

**Washington State Auditor's Office**  
**Financial Statements and Federal Single Audit Report**

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**Clallam County**

Audit Period  
January 1, 2011 through December 31, 2011

Report No. 1008256

Issue Date  
September 10, 2012



WASHINGTON  
**BRIAN SONNTAG**  
STATE AUDITOR



**Washington State Auditor  
Brian Sonntag**

September 10, 2012

Board of County Commissioners  
Clallam County  
Port Angeles, Washington

***Report on Financial Statements and Federal Single Audit***

Please find attached our report on Clallam County's financial statements and compliance with federal laws and regulations.

We are issuing this report in order to provide information on the County's financial condition.

Sincerely,

**BRIAN SONNTAG, CGFM**  
STATE AUDITOR

# Table of Contents

## Clallam County January 1, 2011 through December 31, 2011

Federal Summary .....	1
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters in Accordance with <i>Government Auditing Standards</i> .....	3
Independent Auditor's Report on Compliance with Requirements That Could Have a Direct and Material Effect on Each Major Program and on Internal Control over Compliance in Accordance with OMB Circular A-133 .....	5
Independent Auditor's Report on Financial Statements.....	7
Financial Section.....	9

# Federal Summary

## Clallam County January 1, 2011 through December 31, 2011

The results of our audit of Clallam County are summarized below in accordance with U.S. Office of Management and Budget Circular A-133.

### **FINANCIAL STATEMENTS**

An unqualified opinion was issued on the financial statements.

#### **Internal Control Over Financial Reporting:**

- **Significant Deficiencies:** We reported no deficiencies in the design or operation of internal control over financial reporting that we consider to be significant deficiencies.
- **Material Weaknesses:** We identified no deficiencies that we consider to be material weaknesses.

We noted no instances of noncompliance that were material to the financial statements of the County.

### **FEDERAL AWARDS**

#### **Internal Control Over Major Programs:**

- **Significant Deficiencies:** We reported no deficiencies in the design or operation of internal control over major federal programs that we consider to be significant deficiencies.
- **Material Weaknesses:** We identified no deficiencies that we consider to be material weaknesses.

We issued an unqualified opinion on the County's compliance with requirements applicable to each of its major federal programs.

We reported no findings that are required to be disclosed under section 510(a) of OMB Circular A-133.

***Identification of Major Programs:***

The following were major programs during the period under audit:

<u>CFDA No.</u>	<u>Program Title</u>
11.555	Public Safety Interoperable Communications Grant Program
66.120	Puget Sound Watershed Management Assistance
93.778	Medicaid Cluster - Medical Assistance Program (Medicaid)

The dollar threshold used to distinguish between Type A and Type B programs, as prescribed by OMB Circular A-133, was \$300,000.

The County qualified as a low-risk auditee under OMB Circular A-133.

# **Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters in Accordance with *Government Auditing Standards***

**Clallam County  
January 1, 2011 through December 31, 2011**

Board of County Commissioners  
Clallam County  
Port Angeles, Washington

We have audited the financial statements of Clallam County, Washington, as of and for the year ended December 31, 2011, and have issued our report thereon dated August 7, 2012.

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.

## ***INTERNAL CONTROL OVER FINANCIAL REPORTING***

In planning and performing our audit, we considered the County's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the County's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

## ***COMPLIANCE AND OTHER MATTERS***

As part of obtaining reasonable assurance about whether the County's financial statements are free of material misstatement, we performed tests of the County's compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which

could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion.

The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

This report is intended for the information and use of management, the Board of County Commissioners, federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited. It also serves to disseminate information to the public as a reporting tool to help citizens assess government operations.

A handwritten signature in black ink, appearing to read "Brian Sonntag". The signature is fluid and cursive, with the first name "Brian" and last name "Sonntag" clearly distinguishable.

**BRIAN SONNTAG, CGFM**  
STATE AUDITOR

August 7, 2012

**Independent Auditor's Report on Compliance  
with Requirements That Could Have a Direct  
and Material Effect on Each Major Program and  
on Internal Control over Compliance in  
Accordance with OMB Circular A-133**

**Clallam County  
January 1, 2011 through December 31, 2011**

Board of County Commissioners  
Clallam County  
Port Angeles, Washington

***COMPLIANCE***

We have audited the compliance of Clallam County, Washington, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011. The County's major federal programs are identified in the Federal Summary. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the County's management. Our responsibility is to express an opinion on the County's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the County's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the County's compliance with those requirements.

In our opinion, the County complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2011.

## **INTERNAL CONTROL OVER COMPLIANCE**

The management of the County is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the County's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the County's internal control over compliance.

*A deficiency in internal control over compliance* exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended for the information of management, the Board of County Commissioners, federal awarding agencies and pass-through entities. However, this report is a matter of public record and its distribution is not limited. It also serves to disseminate information to the public as a reporting tool to help citizens assess government operations.



**BRIAN SONNTAG, CGFM**  
STATE AUDITOR

August 7, 2012

# Independent Auditor's Report on Financial Statements

Clallam County  
January 1, 2011 through December 31, 2011

Board of County Commissioners  
Clallam County  
Port Angeles, Washington

We have audited the accompanying financial statements of Clallam County, Washington, for the year ended December 31, 2011. These financial statements are the responsibility of the County's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America 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 of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As described in Note 1 to the financial statements, the County prepares its financial statements on the basis of accounting that demonstrates compliance with Washington State statutes and the *Budgeting, Accounting and Reporting System (BARS)* manual prescribed by the State Auditor, which is a comprehensive basis of accounting other than generally accepted accounting principles.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position and results of operations of Clallam County, for the year ended December 31, 2011, on the basis of accounting described in Note 1B.

In accordance with *Government Auditing Standards*, we have also issued our report 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. 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 the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Our audit was performed for the purpose of forming an opinion on the financial statements taken as a whole. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular

A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. The accompanying Schedule of Long-Term Liabilities is also presented for purposes of additional analysis as required by the prescribed BARS manual. These schedules are not a required part of the 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. The information has been subjected to the auditing procedures applied in the audit of the 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 financial statements taken as a whole.

The report is intended for the information and use of the governing body and management of the County. However, this report is a matter of public record and its distribution is not limited. It also serves to disseminate information to the public as a reporting tool to help citizens assess government operations.

A handwritten signature in black ink, appearing to read "Brian Sonntag". The signature is fluid and cursive, with the first name "Brian" and last name "Sonntag" clearly distinguishable.

**BRIAN SONNTAG, CGFM**  
STATE AUDITOR

August 7, 2012

# **Financial Section**

**Clallam County**  
**January 1, 2011 through December 31, 2011**

## ***FINANCIAL STATEMENTS***

Fund Resources and Uses Arising from Cash Transactions – 2011  
Fiduciary Fund Resources and Uses Arising from Cash Transactions – 2011  
Notes to Financial Statements – 2011

## ***SUPPLEMENTARY INFORMATION***

Schedule of Long-term Liabilities – 2011  
Schedule of Expenditures of Federal Awards – 2011  
Notes to the Schedule of Expenditures of Federal Awards – 2011

Clallam County  
Fund Resources and Uses Arising from Cash Transactions  
For the Year Ended December 31, 2011

BARS CODE	Total for All Funds	Fund Number and Title 001 General	Fund Number and Title 101 Roads	Fund Number and Title 110 Sheriff Honor Guard
	Total Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Net Cash and Investments	\$ 45,967,840	\$ 10,217,654	\$ 11,397,589	\$ 3,842
Prior Period Adjustments (388.80 and 588.80)	-	-	-	-
Revenues and Other Sources				
310 Taxes	26,920,212	14,642,119	6,772,291	-
320 Licenses and Permits	647,434	627,514	19,920	-
330 Intergovernmental	20,129,153	6,534,251	5,027,165	-
340 Charges for Goods and Services	4,687,378	2,827,366	88,795	-
350 Fines and Penalties	730,776	669,569	-	-
360 Miscellaneous	7,252,496	2,729,729	244,390	-
370 Capital Contributions	-	-	-	-
390 Other Financing Sources	5,186,051	1,958,335	740,750	-
Total Revenues and Other Financing Sources	65,553,500	29,988,883	12,893,311	-
Total Resources	111,521,340	40,206,537	24,290,900	3,842
Operating Expenditures				
510 General Government	14,730,295	12,016,669	299,608	-
520 Public Safety	15,223,499	11,370,655	202,451	22
530 Physical Environment	2,794,958	2,037,466	45,670	-
540 Transportation	9,961,709	-	7,364,938	-
550 Economic Environment	2,541,285	1,473,418	2,976	-
560 Mental and Physical Health	5,745,605	1,086,697	-	-
570 Culture and Recreation	2,417,063	2,417,063	-	-
Total Operating Expenditures	53,414,414	30,401,968	7,915,643	22
591-593 Debt Service	10,245	-	-	-
594-595 Capital Outlay	9,482,796	268,284	4,815,592	-
Total Expenditures	62,907,455	30,670,252	12,731,235	22
597-599 Other Financing Uses	3,283,072	597,041	76,000	-
Total Expenditures and Other Financing Uses	66,190,527	31,267,293	12,807,235	22
Excess (Deficit) of Resources Over Uses	45,330,813	8,939,244	11,483,665	3,820
380 Nonrevenues	41,000	-	-	-
580 Nonexpenditures	-	-	-	-
Ending Cash and Investments				
508.10 Reserved	6,724,295	6,534,925	1,000	-
508.80 Unreserved	38,647,518	2,404,319	11,482,665	3,820

The accompanying notes are an integral part of these financial statements.

Clallam County  
 Fund Resources and Uses Arising from Cash Transactions  
 For the Year Ended December 31, 2011

BARS CODE	Fund Number and Title 110 Recreation and Boating	Fund Number and Title 110 Sheriff's Office Drug	Fund Number and Title 110 Sheriff's OPNET Drug	Fund Number and Title 110 Sheriff's Equipment Reserve
	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Net Cash and Investments	\$ 76,722	\$ 102,173	\$ 371,988	\$ 205,106
Prior Period Adjustments (388.80 and 588.80)	-	-	-	-
Revenues and Other Sources				
310 Taxes	-	-	-	-
320 Licenses and Permits	-	-	-	-
330 Intergovernmental	72,524	-	160,865	7,333
340 Charges for Goods and Services	-	-	-	7,900
350 Fines and Penalties	187	6,369	54,430	-
360 Miscellaneous	3,129	-	25,454	883
370 Capital Contributions	-	-	-	-
390 Other Financing Sources	-	-	-	31,040
Total Revenues and Other Financing Sources	75,840	6,369	240,749	47,156
Total Resources	152,562	108,542	612,737	252,262
Operating Expenditures				
510 General Government	-	-	-	-
520 Public Safety	70,322	3,997	441,572	32,202
530 Physical Environment	-	-	-	-
540 Transportation	-	-	-	-
550 Economic Environment	-	-	-	-
560 Mental and Physical Health	-	-	-	-
570 Culture and Recreation	-	-	-	-
Total Operating Expenditures	70,322	3,997	441,572	32,202
591-593 Debt Service	-	-	-	-
594-595 Capital Outlay	-	-	-	48,445
Total Expenditures	70,322	3,997	441,572	80,647
597-599 Other Financing Uses	-	-	-	-
Total Expenditures and Other Financing Uses	70,322	3,997	441,572	80,647
Excess (Deficit) of Resources Over Uses	82,240	104,545	171,165	171,615
380 Nonrevenues	-	-	-	-
580 Nonexpenditures	-	-	-	-
Ending Cash and Investments				
508.10 Reserved	-	-	8,500	-
508.80 Unreserved	82,240	104,545	162,665	171,615

The accompanying notes are an integral part of these financial statements.

