

# Treasurer's 2016 Tax & Timber Report

Prepared by Clallam County Treasurer Selinda Barkhuis

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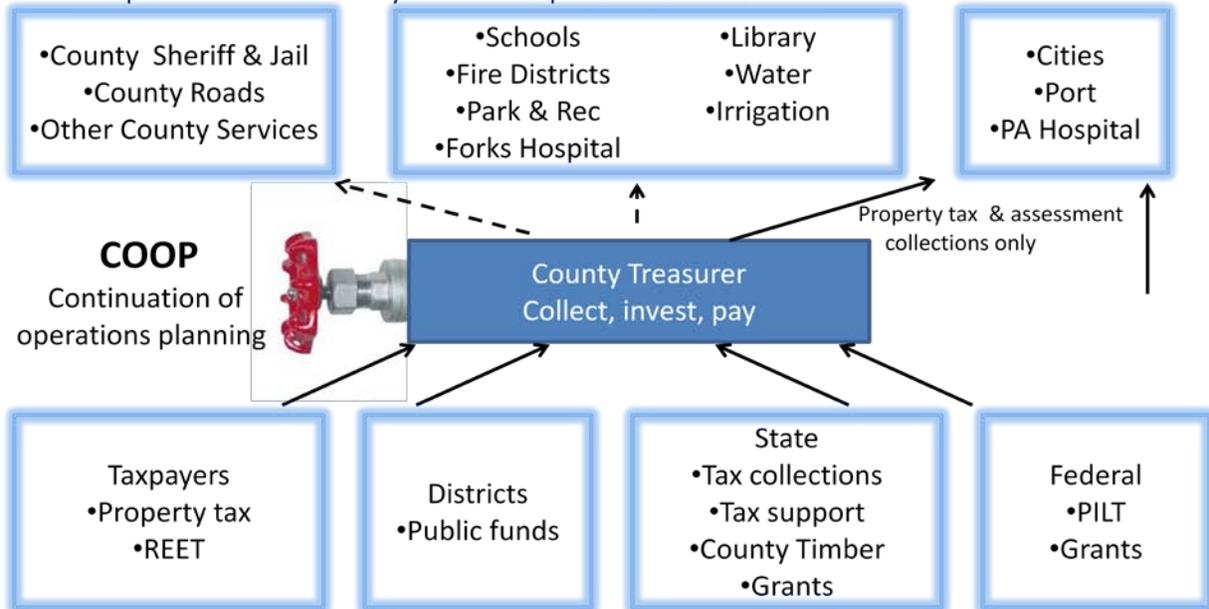
Timber cargo ship "Selinda" being loaded in Port Angeles. Photo by Selinda Barkhuis

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## A. County Treasurer’s Essential Duties for Taxing Districts

- Collect property taxes and assessments; conduct foreclosures & distraints.
- Receipt in and account for other public funds from many different sources.
- Keep district funds safe and liquid, and accessible for budgeted and emergency expenses.
- Invest reserves consistent with law and at “maximum prudent extent.”
- Reconcile and fund warrants; pay bond payments, and fund payroll accounts.
- Compile and send monthly financial reports to each district.



### Contacting the Clallam County Treasurer’s Office

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<sup>1</sup> Please email the Treasurer directly with any questions or suggestions regarding this Report.

## B. County Finance Committee, Key Economic Indicator Spreadsheet

Consistent with RCW 36.48.070, the County Finance Committee is composed of the County Treasurer as Chair, the County Auditor as Secretary, and the Chair of the Board of County Commissioner. The Finance Committee uses the following spreadsheet to keep track of how the local economy (sales tax & REET revenues) and the global economy (interest revenue) are impacting key County revenue streams.

Property Tax Revenue														Δ% from prior yr
JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL		
2007	22,026	293,211	452,231	2,076,189	1,725,793	61,064	49,850	65,664	185,919	1,841,449	1,521,718	46,980	8,342,094	6.39%
2008	34,716	347,009	410,322	2,380,130	1,556,535	59,314	46,027	48,376	193,177	2,004,047	1,431,877	47,998	8,559,528	2.61%
2009	22,917	288,912	501,287	2,366,441	1,639,263	81,273	42,898	53,807	198,153	1,769,046	1,726,823	53,868	8,744,688	2.16%
2010	31,658	27,173	748,019	2,681,562	1,469,020	103,322	59,247	67,070	198,843	2,525,931	1,080,681	148,216	9,140,743	4.53%
2011	31,005	370,829	516,063	3,175,352	1,039,916	72,456	47,859	166,687	205,508	2,644,293	1,029,202	66,846	9,366,013	2.46%
2012	28,892	164,728	769,949	3,208,888	1,098,291	61,329	67,497	63,178	201,964	2,846,387	925,590	43,407	9,480,099	1.22%
2013	24,055	56,627	874,546	3,323,131	1,172,919	72,406	55,567	55,152	303,077	3,038,959	635,067	65,584	9,677,090	2.08%
2014	29,244	220,202	777,468	3,872,875	649,652	94,281	56,015	65,209	196,074	3,224,705	589,821	86,178	9,861,724	1.91%
2015	36,793	248,343	884,174	3,801,593	713,999	87,255	52,249	87,020	180,371	3,126,349	671,995	46,349	9,936,489	0.76%
Δ% from prior yr	25.81%	14.31%	13.87%	1.45%	2.44%	2.28%	2.19%	2.54%	2.19%	0.35%	1.17%	0.76%		
Sales Tax Revenue														Δ% from prior yr
JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL		
2007	329,602	467,819	317,018	316,636	430,751	364,240	380,580	489,427	452,561	451,200	523,418	359,969	4,883,221	0.09%
2008	355,729	465,734	287,783	279,559	380,561	319,879	318,982	426,461	362,528	392,920	444,312	351,259	4,385,707	-10.19%
2009	270,449	409,349	271,754	260,977	334,683	279,169	297,357	387,706	361,240	369,237	405,300	306,438	3,953,657	-9.85%
2010	282,212	402,909	259,376	292,666	374,595	309,408	317,521	414,967	390,021	372,563	441,130	333,936	4,191,304	6.01%
2011	316,847	432,016	272,445	270,824	355,360	350,419	340,951	390,301	364,162	388,761	375,429	327,545	4,185,059	-0.15%
2012	305,463	408,630	251,709	260,253	313,159	300,026	324,475	348,655	393,422	386,144	387,365	349,388	4,028,689	-3.74%
2013	307,249	397,806	287,810	303,006	335,031	325,944	355,440	433,966	416,014	411,045	425,841	383,670	4,382,822	8.79%
2014	347,330	443,411	311,292	299,204	365,345	345,273	370,063	445,487	452,726	427,085	465,467	383,972	4,656,655	6.25%
2015	352,589	452,657	311,628	319,879	390,190	398,102	420,853	503,487	375,925	364,011	398,927	341,911	4,630,158	-0.57%
Δ% from prior yr	1.51%	1.83%	1.35%	2.53%	3.42%	5.36%	6.61%	7.58%	4.30%	2.16%	0.36%	-0.57%		
Real Estate Excise Tax Revenue (County Portion Only)														Δ% from prior yr
JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL		
2007	99,245	82,996	127,723	75,835	145,240	135,600	169,475	171,677	159,818	118,559	78,754	59,190	1,424,113	-7.72%
2008	70,575	64,777	98,034	65,423	78,651	72,287	64,002	75,522	135,109	64,638	41,237	74,231	904,486	-36.49%
2009	41,126	32,452	44,239	33,847	62,129	67,978	56,954	64,624	75,110	70,063	48,609	77,910	675,040	-25.37%
2010	28,058	34,330	50,482	54,793	71,135	87,042	46,361	71,445	67,969	373,082	61,558	75,473	1,021,727	51.36%
2011	40,795	41,343	59,016	49,522	50,209	47,272	64,464	56,242	47,584	43,856	53,044	61,949	615,295	-39.78%
2012	25,575	40,628	39,732	51,320	84,521	869,414	62,760	101,027	63,852	91,235	29,152	45,791	1,505,006	144.60%
2013	91,740	35,837	70,874	39,127	76,575	64,956	113,321	73,723	47,824	187,367	75,490	70,159	946,991	-37.08%
2014	246,799	43,971	53,385	91,984	91,428	71,927	124,235	96,936	99,915	217,636	41,378	97,351	1,276,944	34.84%
2015	75,599	92,182	87,601	109,262	93,101	129,447	129,947	148,103	125,288	187,692	114,863	89,524	1,382,610	8.27%
Δ% from prior yr	-69.37%	-42.30%	-25.79%	-16.39%	-13.23%	-2.05%	-0.91%	5.43%	7.60%	3.51%	9.62%	8.27%		
Investment Interest Revenue														Δ% from prior yr
JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL		
2007	132,138	285,272	194,946	155,286	228,720	273,406	243,590	220,471	178,702	214,685	151,955	289,331	2,568,501	10.99%
2008	236,880	172,013	132,792	194,920	180,908	275,651	121,710	52,449	146,933	131,942	183,106	218,241	2,047,547	-20.28%
2009	193,091	175,458	120,926	73,006	105,324	129,912	91,291	121,485	91,636	49,487	113,350	115,678	1,380,643	-32.57%
2010	91,269	125,058	91,555	96,735	84,312	106,260	2,490	31,968	88,591	17,837	53,801	34,484	824,360	-40.29%
2011	52,282	19,874	96,166	11,283	23,074	23,859	8,243	31,463	9,903	29,413	12,480	28,347	346,387	-57.98%
2012	2,725	9,024	14,760	32,179	9,022	8,817	30,889	23,258	10,396	39,298	10,206	175,695	366,269	5.74%
2013	(38)	10,191	9,552	13,566	9,593	9,894	15,428	18,006	8,186	29,004	13,072	182,355	318,809	-12.96%
2014	1,198	9,687	14,598	12,090	8,383	12,218	6,185	15,729	17,157	15,478	6,399	165,083	284,205	-10.85%
2015	17,276	24,235	24,159	24,781	28,368	30,490	28,302	28,065	28,349	29,096	29,563	41,531	334,217	17.60%
Δ% from prior yr	1342.13%	281.38%	157.71%	140.74%	158.55%	156.66%	175.97%	156.82%	140.66%	133.42%	145.70%	17.60%		

