital Assets					(175,253)	-	-	(175,253)	
Extraordinary Items					514,168	(17,708,726)	-	(17,194,558)	
Total General Revenues					86,109,527	(19,807,671)	-	66,301,856	
Transfers					24,697	(24,697)	-	-	
Total General Revenues and Transfers					86,134,224	(19,832,368)	-	66,301,856	
Change in Net Position					11,806,337	(17,787,150)	-	(5,980,813)	
Net Position, January 1					332,668,382	25,404,112	-	358,072,494	
Dissolution of Component Unit					1,144,644	-	-	1,144,644	
Restated Net Position January 1					333,813,026	25,404,112	-	359,217,138	
Net Position, December 31					\$ 345,619,363	\$ 7,616,962	\$ -	\$ 353,236,325	

SKAGIT COUNTY, WASHINGTON

Balance Sheet Government Funds

December 31, 2019

	Major Funds				Total
	General Fund	Mental Health Fund	County Road Fund	Other Governmental Funds	
ASSETS and OUTFLOWS of RESOURCES					
Cash and Cash Equivalents	\$ 22,538,331	\$ 2,418,757	\$ 17,134,849	\$ 32,496,014	\$ 74,587,951
Restricted Cash	1,952,482	-	-	-	1,952,482
Investments	-	6,836,533	-	9,605,680	16,442,213
Taxes Receivable	506,702	6,761	331,616	222,127	1,067,206
Accounts Receivable, Net	223,860	28,340	-	-	252,200
Accounts Receivable Other	2,754,745	-	-	132,951	2,887,696
Interest Receivable	358,480	-	-	-	358,480
Due from Other Funds	2,095,121	-	16	-	2,095,137
Due from Other Governments	2,147,160	548,546	661,697	3,063,638	6,421,041
Interfund Loans Receivable	-	-	-	94,533	94,533
Inventories and Prepayments	1,427	-	-	150,000	151,427
Total Assets	32,578,308	9,838,937	18,128,178	45,764,943	106,310,366
Deferred Outflows of Resources	-	-	-	-	-
Total Assets and Deferred Outflows of Resources	\$ 32,578,308	\$ 9,838,937	\$ 18,128,178	\$ 45,764,943	\$ 106,310,366
LIABILITIES, DEFERRED INFLOWS of RESOURCES and FUND BALANCES					
<u>Liabilities</u>					
Accounts and Vouchers Payable	507,710	564,103	423,250	2,215,994	3,711,057
Checks Written in Excess of Cash Balances	-	-	-	244,529	244,529
Due to Other Funds	3,252,281	128,770	1,968,653	711,413	6,061,117
Due to Other Governmental Units	7,628	4,612	-	1,537	13,777
Accrued Wages Payable	967,557	23,917	237,729	317,775	1,546,978
Accrued Employee Benefits	209,192	5,457	58,842	127,531	401,022
Custodial Accounts	1,953,179	-	-	64,844	2,018,023
Unearned Revenue	134,297	-	29,993	2,793,051	2,957,341
Interfund Loans Payable	-	-	-	94,533	94,533
Total Liabilities	7,031,844	726,859	2,718,467	6,571,207	17,048,377
Deferred Inflows of Resources	3,127,150	6,761	331,616	222,127	3,687,654
<u>Fund Balance</u>					
Nonspendable	1,427	-	-	150,000	151,427
Restricted	-	9,105,317	15,078,095	30,194,136	54,377,548
Committed	-	-	-	8,627,473	8,627,473
Assigned	3,000,000	-	-	-	3,000,000
Unassigned	19,417,887	-	-	-	19,417,887
Total Fund Balances	22,419,314	9,105,317	15,078,095	38,971,609	85,574,335
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 32,578,308	\$ 9,838,937	\$ 18,128,178	\$ 45,764,943	\$ 106,310,366

SKAGIT COUNTY, WASHINGTON
Reconciliation of the Government Funds Balance Sheet
To the Statement of Net Position
December 31, 2019

Total fund balances as shown on the Governmental Fund Balance Sheet	\$ 85,574,335
Net capital assets of governmental funds as of December 31, 2019	252,049,973
Capital assets used in the activities of governmental funds are not financial resources and therefore are not reported in the funds.	
Deferred Inflow of Resources in the governmental funds and recognized as revenue of the current period on the statement of activities.	4,246,943
Net Position of the internal service funds	32,187,108
Internal service funds are included in governmental activities on the statement of net assets.	
Balance of long-term liabilities of the governmental funds as of December 31, 2019	(28,438,996)
Liabilities not due and payable in the current period are not reported in the governmental funds.	

Total Net Position as reported on the Statement of Net Position	\$ 345,619,363

SKAGIT COUNTY, WASHINGTON
Statement of Revenues, Expenditures and Changes in Fund Balance
Government Funds
For the Year Ended December 31, 2019

	Major Funds				Total
	General Fund	Mental Health Fund	County Road Fund	Other Governmental Funds	
Revenues					
Property Taxes	\$ 27,077,735	\$ 366,873	\$ 14,297,166	\$ 9,871,019	\$ 51,612,793
Sales and Use Taxes	12,023,101	3,419,174	-	8,386,312	23,828,587
Other Taxes	655,157	8,577	555,800	4,233,759	5,453,293
Licenses and Permits	384,561	-	88,556	1,312,248	1,785,365
Intergovernmental Revenues	7,918,964	1,713,719	9,818,375	8,975,801	28,426,859
Charges for Services	3,902,042	235,467	2,247,723	4,065,437	10,450,669
Fines and Forfeits	2,070,565	-	-	106,264	2,176,829
Interest Earnings	4,408,585	157,003	9,465	252,975	4,828,028
Donations	248,327	-	-	504,191	752,518
Other Revenues	196,460	55,904	284,463	1,498,465	2,035,292
Total Revenues	58,885,497	5,956,717	27,301,548	39,206,471	131,350,233
Expenditures					
Current:					
General Government	13,385,027	-	787,463	1,234,478	15,406,968
Judicial	11,094,840	-	-	-	11,094,840
Public Safety	23,973,288	-	-	14,941,387	38,914,675
Physical Environment	3,140	-	-	2,668,619	2,671,759
Transportation	-	-	21,785,478	210,925	21,996,403
Economic Environment	367,332	-	-	7,257,652	7,624,984
Health and Human Services	422,360	5,765,297	-	9,225,010	15,412,667
Culture and Recreation	495,468	-	-	3,529,263	4,024,731
Debt Service:					
Principal	10,000	-	-	1,254,952	1,264,952
Interest	-	-	-	399,681	399,681
Capital Outlay	40,192	-	1,686,610	3,187,153	4,913,955
Total Expenditures	49,791,647	5,765,297	24,259,551	43,909,120	123,725,615
Excess (Deficit) Revenues Over Expenditures	9,093,850	191,420	3,041,997	(4,702,649)	7,624,618
Other Financing Sources (Uses)					
Extraordinary Items	-	-	-	514,168	514,168
Transfers In	-	-	-	9,350,532	9,350,532
Transfers Out	(6,635,875)	-	(24,697)	(2,665,263)	(9,325,835)
Total Other Financing Source (Uses)	(6,635,875)	-	(24,697)	7,199,437	538,865
Net Change in Fund Balance	2,457,975	191,420	3,017,300	2,496,788	8,163,483
Fund Balance, January 1	19,961,339	8,913,897	12,060,795	35,330,175	76,266,206
Dissolution of Component Unit	-	-	-	1,144,646	1,144,646
Restated Fund Balance January 1	19,961,339	8,913,897	12,060,795	36,474,821	77,410,852
Fund Balance, December 31	\$ 22,419,314	\$ 9,105,317	\$ 15,078,095	\$ 38,971,609	\$ 85,574,335

SKAGIT COUNTY, WASHINGTON
Reconciliation of the Statement of Revenues, Expenditures
and Changes in Fund Balance of Government Funds
To the Statement of Activities
For the Year Ended December 31, 2019

Net change in fund balances as shown on the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balance	\$ 8,163,483
Net Capital Asset Activity	1,769,135
Purchases of capital assets are reported as expenditures in the governmental funds. On the government wide statements they are reported as assets and depreciated over their estimated useful lives.	
Net Internal Service Fund Activity	(2,512,808)
Internal service funds are included in governmental activities on the statement of Net Position	
Net Long-Term Debt Activity	4,491,289
In the governmental funds statements, proceeds of long term debt are considered revenues and debt principal payments are considered expenditures. These transactions are reported as increases and decreases in long-term debt liabilities on the government wide statements.	
Net change in revenues not reportable on the modified accrual basis.	(104,762)
Revenues are reported on the modified accrual basis for the governmental funds statements and on the full accrual basis for the statement of activities.	
Change in Net Position as reflected in the Statement of Activities	\$ 11,806,337

SKAGIT COUNTY, WASHINGTON

Statement of Net Position

Proprietary Funds

December 31, 2019

	Business-Type Activities Enterprise Funds			Total	Governmental Activities
	Solid Waste	Drainage Utility	County Jail		*Internal Service Funds
ASSETS					
<u>Current Assets</u>					
Cash/Cash Equivalents	\$ 4,118,294	\$ 1,990,276	\$ 6,586,001	\$ 12,694,571	\$ 13,542,575
Restricted Cash	-	-	20,721	20,721	3,229,598
Accounts Receivable	1,051,866	88,973	62,330	1,203,169	42,395
Due From Other Funds	-	-	400	400	4,874,471
Due from Other Governments	-	-	1,276,459	1,276,459	-
Inventories/Prepayments	-	-	-	-	5,221,620
Total Current Assets	5,170,161	2,079,249	7,945,911	15,195,320	26,910,659
<u>Non-Current Assets</u>					
<u>Capital Assets</u>					
Land	618,875	1,568,311	6,384,803	8,571,989	-
Buildings	9,899,874	-	59,108,624	69,008,498	180,888
Improvements	1,387,854	9,546,052	-	10,933,906	-
Machinery and Equipment	1,493,094	118,211	54,257	1,665,562	23,926,016
Less Accumulated Depreciation	(4,598,447)	(3,759,692)	(3,812,800)	(12,170,939)	(12,374,516)
Construction In Progress	-	267,253	-	267,253	-
Net Pension Asset	-	-	290,334	290,334	-
Total Non-Current Assets	8,801,250	7,740,135	62,025,218	78,566,603	11,732,388
Total Assets	13,971,411	9,819,384	69,971,129	93,761,923	38,643,047
Deferred Outflows of Resources	143,993	20,371	552,448	716,812	376,510
LIABILITIES AND FUND EQUITY					
<u>Current Liabilities</u>					
Accounts/Vouchers Payable	588,717	65,648	397,585	1,051,950	3,251,730
Due to Other Funds	262,453	70,527	432,049	765,029	143,860
Interest Payable	28,630	-	-	28,630	-
Interfund Loans Payable	-	-	-	-	-
Accrued Wages Payable	60,643	15,802	268,700	345,145	200,035
Accrued Employee Benefits	15,263	3,961	65,764	84,988	38,521
Accrued Taxes Payable	-	-	-	-	-
OPEB Liability - Short Term	4,312	1,301	14,411	20,024	9,548
Other Accrued Liabilities	189,000	-	20,721	209,721	27
Bonds Payable	540,000	-	1,295,000	1,835,000	-
Total Current Liabilities	1,689,018	157,239	2,494,230	4,340,487	3,643,721
<u>Non-Current Liabilities</u>					
Compensated Absences	76,212	21,016	185,293	282,520	325,195
Post Closure Landfill Costs	2,165,583	-	-	2,165,583	-
Environmental Liability	20,882,693	-	-	20,882,693	270,000
Bonds Payable	6,144,840	-	50,216,545	56,361,385	-
OPEB Liability	168,544	50,831	563,220	782,595	373,176
Net Pension Liability	524,302	54,332	594,370	1,173,004	1,420,604
Total Non-Current Liabilities	29,962,174	126,179	51,559,428	81,647,780	2,388,975
Total Liabilities	31,651,192	283,418	54,053,658	85,988,267	6,032,696
Deferred Inflows of Resources	296,208	31,820	545,478	873,506	799,756
<u>Net Position</u>					
Net Investment in Capital Assets	2,116,410	7,740,135	10,223,339	20,079,884	11,732,388
Restricted Net Position	-	-	339,062	339,062	3,229,598
Unrestricted	(19,948,406)	1,784,382	5,362,040	(12,801,984)	17,225,119
Total Net Position	\$ (17,831,996)	\$ 9,524,517	\$ 15,924,441	\$ 7,616,962	\$ 32,187,105

See accompanying notes to the financial statements

*See Internal Service Funds section

SKAGIT COUNTY, WASHINGTON
Statement of Revenues, Expenses, and Changes in Fund Net Position
Proprietary Funds
For the Year Ended December 31, 2019

	Business - Type Activities Enterprise Funds				Governmental Activities
	Solid Waste	Drainage Utility	County Jail	Total	*Internal Service Funds
<u>Operating Revenues</u>					
Charges for Services	\$ 11,632,240	\$ 1,701,251	\$ 10,066,291	\$ 23,399,782	\$ 16,925,446
Other Operating Revenue	-	62,366	5,208,352	5,270,718	13,285,812
Total Operating Revenues	<u>11,632,240</u>	<u>1,763,617</u>	<u>15,274,643</u>	<u>28,670,500</u>	<u>30,211,258</u>
<u>Operating Expenses</u>					
Personnel Services	2,106,487	453,786	8,770,219	11,330,492	6,872,959
Contractual Services	6,962,039	-	-	6,962,039	2,747,767
Supplies and Expenses	1,332,008	615,509	4,880,120	6,827,637	7,756,995
Depreciation	340,919	375,721	1,481,065	2,197,705	1,639,319
Payment to Claimants	-	-	-	-	13,684,441
Total Operating Expenses	<u>10,741,453</u>	<u>1,445,016</u>	<u>15,131,404</u>	<u>27,317,873</u>	<u>32,701,481</u>
Operating Income (Loss)	<u>890,787</u>	<u>318,601</u>	<u>143,239</u>	<u>1,352,627</u>	<u>(2,490,223)</u>
<u>Non-Operating Revenue (Expenses)</u>					
Intergovernmental Revenue	323,917	112,121	215,989	652,027	-
Interest Revenue	36,107	-	69,301	105,408	148,853
Miscellaneous Revenue	17,537	-	23,027	40,564	3,820
Gain (Loss) on Disposition of Capital Assets	-	-	-	-	(175,253)
Interest Expense	(344,447)	-	(1,859,906)	(2,204,353)	-
Extraordinary Items	(17,708,726)	-	-	(17,708,726)	-
Total Non-Operating Revenue (Expenses)	<u>(17,675,612)</u>	<u>112,121</u>	<u>(1,551,589)</u>	<u>(19,115,080)</u>	<u>(22,580)</u>
Income (Loss) before Transfers	(16,784,825)	430,722	(1,408,350)	(17,762,453)	(2,512,803)
Transfers In	-	-	-	-	-
Transfers Out	-	(24,697)	-	(24,697)	-
Change in Net Position	<u>(16,784,825)</u>	<u>406,025</u>	<u>(1,408,350)</u>	<u>(17,787,150)</u>	<u>(2,512,803)</u>
Net Position, January 1	(1,047,171)	9,118,492	17,332,791	25,404,112	34,699,908
Net Position, December 31	<u>\$ (17,831,996)</u>	<u>\$ 9,524,517</u>	<u>\$ 15,924,441</u>	<u>\$ 7,616,962</u>	<u>\$ 32,187,105</u>

SKAGIT COUNTY, GOVERNMENT
Statement of Cash Flows
Proprietary Funds
For the Year Ended December 31, 2019

	Business - Type Activities Enterprise Funds			Total	Governmental Activities
	Solid Waste	Drainage Utility	Jail Fund		*Internal Service Funds
Cash Flows from Operating Activities:					
Receipts from Customers	\$ 11,658,901	\$ 1,986,331	\$ 10,022,503	\$ 23,667,735	\$ 2,191,588
Receipts from Interfund Services Provided	-	174,487	5,208,352	5,382,839	26,600,838
Payments to Employees	(2,058,726)	(500,401)	(8,356,527)	(10,915,654)	(6,031,951)
Payments to Suppliers	(8,269,025)	(575,799)	(4,842,000)	(13,686,824)	(7,001,120)
Payments to Claimants	-	-	-	-	(13,679,528)
Payments for Interfund Services Used	446,387	-	-	446,387	(2,738,654)
Miscellaneous Receipts	-	-	(217,657)	(217,657)	251,067
Miscellaneous Payments	(331,410)	(20,663)	-	(352,073)	-
Net Cash Provided (Used)	<u>1,446,127</u>	<u>1,063,955</u>	<u>1,814,671</u>	<u>4,324,750</u>	<u>(407,760)</u>
Cash Flows From Non-Capital Financing Activities:					
Operating Grants Received	-	-	215,589	215,589	-
Transfers to Other Funds	-	(24,697)	-	(24,697)	-
Transfers from Other Funds	-	-	49,981	49,981	-
Net Cash Provided (Used)	<u>-</u>	<u>(24,697)</u>	<u>265,570</u>	<u>240,873</u>	<u>-</u>
Cash Flows from Capital and Related Financing Activities:					
Purchases of Capital Assets	-	-	(201,977)	(201,977)	(2,747,897)
Proceeds from Sale of Capital Assets	-	-	-	-	183,022
Principal Paid on Capital Debt	(537,678)	-	(1,390,163)	(1,927,841)	-
Interest Paid on Capital Debt	(344,447)	-	(1,859,906)	(2,204,353)	-
Net Cash Provided (Used)	<u>(882,125)</u>	<u>-</u>	<u>(3,452,046)</u>	<u>(4,334,171)</u>	<u>(2,564,875)</u>
Cash Flows from Investing Activities:					
Interest Earnings	36,107	-	92,329	128,436	152,673
Net Cash Provided	<u>36,107</u>	<u>-</u>	<u>92,329</u>	<u>128,436</u>	<u>152,673</u>
Net Change in Cash and Cash Equivalents	600,109	1,039,258	(1,279,476)	359,888	(2,819,962)
Balance, January 1	3,518,185	951,018	7,865,477	12,334,680	19,592,135
Balance, December 31	<u>\$ 4,118,294</u>	<u>\$ 1,990,276</u>	<u>\$ 6,586,001</u>	<u>\$ 12,694,568</u>	<u>\$ 16,772,173</u>

SKAGIT COUNTY, WASHINGTON

Statement of Cash Flows

Proprietary Funds

For the Year Ended December 31, 2019

	Business - Type Activities Enterprise Funds			Total	Governmental Activities
	Solid Waste	Drainage Utility	Jail Fund		*Internal Service Funds
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities					
Operating Income (Loss)	\$ 890,787	\$ 318,601	\$143,239	\$ 1,352,627	\$ (2,490,223)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:					
Depreciation Expense	340,919	375,722	1,481,065	2,197,706	1,639,320
Miscellaneous Receipts	377,561	112,121	2,488	492,170	-
Changes in Assets and Liabilities:					
Receivables, Net	(25,924)	307,611	(176,410)	105,277	(1,527,195)
Inventories	-	-	-	-	(30,048)
Accounts and Other Payables	(137,216)	49,900	364,289	276,973	2,000,386
Net Cash Provided (Used) by Operating Activities	<u>\$ 1,446,127</u>	<u>\$ 1,163,955</u>	<u>\$1,814,671</u>	<u>\$ 4,424,748</u>	<u>\$ (407,760)</u>

Non-cash Activities

A liability for the cleanup of the Whitmarsh Landfill in the amount of \$20.3 million was recorded in 2019 in Solid Waste

SKAGIT COUNTY, WASHINGTON

Statement of Fiduciary Net Position

Fiduciary Funds

December 31, 2019

	<u>Custodial Funds</u>	<u>Investment Trust Funds</u>
ASSETS		
Cash	\$ 43,172,700	\$ -
Investments	-	397,502,622
Taxes Receivable	2,887,253	-
Other Assets	2,786,086	-
Total Assets	<u>\$ 48,846,039</u>	<u>\$ 397,502,622</u>
LIABILITIES		
Payables	\$ 11,087,860	\$ -
Other Liabilities	13,326,612	-
Total Liabilities	<u>\$ 24,414,472</u>	<u>\$ -</u>
NET POSITION		
Restricted for Other Governments	\$ 24,431,567	\$ 397,502,622
Total Net Position	<u>\$ 24,431,567</u>	<u>\$ 397,502,622</u>

SKAGIT COUNTY, WASHINGTON
Statement of Changes to Fiduciary Net Position
Fiduciary Funds
For the year ended
December 31, 2019

Additions	Custodial Funds	Investment Trust Funds
Tax Revenue	\$ 447,223,507	\$ -
Grant Revenue	90,532,761	-
Investment Revenue	-	9,965,205
Service revenue	2,493,656	-
Receipt from Government	879,264,834	-
Receipt from Investment Trust	841,615,235	-
Bond Proceeds	16,302,150	-
Investment Trust Sales	-	779,776,381
Total Additions	<u>2,277,432,143</u>	<u>789,741,586</u>
Deductions		
Salaries Paid on Behalf of other Governments	5,800,974	-
Benefits Paid on Behalf of other Governments	1,987,629	-
Other Payments Made on Behalf of Other Governments	1,482,447,947	-
Disbursements to Investment Trust	777,050,176	-
Investment Purchases	-	845,697,727
Total Deductions	<u>2,267,286,726</u>	<u>845,697,727</u>
 Change in Net Position	 10,145,417	 (55,956,141)
 Beginning Net Position	 -	 453,458,763
 Change in Net Position Due to Issuance of GASB 84	 <u>14,286,150</u>	 <u>-</u>
 Ending Balance Net Position	 <u><u>\$ 24,431,567</u></u>	 <u><u>\$ 397,502,622</u></u>

Skagit County, Washington
Notes to the Financial Statements
December 31, 2019

I. Summary of Significant Accounting Policies

The financial statements of Skagit County have been prepared in conformity with generally accepted accounting principles (GAAP), as applied to government entities. The Governmental Accounting Standards Board (GASB) is the standard setting body for establishing governmental accounting and financial reporting principles. The chart of accounts used by Skagit County conforms to the Budgeting, Accounting, and Reporting System (BARS) prescribed by the Washington State Office of the State Auditor.

Reporting Entity

Skagit County, a first-class county, was incorporated on November 28, 1883, under the Revised Code of Washington 36.04.390. The County operates under a commissioner form of government and provides such services as law enforcement, road construction and maintenance, solid waste management, permits and planning, parks and recreation, judicial administration, public health, social services and general administrative services.

In determining the financial reporting entity, the County complies with the provisions of GASB Statement No. 14, *The Financial Reporting Entity*, GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus*. The County only considers those entities as component units where the County appoints a voting majority of the board of directors, where the County is able to impose its will, or where a financial benefit or burden exists. During 2019 there were no entities which the County was required to report as a component unit.

The County is also responsible for appointing the members to the boards of the following organizations, but the accountability for these organizations does not extend beyond making the appointments:

Housing Authority Board of Skagit County
LaConner Regional Library Board
Public Facilities District Board
Central Skagit Rural Partial County Library District
Upper Skagit Library District

Government-Wide and Fund Financial Statements

Government-wide financial statements consist of the statement of net position and the statement of activities. These statements report information on all of the non-fiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. 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.

The statement of activities reflects the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Additionally, the County allocates a portion of its indirect costs to individual functions. These indirect costs have been included as part of the program expenses reported for the various functional activities.

Skagit County, Washington
Notes to the Financial Statements
December 31, 2019

The County reports the following functions/programs:

General Government – Legislative and administrative services, including expenses for recording and elections, personnel administration, financial services, administration and facility management.

Judicial – Court system for civil, criminal, and juvenile cases, including jury and witness fees and other judicial and legal costs.

Public Safety – Protection and safety of the citizenry at large, includes expenses for law enforcement, fire protection services, inspections and regulatory enforcements, detention and corrections, emergency services and juvenile services.

Physical Environment – Conservation and preservation of the environment, and animal control services.

Transportation – Programs to ensure safe and adequate flow of vehicles and pedestrians in the County, including costs for road and street preservation, construction, and maintenance.

Economic Environment – Community planning and development services, housing programs, and promotion of tourism.

Health and Human Services – Programs that provide prevention, intervention, and rehabilitative human services for County citizens with an emphasis on serving those most in need. They include costs associated with programs such as veterans' services, mental health, substance abuse prevention and treatment, public health, and children's services.

Culture and Recreation – Costs associated with the maintenance and general operations of County parks, trails, natural land and recreational facilities, and the fairgrounds.

Program revenues include charges for goods and services and grants or contributions that are restricted to the program's purpose. Taxes and other items not properly included among program revenues are reported as general revenues.

Fund financial statements are used to report additional and more detailed information about the primary government. Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds. The latter are excluded from the government wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

Measurement Focus, Basis of Accounting and Financial Statement Presentation

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

Skagit County, Washington
Notes to the Financial Statements
December 31, 2019

All governmental funds are presented using the flow of current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they become measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 60 days of the end of the fiscal period. Revenues susceptible to accrual are earned interest, sales taxes, certain charges for services, and intergovernmental revenues such as grants where program expenditures are the prime factor for determining reimbursement. Other revenues, such as licenses, fines and fees are not considered susceptible for accrual since they are not generally measurable until received. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

Expenditures are generally recorded when the related fund liability is incurred, as under accrual accounting. Skagit County reports the following major government funds:

- The General Fund is the County's primary operating fund. It is used to account for all activities of the general government not accounted for in another fund. The majority of revenues consist of property, sales, and other taxes and fees, and grant revenue.
- The County Road Fund (major special revenue fund) accounts for the design, construction, and maintenance of County Roads. The majority of revenues consist of property tax and grant revenue.
- The Mental Health Fund (major special revenue fund) accounts for expenditures relating to support services provided to citizens with mental and developmental disabilities. The majority of revenues consist of sales tax and grant revenue.

Skagit County reports three major proprietary funds:

- The Solid Waste Fund accounts for collection of fees and the cost of providing solid waste services to the residents of the County.
- The Drainage Utility Fund accounts for the collection of fees, charges and related revenues and the payment of costs related to drainage facilities.
- The County Jail Fund accounts for all revenues and expenditures related to the operation and maintenance of the county jail.

Additionally, the County reports the following fund types:

- Internal Service Funds account for equipment rental, insurance, unemployment, records management, and technology services provided to County departments and to other governments on a cost reimbursement basis.
- Custodial Funds are custodial in nature and are presented as Net Position and Changes in Net Position. These funds account for assets (such as property taxes collected on behalf of other governments) that the County holds for others in a custodial capacity. Custodial funds include

Skagit County, Washington
Notes to the Financial Statements
December 31, 2019

fire, school, port, cemetery, air pollution, city and town, library, dike and drain districts and miscellaneous clearing fund activity.

- Investment Trust Funds hold the investments of the Custodial Funds, while the changes in net position only record the receipt and distribution of funds held for the benefit of others in a Custodial capacity.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the various other functions of government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Solid Waste Fund, the Drainage Utility Fund, and the County Jail Fund are charges to customers for sales and services.

Operating expenses for enterprise funds and internal service funds include the cost of personnel services, contractual services, other supplies and expenses and depreciation on capital assets. Revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

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

Stewardship, Compliance and Accountability

Scope of Budget

The annual budget for Skagit County is adopted in accordance with the provisions of the Revised Code of Washington (RCW), as interpreted by the Budgeting, Accounting, and Reporting System (BARS) of the State of Washington, and on a basis consistent with generally accepted accounting principles. All government funds with the exception of the Treasurer's O&M fund, as per RCW 84.56.020(9), have legally adopted budgets.

The annual appropriated budget is adopted at the department level within the general fund. Other budgets are adopted at the level of the fund. For management purposes, expenditures are further segregated by object class of expenditure. Object class refers to a segmentation of expenditures into five categories. These categories are salaries and wages, personnel benefits, supplies, other services and charges, and capital expenditures. Expenditures may not exceed appropriations at the department level and the budgets constitute the legal authority for expenditures at that level. All appropriations lapse sixty days after the close of each fiscal year, except for appropriations for capital outlays, which are carried forward from year to year until fully expended or the purpose of the appropriation has been accomplished or abandon.

Budget status reports are used to compare the budgeted amounts with actual revenues and expenditures. Revenues and expenditures can be monitored at fund, department, division, activity, project, or object class level.

Skagit County, Washington
Notes to the Financial Statements
December 31, 2019

Encumbrances accounting is employed in governmental funds. Encumbrances (e.g. purchase orders, contracts) outstanding at year end are reported as reservation of fund balances and do not constitute expenditures or liabilities because the commitments will be reappropriated and honored during the

Procedures for Adopting the Original Budget

Skagit County adheres to the statutory provisions established by Revised Code of Washington (RCW) 36.40. Significant procedures in the budget process include the following:

- On or before the second Monday in July, County officials are requested to prepare estimates of revenues and expenditures for the next fiscal year.
- On or before the first Tuesday in September, the preliminary annual budget is submitted to the Board of County Commissioners.
- The Commissioners conduct public meetings on the proposed budget from September through October.
- The preliminary budget is made available to the public at least 2 weeks prior to the public hearing.
- The Commissioners hold a public hearing on or before the first Monday in December to receive testimony on the budget.
- The Commissioners make adjustments to the proposed budget and adopt, by resolution, a final balanced budget no later than December 31.
- Upon adoption, the final budget is made available to the public.

Amending the Budget

Budget revisions in the form of supplemental appropriation resolutions are approved by the Board of County Commissioners in the legally prescribed manner during public meetings throughout the year. Any proposed revisions which alter the total appropriation of any fund are published in the County's legal newspaper once per week for two consecutive weeks before the public hearing to enable taxpayer input.

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 all legally authorized changes applicable for the fiscal year.

The County Executive is authorized to transfer budgeted amounts between departments within any fund.

Deficit Fund Equity

The following fund had deficit fund balance/net position as of December 31, 2019;

- The Solid Waste fund deficit was \$17,832,988. This results primarily from the recording of liabilities for landfill post closure care costs and environmental remediation costs as well as Net Pension and OPEB Liability. It is expected that revenue and/or grants will eliminate the deficit in the future. See Note XV
- Special Revenue Funds have two funds, River Improvements (\$4,579) and Housing Revolving Loan (\$3,278) that have deficits totaling \$7,856. This is a temporary deficit and expected to be eliminated within the next budget year.

Skagit County, Washington
Notes to the Financial Statements
December 31, 2019

Assets, Liabilities, and Equity

Cash and Cash Equivalents

Cash held in checking accounts and petty cash are reported as cash on the financial statements of the government funds. Cash and cash equivalents reported on the government wide and proprietary funds' Statement of Net Position includes all demand deposits and investments with an initial maturity of three months or less.

It is the County's policy to invest all temporary cash surpluses. At December 31, 2019 the treasurer was holding \$146,969,399 in short-term residual investments of surplus cash. This amount is classified on the balance sheet as cash and cash equivalents in various funds. The interest on these investments is prorated to the various funds.

For purposes of the statement of cash flows, the County considers all highly liquid investments (including restricted assets) with a maturity of three months or less when purchased to be cash equivalents.

Investments – See Note III

Receivables and Payables

Amounts due for the exchange of goods and services between County funds are reported as due to or from other funds. Loans between funds are reported as interfund loans receivable or payable. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as internal balances. Interfund balances between governmental funds and internal service funds have been eliminated and were not included in the government-wide statement of net position.

Taxes Receivable consists of property taxes levied and not yet paid, along with the related interest and penalties. See Note V.

Accounts Receivable consists of amounts owed from private individuals for goods or services. All receivables have been recorded net of any estimated uncollectible amounts. All receivables, with the exception of the PFD portion of \$4,760,000 are expected to be paid within one year. See Note VIII for further information on the PFD receivable.

Interest Receivable consists of amounts earned but not yet received on investments held at the end of the year.

Prepayments made for services that will benefit future periods are recorded as prepaid items in both the government-wide and fund financial statements.

Amounts Due to/from Other Funds, and Interfund Loan and Receivables

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as interfund loans receivable/payable. All other outstanding balances between funds are reported as due to/from other funds. 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/payable is furnished in Note VI Interfund Receivables, Payables and Transfers.

Skagit County, Washington
Notes to the Financial Statements
December 31, 2019

Inventories

Inventory in the governmental funds consists of expendable supplies held for consumption. The cost is recorded as an expenditure when consumed rather than when items are purchased. All inventories are valued by the first-in first-out method at cost. The non-spendable fund balance for inventory is equal to the ending amount of inventory to indicate that a portion of the fund balance is not available for future expenditures. A comparison to market value is not considered necessary.

Restricted Assets and Liabilities

These accounts contain resources for debt service in enterprise funds. Specific debt service reserve requirements are described in Note VIII, Long Term Debt and includes the requirement that at a minimum at least \$3.9 million is held in cash and cash equivalents in the Jail Fund.

Capital Assets – See Note VII

Capital assets include land, improvements, easements, buildings, vehicles, machinery, equipment, infrastructure, and all other tangible or intangible assets that are used in operations. The County defines capital assets as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year.

Infrastructure assets are long-lived assets that are stationary in nature and normally can be preserved for a significantly greater number of years than most capital assets. Examples of infrastructure include roads, bridges, drainage systems and the ferry system.

When capital assets are purchased, they are capitalized and depreciated in the government-wide financial statements and in the proprietary fund statements. Capital assets are recorded as expenditures of the current period in the governmental fund financial statements.

Capital assets are valued at cost where historical records are available and at an estimated historical cost where no records exist. Donated capital assets are valued at acquisition value on the date received.

Improvements to capital assets that materially add to the value or extend the life of the asset are capitalized. Other repairs and normal maintenance are not capitalized. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

Major outlays for capital assets and improvements are capitalized as projects are constructed.

Infrastructure, buildings, improvements, equipment and vehicles are depreciated using the straight-line method. Estimated useful lives are as follows:

- Buildings – 5 to 40 years
- Improvements – 15 to 40 years
- Furniture and Equipment – 3 to 25 years
- Information Technology Equipment – 5 years
- Vehicles – 5 to 25 years
- Infrastructure – 15 to 65 years

Skagit County, Washington
Notes to the Financial Statements
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Compensated Absences

It is the County's policy to permit employees to accumulate earned but unused vacation and sick leave benefits. All vacation pay is accrued when earned in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in the governmental funds only if they have matured, for example as a result of employee resignations or retirements. The non-current portion for governmental funds is not reported in the governmental fund statements and represents a reconciling item between the fund and government-wide presentations.

County employees receive vacation and sick leave monthly at rates established by County resolution or union contract. At termination of employment, employees with a required length of service may receive cash payment for all accumulated vacation leave up to a maximum of 30 days. The payment is based upon current wages at termination. Accumulated sick leave is not paid at termination of employment unless an employee has at least five years of service and 480 hours of accrued sick leave banked. Generally, retirees may receive payment into a VEBA account for up to 240 hours, and non-retiree payment for up to 60 hours of accumulated sick leave if requested.

Other Accrued Liabilities

Other accrued liabilities consist of accrued wages, accrued benefits, and custodial accounts.

Unearned Revenue

This account includes amounts recognized as receivables but not revenues in governmental funds because the revenue recognition criteria have not been met.

Long-Term Obligations – See Note VIII

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 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.

Other Postemployment Benefits

The County implemented GASB Statement No. 75 *Accounting and Financial Reporting for Postemployment Benefits other than Pension* during the year ended December 31, 2018. Implementation of the new accounting principle resulted in the full estimated liability related to possible future benefits. The recorded ending liability at December 31, 2019 was \$5,425,870 that is included in short and long term liabilities.

Skagit County, Washington
Notes to the Financial Statements
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Asset Retirement Obligations

The County implemented GASB Statement No. 83 *Certain Asset Retirement Obligations* during the year ended December 31, 2019. Liabilities have been recorded for assets that have a legal enforceable obligation upon retirement of that asset. See Note XVI

Deferred Outflow/Inflow of Resources

This line item represents GASB Statement No. 65, *Items Previously Reported as Assets and Liabilities*, consisting of specific items previously reported as assets and liabilities that are now recognized as deferred outflow or deferred inflow of resources.

The following shows the details on Deferred Inflow of resources, and on what statement they reside:

Description	Amount	Balance Sheet Government Funds	Statement of Net Position
Deferred Property Tax	1,067,206	X	
Court Receivables	2,620,448	X	
Deferred Gain on Refunding	127,591		X
Deferred Inflows Related to Pension	9,162,534		X
Deferred Inflows Related to OPEB	78,248		X

The following shows the details on Deferred Outflow of resources, and on what statement they reside:

Description	Amount	Balance Sheet Government Funds	Statement of Net Position
Deferred Outflows Related to Pension	4,081,622		X
Deferred Outflows Related to OPEB	377,630		X

* The County implemented GASB 65 in 2013. Property tax and court receivables were previously reported as deferred revenue on the fund financial statements. The deferred gain on refunding was the result of the 2016 refunding bond issue, which resulted in an economic gain of \$200,504. The County chose not to restate prior periods for practical reasons.

* The County implemented GASB 68 in 2015, which resulted in additional deferred inflows and outflows related to Net Pension Liability. See Note IX.

* Deferred Inflows and Deferred Outflows in the Proprietary Fund financial statements relate to Net Pension Liability.

Skagit County, Washington
Notes to the Financial Statements
December 31, 2019

Fund Equity

Fund equity is recognized as fund balance in government fund types, and as net position in proprietary fund types. Net position may be subject to legal restriction for a particular purpose. Fund balance has been reclassified in accordance with GASB Statement No. 54 as Nonspendable, Restricted, Committed, Assigned, and Unassigned. Further information regarding Fund balance categories is as follows:

Nonspendable Fund Balance – That portion of net resources that cannot be spent because of their form or because they must be maintained intact pursuant to legal or contractual requirements. Some examples of Nonspendable fund balances are inventory, prepaid amounts, long-term portion of loans/notes receivable, or property that is held for resale.

Restricted Fund Balance – That portion of net resources that contains limitations imposed by creditors, grantors, contributors, or laws and regulations of other governments.

The government-wide statement of net position reports \$66,495,510 of restricted component of net position, of which \$66,495,510 is restricted by enabling legislation.

Committed Fund Balance – That portion of net resources that contains limitations imposed at the highest level of decision making within the County, which is at the Board of County Commissioner level by adoption of a resolution.

Assigned Fund Balance – That portion of net resources that contains limitations resulting from intended use. The County Commissioners signed R20120135 in April of 2012 designating the Budget and Finance Director or the County Administrator with the authority to assign fund balance.

Unassigned Fund Balance – The residual net resources in excess of Nonspendable, Restricted, Committed, and Assigned. The general fund is the only fund that reports a positive unassigned fund balance amount.

Each government fund has to be analyzed to classify the fund balance in accordance with GASB Statement No. 54. Funds are created by the Board of County Commissioners and money is authorized to be transferred to the fund for a particular purpose. At this point, balances in these funds are at least committed, and may be further restricted depending on whether there is an external party, constitutional provision, or enabling legislation constraint involved.

The spending policy of government fund balance consists of Restricted resources used first, followed by Committed resources, then Assigned, and finally Unassigned Fund Balance. As per Resolution No. 20120135, the Budget and Finance Director elected to assign \$3,000,000 of the General Fund balance for various capital and IT projects.

Skagit County, Washington
Notes to the Financial Statements
December 31, 2019

The following shows the composition of the fund balance of the government funds for the fiscal year ended December 31, 2019:

Fund Balances:	General Fund	Mental Health Fund	County Road Fund	Capital Projects Funds	Debt Service Funds	Other Government funds	Total
<i>Nonspendable:</i>							
Inventory	1,427					150,000	151,427
Loan Receivable							-
<i>Restricted For:</i>							
General Govt Services				14,012,688	2,297,147	1,578,049	17,887,886
Public Safety						1,794,739	1,794,739
Utilities						4,613,449	4,613,449
Transportation			15,078,095			339,408	15,417,503
Natural & Economic Env						1,549,277	1,549,277
Social Services		9,105,317				2,546,331	11,651,648
Cultural & Recreation						1,463,048	1,463,048
<i>Committed to:</i>							
General Govt Services						433,297	433,297
Judicial Activities						6,291,082	6,291,082
Public Safety						390,862	390,862
Utilities						-	-
Social Services						713,423	713,423
Cultural & Recreation						798,809	798,809
<i>Assigned to:</i>	3,000,000					-	3,000,000
<i>Unassigned</i>	19,417,887						19,417,887
Total Fund Balances	22,419,314	9,105,317	15,078,095	14,012,688	2,297,147	22,661,774	85,574,335

II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

Total governmental fund balances as reported on the governmental funds balance sheet differs from net position of governmental activities as reported on the statement of net position due to the different accounting methods applied in the preparation of these statements. The governmental fund statements are presented on the modified accrual basis and the statement of net position is presented on a full accrual basis. Also, net internal service fund activity is included in governmental activities.

Skagit County, Washington
Notes to the Financial Statements
December 31, 2019

Explanation of certain reconciling items reported on the reconciliation of the statement of revenues, expenditures, and changes in fund balances to the government wide statement of activities:

Net Capital Assets Activity

Net Capital Expenditures Subject to Capitalization	\$ 6,106,958
Depreciation Expense	(4,337,828)
Net Capital Assets	<u>1,769,130</u>

Net Long-Term Debt Activity

Proceeds of Long Term Debt	\$ (671,538)
Principal Payments	1,264,952
Amortization of Bond Discounts/Premiums	82,683
Amortization of Bond Issue Costs	18,228
Change in Compensated Absences Liability	562,683
Change in Net Pension	3,778,641
Change in OPEB Liability	(544,360)
Net Long-Term Debt Activity	<u>\$ 4,491,289</u>

Explanation of certain reconciling items reported on the reconciliation of the governmental funds balance sheet to the government wide statement of net position:

Net Capital Assets

Total Capital Assets	\$ 612,949,341
Less Accumulated Depreciation	(362,865,237)
Construction in Progress	1,965,869
Net Capital Assets	<u>\$ 252,049,973</u>

Long-Term Liabilities

Bonds Payable	\$ 11,405,000
Notes Receivable	\$ (6,083,748)
Unamortized Bond Discounts/Premiums	784,027
Loans Payable	2,985,267
Compensated Absences Liability	2,080,814
Deferred Gain on Refunding	127,594
Net Deferred Inflows and Outflows	4,760,880
OPEB Liability	4,240,527
Net Pension Asset	(3,526,688)
Net Pension Liability	11,632,676
Accrued Interest Payable on Long-Term Liabilities	32,647
Long Term Liabilities	<u>\$ 28,438,996</u>

Skagit County, Washington
Notes to the Financial Statements
December 31, 2019

III. DEPOSITS AND INVESTMENTS

Deposits

The Skagit County Treasurer is empowered by the State to act as the treasurer not only for the County but also for special purpose districts located in the County. It is the County's policy to deposit and invest all temporary cash surpluses. At the end of the year, restricted and unrestricted cash and cash equivalents amounted to \$110,237,624. This in part consisted of certificates of deposit and money market accounts was \$51,296,770 and the treasurer's bank balance was \$4,329,159, all of which was covered by federal depository insurance or collateralized with securities which are either held by the County or by the County's agent in the County's name. The FDIC (Federal Depository Insurance Corporation) insures all deposits of the County up to \$250,000 and the Washington Public Deposit Protection Commission insures amounts over \$100,000.