Clallam County  
Fund Resources and Uses Arising from Cash Transactions  
For the Year Ended December 31, 2011

BARS CODE	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	110 Nine-One- One Enhanced	110 OPSCAN Operations	110 PSIC Grant	110 Operation Stonegarden
	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Net Cash and Investments	\$ 120,736	\$ 37,456	\$ (3,488)	\$ (8,006)
Prior Period Adjustments (388.80 and 588.80)	-	-	-	-
Revenues and Other Sources				
310 Taxes	625,335	-	-	-
320 Licenses and Permits	-	-	-	-
330 Intergovernmental	26,929	84,887	3,532,340	251,318
340 Charges for Goods and Services	-	-	-	-
350 Fines and Penalties	-	-	-	-
360 Miscellaneous	556	-	-	2,500
370 Capital Contributions	-	-	-	-
390 Other Financing Sources	-	-	-	-
Total Revenues and Other Financing Sources	652,820	84,887	3,532,340	253,818
Total Resources	773,556	122,343	3,528,852	245,812
Operating Expenditures				
510 General Government	-	-	-	-
520 Public Safety	710,128	93,874	1,180,948	18,818
530 Physical Environment	-	-	-	-
540 Transportation	-	-	-	-
550 Economic Environment	-	-	-	-
560 Mental and Physical Health	-	-	-	-
570 Culture and Recreation	-	-	-	-
Total Operating Expenditures	710,128	93,874	1,180,948	18,818
591-593 Debt Service	-	-	-	-
594-595 Capital Outlay	-	-	2,348,738	219,634
Total Expenditures	710,128	93,874	3,529,686	238,452
597-599 Other Financing Uses	-	-	-	-
Total Expenditures and Other Financing Uses	710,128	93,874	3,529,686	238,452
Excess (Deficit) of Resources Over Uses	63,428	28,469	(834)	7,360
380 Nonrevenues	-	-	-	-
580 Nonexpenditures	-	-	-	-
Ending Cash and Investments				
508.10 Reserved	-	-	-	-
508.80 Unreserved	63,428	28,469	(834)	7,360

The accompanying notes are an integral part of these financial statements.

Clallam County  
 Fund Resources and Uses Arising from Cash Transactions  
 For the Year Ended December 31, 2011

BARS CODE	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	110 Port Security	113 Health and Human Services	113 Alcohol and Drug Abuse	113 Homeless Task Force
	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Net Cash and Investments	\$ -	\$ 729,538	\$ 130,577	\$ 331,060
Prior Period Adjustments (388.80 and 588.80)	-	-	-	-
Revenues and Other Sources				
310 Taxes	-	1,071	-	-
320 Licenses and Permits	-	-	-	-
330 Intergovernmental	256,579	1,031,601	926,587	30,000
340 Charges for Goods and Services	-	210,782	62,842	264,477
350 Fines and Penalties	-	-	-	-
360 Miscellaneous	-	2,488	13,122	2,935
370 Capital Contributions	-	-	-	-
390 Other Financing Sources	-	495,670	16,640	-
Total Revenues and Other Financing Sources	256,579	1,741,612	1,019,191	297,412
Total Resources	256,579	2,471,150	1,149,768	628,472
Operating Expenditures				
510 General Government	-	-	-	-
520 Public Safety	34,021	-	-	-
530 Physical Environment	-	-	-	-
540 Transportation	-	-	-	-
550 Economic Environment	-	-	-	418,724
560 Mental and Physical Health	-	1,637,539	889,250	-
570 Culture and Recreation	-	-	-	-
Total Operating Expenditures	34,021	1,637,539	889,250	418,724
591-593 Debt Service	-	-	-	-
594-595 Capital Outlay	222,366	7,148	-	-
Total Expenditures	256,387	1,644,687	889,250	418,724
597-599 Other Financing Uses	-	-	-	-
Total Expenditures and Other Financing Uses	256,387	1,644,687	889,250	418,724
Excess (Deficit) of Resources Over Uses	192	826,463	260,518	209,748
380 Nonrevenues	-	-	-	-
580 Nonexpenditures	-	-	-	-
Ending Cash and Investments				
508.10 Reserved	-	800	87,908	-
508.80 Unreserved	192	825,663	172,610	209,748

The accompanying notes are an integral part of these financial statements.

Clallam County  
Fund Resources and Uses Arising from Cash Transactions  
For the Year Ended December 31, 2011

BARS CODE	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	113 Chemical Dependency Mental Health	113 Affordable Housing	113 Developmental Disabilities	114 Law Library
	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Net Cash and Investments	\$ 1,840,066	\$ 222,505	\$ 545,299	\$ 11,818
Prior Period Adjustments (388.80 and 588.80)	-	-	-	-
Revenues and Other Sources				
310 Taxes	984,506	-	200,819	-
320 Licenses and Permits	-	-	-	-
330 Intergovernmental	-	-	709,424	-
340 Charges for Goods and Services	-	60,791	-	24,345
350 Fines and Penalties	-	-	-	-
360 Miscellaneous	1,249	-	969	5
370 Capital Contributions	-	-	-	-
390 Other Financing Sources	-	-	10,110	-
Total Revenues and Other Financing Sources	985,755	60,791	921,322	24,350
Total Resources	2,825,821	283,296	1,466,621	36,168
Operating Expenditures				
510 General Government	-	-	-	21,214
520 Public Safety	-	-	-	-
530 Physical Environment	-	-	-	-
540 Transportation	-	195,966	-	-
550 Economic Environment	-	-	-	-
560 Mental and Physical Health	1,278,022	-	854,097	-
570 Culture and Recreation	-	-	-	-
Total Operating Expenditures	1,278,022	195,966	854,097	21,214
591-593 Debt Service	-	-	-	-
594-595 Capital Outlay	-	-	-	-
Total Expenditures	1,278,022	195,966	854,097	21,214
597-599 Other Financing Uses	-	-	-	-
Total Expenditures and Other Financing Uses	1,278,022	195,966	854,097	21,214
Excess (Deficit) of Resources Over Uses	1,547,799	87,330	612,524	14,954
380 Nonrevenues	-	41,000	-	-
580 Nonexpenditures	-	-	-	-
Ending Cash and Investments				
508.10 Reserved	-	-	91,062	-
508.80 Unreserved	1,547,799	128,330	521,462	14,954

The accompanying notes are an integral part of these financial statements.

Clallam County  
 Fund Resources and Uses Arising from Cash Transactions  
 For the Year Ended December 31, 2011

BARS CODE	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	117 Crime Victim Compensation	119 Racketeering	121 Water Quality Cleanup	121 Shoreline Wetland Restoration
	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Net Cash and Investments	\$ 218,755	\$ 1,510	\$ 49,984	\$ 16,302
Prior Period Adjustments (388.80 and 588.80)	-	-	-	-
Revenues and Other Sources				
310 Taxes	-	-	-	-
320 Licenses and Permits	-	-	-	-
330 Intergovernmental	64,974	-	-	-
340 Charges for Goods and Services	41,598	-	-	-
350 Fines and Penalties	3	218	-	-
360 Miscellaneous	-	3	354	13
370 Capital Contributions	-	-	-	-
390 Other Financing Sources	-	-	-	-
Total Revenues and Other Financing Sources	106,575	221	354	13
Total Resources	325,330	1,731	50,338	16,315
Operating Expenditures				
510 General Government	117,801	-	-	-
520 Public Safety	-	19	-	-
530 Physical Environment	-	-	-	-
540 Transportation	-	-	-	-
550 Economic Environment	-	-	-	-
560 Mental and Physical Health	-	-	-	-
570 Culture and Recreation	-	-	-	-
Total Operating Expenditures	117,801	19	-	-
591-593 Debt Service	-	-	-	-
594-595 Capital Outlay	-	-	-	-
Total Expenditures	117,801	19	-	-
597-599 Other Financing Uses	-	-	50,338	16,315
Total Expenditures and Other Financing Uses	117,801	19	50,338	16,315
Excess (Deficit) of Resources Over Uses	207,529	1,712	-	-
380 Nonrevenues	-	-	-	-
580 Nonexpenditures	-	-	-	-
Ending Cash and Investments				
508.10 Reserved	-	-	-	-
508.80 Unreserved	207,529	1,712	-	-

The accompanying notes are an integral part of these financial statements.

Clallam County  
Fund Resources and Uses Arising from Cash Transactions  
For the Year Ended December 31, 2011

BARS CODE	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	121 Shoreline Block Grant	122 Treasurer Operation and Maintenance	122 REET Electronic Technology	122 Land Assessment
	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Net Cash and Investments	\$ 87,370	\$ 134,480	\$ 146,107	\$ 18,995
Prior Period Adjustments (388.80 and 588.80)	-	-	-	-
Revenues and Other Sources				
310 Taxes	-	-	-	9,682
320 Licenses and Permits	-	-	-	-
330 Intergovernmental	-	-	-	-
340 Charges for Goods and Services	-	44,698	-	-
350 Fines and Penalties	-	-	-	-
360 Miscellaneous	-	253	-	40
370 Capital Contributions	-	-	-	-
390 Other Financing Sources	-	-	-	725
Total Revenues and Other Financing Sources	-	44,951	-	10,447
Total Resources	87,370	179,431	146,107	29,442
Operating Expenditures				
510 General Government	-	42,254	-	8,109
520 Public Safety	-	-	-	-
530 Physical Environment	31,685	-	-	-
540 Transportation	-	-	-	-
550 Economic Environment	-	-	-	-
560 Mental and Physical Health	-	-	-	-
570 Culture and Recreation	-	-	-	-
Total Operating Expenditures	31,685	42,254	-	8,109
591-593 Debt Service	-	-	-	-
594-595 Capital Outlay	-	-	-	-
Total Expenditures	31,685	42,254	-	8,109
597-599 Other Financing Uses	-	-	-	-
Total Expenditures and Other Financing Uses	31,685	42,254	-	8,109
Excess (Deficit) of Resources Over Uses	55,685	137,177	146,107	21,333
380 Nonrevenues	-	-	-	-
580 Nonexpenditures	-	-	-	-
Ending Cash and Investments				
508.10 Reserved	-	-	-	-
508.80 Unreserved	55,685	137,177	146,107	21,333

The accompanying notes are an integral part of these financial statements.

Clallam County  
Fund Resources and Uses Arising from Cash Transactions  
For the Year Ended December 31, 2011

BARS CODE	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	124 Document Preservation	129 Dispute Resolution Center	129 Courthouse Facilitator	130 Noxious Weed Control
	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Net Cash and Investments	\$ 482,369	\$ 685	\$ 860	\$ 155,514
Prior Period Adjustments (388.80 and 588.80)	-	-	-	-
Revenues and Other Sources				
310 Taxes	-	-	-	94,224
320 Licenses and Permits	-	-	-	-
330 Intergovernmental	59,018	-	-	94,228
340 Charges for Goods and Services	33,988	10,005	11,898	9,868
350 Fines and Penalties	-	-	-	-
360 Miscellaneous	-	-	-	-
370 Capital Contributions	-	-	-	-
390 Other Financing Sources	-	-	-	-
Total Revenues and Other Financing Sources	93,006	10,005	11,898	198,320
Total Resources	575,375	10,690	12,758	353,834
Operating Expenditures				
510 General Government	138,527	9,890	12,098	-
520 Public Safety	-	-	-	-
530 Physical Environment	-	-	-	190,644
540 Transportation	-	-	-	-
550 Economic Environment	-	-	-	-
560 Mental and Physical Health	-	-	-	-
570 Culture and Recreation	-	-	-	-
Total Operating Expenditures	138,527	9,890	12,098	190,644
591-593 Debt Service	-	-	-	-
594-595 Capital Outlay	131,426	-	-	-
Total Expenditures	269,953	9,890	12,098	190,644
597-599 Other Financing Uses	-	-	-	-
Total Expenditures and Other Financing Uses	269,953	9,890	12,098	190,644
Excess (Deficit) of Resources Over Uses	305,422	800	660	163,190
380 Nonrevenues	-	-	-	-
580 Nonexpenditures	-	-	-	-
Ending Cash and Investments				
508.10 Reserved	-	-	-	100
508.80 Unreserved	305,422	800	660	163,090

The accompanying notes are an integral part of these financial statements.