**Changes to County sales tax rate.** On May 12, 2015, the Board of Clallam County Commissioners reduced the county sales tax rate from five-tenths of 1 percent to three-tenths of 1 percent, effective July 1, 2015. On January 26, 2016, the Board of Clallam County Commissioners restored the county sales tax rate to five-tenths of 1 percent, effective April 1, 2016. Sales tax revenues are remitted by the Department of Revenue to the County Treasurer two months after being paid by purchasers. As a result, any impact of reducing or increasing the County sales tax rate would be reflected in the above spreadsheet two months after their effective date.

- For the latest Financial Reporting Graphs (updated monthly), see <http://websrv7.clallam.net/forms/uploads/FinancialReportingGraphs.pdf>

## C. Ending Fund Balances as of December 31, 2015

County	Non-County
00100 General Fund \$11,946,369.45	64001 North Olympic Library \$7,367,067.03
10101 PW - Roads \$19,766,613.90	64101 Community Network \$8,612.83
10135 PW - Flood Control \$13,722.84	65101 Fire District 1 Operation & Maintenance \$416,756.73
11002 Sheriff - Honor Guard Donation \$4,395.00	65120 Fire District 2 Operation & Maintenance \$906,898.56
11003 Sheriff - Boating Safety \$121,655.00	65127 Fire District 2 Reserve \$469,017.14
11007 Sheriff - Office Drug Fund \$75,021.57	65131 Fire District 3 Operation & Maintenance \$3,821,629.25
11008 Sheriff - OPNET Drug \$84,040.74	65136 Fire District 3 Emergency Medical Serv \$57,543.82
11061 Sheriff - Nine-One-One Enhanced \$63,002.73	65137 Fire District 3 Reserve \$10,831.87
11065 Sheriff - OPSCAN Operations \$92,370.34	65151 Fire District 5 Operation & Maintenance \$87,077.45
11068 Sheriff - Operation Stonegarden \$1,285.82	65157 Fire District 5 Reserve \$12,484.77
11070 24/7 Sobriety Program \$1,412.72	65161 Fire District 6 Operation & Maintenance \$301,506.95
11301 Health and Human Services - Operations \$463,233.24	65171 Fire District 4 Operation & Maintenance \$788,810.62
11321 HHS - Alcohol/Drug Abuse \$82,729.03	66801 Quillayute Valley Park & Rec Operations \$1,973.51
11322 HHS - Homeless Task Force \$449,063.30	66804 Quillayute Valley Park & Rec Capital \$1,968.79
11323 HHS - Chemical Dependency Mental He \$1,290,637.65	66808 Quillayute Valley Park & Rec Bonds \$773,163.39
11324 HHS - Affordable Housing \$127,357.57	66851 Park & Rec Dist 1 General \$9,119.89
11331 HHS - Developmental Disabilities \$720,670.37	66870 William Shore Memorial Pool District \$5,020.83
11401 Law Library \$22,727.21	67101 Agnew Irrigation Maintenance \$134,672.51
11701 Pros Attny - Local Crime Victim Comp \$152,134.67	67121 Cline Irrigation Maintenance \$28,736.49
11901 Pros Attny - Racketeering \$1,753.83	67123 Cline Irrigation Reserve \$82,567.69
12108 Comm Dev - Shoreline Block Grant \$1.00	67131 Dungeness Irrigation Maintenance \$79,272.23
12201 Treasurer - Operation and Maintenance \$152,857.65	67141 Highland Irrigation Maintenance \$79,119.94
12231 Treasurer - REET Electronic Technology \$157,228.66	67142 Highland Irrigation Loan Activity \$43,284.08
12241 Treasurer - Land Assessment \$21,762.39	67143 Highland Irrigation Reserve \$139,847.47
12401 Auditor - Document Preservation \$449,988.27	67701 Black Diamond Water Dist Operation \$6,477.74
12905 Superior Crt - Dispute Resolution \$865.00	67702 Black Diamond Water Dist Capital Repla \$218,318.57
12911 Superior Crt - Courthouse Facilitator \$480.05	67703 Black Diamond Water Dist Bond \$2,867.08
13001 Noxious Weed Control \$200,596.18	67731 Sunland Water District Operation \$1,053,453.99
13051 Noxious Weed - LMD#2 Lake Sutherland \$54,505.41	67734 Sunland Water District Loan Activity \$0.50
13501 District Court I - Probation \$68,425.76	68601 City of Port Angeles \$81,208.21
19913 Non Dept - Trial Court Improvements \$45,363.00	68604 City of Port Angeles Library Bond \$4.54
19914 Non Dept - Veterans Relief \$50,869.24	68631 City of Sequim \$28,012.12
19915 Non Dept - Federal Forest Replacement \$28,633.63	68651 City of Forks \$2,185.64
19925 Non Dept - Hotel/Motel Tax \$491,170.42	68702 Port Capital Improvement \$31,318.43
19941 Non Dept - Opportunity Fund \$1,548,730.48	69031 Private Timber Harvest Tax \$438,256.17
19991 Non Dept - Emergency Communication T \$845,187.62	69041 School Real Estate Excise Tax \$45,965.12
25401 PW - RID #142 Business Park Loop \$437.44	69051 Surplus Tax Sale \$213,606.21
25601 PW - RID #141 School House Road \$1,322.30	69061 Tax Refund \$55,429.52
27401 PW - RID #149 Osborn Road \$2,027.88	69071 Advanced Tax \$23,784.98
29500 Treasurer - LID 3rd Street Sewer Line \$22,540.43	69081 Real Estate Tax Suspense \$69,182.77
30101 Parks and Facilities - REET \$1,496,929.47	69101 State Centennial Document Preservation \$2,386.00
30201 Parks and Facilities - REET 2 \$2,751,326.85	69102 State Auditors Surcharge and Archives \$5,965.00
30501 Parks and Facilities - Capital Projects \$2,214,258.29	69103 State Mortgage Lending Fraud \$175.75
30701 Information Tech - Capital Projects \$159,143.89	69104 State Community Development \$161.50
30801 PW - Carlsborg Sewer Project \$1,432,462.56	69105 State Housing Trust \$18,239.16
40201 PW - Solid Waste \$16,863.11	69106 State District Court \$43,503.15
41401 PW - Clallam Bay-Sekiu Sewer \$34,499.94	69107 State Fire Patrol \$1,845.20
41501 PW - Clallam Bay-Sekiu Sewer Cap Repl \$270,883.64	69108 State General Schools \$114,115.60
50301 PW - Equipment Rental and Revolving \$2,861,144.15	69109 State Juvenile Judicial Info System \$8,041.71
50401 HR - Risk Management \$749,833.22	69121 State Judicial Info System Trauma Care \$1,930.33
50501 HR - Workers Compensation Claims \$1,008,980.98	69122 State Marriages \$345.00
50601 HR - Employee Health Care Benefit \$30,000.00	69123 State Superior Court \$11,231.68
50701 HR - Unemployment Compensation \$220,118.20	69124 State Survey \$1,379.00
62400 Unclaimed Warrants \$59,476.97	69125 State Vital Statistics \$1,841.00
62501 HR - Workers Compensation Reserve Tr \$1,448,921.24	69126 State School Safety Zone \$49.63
62511 HR - Risk Management Reserve \$1,243,000.00	69511 Hospital #1 General \$3,241,810.79
62901 PW - RID Guaranty Trust \$29,426.56	69512 Hospital #1 Funded Depreciation \$522,900.69
63301 Sheriff - Inmate Commissary and Welfare \$115,231.29	69513 Hospital #1 Donation \$221,937.16
63305 Sheriff - Drug Task Force Suspense \$236.06	69514 Hospital #1 Emergency Medical Service \$518,609.23
<b>Schools</b>	69515 Hospital #1 Rural Hospital Assessment \$97,225.46
68101 School District 121 General \$6,736,375.77	69517 Hospital #1 Bond \$231,209.33
68102 School District 121 ASB \$431,475.71	69518 Hospital #1 Employee Education \$3,972.87
68103 School District 121 Capital Projects \$855,681.40	69519 Hospital #1 Projects \$409,632.42
68104 School District 121 Bond \$817,908.93	69551 Hospital #2 General \$41,209.42
68105 School District 121 Transportation \$269,869.96	69700 Franchise Suspense \$32,815.08
68121 School District 313 General \$1,162,554.08	69701 Retainage Suspense \$21,515.15
68122 School District 313 ASB \$69,876.24	69705 Western Cable Service Suspense \$14,586.25
68123 School District 313 Capital Projects \$108,182.06	69706 Heart of the Hills Water Suspense \$18,549.85
68125 School District 313 Transportation \$205,908.92	
68131 School District 323 General \$2,214,875.53	
68132 School District 323 ASB \$375,541.54	
68133 School District 323 Capital Projects \$36,246.85	
68134 School District 323 Bond \$22,507.10	
68135 School District 323 Transportation \$978,356.13	
68141 School District 401 General \$2,678,813.97	
68142 School District 401 ASB \$135,197.22	
68143 School District 401 Capital Projects \$23,363.06	
68144 School District 401 Bond \$1,263,526.63	
68145 School District 401 Transportation \$21,575.96	
68151 School District 402 General \$4,348,964.56	
68152 School District 402 ASB \$106,854.62	
68153 School District 402 Capital Projects \$236,953.98	
68154 School District 402 Bond \$1,071,344.95	
68155 School District 402 Transportation \$275,163.08	
68156 School District 402 Expendable Trus \$46,070.07	