Investments

As required by Washington State law, all investments of Skagit County and applicable custodial funds are obligations of the United States Government, the State Treasurer's Investment Pool, commercial paper, or deposits with Washington State banks and savings and loan institutions. U.S. Government securities and commercial paper are stated at fair value. All other investments are stated at amortized cost which approximates fair value.

The County is a participant in the Local Government Investment Pool (LGIP), authorized by Chapter 294, Laws of 1986, and is managed and operated by the Washington State Treasurer. The State Finance Committee is the administrator of the statute that created the pool and adopts rules. The State Treasurer is responsible for establishing the investment policy for the pool and reviews the policy annually and proposed changes are reviewed by the LGIP Advisory Committee.

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

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

Net investment income is allocated monthly to participants and is based on their average proportionate share of Net Position in relation to the total net investment income for the LGIP for that month. Allocations are reinvested in the LGIP.

Management intends to hold time deposits and securities until maturity. Gains or losses on investments sold or exchanged are recognized at the time the transactions are completed.

The County measures and reports investments at fair value using the valuation input hierarchy established by generally accepted accounting principles as follows:

Level 1: Quoted prices in active markets for identical assets or liabilities;

Skagit County, Washington
Notes to the Financial Statements
December 31, 2019

Level 2: These are quoted market prices for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in markets that are not active, or other than quoted prices that are observable;

Level 3: Unobservable inputs for an asset or liability.

As of December 31, 2019, the County held the following investments (with their corresponding hierarchy valuation):

Investment Type	Fair Value	Less than 1			More than 2 years	Hierarchy
		Year Maturity	1 Year	2 Years		Level
Certificates of Deposit	\$ 1,668,201	\$ 1,668,201	\$ -	\$ -	\$ -	1
Money Market	51,296,770	51,296,770				1
Registered Warrants	239,772	239,772				2
Commercial Paper	-	-	-			1
Bankers Acceptances	-	-				1
Treasury Bills	28,130,048	28,130,048				1
Treasury Notes	26,944,151	-	26,944,151		-	1
Municipal Bonds	7,377,478	5,374,608	1,004,100	998,770	-	1
U.S. Agencies	117,710,911	45,878,733	35,637,538	36,194,640	-	1
State Treasurer Pool	326,256,510	326,256,510				n/a
	<u>\$ 559,623,841</u>	<u>\$ 458,844,642</u>	<u>\$ 63,585,789</u>	<u>\$ 37,193,410</u>	<u>\$ -</u>	

Total fair value of investments includes amounts for Skagit County and for the Junior Taxing districts Custodial Funds). A portion of the amounts considered cash and cash equivalents are included in the short term investments (State Treasurer Pool) listed above.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Through its investment policy, the County manages its exposure to fair value losses arising from increasing interest rates by setting maturity and effective duration limits not to exceed 36 months unless matched to a specific cash flow requirement. Funds specifically designated for capital improvements or for bond redemption purposes may in certain circumstances be invested out to five years.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The County's policy is to limit to 15 percent of the total portfolio the amount that may be invested in any one financial institution. In addition, no more than 3 percent of the total portfolio may be invested in any one issuer of commercial paper and no more than 10 percent may be invested in any one Treasury obligation. As of December 31, 2008 the investment in the Washington State LGIP was limited to 65 percent, this was modified by resolution on March 16, 2009 to allow investment in excess of 65 percent when there are no other viable alternatives. At year end, the County had no other investment in a single issuer that was greater than 15 percent of total investments.

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Notes to the Financial Statements
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Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The County's investment policy is to apply the prudent-person rule: Investments shall be made with the exercise of judgment and care which persons of prudence, discretion and intelligence exercise in the management of their affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived. The County's policy limits investments in commercial paper to ratings of A1 or P1 only.

As of December 31, 2019, the County's investments in U.S. Agencies in the amount of \$94,078,156 (fair value) was rated AA+ by Standard & Poor's, with an amount of \$11,286,378 (fair value) rated AAA by Moody's and an additional amount of \$12,346,377 not rated.

Details of ratings on investments in municipal bonds are as follows:

ENTITY	S&P/MOODY'S	FAIR VALUE	ENTITY	S&P/MOODY'S	FAIR VALUE
BIRMINGHAM AL TXBL	AA/AA3	486,431	HAWAII ST TXBL SER FU	AA+/AA1	349,653
BLOOMFIELD TWP MI	NA/NA	1,503,585	HONOLULU CITY & CNTY TXBL	NA/AA1	999,960
CONNECTICUT ST	A/A1	326,297	NORTH DAVIS CNTY UT SWR	AA+/NA	148,374
ENERGY NW	AA-/AA1	1,000,640	TULSA OK TXBL REF SER A	AA/AA1	2,562,538
					7,377,478

The County also carried investments in registered warrants and the Washington State LGIP, which are unrated.

IV. PROPERTY TAXES

The County Treasurer acts as an agent to collect property taxes levied in the County for all taxing authorities. Taxes are levied and become an enforceable lien on January 1st of each year. Collection of taxes is authorized on February 15th, with installments due on April 30th and October 31st. On May 31st the assessed value of property is established for the following year's levy. Assessed value is considered to be 100 percent of market value.

Property taxes are recorded as a receivable and revenue when levied. Property tax collected in advance of the fiscal year to which it applies is recorded as a deferred inflow. Refunds of taxes are recorded as reductions of revenue when they are measureable and due to be issued. No allowance for uncollectible taxes is established because delinquent taxes are considered fully collectible. Prior year tax levies were recorded using the same principal, and delinquent taxes are evaluated annually.

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

- Washington State law in RCW 84.55.010 limits growth of regular property taxes to 1 percent per year, after adjustments for new construction. If the assessed valuation increases by more than 1 percent due to re-valuation, the levy rate will be decreased.

Skagit County, Washington
Notes to the Financial Statements
December 31, 2019

- The Washington State Constitution limits the total regular property taxes to 1 percent of the assessed valuation or \$10 per \$1,000 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.
- The County may voluntarily levy taxes below the legal limit. Special levies approved by the voters are not subject to the above limitations.

2019 Tax levy information is as follows:

	Levy in Dollars Assessed per Thousand		Total Value		Levy
County	1.3438	\$	19,580,243,115	\$	26,313,611
Medic 1 Services	0.4400	\$	19,558,693,027	\$	8,605,824
Roads	1.6609	\$	9,369,217,348	\$	15,561,637
Conservation Futures	0.0474	\$	19,580,243,115	\$	928,963

The County tax rate includes a levy for general governmental services and special revenue assessments. Medic 1 services is for the provisions of emergency medical services. The County is authorized to levy taxes in unincorporated areas for road construction and maintenance, subject to the same limitations as the levy for general government services. The Conservation Futures tax rate is a non-voter approved excess levy for the purpose of acquiring land development rights for preservation purposes.

V. RECEIVABLES

Levied property taxes are reported as receivables and as deferred inflow of resources at the beginning of the year and those balances are reduced as cash is received to pay those taxes. Other receivables and revenue are recorded when revenues are earned. Also see Note I. The Statement of Activities reports revenues on the full accrual basis. Detail of accounts receivable in the Statement of Net Position as of December 31, 2019 is as follows:

Accounts receivable for private septic system loans	\$ 1,323,748
Interest receivable	358,480
Property taxes receivable	1,067,206
Taxes receivable Business Type Activities	1,203,169
Other accounts receivable	1,858,543
Total receivables	<u>\$ 5,811,146</u>

Skagit County, Washington
Notes to the Financial Statements
December 31, 2019

VI. INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Details of interfund payable/receivable balances of December 31, 2019 are as follows:

Due to Other funds	Due From Other funds						Total
	General Fund	Mental Health	County Roads	Other Govt Funds	Enterprise Funds	Internal Service Funds	
General Fund	\$ -		\$ 16			\$ 3,252,268	\$ 3,252,284
Mental Health	128,370				400		128,770
County Roads	346,449					1,622,203	1,968,652
Other Govt Funds	711,413						711,413
Enterprise Funds	765,029						765,029
Internal Service	143,860						143,860
Total	\$ 2,095,121	\$ -	\$ 16	\$ -	\$ 400	\$ 4,874,471	\$ 6,970,008

These balances are the result of transactions involving the exchange of goods and services in the ordinary operations of the respective funds. Balances are expected to be repaid within one year.

Interfund loans have been made to provide cash flows for the operations of the receiving funds. Because most of these funds are within the Debt Service Fund, they are eliminated in the Government-Wide financial statements.

Details of the interfund loans are as follows:

Borrowing Fund	Balance 1/1/2019	New Loans	Repayment	Balance 12/31/2019
Water Improvement 215	\$ 2,600	\$ -	\$ -	\$ 2,600
Water Improvement 218	37,072	-	-	37,072
Water Improvement 216	5,500	-	-	5,500
Water Improvement 224	49,361	-	-	49,361
Total	\$ 94,533	\$ -	\$ -	\$ 94,533

Interfund transfers represent subsidies and contributions provided to the receiving fund. Most transfers from the general fund are for the purposes of ordinary operations and debt service. Transfers out of non-major governmental funds are generally for debt service and capital project funding.

Skagit County, Washington
Notes to the Financial Statements
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Details of 2019 transfers are as follows:

Transferring Fund	Transfers In			Balance 12/31/2019
	General Fund	Internal Service	Non-Major Governmental	
General Fund	-	-	6,635,875	6,635,875
Mental Health	-	-	-	-
County Roads	-	-	24,697	24,697
Internal Service	-	-	-	-
Enterprise Funds	-	-	24,697	24,697
Other Govt Funds	-	-	2,665,263	2,665,264
Balance 12/31/19	-	-	9,350,532	9,350,533

VII. Capital Assets

Summarized capital asset transactions for governmental activities are as follows:

Governmental Activities	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets, Non-depreciable				
Land	\$ 157,327,424	\$ 4,217	\$ 29,796	\$157,301,845
Development Rights	18,587,246	1,339,141		19,926,387
Construction in Progress	1,731,274	1,846,164	1,611,569	1,965,869
	177,645,944	3,189,522	1,641,365	179,194,101
Depreciable Capital Assets				
Buildings	70,468,084	2,637,965		73,106,049
Improvements	5,590,237	317,302		5,907,539
Machinery and Equipment	28,602,470	3,030,788	1,146,189	30,487,069
Infrastructure	349,006,714	1,320,643		350,327,357
	453,667,505	7,306,698	1,146,189	459,828,014
Less Accumulated Depreciation				
Buildings	(33,730,142)	(1,649,162)		(35,379,304)
Improvements	(3,921,888)	(112,997)		(4,034,885)
Machinery and Equipment	(17,147,164)	(1,940,279)	(787,918)	(18,299,526)
Infrastructure	(315,251,327)	(2,274,709)		(317,526,036)
	(370,050,521)	(5,977,147)	(787,918)	(375,239,751)
Total Net Depreciable Capital Assets	83,616,984	1,329,551	358,271	84,588,263
Total Net Capital Assets	\$ 261,262,928	\$ 4,519,073	\$ 1,999,636	\$263,782,364

Skagit County, Washington
Notes to the Financial Statements
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Depreciation expense by function for governmental activities is as follows:

General Governmental Services	\$ 3,004,868
Judicial	3,168
Public Safety	147,572
Physical Environment	-
Transportation	2,644,749
Economic Environment	-
Health and Human Services	61,840
Culture and Recreation	114,950
Total governmental activities depreciation expense	<u>\$ 5,977,147</u>

Summarized capital asset transactions for business type activities are as follows:

Business - Type Activities	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets, Non-depreciable				
Land	\$ 7,214,815	\$ 1,357,174	\$ -	\$ 8,571,989
Construction in Progress	1,647,748	47,068	1,427,563	267,253
	<u>8,862,563</u>	<u>1,404,242</u>	<u>1,427,563</u>	<u>8,839,242</u>
Depreciable Capital Assets				
Buildings	68,814,132	194,366		69,008,498
Improvements	10,933,906	-	-	10,933,906
Machinery and Equipment	1,664,846	7,610	6,894	1,665,562
	<u>81,412,884</u>	<u>201,976</u>	<u>6,894</u>	<u>81,607,966</u>
Less Accumulated Depreciation				
Buildings	(4,573,777)	(1,718,116)		(6,291,893)
Improvements	(4,671,434)	(377,337)		(5,048,771)
Machinery and Equipment	(734,917)	(102,252)	(6,894)	(830,275)
	<u>(9,980,128)</u>	<u>(2,197,705)</u>	<u>(6,894)</u>	<u>(12,170,939)</u>
Total Net Depreciable Capital Assets	<u>71,432,756</u>	<u>(1,995,729)</u>	<u>-</u>	<u>69,437,027</u>
Total Net Capital Assets	<u>80,295,319</u>	<u>(591,487)</u>	<u>1,427,563</u>	<u>78,276,269</u>

Depreciation expense by function for business type activities is as follows:

Solid Waste	\$ 340,919
Drainage Utility	375,721
Jail	1,481,065
Total business type activities depreciation expense	<u>\$ 2,197,705</u>

Skagit County, Washington
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VIII. LONG TERM LIABILITIES

Skagit County's long-term liabilities include general obligation bonds and loans from the State of Washington. General obligation bonds have been issued for both general government and business-type activities and are being repaid from the applicable resources. For the proprietary funds and on the government-wide financial statements, bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bonds payable are reported net of the applicable bond premium or discount. Government funds recognize bond premiums, discounts, and issuance costs in the period that they are incurred. Proceeds of debt are reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts are reported as other financing uses. Issuance costs, including those withheld from proceeds, are reported as debt service expenditures.

The full faith, credit and resources of the County are pledged for the payment of the principle and interest on all general obligation bonds. No default provision is incorporated in any of the bonds detailed below.

In addition, the bonds are not subject to acceleration upon occurrence of default. In the case of multiple defaults of payment of principle and interest, the registered owners would be required to bring separate actions for each payment not made.

Except for the general obligation bonds in the Jail Fund, no debt service reserves or property secures the bond debt.

Based on historical taxable retail sales countywide, the County expects the revenue from the jail tax to be sufficient to pay debt service on the bonds and provide additional funds for reserves and operations of the jail.

The County has maintained a cash balance in the Jail Fund with a required minimum funding threshold of \$3.9 million as of December 31st of each year. If the minimum threshold is not met in any year at December 31st, the cost to bring the cash balance up to the minimum threshold will be covered by the County and the Cities through an additional financial contribution in the following years.

Each governmental fund is responsible for the liquidation of its own long-term liabilities other than debt, pensions, OPEB and compensated absences.

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Details of general obligation bonds outstanding as of December 31, 2019 are as follows:

Description	Balance
In 2013, the County entered into an interlocal agreement with Skagit Regional Public facilities District to refund their 2003 bond issue and take on a bond in the amount of \$7,640,000 in order to take advantage of better rates. This was completed per C20130043. The County booked a receivable for the balance and will systematically reduce the debt over time from their dedicated sales tax revenue. Principal and interest on the 2013 bond is insured by a financial guaranty insurance policy issued by CIGF Assurance North America, Inc if Skagit Regional Public Facilities District is unable to satisfy its obligation to the County. Principal payments are due annually on December 1. Interest payments at a variable rate between 2% and 4% are due June 1 and December 1. The principal payment of \$505,000 and interest payments totaling \$154,619 were made in 2019.	\$ 4,760,000
In 2014, bonds in the amount of \$780,000 were issued to acquire a building for County use. Interest rates range from 3.625% to 5.00% for maturities in 2041. Principal payments are due annually on December 1, interest payments are due on June 1 and December 1. Interest of \$34,763 and principal payment of \$35,000 were made in 2019.	715,000
In 2016, bonds in the amount of \$7,540,000 were issued to refund the 2006 bond of \$4,340,000 and \$3,200,000 for building improvements. Principal payments are due annually on December 1, interest payments are due June 1 and December 1. The interest rates range from 2.0% to 4.0%. Principal payments of \$550,000 and interest payments of \$149,750 were made in 2019.	5,930,000
Total bonds payable at December 31, 2019 for governmental activities	\$ 11,405,000
Proceeds in the amount of \$9,740,000 from the 2010 bond issue are for the purpose of improving the County's solid waste transfer station and other capital improvements to County facilities. Principal payments are due annually on December 1. Interest payments are due on June 1 and December 1. The interest rates range from 1.9% in 2014 to 5.35% for maturities in 2030. Principal payments of \$525,000 and interest payments of \$343,555 were made in 2019.	\$ 6,710,000
Proceeds in the amount of \$51,920,000 from the 2014 bond issue are for the purpose of planning, acquiring land, and construction of a 400 bed regional jail facility. Principal payment are due annual on December 1. Interest rates range from 3.625% to 5.0% and are due June 1 and December 1. Principal payment of \$1,245,000 and interest payments of \$2,168,106 were made in 2019.	48,330,000
Total bonds payable at December 31, 2019 for business-type activities	\$ 55,040,000

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

Year Ending December 31	Government Activities			
	Government Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2020	\$ 1,140,000	\$ 311,581	\$ 1,835,000	\$ 2,441,648
2021	1,180,000	282,281	1,910,000	2,355,298
2022	1,250,000	246,031	1,990,000	2,262,548
2023	1,310,000	207,381	2,075,000	2,165,873
2024-2028	4,725,000	531,569	11,805,000	9,213,297
2029-2033	1,155,000	194,987	12,440,000	6,108,978
3034-3038	645,000	36,584	13,515,000	3,551,150
2039-2041	-	-	9,470,000	767,400
Totals	\$ 11,405,000	\$ 1,810,414	\$ 55,040,000	\$ 28,866,192

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Loans Payable

The County has entered into several Department of Ecology (DOE) loans for the purpose of upgrading and repairing local sewer systems located in the County. As the County repays the State of Washington Department of Ecology, the homes which benefited from the upgrades will repay the County for the work done to upgrade their septic systems.

The County will be in default of its obligations under these DOE agreements when any loan repayment to DOE becomes sixty (60) days past due. In the event of default the Department of Ecology may in its sole discretion declare the principal and interest due immediately. And in accordance with RCW 90.50A.060, any State funds otherwise due to the County may be withheld and applied to the repayment of these loans.

The Sheriff's loan was a five year loan for the purchase of radios for the department.

Details of loans payable as of December 31, 2019 is as follows:

<u>Description</u>	<u>Balance</u>
Payable to the State of Washington Department of Ecology Water Pollution Control Revolving Fund pursuant to a 1997 loan agreement in the amount of \$204,334 . The term is 20 years and no interest is due. Principal payments of \$8,884 were made in 2019 to payoff the loan.	\$ -
Payable to the State of Washington Department of Ecology Water Pollution Control Revolving Fund pursuant to a 2000 loan agreement in the amount of \$47,162. The term is 20 years and no interest is due. Principal payments of \$2,948 were made in 2019.	11,791
Payable to the State of Washington Department of Ecology pursuant to a 2007 loan agreement in the amount of \$2,111,001. Payments are to begin in 2012. The interest rate is 2.6% and the term is 20 years. Principal payments of \$103,883 and interest payments of \$33,802 were made in 2019.	1,323,307
Payable to the State of Washington Department of Ecology pursuant to a 2014 loan agreement in the amount of \$876,953. The term is 20 years at 2.7% interest. Principal payments of \$38,465 and interest payments of \$20,217 were made in 2019.	719,858
Payable to the State of Washington Department of Ecology pursuant to a 2017 loan agreement in the amount of \$259,103. The interest rate is 2.6% and the term is 20 years. Principal payments of \$10,772 and interest payments of \$6,532 were made in 2019.	241,773
Payable to the State of Washington Department of Ecology pursuant to a 2019 loan agreement in the amount of \$671,539. The interest rate is 2.4% and the term is 20 years. No payments of principle or interest are due until 2020.	671,539
The Sheriff's office entered into a 5 year zero interest loan from NW Learn Board in the amount of \$47,000 for radio upgrades. Principal payment of \$10,000 was made in 2019.	17,000
Total loans payable at December 31, 2019 for governmental activities	<u>\$ 2,985,268</u>

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Annual debt service requirements to maturity for loans payable are as follows:

Year Ending December 31	Principal	Interest
2020	\$ 190,279	\$ 80,182
2021	199,170	68,291
2022	196,903	63,557
2023	201,755	58,705
2024-2028	1,071,184	216,382
2029-2033	786,382	88,131
2034-2038	317,933	20,526
Thereafter	21,660	261
Totals	\$ 2,985,266	\$ 596,035

Debt Limitation

State law places certain restrictions on the County's ability to issue general obligation bonds. Without an authorizing vote, limited tax general obligation bonds may be issued in an amount up to 1.5% of the assessed valuation of real property within the county. Unlimited tax general obligation bonds may be issued up to 2.5% of the assessed valuation with voter approval. No combination of limited and unlimited tax bonds may exceed 2.5% of the assessed valuation.

At December 31, 2019, the County's remaining capacity for non-voted debt was \$282,172,946. Additional debt capacity with an authorizing vote is \$211,573,213.

Changes in Long-Term Liabilities

Details of changes in long term liabilities for the year ended December 31, 2019 is as follows:

	Beginning Balance	New Issue	Retirements	Ending Balance	Due Within One year
Governmental Activities:					
Bonds Payable					
General Obligation Bonds	\$ 11,550,821	\$ -	\$ 1,285,821	\$ 10,265,000	\$ 1,140,000
Add: Net Unamortized Discounts/Premiums	720,841	25,002	89,410	656,433	
Total Bonds Payable	12,271,662	25,002	1,375,231	10,921,433	1,140,000
Loans Payable	2,313,638	671,538	190,279	2,794,897	190,279
Compensated Absences	2,537,910	-	131,874	2,406,036	-
Net Pension	17,437,807	-	4,384,527	13,053,280	-
OPEB Liability	3,696,167	795,213	-	4,491,380	131,871
Environmental Liabilities	-	270,000	-	270,000	-
Total Long-Term Liabilities	\$ 38,257,184	\$ 1,761,753	\$ 6,081,911	\$ 33,937,026	\$ 1,462,150

Internal Service Funds predominately serve the governmental funds. Accordingly, long-term liabilities for them are included in the above amounts. At year-end \$325,195 of Internal Service Funds compensated

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absences are included in the above amounts. Also, for the governmental activities, claims and judgements and compensated absences are generally liquidated by the general fund.

	Beginning Balance	New Issue	Retirements	Ending Balance	Due Within One year
Business-Type Activities					
Bonds Payable					
General Obligation Bonds	\$ 55,040,000	\$ -	\$ 1,835,000	\$ 53,205,000	\$ 1,835,000
Discounts/Premiums	3,299,224	22,185	165,024	3,156,385	
Total Bonds Payable	58,339,224	22,185	2,000,024	56,361,385	1,835,000
Compensated Absences	275,844	6,676		282,520	-
OPEB Liability	660,035	122,560		782,595	20,024
Post Closure Landfill Costs	2,511,399		171,816	2,339,583	174,000
Environmental Liabilities	3,201,376	17,681,317		20,882,693	15,000
Net Pension Liabilities	939,228		233,316	705,912	-
Total Long-Term Liabilities	\$ 65,927,106	\$ 17,832,738	\$ 2,405,156	\$ 81,354,688	\$ 2,044,024

IX. PENSION AND OTHER BENEFIT PLANS

The following table represents the aggregate pension amounts for all plans subject to the requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* for the year 2019:

Aggregate Pension Amounts – All Plans	
Pension Liabilities	(14,226,285)
Pension Assets	3,817,021
Deferred Outflows of Resources	4,081,622
Deferred Inflows of Resources	(9,162,533)
Pension Expense/Expenditures	1,207,433

State Sponsored Pension Plans

Substantially all Skagit County's full-time and qualifying part-time employees participate in a retirement plan 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: Department of Retirement Systems, Communication Unit, P.O. Box 48380, Olympia WA 98504-8380; or it may be downloaded from the DRS website at www.drs.wa.gov.

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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 government; 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 age 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 eligible service. The plan was closed to new entrance 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 2019 were as follows:

PERS Plan 1		
Actual Contribution Rates:		
January-June	Employer	Employee
PERS Plan 1	7.52%	6.00%
PERS Plan 1 UAAL	5.13%	
Administrative Fee	0.18%	
Total	12.83%	6.00%
July-December		
PERS Plan 1	7.55%	6.00%
PERS Plan 1 UAAL	5.13%	
Administrative Fee	.18%	
Total	12.86%	6.00%

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

Skagit County's actual PERS contributions to the PERS1 plan were \$2,015,379 for the year ended December 31, 2019.

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 the 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

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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 Plan 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 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 2019 were as follows:

PERS Plan 2/3		
Actual Contribution Rates:	Employer 2/3	Employee 2*
January-June		
PERS Plan 2/3	7.52%	7.41%
PERS Plan 1 UAAL	5.13%	
Administration Fee	0.18%	
Employee PERS Plan 3		varies
Total	12.83%	7.41%
July-December		
PERS Plan 2/3	7.55%	7.9%
PERS Plan 1 UAAL	5.13%	
Administration Fee	.18%	
Employee PERS Plan 3		Varies
Total	12.86%	7.9%

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*For employees participating in JBM, the contribution rate was 18.53% to 19.75%%

Skagit County's actual PERSs plan contributions were \$2,652,844 to PERS Plan 2/3 for the year ended December 31, 2019.

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 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 employees include:

- Certain State of Washington agencies (Department of Corrections, Department of Natural Resources, Gambling Commission, Liquor & Cannabis 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 the age of 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.

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Contributions – The PSERS Plan 2 employer and employee contribution rates are developed by the Office of 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 2019 were as follows:

PSERS Plan 2		
Actual Contribution Rates:		
January-June	Employer	Employee
PSERS Plan 2	7.07%	7.07%
PERS Plan 1 UAAL	5.13%	
Administrative Fee	0.18%	
Total	12.38%	7.07%
July -December		
PSERS Plan 2	7.20%	7.20%
PERS Plan 1 UAAL	4.76%	
Administrative Fee	.18%	
Total	12.14%	7.20%

Skagit County's actual plan contributions were \$363,521 to PSERS 2 for the year ended December 31, 2019.

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 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 1 had no required employer or employee contributions for fiscal year 2018. Employers paid only the administrative expenses of 0.18 percent of covered payroll.

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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 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.

Effective July 1, 2017, when a LEOFF employer charges a fee or recovers costs for services rendered by a LEOFF 2 member to a non-LEOFF employer, the LEOFF employer must cover both the employer and state contributions on the LEOFF basic salary earned for those services. The state contribution rate (expressed as a percentage of covered payroll) was 3.44% as of July 1, 2019.

The LEOFF Plan 2 required contributions rates (expressed as a percentage of covered payroll) for 2019 were as follows:

LEOFF Plan 2		
Actual Contribution Rates:		
January-June	Employer	Employee
State and Local Government	5.25%	8.75%
Administrative Fee	0.18%	
Total	5.43%	8.75%
July-December		
State and local Government	5.15%	8.59%
Administrative Fee	.18%	
Total	5.33%	8.59%
January-June		
Port and Universities	8.75%	8.75%
Administrative Fee	0.18%	
Total	8.93%	8.41%
July-December		
Port and Universities	8.59%	8.59%
Administrative Fee	.18%	
Total	8.77%	8.59%

Skagit County's actual contributions to the plan were \$260,547 for the year ended December 31, 2019.

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 cost 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

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the state fiscal year ending June 30, 2019, the state contributed \$72,959,897 to the LEOFF Plan 2. The amount recognized by the County as its proportionate share of this amount is \$166,929.

Actuarial Assumption

The total pension liability (TPL) for each of the DRS plans was determined by an actuarial valuation as of June 30, 2018, with the results rolled forward to June 30, 2019, using the following actuarial assumptions, applied to all prior periods included in the measurement. Plan liabilities were rolled forward from June 30, 2018 to June 30, 2019 reflecting each plan's normal cost (using the entry age costs method) assumed interest and actual benefit payments.

- **Inflation:** 2.75% total economic inflation; 3.50% salary inflation
- **Salary increases:** In addition to the base 3.50% salary inflation assumption, salaries are also expected to grow by promotions and longevity.
- **Investment rate of return:** 7.40%

Mortality rates were based on the *RP-2000* report's Combined Healthy Table and Combined Disabled Table, published by the Society of Actuaries. OSA applied offsets to the base table and recognized future improvements in mortality by projecting the mortality rates using 100% 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 changes in methods and assumptions since the last valuation.

- OSA updated modeling to reflect providing benefit payments to the date of the initial retirement eligibility for terminated vested members who delay application for retirement benefits.
- OSA updated COLA programming to reflect legislation signed during the 2018 legislative session that provides PERS and TRS Plan 1 annuitants who are not receiving a basic minimum, alternate minimum or temporary disability benefit with a one-time permanent 1.5% increase to their monthly retirement benefit, not to exceed a maximum of \$62.50 per month.

The actuarial assumptions used in the June 30, 2018 valuation were based on the results of the 2007-2012 Experience Study Report and the 2017 Economic Experience Study. Additional assumptions for subsequent events and law changes are current as of the 2018 actuarial valuation report

Discount Rate

The discount rate used to measure total pension liability was 7.40% for all plans.

To determine that rate, an asset sufficiency test included was completed to test whether each pension plan's fiduciary net position was sufficient to make all projected future benefit payments for current plan members.

Consistent with current law, the asset sufficiency test included an assumed 7.50% long-term discount rate to determine funding liabilities for calculating future contribution rate requirements. Consistent with the long-term expected rate of return, a 7.40% future investment rate of return on invested assets was assumed for the test.

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Contributions from plan members and employers are assumed to continue being made at contractually required rates (including PERS Plans 2 and 3, PSERS Plan 2, whose rates include a component for the PERS Plan 1 liability).

Based on those assumptions, the pension plan's 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 7.40% was used to determine the total liability.

Long-Term Expected Rate of Return

OSA selected a 7.40% long-term expected rate of return on pension plan investments using a building-block method. In selecting this assumption, OSA reviewed the historical experience data, considered the historical conditions that produced past annual investment returns, and considered Capital Market Assumptions (CMAs) and simulated expected investment returns the WSIB provided.

The CMAs contain three pieces of information for each class of assets WSIB currently invests in:

- Expected annual return
- Standard deviation of the annual return
- Correlations between the annual returns of each asset class with every other asset class

The WSIB uses the CMAs and their target asset allocation to simulate future investment returns at various future times. The table below summarizes the 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, 2018. The inflation component used to create the table is 2.20% and represents the WSIB's most recent long-term estimate of broad economic inflation.

Estimated Rates of Return by Asset Class		
Asset Class	Target Allocation	% Long-Term Expected Real Rate of Return Arithmetic
Fixed Income	20.00%	2.20%
Tangible Assets	7.00%	5.10%
Real Estate	18.00%	5.80%
Global Equity	32.00%	6.30%
Private Equity	23.00%	9.30%
Total	100%	

Sensitivity of NPL

The table below presents Skagit County's proportionate share of the net pension liability calculated using the discount rate of 7.4%, as well as what Skagit County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1 percentage point lower (6.4%) or 1 percentage point higher (8.4%) than the current rate.

	1% Decrease (6.4%)	Current Discount Rate (7.4%)	1% Increase (8.4%)
PERS 1	\$ 13,952,601	\$ 11,141,416	\$ 8,702,344
PERS 2/3	\$ 23,659,720	\$ 3,084,869	\$ (13,798,156)
PSERS 2	\$ 1,403,754	\$ (135,971)	\$ (1,345,555)
LEOFF 1	\$ (391,097)	\$ (478,083)	\$ (553,187)
LEOFF 2	\$ (595,567)	\$ (3,202,967)	\$ (5,331,203)

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Pension Plan Fiduciary Net Position

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

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

At June 30, 2019, Skagit County reported a total pension liability of \$14,226,285 and a total net pension asset of (\$3,817,021) for its proportionate share of the net pension liabilities as follows:

	Liability (or Asset)
PERS 1	\$11,141,416
PERS 2/3	\$3,084,869
PSERS 2	\$(135,971)
LEOFF 1	\$(478,083)
LEOFF 2	\$(3,202,967)

The amount of the asset reported above for LEOFF Plan1 and 2 reflects a reduction for the State pension support provided to Skagit County. The amount recognized by the County is its proportionate share of the net pension asset, the related State support, and the total portion of the net pension asset that was associated with the County are as follows:

	LEOFF 1 Asset	LEOFF 2 Asset
Employer's proportionate share	\$478,083	\$3,202,967
State's proportionate share of the net pension asset associated with the employer	3,233,741	2,097,514
TOTAL	\$3,711,824	\$5,300,481

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

	Proportionate Share 6/30/18	Proportionate Share 6/30/19	Change in Proportion
PERS 1	0.2900490%	0.2897370%	-0.0013120%
PERS 2/3	0.3168300%	0.3175890%	-0.0007590%
PSERS 2	1.1117310%	1.0456110%	0.0661200%
LEOFF 1	0.0248530%	0.0241870%	0.0006660%
LEOFF 2	0.1444900%	0.1382560%	-0.0062340%

Employer contribution transmittals received and processed by 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 DRS in the *Schedules of Employer and Nonemployer Allocations* for all plans except LEOFF Plan 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 2017. Historical data was obtained from a 2011 study by the Office of the State Actuary (OSA). In fiscal year 2018, the state of Washington contributed 87.12% of LEOFF 1 employer contributions and all other employers contributed

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the remaining 12.88% 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 2019, the state of Washington contributed 39.57 percent of LEOFF 2 employer contributions pursuant to RCW 41.26.725 and all other employers contributed the remaining 60.43 percent of employer contributions.

The collective net pension liability (asset) was measured as of June 30, 2019, and the actuarial valuation data on which the total pension liability (asset) is based was as of June 30, 2018, with update procedures used to roll forward the total pension liability to the measurement date.

Pension Expense

For the year ended December 31, 2019, the County recognized pension expense as follows:

	Pension Expense
PERS 1	\$(488,539)
PERS 2/3	\$(493,089)
PSERS 2	\$(177,653)
LEOFF 1	\$13,945
LEOFF 2	\$(62,096)

Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

PERS 1	Deferred Outflows of Resources	Deferred Inflows of Resources
Differenced between expected and actual experience		
Net difference between projected and actual investment earnings on pension plan investments		\$(744,340)
Changes in assumptions		
Changes in proportion and differences between contributions and proportionate share of contributions		
Contributions subsequent to the measurement date	\$887,168	
Total	\$ 887,168	\$(744,340)
PERS 2/3	Deferred Outflows of Resources	Deferred Inflows of Resources
Differenced between expected and actual experience	\$ 883,822	\$ (663,230)
Net difference between projected and actual investment earnings on pension plan investments		(4,490,313)
Changes in assumptions	78,994	(1,294,308)
Changes in proportion and differences between contributions and proportionate share of contributions	21,618	(486,558)
Contributions subsequent to the measurement date	1,228,779	
Total	\$ 2,213,213	\$ (6,934,409)

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PSERS 2	Deferred Outflows of Resources	Deferred Inflows of Resources
Differenced between expected and actual experience	\$114,825	\$(12,026)
Net difference between projected and actual investment earnings on pension plan investments		(236,120)
Changes in assumptions	1,094	(73,075)
Changes in proportion	49,878	(11,100)
Contributions subsequent to the measurement date	288,388	
Total	\$ 454,185	\$ (332,322)

LEOFF 1	Deferred Outflows of Resources	Deferred Inflows of Resources
Differenced between expected and actual experience		\$ -
Net difference between projected and actual investment earnings on pension plan investments		(49,563)
Changes in assumptions		
Changes in proportion and differences between contributions and proportionate share of contributions		
Contributions subsequent to the measurement date		
Total		\$ (49,563)

LEOFF 2	Deferred Outflows of Resources	Deferred Inflows of Resources
Differenced between expected and actual experience	\$ 230,482	\$ (57,598)
Net difference between projected and actual investment earnings on pension plan investments		(656,708)
Changes in assumptions	5,277	(360,436)
Changes in proportion	159,886	(27,157)
Contributions subsequent to the measurement date	131,411	
Total	\$ 527,056	\$ (1,101,900)

TOTALS	Deferred Outflows of Resources	Deferred Inflows of Resources
Differenced between expected and actual experience	\$ 1,229,129	\$ (732,854)
Net difference between projected and actual investment earnings on pension plan investments		(6,177,044)
Changes in assumptions	85,365	(1,727,819)
Changes in proportion	231,382	(524,815)
Contributions subsequent to the measurement date	2,535,746	
Total	\$ 4,081,622	\$ (9,162,532)

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, 2020. Other amounts reported as deferred inflows and deferred outflows of resources related to pensions will be recognized in pension expense as follows:

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Year ended December 31:	PERS 1
2020	\$(164,317)
2021	\$(389,220)
2022	\$(138,896)
2023	\$(51,906)
2024	\$0
Thereafter	\$0

Year ended December 31:	PSERS 2
2020	\$(34,715)
2021	\$(71,845)
2022	\$(42,932)
2023	\$(21,507)
2024	\$312
Thereafter	\$4,161

Year ended December 31:	PERS Plan 2/3
2020	\$(1,488,810)
2021	\$(2,398,237)
2022	\$(1,115,708)
2023	\$(640,649)
2024	\$(319,791)
Thereafter	\$13,221

Year ended December 31:	LEOFF 1
2020	\$(11,512)
2021	\$(25,374)
2022	\$(9,207)
2023	\$(3,470)
2024	\$0
Thereafter	\$0

Year ended December 31:	LEOFF 2
2020	\$(168,573)
2021	\$(324,813)
2022	\$(131,195)
2023	\$(61,551)
2024	\$(8,931)
Thereafter	\$(11,192)

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X. OTHER POST EMPLOYMENT BENEFIT PLANS (OPEB)

Plan Description

The following table represents the aggregate OPEB amounts for all plans subject to the requirements of GASB Statement 75 for the year ended December 31, 2019.

Aggregate OPEB Amounts - All Plans	
OPEB liabilities	\$ 5,425,871
OPEB assets	\$ -
Deferred outflows of resources	\$ 864,296
Deferred inflows of resources	\$ 179,088
OPEB expenses/expenditures	\$ 422,632

LEOFF Group

As required by the Revised Code of Washington (RCW) Chapter 41.26, the County provides direct cost funding for benefits (other than pensions) promised to the Law Enforcement Officers Fire Fighters Plan 1 (LEOFF1). This is a single employer benefit plan. The benefit provides medical and long term care expenses not payable by worker's compensation, social security, insurance provided by another employer or other pension plan. As of December 31, 2018, there were 24 inactive members. Authority for changes in benefits for the LEOFF Plan 1 resides with the Washington state law and the Employee Retirement Benefits Board (ERBB). Members of the ERBB are appointed by the Governor. Retirees in this closed group are not required to contribute to receive coverage. Dental, vision, and hearing aid claims are reimbursed up to annual maximum coverage amounts of \$2,000, \$450, and \$1,000, respectively.

Non-LEOFF Group

The County allows employees who meet the requirements to receive retirement from Washington State Retirement Systems and who retire from service with the County to receive medical benefits. Surviving spouses of retirees are eligible for benefits until Medicare eligibility. Retirees are required to pay 100% of the COBRA rate premium prior to Medicare eligibility. Upon becoming eligible for Medicare, a reduced rate premium is required. Retiree coverage is assumed to become secondary to Medicare on the day the covered retiree reaches age 65. The table below shows the rates paid for medical.

Retiree Contributions - Medical Plan		
	LEOFF	Non-LEOFF
Pre-Medicare		
Member	N/A	10,981
Spouse	N/A	12,697
Post-Medicare		
	N/A	6,799

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The following employees were covered by the benefit terms at December 31, 2019:

Inactive employees or beneficiaries currently receiving benefits	23
Inactive employees entitled to but not yet receiving benefits	-
Active Employees	626
Total	<u>649</u>

Funding Policy

The funding policy is based upon the pay-as-you-go financing requirements and there are no assets accumulated in a qualifying trust. The plan is administered through a trust that does not meet the requirements of a qualifying trust under paragraph 4 of GASB 75. The County has not contributed any amounts to finance future benefits under the plan for either current or future employees.

Annual OPEB Cost and Net OPEB Obligation

Effective beginning with the County's 2018 reporting year, GASB Statement No. 75 *Accounting and Financial Reporting for Post Employment Benefits Other Than Pensions* requires other post employment benefits (OPEB) expenses to be accrued based on a computed annual required contribution (ARC). ARC represents the current period's service cost and the amount necessary to amortize the unfunded actuarial liability.

Bryan, Pendleton, Swats & McAllister, LLC, 5301 Virginia Way, Suite 400, Brentwood, TN 37027 completed the actuary study for the December 31, 2017 reporting requirements with a valuation date of January 1, 2018. The actuarial valuation method was Entry Age Normal. The amortization period was a closed 30 year period. The Discount rate was 3.10% per annum, based on S&P Municipal Bond 20-Year High Grade Index as of November 30, 2017. Salary increases were 2.00% per annum, and plan participation was 7.5% of future eligible retirees are assumed to elect medical coverage upon retirement. The valuation provided reflects a best estimate of the potential impact of the Patient Protection and Affordable Care Act (PPACA). Consideration has been made for provisions of the law that are effective as of the valuation date as well as those provisions that will take effect in the future. In particular, the anticipated future excise tax has been valued and added to the liability reflected in the valuation report. The estimated present value of all future excise tax payments is approximately \$4,100,000 for Statement No. 45.