Clallam County  
Fund Resources and Uses Arising from Cash Transactions  
For the Year Ended December 31, 2011

BARS CODE	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	130 LMD #2 Lake Sutherland	135 Probation District Court I	135 Probation District Court II	199 Criminal Justice
	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Net Cash and Investments	\$ 33,640	\$ 173,013	\$ 19,660	\$ 313,435
Prior Period Adjustments (388.80 and 588.80)	-	-	-	-
Revenues and Other Sources				
310 Taxes	18,885	-	-	-
320 Licenses and Permits	-	-	-	-
330 Intergovernmental	-	-	-	488,733
340 Charges for Goods and Services	-	222,465	16,202	-
350 Fines and Penalties	-	-	-	-
360 Miscellaneous	-	236	-	-
370 Capital Contributions	-	-	-	-
390 Other Financing Sources	-	-	-	-
Total Revenues and Other Financing Sources	18,885	222,701	16,202	488,733
Total Resources	52,525	395,714	35,862	802,168
Operating Expenditures				
510 General Government	-	294,728	15,257	-
520 Public Safety	-	-	-	-
530 Physical Environment	13,588	-	-	-
540 Transportation	-	-	-	-
550 Economic Environment	-	-	-	-
560 Mental and Physical Health	-	-	-	-
570 Culture and Recreation	-	-	-	-
Total Operating Expenditures	13,588	294,728	15,257	-
591-593 Debt Service	-	-	-	-
594-595 Capital Outlay	-	-	-	-
Total Expenditures	13,588	294,728	15,257	-
597-599 Other Financing Uses	-	-	-	650,000
Total Expenditures and Other Financing Uses	13,588	294,728	15,257	650,000
Excess (Deficit) of Resources Over Uses	38,937	100,986	20,605	152,168
380 Nonrevenues	-	-	-	-
580 Nonexpenditures	-	-	-	-
Ending Cash and Investments				
508.10 Reserved	-	-	-	-
508.80 Unreserved	38,937	100,986	20,605	152,168

The accompanying notes are an integral part of these financial statements.

Clallam County  
Fund Resources and Uses Arising from Cash Transactions  
For the Year Ended December 31, 2011

BARS CODE	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	199 Local Criminal Justice	199 Trial Court Improvements	199 Veteran's Relief	199 Federal Forest Replacement
	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Net Cash and Investments	\$ 64,127	\$ 26,094	\$ 273,326	\$ 23,287
Prior Period Adjustments (388.80 and 588.80)	-	-	-	-
Revenues and Other Sources				
310 Taxes	623,571	-	90,847	-
320 Licenses and Permits	-	-	-	-
330 Intergovernmental	23,989	37,840	3	18,256
340 Charges for Goods and Services	-	-	-	-
350 Fines and Penalties	-	-	-	-
360 Miscellaneous	-	-	1,594	-
370 Capital Contributions	-	-	-	-
390 Other Financing Sources	-	-	6,799	-
Total Revenues and Other Financing Sources	647,560	37,840	99,243	18,256
Total Resources	711,687	63,934	372,569	41,543
Operating Expenditures				
510 General Government	-	-	-	-
520 Public Safety	-	-	-	-
530 Physical Environment	-	-	-	-
540 Transportation	-	-	-	-
550 Economic Environment	-	-	142,972	-
560 Mental and Physical Health	-	-	-	-
570 Culture and Recreation	-	-	-	-
Total Operating Expenditures	-	-	142,972	-
591-593 Debt Service	-	-	-	-
594-595 Capital Outlay	-	-	-	-
Total Expenditures	-	-	142,972	-
597-599 Other Financing Uses	500,000	30,000	-	-
Total Expenditures and Other Financing Uses	500,000	30,000	142,972	-
Excess (Deficit) of Resources Over Uses	211,687	33,934	229,597	41,543
380 Nonrevenues	-	-	-	-
580 Nonexpenditures	-	-	-	-
Ending Cash and Investments				
508.10 Reserved	-	-	-	-
508.80 Unreserved	211,687	33,934	229,597	41,543

The accompanying notes are an integral part of these financial statements.

Clallam County  
Fund Resources and Uses Arising from Cash Transactions  
For the Year Ended December 31, 2011

BARS CODE	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	199 Hotel/Motel Tax	199 Opportunity	199 Community Economic Development	199 Emergency Communication Tax
	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Net Cash and Investments	\$ 356,190	\$ 1,435,069	\$ 42,251	\$ 496,158
Prior Period Adjustments (388.80 and 588.80)	-	-	-	-
Revenues and Other Sources				
310 Taxes	372,954	882,682	-	985,637
320 Licenses and Permits	-	-	-	-
330 Intergovernmental	-	-	-	-
340 Charges for Goods and Services	-	21,030	-	-
350 Fines and Penalties	-	-	-	-
360 Miscellaneous	-	2,478	-	785
370 Capital Contributions	-	-	-	-
390 Other Financing Sources	-	97,243	-	-
Total Revenues and Other Financing Sources	372,954	1,003,433	-	986,422
Total Resources	729,144	2,438,502	42,251	1,482,580
Operating Expenditures				
510 General Government	-	-	-	-
520 Public Safety	-	-	-	1,064,470
530 Physical Environment	-	-	-	-
540 Transportation	-	-	-	-
550 Economic Environment	409,150	51,794	42,251	-
560 Mental and Physical Health	-	-	-	-
570 Culture and Recreation	-	-	-	-
Total Operating Expenditures	409,150	51,794	42,251	1,064,470
591-593 Debt Service	-	-	-	-
594-595 Capital Outlay	-	-	-	-
Total Expenditures	409,150	51,794	42,251	1,064,470
597-599 Other Financing Uses	-	1,015,000	-	-
Total Expenditures and Other Financing Uses	409,150	1,066,794	42,251	1,064,470
Excess (Deficit) of Resources Over Uses	319,994	1,371,708	-	418,110
380 Nonrevenues	-	-	-	-
580 Nonexpenditures	-	-	-	-
Ending Cash and Investments				
508.10 Reserved	-	-	-	-
508.80 Unreserved	319,994	1,371,708	-	418,110

The accompanying notes are an integral part of these financial statements.

Clallam County  
 Fund Resources and Uses Arising from Cash Transactions  
 For the Year Ended December 31, 2011

BARS CODE	Fund Number and Title 251 RID #123	Fund Number and Title 254 RID #142	Fund Number and Title 256 RID #141	Fund Number and Title 259 LMD #1
	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Net Cash and Investments	\$ -	\$ 868	\$ 5,121	\$ 2,434
Prior Period Adjustments (388.80 and 588.80)	-	-	-	-
Revenues and Other Sources				
310 Taxes	-	-	-	-
320 Licenses and Permits	-	-	-	-
330 Intergovernmental	-	-	-	-
340 Charges for Goods and Services	-	-	-	-
350 Fines and Penalties	-	-	-	-
360 Miscellaneous	1,135	2,398	2,082	539
370 Capital Contributions	-	-	-	-
390 Other Financing Sources	-	-	-	-
Total Revenues and Other Financing Sources	1,135	2,398	2,082	539
Total Resources	1,135	3,266	7,203	2,973
Operating Expenditures				
510 General Government	-	-	-	-
520 Public Safety	-	-	-	-
530 Physical Environment	-	-	-	-
540 Transportation	-	-	-	-
550 Economic Environment	-	-	-	-
560 Mental and Physical Health	-	-	-	-
570 Culture and Recreation	-	-	-	-
Total Operating Expenditures	-	-	-	-
591-593 Debt Service	-	868	5,121	2,435
594-595 Capital Outlay	-	-	-	-
Total Expenditures	-	868	5,121	2,435
597-599 Other Financing Uses	1,135	-	-	-
Total Expenditures and Other Financing Uses	1,135	868	5,121	2,435
Excess (Deficit) of Resources Over Uses	-	2,398	2,082	538
380 Nonrevenues	-	-	-	-
580 Nonexpenditures	-	-	-	-
Ending Cash and Investments				
508.10 Reserved	-	-	-	-
508.80 Unreserved	-	2,398	2,082	538

The accompanying notes are an integral part of these financial statements.

Clallam County  
 Fund Resources and Uses Arising from Cash Transactions  
 For the Year Ended December 31, 2011

BARS CODE	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	261 RID#138	274 RID #149	295 LID #2007-1	301 Real Estate Excise Tax Projects
	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Net Cash and Investments	\$ 103	\$ 1,718	\$ 460	\$ 1,748,293
Prior Period Adjustments (388.80 and 588.80)	-	-	-	-
Revenues and Other Sources				
310 Taxes	-	-	-	307,942
320 Licenses and Permits	-	-	-	-
330 Intergovernmental	-	-	-	194,902
340 Charges for Goods and Services	-	-	-	-
350 Fines and Penalties	-	-	-	-
360 Miscellaneous	98	1,795	15,428	-
370 Capital Contributions	-	-	-	-
390 Other Financing Sources	-	-	-	-
Total Revenues and Other Financing Sources	98	1,795	15,428	502,844
Total Resources	201	3,513	15,888	2,251,137
Operating Expenditures				
510 General Government	-	-	-	-
520 Public Safety	-	-	-	-
530 Physical Environment	-	-	-	-
540 Transportation	-	-	-	-
550 Economic Environment	-	-	-	-
560 Mental and Physical Health	-	-	-	-
570 Culture and Recreation	-	-	-	-
Total Operating Expenditures	-	-	-	-
591-593 Debt Service	103	1,718	-	-
594-595 Capital Outlay	-	-	-	760,817
Total Expenditures	103	1,718	-	760,817
597-599 Other Financing Uses	-	-	-	-
Total Expenditures and Other Financing Uses	103	1,718	-	760,817
Excess (Deficit) of Resources Over Uses	98	1,795	15,888	1,490,320
380 Nonrevenues	-	-	-	-
580 Nonexpenditures	-	-	-	-
Ending Cash and Investments				
508.10 Reserved	-	-	-	-
508.80 Unreserved	98	1,795	15,888	1,490,320

The accompanying notes are an integral part of these financial statements.

Clallam County  
Fund Resources and Uses Arising from Cash Transactions  
For the Year Ended December 31, 2011

BARS CODE	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	302 Real Estate Excise Tax 2	305 Capital Projects	305 East UGA Sewer	306 Dungeness Estuary
	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Net Cash and Investments	\$ 2,162,430	\$ 1,884,931	\$ 97,243	\$ 226,596
Prior Period Adjustments (388.80 and 588.80)	-	-	-	-
Revenues and Other Sources				
310 Taxes	307,647	-	-	-
320 Licenses and Permits	-	-	-	-
330 Intergovernmental	-	184,605	-	289,784
340 Charges for Goods and Services	-	-	-	-
350 Fines and Penalties	-	-	-	-
360 Miscellaneous	-	-	-	-
370 Capital Contributions	-	-	-	-
390 Other Financing Sources	-	200,000	-	-
Total Revenues and Other Financing Sources	307,647	384,605	-	289,784
Total Resources	2,470,077	2,269,536	97,243	516,380
Operating Expenditures				
510 General Government	-	-	-	-
520 Public Safety	-	-	-	-
530 Physical Environment	-	-	-	-
540 Transportation	-	-	-	-
550 Economic Environment	-	-	-	-
560 Mental and Physical Health	-	-	-	-
570 Culture and Recreation	-	-	-	-
Total Operating Expenditures	-	-	-	-
591-593 Debt Service	-	-	-	-
594-595 Capital Outlay	-	89,588	-	226,004
Total Expenditures	-	89,588	-	226,004
597-599 Other Financing Uses	-	-	97,243	200,000
Total Expenditures and Other Financing Uses	-	89,588	97,243	426,004
Excess (Deficit) of Resources Over Uses	2,470,077	2,179,948	-	90,376
380 Nonrevenues	-	-	-	-
580 Nonexpenditures	-	-	-	-
Ending Cash and Investments				
508.10 Reserved	-	-	-	-
508.80 Unreserved	2,470,077	2,179,948	-	90,376

The accompanying notes are an integral part of these financial statements.