## D. Treasurer's Investment Strategy & Investment Ladder

Under Chapter 36.29 RCW, the County Treasurer has the sole, and quite personal responsibility to “keep all moneys belonging to the state, or to any county, in his or her own possession until disbursed according to law” and to make investments “in a manner consistent with appropriate statutes.” RCW 36.29.020 requires investments to be made “to the maximum prudent extent,” and specifically prohibits the County Treasurer from making any loans. County Investment Policy 515 further specifies that the “four primary objectives ... are legality, safety, liquidity, and rate of return of the investment.” The Treasurer’s investment strategy, and below Investment Ladder, reflect these responsibilities, limitations, and objectives:

BANK	A/C ID#	# MOS.	ACQ DATE	INT RATE	MATURES	PRINCIPAL BAL	PROJ. INT	
160	25153080B	24	3/30/2015	0.95%	3/28/2017	5,000,000.00	47,500.00	(12 mo. int prmts)
								(above CD pays int monthly)
160	12945068A	24	2/8/2014	0.80%	2/8/2016	1,020,220.79	16,323.53	
160	18020323A	24	3/7/2014	0.80%	3/7/2016	632,636.09	10,122.18	
160	20916699A	24	3/29/2014	0.80%	3/29/2016	2,050,205.42	32,803.29	
160	12068943A	24	4/23/2014	0.80%	4/23/2016	1,328,637.99	21,258.21	
160	10366457B	24	4/28/2014	0.80%	4/28/2016	2,000,000.00	32,000.00	
160	11170996A	24	6/14/2014	0.80%	6/14/2016	1,022,029.22	16,352.47	Balance of
140	470001064	18	2/18/2015	1.20%	8/19/2016	500,000.00	9,000.00	2016 Interest Due
140	470000762D	24	8/28/2014	0.80%	8/28/2016	2,053,353.00	32,853.65	\$ 282,798.60
160	15178494	24	9/19/2014	0.90%	9/19/2016	2,065,809.61	37,184.57	
160	21321231A	24	10/10/2014	0.90%	10/10/2016	507,148.53	9,128.67	
140	470000953A	24	10/17/2014	0.90%	10/16/2016	1,015,112.92	18,272.03	
160	25153080B	24	3/30/2015	0.95%	3/28/2017	see above for principal	11,874.99	(final 3 mo. int prmts)
								(above CD pays int monthly)
140	470001088	24	4/27/2015	1.05%	4/26/2017	2,000,000.00	42,000.00	2017 Interest due
160	17157769A	24	4/27/2015	0.90%	4/26/2017	1,046,162.10	18,830.92	\$ 316,035.85
140	470001097	24	5/28/2015	1.05%	5/28/2017	2,000,000.00	42,000.00	
160	27602619B	18	12/21/2015	1.01%	6/21/2017	1,037,500.18	15,718.13	
160	12594829	18	12/31/2015	1.01%	6/30/2017	1,093,188.30	16,561.80	
350	173960455B	24	7/13/2015	1.05%	7/13/2017	2,045,120.92	42,947.54	
160	GEN21339055	18	1/13/2016	1.01%	7/13/2017	1,119,043.85	16,953.51	
160	21236325	18	1/13/2016	1.01%	7/13/2017	84,972.27	1,287.33	
160	29969915B	18	1/13/2016	1.01%	7/13/2017	1,037,707.75	15,721.27	
140	470001108	24	8/26/2015	1.10%	8/26/2017	1,037,707.75	22,829.57	
160	GEN14406428	24	10/28/2015	0.95%	10/28/2017	449,560.10	8,541.64	
160	28782134	24	10/28/2015	0.95%	10/28/2017	576,496.16	10,953.43	
160	14851680C	24	10/28/2015	0.95%	10/28/2017	2,069,195.12	39,314.71	
160	15674845B	24	11/16/2015	0.90%	11/14/2017	583,389.49	10,501.01	
				TOTAL	PRINCIPAL	35,375,197.56	598,834.45	
BANK #								
140	FIRST FEDERAL							
160	SOUND COMMUNITY BANK							
350	EAST WEST BANK/BELLEVUE							