Annual medical claims cost – age 65

	LEOFF	Non-LEOFF
Pre-Medicare	N/A	\$20,602
Post-Medicare	\$5,302	\$ 8,241

These amounts are assumed to increase 3% per year of each year after age 65, and decrease 3% per year for each age prior to age 65. These amounts are assumed to increase at the health care cost trend rate, which is 8.0% to grade uniformly to 5.0% over a 10 year period for medical.

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Annual OPEB costs of \$422,632 less expenses of \$143,967 along with deferred experience losses of \$864,296 and deferred assumption changes of \$179,088 resulted in an additional OPEB obligation of \$963,873.

The following presents the total OPEB liability of Skagit County calculated using the stated health care cost trend assumption, as well as what the OPEB liability would be if it were calculated using a healthcare cost trend rate that is 1 percentage point lower or 1 percentage point higher than the assumed trend rate.

	1% Decrease 6.50% to 5.75% over 3 years	Current Healthcare Cost Trend Rate 7.50% to 6.75% over 3 years	1% Increase (8.50% to 7.75% over 3 years)
Total OPEB Liability	\$ 4,512,609	\$ 5,425,871	\$ 6,636,303

The following represents the net OPEB liability calculated using the stated discount rate, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower or 1 percentage point higher than the current rate:

	1% Decrease (2.26%)	Current Discount Rate (3.26%)	1% Increase (4.26%)
Total OPEB Liability	\$ 6,509,497	\$ 5,425,871	\$ 4,587,215

Changes in the Total OPEB Liability

As of January 1, 2019, the most recent actuarial valuation date, the plan was zero percent funded. See RSI section for the Schedule of Funding Progress.

Total OPEB liability at 1/1/2018	\$ 4,461,998
Service Cost	206,608
Interest	147,503
Changes of benefit terms	-
Differences between expected and actual experience	950,726
Changes of assumptions	(196,997)
Benefit payments	(143,967)
Other changes	-
Total OPEB Liability at 12/31/2019	\$ 5,425,871

The measurement date of the total OPEB liability is December 31, 2019 with a reporting date of December 31, 2019. The actuarial valuation results are based on the January 1, 2020 actuarial valuation date. There were no changes between the measurement date of the total OPEB liability and the date of the reporting date of these financials that would have a significant effect on the total OPEB liability and the amount of the expected change in the total liability.

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At December 31, 2019 the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Balance at December 31, 2018	\$ 10,027	\$ -
Differences between expected and actual experience	864,296	-
Changes of assumptions	-	179,088
Payments subsequent to the measurement date	(10,027)	-
TOTAL	\$ 864,296	\$ 179,088

Changes of assumptions and experience losses are amortized over the average remaining service period of actives and inactives (no future service is assumed for inactives for this calculation)

Other amounts reported as deferred outflows and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year ended December 31:	
2020	\$ 68,521
2021	\$ 68,521
2022	\$ 68,521
2023	\$ 68,521
2024	\$ 68,521
Thereafter	\$ 342,603

XI. RISK MANAGEMENT

Skagit 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, 2019, 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

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anywhere in the world. Total coverage limits are \$25 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 2019, Skagit County selects a per-occurrence deductible of \$100,000.

Members make an annual contribution to fund the Pool. The Pool acquires excess and reinsurance for further protection from larger losses. For the first \$10,000,000 of coverage the Pool acquires reinsurance. The reinsurance agreements are written with self-insured retentions ("SIRs") equal to the amount of the layer of coverage below. For 2018-19 the Pool's SIR was \$1,000,000 (for 2019-20, the Pool's SIR increased to \$2,000,000). More recent years' reinsurance programs have included "corridor deductibles" with aggregated stop losses which have the effect of increasing the Pool's SIR. For 2018-19 the "corridor" increased the SIR to \$2,000,000 with losses between \$1,000,000 and \$2,000,000 having an annual aggregated stop loss of \$2.5 million. The other reinsurance agreements respond up to the applicable policy limits and the agreements contain aggregate limits for the maximum annual reimbursements for the Pool of \$20 million (lowest reinsured layer), \$30 million (second layer), and \$50 million (third layer). The Pool purchases excess coverage of the additional \$10,000,000 with an aggregate limit of \$100,000,000. Since the Pool is a cooperative program, there is a joint liability among the participating members. Sixteen of the Pool's 26 member counties group purchase an additional \$5,000,000 policy in excess of the pooled \$20,000,000.

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

The Pool is fully funded by its member participants. Claims are filed directly with the Pool by members and adjusted by one of the 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 2018-19, Skagit 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.

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Skagit 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 2018-19, the WCRP's assets slightly increased to \$60.6 million while its liabilities increased to \$40.6 million. The Pool's net position remained at \$19.8 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, 2019 was zero (\$0). As such, there were no known contingent liabilities at that time for disclosure by the member counties.

The following schedule details the current year's and the prior two year's claims liability activity:

Fiscal Year	Beginning Balance	Current Year		Year End Balance
		Claims & Changes in Estimate	Claim Payments	
2019	\$ 472,069	\$ 390,711	\$ 19,419	\$ 843,361
2018	\$ 322,198	\$ 197,521	\$ 47,650	\$ 472,069
2017	\$ 470,739	\$ (25,865)	\$ 122,676	\$ 322,198

Other Insurance

Employee on-the-job injuries are covered by industrial insurance through the State of Washington Department of Labor & Industries (L&I). All employees and some volunteers, except LEOFF-1 members and ferry crewmembers, are covered to statutory limits. Industrial insurance (L&I) rates are occupation and experienced based, with base premiums adjusted for individual entity claims experience. The experience modification multiplier was .9941 in 2017, .9869 in 2018 and 1.1280 in 2019.

Skagit County is self-insured for unemployment claims. These claims are processed by the Washington State Department of Employment Security and the county is billed for them on a quarterly basis. The

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County has established an Unemployment Compensation Fund which charges other County funds based on estimates of future claims, and pays the claims when they are billed. The Unemployment Compensation Fund had Net Position of \$845,588 at December 31, 2019.

The County is self-insured for dental insurance claims. Washington Dental Services serves as the third party administrator and bills the County for claims paid. Administrative fees and charges paid to Washington Dental Service totaled \$75,935 for 2019. Dental claims activity for 2019 and the preceding two years are as follows:

Fiscal Year	Beginning Balance	Current Year		Year End Balance
		Claims & Changes in Estimate	Claim Payments	
2019	\$ 20,136	\$ 750,887	\$ 753,331	\$ 17,692
2018	\$ 19,209	\$ 678,441	\$ 677,514	\$ 20,136
2017	\$ 103,393	\$ 670,491	\$ 754,675	\$ 19,209

The County is self-insured for medical insurance coverage for eligible employees. The claims processing is administered by Trusteed Plans. The County's health benefits broker, Wells Fargo, recommends the premiums charged to County funds. These amounts are transferred to the Insurance Services Fund, which pays the amount billed by the claims processor. An insurance policy is in place to cover claims in excess of \$175,000 per claimant.

Administrative fees and charges paid to Trusteed Plans totaled \$376,964 for 2019. Medical claims activity for 2019 and the preceding two years are as follows:

Fiscal Year	Beginning Balance	Current Year		Year End Balance
		Claims & Changes in Estimate	Claim Payments	
2019	\$ 1,663,759	\$ 12,320,094	\$ 12,082,997	\$ 1,900,856
2018	1,589,574	10,920,383	10,846,198	1,663,759
2017	1,759,000	10,187,034	10,356,460	1,589,574

XII. COMMITMENTS, CONTINGENCIES AND LITIGATION

Amounts received or receivable from grantor agencies are subject to audit and adjustment. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable fund. The amount, if any, of expenditures which may be disallowed by a grantor is expected to be immaterial. As discussed in Note VIII, the County is contingently liable for repayment of refunded debt.

Skagit County is named as the defendant in various lawsuits. Although the outcome of these legal actions is not presently determinable, the County is of the opinion that present reserves are available to adequately cover potential settlements without adversely affecting the financial condition of the County.

In January of 2013, the County entered into an Interlocal agreement contract number C20130043 with the Skagit Regional Public Facilities District whereby the County agreed to issue bonds to refund the PFD 2003 bond issue in order to take advantage of better rates. In February of 2013, the County issued \$8.6 million GO Refunding bonds to refund both the County's 2003 bond issue as well as the Public Facilities

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District's 2003 bond issue. The PFD's portion of the refunding bonds was \$7,985,000. The balance of the PFD portion of the bond on December 31, 2019 was \$5,735,000, of which \$470,000 is current. The average interest rate received on the refinancing bonds, which pay principal and interest in 2013 through 2026, is 1.89%. The County will reduce the PFD's dedicated sales and use tax to cover the debt service of the PFD's portion of the refunded bonds. In the event that the PFD cannot cover the debt service for any given year, the County remains responsible for that debt, however; the debt is legally owed to the County by the PFD and secured by the Interlocal agreement. The County used the balance sheet method to account for the PFD debt service. Accordingly, the County reports a receivable in the debt service fund that will be systematically reduced as the funds are received and the bonds are paid.

XIII. LEASING COMMITMENTS

Future minimum rental payments required under operating leases that have initial or remaining non-cancelable lease terms in excess of one year as of December 31, 2019 are as follows:

Year	Rental Payments Due
2020	7,612
2021	7,727
2022	7,846
2023	7,969
2024	8,095
Total	39,249

All leases represent leased property to the County. 2019 rent expense for all operating leases, except those with terms of a month or less were all renewed.

XIV. CONSTRUCTION

At December 31, 2019, the County had pending construction project contracts in progress. The commitments related to the remaining contract balances are summarized as follows:

	Total Contracts	Expended to 12/31/2019	Balance Unexpended
Governmental Activities			
Clean Water Fund	\$ 5,535,000	3,349,047	\$ 2,185,952
Non-Major Government Funds	\$ 5,227,608	2,514,024	\$ 2,713,582
Road Fund	\$ 24,459,595	21,385,750	\$ 3,073,845
Proprietary Activities			
Solid Waste	\$ 286,573	108,140	\$ 178,432

XV. LANDFILL POST CLOSURE COSTS AND POLLUTION REMEDIATION OBLIGATIONS

Landfill Post Closure Costs

State and federal laws and regulations require Skagit County to perform landfill maintenance and monitoring activities for a minimum of twenty to thirty years after closure. Accordingly, a long-term liability

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December 31, 2019

for post closure costs in the amount of \$23,222,276 of which \$189,000 is the current portion, is reported in the Solid Waste Fund at December 31, 2019.

Post closure care cost estimates are based on the minimum number of years of maintenance and monitoring required by law multiplied by the current annual expense incurred. The actual future cost may be higher due to inflation, changes in technology, or changes in landfill laws and regulations.

Liabilities for Pollution Remediation Obligations

In accordance with Governmental Accounting Standards Board Statement No. 49, "Accounting and Financial Reporting for Pollution Remediation Obligations", which became effective for the 2008 reporting year, liabilities for environmental cleanup obligations were recorded in the Solid Waste fund and the Equipment Rental and Revolving Fund.

Whitmarsh Landfill

The Solid Waste Fund recognized a liability of \$20.3 million, of which \$15,000 is the combined current portion, for the closed Whitmarsh Landfill site and Sinnes Road Landfill site. In 2007, Skagit County received notice from the Department of Ecology that it was being named a Potentially Liable Party (PLP) under Washington's Model Toxics Control Act (MTCA), as a former operator of the landfill, for releases of leachate from the landfill to the environment. Skagit County implemented a preliminary investigation of the site in 2008 and entered into an Agreed Order with the Department of Ecology along with 3 other named parties. As of December 31, 2019, the County is in Phase II Remedial Investigation, Feasibility Study, and a Cleanup Action Plan and the recognition of the liability.

Sinnes Road Landfill

The Solid Waste Fund recognized a liability of \$508,133, of which \$174,000 is the combined current portion, for the closed Whitmarsh Landfill site and Sinnes Road Landfill site. The Skagit County Health Department facilitated an Agreed Order between the County and two other parties to address the releases of leachate from the landfill to the environment. As of December 31, 2019, the County is in the remedial action stage, with long-term monitoring and maintenance to be determined.

Alger Landfill

The Department of Ecology has ranked the closed Alger Landfill under the Model Toxics Control Act State Hazard Assessment program. It scored a "3" on a scale of 1 to 5, with 1 being the highest relative priority. As of December 31, 2019, no further action has been taken either by the Department of Ecology or the County.

Panorama Landfill

The Department of Ecology has ranked the closed Panorama Landfill under the Model Toxics Control Act State Hazard Assessment program. It scored a "5" on a scale of 1 to 5, with 1 being the highest relative priority. As of December 31, 2019, no further action has been taken either by the Department of Ecology or the County.

The County has received notice from the state Department of Ecology that the Panorama Landfill site will be ranked per the Washington Model Toxic Control Act. The County likely has some liability related to this

Skagit County, Washington
Notes to the Financial Statements
December 31, 2019

landfill. Because it has not been ranked, the County has not estimated a liability as of 2019. The County's remediation activities to date have consisted of occasional monitoring of nearby wells and surface water.

These liabilities were computed using the expected cash flow technique, with probabilities assigned to a range of potential costs. They are recorded net of possible insurance recoveries. The actual future costs may be higher due to inflation, changes in technology, changes in remedial plans, or changes in environmental laws and regulations.

XVI. ASSET RETIREMENT OBLIGATIONS

With the implementation of GASB 83 the County's three fuel tanks upon retirement in compliance with state regulations would require cleanup in the estimated amount of \$270,000, if and when they are determined to be retired. This cost was recorded in the Internal Services Fund as expense and liability in the year ending December 31, 2019. The date of retirement cannot be estimated at this time and the ultimate cost will be paid from Internal Service funds.

XVII. EXTRAORDINARY EVENTS

On December 31, 2018 Skagit County's component unit, Central Valley Ambulance Authority, ceased operations and was dissolved by the Board of Commissioners on February 28, 2019. Per GASB 69, Government Combinations and Disposals of Government Operations, the 2019 final operations are reported net as a special item in Governmental Funds in the amount of \$514,168.

Pursuant to a completed Remedial Investigation/Feasibility Study (RI/FS) for the Whitmarsh Landfill site (the "site"), and consistent with a draft Cleanup Action Plan (DCAP) for the site, during 2019 the County determined and made a one-time adjustment to the estimated gross liability for the cost of cleanup of the site in the currently estimated amount of \$1,7708,726. This estimate does not include any undeterminable revenue (such as grant funding or settlement proceeds) that may or may not be received to offset a portion of this estimated expense.

XVIII. ACCOUNTING AND REPORTING CHANGES

Implementation of GASB 83, Certain Asset Retirement Obligations, resulted in the recording of an additional liability estimated to be \$270,000 in the Internal Services Fund to record the cost of cleanup of three fuel tanks, if and when they are determined to be retired. No prior period adjustment was made as the adjustment was not material. See Note XVI.

Implementation of GASB 84, Fiduciary Activities disclosed no new funds that were determined to be custodial in nature but resulted in revised statements of Net Position and Changes to Net Position to comply with the required format as stated in GASB 84.

XIX. SUBSEQUENT EVENTS

March 25, 2020 Governor Inslee declared a "Stay at Home" directive which essentially shut down small businesses and only "essential" business continued to operate. In light of this directive there will be an impact on the expenses of the County and an undeterminable impact on the overall revenues to the County.

On March 24, 2020 Skagit County Commissioners adopted a resolution to incur an additional long term debt of \$3.4 million. These funds are to be loaned to Skagit Regional Public Facilities District (PFD) for capital improvements. Skagit County is to be paid from PFD sales taxes.

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Required Supplementary Information



SKAGIT COUNTY, WASHINGTON

General Fund

Schedule of Revenues

Budget and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget
	Original Budget	Final Budget		
General Property Taxes	26,906,802	26,906,802	27,077,735	170,933
Timber Harvest Taxes	-	-	-	-
Retail Sales and Use Taxes	11,036,435	11,036,435	12,023,101	986,666
Business Taxes	-	-	-	-
Excise Taxes	581,800	581,800	655,157	73,357
Penalties and Interest on Delinquent Taxes	-	-	-	-
Total Taxes	38,525,037	38,525,037	39,755,993	1,230,956
Licenses and Permits	327,500	327,500	384,561	57,061
Total Licenses and Permits	327,500	327,500	384,561	57,061
Indirect Federal Grants	809,041	883,141	738,824	(144,317)
State Grants	1,265,242	1,265,242	1,085,078	(180,164)
State Shared Revenue	264,460	264,460	1,772,516	1,508,056
In Lieu and Federal Entitlement Revenue	1,100,000	1,100,000	1,247,373	147,373
In Lieu and State Entitlement Revenue	2,388,523	2,388,523	2,460,300	71,777
Intergovernmental Revenue	790,915	790,915	614,873	(176,042)
Total Intergovernmental Revenue	6,618,181	6,692,281	7,918,964	1,226,683
General Government	3,176,592	3,176,592	3,424,806	248,214
Public Safety	309,050	309,050	360,857	51,807
Health and Human Services	54,300	54,300	46,421	(7,879)
Economic Environment	15,000	15,000	13,358	(1,642)
Culture and Recreation	-	-	-	-
Interfund Charges for Services	55,000	55,000	56,600	1,600
Total Charges for Goods and Services	3,609,942	3,609,942	3,902,042	292,100
Superior Court Felony/Misdemeanor Penalties	18,500	18,500	21,499	2,999
Civil Penalties	31,250	31,250	26,806	(4,444)
Civil Infraction Penalties	1,260,000	1,260,000	1,281,018	21,018
Civil Parking Infraction	1,300	1,300	3,138	1,838
Criminal Traffic Misdemeanor	184,000	184,000	203,382	19,382
Criminal Non-Traffic Fines	28,750	28,750	38,973	10,223
Criminal Costs	950	950	14,948	13,998
Non-Court Fines, Forfeitures	35,000	35,000	480,801	445,801
Total Fines and Forfeits	1,559,750	1,559,750	2,070,565	510,815
Interest Earnings	3,134,800	3,134,800	4,408,585	1,273,785
Rents, Leases, Concessions	72,550	72,550	94,129	21,579
Interfund/Interdepartment Miscellaneous	-	-	-	-
Contributions/Donations	38,577	38,577	248,327	209,750
Other Miscellaneous Revenue	33,325	33,325	100,370	67,045
Total Miscellaneous Revenues	3,279,252	3,279,252	4,851,411	1,572,159
Agency Type Deposits	2,000	2,000	1,961	(39)
Total Non-Revenues	2,000	2,000	1,961	(39)
Total Revenues	53,921,662	53,995,762	58,885,497	4,889,735

SKAGIT COUNTY, WASHINGTON

Schedule of Expenditures Budget

For the Year Ending December 31, 2019

		Budgeted Amounts			
		Original Budget	Final Budget	Actual	Variance with Final Budget
General Government					
<u>Assessor</u>					
	Salaries and Wages	1,342,569	1,342,569	1,206,417	(136,152)
	Personnel Benefits	743,653	743,653	667,043	(76,610)
	Supplies	6,000	6,000	3,951	(2,049)
	Other Services and Charges	56,104	56,104	53,142	(2,962)
	Interfund Payments for Services	-	-	-	-
	Total Assessor	2,148,326	2,148,326	1,930,553	(217,773)
<u>Auditor</u>					
	Salaries and Wages	856,584	881,370	794,522	(86,848)
	Personnel Benefits	434,565	436,903	403,802	(33,101)
	Supplies	18,000	17,268	15,110	(2,158)
	Other Services and Charges	22,700	22,700	12,372	(10,328)
	Total Auditor	1,331,849	1,358,241	1,225,805	(132,435)
<u>Board of Equalization</u>					
	Salaries and Wages	27,144	28,644	26,959	(1,685)
	Personnel Benefits	8,858	8,858	9,018	160
	Supplies	250	250	139	(111)
	Other Services and Charges	550	1,500	745	(755)
	Total Board of Equalization	36,802	39,252	36,861	(2,391)
<u>Commissioners</u>					
	Salaries and Wages	492,490	493,490	493,019	(471)
	Personnel Benefits	188,865	188,865	190,880	2,015
	Supplies	2,500	2,500	1,367	(1,133)
	Other Services and Charges	34,575	34,575	30,589	(3,986)
	Total Commissioners	718,430	719,430	715,855	(3,575)
<u>Administrative Services</u>					
	Salaries and Wages	736,474	736,474	680,674	(55,800)
	Personnel Benefits	313,239	313,239	296,188	(17,051)
	Supplies	8,150	8,150	5,745	(2,405)
	Other Services and Charges	231,090	231,090	175,513	(55,577)
	Total Administrative Services	1,288,953	1,288,953	1,158,120	(130,833)
<u>General Maintenance</u>					
	Salaries and Wages	883,257	883,257	822,026	(61,231)
	Personnel Benefits	526,298	526,298	487,832	(38,466)
	Supplies	242,300	242,300	178,547	(63,753)
	Other Services and Charges	1,383,848	1,383,848	1,034,126	(349,722)
	Total General Maintenance	3,035,703	3,035,703	2,522,531	(513,172)

SKAGIT COUNTY, WASHINGTON
Schedule of Expenditures Budget
For the Year Ending December 31, 2019

	<u>Budgeted Amounts</u>			Variance with Final Budget
	Original Budget	Final Budget	Actual	
<u>Prosecuting Attorney</u>				
Salaries and Wages	3,197,912	3,197,912	3,001,006	(196,906)
Personnel Benefits	1,457,077	1,457,077	1,394,312	(62,765)
Supplies	34,500	34,500	32,456	(2,044)
Other Services and Charges	397,447	397,447	163,345	(234,102)
Interfund Payments for Services	-	-	-	-
Total Prosecuting Attorney	5,086,936	5,086,936	4,591,119	(495,817)
<u>Treasurer</u>				
Salaries and Wages	679,195	683,195	679,538	(3,657)
Personnel Benefits	330,350	330,350	317,315	(13,035)
Supplies	17,000	17,000	11,638	(5,362)
Other Services and Charges	162,450	158,450	92,909	(65,541)
Total Treasurer	1,188,995	1,188,995	1,101,400	(87,595)
<u>Non Departmental Expenditures</u>				
Salaries and Wages	-	-	-	-
Personnel Benefits	72,807	72,807	71,901	(906)
Supplies	-	-	-	-
Other Services and Charges	8,786,585	10,398,585	6,666,754	(3,731,831)
Interfund Payments for Services	(1,421,771)	(1,421,771)	-	1,421,771
Total Non Departmental Expenditures	7,437,621	9,049,621	6,738,655	(2,310,966)
Total General Government	\$ 22,273,615	\$ 23,915,457	\$ 20,020,899	\$ (3,894,557)
Budgeted transfers	(6,635,875)	(6,635,875)	(6,635,875)	-
Net General Government	\$ 15,637,740	\$ 17,279,582	\$ 13,385,024	\$ (3,894,557)
<u>Judicial</u>				
<u>County Clerk</u>				
Salaries and Wages	1,097,447	1,097,447	1,027,946	(69,501)
Personnel Benefits	588,731	588,731	568,623	(20,108)
Supplies	22,500	22,500	13,724	(8,776)
Other Services and Charges	28,327	28,327	15,812	(12,515)
Total County Clerk	1,737,005	1,737,005	1,626,105	(110,900)
<u>District Court</u>				
Salaries and Wages	1,604,090	1,641,032	1,624,874	(16,158)
Personnel Benefits	739,768	747,334	738,944	(8,390)
Supplies	18,500	18,500	14,010	(4,490)
Other Services and Charges	108,079	110,489	103,362	(7,127)
Interfund Payments for Services	-	-	-	-
Total District Court	2,470,437	2,517,355	2,481,190	(36,165)

SKAGIT COUNTY, WASHINGTON

Schedule of Expenditures Budget

For the Year Ending December 31, 2019

	<u>Budgeted Amounts</u>			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Public Defender				
Salaries and Wages	2,432,789	2,432,789	2,296,687	(136,102)
Personnel Benefits	1,127,373	1,127,373	1,057,168	(70,205)
Supplies	23,500	23,500	16,623	(6,877)
Other Services and Charges	539,600	605,100	617,441	12,341
Total Public Defender	4,123,262	4,188,762	3,987,919	(200,843)
Superior Courts				
Salaries and Wages	1,231,093	1,231,093	1,125,013	(106,080)
Personnel Benefits	401,226	401,226	369,529	(31,697)
Supplies	16,970	16,970	15,671	(1,299)
Other Services and Charges	487,465	487,465	424,460	(63,005)
Total Superior Courts	2,136,754	2,136,754	1,934,673	(202,081)
Assigned Counsel				
Salaries and Wages	180,063	186,563	186,939	376
Personnel Benefits	94,227	95,834	95,398	(436)
Supplies	2,000	2,000	1,654	(346)
Other Services and Charges	620,000	760,000	700,011	(59,989)
Total Assigned Counsel	896,290	1,044,397	984,002	(60,395)
Mediation Services				
Other Services and Charges	84,241	84,241	80,951	(3,290)
Total Mediation Services	84,241	84,241	80,951	(3,290)
Total Judicial				
	\$ 11,447,989	\$ 11,708,514	\$ 11,094,840	\$ (613,674)
Public Safety				
District Court Probation				
Salaries and Wages	445,065	448,350	444,925	(3,425)
Personnel Benefits	226,567	226,933	221,251	(5,682)
Supplies	3,000	3,000	3,156	156
Other Services and Charges	8,871	8,871	8,297	(574)
Total District Court Probation	683,503	687,154	677,629	(9,525)
Non-Departmental - County Jail Costs				
Interfund Payments for Services	10,978,949	10,988,949	10,978,949	(10,000)
Total Non-Departmental - County Jail Costs	10,978,949	10,988,949	10,978,949	(10,000)
Office of Juvenile Court				
Salaries and Wages	1,883,738	1,883,738	1,763,757	(119,981)
Personnel Benefits	935,819	935,819	910,567	(25,252)
Supplies	47,350	47,350	30,513	(16,837)
Other Services and Charges	177,289	177,289	135,428	(41,861)
Interfund Payments for Services	-	-	-	-
Total Office of Juvenile Court	3,044,196	3,044,196	2,840,265	(203,931)

SKAGIT COUNTY, WASHINGTON

Schedule of Expenditures Budget

For the Year Ending December 31, 2019

	<u>Budgeted Amounts</u>			Variance with Final Budget
	Original Budget	Final Budget	Actual	
<u>Civil Service Commission</u>				-
Salaries and Wages	30,979	30,979	21,110	(9,869)
Personnel Benefits	7,063	7,063	5,242	(1,821)
Supplies	-	-	-	-
Other Services and Charges	950	950	851	(99)
Total Civil Service Commission	<u>38,992</u>	<u>38,992</u>	<u>27,203</u>	<u>(11,789)</u>
<u>Sheriff</u>				-
Salaries and Wages	5,712,697	5,694,991	5,515,469	(179,522)
Personnel Benefits	2,290,440	2,288,146	2,280,888	(7,258)
Supplies	85,630	121,130	135,192	14,062
Other Services and Charges	1,033,892	1,063,892	1,517,693	453,801
Interfund Payments for Services	402,657	427,657	-	(427,657)
Total Sheriff	<u>9,525,316</u>	<u>9,595,816</u>	<u>9,449,242</u>	<u>(146,574)</u>
Total Public Safety	\$ 24,270,956	\$ 24,355,107	\$ 23,973,288	\$ (381,819)
Physical Environment				
<u>Sustainability</u>				-
Salaries and Wages	4,599	4,599	1,976	(2,623)
Personnel Benefits	1,905	1,905	860	(1,045)
Supplies	5,000	5,000	-	(5,000)
Other Services and Charges	700	700	304	(396)
Interfund Payments for Services	-	-	-	-
Total Sustainability	<u>12,204</u>	<u>12,204</u>	<u>3,140</u>	<u>(9,064)</u>
Total Physical Environment	\$ 12,204	\$ 12,204	\$ 3,140	\$ (9,064)

SKAGIT COUNTY, WASHINGTON
Schedule of Expenditures Budget
For the Year Ending December 31, 2019

	<u>Budgeted Amounts</u>			Variance with Final Budget
	Original Budget	Final Budget	Actual	
<i>Economic Environment</i>				
<u>Boundary Review Board</u>				
Salaries and Wages	1,511	1,511	1,507	(4)
Personnel Benefits	883	883	863	(20)
Supplies	-	-	-	-
Other Services and Charges	10,000	10,000	6,048	(3,952)
Total Boundary Review Board	12,394	12,394	8,418	(3,976)
<u>Hearing Examiner</u>				
Salaries and Wages	11,083	11,783	11,652	(131)
Personnel Benefits	6,470	6,470	6,391	(79)
Supplies	100	100	-	(100)
Other Services and Charges	60,000	60,000	60,024	24
Total Hearing Examiner	77,653	78,353	78,067	(286)
<u>Animal Control</u>				
Salaries and Wages	56,285	56,285	58,933	2,648
Personnel Benefits	31,446	31,446	33,952	2,506
Supplies	3,000	3,000	212	(2,788)
Other Services and Charges	44,673	44,673	35,920	(8,753)
Interfund Payments for Service	-	-	-	-
Total Animal Control	135,404	135,404	129,017	(6,387)
<u>Noxious Weed Control</u>				
Salaries and Wages	102,025	102,025	83,697	(18,328)
Personnel Benefits	38,436	38,436	38,772	336
Supplies	13,625	13,625	6,508	(7,117)
Other Services and Charges	21,431	21,431	20,770	(661)
Interfund Payments for Service	1,500	1,500	-	(1,500)
Total Noxious Weed Control	177,017	177,017	149,747	(27,270)
<u>AG Advisory Board</u>				
Salaries and Wages	1,516	1,516	1,313	(203)
Personnel Benefits	884	884	770	(114)
Other Services and Charges	-	-	-	-
Total AG Advisory Board	2,400	2,400	2,083	(317)
Total Economic Environment	\$ 404,868	\$ 405,568	\$ 367,332	\$ (38,236)

SKAGIT COUNTY, WASHINGTON
Schedule of Expenditures Budget (GAAP Basis) and Actual
For the Year Ending December 31, 2019

	<u>Budgeted Amounts</u>			Variance with Final Budget
	Original Budget	Final Budget	Actual	
<i>Health and Human Services</i>				
<u>Coroner</u>				
Salaries and Wages	195,742	204,124	202,033	(2,091)
Personnel Benefits	79,112	79,112	79,804	692
Supplies	10,700	16,300	13,063	(3,237)
Other Services and Charges	133,647	132,065	127,460	(4,605)
Interfund Payment for Services	-	-	-	-
Total Coroner Extension	<u>419,201</u>	<u>431,601</u>	<u>422,360</u>	<u>(9,241)</u>
Total Health and Human Services	\$ 419,201	\$ 431,601	\$ 422,360	\$ (9,241)
<i>Culture and Recreation</i>				
<u>Cooperative Extension</u>				
Salaries and Wages	-	-	-	-
Personnel Benefits	-	-	-	-
Supplies	-	-	-	-
Other Services and Charges	342,667	342,667	325,468	(17,199)
Total Cooperative Extension	<u>342,667</u>	<u>342,667</u>	<u>325,468</u>	<u>(17,199)</u>
<u>Historical Museum</u>				
Salaries and Wages	-	-	-	-
Personnel Benefits	-	-	-	-
Supplies	-	-	-	-
Other Services and Charges	170,000	170,000	170,000	-
Total Historical Museum	<u>170,000</u>	<u>170,000</u>	<u>170,000</u>	<u>-</u>
Total Culture and Recreation	\$ 512,667	\$ 512,667	\$ 495,468	\$ (17,199)
<u>Debt Service</u>				
Debt Service	10,000	10,000	10,000	-
Total Debt Service	<u>10,000</u>	<u>10,000</u>	<u>10,000</u>	<u>-</u>
<u>Capital Outlay</u>				
Capital Outlay	20,000	60,000	40,192	(19,808)
Total Capital Outlay	<u>20,000</u>	<u>60,000</u>	<u>40,192</u>	<u>(19,808)</u>
EXPENDITURES	59,371,500	61,411,118	56,427,519	(4,983,598)
BUDGETED TRANSFERS	6,635,875	6,635,875	6,635,875	-
TOTAL	\$ 52,735,625	\$ 54,775,243	\$ 49,791,644	\$ (4,983,598)

SKAGIT COUNTY, WASHINGTON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual
Mental Health Fund
For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Budgeted Fund Balance, January 1	\$ 2,980,418	\$ 3,076,039	\$ 8,913,897	
Resources (in-flows)				
General Property Taxes	354,562	354,562	366,873	12,311
Timber Harvest Taxes	6,815	6,815	8,577	1,762
Excise Taxes	3,347,613	3,347,613	3,419,174	71,561
Licenses and Permits				-
Intergovernmental Revenues	1,947,949	2,108,443	1,713,719	(394,724)
Charges for Services	2,500,000	130,723	235,467	104,744
Interest Earnings	45,000	45,000	157,003	112,003
Other Revenue	15,282	15,282	55,904	40,622
Total Resources (in-flows)	<u>8,217,221</u>	<u>6,008,438</u>	<u>5,956,717</u>	<u>(51,721)</u>
Amounts Available for Appropriation	11,197,639	9,084,477	14,870,614	
Charges to Appropriations (out-flows)				
Health and Human Services	10,574,433	8,461,271	5,765,297	(2,695,974)
Transfers Out	623,206	623,206	-	(623,206)
Amount Charged to Appropriations (out-flows)	<u>11,197,639</u>	<u>9,084,477</u>	<u>5,765,297</u>	<u>(3,319,180)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,105,317</u>	

SKAGIT COUNTY, WASHINGTON
Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget to Actual
County Road Fund
For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance</u>
	<u>Original</u>	<u>Final</u>		
Budgeted Fund Balance, January 1	\$ 213,804	\$ 213,804	\$ 12,060,795	
Resources (in-flows)				
General Property Taxes	14,024,566	14,024,566	14,297,166	272,600
Timber Harvest Taxes	300,000	300,000	483,738	183,738
Excise Taxes	50,000	50,000	72,062	22,062
Licenses and Permits	104,000	104,000	88,556	(15,444)
Intergovernmental Revenues	9,406,085	9,406,085	9,818,375	412,290
Charges for Services	1,785,000	1,785,000	2,247,723	462,723
Interest Earnings	1,200	1,200	9,465	8,265
Other Revenue	47,000	47,000	284,463	237,463
Total Resources (in-flows)	<u>25,717,851</u>	<u>25,717,851</u>	<u>27,301,548</u>	<u>1,583,697</u>
Amounts Available for Appropriation	25,931,655	25,931,655	39,362,343	
Charges to Appropriations (out-flows)				
General Government	790,000	790,000	787,463	(2,537)
Transportation	21,534,584	21,534,584	21,785,478	250,894
Capital Expenditures	3,574,500	3,574,500	1,686,610	(1,887,890)
Transfers Out	32,571	32,571	24,697	(7,874)
Amount Charged to Appropriations (out-flows)	<u>25,931,655</u>	<u>25,931,655</u>	<u>24,284,248</u>	<u>(1,647,407)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 15,078,095</u>	

SKAGIT COUNTY, WASHINGTON

Notes to Required Supplementary Information

The annual budget for Skagit County is adopted in accordance with the provisions of the Revised Code of Washington (RCW), as interpreted by the Budget, Accounting, and Reporting System (BARS) of the State of Washington, and on a basis consistent with generally accepted accounting principles. All government funds with the exception of the Treasurer's O&M fund, as per RCW 84.56.020(9), have legally adopted budgets.

The annual appropriated budget is adopted at the department level within the General Fund, and at the fund level for government funds.

Appropriations at the department level and the budgets constitute the legal authority for expenditures at purposes, expenditures are further segregated by object class of expenditure. Object class refers to a segmentation of expenditures into five categories. These categories are salaries and wages, personnel benefits, supplies, other services and charges, and capital expenditures. Expenditures may not exceed appropriations at the department level and the budgets constitute the legal authority for expenditures at that level. All appropriations lapse thirty days after the close of each year.

Budget status reports are used to compare the budgeted amounts with actual revenues and expenditures. Revenues and expenditures can be monitored at fund, department, division, activity, or object class level.

Skagit County adheres to the statutory provisions established by the Revised Code of Washington (RCW) 36.40. Significant procedures in the budget process include the following:

On or before the second Monday in July, County officials are requested to prepare estimates of revenues and expenditures for the next fiscal year.

On or before the third Friday in August, each County official submits detailed estimates of probable revenues and expenditures for the ensuing year.

On or before the first Tuesday in September, the preliminary annual budget is submitted to the Board of County Commissioners.

The Commissioners conduct public meetings on the proposed budget from September through October.

The Commissioners hold a public hearing on or before the first Monday in December to receive testimony on the budget.

The Commissioners make adjustments to the proposed budget and adopt, by resolution, a final balanced budget no later than December 31.

Upon Adoption, the final budget is made available to the public.

Budget revisions in the form of supplemental appropriation resolutions are approved by the Board of County Commissioners in the legally prescribed manner during public meetings throughout the year. Any proposed revisions which alter the total appropriation of any fund are published in the County's legal newspaper once per week for two consecutive weeks before the public hearing to enable taxpayer input.

Changes to the appropriation for object classes that do not alter the total budget for any fund may be made by resolution approved by a simple majority during any public meeting.

Required Supplementary Information
Schedule of Proportionate Share of the Net Pension Liability*
PERS Plan 1
As of June 30, 2019

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Employer's proportion of the net pension liability (asset)	0.300733%	0.295309%	0.29139100%	0.29004900%	0.28973700%					
Employer's proportionate share of the net pension liability	\$ 15,731,133	\$ 15,859,484	\$ 13,826,730	\$ 12,953,687	\$ 11,141,416					
Total	15,731,133	15,859,484	13,826,730	12,953,687	11,141,416	-	-	-	-	-
Covered payroll	\$ 29,925,575	\$ 30,517,442	\$ 32,670,636	\$ 33,431,853	\$ 35,081,964					
Employer's proportionate share of the net pension liability as a percentage of covered employee payroll	52.5675%	51.9686%	42.3216%	38.7465%	31.7582%					
Plan fiduciary net position as a percentage of the total pension liability	59.10%	57.03%	61.24%	63.22%	67.12000000%					

PERS Plan 2/3
As of June 30, 2019

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Employer's proportion of the net pension liability (asset)	0.342725%	0.333619%	0.32684200%	0.31683000%	0.31758900%					
Employer's proportionate share of the net pension liability	\$ 12,245,760	\$ 16,797,453	\$ 11,356,197	\$ 5,409,590	\$ 3,084,869					
Total	12,245,760	16,797,453	11,356,197	5,409,590	3,084,869	-	-	-	-	-
Covered payroll	\$ 29,163,862	\$ 29,912,652	\$ 32,054,586	\$ 32,863,462	\$ 34,550,719					
Employer's proportionate share of the net pension liability as a percentage of covered employee payroll	41.989499%	56.155011%	35.427683%	16.460804%	8.928523%					
Plan fiduciary net position as a percentage of the total pension liability	89.20%	85.82%	90.97%	95.77%	97.77%					

* The schedule above is intended to show information for 10 years and additional years' information will be displayed as it becomes available.

Required Supplementary Information
Schedule of Proportionate Share of the Net Pension Liability*
PSERS 2
As of June 30, 2019

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Employer's proportion of the net pension liability (asset)	0.773485%	0.841384%	0.946246%	1.11173100%	1.04561100%					
Employer's proportionate share of the net pension liability	\$ 141,176	\$ 357,571	\$ 185,398	\$ 13,774	\$ (135,971)					
Total	141,176	357,571	185,398	13,774	(135,971)					
Covered payroll	\$ 2,173,518	\$ 2,632,585	\$ 3,350,233	\$ 4,360,703	\$ 4,815,457					
Employer's proportionate share of the net pension liability as a percentage of covered employee payroll	6.4952984%	13.5825054%	5.5338838%	0.3158665%	-2.8236365%					
Plan fiduciary net position as a percentage of the total pension liability	95.08%	90.41%	96.26%	99.79%	101.85%					

LEOFF 1
As of June 30, 2019

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Employer's proportion of the net pension liability	0.024877%	0.02478%	0.02462300%	0.02485300%	0.02418700%					
State's proportionate share of the net pension liability (asset) associated with the employer	(2,027,995)	(1,727,015)	(2,526,920)	(3,051,951)	(3,233,741)					
Employer's proportionate share of the net pension liability (asset)	(299,823)	(255,325)	(373,585)	(451,207)	(478,083)					
Total	\$ (2,327,818)	\$ (1,982,340)	\$ (2,900,505)	\$ (3,503,158)	\$ (3,711,824)					
Covered payroll	\$ -	\$ -	\$ -	\$ -	\$ -					
Employer's proportionate share of the net pension liability as a percentage of covered employee payroll	-	-	-	-	-					
Plan fiduciary net position as a percentage of the total pension liability	127.36%	123.74%	135.96%	144.42%	148.78%					

* The schedule above is intended to show information for 10 years and additional years' information will be displayed as it becomes available.

**Required Supplementary Information
Schedule of Employer Contributions
PERS Plan 1
As of December 31, 2019
Last 10 Fiscal Years***

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contributions	1,382,161	1,575,731	1,913,293	2,079,436	2,015,379					
Contributions in relation to the contractually required contributions	1,382,161	1,646,845	1,752,794	1,719,829	2,015,379					
Contribution deficiency (excess)	-									
Covered Employer Payroll	\$ 29,901,234	\$ 29,597,991	\$ 32,640,636	\$ 34,433,998	\$ 34,866,195					
Contributions as a percentage of covered employee payroll	4.6224%	5.3238%	5.8617%	6.0389%	5.7803%					

* The schedule above is intended to show information for 10 years and additional years' information will be displayed as it becomes available.

**PERS Plan 2/3
As of December 31, 2019
Last 10 Fiscal Years***

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contributions	1,526,676	1,808,119	2,184,277	2,545,282	2,652,844					
Contributions in relation to the contractually required contributions	1,526,676	1,809,119	2,184,277	2,545,282	2,652,844					
Contribution deficiency (excess)	-	(1,000)								
Covered payroll	29,290,717	29,036,861	32,054,586	33,888,256	34,437,739					
Contributions as a percentage of covered employee payroll	5.2121497%	6.2269782%	6.8142418%	7.5108085%	7.7033048%					

* The schedule above is intended to show information for 10 years and additional years' information will be displayed as it becomes available.