Clallam County  
Fund Resources and Uses Arising from Cash Transactions  
For the Year Ended December 31, 2011

BARS CODE	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	307 Capital Projects Info Tech	308 Carlsborg Sewer Project	402 Solid Waste	414 Clallam Bay - Sekiu Sewer
	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Net Cash and Investments	\$ 858,969	\$ 3,050,000	\$ 22,079	\$ 427,513
Prior Period Adjustments (388.80 and 588.80)	-	-	-	-
Revenues and Other Sources				
310 Taxes	-	-	-	-
320 Licenses and Permits	-	-	-	-
330 Intergovernmental	-	-	21,018	-
340 Charges for Goods and Services	-	-	-	276,499
350 Fines and Penalties	-	-	-	-
360 Miscellaneous	-	-	54	9,323
370 Capital Contributions	-	-	-	-
390 Other Financing Sources	10,000	1,000,000	7,102	33,566
Total Revenues and Other Financing Sources	10,000	1,000,000	28,174	319,388
Total Resources	868,969	4,050,000	50,253	746,901
Operating Expenditures				
510 General Government	-	-	-	-
520 Public Safety	-	-	-	-
530 Physical Environment	-	89,944	27,813	358,148
540 Transportation	-	-	-	-
550 Economic Environment	-	-	-	-
560 Mental and Physical Health	-	-	-	-
570 Culture and Recreation	-	-	-	-
Total Operating Expenditures	-	89,944	27,813	358,148
591-593 Debt Service	-	-	-	-
594-595 Capital Outlay	73,179	-	-	-
Total Expenditures	73,179	89,944	27,813	358,148
597-599 Other Financing Uses	-	-	-	-
Total Expenditures and Other Financing Uses	73,179	89,944	27,813	358,148
Excess (Deficit) of Resources Over Uses	795,790	3,960,056	22,440	388,753
380 Nonrevenues	-	-	-	-
580 Nonexpenditures	-	-	-	-
Ending Cash and Investments				
508.10 Reserved	-	-	-	-
508.80 Unreserved	795,790	3,960,056	22,440	388,753

The accompanying notes are an integral part of these financial statements.

Clallam County  
 Fund Resources and Uses Arising from Cash Transactions  
 For the Year Ended December 31, 2011

BARS CODE	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	503 Equipment Rental and Revolving	504 Risk Management	505 Workers' Compensation Claims	506 Employee Health Care Benefit
	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Net Cash and Investments	\$ 3,220,368	\$ 928,168	\$ 391,805	\$ 36,925
Prior Period Adjustments (388.80 and 588.80)	-	-	-	-
Revenues and Other Sources				
310 Taxes	-	-	-	-
320 Licenses and Permits	-	-	-	-
330 Intergovernmental	-	-	-	-
340 Charges for Goods and Services	451,829	-	-	-
350 Fines and Penalties	-	-	-	-
360 Miscellaneous	2,184,414	1,074,742	892,525	34,798
370 Capital Contributions	-	-	-	-
390 Other Financing Sources	165,205	-	412,866	-
Total Revenues and Other Financing Sources	2,801,448	1,074,742	1,305,391	34,798
Total Resources	6,021,816	2,002,910	1,697,196	71,723
Operating Expenditures				
510 General Government	62,614	878,725	783,689	29,112
520 Public Safety	-	-	-	-
530 Physical Environment	-	-	-	-
540 Transportation	2,400,805	-	-	-
550 Economic Environment	-	-	-	-
560 Mental and Physical Health	-	-	-	-
570 Culture and Recreation	-	-	-	-
Total Operating Expenditures	2,463,419	878,725	783,689	29,112
591-593 Debt Service	-	-	-	-
594-595 Capital Outlay	271,575	-	-	-
Total Expenditures	2,734,994	878,725	783,689	29,112
597-599 Other Financing Uses	-	-	50,000	-
Total Expenditures and Other Financing Uses	2,734,994	878,725	833,689	29,112
Excess (Deficit) of Resources Over Uses	3,286,822	1,124,185	863,507	42,611
380 Nonrevenues	-	-	-	-
580 Nonexpenditures	-	-	-	-
Ending Cash and Investments				
508.10 Reserved	-	-	-	-
508.80 Unreserved	3,286,822	1,124,185	863,507	42,611

The accompanying notes are an integral part of these financial statements.

Clallam County  
 Fiduciary Fund Resources and Uses Arising from Cash Transactions  
 For the Year Ended December 31, 2011

	Total for All Funds	Fund Number and Title	Actual Amount	Fund Number and Title	Actual Amount	Fund Number and Title	Actual Amount	Fund Number and Title	Actual Amount
Beginning Cash and Investments	4,546,010	624 Unclaimed Warrants	42,463	625 Workers Compensation Reserve	1,384,303	625 Risk Management Reserve	1,343,000	629 RID Guaranty Trust	28,068
Prior Period Adjustments	-		-		-		-		-
Revenues and Other Financing Sources	24,688,763		18,796		50,000		-		1,188
Total Resources	29,234,773		61,259		1,434,303		1,343,000		29,256
Expenditures and Other Financing Uses	24,960,866		2,385		-		-		-
Excess (Deficit) of Resources Over Uses	4,273,907		58,874		1,434,303		1,343,000		29,256
Nonrevenues	-		-		-		-		-
Nonexpenditures	-		-		-		-		-
Ending Cash and Investments	4,273,907		58,874		1,434,303		1,343,000		29,256
									127,519

The accompanying notes are an integral part of these financial statements.

Clallam County  
 Fiduciary Fund Resources and Uses Arising from Cash Transactions  
 For the Year Ended December 31, 2011

	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	633 Drug Task Force Suspense	690 Deposit Fund	690 Private Timber Harvest Tax	690 School Real Estate Excise Tax	690 Surplus Tax Sale	690 Tax Refund	
	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Cash and Investments	6,571	200	-	142,744	38,373	55,290	
Prior Period Adjustments	-	-	-	-	-	-	-
Revenues and Other Financing Sources	12	(200)	1,500,523	2,708,885	35,790	2,544	
Total Resources	6,583	-	1,500,523	2,851,629	74,163	57,834	
Expenditures and Other Financing Uses	-	-	1,339,566	2,826,381	-	-	
Excess (Deficit) of Resources Over Uses	6,583	-	160,957	25,249	74,163	57,834	
Nonrevenues	-	-	-	-	-	-	
Nonexpenditures	-	-	-	-	-	-	
Ending Cash and Investments	6,583	-	160,957	25,249	74,163	57,834	

The accompanying notes are an integral part of these financial statements.

Clallam County  
 Fiduciary Fund Resources and Uses Arising from Cash Transactions  
 For the Year Ended December 31, 2011

	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	690 Advanced Tax	690 Real Estate Tax Suspense	691 State Document Preservation	691 State Auditor Surcharge	691 State Mortgage Lending Fraud	691 State Community Development	
	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Cash and Investments	6,631	12,596	2,743	5,487	264	121	
Prior Period Adjustments	-	-	-	-	-	-	
Revenues and Other Financing Sources	(401)	68,121	26,902	53,812	2,394	1,748	
Total Resources	6,230	80,717	29,645	59,299	2,658	1,869	
Expenditures and Other Financing Uses	-	-	27,230	54,467	2,414	1,775	
Excess (Deficit) of Resources Over Uses	6,230	80,717	2,415	4,832	244	94	
Nonrevenues	-	-	-	-	-	-	
Nonexpenditures	-	-	-	-	-	-	
Ending Cash and Investments	6,230	80,717	2,415	4,832	244	94	

The accompanying notes are an integral part of these financial statements.

Clallam County  
 Fiduciary Fund Resources and Uses Arising from Cash Transactions  
 For the Year Ended December 31, 2011

	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	691 State Housing Trust	691 State District Court	691 State Fire Patrol	691 State General Schools	691 State Juvenile Judicial Info System	691 State Judicial Info System	
	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Cash and Investments	18,379	42,234	4,460	1,076,751	1,756	4,239	
Prior Period Adjustments	-	-	-	-	-	-	
Revenues and Other Financing Sources	174,185	630,723	326,015	18,610,753	33,254	70,029	
Total Resources	192,564	672,957	330,475	19,687,504	35,010	74,268	
Expenditures and Other Financing Uses	176,579	637,212	328,583	19,107,112	29,310	70,051	
Excess (Deficit) of Resources Over Uses	15,986	35,746	1,893	580,392	5,700	4,217	
Nonrevenues	-	-	-	-	-	-	
Nonexpenditures	-	-	-	-	-	-	
Ending Cash and Investments	15,986	35,746	1,893	580,392	5,700	4,217	

The accompanying notes are an integral part of these financial statements.

Clallam County  
 Fiduciary Fund Resources and Uses Arising from Cash Transactions  
 For the Year Ended December 31, 2011

	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	691 State Marriages	691 State Superior Court	691 State Survey	691 State Vital Statistics	691 State School Safety Zone	697 Franchise Suspense	
	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Cash and Investments	405	13,245	1,083	6,591	320	32,424	
Prior Period Adjustments	-	-	-	-	-	-	-
Revenues and Other Financing Sources	6,135	191,411	7,218	84,516	5,964	178	
Total Resources	6,540	204,656	8,301	91,107	6,284	32,602	
Expenditures and Other Financing Uses	6,270	191,997	7,607	80,773	6,061	-	
Excess (Deficit) of Resources Over Uses	270	12,659	694	10,334	223	32,602	
Nonrevenues	-	-	-	-	-	-	-
Nonexpenditures	-	-	-	-	-	-	-
Ending Cash and Investments	270	12,659	694	10,334	223	32,602	

The accompanying notes are an integral part of these financial statements.

Clallam County  
 Fiduciary Fund Resources and Uses Arising from Cash Transactions  
 For the Year Ended December 31, 2011

	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title	Fund Number and Title
	697 Retainage Suspense	697 Treasurer General Suspense	697 Bruch and Bruch Suspense	697 Western Cable Suspense	697 Heart of the Hills Water Suspense	697 Chatfield Trust	
	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount	Actual Amount
Beginning Cash and Investments	83,484	295	162	14,399	18,320	11,785	
Prior Period Adjustments	-	-	-	-	-	-	-
Revenues and Other Financing Sources	44,394	(95)	(162)	90	36	(11,785)	
Total Resources	127,878	200	0	14,489	18,356	0	
Expenditures and Other Financing Uses	-	-	-	-	-	-	
Excess (Deficit) of Resources Over Uses	127,878	200	0	14,489	18,356	0	
Nonrevenues	-	-	-	-	-	-	
Nonexpenditures	-	-	-	-	-	-	
Ending Cash and Investments	127,878	200	0	14,489	18,356	0	

The accompanying notes are an integral part of these financial statements.

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Clallam County reports financial activity using the revenue and expenditure classification, statements, and schedules contained in the Cash Basis Budgeting, Accounting, and Reporting System (BARS) manual. The Washington State Auditor's Office allows local governments to report on cash basis of accounting as an alternative to generally accepted accounting principles (GAAP) as described in a letter issued on July 5, 2007. Clallam County has elected to report on cash basis of accounting.

Clallam County was incorporated on April 26, 1854 and operates under State of Washington laws applicable to a Home Rule Charter County. The county is a general purpose government and provides Sheriff, Jail, Fire Marshall, Sewage Collection/Treatment, Road Maintenance, Planning and Zoning, Parks, Fair, Judicial Administration, Health and Social Services, Juvenile, and General Administrative Services.