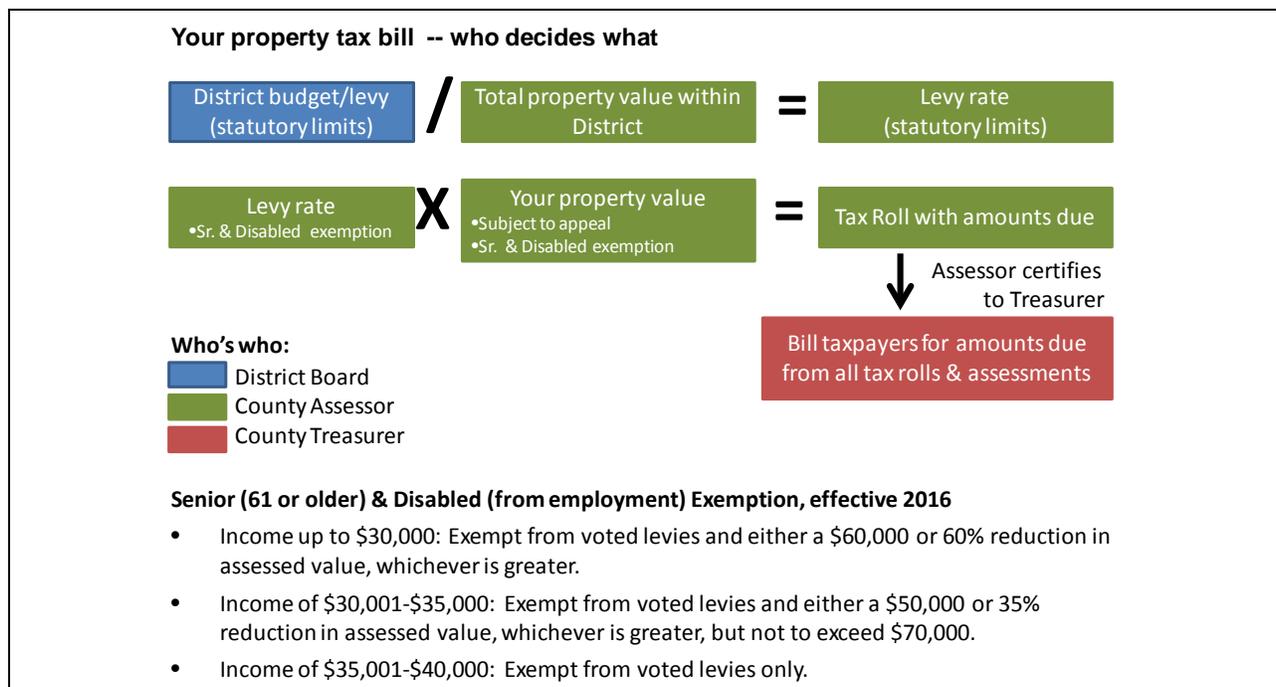
## E. Levying Property Taxes

The authority for a taxing district to impose property tax is generally found in the statutes related to the specific type of taxing district. For example, Chapter 52.16 RCW provides authority for fire protection district commissioners to levy property tax to pay the expenses of the district. Likewise, Chapter 70.44 RCW provides commissioners of a public hospital district with the authority to levy property tax. Taxing district officials must follow specific procedures in order to levy.

In addition to statutory provisions related to specific types of taxing districts, the Legislature has adopted certain requirements for any taxing district imposing a regular property tax levy. RCW 84.55.120 requires all local taxing districts that collect regular levies to hold public hearings on sources of revenue to fund the current expense budget. According to RCW 84.52.020, taxing districts that are “required by law to certify to the county legislative authority...budgets or estimates of the amounts to be raised by taxation” must certify such budgets to the county legislative authority. Under RCW 84.52.070, the county legislative authority is required to certify the amounts to be levied for each taxing district to the county assessor by November 30.

Different tax areas of the County show quite a difference in the amount of property taxes levied on property with the same assessed value. Such differences are due to the different combinations of taxing districts (see Section F), the size of their levies including special levies and bonds approved by the voters (see Section G), and the amount of any assessments (see Section H).

- For County Assessor’s annual reports and levy sheets, see <http://clallam.net/Assessor/index.html> .

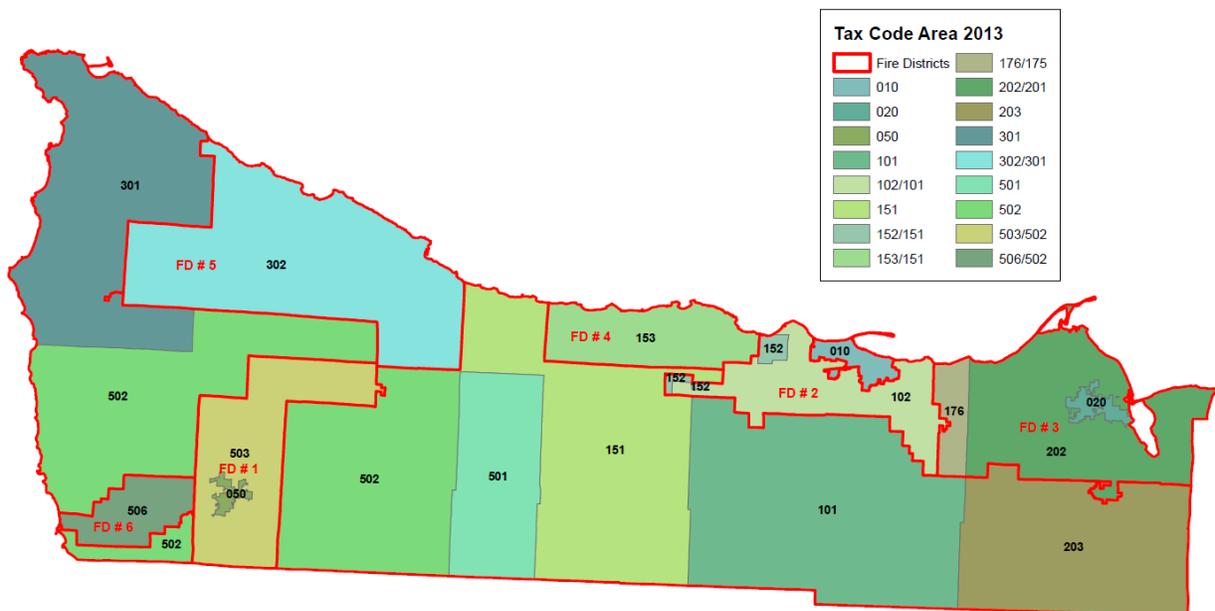


- For more about senior exemptions, see [http://www.dor.wa.gov/docs/pubs/prop\\_tax/seniorexempt.pdf](http://www.dor.wa.gov/docs/pubs/prop_tax/seniorexempt.pdf)

## F. Consolidated Tax Levy Rates by Tax Area; Tax Area Map

Tax area		2011	2012	2013	2014	2015	2016
010	Port Angeles City	10.23325	11.15630	11.88230	12.16175	12.19642	11.14472
020	Sequim City (FD3)	9.25698	10.08234	10.99952	10.89431	10.25597	9.81364
050	Forks City	11.39365	11.78646	12.01816	11.99378	11.52286	12.09402
101	Port Angeles (outside city, no FD)	8.71553	9.66377	10.34184	10.48986	10.46093	9.60133
102	Port Angeles (outside city, FD2)	9.35780	10.35467	11.10292	11.26961	11.53093	10.66364
151	Joyce area (no FD)	6.93839	7.46585	8.32726	8.34975	8.21397	7.84536
152	Joyce (FD2)	7.58066	8.15675	9.08834	9.12950	9.28397	8.90767
153	Joyce (FD4)	7.69839	8.26651	9.20005	9.25594	9.13881	8.71341
175	Port Angeles (outside city, no FD)	9.21553	10.16377	10.84184	10.98986	10.96093	10.08732
176	Port Angeles (outside city, FD3)	10.40301	11.45030	12.21644	12.41578	12.39860	11.48043
201	Sequim (outside city, EMS, no FD)	7.87344	8.65075	9.43612	9.28157	8.64638	8.22226
202	Sequim (outside city, FD3)	9.06092	9.93728	10.81072	10.70749	10.08405	9.61537
203	Sequim (outside city, no EMS, no FD)	7.37344	8.15075	8.93612	8.78157	8.14638	7.73628
301	Cape Flattery (no FD)	10.59734	10.96386	11.18433	11.05090	10.84309	10.90717
302	Cape Flattery (FD5)	11.46676	11.91370	12.18433	12.01676	11.81778	11.87696
501	Fairholm area (no FD)	9.89833	10.35259	10.71480	10.64847	10.34598	10.26104
502	Forks (outside city, no FD)	10.23337	10.69032	10.96425	10.86276	10.41759	10.60036
503	Forks (outside city, FD1)	10.60865	11.08155	11.37265	11.28824	10.82763	11.35036
506	Quillayute area (FD6)	11.13337	11.67686	11.96367	11.85161	11.41759	11.59116

➤ For Assessor's Levy Sheet listing levies per tax area, see <http://www.clallam.net/Taxes/levysheets.html>