Required Supplementary Information
Schedule of Proportionate Share of the Net Pension Liability*
LEOFF 2
As of June 30, 2019

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Employer's proportion of the net pension liability (asset)	0.1464060%	0.155763%	0.14759200%	0.14490000%	0.13825600%					
State's proportionate share of the net pension liability (asset) associated with the employer	(994,949)	(590,623)	(1,328,563)	(1,899,361)	(2,097,514)					
Employer's proportionate share of the net pension liability	(1,504,761)	(905,964)	(2,048,099)	(2,941,786)	(3,202,967)					
Total	\$ (2,499,710)	\$ (1,496,587)	\$ (3,376,662)	\$ (4,841,147)	\$ (5,300,481)	-	-	-	-	-
Covered payroll	\$ 4,076,631	\$ 4,541,586	\$ 4,616,954	\$ 4,782,683	\$ 4,855,128					
Employer's proportionate share of the net pension liability as a percentage of covered employee payroll	-36.911873%	-19.948186%	-44.360394%	-61.509115%	-65.970804%					
Plan fiduciary net position as a percentage of the total pension liability	111.67%	106.04%	113.36%	118.50%	119.43%					

* The schedule above is intended to show information for 10 years and additional years' information will be displayed as it becomes available.

**Required Supplementary Information
Schedule of Employer Contributions
PSERS 2
As of December 31, 2019
Last 10 Fiscal Years***

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contributions	144,140	179,027	280,973	247,384	363,521					
Contributions in relation to the contractually required contributions	144,140	179,027	280,973	247,384	363,521					
Contribution deficiency (excess)	-	-								
Covered payroll	\$ 2,329,727	\$ 2,717,069	3,350,233	4,610,178	5,096,791					
Contributions as a percentage of covered employee payroll	6.186970%	6.588975%	8.386670%	5.366040%	7.132351%					

* Until a full 10-year trend is compiled, only those years for which the information is available is presented.

**LEOFF 2
As of December 31, 2019
Last 10 Fiscal Years***

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Contractually required contributions	\$ 214,589	\$ 219,207	\$ 257,132	\$ 247,384	\$ 260,547					
Contributions in relation to the contractually required contributions	214,589	219,207	257,132	247,384	260,547					
Contribution deficiency (excess)	-	-								
Covered payroll	4,297,462	4,340,739	4,616,954	4,742,103	5,006,630					
Contributions as a percentage of covered employee payroll	4.9933919%	5.0499926%	5.5692996%	5.2167572%	5.2040394%					

* Until a full 10-year trend is compiled, only those years for which the information is available is presented.

Skagit County
Schedule of Changes in Total OPEB Liability and Related Ratios
OPEB Plan
For the year ended December 31, 2019 (plan's measurement date)
Last 10 Fiscal Years*

	2018	2019	2020	2021	2022	2023	2024	2025	2026	2027
Total OPEB liability - beginning	\$ 4,364,512	\$ 4,461,998								
Service cost	88,660	206,608								
Interest	134,163	147,503								
Changes in benefit terms	0									
Differences between expected and actual experience	0	950,726								
Changes of assumptions	0	(196,997)								
Benefit payments	(125,337)	(143,967)								
Other changes										
Total OPEB liability - ending	<u>4,461,998</u>	<u>5,425,871</u>								
Covered-employee payroll	40,877,939	42,461,156								
Total OPEB liability as a % of covered payroll	10.92%	12.78%								

Notes to Schedule:

* Until a full 10-year trend is compiled, only information for those years available is presented.
No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75.

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Individual and Combining Statements and Schedules



SKAGIT COUNTY, WASHINGTON
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
AS OF DECEMBER 31, 2019

ASSETS and OUTFLOWS of RESOURCES	Non Major Funds			Total
	Special Revenue	Debt Service	Capital Project	
Cash/Cash Equivalents	\$ 18,688,760	\$ 1,380,749	\$ 12,426,505	\$ 32,496,014
Investments	5,571,969	921,898	3,111,813	9,605,680
Taxes Receivable	222,127	-	-	222,127
Accounts Receivable	132,951	-	-	132,951
Due From Other Funds	-	-	-	-
Due From Other Governmental Units	1,622,775	-	1,440,863	3,063,638
Interfund Loan Receivable	5,500	89,033	-	94,533
Inventory/Prepayments	150,000	-	-	150,000
Total Assets	26,394,082	2,391,680	16,979,181	45,764,943
Deferred Outflows of Resources	-	-	-	-
Total Assets and Deferred Outflows of Resources	\$ 26,394,082	\$ 2,391,680	\$ 16,979,181	\$ 45,764,943
LIABILITIES, DEFERRED INFLOWS of RESOURCES and FUND BALANCES				
<u>Liabilities</u>				
Accounts/Vouchers Payable	1,647,357	-	568,637	2,215,994
Checks Written in Excess of Cash Balances	-	-	244,529	244,529
Due To Other Funds	685,719	-	25,694	711,413
Due To Other Governmental Units	1,537	-	-	1,537
Accrued Wages Payable	317,775	-	-	317,775
Accrued Employee Benefits	127,531	-	-	127,531
Custodial Accounts	64,844	-	-	64,844
Deferred Revenue	665,418	-	2,127,633	2,793,051
Long-Term Interfund Loans Payable	-	94,533	-	94,533
Total Liabilities	3,510,181	94,533	2,966,493	6,571,207
Deferred Inflows of Resources	222,127	-	-	222,127
<u>Fund Balance</u>				
Nonspendable	150,000	-	-	150,000
Restricted	13,193,646	2,297,147	14,012,688	29,503,481
Committed	9,318,128	-	-	9,318,128
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	22,661,774	2,297,147	14,012,688	38,971,609
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 26,394,082	\$ 2,391,680	\$ 16,979,181	\$ 45,764,943

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

	Non Major Funds			
<u>Revenues</u>	Special Revenue	Debt Service	Capital Project	Total
Property Taxes	\$ 9,871,019	\$ -	\$ -	\$ 9,871,019
Sales and Use Taxes	5,279,706	-	3,106,606	8,386,312
Other Taxes	1,869,332	-	2,364,427	4,233,759
Licenses and Permits	1,312,248	-	-	1,312,248
Intergovernmental	7,229,630	-	1,746,171	8,975,801
Charges for Services	4,057,572	-	7,865	4,065,437
Fines and Forfeits	106,264	-	-	106,264
Interest Earnings	103,548	74,589	74,838	252,975
Donations	504,191	-	-	504,191
Other Revenues	482,490	1,002,302	13,673	1,498,465
Total Revenues	30,816,000	1,076,891	7,313,580	39,206,471
 <u>Expenditures</u>				
Current:				
General Governmental Services	1,234,478	-	-	1,234,478
Public Safety	14,941,387	-	-	14,941,387
Physical Environment	2,668,619	-	-	2,668,619
Transportation	210,925	-	-	210,925
Economic Environment	3,663,210	-	3,594,442	7,257,652
Health and Human Services	9,225,010	-	-	9,225,010
Culture and Recreation	2,611,717	-	917,546	3,529,263
Debt Service:				
Principal	-	1,254,952	-	1,254,952
Interest	-	399,681	-	399,681
Capital Outlay	1,334,861	-	1,852,292	3,187,153
Total Expenditures	35,890,207	1,654,633	6,364,280	43,909,120
 Excess (Deficit) Revenues Over Expenditures				
	(5,074,207)	(577,742)	949,300	(4,702,649)
 <u>Other Financing Sources (Uses)</u>				
<u>Interfund Loan receivable</u>				
Extraordinary Item	514,168	-	-	514,168
Transfers In	5,079,463	769,512	3,501,557	9,350,532
Transfers Out	-	-	(2,665,263)	(2,665,263)
Total Other Financing Source (Uses)	5,593,631	769,512	836,294	7,199,437
 Net Change in Fund Balance				
	519,424	191,770	1,785,594	2,496,788
 Fund Balance-January 1				
	20,997,706	2,105,377	12,227,094	35,330,177
 Dissolution of Component Unit				
	1,144,644	-	-	1,144,644
 Restated Fund Balance-January 1				
	22,142,350	2,105,377	12,227,094	36,474,821
 Fund Balance-December 31				
	\$22,661,774	\$2,297,147	\$ 14,012,688	\$ 38,971,609

SKAGIT COUNTY, WASHINGTON
NONMAJOR SPECIAL REVENUE FUNDS
AS OF DECEMBER 31, 2019

Special Revenue Funds are utilized to account for the proceeds from specific revenue sources other than expendable trusts or major capital project that are legally restricted for the purposes so designated. Both revenues and expenditures are budgeted in compliance with the Revised Code of Washington 36.40. The modified accrual basis of accounting is applied. A description of each fund follows:

Public Health Fund - A fund to account for the financial operations of County health programs.

Special Paths Fund - A fund established in accordance with RCW 46.68.100. The specific purpose of the fund is to set aside monies for establishing and maintaining paths and trails within the right-of-way of County roads for pedestrians, equestrians or bicyclist.

Emergency Management Fund - A fund established to account for emergency services within the County.

County Fair Fund - A fund to finance the promotion of the Skagit County Fair as established by Skagit County Code. Partial funding for the Fair is derived from the State Department of Agriculture, so the Fair must conform to RCW 15.76.

Veterans Relief Fund - This is a fund to finance emergency financial assistance to veterans and their surviving spouses.

Law Library Fund - A fund to finance the purchase of legal publications and maintenance of a law library used by judges, attorneys, and the general public.

River Improvement Fund - A fund established to account for river improvements.

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

Document Preservation Fund - A fund to finance the acquisition, installation, operation and maintenance of equipment to copy, preserve, and index documents recorded in the county.

Election Reserves Fund - A fund to finance election services and equipment.

Parks & Recreation Fund - A fund to finance the maintenance of parks and the needs of the County through recreational facilities and programs.

Substance Abuse Fund - A fund established to coordinate alcohol/substance abuse rehabilitation within the County.

Community Services Fund - A fund established to assist senior citizens.

Convention Center Fund - A fund to account for the programs funded through the accommodations excise tax.

Clean Water Fund - A fund established to account for salmon recovery projects

Conservation Futures Fund - A fund created for the purpose of preserving farmland and critical areas in the County.

Medic 1 Services Fund - A fund to finance the overall coordination of basic and advanced life support services within the County.

Crime/Victim Fund - A fund established for the administration of the Victim/Witness Program.

SKAGIT COUNTY, WASHINGTON
NONMAJOR SPECIAL REVENUE FUNDS
AS OF DECEMBER 31, 2019

Communication System Fund - A fund established to administer the emergency services communication system.

Water Quality - A fund established to account for the county's revolving loan fund program for The Clean Water District.

Planning & Development Services Fund - A Fund established for the administration of Planning and Development Services.

Lake Management District No. 1 – A fund established to collect assessments and to pay for costs related to lake improvements and maintenance activities on Big Lake.

Lake Management District No. 2 – A fund established to collect assessments and to pay for costs related to lake improvements and maintenance activities on Lake McMurray.

Lake Management District No. 3 – A fund established to collect assessments and to pay for costs related to lake improvements and maintenance activities on Lakes Erie and Campbell.

Lake Management District No. 4 – A fund established to collect assessments and to pay for costs related to lake improvements and maintenance activities on Clear and Beaver Lakes.

Edison Clean Water District Subarea – A fund established to collect operating assessments and to pay for the operations and maintenance of the Edison wastewater collection and treatment system.

Drug Enforcement - A fund established for drug enforcement activities.

Boating Safety – A fund established to receive state funding to be used exclusively for safety costs related to boating safety programs within the County.

Low Income Housing - A fund established to collect recording fees and to spend those fees on low-income housing projects.

Title III Projects – A fund established to collect revenues and to expend on projects in accordance with Public Law 106-393.

Treasurer's REET - A fund established to collect certain excise Tax fees and expend for the development and maintenance of an electronic reporting system for real estate excise tax affidavits.

Housing & Assistance - A fund established to collect and expend certain recorded document fees for very low-income housing projects and administration.

Housing Revolving Loan - A fund established as a revolving loan/grant fund receiving federal funds for the benefit of low-to-moderate income households in Skagit County.

Interlocal Investigations - A fund established for use by participating law enforcement agencies for investigative activities.

SKAGIT COUNTY, WASHINGTON
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
AS OF DECEMBER 31, 2019

ASSETS and OUTFLOWS of RESOURCES	Public Health	Special Paths	Emergency Mgmt	County Fair
Cash and Cash Equivalents	\$1,414,948	\$294,093	\$235,893	\$847,360
Investments	105,333	61,222	-	-
Taxes Receivable	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Other Governments	187,767	-	-	-
Interfund Loans Receivable	-	-	-	-
Inventories	-	-	-	-
Prepaid Items	-	-	-	-
Total Assets	<u>1,708,048</u>	<u>355,315</u>	<u>235,893</u>	<u>847,360</u>
Deferred Outflows of Resources	-	-	-	-
Total Assets and Deferred Outflows of Resources	<u>\$ 1,708,048</u>	<u>\$ 355,315</u>	<u>\$ 235,893</u>	<u>\$ 847,360</u>
LIABILITIES, DEFERRED INFLOWS of REOURCES and FUND BALANCES				
<u>Liabilities</u>				
Accounts and Vouchers Payable	15,196	6,693	23,516	131,473
Due to Other Funds	251,862	4,144	31,031	20,190
Due to Other Governments	-	-	-	-
Accrued Wages Payable	84,805	4,101	11,285	4,039
Accrued Employee Benefits	19,996	969	2,241	1,003
Custodial Accounts	-	-	-	-
Unearned Revenue	50,843	-	-	-
Interfund Loans Payable	-	-	-	-
Total Liabilities	<u>422,702</u>	<u>15,907</u>	<u>68,073</u>	<u>156,705</u>
Deferred Inflows of Resources	-	-	-	-
<u>Fund Balance</u>				
Nonspendable	-	-	-	-
Restricted	890,359	339,408	-	-
Committed	394,987	-	167,820	690,655
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>1,285,346</u>	<u>339,408</u>	<u>167,820</u>	<u>690,655</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 1,708,048</u>	<u>\$ 355,315</u>	<u>\$ 235,893</u>	<u>\$ 847,360</u>

SKAGIT COUNTY, WASHINGTON
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
AS OF DECEMBER 31, 2019

ASSETS and OUTFLOWS of RESOURCES	Veterans' Relief	Law Library	River Imp	Treasurer O&M
Cash and Cash Equivalents	\$889,293	\$63,911	\$61,276	\$72,684
Investments	-	-	-	233,193
Taxes Receivable	5,596	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Other Governments	-	-	6,836	-
Interfund Loans Receivable	-	-	-	-
Inventories	-	-	-	-
Prepaid Items	-	-	-	-
Total Assets	<u>894,889</u>	<u>63,911</u>	<u>68,112</u>	<u>305,877</u>
Deferred Outflows of Resources	-	-	-	-
Total Assets and Deferred Outflows of Resources	<u>\$ 894,889</u>	<u>\$ 63,911</u>	<u>\$ 68,112</u>	<u>\$ 305,877</u>
LIABILITIES, DEFERRED INFLOWS of RESOURCES and FUND BALANCES				
<u>Liabilities</u>				
Accounts and Vouchers Payable	73,494	4,094	11,681	-
Due to Other Funds	5,510	-	60,000	-
Due to Other Governments	-	-	-	-
Accrued Wages Payable	173	2,436	823	-
Accrued Employee Benefits	39	537	186	-
Custodial Accounts	-	-	-	-
Unearned Revenue	-	-	-	-
Interfund Loans Payable	-	-	-	-
Total Liabilities	<u>79,216</u>	<u>7,067</u>	<u>72,690</u>	<u>-</u>
Deferred Inflows of Resources	5,596	-	-	-
<u>Fund Balance</u>				
Nonspendable	-	-	-	-
Restricted	810,077	56,844	(4,578)	305,877
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>810,077</u>	<u>56,844</u>	<u>(4,578)</u>	<u>305,877</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 894,889</u>	<u>\$ 63,911</u>	<u>\$ 68,112</u>	<u>\$ 305,877</u>

SKAGIT COUNTY, WASHINGTON
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
AS OF DECEMBER 31, 2019

ASSETS and OUTFLOWS of RESOURCES	Document Preserv	Election	Parks & Rec	Substance Abuse
Cash and Cash Equivalents	\$323,304	\$460,753	\$575,579	\$345,290
Investments	342,961	-	415,832	-
Taxes Receivable	-	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Other Governments	-	-	-	261,176
Interfund Loans Receivable	-	-	-	-
Inventories	-	-	-	-
Prepaid Items	-	-	150,000	-
Total Assets	666,265	460,753	1,141,411	606,466
Deferred Outflows of Resources	-	-	-	-
Total Assets and Deferred Outflows of Resources	\$ 666,265	\$ 460,753	\$ 1,141,411	\$ 606,466
LIABILITIES, DEFERRED INFLOWS of REOURCES and FUND BALANCES				
<u>Liabilities</u>				
Accounts and Vouchers Payable	-	14,550	31,345	171,791
Due to Other Funds	-	-	-	24,281
Due to Other Governments	-	-	-	-
Accrued Wages Payable	2,505	10,562	26,446	4,683
Accrued Employee Benefits	559	2,344	6,202	1,046
Custodial Accounts	-	-	2,121	-
Unearned Revenue	-	-	126,488	-
Interfund Loans Payable	-	-	-	-
Total Liabilities	3,064	27,456	192,602	201,801
Deferred Inflows of Resources	-	-	-	-
<u>Fund Balance</u>				
Nonspendable	-	-	150,000	-
Restricted	663,201	-	-	404,665
Committed	-	433,297	798,809	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	663,201	433,297	948,809	404,665
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 666,265	\$ 460,753	\$ 1,141,411	\$ 606,466

SKAGIT COUNTY, WASHINGTON
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
AS OF DECEMBER 31, 2019

ASSETS and OUTFLOWS of RESOURCES	Community Services	Conv. Center	Clean Water	Conserv. Futures
Cash and Cash Equivalents	\$541,712	\$663,349	\$302,401	\$3,070,393
Investments	-	137,143	-	569,802
Taxes Receivable	-	-	58,935	17,179
Accounts Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Other Governments	7,125	52,825	50,402	-
Interfund Loans Receivable	-	-	-	-
Inventories	-	-	-	-
Prepaid Items	-	-	-	-
Total Assets	548,837	853,317	411,738	3,657,374
Deferred Outflows of Resources	-	-	-	-
Total Assets and Deferred Outflows of Resources	\$ 548,837	\$ 853,317	\$ 411,738	\$ 3,657,374
LIABILITIES, DEFERRED INFLOWS of REOURCES and FUND BALANCES				
<u>Liabilities</u>				
Accounts and Vouchers Payable	54,845	80,924	50,559	-
Due to Other Funds	-	-	4,031	35,601
Due to Other Governments	-	-	-	-
Accrued Wages Payable	32,334	-	15,358	1,174
Accrued Employee Benefits	6,749	-	3,665	261
Custodial Accounts	-	-	-	-
Unearned Revenue	-	-	-	-
Interfund Loans Payable	-	-	-	-
Total Liabilities	93,928	80,924	73,613	37,036
Deferred Inflows of Resources	-	-	58,935	17,179
<u>Fund Balance</u>				
Nonspendable	-	-	-	-
Restricted	136,473	772,393	279,190	3,603,159
Committed	318,436	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	454,909	772,393	279,190	3,603,159
Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 548,837	\$ 853,317	\$ 411,738	\$ 3,657,374

**SKAGIT COUNTY, WASHINGTON
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
AS OF DECEMBER 31, 2019**

ASSETS and OUTFLOWS of RESOURCES	Medic 1	Crime Victim	Comm. System	Water Quality
Cash and Cash Equivalents	\$4,597,050	\$77,251	\$406,622	\$258,709
Investments	2,529,738	125,226	-	130,806
Taxes Receivable	139,375	-	-	-
Accounts Receivable	1,227	-	-	-
Due from Other Funds	-	-	-	-
Due from Other Governments	-	-	812,302	142,073
Interfund Loans Receivable	-	-	-	-
Inventories	-	-	-	-
Prepaid Items	-	-	-	-
Total Assets	<u>7,267,390</u>	<u>202,477</u>	<u>1,218,924</u>	<u>531,588</u>
Deferred Outflows of Resources	-	-	-	-
Total Assets and Deferred Outflows of Resources	<u>\$ 7,267,390</u>	<u>\$ 202,477</u>	<u>\$ 1,218,924</u>	<u>\$ 531,588</u>

LIABILITIES, DEFERRED INFLOWS of REOURCES and FUND BALANCES

Liabilities

Accounts and Vouchers Payable	688,904	-	10,617	7,628
Due to Other Funds	210,622	-	-	115
Due to Other Governments	1,537	-	-	-
Accrued Wages Payable	11,226	2,035	-	-
Accrued Employee Benefits	57,860	456	-	-
Custodial Accounts	26,604	-	-	-
Unearned Revenue	8,000	-	-	-
Interfund Loans Payable	-	-	-	-
Total Liabilities	<u>1,004,753</u>	<u>2,491</u>	<u>10,617</u>	<u>7,743</u>

Deferred Inflows of Resources

139,375	-	-	-
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Fund Balance

Nonspendable	-	-	-	-
Restricted	-	199,986	1,208,307	523,845
Committed	6,123,262	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>6,123,262</u>	<u>199,986</u>	<u>1,208,307</u>	<u>523,845</u>

Total Liabilities, Deferred Inflows of Resources and Fund Balances

<u>\$ 7,267,390</u>	<u>\$ 202,477</u>	<u>\$ 1,218,924</u>	<u>\$ 531,588</u>
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**SKAGIT COUNTY, WASHINGTON
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
AS OF DECEMBER 31, 2019**

ASSETS and OUTFLOWS of RESOURCES	Planning & Development	Lake Mgmt Dist. 1	Lake Mgmt Dist. 2	Lake Mgmt Dist. 3
Cash and Cash Equivalents	\$1,443,158	\$107,734	\$54,526	\$22,761
Investments	-	-	-	-
Taxes Receivable	-	259	490	195
Accounts Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Other Governments	38,657	-	-	-
Interfund Loans Receivable	-	-	-	-
Inventories	-	-	-	-
Prepaid Items	-	-	-	-
Total Assets	<u>1,481,815</u>	<u>107,993</u>	<u>55,016</u>	<u>22,956</u>
Deferred Outflows of Resources	-	-	-	-
Total Assets and Deferred Outflows of Resources	<u>\$ 1,481,815</u>	<u>\$ 107,993</u>	<u>\$ 55,016</u>	<u>\$ 22,956</u>
LIABILITIES, DEFERRED INFLOWS of REOURCES and FUND BALANCES				
<u>Liabilities</u>				
Accounts and Vouchers Payable	3,744	2,890	356	2,464
Due to Other Funds	-	-	-	-
Due to Other Governments	-	-	-	-
Accrued Wages Payable	96,127	-	81	-
Accrued Employee Benefits	23,418	-	-	-
Custodial Accounts	-	-	-	-
Unearned Revenue	16,919	-	-	-
Interfund Loans Payable	-	-	-	-
Total Liabilities	<u>140,208</u>	<u>2,890</u>	<u>437</u>	<u>2,464</u>
Deferred Inflows of Resources	-	259	490	195
<u>Fund Balance</u>				
Nonspendable	-	-	-	-
Restricted	1,341,607	104,844	54,089	20,297
Committed	-	-	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>1,341,607</u>	<u>104,844</u>	<u>54,089</u>	<u>20,297</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 1,481,815</u>	<u>\$ 107,993</u>	<u>\$ 55,016</u>	<u>\$ 22,956</u>

SKAGIT COUNTY, WASHINGTON
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
AS OF DECEMBER 31, 2019

ASSETS and OUTFLOWS of RESOURCES	Lake Mgmt Dist. 4	Edison Clean Wtr	Drug Enforce.	Boating Safety
Cash and Cash Equivalents	\$27,753	\$203,542	\$19,591	\$43,046
Investments	-	200,307	124,412	62,094
Taxes Receivable	98	-	-	-
Accounts Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
Due from Other Governments	-	-	-	-
Interfund Loans Receivable	-	5,500	-	-
Inventories	-	-	-	-
Prepaid Items	-	-	-	-
Total Assets	<u>27,851</u>	<u>409,349</u>	<u>144,003</u>	<u>105,140</u>
Deferred Outflows of Resources	-	-	-	-
Total Assets and Deferred Outflows of Resources	<u>\$ 27,851</u>	<u>\$ 409,349</u>	<u>\$ 144,003</u>	<u>\$ 105,140</u>
LIABILITIES, DEFERRED INFLOWS of REOURCES and FUND BALANCES				
<u>Liabilities</u>				
Accounts and Vouchers Payable	650	12,987	-	72
Due to Other Funds	-	-	-	-
Due to Other Governments	-	-	-	-
Accrued Wages Payable	-	-	-	-
Accrued Employee Benefits	-	-	-	-
Custodial Accounts	-	-	-	-
Unearned Revenue	-	-	-	-
Interfund Loans Payable	-	-	-	-
Total Liabilities	<u>650</u>	<u>12,987</u>	<u>-</u>	<u>72</u>
Deferred Inflows of Resources	98	-	-	-
<u>Fund Balance</u>				
Nonspendable	-	-	-	-
Restricted	27,103	5,500	144,003	105,068
Committed	-	390,862	-	-
Assigned	-	-	-	-
Unassigned	-	-	-	-
Total Fund Balances	<u>27,103</u>	<u>396,362</u>	<u>144,003</u>	<u>105,068</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 27,851</u>	<u>\$ 409,349</u>	<u>\$ 144,003</u>	<u>\$ 105,140</u>

SKAGIT COUNTY, WASHINGTON
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
AS OF DECEMBER 31, 2019

ASSETS and OUTFLOWS of RESOURCES	Low Inc. Housing	Title III Projects	Treasurer REET	Housing Assistance	Housing Revolving Loan
Cash and Cash Equivalents	\$216,520	\$32,243	\$259,715	\$467,956	\$1,836
Investments	-	-	71,717	30,487	334,229
Taxes Receivable	-	-	-	-	-
Accounts Receivable	-	-	-	-	124,524
Due from Other Funds	-	-	-	-	-
Due from Other Governments	26,986	-	-	36,626	-
Interfund Loans Receivable	-	-	-	-	-
Inventories	-	-	-	-	-
Prepaid Items	-	-	-	-	-
Total Assets	<u>243,506</u>	<u>32,243</u>	<u>331,432</u>	<u>535,069</u>	<u>460,589</u>
Deferred Outflows of Resources	-	-	-	-	-
Total Assets and Deferred Outflows of Resources	<u>\$ 243,506</u>	<u>\$ 32,243</u>	<u>\$ 331,432</u>	<u>\$ 535,069</u>	<u>\$ 460,589</u>
LIABILITIES, DEFERRED INFLOWS of RECOURCES and FUND BALANCES					
<u>Liabilities</u>					
Accounts and Vouchers Payable	29,412	11,534	-	187,944	699
Due to Other Funds	4,961	-	-	32,971	-
Due to Other Governments	-	-	-	-	-
Accrued Wages Payable	1,463	-	-	6,119	-
Accrued Employee Benefits	-	-	-	-	-
Custodial Accounts	-	-	-	-	-
Unearned Revenue	-	-	-	-	463,168
Interfund Loans Payable	-	-	-	-	-
Total Liabilities	<u>35,836</u>	<u>11,534</u>	<u>-</u>	<u>227,034</u>	<u>463,867</u>
Deferred Inflows of Resources	-	-	-	-	-
<u>Fund Balance</u>					
Nonspendable	-	-	-	-	-
Restricted	207,670	20,709	331,432	308,035	(3,278)
Committed	-	-	-	-	-
Assigned	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances	<u>207,670</u>	<u>20,709</u>	<u>331,432</u>	<u>308,035</u>	<u>(3,278)</u>
Total Liabilities, Deferred Inflows of Resources and Fund Balances	<u>\$ 243,506</u>	<u>\$ 32,243</u>	<u>\$ 331,432</u>	<u>\$ 535,069</u>	<u>\$ 460,589</u>

**SKAGIT COUNTY, WASHINGTON
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
AS OF DECEMBER 31, 2019**

ASSETS and OUTFLOWS of RESOURCES	Interlocal Invest.	TOTAL
Cash and Cash Equivalents	\$286,508	\$18,688,760
Investments	97,467	5,571,969
Taxes Receivable	-	222,127
Accounts Receivable	7,200	132,951
Due from Other Funds	-	-
Due from Other Governments	-	1,622,775
Interfund Loans Receivable	-	5,500
Inventories	-	-
Prepaid Items	-	150,000
Total Assets	391,175	26,394,082
 Deferred Outflows of Resources	-	-
 Total Assets and Deferred Outflows of Resources	\$ 391,175	\$ 26,394,082
LIABILITIES, DEFERRED INFLOWS of REOURCES and FUND BALANCES		
<u>Liabilities</u>		
Accounts and Vouchers Payable	17,295	1,647,357
Due to Other Funds	400	685,719
Due to Other Governments	-	1,537
Accrued Wages Payable	-	317,775
Accrued Employee Benefits	-	127,531
Custodial Accounts	36,119	64,844
Unearned Revenue	-	665,418
Interfund Loans Payable	-	-
Total Liabilities	53,814	3,510,181
 Deferred Inflows of Resources	-	222,127
 <u>Fund Balance</u>		
Nonspendable	-	150,000
Restricted	337,361	13,193,646
Committed	-	9,318,128
Assigned	-	-
Unassigned	-	-
Total Fund Balances	337,361	22,661,774
 Total Liabilities, Deferred Inflows of Resources and Fund Balances	\$ 391,175	\$ 26,394,082

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

REVENUES	Public Health	Special Paths	Emergency Mgmt	County Fair
Property Taxes	\$ -	\$ -	\$ -	\$ -
Sales and Use Taxes	-	-	-	-
Other Taxes	-	-	-	-
Licenses and Permits	519,224	-	-	-
Intergovernmental	1,736,846	170,311	336,907	33,882
Charges for Services	538,400	-	360	299,983
Fines and Forfeits	16,576	-	-	-
Interest Earnings	2,330	1,354	-	-
Donations	26,500	-	-	51,984
Other Revenue	290	-	-	79,030
Total Revenue	<u>2,840,166</u>	<u>171,665</u>	<u>337,267</u>	<u>464,879</u>
EXPENDITURES				
Current:				
General Governmental Services	-	-	-	-
Public Safety	-	-	612,146	-
Utilities and Environment	-	-	-	-
Transportation	-	210,925	-	-
Economic Environment	-	-	-	-
Health & Human Services	3,544,973	-	-	-
Culture and Recreation	-	-	-	577,093
Capital Outlay	-	-	-	-
Total Expenditures	<u>3,544,973</u>	<u>210,925</u>	<u>612,146</u>	<u>577,093</u>
Excess (Deficit) of Revenues Over Expenditures	<u>(704,807)</u>	<u>(39,260)</u>	<u>(274,879)</u>	<u>(112,214)</u>
Other Financing Sources (Uses)				
Extraordinary items	-	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-
Transfers In	806,464	-	265,734	-
Transfers Out	-	-	-	-
Total Other Financial Sources (Uses)	<u>806,464</u>	<u>-</u>	<u>265,734</u>	<u>-</u>
Net Change in Fund Balance	<u>101,657</u>	<u>(39,260)</u>	<u>(9,145)</u>	<u>(112,214)</u>
Fund Balance, January 1	1,183,689	378,668	176,965	802,869
Dissolution of Component Unit	-	-	-	-
Restated Fund Balanace at January 1	<u>1,183,689</u>	<u>378,668</u>	<u>176,965</u>	<u>802,869</u>
Fund Balance, December 31	<u>\$ 1,285,346</u>	<u>\$ 339,408</u>	<u>\$ 167,820</u>	<u>\$ 690,655</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

REVENUES	Veterans'	Law	River	Treasurer
	Relief	Library	Imp	O&M
Property Taxes	\$ 334,711	\$ -	\$ -	\$ -
Sales and Use Taxes	-	-	-	-
Other Taxes	7,851	-	-	-
Licenses and Permits	-	-	-	-
Intergovernmental	21,315	-	77,547	-
Charges for Services	-	43,290	-	32,968
Fines and Forfeits	-	-	-	-
Interest Earnings	32	-	-	5,351
Donations	-	-	-	-
Other Revenue	603	774	-	-
Total Revenue	<u>364,512</u>	<u>44,064</u>	<u>77,547</u>	<u>38,319</u>
EXPENDITURES				
Current:				
General Governmental Services	-	137,457	-	15,649
Public Safety	-	-	-	-
Utilities and Environment	-	-	144,096	-
Transportation	-	-	-	-
Economic Environment	-	-	-	-
Health & Human Services	284,923	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>284,923</u>	<u>137,457</u>	<u>144,096</u>	<u>15,649</u>
Excess (Deficit) of Revenues Over Expenditures	<u>79,589</u>	<u>(93,393)</u>	<u>(66,549)</u>	<u>22,670</u>
Other Financing Sources (Uses)				
Extraordinary items	-	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-
Transfers In	-	97,838	49,394	-
Transfers Out	-	-	-	-
Total Other Financial Sources (Uses)	<u>-</u>	<u>97,838</u>	<u>49,394</u>	<u>-</u>
Net Change in Fund Balance	<u>79,589</u>	<u>4,445</u>	<u>(17,155)</u>	<u>22,670</u>
Fund Balance, January 1	730,488	52,399	12,577	283,207
Dissolution of Component Unit	-	-	-	-
Restated Fund Balanace at January 1	<u>730,488</u>	<u>52,399</u>	<u>12,577</u>	<u>283,207</u>
Fund Balance, December 31	<u>\$ 810,077</u>	<u>\$ 56,844</u>	<u>\$ (4,578)</u>	<u>\$ 305,877</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

REVENUES	Document			Substance
	Preserv	Election	Parks & Rec	Abuse
Property Taxes	\$ -	\$ -	\$ -	\$ -
Sales and Use Taxes	-	-	-	-
Other Taxes	-	-	-	-
Licenses and Permits	-	-	-	-
Intergovernmental	63,781	-	-	896,064
Charges for Services	61,011	326,456	414,991	-
Fines and Forfeits	-	-	-	-
Interest Earnings	7,586	-	9,198	-
Donations	-	-	10,242	-
Other Revenue	-	8,652	322,900	40
Total Revenue	132,378	335,108	757,331	896,104
EXPENDITURES				
Current:				
General Governmental Services	117,101	792,005	-	-
Public Safety	-	-	-	-
Utilities and Environment	-	-	-	-
Transportation	-	-	-	-
Economic Environment	-	-	-	-
Health & Human Services	-	-	-	1,003,171
Culture and Recreation	-	-	1,624,648	-
Capital Outlay	-	-	-	-
Total Expenditures	117,101	792,005	1,624,648	1,003,171
Excess (Deficit) of Revenues Over Expenditures	15,277	(456,897)	(867,317)	(107,067)
Other Financing Sources (Uses)				
Extraordinary items	-	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-
Transfers In	-	248,582	841,854	-
Transfers Out	-	-	-	-
Total Other Financial Sources (Uses)	-	248,582	841,854	-
Net Change in Fund Balance	15,277	(208,315)	(25,463)	(107,067)
Fund Balance, January 1	647,924	641,612	974,272	511,732
Dissolution of Component Unit	-	-	-	-
Restated Fund Balance at January 1	647,924	641,612	974,272	511,732
Fund Balance, December 31	\$ 663,201	\$ 433,297	\$ 948,809	\$ 404,665

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

REVENUES	Community Services	Conv. Center	Clean Water	Conserv. Futures
Property Taxes	\$ -	\$ -	\$ -	\$ 932,485
Sales and Use Taxes	-	526,042	-	21,800
Other Taxes	-	-	1,452,140	-
Licenses and Permits	-	-	-	-
Intergovernmental	784,720	-	405,582	59,193
Charges for Services	6,499	-	-	-
Fines and Forfeits	-	-	-	-
Interest Earnings	-	3,033	-	-
Donations	365,715	-	-	-
Other Revenue	13,658	-	11,688	14,671
Total Revenue	<u>1,170,592</u>	<u>529,075</u>	<u>1,869,410</u>	<u>1,028,149</u>
EXPENDITURES				
Current:				
General Governmental Services	-	-	-	-
Public Safety	-	-	-	-
Utilities and Environment	-	-	1,834,503	135,136
Transportation	-	-	-	-
Economic Environment	-	-	-	-
Health & Human Services	2,299,904	-	-	-
Culture and Recreation	-	409,976	-	-
Capital Outlay	-	-	-	1,309,646
Total Expenditures	<u>2,299,904</u>	<u>409,976</u>	<u>1,834,503</u>	<u>1,444,782</u>
Excess (Deficit) of Revenues Over Expenditures	<u>(1,129,312)</u>	<u>119,099</u>	<u>34,907</u>	<u>(416,633)</u>
Other Financing Sources (Uses)				
Extraordinary items	-	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-
Transfers In	1,228,686	-	-	-
Transfers Out	-	-	-	-
Total Other Financial Sources (Uses)	<u>1,228,686</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>99,374</u>	<u>119,099</u>	<u>34,907</u>	<u>(416,633)</u>
Fund Balance, January 1	355,535	653,294	244,283	4,019,792
Dissolution of Component Unit	-	-	-	-
Restated Fund Balance at January 1	<u>355,535</u>	<u>653,294</u>	<u>244,283</u>	<u>4,019,792</u>
Fund Balance, December 31	<u>\$ 454,909</u>	<u>\$ 772,393</u>	<u>\$ 279,190</u>	<u>\$ 3,603,159</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

REVENUES	Medic 1	Crime Victim	Comm. System	Water Quality
Property Taxes	\$ 8,603,823	\$ -	\$ -	\$ -
Sales and Use Taxes	-	-	4,704,874	-
Other Taxes	201,495	-	-	-
Licenses and Permits	-	-	-	-
Intergovernmental	548,965	-	53,005	361,035
Charges for Services	11,223	181,304	-	2,415
Fines and Forfeits	-	-	-	-
Interest Earnings	59,103	2,770	2,141	2,922
Donations	-	-	-	-
Other Revenue	15,515	-	-	-
Total Revenue	<u>9,440,124</u>	<u>184,074</u>	<u>4,760,020</u>	<u>366,372</u>
EXPENDITURES				
Current:				
General Governmental Services	-	125,031	-	-
Public Safety	9,340,563	-	4,737,793	-
Utilities and Environment	-	-	-	351,980
Transportation	-	-	-	-
Economic Environment	-	-	-	-
Health & Human Services	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>9,340,563</u>	<u>125,031</u>	<u>4,737,793</u>	<u>351,980</u>
Excess (Deficit) of Revenues Over Expenditures	<u>99,561</u>	<u>59,043</u>	<u>22,227</u>	<u>14,392</u>
Other Financing Sources (Uses)				
Extraordinary items	514,168	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financial Sources (Uses)	<u>514,168</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>613,729</u>	<u>59,043</u>	<u>22,227</u>	<u>14,392</u>
Fund Balance, January 1	4,364,889	140,943	1,186,080	509,453
Dissolution of Component Unit	1,144,644	-	-	-
Restated Fund Balance at January 1	<u>5,509,533</u>	<u>140,943</u>	<u>1,186,080</u>	<u>509,453</u>
Fund Balance, December 31	<u>\$ 6,123,262</u>	<u>\$ 199,986</u>	<u>\$ 1,208,307</u>	<u>\$ 523,845</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

REVENUES	Planning & Development	Lake Mgmt Dist. 1	Lake Mgmt Dist. 2	Lake Mgmt Dist. 3
Property Taxes	\$ -	\$ -	\$ -	\$ -
Sales and Use Taxes	-	-	-	-
Other Taxes	-	59,169	14,480	29,396
Licenses and Permits	793,024	-	-	-
Intergovernmental	19,838	-	-	-
Charges for Services	893,131	-	-	-
Fines and Forfeits	146	-	-	-
Interest Earnings	-	-	-	-
Donations	-	-	-	-
Other Revenue	2,666	-	-	-
Total Revenue	<u>1,708,805</u>	<u>59,169</u>	<u>14,480</u>	<u>29,396</u>
EXPENDITURES				
Current:				
General Governmental Services	-	-	-	-
Public Safety	-	-	-	-
Utilities and Environment	-	60,839	10,188	40,031
Transportation	-	-	-	-
Economic Environment	3,390,969	-	-	-
Health & Human Services	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	-	-
Total Expenditures	<u>3,390,969</u>	<u>60,839</u>	<u>10,188</u>	<u>40,031</u>
Excess (Deficit) of Revenues Over Expenditures	<u>(1,682,164)</u>	<u>(1,670)</u>	<u>4,292</u>	<u>(10,635)</u>
Other Financing Sources (Uses)				
Extraordinary items	-	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-
Transfers In	1,540,911	-	-	-
Transfers Out	-	-	-	-
Total Other Financial Sources (Uses)	<u>1,540,911</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(141,253)</u>	<u>(1,670)</u>	<u>4,292</u>	<u>(10,635)</u>
Fund Balance, January 1	1,482,860	106,514	49,797	30,932
Dissolution of Component Unit	-	-	-	-
Restated Fund Balance at January 1	<u>1,482,860</u>	<u>106,514</u>	<u>49,797</u>	<u>30,932</u>
Fund Balance, December 31	<u>\$ 1,341,607</u>	<u>\$ 104,844</u>	<u>\$ 54,089</u>	<u>\$ 20,297</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