The county's financial statements include the financial position and operating results for all funds controlled by or dependent on the county. Additionally, the financial statements include all fund accounts for which the county has a custodial or trust responsibility. The decision to include or exclude a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. Control by the county was determined by the county's obligation to redeem the organization's deficits, and the extent to which subsidies from the county constitute a major portion of the organization's total non-grant resources. Applying these criteria, no component units were identified for presentation in the financial statements.

A. Basis of Presentation - Fund Accounting

The county accounts are organized on the basis of funds and account groups, each of which is considered a separate accounting entity. Each fund is accounted for using a separate set of self-balancing accounts that include its cash and cash equivalents, fund equity, revenues, and expenditures, as appropriate. The county's resources are allocated to and accounted for in individual funds depending on how they are to be spent and how they are controlled.

Fund types and account groups used are described as follows:

Governmental Fund Types

All governmental funds are accounted for on cash basis of accounting in which only cash, cash equivalents, and fund balances are included on their balance sheets. Governmental fund operating statements focus on measuring changes in financial position. They present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in cash and cash equivalents. The unreserved fund balance is a measure of resources immediately available for use.

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

General Fund (00100)

This is the county's general operating fund; accounting for all financial resources and transactions except those required to be accounted for in another fund.

Special Revenue Funds (10000)

These account for revenues derived from specific taxes, grants, or other sources that are designated to finance particular county activities by agreements or state statutes.

Debt Service Funds (20000)

These account for the accumulation of resources to pay principal, interest and associated general long-term debt costs.

Capital Project Funds (30000)

These account for financial resources designated for the acquisition or construction of general government capital improvements.

Proprietary Fund Types

Enterprise Funds (40000)

Enterprise Funds account for operations that provide goods or services to the general public and are supported primarily through user charges; or for which the applicable governing body has decided that periodic determination of net income is needed.

Internal Service Funds (50000)

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

Fiduciary Fund Types

Assets held by the county on behalf of individuals, private organizations, other governments, and other funds are reported as Fiduciary Funds. Different categories of Fiduciary fund types are described below. The county does not necessarily have funds of each type.

Nonexpendable Trust Funds (60100-61000)

These funds earn revenue on behalf of the parties for which the trust was established and are accounted for in essentially the same manner as proprietary funds, but with capital maintenance as a primary consideration.

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

Pension Trust Funds (61100-62000)

These account for the operations of trusts established for employee retirement benefits, and are accounted for in essentially the same manner as proprietary funds due to the need to determine periodic trust income.

Expendable Trust Funds (62100-63000)

These earn revenue and make expenditures on behalf of parties for which a trust was established. All trust income and principal (or corpus) may be disbursed in the course of its operations. Accordingly, these trusts are accounted for in essentially the same manner as governmental funds.

Agency Funds (63100-69900)

These funds are custodial in nature (assets equal liabilities) and do not involve operating results measurement.

B. Basis of Accounting

Basis of Accounting determines when revenues and expenditures are recognized in the accounts and reported in the financial statements. Revenues are recognized only when cash is received and expenditures are recognized when cash is paid.

Purchases of capital assets are expensed at the time of acquisition. There is no capitalization of capital assets or allocation of depreciation expense. Inventory is expensed when purchased.

The basis of accounting described above represents a comprehensive basis of accounting other than accounting principals generally accepted in the United States of America.

C. Budgets and Budgetary Accounting

1. Annual appropriated budgets are adopted for 63 governmental funds on cash basis of accounting with no significant differences between the budgetary basis and the accounting basis. The financial statements include budgetary comparisons for those funds. Budgets are adopted at the fund level, or the department level in the general fund, which constitute the legal authority for expenditures at that level. Appropriations lapse at year end.

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

2. Procedures for Adopting the Original Budget

The county's budget procedures are per Clallam County Charter Chapter 5.16 as mandated by Clallam County Code Article IX and RCW 36.40. The steps in the budget process are as follows:

- a. The County Commissioners request preliminary budget information from the various funds and departments.
- b. The County Commissioner's office prepares the Preliminary Budget from the information received from the funds and departments.
- c. The Administrator gives recommendations to the County Commissioners that balance the budget.
- d. The County Commissioners review the budget, submit it to the public for comment through a series of public meetings, approve any necessary changes, and adopt it by resolution.

3. Amending the Budget

The County Administrator is authorized to transfer budget amounts between departments within any fund/department. However, any revisions that alter the total expenditures of the county, amount of capital purchases, or that affect the number of authorized employee positions, salary ranges, hours, or other conditions of employment must be approved by the County Commissioners. Revisions within funds are allowed, but supplemental or additional appropriations must be approved by the legislative authority following public hearings. The county's budget was amended 144 times during 2011.

4. Encumbrances - The County does not employ encumbrance accounting.

5. The appropriated and actual expenditures for the legally adopted budgets were:

Fund/Department	Final Appropriated Amounts	Actual Expenditures	Variance
GENERAL FUND			
ASSESSOR	1,222,062	1,188,540	33,522
AUDITOR	1,022,856	965,963	56,893
TREASURER	651,985	563,924	88,061
BOCC OPERATIONS	600,244	581,732	18,512
BOUNDARY REVIEW BOARD	3,630	464	3,166
PORT CRESCENT CEMETARY	5,600	4,751	849

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

BOARD OF EQUALIZATION	48,383	41,511	6,872
NON-DEPARTMENTAL	1,327,287	1,250,998	76,289
OPERATING TRANSFERS OUT	616,785	602,041	14,744
DCD ADMINISTRATION	303,893	291,181	12,712
DCD ENVIRONMENTAL QUALITY	1,883,900	1,577,923	305,977
DCD PERMIT CENTER	828,852	720,330	108,522
DCD PLANNING	734,680	489,301	245,379
HEARING EXAMINER	72,466	72,459	7
INFORMATION TECHNOLOGY	1,236,072	1,158,949	77,124
HUMAN RESOURCEAS	709,325	558,253	151,072
ENVIRONMENTAL HEALTH	1,382,865	1,081,846	301,019
SHERIFF OPERATIONS	4,683,132	4,613,515	69,617
SHERIFF COMMUNITY PROJECTS	280,702	273,502	7,200
ANIMAL CONTROL	186,870	176,811	10,059
SEARCH & RESCUE	18,150	15,368	2,782
JAIL	3,199,778	3,115,792	83,986
JAIL MEDICAL	492,056	410,379	81,677
EMERGENCY SERVICES	346,754	310,059	36,694
INDIGENT DEFENSE	891,017	891,017	-
PROSECUTING ATTORNEY	1,610,472	1,534,515	75,957
CHILD SUPPORT	227,510	205,921	21,589
CORONER	126,250	116,179	10,071
JUVENILE SERVICES	2,888,497	2,830,444	58,053
SUPERIOR COURT	1,533,822	1,469,827	63,995
DISTRICT COURT I	769,177	735,808	33,369
DISTRICT COURT II	347,819	336,451	11,368
CLERK	695,458	660,882	34,576
PARKS AND FACILITIES	1,980,162	1,961,683	18,479
FAIR	385,018	349,912	35,106
WSU EXTENSION	119,156	105,468	13,688
TOTAL GENERAL FUND	33,432,685	31,263,698	2,168,987
ROADS	21,702,822	12,807,239	8,895,583
FLOOD CONTROL	14,548	8,596	5,952
SHERIFF'S HONOR GUARD DONATION	4,000	22	3,978
RECREATIONAL AND BOATING FUND	81,395	70,322	11,074
SHERIFF OFFICE DRUG FUND	13,275	3,997	9,278
SHERIFF OPNET DRUG FUND	485,161	441,572	43,589
SHERIFF EQUIPMENT RESERVE	215,359	80,647	134,712
NINE-ONE-ONE ENHANCED	726,418	710,129	16,289
OPSCAN OPERATIONS	115,593	93,873	21,720
SHERIFF PSIC GRANT	4,664,247	3,529,686	1,134,561
SHERIFF STONEGARDEN GRANT	881,809	238,452	643,357
SHERIFF PORT SECURITY GRANT	388,104	256,387	131,717
HEALTH & HUMAN SERVICES	1,955,378	1,644,686	310,692
ALCOHOL/DRUG ABUSE	1,209,847	889,250	320,597
HOMELESS TASK FORCE	434,763	418,725	16,038
CHEMICAL DEPENDENCY	1,456,334	1,278,021	178,313
AFFORDABLE HOUSING	200,000	195,966	4,034
DEVELOPMENTAL DISABILITIES	1,182,359	854,095	328,264
LAW LIBRARY	29,917	21,212	8,705
CRIME VICTIM COMP/LOCAL	129,238	117,801	11,437
RACKETEERING FUND	127	19	108
WATER QUALITY CLEANUP	50,339	50,339	-
SHORELINE/WETLAND/RESTORATION	16,315	16,315	-

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

SHORELINE BLOCK GRANT	50,000	31,685	18,315
TREASURER'S O & M	61,611	42,253	19,358
LAND ASSESSMENT	10,500	8,109	2,391
DOCUMENT PRESERVATION	289,440	269,953	19,487
DISPUTE RESOLUTION CENTER	12,450	9,890	2,560
COURTHOUSE FACILITATOR	13,000	12,098	902
NOXIOUS WEED CONTROL	194,532	190,644	3,888
LMD#2 LAKE SUTHERLAND	15,625	13,588	2,037
PROBATION DISTRICT COURT I	349,577	294,729	54,848
PROBATION DISTRICT COURT II	17,018	15,257	1,761
CRIMINAL JUSTICE	650,000	650,000	-
LOCAL CRIMINAL JUSTICE	500,000	500,000	-
TRIAL COURT IMPROVEMENTS	30,000	30,000	-
VETERANS' RELIEF	147,728	142,973	4,755
FEDERAL FOREST REPLACEMENT	10,400		10,400
HOTEL/MOTEL TAX	418,500	409,149	9,351
OPPORTUNITY FUND	1,073,196	1,066,794	6,402
COMMUNITY ECONOMIC REVITALIZATION	42,251	42,251	-
EMERGENCY COMMUNICATIONS TAX	1,237,760	1,064,470	173,290
R I D #123 ELK VALLEY	1,291	1,135	156
R I D #142 BUSINESS PARK LOOP	1,302	868	434
R I D #141 SCHOOL HOUSE ROAD	5,122	5,121	1
LAKE DAWN MANAGEMENT	2,434	2,434	-
R I D #138 MARCH BANKS ROAD	201	103	98
R I D #149 OSBORN ROAD	3,418	1,718	1,700
REAL ESTATE EXCISE TAX PROJECT	2,009,500	760,817	1,248,683
REAL ESTATE EXCISE TAX 2	2,050,000	0	2,050,000
CAPITAL PROJECTS	335,000	89,588	245,412
EAST UGA SEWER PROJECT	97,243	97,243	-
CAPITAL PROJECTS DUNGENESS	600,000	426,004	173,996
CAPITAL PROJECTS INFO TECH	230,000	73,179	156,821
CAPITAL PROJECTS CARLSBORG SEWER	1,050,700	89,944	960,756
SOLID WASTE	44,618	27,812	16,806
CLALLAM BAY-SEKIU SEWER	399,105	358,147	40,958
SEWER CAPITAL REPLACEMENT	32,984	0	32,984
EQUIPMENT RENTAL & REVOLVING	2,996,141	2,734,994	261,147
RISK MANAGEMENT	1,403,032	878,725	524,307
WORKERS' COMPENSATION CLAIMS	1,219,680	833,689	385,991
EMPLOYEE HEALTH CARE BENEFIT	36,925	29,113	7,812

D. Cash

It is the county's policy to invest all temporary cash surpluses. At December 31, 2011, the Treasurer was holding \$46,654,995 in short-term residual surplus cash investments. This amount is classified on the balance sheet as cash and equivalents in various funds. The associated investment interest is credited to the General Fund.

E. Deposits - See Note 3.

F. Investments - See Note 3.

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

G. Derivatives and Similar Transactions - See Note 3.

H. Capital Assets

Assets with anticipated useful lives in excess of one year and with a purchase price of \$5,000 or more are deemed capital assets. Under cash basis of accounting they are recorded as expenditures when purchased.