Tax area map prepared by Clallam County GIS Coordinator Tom Shindler

## G. Clallam County Property Taxes Billed

Taxing District	2014 Levy Rate	2014 Property taxes billed <sup>1</sup>	2015 Levy Rate	2015 Property taxes billed <sup>1</sup>	2016 Levy Rate	2016 Property taxes billed <sup>1</sup>
State School	2.4016468731	\$16,814,548.00	2.3092364852	\$16,287,777.00	2.0966324123	\$15,339,939.00
County General	1.4041328672	\$9,833,060.17	1.4059980244	\$9,919,179.79	1.3661312539	\$9,997,597.10
Dev'l Disabilities (County)	0.0250000008	\$175,073.54	0.0250000004	\$176,372.58	0.0250000001	\$182,954.55
Veterans Relief (County)	0.0112500000	\$78,783.09	0.0112499986	\$79,367.65	0.0112500004	\$82,329.55
Land Assessment (County)	0.0012000000	\$8,403.53	0.0012000009	\$8,465.89	0.0011999989	\$8,781.81
Port of Port Angeles	0.2000239417	\$1,400,755.94	0.2022839271	\$1,427,093.50	0.1986528659	\$1,453,777.82
QVP&R (Forks Pool)Bond	0.5095789171	\$178,980.82	0.4817799638	\$173,204.49	0.5033395498	\$179,583.97
W'm Shore MPD (PA Pool)	0.1779720599	\$475,000.00	0.1796124575	\$480,000.00	0.1801310305	\$495,000.00
County Roads	1.4872657226	\$6,819,184.48	1.4904118521	\$6,934,937.53	1.4427041166	\$6,996,982.88
North Olympic Library	0.4999999994	\$3,501,470.69	0.5000000000	\$3,527,451.54	0.4910477054	\$3,593,576.46
City of Port Angeles	2.9537380160	\$4,288,631.09	3.0291653328	\$4,357,192.16	2.9860910554	\$4,406,100.00
PA City Library Bond	0.2054180288	\$290,991.44	0.1967354160	\$275,990.93	0	0
City of Sequim	1.6740798172	\$1,360,359.64	1.6623273614	\$1,342,327.24	1.6409771194	\$1,371,065.23
City of Forks	2.1928110079	\$336,286.56	2.1856414856	\$340,865.11	2.1863632436	\$343,728.80
SD 121 Port Angeles M&O <sup>2</sup>	3.2276627242	\$8,419,537.54	3.2760659562	\$8,559,058.16	3.2015044965	\$8,639,424.47
SD 121 Port Angeles Bond	0.4591590685	\$1,197,741.94	0.4592142453	\$1,199,744.29	0	0
SD 313 Crescent M&O	1.7246812395	\$473,969.27	1.6679336510	\$473,432.06	1.6256605177	\$476,596.48
SD 323 Sequim M&O	1.6159717879	\$5,682,187.05	1.6003422786	\$5,680,127.71	1.5165791789	\$5,682,804.08
SD 323 Sequim Bond	0.0970181348	\$341,141.59	0	\$0.00	0	0
SD 323 Sequim Transport'n	0.4435114736	\$1,559,504.42	0	\$0.00	0	0
SD 401 Cape Flattery M&O	2.7991177195	\$230,249.32	2.8980177202	\$239,291.03	2.9522112833	\$248,796.96
SD 401 Cape Flattery Bond	1.4124242426	\$116,182.94	1.3274200817	\$109,605.86	1.3959372533	\$117,642.30
SD 402 Q Valley M&O	1.4309582734	\$502,599.46	1.3437146303	\$483,078.23	1.3990105146	\$499,145.88
SD 402 Q Valley Bond	2.0828604335	\$731,568.87	1.9744461581	\$709,832.23	2.1389902230	\$763,159.50
Fire Dist. #1	0.4254768796	\$124,072.47	0.4100355751	\$123,761.87	0.7500000000	\$222,545.13
Fire Dist #2	0.7797450744	\$749,788.51	1.0700000000	\$1,044,757.35	1.0623110962	\$1,064,004.30
Fire Dist #3	1.4259201830	\$5,421,101.78	1.4376726386	\$5,522,531.11	1.3931085105	\$5,620,110.66
Fire Dist #3 EMS	0.5000000000	\$1,924,752.77	0.5000000000	\$1,942,666.54	0.4859844407	\$1,981,334.95
Fire Dist #4	0.9061880890	\$179,903.99	0.9248369082	\$182,560.71	0.8680541321	\$185,633.41
Fire Dist #5	0.9658569533	\$51,977.76	0.9746879723	\$53,368.96	0.9697869364	\$54,006.07
Fire Dist #6	0.9888522147	\$33,153.00	1.0000000000	\$32,455.82	0.9907974266	\$32,780.41
Hospital Dist #1	0.6823194851	\$298,054.86	0.6722705436	\$299,691.77	0.6864044828	\$304,215.46
Hospital Dist #1 EMS	0.1265218550	\$55,268.03	0	\$0.00	0.2400000000	\$106,368.35
Hospital Dist #2	0.5945513019	\$3,903,892.48	0.6006548257	\$3,969,795.41	0.5870789250	\$4,036,156.17
<b>TOTALS</b>		<b>\$77,558,177.06</b>		<b>\$75,955,984.52</b>		<b>\$74,486,141.75</b>

<sup>1</sup> Excludes assessments; for assessments, see next page.

<sup>2</sup> M&O stands for Maintenance and Operations.

## H. Assessments Billed

Irrigation Districts	2014	2015	2016
Agnew	\$153,200.00	\$153,104.60	\$153,110.60
Cline M & O <sup>1</sup>	\$32,103.84	\$39,891.60	\$40,050.00
Cline Reserve	\$14,052.50	\$8,281.68	\$8,314.55
Dungeness Irrigation	\$33,318.60	\$33,125.20	\$33,086.20
Highland M & O	\$82,506.48	\$82,471.83	\$82,384.05
Highland Loan Acct	\$15,711.48	\$15,704.88	\$15,688.16
<b>Total Irrigation Districts</b>	<b>\$330,892.90</b>	<b>\$332,579.79</b>	<b>\$332,633.56</b>
<b>Other Districts</b>			
DNR Fire Patrol	\$325,969.86	\$324,957.21	\$325,647.13
City of Port Angeles Stormwater <sup>2</sup>	\$1,486,804.47	\$1,492,726.57	\$1,749,100.40
Lake Sutherland Management District	\$18,709.00	\$18,909.00	\$18,859.00
Noxious Weed Control	\$92,423.02	\$89,783.69	\$88,913.01
<b>Total Assessments Billed</b>	<b>\$2,254,799.25</b>	<b>\$2,258,956.26</b>	<b>\$2,515,153.10</b>

<sup>1</sup>M&O stands for Maintenance and Operations.

<sup>2</sup>City of Port Angeles stormwater assessments against residential properties since 2012:

2012	2013	2014	2015	2016
\$72	\$108	\$144	\$144	\$168

### Searching property tax info on-line

Go to [www.clallam.net/propertysearch](http://www.clallam.net/propertysearch) to pay your property taxes on-line, or to find out such things as:

- How much you are paying in taxes and assessments to each taxing district;
- How much you paid in property taxes last year (for income tax purposes);
- How much you currently owe including interest and penalty;
- The mailing address on file for you (please contact the Assessor's Office to make changes);
- Whether your payment has been applied (which can take a week or more if mailed right around the due date).

For best search results, select "Owner Name" under "Search Type" and enter your last name OR select "Account Number" under "Search Type" and enter the "Property ID" which is the first identifier ("PID") included for each property listed on your property tax statement. Once you have located your property, click on "View Details," and then click on "Statement Details" for a detailed breakdown of taxes and assessments due on that property.

The main reasons why property taxes on a particular property may change more than other properties in the same tax area is that the values of the properties being compared changed at different rates or because one of the properties being compared is receiving a senior or disabled exemption.

## I. Foreclosures & Distraints

According to RCW 84.64.050, the County Treasurer “must proceed” with foreclosure if taxes are 3 years delinquent. The County Treasurer has no discretion to forgive interest, penalties, and property taxes (except as to interest & penalties only, and as to personal residence only, in case of death of spouse or parent, or if owned by active duty military personnel stationed outside of the country). The State legislature is responsible for enacting exemptions, exceptions, and deferrals, and the County Assessor is responsible for administering most exemptions and deferrals.

Foreclosing on property is a very difficult duty, but it is essential to the financial stability of the taxing districts that rely on the County Treasurer to collect their property tax revenues and assessments, to pay bond payments, payroll, and other obligations, as well as to keep the cost of borrowing down (cost of bonds are, among other things, based on collection rates, which currently approximate 96% in the year they are first due).

The Clallam County Treasurer’s Office works very hard to locate and contact delinquent taxpayers and ensure they are aware of their options. These efforts are reflected in the low ratio of “Properties sold at auction” compared with “Notices of foreclosure sent to taxpayers,” as outlined below:

<b>Foreclosure year</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>
Collecting delinquent taxes from year	2005	2006	2007	2008	2009	2010	2011	2012
Notices of foreclosure sent to taxpayers (includes deadlines for paying only foreclosure year’s taxes and avoiding/minimizing Treasurer’s costs <sup>1</sup> as well as info about exemptions & deferrals)	338	334	739	797	886	814	849	815
Certificates of Delinquencies filed (Sept)	16	19	26	44	66	30	55	35
All delinquent property taxes paid or qualified <sup>2</sup>	8	12	23	41	46	25	40	22
<b>Properties sold at auction (December)</b>	<b>8</b>	<b>7</b>	<b>3</b>	<b>3</b>	<b>20</b>	<b>5</b>	<b>15</b>	<b>13</b>

<sup>1</sup>Costs include staff time, title report, advertising, certified mail, Accurant search, sheriff’s posting.