REVENUES	Lake Mgmt Dist. 4	Edison Clean Wtr	Drug Enforce.	Boating Safety
Property Taxes	\$ -	\$ -	\$ -	\$ -
Sales and Use Taxes	-	-	-	-
Other Taxes	20,963	83,838	-	-
Licenses and Permits	-	-	-	-
Intergovernmental	-	-	-	74,493
Charges for Services	-	-	-	-
Fines and Forfeits	-	-	-	-
Interest Earnings	-	-	2,768	931
Donations	-	-	27,000	-
Other Revenue	-	-	-	-
Total Revenue	<u>20,963</u>	<u>83,838</u>	<u>29,768</u>	<u>75,424</u>
EXPENDITURES				
Current:				
General Governmental Services	-	-	-	-
Public Safety	-	-	4,785	69,703
Utilities and Environment	23,812	68,034	-	-
Transportation	-	-	-	-
Economic Environment	-	-	-	-
Health & Human Services	-	-	-	-
Culture and Recreation	-	-	-	-
Capital Outlay	-	-	25,215	-
Total Expenditures	<u>23,812</u>	<u>68,034</u>	<u>30,000</u>	<u>69,703</u>
Excess (Deficit) of Revenues Over Expenditures	<u>(2,849)</u>	<u>15,804</u>	<u>(232)</u>	<u>5,721</u>
Other Financing Sources (Uses)				
Extraordinary items	-	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-
Transfers In	-	-	-	-
Transfers Out	-	-	-	-
Total Other Financial Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>(2,849)</u>	<u>15,804</u>	<u>(232)</u>	<u>5,721</u>
Fund Balance, January 1	29,952	380,558	144,235	99,347
Dissolution of Component Unit	-	-	-	-
Restated Fund Balance at January 1	<u>29,952</u>	<u>380,558</u>	<u>144,235</u>	<u>99,347</u>
Fund Balance, December 31	<u>\$ 27,103</u>	<u>\$ 396,362</u>	<u>\$ 144,003</u>	<u>\$ 105,068</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

REVENUES	Low Inc. Housing	Title III Projects	Treasurer REET	Housing Assistance	Housing Revolving Loan
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Sales and Use Taxes	26,990	-	-	-	-
Other Taxes	-	-	-	-	-
Licenses and Permits	-	-	-	-	-
Intergovernmental	150,000	34,143	14,238	1,103,402	-
Charges for Services	173,895	-	14,160	1,057,486	-
Fines and Forfeits	-	-	-	-	-
Interest Earnings	-	-	1,586	674	-
Donations	-	-	-	2,750	-
Other Revenue	-	-	-	-	-
Total Revenue	<u>350,885</u>	<u>34,143</u>	<u>29,984</u>	<u>2,164,312</u>	<u>-</u>
EXPENDITURES					
Current:					
General Governmental Services	-	47,235	-	-	-
Public Safety	-	-	-	-	-
Utilities and Environment	-	-	-	-	-
Transportation	-	-	-	-	-
Economic Environment	272,241	-	-	-	-
Health & Human Services	-	-	-	2,088,761	3,278
Culture and Recreation	-	-	-	-	-
Capital Outlay	-	-	-	-	-
Total Expenditures	<u>272,241</u>	<u>47,235</u>	<u>-</u>	<u>2,088,761</u>	<u>3,278</u>
Excess (Deficit) of Revenues Over Expenditures	<u>78,644</u>	<u>(13,092)</u>	<u>29,984</u>	<u>75,551</u>	<u>(3,278)</u>
Other Financing Sources (Uses)					
Extraordinary items	-	-	-	-	-
Proceeds from Sale of Capital Assets	-	-	-	-	-
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Total Other Financial Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	<u>78,644</u>	<u>(13,092)</u>	<u>29,984</u>	<u>75,551</u>	<u>(3,278)</u>
Fund Balance, January 1	129,026	33,801	301,448	232,484	-
Dissolution of Component Unit	-	-	-	-	-
Restated Fund Balance at January 1	<u>129,026</u>	<u>33,801</u>	<u>301,448</u>	<u>232,484</u>	<u>-</u>
Fund Balance, December 31	<u>\$ 207,670</u>	<u>\$ 20,709</u>	<u>\$ 331,432</u>	<u>\$ 308,035</u>	<u>\$ (3,278)</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCE
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2019

REVENUES	<u>Interlocal Invest.</u>	<u>TOTAL</u>
Property Taxes	\$ -	\$ 9,871,019
Sales and Use Taxes	-	5,279,706
Other Taxes	-	1,869,332
Licenses and Permits	-	1,312,248
Intergovernmental	284,363	7,229,630
Charges for Services	-	4,057,572
Fines and Forfeits	89,542	106,264
Interest Earnings	1,769	103,548
Donations	20,000	504,191
Other Revenue	12,003	482,490
Total Revenue	<u>407,677</u>	<u>30,816,000</u>
 EXPENDITURES		
Current:		
General Governmental Services	-	1,234,478
Public Safety	176,397	14,941,387
Utilities and Environment	-	2,668,619
Transportation	-	210,925
Economic Environment	-	3,663,210
Health & Human Services	-	9,225,010
Culture and Recreation	-	2,611,717
Capital Outlay	-	1,334,861
Total Expenditures	<u>176,397</u>	<u>35,890,207</u>
Excess (Deficit) of Revenues Over Expenditures	<u>231,280</u>	<u>(5,074,207)</u>
 Other Financing Sources (Uses)		
Extraordinary items	-	514,168
Proceeds from Sale of Capital Assets	-	-
Transfers In	-	5,079,463
Transfers Out	-	-
Total Other Financial Sources (Uses)	<u>-</u>	<u>5,593,631</u>
Net Change in Fund Balance	<u>231,280</u>	<u>519,424</u>
Fund Balance, January 1	106,081	20,997,706
Dissolution of Component Unit		<u>1,144,644</u>
Restated Fund Balance at January 1	<u>106,081</u>	<u>22,142,350</u>
 Fund Balance, December 31	 <u>\$ 337,361</u>	 <u>\$ 22,661,774</u>

SKAGIT COUNTY, WASHINGTON

Public Health

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ 300,000	\$ 286,626	\$ 1,183,689	
Resources (in-flows)				
Licenses and Permits	496,624	496,624	519,224	22,600
Intergovernmental Revenue	1,519,359	1,791,529	1,736,846	(54,683)
Charges for Goods and Services	580,368	580,368	538,400	(41,968)
Fines and Forfeits	10,000	10,000	16,576	6,576
Interest Revenue	600	600	2,330	1,730
Donations	52,500	52,500	26,500	(26,000)
Transfers In	806,464	806,464	806,464	-
Miscellaneous Revenues	-	-	290	290
Total Resources (in-flows)	3,465,915	3,738,085	3,646,630	(91,455)
Amounts Available for Appropriation	3,765,915	4,024,711	4,830,319	
Charges to Appropriations (out-flows)				
Salaries and Wages	2,020,053	2,050,155	1,905,325	(144,830)
Personnel Benefits	981,741	999,661	938,996	(60,665)
Supplies	51,605	54,096	50,683	(3,413)
Services and Charges	481,516	689,799	649,968	(39,831)
Capital Outlays	-	-	-	-
Interfund Payments for Services	231,000	231,000	-	(231,000)
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	3,765,915	4,024,711	3,544,972	(479,739)
Budgeted Fund Balance, December 31	\$ -	\$ -	\$ 1,285,347	

SKAGIT COUNTY, WASHINGTON

Special Paths

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ 207,365	\$ 207,365	\$ 378,668	
Resources (in-flows)				
Intergovernmental Revenue	162,000	162,000	170,311	8,311
Investment revenue	500	500	1,354	854
Miscellaneous Revenue	-	-	-	-
Total Resources (in-flows)	<u>162,500</u>	<u>162,500</u>	<u>171,665</u>	<u>9,165</u>
Amounts Available for Appropriation	369,865	369,865	550,333	
Charges to Appropriations (out-flows)				
Salaries and Wages	88,356	88,356	88,856	500
Personnel Benefits	46,429	46,429	46,241	(188)
Supplies	13,500	13,500	7,577	(5,923)
Services and Charges	219,080	219,080	68,251	(150,829)
Capital Outlays	2,500	2,500	-	(2,500)
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>369,865</u>	<u>369,865</u>	<u>210,925</u>	<u>(158,940)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 339,408</u>	

SKAGIT COUNTY, WASHINGTON
Emergency Management
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original Budget</u>	<u>Final Budget</u>		
Budgeted Fund Balance, January 1	\$ 55,743	\$ 56,883	\$ 176,965	
Resources (in-flows)				
Licenses and Permits	-	-	-	-
Intergovernmental Revenue	374,746	374,746	336,907	(37,839)
Charges for Goods and Services	-	-	360	360
Transfers In	265,734	265,734	265,734	-
Miscellaneous Revenues	-	-	-	-
Total Resources (in-flows)	<u>640,480</u>	<u>640,480</u>	<u>603,001</u>	<u>(37,479)</u>
Amounts Available for Appropriation	696,223	697,363	779,966	
Charges to Appropriations (out-flows)				
Salaries and Wages	259,137	259,137	233,416	(25,721)
Personnel Benefits	127,677	127,677	114,865	(12,812)
Supplies	38,200	38,200	41,082	2,882
Services and Charges	238,004	239,144	222,783	(16,361)
Capital Outlays	-	-	-	-
Interfund Payments for Services	33,205	33,205	-	(33,205)
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>696,223</u>	<u>697,363</u>	<u>612,146</u>	<u>(85,217)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 167,820</u>	

SKAGIT COUNTY, WASHINGTON

Skagit County Fair

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget
	Original Budget	Final Budget		
Budgeted Fund Balance, January 1	\$ (218,774)	\$ 97,780	\$ 802,869	
Resources (in-flows)				
Licenses and Permits	-	-	-	-
Intergovernmental Revenue	151,704	33,000	33,882	882
Charges for Goods and Services	300,180	300,180	299,983	(197)
Donations	70,000	70,000	51,984	(18,016)
Other Revenue	60,000	60,000	54,030	(5,970)
Transfers In	25,000	25,000	-	(25,000)
Miscellaneous Revenues	3,000	3,000	25,000	22,000
Total Resources (in-flows)	<u>609,884</u>	<u>491,180</u>	<u>464,879</u>	<u>(26,301)</u>
Amounts Available for Appropriation	391,110	588,960	1,267,748	
Charges to Appropriations (out-flows)				
Salaries and Wages	134,795	154,695	148,829	(5,866)
Personnel Benefits	55,310	64,610	64,267	(343)
Supplies	21,500	153,700	152,847	(853)
Services and Charges	176,705	213,155	211,150	(2,005)
Capital Outlays	-	-	-	-
Interfund Payments for Services	2,800	2,800	-	(2,800)
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>391,110</u>	<u>588,960</u>	<u>577,093</u>	<u>(11,867)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 690,655</u>	

SKAGIT COUNTY, WASHINGTON

Veterans Relief

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ 535,323	\$ 535,323	\$ 730,488	
Resources (in-flows)				
Property Tax	334,393	334,393	334,711	318
Sales and Use Tax	6,886	6,886	7,851	965
Intergovernmental Revenue	15,000	15,000	21,316	6,316
Interest Revenue	1,369	1,369	32	(1,337)
Miscellaneous Revenues	48	48	602	554
Total Resources (in-flows)	<u>357,696</u>	<u>357,696</u>	<u>364,512</u>	<u>6,816</u>
Amounts Available for Appropriation	893,019	893,019	1,095,000	
Charges to Appropriations (out-flows)				
Salaries and Wages	3,916	3,916	3,138	(778)
Personnel Benefits	1,765	1,765	1,388	(377)
Supplies	-	-	-	-
Services and Charges	883,577	883,577	280,397	(603,180)
Capital Outlays	-	-	-	-
Interfund Payments for Services	3,761	3,761	-	(3,761)
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>893,019</u>	<u>893,019</u>	<u>284,923</u>	<u>(608,096)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 810,077</u>	

SKAGIT COUNTY, WASHINGTON

Law Library

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget
	Original Budget	Final Budget		
Budgeted Fund Balance, January 1	\$ 70,650	\$ 70,650	\$ 52,399	
Resources (in-flows)				
Charges for Goods and Services	45,500	45,500	43,290	(2,210)
Donations	-	-	-	-
Transfers In	97,838	97,838	97,838	-
Miscellaneous Revenues	1,500	1,500	774	(726)
Total Resources (in-flows)	<u>144,838</u>	<u>144,838</u>	<u>141,902</u>	<u>(2,936)</u>
Amounts Available for Appropriation	215,488	215,488	194,301	
Charges to Appropriations (out-flows)				
Salaries and Wages	56,721	56,721	53,497	(3,224)
Personnel Benefits	30,342	30,342	28,859	(1,483)
Supplies	7,850	7,850	5,558	(2,292)
Services and Charges	49,925	49,925	49,543	(382)
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>144,838</u>	<u>144,838</u>	<u>137,457</u>	<u>(7,381)</u>
Budgeted Fund Balance, December 31	<u>\$ 70,650</u>	<u>\$ 70,650</u>	<u>\$ 56,844</u>	

SKAGIT COUNTY, WASHINGTON

River Improvement

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Budgeted Fund Balance, January 1	\$ (354)	\$ (354)	\$ 12,577	
Resources (in-flows)				
Intergovernmental Revenue	1,514,638	1,514,638	77,547	(1,437,091)
Charges for Goods and Services	-	-	-	-
Interest Revenue	-	-	-	-
Transfers In	65,142	65,142	49,394	(15,748)
Miscellaneous Revenues	-	-	-	-
Total Resources (in-flows)	<u>1,579,780</u>	<u>1,579,780</u>	<u>126,941</u>	<u>(1,452,839)</u>
Amounts Available for Appropriation	1,579,426	1,579,426	139,518	
Charges to Appropriations (out-flows)				
Salaries and Wages	28,277	28,277	23,436	(4,841)
Personnel Benefits	13,488	13,488	9,835	(3,653)
Supplies	150	150	10	(140)
Services and Charges	294,793	294,793	110,815	(183,978)
Capital Outlays	1,200,000	1,200,000	-	(1,200,000)
Interfund Payments for Services	42,718	42,718	-	(42,718)
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>1,579,426</u>	<u>1,579,426</u>	<u>144,096</u>	<u>(1,435,330)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (4,578)</u>	

SKAGIT COUNTY, WASHINGTON
Centennial Document Preservation
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Budgeted Fund Balance, January 1	\$ (14,332)	\$ (21,646)	\$ 647,924	
Resources (in-flows)				
Intergovernmental Revenue	70,000	70,000	63,781	(6,219)
Charges for Goods and Services	65,000	65,000	61,011	(3,989)
Interest Revenue	3,750	3,750	7,586	3,836
Total Resources (in-flows)	<u>138,750</u>	<u>138,750</u>	<u>132,378</u>	<u>(6,372)</u>
Amounts Available for Appropriation	124,418	117,104	780,302	
Charges to Appropriations (out-flows)				
Salaries and Wages	66,379	59,697	53,167	(6,530)
Personnel Benefits	32,389	31,757	31,817	60
Supplies			-	-
Services and Charges	25,650	25,650	32,117	6,467
Capital Outlays			-	-
Interfund Payments for Services			-	-
Transfers Out			-	-
Amount Charged to Appropriations (out-flows)	<u>124,418</u>	<u>117,104</u>	<u>117,101</u>	<u>(3)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 663,201</u>	

SKAGIT COUNTY, WASHINGTON

Election Services

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget
	Original Budget	Final Budget		
Budgeted Fund Balance, January 1	\$ 200,000	\$ 304,025	\$ 641,612	
Resources (in-flows)				
Intergovernmental Revenue			-	-
Charges for Goods and Services	271,000	271,000	326,456	55,456
Investment interest			-	-
Transfers In	248,582	248,582	248,582	-
Miscellaneous Revenues	50	50	8,652	8,602
Total Resources (in-flows)	<u>519,632</u>	<u>519,632</u>	<u>583,690</u>	<u>64,058</u>
Amounts Available for Appropriation	719,632	823,657	1,225,302	
Charges to Appropriations (out-flows)				
Salaries and Wages	229,789	270,599	245,237	(25,362)
Personnel Benefits	101,848	129,128	112,456	(16,672)
Supplies	6,000	8,000	3,805	(4,195)
Services and Charges	381,995	386,995	399,055	12,060
Capital Outlays	-	28,935	31,452	2,517
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>719,632</u>	<u>823,657</u>	<u>792,005</u>	<u>(31,652)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 433,297</u>	

SKAGIT COUNTY, WASHINGTON

Parks and Recreation

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget
	Original Budget	Final Budget		
Budgeted Fund Balance, January 1	\$ 211,569	\$ 211,569	\$ 974,272	
Resources (in-flows)				
Intergovernmental Revenue	3,000	3,000	-	(3,000)
Charges for Goods and Services	407,808	407,808	414,991	7,183
Interest Revenue	3,000	3,000	9,198	6,198
Donations	8,000	8,000	10,241	2,241
Transfers In	906,204	906,204	841,854	(64,350)
Miscellaneous Revenues	197,500	197,500	322,900	125,400
Total Resources (in-flows)	<u>1,525,512</u>	<u>1,525,512</u>	<u>1,599,184</u>	<u>73,672</u>
Amounts Available for Appropriation	1,737,081	1,737,081	2,573,456	
Charges to Appropriations (out-flows)				
Salaries and Wages	660,167	660,167	615,186	(44,981)
Personnel Benefits	321,319	321,319	299,161	(22,158)
Supplies	86,591	86,591	69,581	(17,010)
Services and Charges	654,104	654,104	640,719	(13,385)
Capital Outlays	6,300	6,300	-	(6,300)
Interfund Payments for Services	8,600	8,600	-	(8,600)
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>1,737,081</u>	<u>1,737,081</u>	<u>1,624,647</u>	<u>(112,434)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 948,809</u>	

SKAGIT COUNTY, WASHINGTON

Substance Abuse

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget
	Original Budget	Final Budget		
Budgeted Fund Balance, January 1	\$ 69,020	\$ 65,442	\$ 511,732	
Resources (in-flows)				
Intergovernmental Revenue	500,941	1,547,751	896,064	(651,687)
Charges for services	-	-	-	
Miscellaneous Revenue	-	-	40	40
Transfers In	-	-	-	-
Total Resources (in-flows)	<u>500,941</u>	<u>1,547,751</u>	<u>896,104</u>	<u>(651,647)</u>
Amounts Available for Appropriation	569,961	1,613,193	1,407,836	
Charges to Appropriations (out-flows)				
Salaries and Wages	112,562	112,562	99,168	(13,394)
Personnel Benefits	55,769	55,769	47,649	(8,120)
Supplies	2,000	2,000	28,528	26,528
Services and Charges	399,630	1,442,862	827,826	(615,036)
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>569,961</u>	<u>1,613,193</u>	<u>1,003,171</u>	<u>(610,022)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 404,665</u>	

SKAGIT COUNTY, WASHINGTON

Community Service

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ 157	\$ (5,843)	\$ 355,535	
Resources (in-flows)				
Intergovernmental Revenue	949,485	949,485	784,720	(164,765)
Charges for Goods and Services	3,400	9,400	6,499	(2,901)
Donations	217,120	217,120	216,174	(946)
Transfers In	1,228,686	1,238,686	1,228,686	(10,000)
Miscellaneous Revenues	163,138	163,138	163,199	61
Total Resources (in-flows)	<u>2,561,829</u>	<u>2,577,829</u>	<u>2,399,278</u>	<u>(178,551)</u>
Amounts Available for Appropriation	2,561,986	2,571,986	2,754,813	
Charges to Appropriations (out-flows)				
Salaries and Wages	790,044	796,044	789,273	(6,771)
Personnel Benefits	451,347	454,347	461,221	6,874
Supplies	520,870	520,870	482,217	(38,653)
Services and Charges	799,725	800,725	567,193	(233,532)
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>2,561,986</u>	<u>2,571,986</u>	<u>2,299,904</u>	<u>(272,082)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 454,909</u>	

SKAGIT COUNTY, WASHINGTON

Convention Center

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ 45,029	\$ 45,029	\$ 653,294	
Resources (in-flows)				
Sales and Use Tax	375,000	375,000	526,042	151,042
Miscellaneous Revenue	-	-	-	-
Interest Revenue	1,275	1,275	3,033	1,758
Total Resources (in-flows)	<u>376,275</u>	<u>376,275</u>	<u>529,075</u>	<u>152,800</u>
Amounts Available for Appropriation	421,304	421,304	1,182,369	
Charges to Appropriations (out-flows)				
Salaries and Wages	-	-	-	-
Personnel Benefits	-	-	-	-
Supplies	-	-	-	-
Services and Charges	271,954	271,954	409,976	138,022
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	149,350	149,350	-	(149,350)
Amount Charged to Appropriations (out-flows)	<u>421,304</u>	<u>421,304</u>	<u>409,976</u>	<u>(11,328)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 772,393</u>	

SKAGIT COUNTY, WASHINGTON

Clean Water Program

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ 20,971	\$ 20,971	\$ 244,283	
Resources (in-flows)				
Taxes	1,418,336	1,418,336	1,452,140	33,804
Intergovernmental Revenue	392,198	392,198	405,582	13,384
Charges for Goods and Services	-	-	-	-
Interest Revenue	-	-	-	-
Miscellaneous Revenues	3,000	3,000	11,688	8,688
Transfers In	-	-	-	-
Total Resources (in-flows)	1,813,534	1,813,534	1,869,410	55,876
Amounts Available for Appropriation	1,834,505	1,834,505	2,113,693	
Charges to Appropriations (out-flows)				
Salaries and Wages	470,936	470,936	493,039	22,103
Personnel Benefits	234,106	234,106	238,025	3,919
Supplies	93,900	93,900	87,830	(6,070)
Services and Charges	787,069	787,069	1,015,609	228,540
Capital Outlays	-	-	-	-
Interfund Payments for Services	248,494	248,494	-	(248,494)
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	1,834,505	1,834,505	1,834,503	(2)
Budgeted Fund Balance, December 31	\$ -	\$ -	\$ 279,190	

SKAGIT COUNTY, WASHINGTON

Conservation Futures

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ 1,150,243	\$ 1,150,243	\$ 4,019,792	
Resources (in-flows)				
Property Tax	836,278	836,278	932,485	96,207
Sales and Use Tax	13,754	13,754	21,800	8,046
Intergovernmental Revenue	16,800	16,800	59,193	42,393
Interest Revenue	5,676	5,676	-	(5,676)
Donations	50	50	-	(50)
Miscellaneous Revenues	228	228	14,671	14,443
Total Resources (in-flows)	<u>872,786</u>	<u>872,786</u>	<u>1,028,149</u>	<u>155,363</u>
Amounts Available for Appropriation	2,023,029	2,023,029	5,047,941	
Charges to Appropriations (out-flows)				
Salaries and Wages	74,144	74,144	54,194	(19,950)
Personnel Benefits	40,630	40,630	11,935	(28,695)
Supplies	200	200	-	(200)
Services and Charges	93,727	93,727	69,307	(24,420)
Capital Outlays	1,800,000	1,800,000	1,309,346	(490,654)
Interfund Payments for Services	14,328	14,328	-	(14,328)
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>2,023,029</u>	<u>2,023,029</u>	<u>1,444,782</u>	<u>(578,247)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,603,159</u>	

SKAGIT COUNTY, WASHINGTON

Medic I

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ 863,259	\$ 93,318	\$ 5,509,533	
Resources (in-flows)				
Property Tax	8,190,525	8,190,525	8,603,823	413,298
Sales and Use Tax	128,070	128,070	201,495	73,425
Intergovernmental Revenue	300,000	300,000	548,963	248,963
Charges for Services	-		11,223	11,223
Interest Revenue	20,000	20,000	59,105	39,105
Transfers In			-	-
Miscellaneous Revenues	1,500	1,342,260	15,515	(1,326,745)
Total Resources (in-flows)	<u>8,640,095</u>	<u>9,980,855</u>	<u>9,440,124</u>	<u>(540,731)</u>
Amounts Available for Appropriation	9,503,354	10,074,173	14,949,657	
Charges to Appropriations (out-flows)				
Salaries and Wages	252,647	252,647	184,795	(67,852)
Personnel Benefits	104,002	104,002	90,641	(13,361)
Supplies	173,333	203,333	159,038	(44,295)
Services and Charges	2,446,829	3,017,648	8,906,088	5,888,440
Capital Outlays	145,000	115,000	-	(115,000)
Interfund Payments for Services	6,381,543	6,381,543	-	(6,381,543)
Transfers Out			-	-
Amount Charged to Appropriations (out-flows)	<u>9,503,354</u>	<u>10,074,173</u>	<u>9,340,562</u>	<u>(733,611)</u>
Extraordinary Event - See Note			514,168	n/a
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 6,123,263</u>	

SKAGIT COUNTY, WASHINGTON

Crime Victim Services

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget
	Original Budget	Final Budget		
Budgeted Fund Balance, January 1	\$ 26,768	\$ 26,768	\$ 140,943	
Resources (in-flows)				
Charges for Goods and Services	100,000	100,000	181,304	81,304
Interest Revenue	2,000	2,000	2,770	770
Total Resources (in-flows)	<u>102,000</u>	<u>102,000</u>	<u>184,074</u>	<u>82,074</u>
Amounts Available for Appropriation	128,768	128,768	325,017	
Charges to Appropriations (out-flows)				
Salaries and Wages	45,033	45,033	43,895	(1,138)
Personnel Benefits	28,235	28,235	27,831	(404)
Supplies	400	400	6	(394)
Services and Charges	5,100	5,100	53,299	48,199
Capital Outlays			-	-
Interfund Payments for Services	50,000	50,000	-	(50,000)
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>128,768</u>	<u>128,768</u>	<u>125,031</u>	<u>(3,737)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 199,986</u>	

SKAGIT COUNTY, WASHINGTON

Communication System

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget
	Original Budget	Final Budget		
Budgeted Fund Balance, January 1	\$ -	\$ -	\$ 1,186,080	
Resources (in-flows)				
Sales and Use Tax	4,944,000	4,944,000	4,704,874	(239,126)
Other Tax				-
Interest Earnings	800	800	2,141	1,341
Intergovernmental Revenue	525,000	525,000	53,005	(471,995)
Total Resources (in-flows)	<u>5,469,800</u>	<u>5,469,800</u>	<u>4,760,020</u>	<u>(709,780)</u>
Amounts Available for Appropriation	5,469,800	5,469,800	5,946,100	
Charges to Appropriations (out-flows)				
Salaries and Wages	-	-	-	-
Personnel Benefits	-	-	-	-
Supplies	-	-	-	-
Services and Charges	5,469,800	5,469,800	4,737,793	(732,007)
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>5,469,800</u>	<u>5,469,800</u>	<u>4,737,793</u>	<u>(732,007)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 1,208,307</u>	

SKAGIT COUNTY, WASHINGTON

Water Quality Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ (3,969)	\$ (3,969)	\$ 509,453	
Resources (in-flows)				
Property Tax	-	-	-	-
Intergovernmental Revenue	10,000	135,000	361,035	226,035
Charges for Goods and Services	2,000	2,000	2,415	415
Interest Revenue	2,000	2,000	2,922	922
Proceeds of Long Term Debt	300,000	300,000	-	(300,000)
Total Resources (in-flows)	<u>314,000</u>	<u>439,000</u>	<u>366,372</u>	<u>(72,628)</u>
Amounts Available for Appropriation	310,031	435,031	875,825	
Charges to Appropriations (out-flows)				
Salaries and Wages	6,630	6,630	1,082	(5,548)
Personnel Benefits	3,401	3,401	531	(2,870)
Supplies	-	-	-	-
Services and Charges	300,000	425,000	350,367	(74,633)
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>310,031</u>	<u>435,031</u>	<u>351,980</u>	<u>(83,051)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 523,845</u>	

SKAGIT COUNTY, WASHINGTON

Planning and Development

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget
	Original Budget	Final Budget		
Budgeted Fund Balance, January 1	\$ 300,000	\$ 285,635	\$ 1,482,860	
Resources (in-flows)				
Licenses and Permits	900,000	900,000	793,024	(106,976)
Intergovernmental Revenue	11,000	25,365	19,838	(5,527)
Charges for Goods and Services	889,600	889,600	893,131	3,531
Fines and Forfeits	1,500	1,500	146	(1,354)
Interest Earnings				-
Transfers In	1,540,911	1,540,911	1,540,911	-
Miscellaneous Revenues	1,000	1,000	2,666	1,666
Total Resources (in-flows)	3,344,011	3,358,376	3,249,716	(108,660)
Amounts Available for Appropriation	3,644,011	3,644,011	4,732,576	
Charges to Appropriations (out-flows)				
Salaries and Wages	2,267,597	2,267,597	2,172,303	(95,294)
Personnel Benefits	1,035,264	1,035,264	986,524	(48,740)
Supplies	16,800	16,800	19,528	2,728
Services and Charges	321,950	321,950	212,614	(109,336)
Capital Outlays	-	-	-	-
Interfund Payments for Services	2,400	2,400	-	(2,400)
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	3,644,011	3,644,011	3,390,969	(253,042)
Budgeted Fund Balance, December 31	\$ -	\$ -	\$ 1,341,607	

SKAGIT COUNTY, WASHINGTON

Lake Management District 1

Schedule of Revenues, Expenditures and Changes in Fund Balance

**Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019**

	Budgeted Amounts		Actual	Variance with Final Budget
	Original Budget	Final Budget		
Budgeted Fund Balance, January 1	\$ 2,786	\$ 10,286	\$ 106,514	
Resources (in-flows)				
Other Tax	58,000	58,000	59,169	1,169
Interest Earnings	76	76	-	(76)
Total Resources (in-flows)	<u>58,076</u>	<u>58,076</u>	<u>59,169</u>	<u>1,093</u>
Amounts Available for Appropriation	60,862	68,362	165,683	
Charges to Appropriations (out-flows)				
Salaries and Wages	5,498	5,498	2,294	(3,204)
Personnel Benefits	2,665	2,665	1,133	(1,532)
Supplies	-	-	-	-
Services and Charges	52,699	60,199	57,412	(2,787)
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>60,862</u>	<u>68,362</u>	<u>60,839</u>	<u>(7,523)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 104,844</u>	

SKAGIT COUNTY, WASHINGTON

Lake Management District 2

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ 17,389	\$ 17,389	\$ 49,797	
Resources (in-flows)				
Other Tax	14,800	14,800	14,480	(320)
Interest Earnings	90	90	-	(90)
Total Resources (in-flows)	<u>14,890</u>	<u>14,890</u>	<u>14,480</u>	<u>(320)</u>
Amounts Available for Appropriation	32,279	32,279	64,277	
Charges to Appropriations (out-flows)				
Salaries and Wages	6,872	6,872	5,886	(986)
Personnel Benefits	3,332	3,332	3,043	(289)
Supplies	75	75	16	(59)
Services and Charges	22,000	22,000	1,243	(20,757)
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>32,279</u>	<u>32,279</u>	<u>10,188</u>	<u>(22,091)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 54,089</u>	

SKAGIT COUNTY, WASHINGTON

Lake Management District 3

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ 18,057	\$ 18,057	\$ 30,932	
Resources (in-flows)				
Other Tax	29,000	29,000	29,396	396
Interest Earnings	106	106	-	(106)
Total Resources (in-flows)	<u>29,106</u>	<u>29,106</u>	<u>29,396</u>	<u>290</u>
Amounts Available for Appropriation	47,163	47,163	60,328	
Charges to Appropriations (out-flows)				
Salaries and Wages	5,498	5,498	2,042	(3,456)
Personnel Benefits	2,665	2,665	1,016	(1,649)
Supplies	-	-	-	-
Services and Charges	39,000	39,000	36,973	(2,027)
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>47,163</u>	<u>47,163</u>	<u>40,031</u>	<u>(7,132)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,297</u>	

SKAGIT COUNTY, WASHINGTON
Lake Management District 4
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ 9,212	\$ 11,712	\$ 29,952	
Resources (in-flows)				
Other Tax	20,895	20,895	20,963	68
Interest Earnings	76	76	-	(76)
Total Resources (in-flows)	<u>20,971</u>	<u>20,971</u>	<u>20,963</u>	<u>(8)</u>
Amounts Available for Appropriation	30,183	32,683	50,915	
Charges to Appropriations (out-flows)				
Salaries and Wages	6,185	6,185	1,766	(4,419)
Personnel Benefits	2,998	2,998	875	(2,123)
Supplies	-	-	-	-
Services and Charges	21,000	23,500	21,171	(2,329)
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>30,183</u>	<u>32,683</u>	<u>23,812</u>	<u>(8,871)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 27,103</u>	

SKAGIT COUNTY, WASHINGTON

Edison Clean Water District

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget
	Original Budget	Final Budget		
Budgeted Fund Balance, January 1	\$ (11,964)	\$ (11,964)	\$ 380,558	
Resources (in-flows)				
Property Tax	80,000	80,000	83,838	3,838
Charges for Goods and Services	-	-	-	-
Interest Earnings	-	-	-	-
Miscellaneous Revenues	-	-	-	-
Total Resources (in-flows)	<u>80,000</u>	<u>80,000</u>	<u>83,838</u>	<u>3,838</u>
Amounts Available for Appropriation	68,036	68,036	464,396	
Charges to Appropriations (out-flows)				
Salaries and Wages	3,300	4,000	3,818	(182)
Personnel Benefits	716	1,861	1,785	(76)
Supplies	3,000	3,000	354	(2,646)
Services and Charges	61,020	59,175	62,077	2,902
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>68,036</u>	<u>68,036</u>	<u>68,034</u>	<u>(2)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 396,362</u>	

SKAGIT COUNTY, WASHINGTON

Drug Enforcement Cumulative

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ 1,800	\$ 1,800	\$ 144,235	
Resources (in-flows)				
Intergovernmental Revenue	-	-	-	-
Interest Revenue	1,200	1,200	2,768	1,568
Miscellaneous Revenues		27,000	27,000	-
Total Resources (in-flows)	1,200	28,200	29,768	1,568
Amounts Available for Appropriation	3,000	30,000	174,003	
Charges to Appropriations (out-flows)				
Salaries and Wages	-	-	-	-
Personnel Benefits	-	-	-	-
Supplies	3,000	3,000	4,785	1,785
Services and Charges	-	-	-	-
Capital Outlays	-	27,000	25,215	(1,785)
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	3,000	30,000	30,000	-
Budgeted Fund Balance, December 31	\$ -	\$ -	\$ 144,003	

SKAGIT COUNTY, WASHINGTON

Boating Safety

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ 5,400	\$ 5,400	\$ 99,347	
Resources (in-flows)				
Intergovernmental Revenue	76,000	76,000	74,493	(1,507)
Interest Earnings	500	500	931	431
Miscellaneous Revenues	1,500	1,500	-	(1,500)
Total Resources (in-flows)	<u>78,000</u>	<u>78,000</u>	<u>75,424</u>	<u>(2,576)</u>
Amounts Available for Appropriation	83,400	83,400	174,771	
Charges to Appropriations (out-flows)				
Salaries and Wages	36,000	36,000	29,456	(6,544)
Personnel Benefits	11,100	11,100	10,871	(229)
Supplies	16,000	16,000	13,300	(2,700)
Services and Charges	20,300	20,300	16,076	(4,224)
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>83,400</u>	<u>83,400</u>	<u>69,703</u>	<u>(13,697)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 105,068</u>	

SKAGIT COUNTY, WASHINGTON

Low-Income Housing Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget
	Original Budget	Final Budget		
Budgeted Fund Balance, January 1	\$ (16,005)	\$ (39,093)	\$ 129,026	
Resources (in-flows)				
Taxes	-	23,088	26,990	3,902
Charges for Goods and Services	250,000	250,000	173,895	(76,105)
Intergovernmental Revenue	200,000	750,000	150,000	(600,000)
Interest Revenue	-	-	-	-
Total Resources (in-flows)	<u>450,000</u>	<u>1,023,088</u>	<u>350,885</u>	<u>(672,203)</u>
Amounts Available for Appropriation	433,995	983,995	479,911	
Charges to Appropriations (out-flows)				
Salaries and Wages	7,780	16,180	14,038	(2,142)
Personnel Benefits	4,090	8,290	7,087	(1,203)
Supplies	-	-	-	-
Services and Charges	422,125	959,525	251,116	(708,409)
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>433,995</u>	<u>983,995</u>	<u>272,241</u>	<u>(711,754)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 207,670</u>	

SKAGIT COUNTY, WASHINGTON

Title III Projects Fund

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget
	Original Budget	Final Budget		
Budgeted Fund Balance, January 1	\$ -	\$ 40,433	\$ 33,801	
Resources (in-flows)				
Intergovernmental Revenue	37,407	37,407	34,143	(3,264)
Total Resources (in-flows)	<u>37,407</u>	<u>37,407</u>	<u>34,143</u>	<u>(3,264)</u>
Amounts Available for Appropriation	37,407	77,840	67,944	
Charges to Appropriations (out-flows)				
Salaries and Wages	-	-	-	-
Personnel Benefits	-	-	-	-
Supplies	-	-	-	-
Services and Charges	37,407	77,840	47,235	(30,605)
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>37,407</u>	<u>77,840</u>	<u>47,235</u>	<u>(30,605)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20,709</u>	

SKAGIT COUNTY, WASHINGTON

Treasurer's Reet

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget
	Original Budget	Final Budget		
Budgeted Fund Balance, January 1	\$ 18,210	\$ 18,210	\$ 301,448	
Resources (in-flows)				
Sales and Use Tax			-	-
Intergovernmental	15,600	15,600	14,238	(1,362)
Services and Charges	15,200	15,200	14,160	(1,040)
Interest Revenue	990	990	1,586	596
Total Resources (in-flows)	<u>31,790</u>	<u>31,790</u>	<u>29,984</u>	<u>(1,806)</u>
Amounts Available for Appropriation	50,000	50,000	331,432	
Charges to Appropriations (out-flows)				
Salaries and Wages	-	-	-	-
Personnel Benefits	-	-	-	-
Supplies	-	-	-	-
Services and Charges	50,000	50,000	-	(50,000)
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>(50,000)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 331,432</u>	

SKAGIT COUNTY, WASHINGTON

Homeless Housing

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ 51,320	\$ 51,320	\$ 232,484	
Resources (in-flows)				
Intergovernmental Revenue	3,141,726	3,141,726	1,103,402	(2,038,324)
Charges for Goods and Services	1,200,000	1,200,000	1,057,486	(142,514)
Interest Revenue	450	450	3,424	2,974
Total Resources (in-flows)	<u>4,342,176</u>	<u>4,342,176</u>	<u>2,164,312</u>	<u>(2,177,864)</u>
Amounts Available for Appropriation	4,393,496	4,393,496	2,396,796	
Charges to Appropriations (out-flows)				
Salaries and Wages	156,677	156,677	113,435	(43,242)
Personnel Benefits	81,132	81,132	53,907	(27,225)
Supplies	500	500	5,726	5,226
Services and Charges	4,155,187	4,155,187	1,915,693	(2,239,494)
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>4,393,496</u>	<u>4,393,496</u>	<u>2,088,761</u>	<u>(2,304,735)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 308,035</u>	

SKAGIT COUNTY, WASHINGTON
Housing/CD Revolving Loan Fund
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ 281,000	\$ 281,000	\$ -	
Resources (in-flows)				
Intergovernmental Revenue	-	-	-	-
Charges for Goods and Services	-	-	-	-
Interest Revenue	-	-	-	-
Total Resources (in-flows)	-	-	-	-
Amounts Available for Appropriation	281,000	281,000	-	
Charges to Appropriations (out-flows)				
Salaries and Wages	-	-	-	-
Personnel Benefits	-	-	-	-
Supplies	-	-	-	-
Services and Charges	281,000	281,000	3,278	(277,722)
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	281,000	281,000	3,278	(277,722)
Budgeted Fund Balance, December 31	\$ -	\$ -	\$ (3,278)	

SKAGIT COUNTY, WASHINGTON

Interlocal Investigation

Schedule of Revenues, Expenditures and Changes in Fund Balance

Budget (GAAP Basis) and Actual

For the Year Ended December 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget
	Original Budget	Final Budget		
Budgeted Fund Balance, January 1	\$ 124,500	\$ 124,500	\$ 106,081	
Resources (in-flows)				
Intergovernmental Revenue	-	-	284,363	284,363
Charges for Goods and Services	-	-	-	-
Fines and Forfeits	168,000	168,000	89,542	(78,458)
Interest Revenue	600	600	1,769	1,169
Donations	-	-	20,000	20,000
Miscellaneous Revenues	12,000	12,000	12,003	3
Total Resources (in-flows)	180,600	180,600	407,677	227,077
Amounts Available for Appropriation	305,100	305,100	513,758	
Charges to Appropriations (out-flows)				
Salaries and Wages			-	-
Personnel Benefits			-	-
Supplies	24,000	24,000	3,936	(20,064)
Services and Charges	212,100	212,100	172,461	(39,639)
Capital Outlays	20,000	20,000	-	(20,000)
Interfund Payments for Services	49,000	49,000	-	(49,000)
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	305,100	305,100	176,397	(128,703)
Budgeted Fund Balance, December 31	\$ -	\$ -	\$ 337,361	

SKAGIT COUNTY, WASHINGTON

NONMAJOR DEBT SERVICE FUND

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

For the Year Ended December 31, 2019

SKAGIT COUNTY, WASHINGTON
BALANCE SHEET
Combining Nonmajor Debt Service Fund
As of December 31, 2019

ASSETS AND OTHER DEBITS:	TOTALS
ASSETS:	
Cash	\$ 1,380,749
Investments	921,898
Accounts Receivable	-
Interfund Loans Receivable	89,033
TOTAL ASSETS	2,391,680
 LIABILITIES AND FUND BALANCES	
LIABILITIES	
Unearned Revenue	-
Interfund Loans Payable	94,533
TOTAL LIABILITIES	94,533
Deferred Inflow of Resources	-
 FUND BALANCES	
Reserved for Debt Service	2,297,147
TOTAL FUND BALANCES	2,297,147
 TOTAL LIABILITIES AND FUND BALANCES	 \$ 2,391,680

SKAGIT COUNTY, WASHINGTON
Combing Statement of Revenues, Expenditures
And Changes in Fund Balances
DEBT SERVICE FUND
For the Year Ended December 31, 2019

REVENUES:	Total
<hr/>	
Interest Revenue	\$ 74,589
Miscellaneous Revenues	1,002,302
TOTAL REVENUES	<hr/> 1,076,891
EXPENDITURES:	
<hr/>	
Debt Service: Principal	1,254,952
Debt Service: Interest and Related Costs	399,681
TOTAL EXPENDITURES	<hr/> 1,654,633
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<hr/> <hr/> (577,742)
OTHER FINANCING SOURCES (USES):	
<hr/>	
Transfers In	769,512
Proceeds of Long Term Debt	-
TOTAL OTHER FINANCING SOURCES (USES)	<hr/> 769,512
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USES	<hr/> <hr/> 191,770
FUND BALANCES:	
<hr/>	
Fund Balance, January 1	2,105,377
FUND BALANCE, DECEMBER 31	<hr/> \$ 2,297,147 <hr/>

SKAGIT COUNTY, WASHINGTON

Debt Service

Schedule of Revenues, Expenditures and Changes in Fund Balance Budget (GAAP Basis) and Actual For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Budgeted Fund Balance, January 1	\$ (88,381)	\$ (88,381)	\$ 2,105,377	
Resources (in-flows)				
Intergovernmental Revenues	-	-	-	-
Transfers In	769,513	769,513	769,512	(1)
Interest Revenue	62,257	62,257	74,589	12,332
Other Revenue	911,246	911,246	1,002,302	91,056
Total Resources (in-flows)	<u>1,743,016</u>	<u>1,743,016</u>	<u>1,846,403</u>	<u>103,387</u>
Amounts Available for Appropriation	1,654,635	1,654,635	3,951,780	
Charges to Appropriations (out-flows)				
Debt Service				-
Principal	1,254,952	1,254,952	1,254,952	-
Interest	399,683	399,683	399,681	(2)
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>1,654,635</u>	<u>1,654,635</u>	<u>1,654,633</u>	<u>(2)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,297,147</u>	

SKAGIT COUNTY, WASHINGTON NONMAJOR CAPITAL PROJECT FUNDS

Facility Improvement Fund - A fund established in 1978 to account for the expenses incurred in investigation, planning, construction, improvement, replacement, repair, acquisition of property, property rights, facilities and equipment of public facilities.