I. Compensated Absences

The County's contracts with employees call for the accumulation of vacation and sick leave, and for certain employees, compensatory time. In most cases at termination of employment, employees with required length of service will receive cash payment for accumulated vacation and compensatory time, and 10% of accumulated sick leave, (20% of sick leave if retiring). The payment is based on current wages at termination. Under cash accounting, this liability is not recognized in governmental fund types before payments to employees are made.

J. Long-Term Debt - See Note 6.

K. Other Financing Sources and Uses

The county's Other Financing Sources consist of transfers-in and sales of county owned timber. Other Financing Uses consist of transfers out.

L. Risk Management - See Note 9.

M. Fund Balance Classification

	General Fund	Alcohol & Drug Abuse	Developmental Disabilities	Other	Total
Nonspendable	\$ 34,925	\$ -	\$ -	\$ 10,400	\$ 45,325
Contract Restricted	-	87,908	91,062	-	178,970
Committed					
Operating Liquidity	2,500,000	-	-	-	2,500,000
Civil Emergency	1,000,000	-	-	-	1,000,000
Insurance Deductible	1,000,000	-	-	-	1,000,000
Unplanned Capital	1,000,000	-	-	-	1,000,000
Employee Separation	1,000,000	-	-	-	1,000,000
Assigned	38,326	172,610	521,462	35,562,954	36,295,352
Unassigned	<u>2,353,000</u>	-	-	(834)	<u>2,352,166</u>
Total	<u>\$ 8,926,251</u>	<u>\$ 260,518</u>	<u>\$ 612,524</u>	<u>\$ 35,572,520</u>	<u>\$ 45,371,813</u>

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

NOTE 2 - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

There were no material violations of finance-related or contractual provisions identified in 2011.

NOTE 3 - DEPOSITS AND INVESTMENTS

As required by state law, all deposits and investments of the county's funds (except as noted below) are obligations of the U. S. Government, the State Treasurer's Investment Pool, bankers' acceptances, or deposits with Washington State banks and savings and loan institutions. (Investments of nonexpendable trust funds are not subject to the preceding limitations.)

The county's deposits and investments are categorized to give an indication of the risk assumed at year-end. Category 1 includes deposits and investments that are insured, registered or held by the county or its agent in the county's name. Category 2 includes uninsured and unregistered investments that are held by the broker's or dealer's trust department or agent in the county's name. Category 3 includes uninsured and unregistered deposits and investments for which the securities are held by the broker or dealer, or its trust department or agent, but not in the county's name. Clallam County holds no deposits or investments that would qualify for either Category 2 or 3. All deposits are stated at cost, there is no material difference between cost and market value. As of December 31, 2011 the County had the following investments:

	Fair value of County investments	Fair value of investments held by County as agent	Total
Demand Deposits	\$ 1,131,272	\$ 236,350	\$ 1,367,622
Time Deposits	26,310,881	10,035,014	36,345,895
US Government Securities	-	-	-
State Investment Pool	<u>18,998,881</u>	<u>36,768,574</u>	<u>55,767,455</u>
Total	<u>\$ 46,441,034</u>	<u>\$ 47,039,938</u>	<u>\$ 93,480,972</u>

The County's deposits and certificates of deposit are entirely covered by federal deposit insurance under the FDIC or by collateral held in a multiple financial institution collateral pool administered by the Washington Public Deposit Protection Commission. All temporary investments are stated at cost plus accrued interest which approximates market.

Management intends to hold the time deposits and securities until maturity.

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

In addition to the investments scheduled above, the County holds \$142,958 in registered warrants issued by the William Shore Memorial Pool District, a Metropolitan Park District formed in 2009 in Port Angeles, Washington. See Note 17C.

The county did not use, hold, or sell any derivatives or similar instruments in 2011.

In accordance with generally accepted accounting principles applicable to regulated industries, reductions in market value are not reflected on the financial statements. Similarly, gains or losses on bond swaps are deferred and amortized over the life of the replacement investment. Other gains or losses on investments sold or exchanged are recognized at the time the transactions are completed.

NOTE 4 - PROPERTY TAXES

The County Treasurer acts as an agent to collect property taxes levied in the county for all taxing authorities. Collections during the month are distributed to each applicable fund at the end of the month except for the cities and state which are distributed on the 10th and 20th respectively.

Property tax revenues are recognized when cash is received by the county. Delinquent taxes are considered fully collectable because a lien attaches to the property after taxes are levied.

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

During the year, property tax revenues are recognized when cash is collected. No allowance for uncollectible taxes is established because delinquent taxes are considered fully collectible.

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

1. Washington State Law in RCW 84.55.010 limits the growth of regular property taxes to 1% per year, after adjustments for new construction. Referendum 47, passed in 1997, altered provisions of RCW 84.55 (formerly the 106% limit) that apply to a taxing district's highest prior lawful levy since 1985. For a taxing district with a population greater than 10,000 this referendum limits its levy capacity to an inflationary increase over its highest allowable levy since 1985, unless the district chooses to override this limitation with a finding of substantial need.

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

2. The Washington State Constitution limits the total regular property taxes to 1% of 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% limit.

The county's regular tax levy rate for 2011 was \$1.1547734747 per \$1,000 on a total assessed valuation of \$8,031,011,937 for a regular levy total of \$9,274,000. The total 2011 levy rate of \$1.1922234747 was comprised of four funds: Operating at \$1.1547734747; Veterans' Relief at \$.01125; Land Assessment at \$.00120; and Human Services at \$.02500.

NOTE 5 – INTERFUND TRANSACTIONS AND BALANCES

Interfund transactions are classified as follows:

- A. Transactions that would be treated as revenues, expenditures or expenses if they involved external organizations, such as buying goods and services or payments in lieu of taxes, are similarly treated when they involve other funds of the county.
- B. Transfers to support the operations of other funds are recorded as "Transfers" and classified with "Other Financial Sources or Uses."
- C. At December 31, 2010 there was a loan payable balance outstanding payable by the Road Improvement funds as a group to the Roads fund in the total of \$33,034. There were no new loans on this balance in 2011, and after payments of \$7,558 the balance at December 31, 2011 was \$25,476.

NOTE 6 – LONG-TERM DEBT

A. Opportunity Fund Long-Term Debt

In 2004 the Clallam County Opportunity Fund borrowed \$750,000 from the Washington State Community Economic Revitalization Board and re-loaned that amount to the Clallam Business Incubator, Inc. to aid in the construction of the Incubator facilities. The County is obligated to repay the loan in installments beginning in 2008 and continuing through 2025. Interest on the loan is stated at 1%. The Incubator is obligated to repay its loan from the County on essentially identical terms. At December 31, 2011 the principal outstanding on this loan payable by the Opportunity Fund was \$626,695.

In 2009, the board of the Incubator determined that it would not be able to replace its existing operating grant, and that without the grant could not continue to operate in its current form. Accordingly, five of the seven board members of the Incubator resigned and were replaced by representatives of local governmental units including the City of Port Angeles, Clallam County, and the Port of Port Angeles as part of an effort to secure

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

new funding to continue the operation of the Incubator. This effort has not been successful.

As of the end of 2011, the Incubator continues to operate at a minimal level, and the focus of its management has shifted to arrangement of an orderly shutdown. Accordingly, in the opinion of Clallam County management, there is no reasonable expectation that the loan balance receivable will be collected by the county.

B. Changes In General Long-Term Liabilities:

This table summarizes the county's general debt transactions for 2011.

Category	Balance 12/31/10	Additions	Retirements	Balance 12/31/11
Compensated Absences for Governmental Activities and Business-Type Activities	\$ 2,371,748	\$ 115,328	\$ -	\$ 2,487,076

Restricted assets in proprietary funds contain neither sinking funds nor reserves as there is no applicable debt to require these provisions.

Legal Debt Margin - The County's limitation on external long-term debt is set by state law as follows:

Purpose of Indebtedness	Remaining Capacity
General Government (No vote required)	\$ 120,465,179
General Government (With 3/5 majority vote)	\$ 200,775,298

C. Refunded Debt - The County currently has no refunded debt.

D. Capitalized Leases - The County currently has no capitalized leases in effect.

E. Conduit Debt - The County currently has no conduit debt.

NOTE 7 - PENSION PLANS

Substantially all Clallam County full-time and qualifying part-time employees participate in one of the following statewide local government retirement systems administered by the Washington State Department of Retirement Systems, under cost-sharing multiple-employer defined public employee retirement systems.

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

The Washington State Department of Retirement Systems 2011 annual financial report presents historical trend and other information regarding each plan. A copy may be obtained at the following address:

Department of Retirement Systems  
Administrative Services Division  
Post Office Box 48380  
Olympia, WA 98504-8380

A. Public Employee's Retirement System (PERS) Plans I, II, & III

PERS is a cost-sharing multiple-employer defined benefit pension plan. Membership in the plan includes: elected officials; state employees; Supreme, Appeals, and Superior court employees other than judges; legislative committee employees; college and university employees not in national higher education retirement programs; district and municipal court judges; noncertified school district employees; and local government employees.

PERS contains three distinct pension programs: Plan I, Plan II, and Plan III. Participants who joined the system by September 30, 1977 are Plan I members. Those joining thereafter choose either Plan II or Plan III. Retirement benefits are financed from employee and employer contributions and investment earnings. Employees vest in their own contributions immediately and in their employer's contributions after completion of five years of eligible service.

Plan I members are eligible for retirement after 30 years of service, or at the age of 60 with 5 years of service, or at the age of 55 with 25 years of service. The percentage for the annual pension is 2% per year of service. This percentage is applied against the average yearly salary of the employee's highest two years of earnings. Retirement benefits are capped at 60%. If qualified, after reaching age 66, a cost-of-living allowance is granted based on years of service credit and is capped at 3% annually.

Plan II members may retire at the age of 65 with 5 years of service, or at 55 with 20 years of service, with an allowance of 2% per year of service. This percentage is applied against the average yearly salary of the employees highest five years of earnings. Plan II retirements prior to 65 are actuarially reduced. There is no cap on years of service credit and a cost-of-living allowance is included, capped at 3% annually.

Plan III has a dual benefit structure. Employer contributions finance a defined benefit component, and member contributions finance a defined contribution component. The defined benefit portion provides a benefit calculated at 1 percent of the average final compensation per year of service. The average final compensation is based on the greatest compensation during any eligible consecutive 60-month period. Plan III

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

members become eligible for retirement if they have at least ten years of service, five years including twelve months that were earned after age 54, or five service credit years earned in PERS Plan II prior to June 1, 2003. Plan III retirements prior to the age of 65 receive reduced benefits. If retirement is at age 55 or older with at least 30 years of service, a 3 percent per year reduction applies; otherwise an actuarial reduction will apply. There is no cap on years of service credit; and Plan III provides the same cost-of-living allowance as Plan II. The defined contribution portion can be distributed in accordance with an option selected by the member, either as a lump sum or pursuant to other options authorized by the Employee retirement Benefits Board.

Each biennium, the State Pension Funding Council adopts Plan I employer contribution rates, Plan II employer and employee contribution rates, and Plan III employer contribution rates. Employee contribution rates for Plan I are established by legislative statute, at 6 percent, and do not vary from year to year. The employer and employee contribution rates for Plan II and the employer contribution rate for Plan III are developed by the Office of State Actuary to fully fund the Plan II and the defined benefit portion of Plan III. All employers are required to contribute at the level established by the Legislature. PERS Plan III defined contribution is a non-contributing plan for employers. Employees who participate in the defined contribution portion of PERS Plan III do not contribute to the defined benefit portion of PERS Plan III. The Employee Retirement Benefits Board sets Plan III employee contribution rates. Six rate options are available ranging from 5 to 15 percent; two of the options are graduated rates dependent on the employee's age. The methods used to determine the contribution rates are established under state statute in accordance with chapters 41.40 and 41.45 of the RCW.