<sup>2</sup>Qualified for senior or disabled exemption and/or tax deferral, or under Service Members Civil Relief Act.

➤ For more about Treasurer’s tax foreclosures, see <http://www.clallam.net/taxes/foreclosuresales.html>.

**Distraints.** In addition, the Clallam County Treasurer’s Office pursues collections of delinquent personal property taxes through the distraint process set forth under RCW 84.56.070. For instance, during January of 2012, the Treasurer’s Office posted a Warrant of Distraint on the front door of then-defunct Peninsula Plywood and subsequently worked very closely with primary lienholder Craft3 (formally Enterprise Cascade) to collect \$72,045.52 in past due property taxes on behalf of the County’s taxing districts.

Likewise, during the summer of 2013, the Clallam County Treasurer’s Office sold the commercial kitchen equipment abandoned by Quiznos at live auction and collected \$3,526.35 (after payment of costs) in past due property taxes on behalf of the County’s taxing districts.

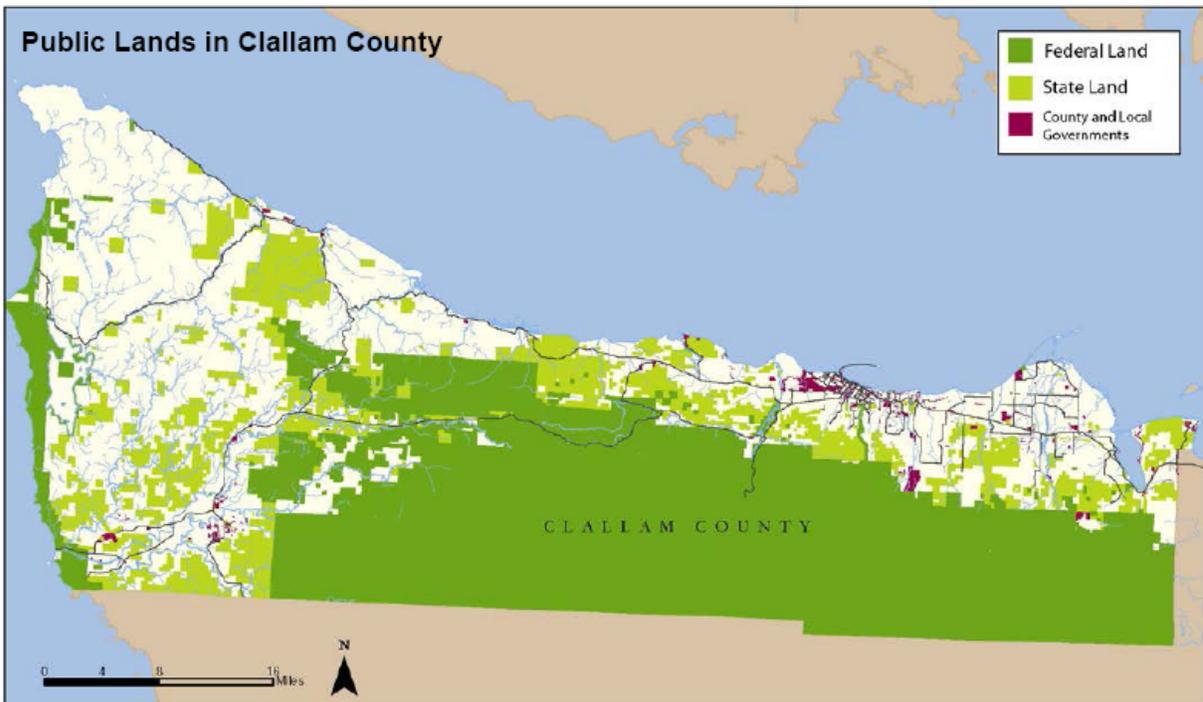
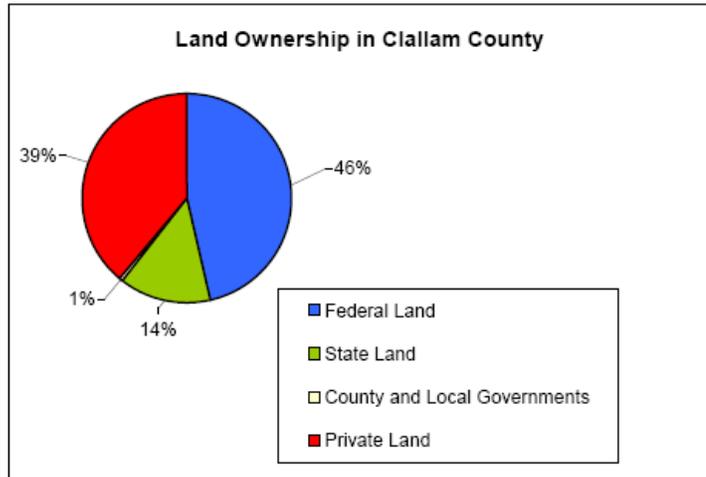
## J. Public Lands in Clallam County (Acres & Map)

From 5-Year Plan (2013 to 2018) Clallam Conservation District Resource Inventory

### Land Ownership in Clallam County

Public land makes up approximately 61% of Clallam County.

Ownership	Acres
<b>Federal Land</b>	523,496
ONP	318,093
ONF	199,209
Other Federal Land	6,194
<b>State Land</b>	160,377
State Forest Board and DNR Lands	154,530
State Parks	2,488
Other	3,359
<b>County and Local Governments</b>	7,350
Total County Land	3,817
County Parks	643
Port of Port Angeles	858
School Districts	344
Other (cities and special districts)	2,331
<b>Private Lands</b>	437,602



## K. DNR Sale of County Timber

The Washington State Department of Natural Resources (DNR) manages approximately 92,525 acres of State Forest Lands that benefit Clallam County. Revenue from State Forest Board Lands originates primarily from timber sales. These amounts vary widely as market conditions fluctuate.

DNR decides what timber to sell and when to sell it on the basis of its long run management plan. The price is determined by the economic conditions in the market. After the timber is auctioned off, the harvester has discretion about when to harvest the timber. Because DNR does not get paid until the timber is actually harvested, DNR (and counties) find revenue forecasting difficult.

To assist counties, DNR provides them with a projection of the revenue each county will receive over the next four quarters. The quarterly report supplies forecasts for each contract in the county. Using this information, it may be possible to attribute the projected revenue to specific code districts and guesstimate the share which the county may expect.

DNR charges a management fee of 25% (DNR management fees went from 25% to 23% in April, 2011, to 21% in October, 2011, and back up to 25% on July 2, 2013). DNR distributes the remainder to the County Treasurer with a notation of what tax area generated the revenue. The County Treasurer then distributes these funds to the taxing districts located within the relevant tax area, in proportion to their current levy rates.

- For DNR's quarterly reports to Clallam County, see <http://www.dnr.wa.gov/about/fiscal-reports/county-quarterly-income-reports>.

**Clallam County Trust Lands Advisory Committee.** On September 15, 2015, the Board of Clallam County Commissioners established an ad hoc Trust Lands Advisory Committee to review and analyze the following:

“The history, issues, benefits, challenges and advantages of re-conveyance of trust lands to Clallam County and if found to be in its best interest, to recommend such action as may be required to effect this change in the management of these properties.

If not in the greater interest of the County to seek re-conveyance, the Committee is tasked to provide guidance to ensure a continual engagement with the Department of Natural Resources and how it is promptly and adequately fulfilling its Trust Land objectives to Clallam County, its taxing districts, and its citizenry.”

- For more information about the Clallam County Trust Lands Advisory Committee, including meeting notices, agenda, and minutes, see <http://www.clallam.net/bocc/trustlands.html>.