Capital Improvements Fund - A fund established in 1990 to account for the expenses incurred in improving and maintaining capital facilities.

Distressed County Public Improvement Fund - A fund established to collect the 0.04% distressed County sales and use tax as authorized by RCW 82.14.370 and authorized by the Board of County Commissioners. The fund will also be utilized for expending proceeds from the tax for financing and construction of public facilities.

Park Improvement Fund - A fund established to provide for accounting for the expenses incurred in investigation, planning, construction, improvement, replacement, repair, acquisition of property, property rights, facilities, and equipment.

SKAGIT COUNTY, WASHINGTON
BALANCE SHEET
NONMAJOR CAPITAL PROJECTS FUNDS
As of December 31, 2019

ASSETS:	FACILITY IMPROVEMENTS	CAPITAL IMPROVEMENT	DISTRESSED PUBLIC IMPROVEMENTS	PARKS IMPROVEMENT	TOTALS
ASSETS:					
Cash	\$ 4,138,331	\$ 2,287,969	\$ 6,000,205	\$ -	\$ 12,426,505
Investments	208,668	691,429	2,211,716	-	3,111,813
Due from Other Funds	-	-	-	-	-
Due from another government unit	298,873	-	535,856	606,134	1,440,863
TOTAL ASSETS	\$ 4,645,872	\$ 2,979,398	\$ 8,747,777	\$ 606,134	\$ 16,979,181
LIABILITIES AND FUND BALANCES					
LIABILITIES:					
Accounts/vouchers payable	218,022	-	327,951	22,664	568,637
Checks written in excess of cash balances	-	-	-	244,529	244,529
Due to other funds	20,269	-	-	5,425	25,694
Unearned Revenue	2,127,633	-	-	-	2,127,633
TOTAL LIABILITIES	2,365,924	-	327,951	272,618	2,966,493
FUND BALANCES					
Fund balances:					
Nonspendable	-	-	-	-	-
Restricted	2,279,948	2,979,398	8,419,826	333,516	14,012,688
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
TOTAL FUND BALANCES	2,279,948	2,979,398	8,419,826	333,516	14,012,688
TOTAL LIABILITIES AND FUND BALANCES	\$ 4,645,872	\$ 2,979,398	\$ 8,747,777	\$ 606,134	\$ 16,979,181

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE
NONMAJOR CAPITAL PROJECTS FUNDS
For the Year Ended December 31, 2019

	Facility IMPROVEMENTS FUND	CAPITAL IMPROVEMENTS FUND	DISTRESSED PUBLIC IMPROVEMENT	PARK IMPROVEMENT FUND	TOTALS
REVENUES:					
Other Taxes	\$ -	\$ 2,364,427	\$ -	\$ -	\$ 2,364,427
Excise Taxes	-	-	3,106,606	-	3,106,606
Intergovernmental Revenue	919,786	-	-	826,385	1,746,171
Charges for Goods and Services	-	-	-	7,865	7,865
Interest Revenue	4,615	15,496	54,727	-	74,838
Other Revenue	13,673	-	-	-	13,673
TOTAL REVENUES	938,074	2,379,923	3,161,333	834,250	7,313,580
EXPENDITURES:					
Current					
Economic Environment	1,315,134	694,889	1,584,419	-	3,594,442
Culture and Recreation	-	-	-	917,546	917,546
Capital Outlay	1,534,990	-	-	317,302	1,852,292
Total Expenditures	<u>2,850,124</u>	<u>694,889</u>	<u>1,584,419</u>	<u>1,234,848</u>	<u>6,364,280</u>
TOTAL EXPENDITURES	2,850,124	694,889	1,584,419	1,234,848	6,364,280
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>(1,912,050)</u>	<u>1,685,034</u>	<u>1,576,914</u>	<u>(400,598)</u>	<u>949,300</u>
OTHER FINANCING SOURCES (USES):					
Issuance of Long Term Debt	-	-	-	-	-
Proceeds of Capital Assets	-	-	-	-	-
Transfers In	3,007,627	-	-	493,930	3,501,557
Transfers Out	-	(2,665,263)	-	-	(2,665,263)
TOTAL OTHER FINANCING SOURCES (USES)	<u>3,007,627</u>	<u>(2,665,263)</u>	<u>-</u>	<u>493,930</u>	<u>836,294</u>
EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER EXPENDITURES AND OTHER FINANCING USE	<u>1,095,577</u>	<u>(980,229)</u>	<u>1,576,914</u>	<u>93,332</u>	<u>1,785,594</u>
FUND BALANCES:					
Fund Balance, January 1	1,184,371	3,959,627	6,842,912	240,184	12,227,094
Prior Period Adjustment	-	-	-	-	-
FUND BALANCE, DECEMBER 31	<u>\$ 2,279,948</u>	<u>\$ 2,979,398</u>	<u>\$ 8,419,826</u>	<u>\$ 333,516</u>	<u>\$ 14,012,688</u>

SKAGIT COUNTY, WASHINGTON
Facility Improvement
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Budgeted Fund Balance, January 1	\$ 136,211	\$(1,476,789)	\$ 1,184,371	
Resources (in-flows)				
Intergovernmental Revenues	465,000	465,000	919,786	454,786
Proceeds of Lt Debt	-	-	-	-
Transfers In	2,810,500	4,423,500	3,007,627	(1,415,873)
Interest Revenue	-	-	4,615	4,615
Other Revenue	820,000	820,000	13,673	(806,327)
Total Resources (in-flows)	<u>4,095,500</u>	<u>5,708,500</u>	<u>3,945,701</u>	<u>(1,762,799)</u>
Amounts Available for Appropriation	4,231,711	4,231,711	5,130,072	
Charges to Appropriations (out-flows)				
Salaries and Wages	86,688	86,688	64,445	(22,243)
Personnel Benefits	39,523	39,523	29,468	(10,055)
Supplies	-	-	-	-
Services and Charges	1,674,000	1,674,000	1,221,221	(452,779)
Capital Outlays	2,431,500	2,431,500	1,534,990	(896,510)
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>4,231,711</u>	<u>4,231,711</u>	<u>2,850,124</u>	<u>(1,381,587)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,279,948</u>	

SKAGIT COUNTY, WASHINGTON
Capital Improvements
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>			<u>Variance with Final Budget</u>
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Budgeted Fund Balance, January 1	\$ 3,127,023	\$ 3,127,023	\$ 3,959,627	
Resources (in-flows)				
Other Taxes	1,850,000	1,850,000	2,364,427	514,427
Interest Revenue	14,000	14,000	15,496	1,496
Total Resources (in-flows)	<u>1,864,000</u>	<u>1,864,000</u>	<u>2,379,923</u>	<u>515,923</u>
Amounts Available for Appropriation	4,991,023	4,991,023	6,339,550	
Charges to Appropriations (out-flows)				
Salaries and Wages	-	-	-	-
Personnel Benefits	-	-	-	-
Supplies	-	-	-	-
Miscellaneous	500,000	500,000	694,890	194,890
Capital Outlays	-	-	-	-
Interfund Payments for Services	-	-	-	-
Transfers Out	4,491,023	4,491,023	2,665,262	(1,825,761)
Amount Charged to Appropriations (out-flows)	<u>4,991,023</u>	<u>4,991,023</u>	<u>3,360,152</u>	<u>(1,630,871)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,979,398</u>	

SKAGIT COUNTY, WASHINGTON
Distressed Public Improvement
Schedule of Revenues, Expenditures and Changes in Fund Balance
Budget (GAAP Basis) and Actual
For the Year Ended December 31, 2019

	<u>Budgeted Amounts</u>			Variance with Final Budget
	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	
Budgeted Fund Balance, January 1	\$ 1,316,667	\$ 1,316,667	\$ 6,842,912	
Resources (in-flows)				
Sales and Use Tax	3,000,000	3,000,000	3,106,606	106,606
Interest Revenue	60,000	60,000	54,727	(5,273)
Total Resources (in-flows)	<u>3,060,000</u>	<u>3,060,000</u>	<u>3,161,333</u>	<u>101,333</u>
Amounts Available for Appropriation	4,376,667	4,376,667	10,004,245	
Charges to Appropriations (out-flows)				
Salaries and Wages	-	-	-	-
Personnel Benefits	-	-	-	-
Supplies	-	-	-	-
Services and Charges	-	-	-	-
Capital Outlays	-	-	-	-
Interfund Payments for Services	4,376,667	4,376,667	1,584,419	(2,792,248)
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	<u>4,376,667</u>	<u>4,376,667</u>	<u>1,584,419</u>	<u>(2,792,248)</u>
Budgeted Fund Balance, December 31	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,419,826</u>	

SKAGIT COUNTY, WASHINGTON

Park Improvement

Schedule of Revenues, Expenditures and Changes in Fund Balance Budget (GAAP Basis) and Actual For the Year Ended December 31, 2019

	Budgeted Amounts			Variance with Final Budget
	Original Budget	Final Budget	Actual	
Budgeted Fund Balance, January 1	\$ -	\$ -	\$ 240,184	
Resources (in-flows)				
Intergovernmental Revenue	2,483,990	2,483,990	826,385	(1,657,605)
Charges for Goods and Services	10,000	10,000	7,865	(2,135)
Interest Earnings	-	-	-	-
Transfers In	911,010	911,010	493,930	(417,080)
Donations	-	-	-	-
Total Resources (in-flows)	3,405,000	3,405,000	1,328,180	(2,076,820)
Amounts Available for Appropriation	3,405,000	3,405,000	1,568,364	
Charges to Appropriations (out-flows)				
Salaries and Wages	-	-	-	-
Personnel Benefits	-	-	-	-
Supplies	25,000	25,000	17,952	(7,048)
Services and Charges	521,000	521,000	899,594	378,594
Capital Outlays	2,859,000	2,859,000	317,302	(2,541,698)
Interfund Payments for Services	-	-	-	-
Transfers Out	-	-	-	-
Amount Charged to Appropriations (out-flows)	3,405,000	3,405,000	1,234,848	(2,170,152)
Budgeted Fund Balance, December 31	\$ -	\$ -	\$ 333,516	

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Nonmajor Enterprise Funds



SKAGIT COUNTY, WASHINGTON

NONMAJOR ENTERPRISE FUNDS

For the Year ended December 31, 2019, Skagit County has no Nonmajor Enterprise Funds.

Internal Service Funds



SKAGIT COUNTY, WASHINGTON INTERNAL SERVICE FUNDS

Internal Service Funds are established to account for the financing of goods or services provided by one department, agency, or government to other departments or agencies of Skagit County, or to other governments, on a cost reimbursable basis.

Equipment Rental Fund - A fund to finance the maintenance, operations, and acquisition of goods used by the Public Works Department and other County Funds.

Insurance Services Fund - A fund established for risk management activities, including settlement and defense of lawsuits and third-party claims to all tortious conduct.

Central Services Fund - A fund established to account for information systems, geographic information systems and records management on a county-wide basis pursuant to RCW 36.92

Unemployment Compensation Fund - A fund established to finance and account for unemployment claims against the County.

SKAGIT COUNTY, WASHINGTON
Combining Statement of Net Position
Internal Service Funds
December 31, 2019

Assets	Equipment Rental Fund	Insurance Service Fund	Central Services Fund	Unemployment Compensation Fund	Total
Current Assets					
Cash and Cash Equivalents	\$5,415,615	\$ 5,644,329	\$1,587,006	\$895,625	\$13,542,575
Restricted Cash	-	3,229,598	-	-	3,229,598
Accounts Receivable	-	-	42,395	-	42,395
Due From Other Funds	-	2,102,947	2,771,524	-	4,874,471
Due From Other Governments	-	-	-	-	-
Inventories and Prepayments	5,221,620	-	-	-	5,221,620
Total Current Assets	10,637,235	10,976,874	4,400,925	895,625	26,910,659
Noncurrent Assets					
Capital Assets					
Buildings	180,888	-	-	-	180,888
Machinery and Equipment	21,283,500	-	2,642,516	-	23,926,016
Less Accumulated Depreciation	(10,764,605)	-	(1,609,911)	-	(12,374,516)
Net Pension Asset	-	-	-	-	-
Total noncurrent assets	10,699,783	-	1,032,605	-	11,732,388
Total Assets	\$ 21,337,018	\$ 10,976,874	\$5,433,530	\$ 895,625	\$ 38,643,047
Deferred Outflows of Resources	54,752	20,380	301,378	-	376,510
Liabilities and Fund Equity					
Current Liabilities					
Accounts/Vouchers Payable	143,929	28,826	181,223	19,946	373,924
Claims and Judgements Payable	-	2,877,806	-	-	2,877,806
Accrue Wages Payable	26,780	12,426	130,738	30,091	200,035
Due to other Funds	79,293	64,567	-	-	143,860
Accrued Employee Benefits	6,848	2,757	28,916	-	38,521
OPEB Liability-Short Term	1,788	786	6,974	-	9,548
Other Accrued Liabilities	-	-	27	-	27
Total Current Liabilities	258,638	2,987,168	347,878	50,037	3,643,721
Non-Current Liabilities					
Compensated Absences	46,601	26,718	251,876	-	325,195
OPEB Liability	69,874	30,714	272,588	-	373,176
Environmental Liability	270,000	-	-	-	270,000
Net Pension Liability	195,104	69,164	1,156,336	-	1,420,604
Total Non-Current Liabilities	581,579	126,596	1,680,800	-	2,388,975
Total Liabilities	840,217	3,113,764	2,028,678	50,037	6,032,696
Deferred Inflows of Resources	110,468	39,363	649,925	-	799,756
Net Position					
Net Investment in Capital Assets,	10,699,783	-	1,032,605	-	11,732,388
Restricted	-	3,229,598	-	-	3,229,598
Unrestricted	9,741,302	4,614,529	2,023,700	845,588	17,225,119
Total Net Position	\$ 20,441,085	\$ 7,844,127	\$3,056,305	\$ 845,588	\$ 32,187,105

SKAGIT COUNTY, WASHINGTON

Combining Statement of Revenues, Expenses, and Changes in Fund Net Position Internal Service Funds December 31, 2019

	Equipment Rental Fund	Insurance Services Fund	Central Services Fund	Unemployment Compensation Fund	Total
<u>Operating Revenues:</u>					
Charges For Services	\$ 5,937,000	\$ 2,102,947	\$ 8,333,095	\$ 552,404	\$16,925,446
Miscellaneous	80,422	13,205,390	-	-	13,285,812
Total Operating Revenue	<u>6,017,422</u>	<u>15,308,337</u>	<u>8,333,095</u>	<u>552,404</u>	<u>30,211,258</u>
<u>Operating Expenses:</u>					
Personal services	1,140,118	497,487	4,889,026	346,328	6,872,959
Contractual services	-	2,747,767	-	-	2,747,767
Other supplies and expenses	3,835,712	142,918	3,778,365	-	7,756,995
Depreciation	1,401,812	-	237,507	-	1,639,319
Payment to Claimants	-	13,588,353	-	96,088	13,684,441
Total Operating Expenses	<u>6,377,642</u>	<u>16,976,525</u>	<u>8,904,898</u>	<u>442,416</u>	<u>32,701,481</u>
Operating Income (Loss)	<u>(360,220)</u>	<u>(1,668,188)</u>	<u>(571,803)</u>	<u>109,988</u>	<u>(2,490,223)</u>
<u>Non-Operating Revenues (Expenses):</u>					
Interest Revenue	68,513	84,160	-	-	152,673
Miscellaneous Revenue	-	-	-	-	-
Gain (Loss) on Fixed Asset Disposal	(175,253)	-	-	-	(175,253)
Miscellaneous Expense	-	-	-	-	-
Total non-operating revenues	<u>(106,740)</u>	<u>84,160</u>	<u>-</u>	<u>-</u>	<u>(22,580)</u>
Net Income (Loss) Before Operating Transfers Contributions and Special Items	<u>(466,960)</u>	<u>(1,584,028)</u>	<u>(571,803)</u>	<u>109,988</u>	<u>(2,512,803)</u>
Transfers In	-	-	-	-	-
Transfers Out	-	-	-	-	-
Changes in Net Position	<u>(466,960)</u>	<u>(1,584,028)</u>	<u>(571,803)</u>	<u>109,988</u>	<u>(2,512,803)</u>
Net Position as of January 1	<u>20,908,045</u>	<u>9,428,155</u>	<u>3,628,108</u>	<u>735,600</u>	<u>34,699,908</u>
Net Position as of December 31	<u>\$ 20,441,085</u>	<u>\$ 7,844,127</u>	<u>\$ 3,056,305</u>	<u>\$ 845,588</u>	<u>\$32,187,105</u>

SKAGIT COUNTY, WASHINGTON
Combining Statement of Cash Flow
Internal Service Funds
For the Year Ended December 31, 2019

	Equipment Rental Fund	Insurance Service Fund	Central Services Fund	Unemployment Compensation Fund	Total
<u>Cash Flows From Operating Activities:</u>					
Receipts from Customers	\$ 88,041	\$ 2,102,947	\$ 600	\$ -	\$ 2,191,588
Receipts from interfund services provided	5,937,000	13,036,732	7,074,704	552,402	26,600,838
Payments to Employees	(982,673)	(502,669)	(4,130,278)	(416,331)	(6,031,951)
Payments to Suppliers	(3,816,465)	470,102	(3,654,757)	-	(7,001,120)
Payments to Claimants	-	(13,588,355)	-	(91,173)	(13,679,528)
Payments for interfund services used	5,532	(2,744,186)	-	-	(2,738,654)
Miscellaneous receipts (payments)	267,381	(16,314)	-	-	251,067
Net cash provided (used) by operating activities	1,498,816	(1,241,743)	(709,731)	44,898	(407,760)
<u>Cash Flows From Non-Capital And Related Financing Activities</u>					
Transfers to Other Funds	-	-	-	-	-
Transfers From Other Funds	-	-	-	-	-
Residual Equity Transfer Out	-	-	-	-	-
Loan Payments	-	-	-	-	-
Interest Paid	-	-	-	-	-
Net cash provided (used) by Non-Capital and related financing activities	-	-	-	-	-
<u>Cash Flows From Capital And Related Financing Activities</u>					
Proceeds from sale of capital assets	(2,151,468)	-	(596,429)	-	(2,747,897)
Purchases of capital assets	183,022	-	-	-	183,022
Interest Paid	-	-	-	-	-
Net cash provided (used) by capital and related financing activities	(1,968,446)	-	(596,429)	-	(2,564,875)
<u>Cash Flows From Investing Activities:</u>					
Interest Received	68,513	84,160	-	-	152,673
Net Cash Provided by Investing Activities	68,513	84,160	-	-	152,673
Net Increase in Cash & Cash Equivalents	(401,117)	(1,157,583)	(1,306,160)	44,898	(2,819,962)
Balances as of January 1	5,816,732	10,031,510	2,893,166	850,727	19,592,135
Balances as of December 31	\$ 5,415,615	\$ 8,873,927	\$ 1,587,006	\$ 895,625	\$ 16,772,173

SKAGIT COUNTY, WASHINGTON
Combining Reconciliation of Operating Income to Net Cash Provided
Internal Service Funds
For the Year Ended December 31, 2019

	Equipment Rental Fund	Insurance Service Fund	Central Services Fund	Unemployment Compensation # Fund	Total
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities					
Operating Income (Loss)	\$ (360,220)	\$ (1,668,188)	\$ (571,803)	\$ 109,988	(2,490,223)
Adjustments to Reconcile Operating Income to Net Cash Provided (Used) by Operating Activities:					
Depreciation Expense	1,401,813	-	237,507	-	1,639,320
Changes in Assets and Liabilities:					
Receivables, Net	(50,905)	(174,690)	(1,301,600)	-	(1,527,195)
Inventories	(30,048)	-	-	-	(30,048)
Accounts and Other Payables	538,176	601,135	926,165	(65,090)	2,000,386
Net Cash Provided (Used) by Operating Activities	<u>\$ 1,498,816</u>	<u>\$ (1,241,743)</u>	<u>\$ (709,731)</u>	<u>\$ 44,898</u>	<u>\$ (407,759)</u>

Non-cash Activities

Vehicles with a cost of \$1,139,917 and accumulated depreciation of \$809,558 were sold in 2019
Estimated costs to retire three fuel tanks for a total long term liability of \$270,000 was realized in 2019

Custodial Funds



SKAGIT COUNTY, WASHINGTON

CUSTODIAL FUNDS

Custodial Funds are established to account for assets Skagit County holds in the capacity of agent. Many independent taxing districts are required by Washington State statutes to process all monies through the county treasurer. These Custodial Funds are custodial in nature and do not present results of operations or have a measurement focus.

Custodial Funds Include:

Affiliated Health Services Funds
Cemetery District Funds
Cities & Towns Funds
Council of Governments Funds
Dike Districts Funds
Drainage District Funds
Fidalgo Park Funds
Fire District Funds
Hospital District 1 Funds
Hospital District 2 funds
Hospital District 304 Funds
Library Funds
North Sound RSN/ASO Funds
Northwest Clean Air Agency
Port District Funds
Public Facilities District
School Districts Funds
Sewer District Funds
Skagit Community Network
Skagit Emergency Communications
Skagit Hospice Services
Skagit Housing Fund
Skagit Transportation Funds
State Funds
Trust Funds
Water District Funds

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF NET POSITION
CUSTODIAL FUNDS
As of December 31, 2019

	TRUST FUNDS	STATE FUNDS	NW CLEAN AIR AGENCY FUNDS	COUNCIL OF GOVERNMENTS FUNDS
ASSETS				
Cash	\$ 660,243	\$ 1,519,299	\$ 281,269	\$ 60,561
Taxes Receivable	-	879,809	-	-
Other Assets	-	-	-	-
TOTAL ASSETS	\$ 660,243	\$ 2,399,108	\$ 281,269	\$ 60,561
LIABILITIES				
Payables	\$ -	\$ -	\$ -	\$ 21,379
Other Liabilities	759,326	7,791,745	-	-
TOTAL LIABILITIES	\$ 759,326	\$ 7,791,745	\$ -	\$ 21,379
NET POSITION	\$ (99,083)	\$ (5,392,637)	\$ 281,269	\$ 39,182
TOTAL NET POSITION	\$ (99,083)	\$ (5,392,637)	\$ 281,269	\$ 39,182

	LIBRARY FUNDS	CITIES AND TOWNS FUNDS	PORT DISTRICT FUNDS	NORTH SOUND RSN/ASO FUNDS
ASSETS				
Cash	\$ 1,440,781	\$ 581,008	\$ 3,141,657	\$ 3,281,262
Taxes Receivable	51,916	263,334	87,327	-
Other Assets	-	-	-	2,366
ASSETS	\$ 1,492,697	\$ 844,342	\$ 3,228,984	\$ 3,283,628
LIABILITIES				
Payables	\$ 114,709	\$ -	\$ 245,146	\$ 2,172,623
Other Liabilities	-	-	-	-
TOTAL LIABILITIES	\$ 114,709	\$ -	\$ 245,146	\$ 2,172,623
NET POSITION	\$ 1,377,988	\$ 844,342	\$ 2,983,838	\$ 1,111,005
TOTAL NET POSITION	\$ 1,377,988	\$ 844,342	\$ 2,983,838	\$ 1,111,005

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF NET POSITION
CUSTODIAL FUNDS
As of December 31, 2019

	FIDALGO PARK FUNDS	AFFILIATED HEALTH SERVICES FUNDS	HOSPITAL DISTRICT 1 FUNDS	HOSPITAL DISTRICT 2 FUNDS
ASSETS				
Cash	\$ 113,061	\$ -	\$ 4,555,967	\$ 1,628,010
Taxes Receivable	7,831	-	74,650	61,675
Other Assets	-	-	-	-
TOTAL ASSETS	\$ 120,892	\$ -	\$ 4,630,617	\$ 1,689,685
LIABILITIES				
Payables	\$ -	\$ -	\$ 2,853,833	\$ 731,000
Other Liabilities	-	-	-	-
TOTAL LIABILITIES	\$ -	\$ -	\$ 2,853,833	\$ 731,000
NET POSITION	\$ 120,892	\$ -	\$ 1,776,784	\$ 958,685
TOTAL NET POSITION	\$ 120,892	\$ -	\$ 1,776,784	\$ 958,685

	DIKE DISTRICTS FUNDS	SKAGIT TRANSPORTATION FUNDS	DRAINAGE DISTRICT FUNDS	SCHOOL DISTRICTS FUNDS
ASSETS				
Cash	\$ 6,689,811	\$ 504	\$ 851,565	\$ 13,605,194
Taxes Receivable	107,640	-	25,270	1,147,013
Other Assets	2,783,720	-	-	-
ASSETS	\$ 9,581,171	\$ 504	\$ 876,835	\$ 14,752,207
LIABILITIES				
Payables	\$ 110,209	\$ -	\$ 289,667	\$ 4,357,101
Other Liabilities	15,541	-	-	-
TOTAL LIABILITIES	\$ 125,750	\$ -	\$ 289,667	\$ 4,357,101
NET POSITION	\$ 9,455,421	\$ 504	\$ 587,168	\$ 10,395,106
TOTAL NET POSITION	\$ 9,455,421	\$ 504	\$ 587,168	\$ 10,395,106

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF NET POSITION
CUSTODIAL FUNDS
As of December 31, 2019

	HOSPITAL DISTRICT 304 FUNDS	WATER DISTRICT FUNDS	SEWER DISTRICT FUNDS	FIRE DISTRICT FUNDS
ASSETS				
Cash	\$ 491,738	\$ 42,013	\$ 417,929	\$ 3,381,583
Taxes Receivable	25,260	-	-	151,353
Other Assets	-	-	-	-
TOTAL ASSETS	\$ 516,998	\$ 42,013	\$ 417,929	\$ 3,532,936
LIABILITIES				
Payables	\$ 2,380	\$ 5,198	\$ 14,130	\$ 83,703
Other Liabilities	-	-	-	-
TOTAL LIABILITIES	\$ 2,380	\$ 5,198	\$ 14,130	\$ 83,703
NET POSITION	\$ 514,618	\$ 36,815	\$ 403,799	\$ 3,449,233
TOTAL NET POSITION	\$ 514,618	\$ 36,815	\$ 403,799	\$ 3,449,233

	CEMETARY DISTRICTS FUNDS	SKAGIT COMMUNITY NETWORK	PUBLIC FACILITIES DISTRICT	SKAGIT EMERGENCY COMM
ASSETS				
Cash	\$ 262,820	\$ 1,801	\$ 163,721	\$ 50
Taxes Receivable	4,175	-	-	-
Other Assets	-	-	-	-
ASSETS	\$ 266,995	\$ 1,801	\$ 163,721	\$ 50
LIABILITIES				
Payables	\$ 8,798	\$ -	\$ 62,668	\$ 15,316
Other Liabilities	-	-	4,760,000	-
TOTAL LIABILITIES	\$ 8,798	\$ -	\$ 4,822,668	\$ 15,316
NET POSITION	\$ 258,197	\$ 1,801	\$ (4,658,947)	\$ (15,266)
TOTAL NET POSITION	\$ 258,197	\$ 1,801	\$ (4,658,947)	\$ (15,266)

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF NET POSITION
CUSTODIAL FUNDS
As of December 31, 2019

ASSETS	SKAGIT HOSPICE SERVICES	
Cash	\$	853
Taxes Receivable		-
Other Assets		-
TOTAL ASSETS	\$	853
LIABILITIES		
Payables	\$	-
Other Liabilities		-
TOTAL LIABILITIES	\$	-
NET POSITION	\$	853
TOTAL NET POSITION	\$	853

ASSETS	SKAGIT HOUSING FUND		2019 TOTALS
Cash	\$	-	\$ 43,172,700
Taxes Receivable		-	2,887,253
Other Assets		-	2,786,086
ASSETS	\$	-	\$ 48,846,039
LIABILITIES			
Payables	\$	-	\$ 11,087,860
Other Liabilities		-	13,326,612
TOTAL LIABILITIES	\$	-	\$ 24,414,472
NET POSITION	\$	-	\$ 24,431,567
TOTAL NET POSITION	\$	-	\$ 24,431,567

**SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF NET POSITION
INVESTMENT TRUST**

As of December 31, 2019

ASSETS	TRUST FUNDS	STATE FUNDS	NW CLEAN AIR AGENCY FUNDS	COUNCIL OF GOVERNMENTS FUNDS
Investments	\$ -	\$ -	\$ 3,672,785	\$ 315,692
TOTAL ASSETS	\$ -	\$ -	\$ 3,672,785	\$ 315,692
TOTAL LIABILITIES	\$ -	\$ -	\$ -	\$ -
TOTAL NET POSITION	\$ -	\$ -	\$ 3,672,785	\$ 315,692

ASSETS	LIBRARY FUNDS	CITIES AND TOWNS FUNDS	PORT DISTRICT FUNDS	NORTH SOUND RSN/ASO FUNDS
Investments	\$ 2,854,324	\$ -	\$ 13,057,599	\$ 3,003,421
TOTAL ASSETS	\$ 2,854,324	\$ -	\$ 13,057,599	\$ 3,003,421
TOTAL LIABILITIES	\$ -	\$ -	\$ -	\$ -
TOTAL NET POSITION	\$ 2,854,324	\$ -	\$ 13,057,599	\$ 3,003,421

**SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF NET POSITION
INVESTMENT TRUST**

As of December 31, 2019

	FIDALGO PARK FUNDS	AFFILIATED HEALTH SERVICES FUNDS	HOSPITAL DISTRICT 1 FUNDS	HOSPITAL DISTRICT 2 FUNDS
ASSETS				
Investments	\$ 2,332	\$ 121,013	\$ 186,691,713	\$ 38,850,917
TOTAL ASSETS	\$ 2,332	\$ 121,013	\$ 186,691,713	\$ 38,850,917
TOTAL LIABILITIES	\$ -	\$ -	\$ -	\$ -
TOTAL NET POSITION	\$ 2,332	\$ 121,013	\$ 186,691,713	\$ 38,850,917

	DIKE DISTRICTS FUNDS	SKAGIT TRANSPORTATION FUNDS	DRAINAGE DISTRICT FUNDS	SCHOOL DISTRICTS FUNDS
ASSETS				
Investments	\$ 19,546,211	\$ 6,270,495	\$ 213,589	\$ 94,905,228
TOTAL ASSETS	\$ 19,546,211	\$ 6,270,495	\$ 213,589	\$ 94,905,228
TOTAL LIABILITIES	\$ -	\$ -	\$ -	\$ -
TOTAL NET POSITION	\$ 19,546,211	\$ 6,270,495	\$ 213,589	\$ 94,905,228

**SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF NET POSITION
INVESTMENT TRUST**

As of December 31, 2019

	HOSPITAL DISTRICT 304 FUNDS	WATER DISTRICT FUNDS	SEWER DISTRICT FUNDS	FIRE DISTRICT FUNDS
ASSETS				
Investments	\$ 15,321,689	\$ 292,352	\$ 346,637	\$ 5,995,408
TOTAL ASSETS	\$ 15,321,689	\$ 292,352	\$ 346,637	\$ 5,995,408
TOTAL LIABILITIES	\$ -	\$ -	\$ -	\$ -
TOTAL NET POSITION	\$ 15,321,689	\$ 292,352	\$ 346,637	\$ 5,995,408

	CEMETARY DISTRICTS FUNDS	SKAGIT COMMUNITY NETWORK	PUBLIC FACILITIES DISTRICT	SKAGIT EMERGENCY COMM
ASSETS				
Investments	\$ 393,666	\$ -	\$ 1,861,980	\$ 1,704,292
TOTAL ASSETS	\$ 393,666	\$ -	\$ 1,861,980	\$ 1,704,292
TOTAL LIABILITIES	\$ -	\$ -	\$ -	\$ -
TOTAL NET POSITION	\$ 393,666	\$ -	\$ 1,861,980	\$ 1,704,292

**SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF NET POSITION
INVESTMENT TRUST**

As of December 31, 2019

ASSETS	SKAGIT HOSPICE SERVICES
Investments	\$ 2,078,834
TOTAL ASSETS	\$ 2,078,834

TOTAL LIABILITIES \$ -

TOTAL NET POSITION \$ 2,078,834

ASSETS	SKAGIT HOUSING FUND	2019 TOTALS
Investments	\$ 2,445	\$ 397,502,622
TOTAL ASSETS	\$ 2,445	\$ 397,502,622

TOTAL LIABILITIES \$ - \$ -

TOTAL NET POSITION \$ 2,445 \$ 397,502,622

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
CUSTODIAL FUNDS
Fiscal Year Ended
December 31, 2019

ADDITIONS	TRUST FUNDS	STATE FUNDS	NW CLEAN AIR AGENCY FUNDS
Tax revenue	\$ -	\$ 68,633,014	\$ -
Grant revenue	-	-	-
Service revenue	-	-	-
Receipt from government	5,936	4,636	5,503,340
Receipt from investment trust	-	-	-
Bond proceeds	-	-	-
Total Additions	<u>5,936</u>	<u>68,637,650</u>	<u>5,503,340</u>
DEDUCTIONS			
Salaries paid on behalf of other governments	-	-	-
Benefits paid on behalf of other governments	-	-	-
Other payments made on behalf of other governments	-	70,555,796	5,248,448
Disbursement to investment trust	-	-	-
Total Deductions	<u>-</u>	<u>70,555,796</u>	<u>5,248,448</u>
Change in Net Position	5,936	(1,918,146)	254,892
Beginning Net Position	-	-	-
Change in Net Position Due to Issuance of GASB 84	<u>(105,019)</u>	<u>(3,474,491)</u>	<u>26,377</u>
Ending Balance Net Position	<u>\$ (99,083)</u>	<u>\$ (5,392,637)</u>	<u>\$ 281,269</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
CUSTODIAL FUNDS
Fiscal Year Ended
December 31, 2019

	COUNCIL OF GOVERNMENTS FUNDS	FIDALGO PARK FUNDS	AFFILIATED HEALTH SERVICES FUNDS
ADDITIONS			
Tax revenue	\$ -	\$ 706,373	\$ -
Grant revenue		-	
Service revenue		-	
Receipt from government	699,674	742,738	63
Receipt from investment trust		190,000	52,030
Bond proceeds	-	-	-
Total Additions	<u>699,674</u>	<u>1,639,111</u>	<u>52,093</u>
DEDUCTIONS			
Salaries paid on behalf of other governments	320,727	-	-
Benefits paid on behalf of other governments	156,752	-	-
Other payments made on behalf of other governments	251,668	4,209,178	52,030
Disbursement to investment trust		-	63
Total Deductions	<u>729,147</u>	<u>4,209,178</u>	<u>52,093</u>
Change in Net Position	(29,473)	(2,570,067)	-
Beginning Net Position	-	-	-
Change in Net Position Due to Issuance of GASB 84	<u>68,655</u>	<u>2,690,959</u>	<u>-</u>
Ending Balance Net Position	<u>\$ 39,182</u>	<u>\$ 120,892</u>	<u>\$ -</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
CUSTODIAL FUNDS
Fiscal Year Ended
December 31, 2019

ADDITIONS	HOSPITAL DISTRICT 1 FUNDS	HOSPITAL DISTRICT 2 FUNDS	HOSPITAL DISTRICT 304 FUNDS
Tax revenue	\$ 4,658,388	\$ 5,546,870	\$ 1,186,237
Grant revenue			
Service revenue			
Receipt from government	615,968,090	108,844,847	4,589,284
Receipt from investment trust	622,539,477	24,878,489	15,912,578
Bond proceeds	-	12,002,350	-
Total Additions	<u>1,243,165,955</u>	<u>151,272,556</u>	<u>21,688,099</u>
DEDUCTIONS			
Salaries paid on behalf of other governments	-	-	-
Benefits paid on behalf of other governments	-	-	-
Other payments made on behalf of other governments	604,606,373	120,361,586	5,228,272
Disbursement to investment trust	631,164,566	35,198,139	16,451,682
Total Deductions	<u>1,235,770,939</u>	<u>155,559,725</u>	<u>21,679,954</u>
Change in Net Position	7,395,016	(4,287,169)	8,145
Beginning Net Position	-	-	-
Change in Net Position Due to Issuance of GASB 84	<u>(5,618,232)</u>	<u>5,245,854</u>	<u>506,473</u>
Ending Balance Net Position	<u>\$ 1,776,784</u>	<u>\$ 958,685</u>	<u>\$ 514,618</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
CUSTODIAL FUNDS
Fiscal Year Ended
December 31, 2019

ADDITIONS	WATER DISTRICT FUNDS	SEWER DISTRICT FUNDS	FIRE DISTRICT FUNDS
Tax revenue	\$ -	\$ -	\$ 6,103,671
Grant revenue	-	-	262,074
Service revenue	-	1,305,527	1,188,129
Receipt from government	66,810	551,230	6,335,446
Receipt from investment trust	-	-	262,165
Bond proceeds	-	-	1,299,800
Total Additions	<u>66,810</u>	<u>1,856,757</u>	<u>15,451,285</u>
DEDUCTIONS			
Salaries paid on behalf of other governments	3,072	3,968	168,709
Benefits paid on behalf of other governments	240	309	20,168
Other payments made on behalf of other governments	73,598	1,776,639	9,465,677
Disbursement to investment trust	-	-	1,436,850
Total Deductions	<u>76,910</u>	<u>1,780,916</u>	<u>11,091,404</u>
Change in Net Position	(10,100)	75,841	4,359,881
Beginning Net Position	-	-	-
Change in Net Position Due to Issuance of GASB 84	<u>46,915</u>	<u>327,958</u>	<u>(910,648)</u>
Ending Balance Net Position	<u>\$ 36,815</u>	<u>\$ 403,799</u>	<u>\$ 3,449,233</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
CUSTODIAL FUNDS
Fiscal Year Ended
December 31, 2019

ADDITIONS	SKAGIT HOSPICE SERVICES
Tax revenue	\$ -
Grant revenue	-
Service revenue	-
Receipt from government	-
Receipt from investment trust	10,000
Bond proceeds	-
Total Additions	10,000
DEDUCTIONS	
Salaries paid on behalf of other governments	-
Benefits paid on behalf of other governments	-
Other payments made on behalf of other governments	10,000
Disbursement to investment trust	-
Total Deductions	10,000
Change in Net Position	-
Beginning Net Position	-
Change in Net Position Due to Issuance of GASB 84	853
Ending Balance Net Position	\$ 853

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
CUSTODIAL FUNDS
Fiscal Year Ended
December 31, 2019

	LIBRARY FUNDS	SKAGIT HOUSING FUND	CITIES AND TOWNS FUNDS
ADDITIONS			
Tax revenue	\$ 1,950,947	\$ -	\$ 19,299,786
Grant revenue	-	-	-
Service revenue	-	-	-
Receipt from government	369,788	1,705,118	4,191,268
Receipt from investment trust	-	-	-
Bond proceeds	-	-	-
Total Additions	<u>2,320,735</u>	<u>1,705,118</u>	<u>23,491,054</u>
DEDUCTIONS			
Salaries paid on behalf of other governments	743,985	-	-
Benefits paid on behalf of other governments	312,773	-	-
Other payments made on behalf of other governments	967,313	1,780,135	22,946,093
Disbursement to investment trust	250,000	-	-
Total Deductions	<u>2,274,071</u>	<u>1,780,135</u>	<u>22,946,093</u>
 Change in Net Position	 46,664	 (75,017)	 544,961
 Beginning Net Position	 -	 -	 -
 Change in Net Position Due to Issuance of GASB 84	 <u>1,331,324</u>	 <u>75,017</u>	 <u>299,381</u>
 Ending Balance Net Position	 <u>\$ 1,377,988</u>	 <u>\$ -</u>	 <u>\$ 844,342</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
CUSTODIAL FUNDS
Fiscal Year Ended
December 31, 2019

	PORT DISTRICT FUNDS	NORTH SOUND RSN/ASO FUNDS	DIKE DISTRICTS FUNDS
ADDITIONS			
Tax revenue	\$ 6,166,618	\$ -	\$ 5,298,451
Grant revenue	-	90,270,687	-
Service revenue	-	-	-
Receipt from government	49,652,443	16,743,150	2,379,739
Receipt from investment trust	23,840,692	26,380,168	1,200
Bond proceeds	-	-	-
Total Additions	<u>79,659,753</u>	<u>133,394,005</u>	<u>7,679,390</u>
DEDUCTIONS			
Salaries paid on behalf of other governments	-	3,701,111	637,367
Benefits paid on behalf of other governments	-	1,258,598	194,133
Other payments made on behalf of other governments	59,883,128	122,887,811	3,243,150
Disbursement to investment trust	16,773,959	3,285,451	2,250,000
Total Deductions	<u>76,657,087</u>	<u>131,132,971</u>	<u>6,324,650</u>
 Change in Net Position	 3,002,666	 2,261,034	 1,354,740
Beginning Net Position	-	-	-
 Change in Net Position Due to Issuance of GASB 84	 <u>(18,828)</u>	 <u>(1,150,029)</u>	 <u>8,100,681</u>
 Ending Balance Net Position	 <u>\$ 2,983,838</u>	 <u>\$ 1,111,005</u>	 <u>9,455,421</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
CUSTODIAL FUNDS
Fiscal Year Ended
December 31, 2019