The county's contribution rates, as a percentage of covered payrolls, as of December 31, 2011 were:

	PERS Plan I	PERS Plan II	PERS Plan III
Employer*	7.25%	7.25%	**7.25%
Employee	6.00%	4.64%	***

\*The employer rates include the employer administration expense fees currently set at 0.16.

\*\*Plan III defined benefit portion only.

\*\*\*Variable from 5.0% minimum to 15.0% maximum based on rate selected by the PERS III member.

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

Both the county and its employees made the required contributions. The county's required contributions for the years ended December 31 were as follows:

Year	PERS Plan I	PERS Plan II	PERS Plan III
2011	\$ 61,272	\$ 908,538	\$ 112,273
2010	\$ 70,021	\$ 797,660	\$ 107,367
2009	\$ 69,706	\$ 1,044,569	\$ 161,630

**B. Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF) Plans I & II**

LEOFF is a cost-sharing multiple-employer defined benefit pension plan. Membership includes all full-time, fully compensated, local law enforcement officers and fire fighters. Retirement benefits are financed from employee and employer contributions, investment earnings, and state contributions. LEOFF is comprised solely of non-state employees.

The LEOFF system contains two plans. Participants who joined the system by September 30, 1977, are Plan I members. Those who joined thereafter are enrolled in Plan II. Retirement benefits are vested after completion of five years of eligible service.

Plan I participants are eligible to retire with five years of service at age 50. The benefit per year of service is as follows: with a cost-of-living allowance granted, capped at 3 percent annually:

Term of Service	Percent of Final Average
20 or more years	2.0
10 but less than 20 years	1.5
5 but less than 10 years	1.0

Plan II participants are eligible to retire at the age of 50 with 20 years of service or at 53 with five years of service. Retirement benefits prior to age 55 are actuarially reduced. The benefit is 2% of average salary per year of service. The average salary is based on the highest 5-year period. There is no cap on years of service credit and a cost-of-living allowance is included, capped at 3% annually.

Starting on July 1, 2000, Plan I employers and employees will contribute zero percent as long as the plan remains fully funded. Employer and employee contribution rates are developed by the Office of the State actuary to fully fund the plan. Plan II employers and employees are required to pay at the level adopted by the Department of Retirement systems in accordance with 41.45 RCW. All employers are required to contribute at the level required by state law. The Legislature, by means of a special funding arrangement, appropriated money from the state General Fund to supplement the current service liability of Plan II and to fund the prior service cost of Plan I in accordance with the

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

requirements of the Pension Funding Council. However, this special funding situation is not mandated by the state constitution and this funding requirement could be returned to the employers by a change of statute. The methods used to determine the contribution rates are established under state statute in accordance with chapters 41.26 and 41.45 RCW.

The county's December 31, 2011 contribution rates expressed as a percentage of covered payroll were:

	LEOFF Plan I	LEOFF Plan II
Employer	.16%	5.24%
Employee	0%	8.46%

The employer rates include administrative expense fees currently set at 0.16%.

Both the county and its employees made the required contributions. The county's required contributions for the years ended December 31, were:

Year	LEOFF Plan I	LEOFF Plan II
2011	\$ -	\$ 120,115
2010	\$ -	\$ 120,631
2009	\$ -	\$ 125,051

C. Public Safety Employees' Retirement Systems (PSERS) Plan II

PSERS II is a cost-sharing multiple-employer defined benefit pension plan. Membership includes certain public employees whose jobs contain a high degree of physical risk to their own personal safety, but who are not eligible for LEOFF retirement. Members of PERS II and III who were employed full time by a PSERS II employer and who met PSERS II criteria could elect by September 30, 2006 to join PSERS II. Absent such election, they would remain in PERS II or III. Employees hired on or after July 1, 2006 by a PSERS employer who meet PSERS II requirements will become PSERS II members. Retirement benefits are financed from employee and employer contributions and from investment earnings.

PSERS members are eligible to retire at age 65 with five years of service or at age 60 with ten years of service. Members with 20 years of service can retire between ages 53 and 60 with benefit reductions of 3% for each year before 60. The benefit is 2% of annual salary for each credited year of service such salary calculated as the average of the 60 highest paid consecutive credited months. There is no cap on years of service credit and a cost-of-living allowance is included, capped at 3% annually.

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

In 2011 required contributions to PSERS by employees and the County began at 6.55% and 7.85% and increased to 6.36% and 8.86% of employee pay, respectively.

The county's required contributions for the years ended December 31, were:

Year	PSERS Plan II
2011	\$ 73,162
2010	\$ 67,031
2009	\$ 78,414

NOTE 8 - DEFERRED COMPENSATION PLAN, RETIREMENT HEALTH SAVINGS PLAN

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. This plan is independently administered, available to all employees and permits deferring a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or unforeseeable emergency.

As of December 31, 2011, the value of the Deferred Compensation Plan & Trust was \$10,314,651. The County also has a 401(a) Plan that has trust reserves of \$5,674,259.

In 2002 the County instituted a Retirement Health Savings Plan in which participants can make a one-time irrevocable election to divert a percentage of their salaries into individual accounts administered by an independent trustee for the purpose of paying their and their dependent's medical costs upon retirement or other separation from county employment. As of December 31, 2011 the balances of these accounts totaled \$363,820. In 2006 the administrator of the Retirement Health Savings Plan advised the County that the plan was under review by the Internal Revenue Service. In 2007 the administrator and the Internal Revenue Service reached agreement materially changing provisions of the plan that the administrator could offer to the County. In response the County elected to close its plan to new contributions as of December 31, 2007. The plan will remain active until all of its assets have been distributed to participants or their dependents under the terms of the plan.

NOTE 9 - RISK MANAGEMENT

A. Liability Risk Pool

Clallam County is a member of the Washington Counties Risk Pool ("Pool"). Chapter 48.62 RCW authorizes the governing body of two or more governmental entities to form together into or join a pool or organization for the joint purchasing of insurance, and/or joint self-insuring and/or joint hiring or contracting for risk management services to the same extent that they may individually purchase insurance, self-insure or hire or contract for risk management services. An agreement to form a pooling arrangement was made

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

pursuant to the provisions of Chapter 39.34 RCW, the Interlocal Cooperation Act. The Pool was formed on August 18, 1988 when several 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 related administrative services. Thirty counties have belonged to the Pool at some point since its inception, and twenty seven counties were members at December 31, 2011. The Pool is overseen by the State Risk Manager and is subject to annual audit by the State Auditor.

The Pool currently carries \$20 million (with another \$5 million optional) of joint liability coverage on a “per occurrence” basis for third-party bodily injury, personal injury, property damage, errors and omissions, and advertising injury, and includes public officials’ errors and omissions. Annually, members select a per occurrence deductible amount of \$10,000, \$25,000, \$50,000, \$100,000, \$250,000 or \$500,000. Clallam County has selected a \$100,000 deductible and purchases the additional \$5 million coverage. The initial \$10 million of coverage, less the retention (the greater of the member’s deductible or \$100,000), is fully reinsured. The remaining insurance, up to \$15 million, is acquired as “following form” excess insurance. There are no aggregate limits to the payments made for any one member county or all member counties combined.

Property insurance, with composite limits of \$500 million for normal (“All Other Perils”) coverage and \$250 million for catastrophe coverage and participant deductibles between \$5,000 and \$50,000, is also available through the Pool as an individual county option. Covered property includes structures, vehicles, mobile equipment, and EDP equipment. Participants are responsible for their claims’ deductibles. The insurers are responsible for covered losses exceeding the participant deductibles to the maximum limits of the policy. Clallam County participates in this property insurance with a \$5,000 deductible.

Pool member counties are required to timely submit their third-party liability claims to the Pool which are then managed by the Pool’s staff. This management includes establishing reserves for both reported and unreported covered events, as well as estimates of the undiscounted future cash payments for losses and related claims adjustment expenses. Because the Washington State Counties Risk Pool is a cooperative program, there is joint liability among the participating members at such times as the Pool’s assets are insufficient to cover the Pool’s liabilities. Deficits resulting from any Pool fiscal year are financed by proportional reassessments against that year’s member counties. As of December 31, 2011, the Pool has no reassessments receivable balance.

Each new member pays the Pool an admittance fee. This amount covers the member’s share of organizational expenses and the cost of analyzing their loss data and risk profile. Members contract to remain in the Pool for a minimum of five years, and may terminate their memberships at the conclusion of any Pool fiscal year if the county timely files the required twelve months’ notice. The Interlocal Governmental Agreement is renewed automatically each year after the initial 5-year period. Even after termination, a member is still responsible for contributions to the Pool for any unresolved, unreported, and in-

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

process claims for the period it was a signatory to the Interlocal Governmental Agreement.

The Pool is fully funded by its member participants. Claims are filed by members and handled by the Pool's claims staff. Reserves are established for both reported and unreported insured events and include estimates of the undiscounted future cash payments of losses and related claim adjustment expenses.

The Pool is administered by a board of directors which is comprised of one designated representative from each participating member. An executive committee is elected from the member-designated directors and alternate directors at the annual meeting. Also at the annual meeting, the Pool's officers (president and secretary-treasurer) are elected from the executive committee persons. The officers and the executive committee are responsible for conducting the business affairs of the Pool.

See Note 11 - Claims and Judgments for discussion of claims liabilities against the County as of December 31, 2011.

**B. Unemployment and Workers Compensation**

The county has elected to partially self insure its risk for unemployment and worker's compensation claims. The county is responsible for losses up to \$350,000 per occurrence. Losses in excess of \$350,000 are insured by private insurance companies to the specific statutory excess limit, except that losses for law enforcement and marine cases which have \$500,000 self coverage per the Jones Act.

Independent claims manager's process claims. Based on the claims managers' estimates, the county's liability for possible losses at December 31, 2011 was as follows:

Unemployment	\$ 92,247
Workers' Compensation	\$ 885,000

The county is required by the State to set aside \$250,000 in cash reserves for protection to the Workers' Compensation Fund. Clallam County reserves exceed that requirement.

Claims' settlements and loss expenses are accrued in the Workers' Compensation Claims and Risk Management funds for the estimated settlement value of both reported and unreported claims up to the statutory excess limit. These funds are responsible for collecting interfund premiums from insured funds and departments, for paying claims settlements and for purchasing certain insurance policies. Interfund premiums are assessed on the basis of claims experience and are reported as revenues and expenses. Unemployment insurance claims are anticipated by a budgeted expense in the General Fund.

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

NOTE 10 - SHORT-TERM DEBT

The County has no short term debt outstanding as of December 31, 2011.

NOTE 11 - CLAIMS AND JUDGMENTS

Clallam County is named as the defendant in several legal actions. Claims and/or costs and fees, which are reasonably possible at December 31, 2011, are estimated by the Washington Counties Risk Pool to be \$1,067,756. Reserves within the Risk Management Funds exceed this requirement. See Note 9 - Risk Management for a description of the Public Entity Risk Pool. In the opinion of county management, the county's insurance policies and self-insurance reserves are adequate to pay known and pending claims.

NOTE 12 - COMMITMENTS

None at December 31, 2011.

NOTE 13 – SEGMENT INFORMATION

The county had no reportable segments as of December 31, 2011.

NOTE 14 - JOINT VENTURES

None at December 31, 2011.

NOTE 15 – LEOFF MEDICAL COSTS

Under the terms of LEOFF I, the county pays all the medical costs of its current and retired LEOFF I employees. This totaled \$66,631 in 2011 for ten retired employees. In addition, the county paid \$18,008 in medical insurance premiums for six of these retired employees in 2011. Only LEOFF I employees are eligible for this benefit.

NOTE 16 - CLOSURE AND POSTCLOSURE CARE COST

None at December 31, 2011.

NOTE 17 - OTHER DISCLOSURES

A. Prior Period Adjustment

There were no prior period adjustments in the year ended December 31, 2011.