## L. DNR Sale of County Timber Revenues

District	2011	2012 <sup>1</sup>	2013	2014	2015
State School	\$1,303,647.04	\$1,367,010.97	\$1,210,934.72	\$1,774,541.22	\$794,260.81
County General	\$693,814.63	\$719,262.99	\$641,600.89	\$1,025,547.73	\$479,649.30
Dev'l Disabilities (County)	\$15,109.72	\$14,397.63	\$11,895.66	\$18,342.14	\$8,530.89
Land Assessment (County)	\$725.24	\$692.92	\$570.97	\$880.45	\$409.47
Veterans Relief (County)	\$6,799.39	\$6,596.75	\$5,353.05	\$8,253.97	\$3,838.87
Port of Port Angeles	\$100,819.64	\$105,503.06	\$92,215.99	\$146,239.91	\$68,873.06
QVP&R (Forks Pool) Bond	\$51,318.95	\$25,204.59	\$27,615.23	\$68,590.49	\$45,949.23
William Shore MPD (PA Pool)	\$13,701.25	\$16,365.75	\$12,417.16	\$2,315.25	\$9,157.67
County Roads	\$740,542.39	\$767,906.75	\$683,223.50	\$1,086,548.93	\$508,367.33
North Olympic Library	\$289,379.85	\$277,713.87	\$237,913.46	\$366,842.59	\$170,617.53
SD 121 Port Angeles M&O <sup>2</sup>	\$225,225.02	\$319,650.57	\$232,782.56	\$45,308.28	\$170,459.12
SD 121 Port Angeles Bond	\$36,266.05	\$48,532.51	\$33,450.52	\$6,446.27	\$23,896.13
SD 313 Crescent M&O	\$271,135.14	\$108,469.78	\$152,812.18	\$525,989.44	\$160,186.32
SD 323 Sequim M&O	\$143,537.19	\$226,536.08	\$346,081.41	\$210,454.52	\$150,032.57
SD 323 Sequim Bond	\$94,251.67	\$124,810.06	\$157,914.41	\$18,278.45	\$2,542.27
SD 323 Sequim Transportation				\$53,841.45	\$11,621.81
SD 401 Cape Flattery M&O	\$154,308.58	\$471,667.66	\$161,763.10	\$495,278.40	\$90,949.61
SD 401 Cape Flattery Bond	\$111,387.15	\$285,688.14	\$88,412.23	\$253,251.74	\$41,732.07
SD 402 Quillayute Valley M&O	\$139,912.59	\$81,707.97	\$85,472.38	\$195,915.43	\$127,468.69
SD 402 Quillayute Valley Bond	\$238,819.97	\$106,601.23	\$126,962.58	\$285,174.41	\$186,958.56
Fire District 1	\$15,786.61	\$3,580.27	\$215.54	\$28,802.02	\$22,361.62
Fire District 2	\$23,884.19	\$30,679.80	\$42,282.45	\$9,953.34	\$54,554.72
Fire District 3	\$161,310.80	\$65,423.52	\$163,474.58	\$160,655.96	\$105,727.18
Fire District 3 EMS	\$87,470.90	\$84,553.50	\$103,718.65	\$62,451.01	\$36,866.14
Fire District 4	\$154,362.83	\$35,324.86	\$52,541.45	\$208,702.13	\$45,620.42
Fire District 5	\$56,192.59	\$21,319.43	\$18,917.26	\$136,076.34	\$28,130.31
Fire District 6	\$1,071.83	\$226.10	\$14,306.61	\$42,055.19	\$8,557.75
Hospital 1 – Forks	\$90,105.05	\$139,116.65	\$70,812.60	\$204,872.49	\$77,102.22
Hospital 1 -- Forks EMS	\$33,558.31	\$50,154.30	\$17,779.46	\$39,385.94	\$2,212.93
Hospital 2 -- Olympic Medical	\$220,763.84	\$173,450.38	\$210,550.39	\$255,881.88	\$135,925.60
<b>TOTALS</b>	<b>\$5,475,208.41</b>	<b>\$5,678,148.09</b>	<b>\$5,003,990.99</b>	<b>\$7,736,877.37</b>	<b>\$3,572,560.67</b>

<sup>1</sup>The numbers for 2012 include a distribution of \$848,854 (which was divided among the County's taxing districts in proportion to the average distributions they received in prior years) from DNR's Forest Development Account, which constituted Clallam County's share of a \$10,000,000 distribution called for under 3ESHB 2127.

<sup>2</sup>M&O stands for Maintenance and Operations.

## **M. Timber Excise Taxes (Private Harvest Tax) and Timber Assessed Value (TAV)**

According to Chapter 84.33 RCW, an excise tax of 5% is imposed on every person engaging in this state in business as a harvester of timber on privately or publicly owned land. The State's portion of the timber excise tax (also referred to as "private harvest tax") is 1% and the County's portion is 4% (since 1984 on timber harvested on privately owned land, and since 2014 on timber harvested on publicly owned land).

The tax is collected by the State Department of Revenue, and the County portion is distributed back to the county of origin each quarter after deducting administrative costs. The County Treasurer then distributes the revenues to local taxing districts according to a formula prescribed in Chapter 84.33 RCW and calculated each year by the County Assessor.

Funds go first to districts that have approved bond or capital project levies (Priority 1), then to school districts that have maintenance and operations (M&O) or transportation vehicle fund levies (Priority 2), with the remaining districts (Priority 3) sharing in the distribution of any funds that remain after Priority 1 and Priority 2 distributions have been satisfied.

Timber assessed values ("TAV") serve as a substitute for the values that would be carried on the assessment rolls if timber was still taxable as real property for bond and special levy calculations. The County Assessor uses the relevant TAVs associated with each tax area to calculate each taxing district's target distribution share of the excise tax revenue as well as in setting property tax rates.

According to Attorney General Opinion AGO 2013 No. 5:

1. A taxing district, other than a school district, that receives timber tax revenues under RCW 84.33.081(2) [Priority 1] can use those revenues to pay only debt service related to capital bonds authorized pursuant to RCW 84.52.056. The statutory language does not allow the taxing district to apply such funds to any other purpose.
  2. The exact manner in which a taxing district applies timber tax revenues to the debt service is not specified, leaving the taxing district some flexibility in that regard.
  3. Once a taxing district's capital bonds under RCW 84.52.056 are fully paid off, that taxing district would no longer qualify to receive further timber tax revenues under RCW 84.33.081(2), and its further receipt of timber tax revenues would have to occur under RCW 84.33.081(4). Taxing districts receiving timber tax revenues under RCW 84.33.081(4) are not required by those subsections to apply the funds to a particular purpose.
- See Chapter 84.33 RCW at <http://app.leg.wa.gov/RCW/default.aspx?cite=84.33&full=true> .
  - See AGO 2013 No. 5 at <http://www.atg.wa.gov/ago-opinions/use-timber-excise-tax-revenues> .
  - For more info, see [http://dor.wa.gov/docs/reports/2010/Tax\\_Reference\\_2010/45timber.pdf](http://dor.wa.gov/docs/reports/2010/Tax_Reference_2010/45timber.pdf) .

## N. Timber Excise Tax (Private Harvest Tax) Revenues

District	2011	2012	2013	2014	2015
County General	\$290,364.41	\$399,798.30	\$462,361.82	\$514,411.43	\$437,626.56
Port of Port Angeles	\$40,867.31	\$55,826.35	\$64,659.85	\$71,376.12	\$61,326.54
QVP&R (Forks Pool) Bond	\$25,316.74	\$40,258.36	\$54,521.86	\$61,571.70	\$64,284.34
William Shore MPD (PA Pool)	\$1,775.76	\$2,459.55	\$2,869.15	\$3,246.79	\$2,550.87
County Roads	\$300,355.23	\$414,790.57	\$478,553.65	\$530,034.37	\$451,274.71
North Olympic Library System	\$121,774.33	\$154,455.31	\$166,649.37	\$178,418.96	\$151,591.39
City of Port Angeles	\$102.48	\$133.39	\$141.13	\$153.96	\$143.51
Port Angeles City Library Bond	\$0.00	\$0.00	\$7.32	\$8.56	\$9.08
City of Forks	\$456.04	\$562.41	\$592.31	\$885.97	\$766.61
SD 121 Port Angeles M&O <sup>1</sup>	\$6,474.34	\$12,174.05	\$19,293.60	\$23,524.45	\$24,096.48
SD 121 Port Angeles Bond	\$2,086.87	\$3,677.13	\$5,544.81	\$6,693.05	\$6,755.34
SD 313 Crescent M&O	\$5,725.78	\$9,895.50	\$18,746.72	\$22,704.74	\$23,559.42
SD 323 <sup>2</sup> Sequim M&O	\$7,035.88	\$14,990.38	\$26,338.15	\$40,809.24	\$34,803.97
SD 323 Sequim Bond	\$8,779.34	\$15,692.08	\$23,877.39	\$3,833.92	\$0
SD 323 Sequim Transportation				\$11,915.86	\$0
SD 401 Cape Flattery M&O	\$112,984.71	\$117,377.20	\$119,983.39	\$120,130.67	\$136,879.02
SD 401 Cape Flattery Bond	\$65,205.26	\$91,473.58	\$111,216.38	\$118,817.06	\$125,393.28
SD 402 <sup>2</sup> Quillayute Valley M&O	\$49,657.98	\$77,713.48	\$102,537.04	\$111,129.04	\$104,549.78
SD 402 Quillayute Valley Bond	\$142,499.39	\$225,243.97	\$304,627.28	\$323,512.15	\$309,708.34
Fire District 1	\$3,984.19	\$5,469.29	\$6,370.23	\$7,379.49	\$6,061.70
Fire District 2	\$3,024.02	\$4,289.11	\$5,320.39	\$6,301.46	\$7,371.00
Fire District 3 <sup>2</sup>	\$11,182.37	\$22,589.38	\$25,363.99	\$20,653.76	\$17,699.15
Fire District 3 EMS	\$4,904.94	\$9,008.29	\$9,325.60	\$9,995.01	\$8,231.19
Fire District 4	\$5,614.50	\$7,844.86	\$9,517.28	\$11,020.49	\$9,599.68
Fire District 5	\$4,142.50	\$5,899.42	\$6,837.74	\$22,535.75	\$19,405.55
Fire District 6	\$1,543.81	\$2,219.62	\$2,619.52	\$2,890.57	\$2,493.20
Hospital 1 – Forks	\$101,609.58	\$134,173.45	\$149,571.45	\$163,666.66	\$138,334.27
Hospital 1 - Forks EMS	\$37,844.66	\$49,979.04	\$36,332.97	\$30,348.55	\$92.37
Hospital 2 - Olympic Medical	\$36,413.30	\$51,778.18	\$61,094.00	\$69,544.56	\$58,514.80
<b>TOTALS</b>	<b>\$1,391,725.72</b>	<b>\$1,929,772.25</b>	<b>\$2,274,874.39</b>	<b>\$2,487,514.34</b>	<b>\$2,203,122.15</b>