	SKAGIT TRANSPORTATION FUNDS	DRAINAGE DISTRICT FUNDS	SCHOOL DISTRICTS FUNDS
ADDITIONS			
Tax revenue	\$ -	\$ 935,971	\$ 320,673,746
Grant revenue	-	-	-
Service revenue	-	-	-
Receipt from government	-	455,915	59,192,453
Receipt from investment trust	2,685,000	1,010,584	122,969,932
Bond proceeds	-	-	3,000,000
Total Additions	<u>2,685,000</u>	<u>2,402,470</u>	<u>505,836,131</u>
DEDUCTIONS			
Salaries paid on behalf of other governments	-	105,827	-
Benefits paid on behalf of other governments	-	12,834	-
Other payments made on behalf of other governments	2,685,000	1,944,886	436,739,887
Disbursement to investment trust	-	-	69,783,262
Total Deductions	<u>2,685,000</u>	<u>2,063,547</u>	<u>506,523,149</u>
Change in Net Position	-	338,923	(687,018)
Beginning Net Position	-	-	-
Change in Net Position Due to Issuance of GASB 84	<u>504</u>	<u>248,245</u>	<u>11,082,124</u>
Ending Balance Net Position	<u>\$ 504</u>	<u>\$ 587,168</u>	<u>\$ 10,395,106</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
CUSTODIAL FUNDS
Fiscal Year Ended
December 31, 2019

	CEMETARY DISTRICTS FUNDS	SKAGIT COMMUNITY NETWORK	PUBLIC FACILITIES DISTRICT
ADDITIONS			
Tax revenue	\$ 236,839	\$ -	\$ 1,141,807
Grant revenue	-	-	-
Service revenue	-	-	-
Receipt from government	108,966	-	697,696
Receipt from investment trust	2,400	-	880,520
Bond proceeds	-	-	-
Total Additions	<u>348,205</u>	<u>-</u>	<u>2,720,023</u>
DEDUCTIONS			
Salaries paid on behalf of other governments	116,208	-	-
Benefits paid on behalf of other governments	31,822	-	-
Other payments made on behalf of other governments	139,709	-	2,706,781
Disbursement to investment trust	-	-	-
Total Deductions	<u>287,739</u>	<u>-</u>	<u>2,706,781</u>
Change in Net Position	60,466	-	13,242
Beginning Net Position	-	-	-
Change in Net Position Due to Issuance of GASB 84	<u>197,731</u>	<u>1,801</u>	<u>(4,672,189)</u>
Ending Balance Net Position	<u>\$ 258,197</u>	<u>\$ 1,801</u>	<u>\$ (4,658,947)</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
CUSTODIAL FUNDS
Fiscal Year Ended
December 31, 2019

	SKAGIT EMERGENCY COMM	2019 TOTALS
ADDITIONS		
Tax revenue	\$ 4,684,789	\$ 447,223,507
Grant revenue	-	90,532,761
Service revenue	-	2,493,656
Receipt from government	456,204	879,264,834
Receipt from investment trust	-	841,615,235
Bond proceeds	-	16,302,150
Total Additions	5,140,993	2,277,432,143
DEDUCTIONS		
Salaries paid on behalf of other governments	-	5,800,974
Benefits paid on behalf of other governments	-	1,987,629
Other payments made on behalf of other governments	4,684,789	1,482,447,947
Disbursement to investment trust	456,204	777,050,176
Total Deductions	5,140,993	2,267,286,726
Change in Net Position	-	10,145,417
Beginning Net Position	-	-
Change in Net Position Due to Issuance of GASB 84	(15,266)	14,286,150
Ending Balance Net Position	\$ (15,266)	\$ 24,431,567

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
INVESTMENT TRUST
Fiscal Year Ended
December 31, 2019

	TRUST FUNDS	STATE FUNDS	NW CLEAN AIR AGENCY FUNDS
ADDITIONS			
Investment Revenue	\$ -	\$ -	\$ 81,295
Investment Trust Sales	-	-	1,748,000
Total Additions	<u>-</u>	<u>-</u>	<u>1,829,295</u>
DEDUCTIONS			
Investment Purchases	<u>-</u>	<u>-</u>	<u>2,405,700</u>
Total Deductions	<u>-</u>	<u>-</u>	<u>2,405,700</u>
Change in Net Position	-	-	(576,405)
Beginning Net Position	<u>-</u>	<u>-</u>	<u>4,249,190</u>
Ending Balance Net Position	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,672,785</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
INVESTMENT TRUST
Fiscal Year Ended
December 31, 2019

	COUNCIL OF GOVERNMENTS FUNDS	FIDALGO PARK FUNDS	AFFILIATED HEALTH SERVICES FUNDS
ADDITIONS			
Investment Revenue	\$ 6,845	\$ 3,196	\$ 3,252
Investment Trust Sales	165,001	-	62
Total Additions	<u>171,846</u>	<u>3,196</u>	<u>3,314</u>
DEDUCTIONS			
Investment Purchases	45,000	190,000	52,030
Total Deductions	<u>45,000</u>	<u>190,000</u>	<u>52,030</u>
 Change in Net Position	 126,846	 (186,804)	 (48,716)
 Beginning Net Position	 <u>188,846</u>	 <u>189,136</u>	 <u>169,729</u>
 Ending Balance Net Position	 <u><u>\$ 315,692</u></u>	 <u><u>\$ 2,332</u></u>	 <u><u>\$ 121,013</u></u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
INVESTMENT TRUST
Fiscal Year Ended
December 31, 2019

	HOSPITAL DISTRICT 1 FUNDS	HOSPITAL DISTRICT 2 FUNDS	HOSPITAL DISTRICT 304 FUNDS
ADDITIONS			
Investment Revenue	\$ 3,852,950	\$ 751,285	\$ 360,621
Investment Trust Sales	631,164,566	35,198,139	16,451,682
Total Additions	<u>635,017,516</u>	<u>35,949,424</u>	<u>16,812,303</u>
DEDUCTIONS			
Investment Purchases	622,539,477	24,878,489	15,912,578
Total Deductions	<u>622,539,477</u>	<u>24,878,489</u>	<u>15,912,578</u>
Change in Net Position	12,478,039	11,070,935	899,725
Beginning Net Position	<u>174,213,674</u>	<u>27,779,982</u>	<u>14,421,964</u>
Ending Balance Net Position	<u>\$ 186,691,713</u>	<u>\$ 38,850,917</u>	<u>\$ 15,321,689</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
INVESTMENT TRUST
Fiscal Year Ended
December 31, 2019

	WATER DISTRICT FUNDS	SEWER DISTRICT FUNDS	FIRE DISTRICT FUNDS	SKAGIT HOSPICE SERVICES
ADDITIONS				
Investment Revenue	\$ 6,467	\$ 7,529	\$ 122,886	\$ 47,033
Investment Trust Sales	-	30,200	1,186,557	-
Total Additions	<u>6,467</u>	<u>37,729</u>	<u>1,309,443</u>	<u>47,033</u>
DEDUCTIONS				
Investment Purchases		40,000	262,165	10,000
Total Deductions	<u>-</u>	<u>40,000</u>	<u>262,165</u>	<u>10,000</u>
Change in Net Position	6,467	(2,271)	1,047,278	37,033
Beginning Net Position	<u>285,885</u>	<u>348,908</u>	<u>4,948,130</u>	<u>2,041,801</u>
Ending Balance Net Position	<u>\$ 292,352</u>	<u>\$ 346,637</u>	<u>\$ 5,995,408</u>	<u>\$ 2,078,834</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
INVESTMENT TRUST
Fiscal Year Ended
December 31, 2019

ADDITIONS	LIBRARY FUNDS	SKAGIT HOUSING FUND	CITIES AND TOWNS FUNDS
Investment Revenue	\$ 62,762	\$ 27,260	\$ -
Investment Trust Sales	250,000	559,486	-
Total Additions	<u>312,762</u>	<u>586,746</u>	<u>-</u>
DEDUCTIONS			
Investment Purchases	-	1,780,135	-
Total Deductions	<u>-</u>	<u>1,780,135</u>	<u>-</u>
Change in Net Position	312,762	(1,193,389)	-
 Beginning Net Position	 <u>2,541,562</u>	 <u>1,195,834</u>	 <u>-</u>
Ending Balance Net Position	 <u><u>\$ 2,854,324</u></u>	 <u><u>\$ 2,445</u></u>	 <u><u>\$ -</u></u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
INVESTMENT TRUST
Fiscal Year Ended
December 31, 2019

ADDITIONS	PORT DISTRICT FUNDS	NORTH SOUND RSN/ASO FUNDS	DIKE DISTRICTS FUNDS
Investment Revenue	\$ 407,382	\$ 387,856	\$ 405,392
Investment Trust Sales	16,773,959	3,285,451	2,250,000
Total Additions	<u>17,181,341</u>	<u>3,673,307</u>	<u>2,655,392</u>
DEDUCTIONS			
Investment Purchases	23,840,692	26,380,168	1,200
Total Deductions	<u>23,840,692</u>	<u>26,380,168</u>	<u>1,200</u>
Change in Net Position	(6,659,351)	(22,706,861)	2,654,192
Beginning Net Position	<u>19,716,950</u>	<u>25,710,282</u>	<u>16,892,019</u>
Ending Balance Net Position	<u>\$ 13,057,599</u>	<u>\$ 3,003,421</u>	<u>\$ 19,546,211</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
INVESTMENT TRUST
Fiscal Year Ended
December 31, 2019

	SKAGIT TRANSPORTATION FUNDS	DRAINAGE DISTRICT FUNDS	SCHOOL DISTRICTS FUNDS
ADDITIONS			
Investment Revenue	\$ 168,615	\$ 20,057	\$ 3,152,408
Investment Trust Sales	-	-	69,783,262
Total Additions	<u>168,615</u>	<u>20,057</u>	<u>72,935,670</u>
DEDUCTIONS			
Investment Purchases	2,684,999	1,008,053	122,969,932
Total Deductions	<u>2,684,999</u>	<u>1,008,053</u>	<u>122,969,932</u>
Change in Net Position	(2,516,384)	(987,996)	(50,034,262)
Beginning Net Position	<u>8,786,879</u>	<u>1,201,585</u>	<u>144,939,490</u>
Ending Balance Net Position	<u>\$ 6,270,495</u>	<u>\$ 213,589</u>	<u>\$ 94,905,228</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
INVESTMENT TRUST
Fiscal Year Ended
December 31, 2019

	CEMETARY DISTRICTS FUNDS	SKAGIT COMMUNITY NETWORK	PUBLIC FACILITIES DISTRICT
ADDITIONS			
Investment Revenue	\$ 8,812	\$ -	\$ 49,440
Investment Trust Sales	7,400	-	466,410
Total Additions	<u>16,212</u>	<u>-</u>	<u>515,850</u>
DEDUCTIONS			
Investment Purchases	9,800	-	687,309
Total Deductions	<u>9,800</u>	<u>-</u>	<u>687,309</u>
Change in Net Position	6,412	-	(171,459)
Beginning Net Position	<u>387,254</u>	<u>-</u>	<u>2,033,439</u>
Ending Balance Net Position	<u>\$ 393,666</u>	<u>\$ -</u>	<u>\$ 1,861,980</u>

SKAGIT COUNTY, WASHINGTON
COMBINING STATEMENT OF CHANGE IN NET POSITION
INVESTMENT TRUST
Fiscal Year Ended
December 31, 2019

ADDITIONS	SKAGIT EMERGENCY COMM	2019 TOTALS
Investment Revenue	\$ 31,862	\$ 9,965,205
Investment Trust Sales	456,206	779,776,381
Total Additions	<u>488,068</u>	<u>789,741,586</u>
DEDUCTIONS		
Investment Purchases	-	845,697,727
Total Deductions	<u>-</u>	<u>845,697,727</u>
Change in Net Position	488,068	(55,956,141)
 Beginning Net Position	 <u>1,216,224</u>	 <u>453,458,763</u>
Ending Balance Net Position	 <u>\$ 1,704,292</u>	 <u>\$ 397,502,622</u>

Statistical Section



SKAGIT COUNTY, WASHINGTON

Statistical Section

This part of Skagit County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

Contents

Financial Trends

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

Revenue Capacity

These schedules contain information to help the reader assess the County's most significant local revenue source, property taxes.

Debt Capacity

These schedules present information to help the reader assess the affordability of the County's current levels of outstanding debt and the County's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment in which the County's financial activities take place.

Operating Information

These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial statements relate to the services the County provides and the activities it performs.

SKAGIT COUNTY, WASHINGTON

Net Position by Component

For Ten Fiscal Years

(Accrual Basis of Accounting)

Fiscal Year:	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Government Activities										
Net Investment in Capital Assets	\$ 359,956,151	\$ 327,995,991	\$ 324,329,535	\$ 311,928,988	\$ 291,628,047	\$ 273,798,884	\$ 252,394,754	\$ 245,952,404	\$ 254,580,624	\$ 256,756,738
Restricted	27,543,125	29,091,499	28,152,145	31,055,769	30,418,711	36,559,030	52,215,900	53,942,940	56,184,424	66,156,448
Unrestricted	16,234,084	24,193,225	29,972,479	11,722,069	26,256,073	6,460,200	9,595,543	17,637,553	19,903,334	22,706,177
Total Governmental Activities Net Position	403,733,360	381,270,715	382,454,159	354,706,846	350,302,831	316,818,114	314,196,197	317,732,897	332,668,382	345,619,363
Business-Type Activities										
Net Investment in Capital Assets	3,843,894	4,669,373	6,207,740	7,110,665	14,405,733	9,066,636	9,100,601	18,958,513	20,186,095	20,079,884
Restricted	(2,267,094)	(1,589,457)	(1,926,699)	(2,810,762)	(2,963,191)	-	58,529	-	227,161	339,062
Unrestricted	1,576,800	3,079,916	4,281,041	4,299,903	11,442,542	14,157,632	23,036,748	24,464,797	4,990,859	(12,801,984)
Total Business-Type Activities Net Position	3,843,894	4,669,373	6,207,740	7,110,665	14,405,733	9,066,636	9,100,601	18,958,513	20,186,095	20,079,884
Primary Government										
Net Investment in Capital Assets	363,800,045	332,665,364	330,537,275	319,039,653	306,033,780	282,865,520	261,495,355	264,910,917	274,766,719	276,836,622
Restricted	27,543,125	29,091,499	28,152,145	31,055,769	30,418,711	36,559,030	52,214,429	53,942,940	56,411,585	66,495,510
Unrestricted	13,966,990	22,593,768	28,045,780	8,911,327	25,292,892	11,551,196	23,463,161	23,343,837	24,894,193	9,904,193
Total Primary Government Net Position	\$ 405,310,160	\$ 384,350,631	\$ 386,735,200	\$ 359,006,749	\$ 381,745,373	\$ 330,975,746	\$ 337,232,945	\$ 342,197,694	\$ 358,072,497	\$ 353,236,375

Notes:
 In 2014, jail operations were removed from Government Activities and now reside in Business-Type Activities

Source: Skagit County Auditor's Office

SKAGIT COUNTY, WASHINGTON

Changes in Net Position For Ten Fiscal Years (Accrual Basis of Accounting)

Fiscal Year:	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Revenues and Other Changes in Net Position										
Governmental Activities										
Property Taxes	\$ 40,835,173	\$ 40,612,732	\$ 41,460,187	\$ 45,491,521	\$ 44,659,376	\$ 45,164,735	\$ 49,106,391	\$ 50,138,944	\$ 48,662,370	\$ 51,508,031
Sales/Use Tax	13,065,954	15,478,629	16,447,958	16,716,680	17,263,481	18,421,647	19,778,645	20,697,012	23,314,364	23,828,587
Other Tax	2,873,252	2,645,798	2,450,656	895,827	797,162	833,846	735,926	1,319,226	4,188,761	5,453,293
Interest and Investment Earnings	1,104,621	781,032	589,613	2,001,010	1,559,578	1,613,617	1,887,018	2,554,231	4,146,928	4,980,701
Gain (Loss) From Sale of Assets	14,837	(118,394)	-	1,292,478	(340,575)	114,660	76,294	696,538	36,865	(175,253)
Special Item					1,786,614					514,168
Transfers	(84,008)	8,142	(185,509)	104,000	(50,845)	(58,858)	(38,451)	5,000		24,697
Total Governmental Activities	\$ 57,813,829	\$ 59,400,939	\$ 60,762,905	\$ 66,501,516	\$ 65,674,791	\$ 66,089,647	\$ 71,545,823	\$ 75,410,951	\$ 80,349,288	\$ 86,134,224
Business-Type Activities										
Interest on Long-Term Debt	21,111	(545,115)	(485,298)	(504,334)	(406,062)	(395,829)	(364,815)	(1,662,621)	(2,318,135)	(2,098,945)
Gain (Loss) From Sale of Assets	-	700	-	8,372	-	-	-	(16,767)	-	-
Special Item	-	-	-	-	-	-	-	(5,000)	-	(17,708,726)
Transfers	84,008	(9,142)	185,509	(104,000)	50,845	58,858	38,451	(5,000)	-	(24,697)
Total Business-Type Activities	105,119	(563,557)	(299,789)	(599,962)	(355,217)	(336,971)	(346,364)	(1,684,368)	(2,318,135)	(19,832,368)
Total Primary Government	\$ 57,918,948	\$ 58,837,382	\$ 60,463,116	\$ 65,901,554	\$ 65,319,574	\$ 65,752,676	\$ 71,199,459	\$ 73,726,563	\$ 78,031,153	\$ 66,301,856
Changes in Net Position										
Government Activities	(5,089,691)	(2,896,787)	1,464,669	(8,202,138)	(10,861,701)	(7,283,369)	(2,621,919)	3,370,032	18,639,958	11,806,337
Business-Type Activities	385,926	989,850	1,201,125	(130,515)	5,982,110	5,946,251	8,920,873	2,991,901	1,599,357	(17,787,150)
Total Primary Government	\$ (4,703,765)	\$ (1,906,937)	\$ 2,665,794	\$ (8,332,653)	\$ (4,879,591)	\$ (1,337,117)	\$ 6,298,954	\$ 6,351,933	\$ 20,239,315	\$ (5,980,813)

Note:
In 2014, jail operations were removed from Government Activities and now reside in Business-Type Activities

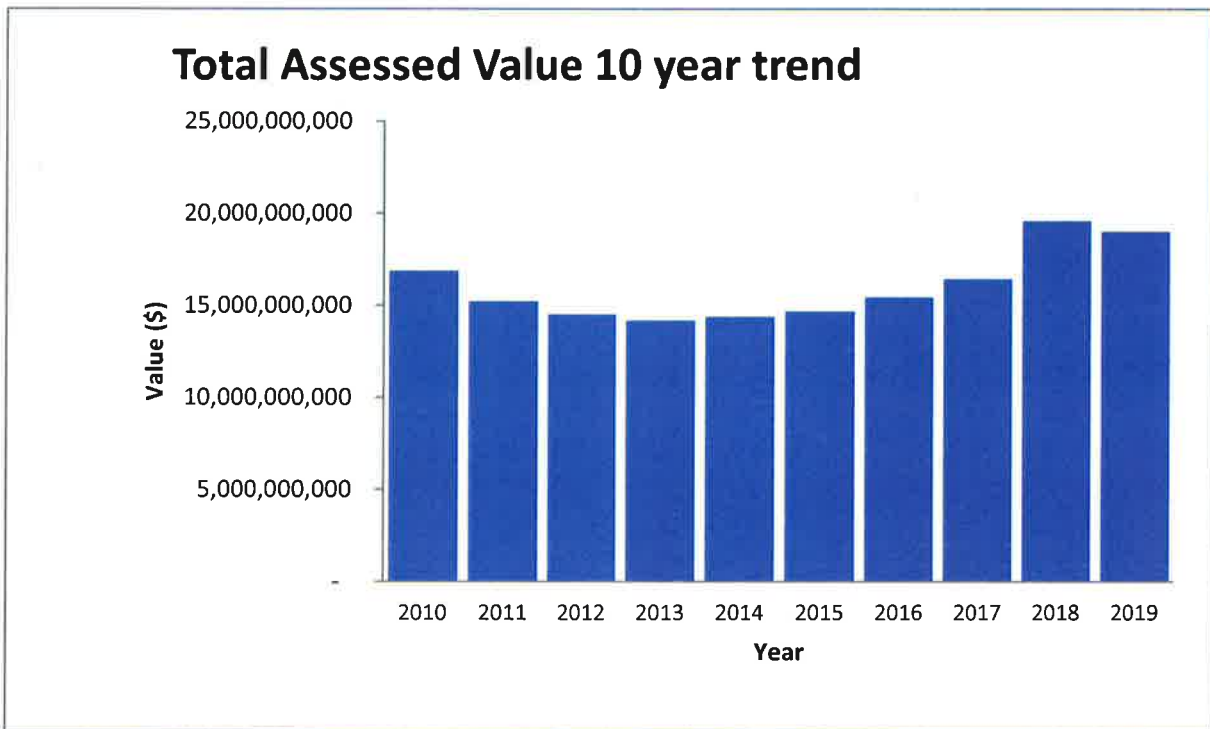
SKAGIT COUNTY, WASHINGTON
Fund Balances of Government Funds
For Ten Fiscal Years
 (Modified Accrual Basis of Accounting)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund*										
Nonspendable								5,314	4,098	1,427
Restricted		350,000								
Committed										
Assigned		10,349,381	11,915,249	13,962,092	13,822,646	1,000,000	1,000,000	1,000,000	3,000,000	3,000,000
Unassigned						13,576,013	14,197,999	15,859,550	16,957,241	19,417,887
Reserved	146,500									
Unreserved	7,752,934									
Total General Fund	\$ 7,899,434	\$ 10,699,381	\$ 11,915,249	\$ 13,962,092	\$ 13,822,646	\$ 14,576,013	\$ 15,197,999	\$ 16,864,864	\$ 19,961,339	\$ 22,419,314
All Other Governmental Funds*										
Nonspendable		60,685	45,681	122,235	57,488	7,232		150,000	150,000	150,000
Restricted		31,305,595	30,877,381	29,266,009	30,576,475	35,167,746	43,127,866	45,258,951	27,102,228	54,377,548
Committed		3,480,815	2,776,253	3,102,611	6,313,711	7,247,553	7,507,552	8,534,251	8,077,947	8,627,473
Assigned		10,349,381								
Unassigned										
Reserved, Reported in:										
Prepaid Items	76,143									
Loans Receivables	2,374,000									
Debt Service	1,507,334									
Petty Cash and Inventory										
Unreserved, Reported in:										
Special Revenue Funds	23,992,632									
Capital Projects Funds	2,870,512									
Total All Other Gvnmntl Funds	\$ 30,820,621	\$ 45,196,476	\$ 33,699,315	\$ 32,490,855	\$ 36,947,674	\$ 42,422,531	\$ 50,635,438	\$ 53,943,202	\$ 35,330,175	\$ 63,155,021

Note:
 Fund Balances for fiscal year 2011 were restated due to implementation of GASB Statement No. 54

SKAGIT COUNTY, WASHINGTON
ASSESSED VALUE OF TAXABLE PROPERTY
For a Ten Year Period

Year	Real Property Assessed Value	Personal Property Assessed Value	Total Assessed Value	Total Direct Tax Per Assessed Value
2010	15,696,268,675	1,171,931,494	16,868,200,169	2.90
2011	14,123,251,945	1,087,219,836	15,210,471,781	3.32
2012	13,630,153,404	864,518,340	14,494,671,744	3.52
2013	13,010,191,978	1,153,862,901	14,164,054,879	3.81
2014	13,150,792,759	1,219,229,512	14,370,022,271	3.80
2015	13,310,324,042	1,360,098,135	14,670,422,177	3.95
2016	14,244,891,656	1,201,242,030	15,446,133,686	3.75
2017	15,232,382,080	1,200,738,501	16,433,120,581	3.58
2018	18,388,709,346	1,191,533,769	19,580,243,115	3.49
2019	18,388,709,346	628,305,000	19,017,014,346	3.49



Source: Skagit County Assessors Office

Skagit County does not estimate actual value. Re-evaluations occur on a market resale base. The County is revalued in each four year period by area, and statistically updated annually. Valuation data of assessed property may not coincide with fiscal year end.

SKAGIT COUNTY, WASHINGTON

PROPERTY TAX RATES - DIRECT AND OVERLAPPING GOVERNMENTS

(Per \$1,000 of Assessed Value)

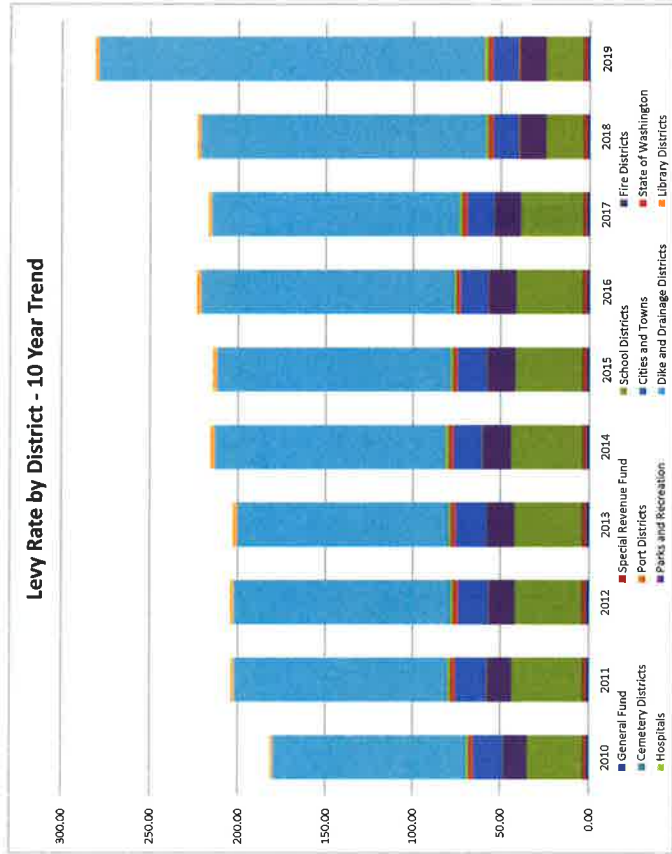
For a Twenty Year Period

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund	1.45	1.55	1.62	1.62	1.59	1.56	1.51	1.44	1.34	1.31
Special Revenue Fund	1.87	1.97	2.19	2.19	2.21	2.39	2.24	2.14	2.15	2.18
Total	3.32	3.52	3.81	3.81	3.80	3.95	3.75	3.58	3.49	3.49
School Districts	31.39	39.90	37.82	38.30	40.31	37.68	37.45	35.37	21.04	21.04
Fire Districts	13.01	13.83	14.65	15.38	15.83	15.69	15.42	14.60	14.88	14.82
Cemetery Districts	0.34	0.35	0.36	0.35	0.29	0.28	0.27	0.26	0.24	0.24
Port Districts	0.20	0.30	0.30	0.30	0.32	0.31	0.32	0.30	0.54	0.87
Cities and Towns	17.26	18.09	17.41	17.64	16.51	17.03	15.97	15.17	14.34	14.34
State of Washington	2.21	2.37	2.55	2.41	2.30	2.15	2.04	2.89	2.45	2.45
Hospitals	1.80	1.93	1.82	1.80	2.47	1.74	1.68	1.95	1.80	2.67
Parks and Recreation	0.11	0.11	0.14	0.14	0.14	0.13	0.13	0.13	0.12	0.12
Dike and Drainage Districts	110.89	122.14	123.86	120.73	131.67	133.44	144.56	141.22	162.92	219.55
Library Districts	1.25	1.31	1.41	1.94	1.99	1.94	1.88	1.73	1.67	1.66
Total	181.78	203.86	204.13	202.80	215.63	214.34	223.47	217.21	223.49	281.25

Source: Skagit County Assessor

Note: The County may levy up to \$1.80 per \$1,000 of assessed valuation for general government services, subject to Washington State law, RCW 84.55.010 and the Washington State Constitution.

See Note IV A, Property Taxes.



SKAGIT COUNTY, WASHINGTON
PROPERTY TAX LEVIES AND COLLECTIONS
For a Twenty Year Period

Fiscal Year	Total Tax Levy	Current Tax Collections	(2) Percent of Levy Collected	(1) Delinquent Tax Collections	Total Tax Collections	Percent of Total Tax Collection To Tax Levy	(3) Outstanding Delinquent Taxes	Percent of Delinquent Taxes to Tax Levy
2000	\$98,880,092	\$96,467,052	97.56%	\$2,396,797	\$98,863,849	99.98%	\$4,315,398	4.36%
2001	\$103,218,485	\$100,455,501	97.32%	\$2,327,907	\$102,783,408	99.58%	\$4,711,147	4.56%
2002	\$109,439,758	\$106,712,231	97.51%	\$2,730,428	\$109,442,659	100.00%	\$4,522,951	4.13%
2003	\$114,559,571	\$111,458,177	97.29%	\$2,642,949	\$114,101,126	99.60%	\$4,744,271	4.14%
2004	\$120,305,571	\$118,243,328	98.29%	\$3,450,438	\$121,693,766	101.15%	\$4,316,208	3.59%
2005	\$128,295,473	\$126,114,741	98.30%	\$2,837,863	\$128,952,604	100.51%	\$3,539,485	2.76%
2006	135,462,007	133,783,316	98.76%	2,143,734	135,297,050	99.88%	3,255,603	2.40%
2007	145,773,155	144,360,528	99.03%	1,654,424	146,284,952	100.35%	3,952,926	2.71%
2008	154,061,268	150,977,621	98.00%	2,196,014	153,173,635	99.42%	4,475,235	2.90%
2009	161,166,776	156,767,949	97.27%	2,317,327	159,085,276	98.71%	6,518,704	4.04%
2010	164,971,138	159,652,294	96.78%	3,093,710	162,746,004	98.65%	8,118,042	4.92%
2011	168,555,708	163,942,409	97.26%	4,594,609	168,537,018	99.99%	7,664,747	4.55%
2012	171,985,718	167,991,026	97.68%	4,165,855	172,156,881	100.10%	7,966,597	4.63%
2013	182,248,613	179,129,124	98.29%	5,165,263	184,294,387	101.12%	5,654,739	3.10%
2014	182,581,205	179,125,895	98.11%	2,677,312	181,803,207	99.57%	5,386,231	2.95%
2015	188,233,865	185,179,581	98.38%	2,817,772	187,997,353	99.87%	4,910,855	2.61%
2016	192,414,284	189,228,179	98.34%	2,792,682	192,020,861	99.80%	4,892,894	2.54%
2017	201,754,899	198,883,526	98.58%	3,128,618	202,012,144	100.13%	4,472,206	2.22%
2018	225,508,730	223,156,416	98.96%	2,661,610	225,818,026	100.14%	4,734,091	2.10%
2019	204,474,994	20,218,006	98.88%	3,130,843	205,310,930	100.41%	4,029,838	1.97%

(1) Includes prior years delinquent tax collections, the County is in process of calculating the delinquent taxes by levy year

(2) Percent computed on current year's levy

(3) Includes omissions, supplements, and cancellations

Source:
Skagit County Treasurer

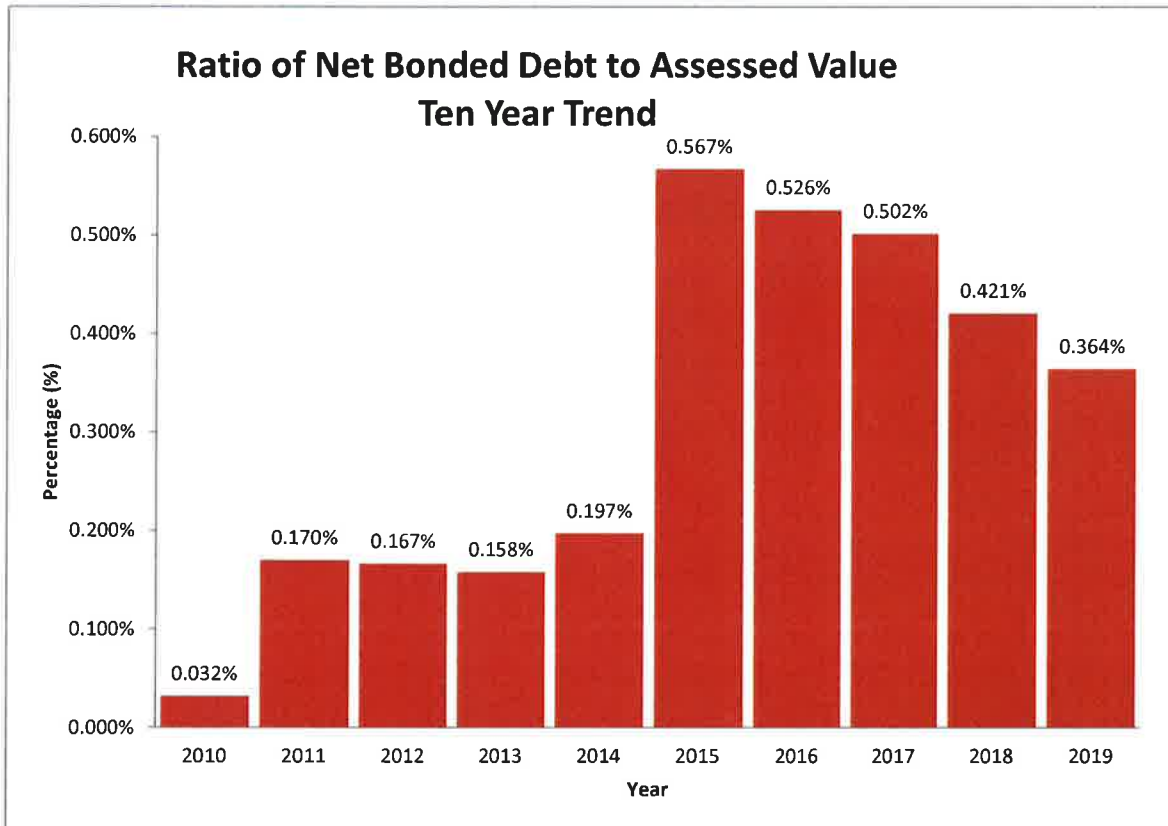
SKAGIT COUNTY, WASHINGTON
SPECIAL ASSESSMENT COLLECTIONS
For a Twenty Year Period

Year	Assessment Receivable At January 1	Additions	Collections	Assessment Receivable At December 31
2000	\$ 6,986	\$ 145,544	\$ 143,754	\$ 8,776
2001	\$ 8,776	\$ 161,939	\$ 162,270	\$ 8,445
2002	\$ 8,445	\$ 168,455	\$ 169,158	\$ 7,742
2003	\$ 7,742	\$ 211,488	\$ 207,749	\$ 11,481
2004	\$ 11,481	\$ 202,269	\$ 199,281	\$ 14,469
2005	\$ 14,469	\$ 202,605	\$ 211,243	\$ 5,831
2006	\$ 5,831	\$ 205,152	\$ 205,576	\$ 5,407
2007	\$ 5,407	\$ 214,877	\$ 210,808	\$ 9,476
2008	\$ 9,476	\$1,292,246	\$1,270,652	\$ 31,070
2009	\$ 31,070	\$1,238,778	\$1,224,388	\$ 45,460
2010	\$ 45,460	\$1,492,343	\$1,463,845	\$ 73,958
2011	\$ 73,958	\$1,459,849	\$1,430,920	\$ 102,887
2012	\$ 102,887	\$1,470,508	\$1,471,216	\$ 102,179
2013	\$ 102,179	\$1,524,402	\$1,566,780	\$ 59,801
2014	\$ 59,801	\$1,535,589	\$1,529,046	\$ 66,344
2015	\$ 66,344	\$1,507,674	\$1,511,571	\$ 62,447
2016	\$ 62,447	\$1,657,774	\$1,657,926	\$ 62,295
2017	\$ 62,295	\$1,677,885	\$1,675,624	\$ 64,556
2018	\$ 64,556	\$1,691,546	\$1,691,930	\$ 64,172
2019	\$ 64,172	\$1,656,329	\$ 160,552	\$ 59,979

SOURCE: Skagit County Treasurer

SKAGIT COUNTY, WASHINGTON
RATIO OF NET GENERAL BONDED DEBT TO ASSESSED VALUE
AND NET BONDED DEBT PER CAPITA
For a Ten Year Period

Year	Population	Assessed Value	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value	Bond Debt Per Capita (restated)
2010	118,900	16,868,200,169	25,867,519	0.032%	46
2011	116,901	15,210,471,781	24,152,923	0.170%	221
2012	117,400	14,494,671,744	22,378,328	0.167%	206
2013	118,837	14,164,054,879	28,350,841	0.158%	188
2014	120,365	14,370,022,271	83,248,228	0.197%	236
2015	121,846	14,670,422,177	81,206,615	0.567%	683
2016	122,270	15,446,113,686	82,448,143	0.526%	664
2017	124,100	16,433,120,581	74,700,000	0.502%	664
2018	126,520	17,747,214,025	69,305,000	0.421%	590
2019	129,200	19,017,014,346	66,445,000	0.364%	536



SKAGIT COUNTY, WASHINGTON

LIMITATION OF INDEBTEDNESS

For a Ten Year Period

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
TOTAL TAXABLE PROPERTY VALUE	\$ 16,868,200,169	\$ 15,210,471,781	\$ 14,494,671,744	\$ 14,164,054,879	\$ 14,370,022,271	\$ 14,670,422,177	\$ 15,446,113,866	\$ 16,433,120,561	\$ 17,747,214,025	\$ 19,560,243,115	\$ 21,157,321,251
INDEBTEDNESS FOR GENERAL PURPOSE WITHOUT A VOTE											
DEBT LIMIT-1 5% OF TOTAL ASSESSED VALUE	253,023,003	228,157,077	217,420,076	212,460,823	215,550,334	220,056,333	231,691,705	246,496,809	266,208,210	293,703,647	317,359,819
DEBT LIMITATION APPLICABLE TO THE LIMIT											
Less Outstanding Debt	17,880,000	24,210,000	30,400,000	30,400,000	27,790,000	78,730,000	76,890,000	77,995,000	74,700,000	69,305,000	66,445,000
Add Assets Available	6,735,282	11,324,248	16,395,142	13,861,676	16,550,695	16,040,207	19,333,088	24,044,986	20,913,328	26,889,375	31,258,127
	11,144,718	14,620,752	7,814,858	15,638,324	11,439,305	62,689,793	57,556,912	53,950,014	53,786,671	42,615,625	35,186,873
REMAINING DEBT CAPACITY WITHOUT A VOTE	241,878,285	213,536,325	209,605,218	195,922,499	204,311,029	157,366,540	174,134,793	192,546,795	212,421,540	251,088,023	282,172,946
INDEBTEDNESS FOR GENERAL PURPOSE WITH A VOTE											
DEBT LIMIT-2 5% OF TOTAL ASSESSED VALUE	421,705,004	380,261,795	362,366,794	354,101,372	369,250,557	366,760,554	386,152,842	410,828,015	443,680,351	489,506,078	528,933,031
REMAINING DEBT CAPACITY INCLUDING VOTED DEBT	\$ 188,682,002	\$ 152,104,718	\$ 144,946,717	\$ 141,540,549	\$ 143,700,223	\$ 146,704,222	\$ 154,461,137	\$ 164,331,206	\$ 177,472,140	\$ 195,802,431	\$ 211,573,212
NET DEBT APPLICABLE TO THE LIMIT AS A PERCENTAGE OF DEBT LIMIT	4.40%	6.41%	3.99%	7.78%	5.21%	28.49%	24.84%	21.89%	20.20%	14.51%	11.09%

Source:
Skagit County Treasurer

SKAGIT COUNTY, WASHINGTON
RATIOS OF OUTSTANDING DEBT BY TYPE
For a Ten Year Period

Fiscal Year	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		Total Primary Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Loans Payable	General Obligation Bonds				
2010	\$ 13,772,192	\$ 4,147,073	\$ 12,095,327		\$ 30,014,592	0.96%	257
2011	\$ 12,825,737	\$ 4,086,503	\$ 11,327,186		\$ 28,239,426	0.63%	241
2012	\$ 11,849,282	\$ 3,848,383	\$ 10,529,046		\$ 26,226,711	0.69%	190
2013	\$ 18,649,936	\$ 3,153,698	\$ 9,700,905		\$ 31,504,539	0.85%	234
2014	\$ 18,197,643	\$ 2,802,125	\$ 65,050,585		\$ 86,050,353	2.42%	654
2015	\$ 16,793,870	\$ 2,677,791	\$ 64,412,745		\$ 83,884,406	2.29%	631
2016	\$ 18,678,238	\$ 2,571,911	\$ 63,769,905		\$ 85,020,054	1.35%	695
2017	\$ 16,967,136	\$ 2,664,823	\$ 61,967,065		\$ 81,599,024	1.25%	658
2018	\$ 13,215,888	\$ 2,488,680	\$ 60,164,224		\$ 75,868,792	1.12%	600
2019	\$ 12,189,027	\$ 2,985,268	\$ 58,196,385		\$ 73,370,680	1.22%	568

SKAGIT COUNTY, WASHINGTON COMPUTATION OF DIRECT AND OVERLAPPING DEBT FOR THE YEAR ENDED DECEMBER 31, 2017

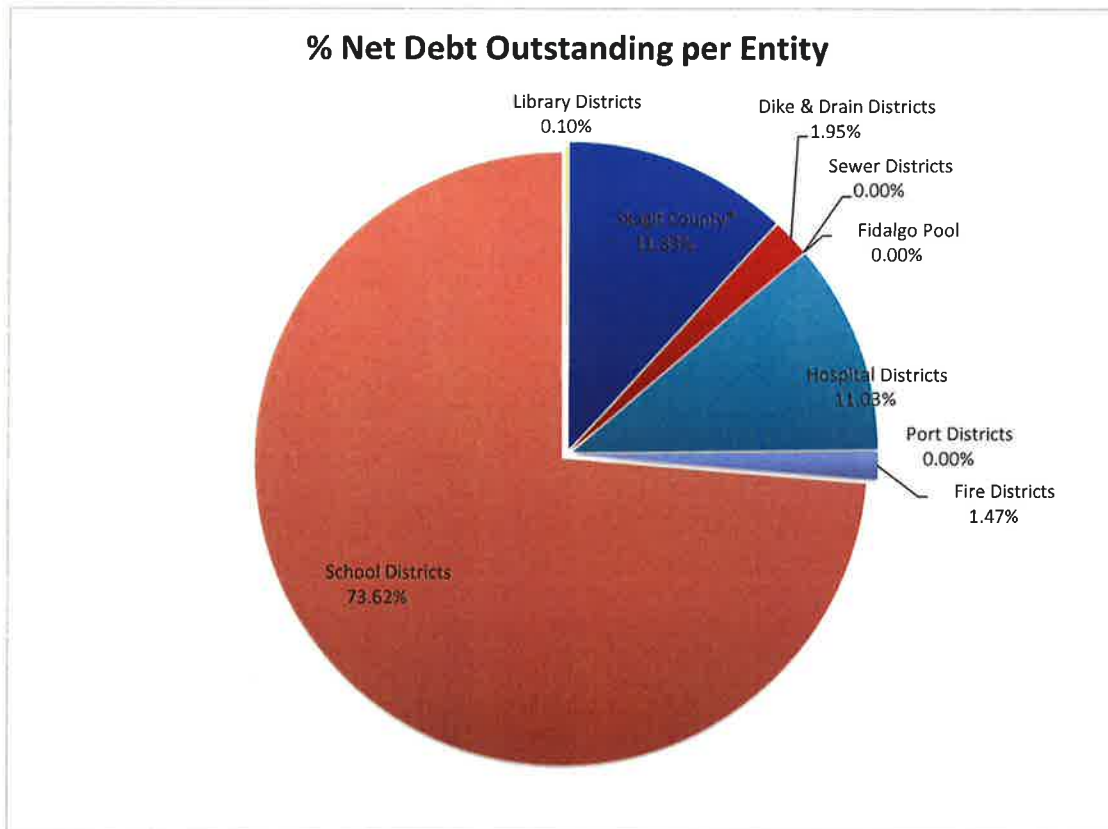
JURISDICTION	NET DEBT OUTSTANDING	PERCENTAGE APPLICABLE TO SKAGIT COUNTY	AMOUNT APPLICABLE TO SKAGIT COUNTY
Direct Debt			
Skagit County*	15,174,294	100%	15,174,294
Total Direct Debt	\$ 15,174,294		\$ 15,174,294
Overlapping debt			
Dike & Drain Districts	2,496,049	100%	2,496,049
Sewer Districts	-	100%	-
Fidalgo Pool	-	100%	-
Hospital Districts	14,152,426	100%	14,152,426
Port Districts	-	100%	-
Fire Districts	1,883,537	100%	1,883,537
School Districts	94,422,451	100%	94,422,451
Library Districts	122,459	100%	122,459
Total Overlapping Debt	113,076,922		113,076,922
Total Direct & Overlapping Debt	\$128,251,216	0%	\$128,251,216

* Does not include Propriety Fund Debt

Source: Skagit County Treasurer and
appropriate city finance offices

Percentage of overlap calculated as follows:

Overlapping portion of the government's revenue base
Total revenue base of the overlapping government



SKAGIT COUNTY, WASHINGTON
RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT
TO TOTAL GENERAL EXPENDITURES
For a Ten Year Period

Year	Principal	Interest and Fiscal Charges	*Total Debt Service	**Total General Expenditures	Ratio of Net Bonded Debt to Assessed Value
2010	1,058,134	589,480	1,647,614	88,297,993	1.87%
2011	1,116,572	600,115	1,716,687	87,283,536	1.97%
2012	1,213,119	565,948	1,779,067	92,288,732	1.93%
2013	2,084,813	667,297	2,752,110	93,858,633	2.93%
2014	2,772,142	693,958	3,466,100	92,805,069	3.73%
2015	1,469,334	681,870	2,151,204	92,232,364	2.33%
2016	1,557,880	627,770	2,185,650	98,190,154	2.23%
2017	1,791,191	578,051	2,369,242	99,605,267	2.38%
2018	3,856,663	457,446	4,314,109	111,772,458	3.86%
2019	1,264,952	399,683	1,664,635	120,977,843	1.38%

Notes:

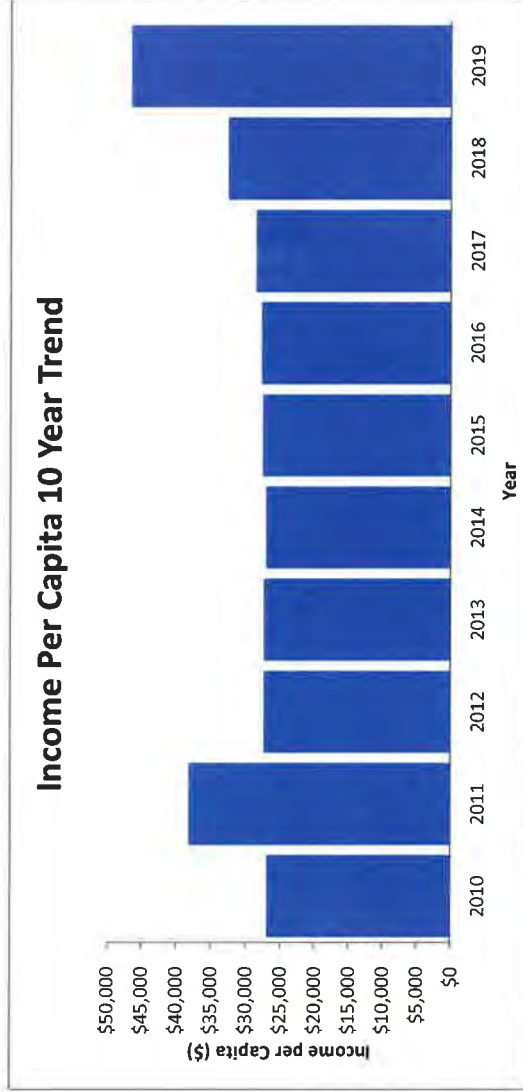
- 1) Does not include Enterprise Funds
- 2) Includes General, Special Revenue, Capital Projects, and Debt Service funds

SKAGIT COUNTY, WASHINGTON

Demographic Statistics

For a Ten Year Period

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
County Population April 1										
Unincorporated	48,112	48,255	48,345	48,411	48,720	49,220	49,860	50,875	51,540	52,565
Incorporated	68,789	69,145	69,605	70,189	70,780	71,400	72,410	73,225	74,980	76,635
Totals	116,901	117,400	117,950	118,600	119,500	120,620	122,270	124,100	126,520	129,200
Income Per Capita	\$26,925	\$38,225	\$27,447	\$27,395	\$27,065	\$27,598	\$27,794	\$28,586	\$32,653	\$46,565
Median Household Income	\$ 54,426	\$ 55,085	\$ 56,443	\$ 56,058	\$ 54,852	\$ 56,322	\$ 55,524	\$ 58,990	\$ 64,106	\$ 65,216
Unemployment Rate	10.7%	10.2%	9.2%	8.7%	5.8%	6.6%	6.8%	4.9%	5.3%	5.2%
Civilian Labor Force	59,114	57,143	57,112	56,754	56,490	56,713	57,965	59,250	60,278	61,600
School Enrollment	18,878	18,668	18,920	18,678	18,869	18,920	18,951	19,148	20,002	20,850



SOURCES:
 WA State Employment Security Department
 Washington State Office of Public Instruction

SKAGIT COUNTY, WASHINGTON
PRINCIPAL PROPERTY TAXPAYERS
Current Year Compared to 2009

Top Ten Taxpayers	2019			2009		
	Taxable Assessed Value	Rank	Percentage of Total Assessed Taxable Value	Taxable Assessed Value	Rank	Percentage of Total Assessed Taxable Value
Equilon Enterprises LLC	\$538,718,000	1	2.83%	\$ 299,539,613	1	2.58%
Tesoro Refining and Marketing Co	405,175,600	2	2.13%	\$ 213,364,380	2	1.84%
Puget Sound Energy Electric	330,383,112	3	1.74%	\$ 205,682,135		1.77%
Tesoro Logistics Operations LLC	83,731,700	4	0.44%			
Sierra Pacific Industries	76,022,100	5	0.40%			
Pacific Woodtech Corporation	61,250,000	6	0.32%	\$ 39,829,500	7	0.34%
PACCAR Inc Truck Testing	59,525,700	7	0.31%	\$ 26,741,812	10	0.23%
Frontier Property Tax Dept NCA	38,962,972	8	0.20%			
SHI Owner LLC	35,026,200	9	0.18%			
NW Pipeline GP	33,968,892	10	0.18%	\$ 40,855,918	6	0.35%
March Point Cogeneration Co & San Juan Energy Co				\$ 58,104,284	5	0.50%
PPR Cascade LLC				\$ 30,804,600	8	0.27%
Verizon Northwest				\$ 68,270,465	4	0.59%
Cascadde Natura Gas				\$ 26,900,267	9	0.23%
Total of Top Ten Assessed Value	1,662,764,276		8.74%	1,010,092,974		8.71%
Total County Assessed Value	\$ 19,017,014,346			\$ 11,594,699,782		
Percentage to Total County Assessed Value			8.74%			8.71%

Source: Skagit County Assessor

SKAGIT COUNTY, WASHINGTON
PRINCIPAL EMPLOYERS
Current Year Compared to 2009

Top Ten Principal Employers	2019			2009		
	Number of Employees	Rank	Percentage of Total Labor Force	Number of Employees	Rank	Percentage of Total Labor Force
Skagit Regional Health	3,000	1	4.87%	1,340	2,9	2.29%
Draper Valley Farms	1,038	2	1.69%	500	5	0.85%
Mount Vernon School District	998	3	1.62%			
Skagit Horticulture (formerly Skagit Gardens)	863	4	1.40%			
Janicki Industries	785	5	1.27%			
Island Hospital	725	6	1.18%	508	4	0.87%
Sedro Woolley School District	683	7	1.11%			
Skagit County Government	623	8	1.01%	846	3	1.44%
Dakota Creek	600	9	0.97%	530	5	0.90%
Swinomish Casino & Lodge	559	10	0.91%			
Tesoro Northwest				356	8	0.61%
Education Services				3,782	1	6.45%
Snelson Companies				300	10	0.51%
Shell Puget Sound Refinery				413	7	0.70%
Total Top Ten Employees	9,874		16.03%	8,575		14.64%
Total County Labor Force	61,600			58,592		

Sources:
Economic Development Alliance of Skagit County
Washington State Auditor's Office
Agency Human Resource Departments

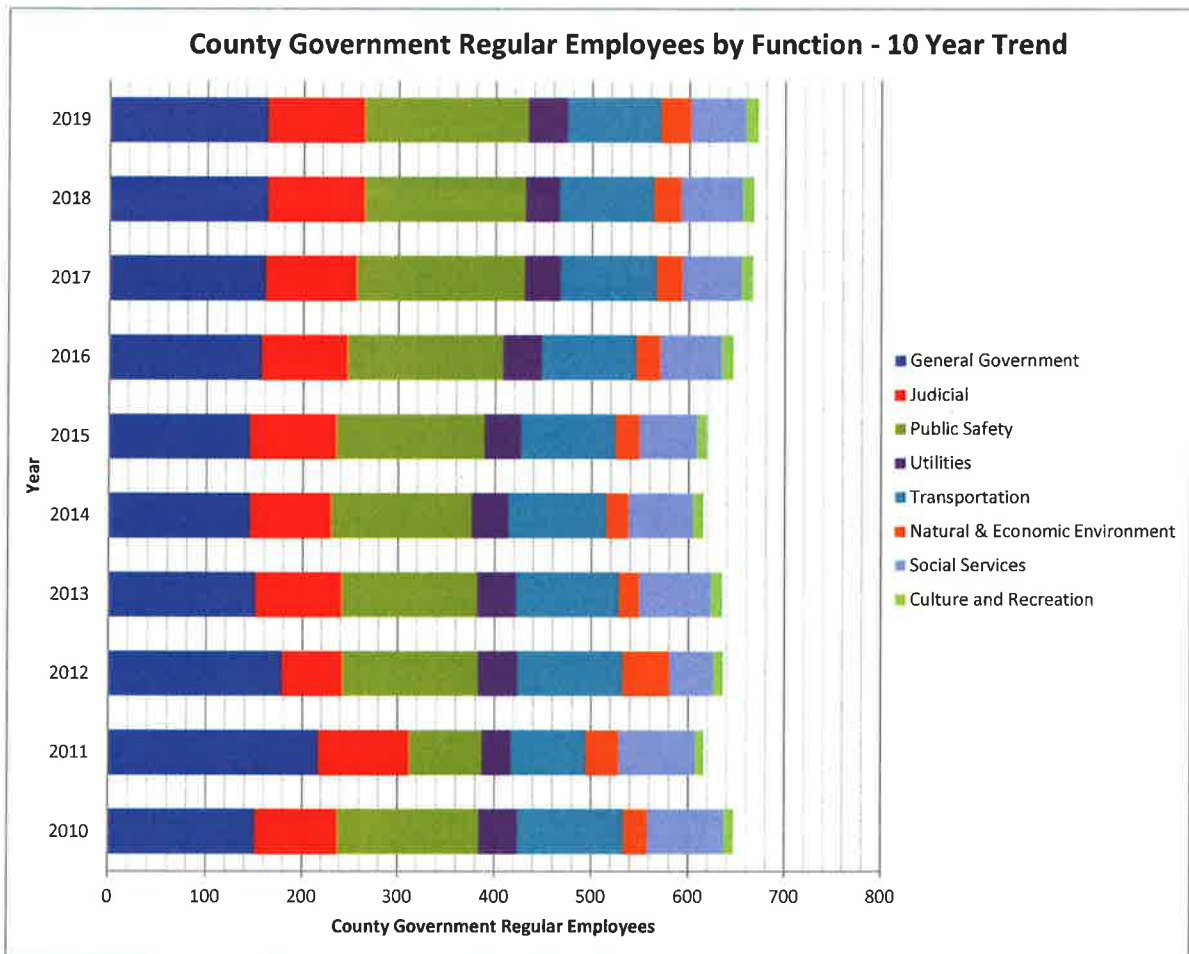
Note:
Includes seasonal and temporary employees

SKAGIT COUNTY, WASHINGTON

COUNTY GOVERNMENT EMPLOYEES BY FUNCTION

For a Ten Year Period

Function	<i>Number of Regular Employees as of December 31</i>									
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Government	150	216	178	150	144	144	156	160	162	162
Judicial	87	96	64	91	86	91	91	96	102	102
Public Safety	147	75	141	141	146	154	161	174	167	170
Utilities	40	30	41	40	38	38	40	37	35	40
Transportation	109	77	108	106	101	97	97	99	97	96
Natural & Economic Environment	25	34	48	21	23	25	25	27	28	31
Social Services	79	79	46	74	66	59	64	61	64	57
Culture and Recreation	10	9	10	12	11	11	12	12	12	13
Total	647	616	636	635	615	619	646	666	667	671



Source: Skagit County Auditor

Note:
Numbers restated in accordance with function designations

SKAGIT COUNTY, WASHINGTON

MISCELLANEOUS STATISTICS

For a Ten Year Period

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
(A) MILES OF ROAD										
Paved Roads	761	761	760	761	761	761	756	761,048	761,428	762,204
Unpaved Roads	41	41	41	40	40	40	40	40,157	39,748	38,668
	802	802	801	801	801	801	796	801,205	801,176	800,872
(B) BUILDING PERMITS										
Permits issued	414	416	424	445	392	591	524	587	518	481
Value of buildings	\$42,538,000	\$38,893,281	\$40,588,568	\$58,051,285	\$57,696,373	\$62,443,127	\$67,496,136	\$84,524,082	\$86,155,172	\$66,407,740
(C) FIRE PROTECTION										
Number of districts	18	18	18	18	18	18	18	17	17	17
Number of volunteer firefighters	585	568	561	559	572	589	589	588	551	558
(D) POLICE PROTECTION										
Number of employees, commissioned	58	46	44	50	52	51	54	51	56	58
Number of employees, civilian and limited commission	53	53	59	55	56	65	65	87	76	80
Average daily jail population	243	196	226.3	247.7	235	205	213.8	213	265	292
Police patrol units, vehicle	54	49	71	55	56	55	68	81	88	78
Police patrol units, boats	4	5	5	5	4	4	4	3	3	4
(E) RECREATIONAL FACILITIES										
Number of parks	36	26	32	29	29	29	29	29	29	29
Park acreage	2255	2300	2153.5	2054.5	2054.5	2058.05	2058.05	2063.88	2063.97	2063.97
(F) GENERAL ELECTIONS										
Number of registered voters	68,936	\$ 68,996	72,966	74,075	75,774	74,282	79,796	73,710	75,699	78,200
Number of votes cast	48,960	\$ 38,256	56,262	35,847	40,825	29,784	59,023	27,947	55,583	39,159
Percentage voting	71%	59%	83%	53%	61%	43%	80%	38%	73%	50%
(G) PUBLIC EDUCATION										
Elementary	25	25	25	26	26	26	26	26	26	26
Middle/Junior High	5	5	5	5	5	5	5	5	5	5
High	9	6	6	6	6	6	6	6	6	7
Community College	1	1	1	1	1	1	1	1	1	1
Alternative	4	6	8	8	8	8	8	10	10	8
Special Education	4	4	5	5	4	4	4	4	4	4

SOURCES:
Washington State Board of Volunteer Firefighters
Skagit County Educational Service District 189
Washington State Association of Sheriffs and Police Chiefs
Washington State Office of Public Instruction
Skagit County Departments: Auditor, Parks, Sheriff,
Planning & Development Services, Public Works

Compliance Section



Skagit County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Footnote Ref	
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients		Total
DEPARTMENT OF AGRICULTURE COMMODITY CREDIT CORPORATION	Conservation Reserve Program	10.069	CREP-05- 72/MARTIN SLOUGH	-	6,519	-	6,519	1
FOOD AND NUTRITION SERVICE, AGRICULTURE, DEPARTMENT OF (via Northwest Regional Council)	Senior Farmers Market Nutrition Program	10.576	201018- NUTR/Farmers Market Vouchers	2,099	-	-	2,099	1, 4
FOOD AND NUTRITION SERVICE, AGRICULTURE, DEPARTMENT OF (via Northwest Regional Council)	Senior Farmers Market Nutrition Program	10.576	201018- NUTR/SFMNP- Administration	5,333	-	-	5,333	1
Total CFDA 10.576:				7,432	-	-	7,432	
Forest Service Schools and Roads Cluster	Schools and Roads - Grants to States	10.665	Title III Forest Yield 2019	-	241,439	-	241,439	1
Total Forest Service Schools and Roads Cluster:				-	241,439	-	241,439	
NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION, COMMERCE, DEPARTMENT OF (via Washington State Recreation and Conservation Office)	Pacific Coast Salmon Recovery Pacific Salmon Treaty Program	11.438	NA17NMF438018 1/17-1160R	15,348	-	-	15,348	1, 3d
NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION, COMMERCE, DEPARTMENT OF (via Washington State Recreation and Conservation Office, Salmon Recovery and Funding Board)	Pacific Coast Salmon Recovery Pacific Salmon Treaty Program	11.438	RCO#14-1263R	2,562	-	-	2,562	1, 2
Total CFDA 11.438:				17,910	-	-	17,910	

The accompanying notes are an integral part of this schedule.

Skagit County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Footnote Ref
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients	
					Total		
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via State of Washington Department of Commerce)	Community Development Block Grants/State's program and Non- Entitlement Grants in Hawaii	14.228	15-62210- 034/HOMEOWN ER ASSISTANCE	150,000	-	150,000	1
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via State of Washington Department of Commerce)	Community Development Block Grants/State's program and Non- Entitlement Grants in Hawaii	14.228	15-62210-019	261,395	-	261,395	1
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via State of Washington Department of Commerce)	Community Development Block Grants/State's program and Non- Entitlement Grants in Hawaii	14.228	19-62210-012	22,856	-	22,856	1
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via Washington State Department of Commerce, Local Government Division, Community Assistance and Research Unit)	Community Development Block Grants/State's program and Non- Entitlement Grants in Hawaii	14.228	18-62210-012	29,250	-	29,250	1
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Home Investment Partnerships Program	14.239	M19-DC530210	-	2,621	2,621	1
			Total CFDA 14.228:	463,501	-	463,501	
						308,546	

The accompanying notes are an integral part of this schedule.

Skagit County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Footnote Ref
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients	
					Total		
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Home Investment Partnerships Program	14.239	M18-DC530210	-	87,315	87,315	1
			Total CFDA 14.239:	-	89,936	89,936	
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF	Missing Children's Assistance	16.543	18-02955		3,500	3,500	1
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via Washington State Department of Commerce)	Crime Victim Assistance	16.575	S18-31102-526	35,904	-	35,904	1
OFFICE ON VIOLENCE AGAINST WOMEN (OVW), JUSTICE, DEPARTMENT OF (via Washington State Department of Commerce)	Violence Against Women Formula Grants	16.588	F17-31103-031	17,312	-	17,312	1
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via U.S. Department of Justice, Office of Justice Programs, Bureau of Justice Assistance)	Residential Substance Abuse Treatment for State Prisoners	16.593	2017-RT-BX- 0049/1763-18350	51,509	-	51,509	
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF	State Criminal Alien Assistance Program	16.606	2018-H0500-WA- AP	-	48,312	48,312	1
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF	State Criminal Alien Assistance Program	16.606	2019-H0500-WA- AP		40,025	40,025	1

The accompanying notes are an integral part of this schedule.

Skagit County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Footnote Ref
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients	
			Total CFDA 16.606:	88,337	88,337	-	
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF	Paul Coverdell Forensic Science Improvement	16.742		18,415	-	-	1
Highway Planning and Construction Cluster							
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington State Department of Transportation)	Skagit River Bridge Modification and Interstate Highway Protection Project	20.205	HPP- 2029(040)LA- 6452	77,548	-	-	1
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington State Department of Transportation)	Highway Planning and Construction Burlington Northern Overpass on Old Hwy 99 North	20.205	BRS- M291(006)LA- 8075	176,843	-	-	1, 2
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington State Department of Transportation)	Highway Planning and Construction	20.205	HSIP-000S(515)	16,651	-	-	1, 2
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington State Department of Transportation)	Highway Planning and Construction	20.205	STPR- 7318(0010)LA- 8426	99,055	-	-	1

The accompanying notes are an integral part of this schedule.

Skagit County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Footnote Ref
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients	
				Total			
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington State Department of Transportation)	Highway Planning and Construction	20.205	FBP-2029(055)	255,207	-	255,207	1
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington State Department of Transportation)	Highway Planning and Construction	20.205	HSIP-000S(514)	46,044	-	46,044	1, 2
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington State Department of Transportation)	Highway Planning and Construction	20.205	BH3- M291(008)LA- 8746	278,045	-	278,045	1, 2
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington State Department of Transportation)	Highway Planning and Construction	20.205	BH5- M291(007)LA- 8702	633,546	-	633,546	1, 2
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington State Department of Transportation)	Highway Planning and Construction	20.205	BHS- W290(001)LA- 8733	2,838	-	2,838	1, 2
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Upper Skagit Indian Tribe)	Highway Planning and Construction	20.205	C20170401	451,373	-	451,373	1

The accompanying notes are an integral part of this schedule.

Skagit County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Footnote Ref
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients	
				Total			
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington State Department of Transportation)	Highway Planning and Construction	20.205	STPR- F294(001)/LA/926 1	128,147	-	128,147	1
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington State Department of Transportation)	Highway Planning and Construction	20.205	STPR- F294(002)/LA- 9415	4,667	-	4,667	1
Total Highway Planning and Construction Cluster:				2,169,964	-	2,169,964	
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington Traffic Safety Commission)	2018 HVE-2420 Target Zero Corridor Project	20.600	2018 HVE-2420	5,736	-	5,736	1
Total Highway Safety Cluster:				8,326	-	8,326	
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington Traffic Safety Commission)	2019-HVE-3227 Region II Target Zero Corridor Project	20.600	2019-HVE-3227	1,590	-	1,590	1
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington Traffic Safety Commission)	Traffic Safety Equipment Grant 2018-2019	20.600	WASPC 2018- 2019	1,000	-	1,000	1
Total Highway Safety Cluster:				8,326	-	8,326	

The accompanying notes are an integral part of this schedule.

Skagit County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Footnote Ref
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients	
				Total			
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via Washington Traffic Safety Commission via Public Hospital District #304)	Minimum Penalties for Repeat Offenders for Driving While Intoxicated	20.608	2019-AG-2698- Skagit County Underage Drinking Prevention Plan	2,091	-	2,091	1
TREASURY DEPARTMENT	Equitale Sharing	21.016	-	481	-	481	1
ENVIRONMENTAL PROTECTION AGENCY, ENVIRONMENTAL PROTECTION AGENCY (via Washington State Department of Health)	Puget Sound Action Agenda: Technical Investigations and Implementation Assistance Program	66.123	GVL22580	153,417	-	153,417	1
ENVIRONMENTAL PROTECTION AGENCY, ENVIRONMENTAL PROTECTION AGENCY (via Washington State Department of Ecology)	Puget Sound Action Agenda: Technical Investigations and Implementation Assistance Program	66.123	GLV24546	10,997	-	10,997	1
ENVIRONMENTAL PROTECTION AGENCY, ENVIRONMENTAL PROTECTION AGENCY (via Washington State Department of Health)	Puget Sound Action Agenda: Technical Investigations and Implementation Assistance Program	66.123	CLH18259/PS SSI 1-5 Subaward Process Task 4	9,137	-	9,137	1
			Total CFDA 66.123:	173,551	-	173,551	
ENVIRONMENTAL PROTECTION AGENCY, ENVIRONMENTAL PROTECTION AGENCY (via Washington State Department of Ecology)	National Estuary Program	66.456	SEANWS-2018- SKCOPW-00004	39,969	-	39,969	1

The accompanying notes are an integral part of this schedule.

Skagit County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Footnote Ref	
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients		Total
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Northwest Regional Council)	Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	202301-CDSME	2,000	-	-	2,000	1
Aging Cluster								
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Northwest Regional Council)	Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	201018-NUTR/ Part C-1 Congregate Nutrition Services	98,074	-	-	98,074	1, 2
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Northwest Regional Council)	Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	201018- NUTR/Part C-2 Home-Delivered Nutrition Services	108,073	-	-	108,073	1, 2
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Northwest Regional Council)	Nutrition Services Incentive Program	93.053	202018- NUTR/NSIP18	110,064	-	-	110,064	1
Total Aging Cluster:			316,211	316,211	-	-	316,211	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Department of Health)	Public Health Emergency Preparedness	93.069	CLH18259/FFY1 7 EPR PHEP BP1 LHJ Funding	33,281	-	-	33,281	1, 3g
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Department of Health)	Public Health Emergency Preparedness	93.069	CLH18259/FFY1 8 EPR PHEP BP1 SUPP LHJ Funding	28,837	-	-	28,837	1

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Skagit County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Footnote Ref
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients	
				Total			
			Total CFDA 93.069:	62,118	62,118	-	
FOOD AND DRUG ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Association of Food and Drug Officials)	Food and Drug Administration Research	93.103	G-SP-1709- 05040	2,000	2,000	-	1
FOOD AND DRUG ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Association of Food and Drug Officials)	Food and Drug Administration Research	93.103	G-SP-1709- 05040	2,715	2,715	-	1
			Total CFDA 93.103:	4,715	4,715	-	
²³ ³⁵ CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Department of Health)	Injury Prevention and Control Research and State and Community Based Programs	93.136	CLH18259/FFY1 8 Prescription Drug OD- Enhanced	42,910	42,910	-	1, 3g
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Department of Health)	Injury Prevention and Control Research and State and Community Based Programs	93.136	CLH18259/FFY1 7 Prescription Drug OD- Enhanced	8,329	8,329	-	1, 3g
			Total CFDA 93.136:	51,239.0	51,239.0	-	
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Health Care Authority, Division of Behavioral Health)	Substance Abuse and Mental Health Services Administration, Center for Substance Abuse Treatment- Projects of Regional and National Significance	93.243	1763-94269/PFS Partnerships for Success	40,658	40,658	39,833	1

The accompanying notes are an integral part of this schedule.

Skagit County

Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Footnote Ref
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients	
				Total			
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Department of Social and Health Services, Behavioral Health and Service Integration, Division of Behavioral Health and Recovery)	Substance Abuse and Mental Health Services Administration, Center for Substance Abuse Treatment- Projects of Regional and National Significance	93.243	K3940	27,711		13,070	1
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Department of Social and Health Services, Behavioral Health and Service Integration, Division of Behavioral Health and Recovery)	Substance Abuse and Mental Health Services Administration, Center for Substance Abuse Treatment- Projects of Regional and National Significance	93.243	WA-PFS 2018	32,351	-	19,978	1
Total CFDA 93.243:				100,720	-	72,881	
DEPARTMENT OF HEALTH AND HUMAN SERVICES SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION	Immunization Cooperative Agreement	93.268	CLH18259	189			1
DEPARTMENT OF HEALTH AND HUMAN SERVICES SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION	Immunization Cooperative Agreement	93.268	CLH18259	9,993			1
Total CFDA 93.268:				10,182	-	10,182	

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Skagit County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Footnote Ref
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients	
					Total		
DEPARTMENT OF HEALTH AND HUMAN SERVICES SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION	Tabacco Control Program	93.305	0863-31629 2018 CLERK	6,963	-	6,963	1
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Department of Social & Health Services, Economic Services Administration)	Crisis Resp Information Mgmt	93.354	0863-31629/75- 1501-0-1-609	4,652	-	4,652	1
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Department of Social and Health Services, Economic Services Division)	Court Commissioner Services	93.563	1663- 67776/Child Support Enforcement	457,234	-	457,234	1, 2, 3f
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Department of Social and Health Services, Economic Services Division)	Community Based Child Abuse Prevention Grants	93.590	18-1291	3,403	-	3,403	1
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Public Hospital District #304)	Opioid STR	93.788	1763-94269 Opioid STR	265,535	-	265,535	1

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Skagit County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Footnote Ref
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients	
					Total		
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Public Hospital District #304)	Opioid STR	93.788	1763-94269 Opioid STR	12,066	-	3,947	1
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Public Hospital District #304)	Opioid STR	93.788	1763-94269 Opioid STR	49,443	-	40,828	1
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Public Hospital District #304)	Intervention for Underage Drinking	93.788	1763-94269 Opioid STR	647	-	647	1
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Public Hospital District #304)	Opioid STR	93.788	1763-94269 Opioid STR	38,715	-	-	1, 3c
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Health Care Authority, Division of Behavioral Health)	Opioid STR	93.788	1763-94269 Opioid SOR	47,705	-	6,330	1, 3c
Total CFDA 93.788:				414,111	-	292,500	

The accompanying notes are an integral part of this schedule.

Skagit County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Footnote Ref
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients	
				Total			
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Health Care Authority, Division of Behavioral Health)	Opioid STR	93.788	1763-94269 Opioid SOR	47,705	-	6,330	1, 3c
			Total CFDA 93.788:	414,111	-	292,500	
HEALTH RESOURCES AND SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Department of Children, Youth and Families)	Affordable Care Act-(ACA) Maternal, Infant and Early Childhood Home Visiting Grant Program	93.870	18-1050/NFP (MIECHV)	174,519	-	-	1, 3d
HEALTH RESOURCES AND SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Department of Children, Youth and Families)	Maternal, Infant and Early Childhood Home Visiting Grant Program	93.870	18-1050/NFP (MIECHV)	187,434	-	187,434	1, 3d
			Total CFDA 93.870	361,953	-	361,953	
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via North Sound Behavioral Health Organization)	Block Grants for Community Mental Health Services	93.959	NSBHO SABG 17-19	36,464	-	36,404	1
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via North Sound Behavioral Health Organization)	Block Grants for Community Mental Health Services	93.959	NSBHO SABG 17-19	34,259	-	31,144	1

Skagit County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Footnote Ref
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients	
				Total			
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Health Care Authority, Division of Behavioral Health)	Block Grants for Prevention and Treatment of Substance Abuse	93.959	1763-	43,789	-	43,789	1
			94269/SABG Substance Abuse Block Grant				
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via North Sound Behavioral Health Organization)	Block Grants for Prevention and Treatment of Substance Abuse	93.959	NSBHO SABG 17-19	42,139	-	42,139	1
Total CFDA 93.959:				156,651 0	0 0	156,651 0	
HEALTH RESOURCES AND SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Department of Health)	Maternal and Child Health Services Block Grant to the States	93.994	CLH18259/FFY1 9 MCHBG LHJ Contracts (MIH/CAH)	51,159	-	51,159	1, 3g
HEALTH RESOURCES AND SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Washington State Department of Health)	Maternal and Child Health Services Block Grant to the States	93.994	CLH18259/FFY1 9 MCHBG LHJ Contracts (CSHCN)	25,054	-	25,054	1
Total CFDA 93.994:				76,213	-	76,213	853
U.S. COAST GUARD, HOMELAND SECURITY, DEPARTMENT OF (via Washington State Parks and Recreation Commission)	Boating Safety Financial Assistance	97.012	DHS-USCG-2017-001	13,562	-	13,562	1

Skagit County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2019

Federal Agency (Pass-Through Agency)	Federal Program	CFDA Number	Other Award Number	Expenditures			Footnote Ref
				From Pass- Through Awards	From Direct Awards	Passed through to Subrecipients	
				Total			
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via Washington State Military Department)	Hazard Mitigation Grant	97.039	D17-007/Hazard Mitigation Grant FED-774P7	28,943	-	-	1
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via Washington State Military Department)	Homeland Security Grant Program	97.067	EMW-2017-SS- 00101-S01	31,940	-	31,940	1
Total Federal Awards Expended:				\$ 5,108,694	\$ 430,212	\$ 5,538,906	
						\$ 913,755	

SKAGIT COUNTY, WASHINGTON

NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended December 31, 2019

NOTE 1 – BASIS OF ACCOUNTING

This schedule is prepared on the same basis of accounting as Skagit County's financial statements. Skagit County, in compliance with generally accepted accounting practices, uses modified accrual accounting for government funds and accrual accounting for proprietary funds.

NOTE 2 – PROGRAM COSTS

The amounts shown as current year expenditures represent only the federal grant portion of the program costs. Entire program costs, including Skagit County's portion, are more than shown. Such expenditures are recognized following, as applicable, either the cost principles in the OMB Circular A-87, Cost Principles for State, Local, and Indian Tribal Governments, or the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 3 – INDIRECT COST RATE

Skagit County has not elected to use the 10-percent de minimis indirect cost rate allowed under Uniform Guidance.

The amount expended includes a percentage claimed as an indirect cost recovery using an approved indirect cost rate. These rates are as shown below:

- (a) 2%, (b) 4%, (c) 8% (d) 10%, (e) 20%, (f) 20.26%, (g) 25%

NOTE 4 – NONCASH AWARDS - VOUCHERS

The amount of vouchers reported on the schedule is the value of food vouchers received by Skagit County during 2019 and priced as prescribed by the Department of Agriculture.

SKAGIT COUNTY, WASHINGTON
 SCHEDULE OF STATE FINANCIAL ASSISTANCE
 For the Year Ending December 31, 2019

Grantor	Program Title	Identification Number	Current Year Expenditures	
Administrative Office of the Courts	Support of CASA Programs	IAA18095	\$ 29,128	
	Support of CASA Programs	IAA19181	8,259	
	Becca Programs and Service	IAA19071 YFS	123,680	
	Becca Programs and Service	IAA20086	118,541	
	Becca Programs and Service	IAA20086	7,616	
	Support of CASA Programs	IAA19108	33,151	
	Becca Programs and Service	IAA19071 SC	10,454	
	TOTAL ADMINISTRATIVE OFFICE OF THE COURTS		\$ 330,829	
	County Road Administration Board	BOW HILL ROAD RECONSTRUCTION	2913-01	\$ 36,630
		COUNTY ARTERIAL PRESERVATION	WAC 136-70-010-2018	515,665
FRANCIS ROAD RECONSTRUCTION SECTION 1		2915-01	242,587	
TOTAL COUNTY ROAD ADMINISTRATION BOARD			\$ 794,882	
Washington Department of Transportation	BOW HILL ROAD RECONSTRUCTION	2913-01	\$ 950,513	
	TOTAL WASHINGTON DEPARTMENT OF TRANSPORTATION		\$ 950,513	
Department of Agriculture	Spartina Eradication	K2234	\$ 17,508	
	Knotweed Control - Grandy Creek and Samish River	K2273	6,629	
	Knotweed Control - Grandy Creek and Samish River	K2832	7,963	
	TOTAL DEPARTMENT OF AGRICULTURE		\$ 32,100	
Department of Ecology	On Site Septic Grant with Loan	WQC-2016-SkCoPD-00181	\$ 143,047	
	On Site Septic Grant with Loan	WQC-2016-SkCoPD-00181	217,988	
	Remedial Action Grants Waste 2 Resources	TCpra-2014-SkCoPW-00058	1,272	
	Waste 2 Resources Coordinated Prevention Grant Program	W2RCLCP-1719-SkCoPW-00012	21,656	
	Waste 2 Resources Coordinated Prevention Grant Program	W2RLSWFA-1719-SKCOPW-00074	155,994	
	Maddox Creek Culvert Removal and Stream Enhancement	WQC-2019-SKCOPW-00102	15,769	
	2017-19 LSWFA SKAGIT COUNTY PUBLIC HEALTH SWE	W2RLSWFA-1719-SKCoHD-00109	17,071	
	2017-19 LSWFA SKAGIT COUNTY PUBLIC HEALTH SWE	SWMLSWFA-2019	35,107	
	Northwest Straits Project: Skagit MRC Operations and Projects	SEANWS-2017-SkCoPW-00002	7,520	
	LOCAL SOURCE CONTROL PARTNERSHIP (LSCP)	IAA C1800032	85,006	
	LOCAL SOURCE CONTROL PARTNERSHIP (LSCP)	IAA C20000025	44,095	

SKAGIT COUNTY, WASHINGTON
 SCHEDULE OF STATE FINANCIAL ASSISTANCE
 For the Year Ending December 31, 2019

Grantor	Program Title	Indentification Number	Current Year Expenditures
	Northwest Straits Project: Skagit MRC Operations and Projects	SEANWS-2018-SKOPW-00004	16,702
	TOTAL DEPARTMENT OF ECOLOGY		\$ 760,627
Department of Social & Health Services	HDM Home-Delivered Meal Expansion Funding	202018-NUTR	\$ 14,512
	Child Support Enforcement Reimbursement	0863-31629/75-1501-0-1-609	24,649
	Drop In/Peer Support	North Sound BHO-Skagit-Admin-18	1,611
	Jail Transition Services	North Sound BHO-Skagit Co-Jail Services-16-18	23,860
	Jail Transition Services	C20190441	22,860
	NSBHO HARPS	North Sound BHO-Skagit-Admin-18	10,291
	Puget Sound OSS LMP Implementation	CLH18259	3,427
	Puget Sound OSS LMP Implementation	CLH18259	15,772
	Rec Shellfish/Biotoxin	CLH18259	2,946
	Rec Shellfish/Biotoxin	CLH18259	4,019
	Childhood Lead Poisoning Prevention Program	CLH18259	3,775
	Prevention Services for Tobacco and Vapor Devices	C20180400	5,076
	Youth Marijuana Prevention and Education Program (YMPEP)	201711021	11,943
	Youth Marijuana Prevention and Education Program (YMPEP)	201811008	19,782
	Court Commissioner's Services	1663-67776	3,841
	Dedicated Marijuana Account - Fund 315 State	1763-94269	11,033
	Dedicated Marijuana Account - Fund 315 State	K3940	11,936
	Prevention Services/CPWI	1763-94269	3,504
	Prevention Services/CPWI	K3940	2,917
	TOTAL DEPARTMENT OF SOCIAL AND HEALTH SERVICES		\$ 197,754
Washington Association of Sheriffs and Police Chiefs	Registered Sex Offender Address and Residency Verification Program	RSO 17-18 Skagit	\$ 58,782
	Registered Sex Offender Address and Residency Verification Program	RSO 18-19-SKAGIT	45,577
	TOTAL WASHINGTON ASSOCIATION OF SHERIFFS & POLICE CHIEFS		\$ 104,359
Washington Recreation and Conservation Office	VSP VOLUNTARY STEWARDSHIP PROGRAM	K1824	\$ 17,362
	VSP VOLUNTARY STEWARDSHIP PROGRAM	K2021	42,622
	JOSH WILSON ROAD PHASE 1	2918-01	157
	Fisher Creek Cedardale Rd	19-1581P	370
	Starbird Creek Fish Passage design	19-1580P	131

SKAGIT COUNTY, WASHINGTON
 SCHEDULE OF STATE FINANCIAL ASSISTANCE
 For the Year Ending December 31, 2019

Grantor	Program Title	Identification Number	Current Year Expenditures
	South Fork Delta Channel Final Design	16-1652P	147,160
	Cedar Grove Fish Passage Improvement	18-1490R	1,896
	Skiyou Rock Removal Prelim Design	18-1487P	705
	Regional Conservation Partnership Program	K1708	27,337
	TOTAL WASHINGTON RECREATION AND CONSERVATION OFFICE		\$ 231,740
Washington State Department of Commerce	North Sound Stabilization	18-96617-008	\$ 542,648
	DESIGN PHASE OF THE SKAGIT COUNTY PUBLIC SAFETY EMERGENCY COMMUNICATIONS CENTER EXPANSION AND REMODEL PROJECT	18-96616-151	323,661
	Skagit County Community Veterans Park	18-96616-152	460,028
	Fairground Building Roof Repair	K2486	47,059
	Presentation Park Trails	16-1730C	319,297
	TOTAL WASHINGTON STATE DEPARTMENT OF COMMERCE		\$ 1,692,693
	Washington State Military Department	Lyman Slough Property Acquisition Phase 1	D17-007
ENHANCED 911 FUNDS COORDINATOR PROFESSIONAL DEVELOPMENT		E18-050	28,813
ENHANCED 911 FUNDS COORDINATOR PROFESSIONAL DEVELOPMENT		E19-035-Revised	24,192
TOTAL WASHINGTON STATE MILITARY DEPARTMENT		\$ 57,829	
TOTAL STATE GRANTS		\$ 5,153,326	

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