<sup>1</sup> M&O stands for Maintenance and Operations.

<sup>2</sup> The numbers for SD 323, SD 402, and FD3 include Jefferson County remittances.

## O. Timber Excise Tax (Private Harvest Tax) 2016 Target Distributions

The computed distribution for each taxing district is a *target distribution* amount, calculated by the County Assessor based on timber assessed values (TAV) and levy rates. Whether all districts actually receive the below-listed computed distributions depends on the actual amount of timber excise tax revenue collected for the county. If actual timber excise tax revenues are less than targeted, Priority 3 districts are most likely to be shorted.

Priority 1 levies	Quarter 1	Quarter 3	
SD 401 Bond	\$58,797.35	\$58,797.35	
SD 402 Bond	\$127,490.10	\$127,490.10	
QVP&R (Forks Pool) Bond	\$30,000.52	\$30,000.52	
<b>Total Priority 1 Distributions</b>	<b>\$216,287.96</b>	<b>\$216,287.96</b>	
Priority 2 levies	Quarter 1	Quarter 3	
SD 121	\$11,477.77	\$11,477.77	
SD 313	\$10,419.76	\$10,419.76	
SD 323	\$14,665.94	\$14,665.94	
SD 401	\$63,350.52	\$63,350.52	
SD 402	\$41,692.57	\$41,692.57	
<b>Total Priority 2 Distributions</b>	<b>\$141,606.55</b>	<b>\$141,606.55</b>	
Priority 3 levies	Quarter 2	Quarter 4	
Current Expense	\$285,261.43	30.42%	
Port of PA	\$40,373.96	4.31%	
Library	\$99,799.91	10.64%	
Roads	\$292,834.87	31.23%	
City of Port Angeles	\$88.25	0.01%	
City of Forks <sup>2</sup>	\$508.98	0.05%	
Fire District 1	\$7,567.39	0.81%	
Fire District 2	\$5,674.83	0.61%	
Fire District 3	\$11,743.95	1.25%	
Fire District 3 EMS	\$5,241.72	0.56%	
Fire District 4	\$6,378.68	0.68%	
Fire District 5	\$12,888.55	1.37%	
Fire District 6	\$1,640.38	0.17%	
Hospital 1	\$94,138.20	10.04%	
Hospital 1 EMS	\$32,915.24	3.51%	
Hospital 2	\$38,801.17	4.14%	
Wm Shore Met Park	\$1,860.99	0.20%	
<b>Total Priority 3 Distributions</b>	<b>\$937,718.49</b>	<b>\$ _____<sup>1</sup></b>	

<sup>1</sup>Total Priority 3 Quarter 4 Distribution = 12/1/16 cash balance in timber excise tax fund minus \$403,479.05 max 20% reserve from Assessor TAV.

<sup>2</sup>The City of Sequim does not contain eligible timber lands.

## P. Federal Forest Funding (Titles, I, II, and III), including Titles I & III Revenues

The Secure Rural Schools and Community Self Determination Act (locally referred to as “Federal Forest Funding”) provides assistance to rural counties and school districts impacted by the decline in revenue from timber harvests on federal lands.

The Act has since been reauthorized on several occasions, with the last reauthorization occurring on April 16, 2015. For more details, see <http://www.fs.usda.gov/pts/>.

**Title I – Schools and Roads.** Title I funds must be used for the benefit of public schools and public roads in the county in which the national forest is situated. For Title I revenues, see below.

**Title II - Special Projects on Federal Land.** Title II funds are administered by the U.S. Forest Service through local Resource Advisory Committees, to be used on projects that benefit local federal resources. For more info, see <http://www.fs.usda.gov/detail/olympic/workingtogether/advisorycommittees/>.

**Title III - County Projects.** Title III funds are administered by the Board of County Commissioners, to be used on county projects like search, rescue and emergency services, community service work camps, easements purchases, forest related educational opportunities, fire prevention and county planning, and community forestry. For Title III revenues, see below. For more info, contact the County Commissioners at [http://www.clallam.net/bocc/board\\_contact.html](http://www.clallam.net/bocc/board_contact.html).

Revenues	Title I						Title III
	County Roads	SD 121 PA	SD 313 Crescent	SD 323 Sequim	SD 401 CF	SD 402 QV	BOCC Fund 19915 <sup>1</sup>
2007	\$2,000,376	\$850,332	\$55,141	\$579,280	\$92,459	\$423,163	\$250,120
2008	\$4,737	\$1,936	\$130	\$1,340	\$210	\$1,121	\$1,184
2009	\$958,034	\$390,480	\$26,553	\$270,874	\$41,994	\$228,128	\$22,968
2010	\$862,033	\$295,224	\$26,008	\$206,850	\$33,534	\$300,416	\$20,283
2011	\$775,881	\$258,200	\$23,658	\$185,419	\$29,265	\$279,339	\$18,256
2012	\$464,523	\$169,001	\$10,712	\$125,111	\$19,206	\$140,493	\$10,930
2013	\$464,953	\$205,628	\$14,315	\$153,918	\$24,911	\$66,180	\$10,940
2014	\$428,104	\$192,561	\$11,771	\$136,760	\$23,084	\$63,928	\$10,073
2015	\$392,236	\$176,937	\$11,131	\$127,457	\$21,060	\$55,652	\$9,227

<sup>1</sup> Board of County Commissioners (Non-Dept) Federal Forest Replacement Fund.

## Q. Federal Payments in Lieu of Taxes (PILT), including Revenues

Recognizing that the inability to collect property taxes on federally owned land impacts local governments, the federal government makes "Payments in Lieu of Taxes" to counties based on the amount of acreage owned and managed by federal agencies within those counties (e.g., Forest Service, Bureau of Land Management, Army Corps of Engineers, U.S. Fish and Wildlife Service, National Park Service, Bureau of Reclamation).

The Department of the Interior's (DOI) Office of the Secretary has administrative authority over the PILT program. In addition to other responsibilities, DOI calculates payments according to formulas established by law and distributes available funds.

The President's fiscal year 2016 budget proposes to provide mandatory funding for PILT at \$452 million, while a sustainable long-term funding solution is being developed for the program.

➤ For more information, see <https://www.doi.gov/pilt>.

### PILT revenues over the years:

Calendar Year	County General Fund	Calendar Year	County General Fund
1999	\$77,336	2008	\$175,164
2000	\$105,048	2009	\$176,492
2001	\$251,018	2010	\$274,956
2002	\$291,880	2011	\$378,436
2003	\$176,451	2012	\$488,960
2004	\$180,262	2013	\$800,289
2005	\$183,494	2014	\$874,735
2006	\$109,563	2015	\$913,561
2007	\$109,873		

**This Annual Tax & Timber Report was compiled and prepared by**

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with any questions or suggestions regarding this Report