Clallam County  
Notes to Financial Statements  
For the Year Ended December 31, 2011

B. Accounting and Reporting Changes

There were no material changes in accounting principles or accounting estimates in the year ended December 31, 2011.

C. William Shore Memorial Pool

The William Shore Memorial Pool District was created in 2009 to operate a municipal pool that was previously run by the City of Port Angeles. During 2010, Clallam County entered into an agreement with the Pool District to purchase the Pool District's registered warrants until June 1, 2014 on a revolving basis and up to a limit of \$750,000 outstanding at any time. These registered warrants totaled \$142,958 at December 31, 2011 which is shown netted against cash in the Pool District's accounts in these financial statements. As of December 31, 2011, the Pool district was not in compliance with its repayment terms under this agreement and is unable to sell additional warrants to the County until such time as this event of non-compliance is cured.

Clallam County  
 Schedule of Liabilities  
 For the Year Ended December 31, 2011

ID. No.	Description	Maturity/Payment Due Date	Balance 12/31/2010	Additions	Reductions	Balance 12/31/2011	BARS Code for Debt Redemption
263.81	Washington State CERB Loan	Annual payments through 2025	\$ 668,206	\$ -	\$ 41,511	\$ 626,695	591.52.00.0000
259.11	Compensated Absenses	n/a	2,371,748	115,328	-	2,487,076	

CLALLAM COUNTY, WASHINGTON  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For Year Ended December 31, 2011

1 Federal Agency Name / Pass-Through Agency Name	2 Federal Program Name	3 CFDA #	4 Other ID Number	5 Expenditures		6 Foot-note Ref
				From Pass-Through Awards	From Direct Awards	
Dept of Agriculture / WA State Office of the Superintendent of Public Instruction	National School Lunch Program	10.555	05-121-9761	37,128		37,128
Dept of Agriculture / WA State Dept of Health	Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	C14942	275		
Dept of Agriculture / Olympic National Forest	Cooperative Forestry Assistance	10.664	10-PA-11060900-024	79,768		261,031
Dept of Agriculture	Schools and Roads Grants to States - Title I	10.665	Title I		775,881	775,881 *
Dept of Agriculture / Olympic National Forest	Schools and Roads Grants to States - Title II	10.665	08-PA-11060900-003	62,224		62,224
Dept of Agriculture	Schools and Roads Grants to States - Title III	10.665	Title III		18,256	18,256
Dept of Agriculture	Schools and Roads Grants to Counties	10.666	07-CA-11060900-029		122	122
Dept of Commerce / State of WA Dept of Ecology	Coastal Zone Management Administration	11.419	G1000003	120,536		
			G1200004	23,578		
				144,114		144,114
Dept of Commerce / WA State Recreation and Conservation Office	Pacific Coast Salmon Recovery / Pacific Coast Salmon Treaty Program	11.438	09-1503N	129,341		
			09-1504N	25,211		
			11-1486P	27,187		
			11-1487P	16,522		
				198,261		198,261
Dept of Homeland Security / WA State Military Dept	Public Safety Interoperable Communications Grant Program	11.555	E08-356	3,529,686		3,529,686 *
Dept of the Interior / National Fish and Wildlife Foundation	Fish and Wildlife Management Assistance	15.608	2010-0060-049	1,686		1,686
Dept of the Interior / WA State Dept of Fish and Wildlife	Coastal Wetlands Planning, Protection, and Restoration Act	15.614	05-1296	66,287		
			05-1296	19,192		
				85,479		85,479
Dept of Justice / WA State Patrol	Domestic Cannabis Eradication/Suppression	16.000	C100837FED	1,588		1,588
Dept of Justice / WA State Dept of Social and Health Services	Juvenile Accountability Block Grants	16.523	0663-99177	10,580		10,580
Dept of Justice / WA State Dept of Commerce	Crime Victim Assistance	16.575	S11-31102-504	24,592		24,592
Dept of Justice / WA State Dept of Commerce	Violence Against Women Formula Grants	16.588	F09-31103-137	8,899		8,899

CLALLAM COUNTY, WASHINGTON  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For Year Ended December 31, 2011

1 Federal Agency Name / Pass-Through Agency Name	2 Federal Program Name	3 CFDA #	4 Other ID Number	5 Expenditures		6 Foot-note Ref
				From Pass-Through Awards	From Direct Awards	
Dept of Justice	State Criminal Alien Assistance Program	16.606	2011-AP-BX-0054	3,173	3,173	
Dept of Justice / WA State Dept of Commerce	Public Safety Partnership and Community Policing Grants	16.710	M08-66100-105 WSMI 09104	8,495 18,525		
Dept of Justice	Edward Byrne Memorial Justice Assistance Grant Program	16.738	2009-DJ-BX-1354	27,020	27,020	
Dept of Justice / WA State Dept of Commerce	ARRA Edward Byrne Memorial Justice Assistance Grant	16.804	M09-34021-005 M10-34021-005	111,584 138,506 250,090		
Dept of Justice	ARRA Edward Byrne Memorial Justice Assistance Grant	16.804	2009-SB-B9-2961		28,216	28,216 6
Dept of Transportation / WA State Dept of Transportation	Highway Planning and Construction	20.205	SB-WASB (805) / LA7005 BHS-0054(002) / LA7394 TCSP 008 / LA5358 STRP-05 / LA6760 ER0801(134) / LA7214 STPR-2005(078) / LA7259	47,222 9,747 12,090 872,464 5,370 363		947,256 2
Dept of Transportation / WA Assoc of Sheriffs and Police Chiefs Dept of Transportation / WA Traffic Safety Commission	State and Community Highway Safety	20.600	N/A N/A	1,400 830		
Dept of Transportation / WA Traffic Safety Commission	Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	N/A	2,230 1,984		2,230 1,984
Dept of Transportation / WA Traffic Safety Commission	Occupant Protection Incentive Grants	20.602	N/A	208		208
Environmental Protection Agency	Puget Sound Watershed Management Assistance	66.120	PO-00108801-0		358,067	358,067 *
Environmental Protection Agency / WA State Dept of Health	Puget Sound Action Agenda: Technical Investigations Assistance Program	66.123	C14942	3,975		3,975
Environmental Protection Agency	Targeted Watershed Grants	66.439	WS- 96074701-0		155,485	155,485
Environmental Protection Agency / State of WA Dept of Ecology	Nonpoint Source Implementation Grants	66.460	G0900091	25,862		25,862 2,4
Environmental Protection Agency / WA State Dept of Health	Capitalization Grants for Drinking Water State Revolving Funds	66.468	C14942	3,500		

CLALLAM COUNTY, WASHINGTON  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For Year Ended December 31, 2011

1 Federal Agency Name / Pass-Through Agency Name	2 Federal Program Name	3 CFDA #	4 Other ID Number	5 Expenditures		6 Foot-note Ref
				From Pass-Through Awards	From Direct Awards	
			C14942	2,091 5,591		5,591
Environmental Protection Agency / WA State Dept of Health	Beach Monitoring and Notification Program Implementation Grants	66.472	C14942	8,000		8,000
Dept of Energy / WA State Dept of Commerce	ARRA Energy Efficiency and Conservation Block Grant Program	81.128	F10-52110-159	39,746		39,746
Dept of Education / WA State Dept of Commerce	Safe and Drug Free Schools and Communities - State Grants	84.186B	M08-66100-105	13,925		13,925
Election Assistance Commission / State of WA Office of the Secretary of State	Help America Vote Act Requirements Payments	90.401	G2830	3,534		3,534
Dept of Health and Human Services / WA State Dept of Health	Public Health Emergency Preparedness	93.069	C14942	254		
			C14942 C14942 C14942	3,294 61,598 31,267		96,413
Dept of Health and Human Services / WA State Dept of Health	Maternal and Child Health Federal Consolidated Programs	93.110	C14942	70,777		70,777
Dept of Health and Human Services / WA State Dept of Social and Health Services	Substance Abuse and Mental Health Services of Regional and National Significance	93.243	1163-24766	23,570		23,570
Dept of Health and Human Services / WA State Dept of Health	Immunization Grants	93.268	C14942	6,200		
			C14942 Vaccine in Lieu of Cash	28,251 80,457		
Dept of Health and Human Services	Drug Free Communities Support Program Grants	93.276	5H9SP017065-02	114,908	303	114,908
			N/A		144,860 145,163	145,163
Dept of Health and Human Services / WA State Dept of Social and Health Services	Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	0963-68024	43		43
Dept of Health and Human Services / WA State Dept of Social and Health Services	Child Support Enforcement	93.563	2110-80577	149,430		
			0763-15052-01 0763-15052-01	31,324 34,712		215,466
Dept of Health and Human Services / State of WA Office of the Secretary of State, Elections Division	Voting Access for Individuals with Disabilities Grants to States	93.617	N/A	1,914		1,914

CLALLAM COUNTY, WASHINGTON  
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
 For Year Ended December 31, 2011

1 Federal Agency Name / Pass-Through Agency Name	2 Federal Program Name	3 CFDA #	4 Other ID Number	5 Expenditures		6 Foot-note Ref				
				From Pass-Through Awards	From Direct Awards		Total			
Dept of Health and Human Services / WA State Dept of Social and Health Services	Medical Assistance Program	93.778	02-68MAA  N/A 0963-53322-01 0763-20239 & 0963-68024	10,597  11,820 63,916 117,720 204,053		204,053  1,875  44,252  162,501  29,834  40,766 378,227  24,294  225,738 30,841 256,579 4,589 29,851 206,801 64,199 41,669 347,109	1,875  44,252  162,501  40,766 378,227  24,294  256,579  29,851 206,801 64,199 41,669 347,109		4	
Dept of Health and Human Services / WA State Dept of Health	National Bioterrorism Hospital Preparedness Program	93.889	C14942	1,875		1,875				
Dept of Health and Human Services / Clark County Public Health	HIV Care Formula Grants	93.917	HDC 268 & HDC293	44,252		44,252				
Dept of Health and Human Services / WA State Dept of Social and Health Services	Block Grants for Prevention and Treatment of Substance Abuse	93.959	0763-20239 & 0963-68024	162,501		162,501				4
Dept of Homeland Security / WA State Parks and Recreation Commission	Boating Safety Financial Assistance	97.012	LE911-202	29,834						
Dept of Homeland Security / WA State Military Dept	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	1817-DR-WA D09-011	378,227		40,766 378,227		40,766		*
Dept of Homeland Security / WA State Military Dept	Emergency Management Performance Grants	97.042	E10-247	24,294				24,294		
Dept of Homeland Security / Marine Exchange of Puget Sound	Port Security Grant Program	97.056	2010-PU-TO-K033-1J4 2010-PU-TO-K033-1J3	225,738 30,841						
Dept of Homeland Security / WA State Military Dept	Homeland Security Grant Program	97.067	K692 E12-133 E10-297 E09-137 E10-102	4,589 29,851 206,801 64,199 41,669 347,109				256,579		
<b>Total Federal Awards Expended</b>				<b>\$7,757,204</b>	<b>\$1,489,437</b>	<b>\$9,246,641</b>				

CLALLAM COUNTY  
Notes to Schedule 16  
For the Year Ended December 31, 2011

Note 1 - Basis of Accounting

The Schedule of Financial Assistance is prepared on the same basis as the county's financial statement. The county uses a cash accounting basis.

Note 2 - Program Costs

The amounts shown as current year expenditures represent only federal/state/local grant portion of the program cost. Entire program cost, including the county's portion may be more than shown. An asterisk (\*) marks awards over \$300,000.

Note 3 - Noncash Awards

The amount of Vaccine reported on the schedule is the value of vaccine distributed by the county during current year and priced as prescribed by Federal and State Agencies.

Note 4 - Amounts Awarded to Subrecipients

Included in the total amount expended for this program is money that was passed through to a subrecipient that administered its own project.

Note 5 - Prior Year Expenses

Note 6 - American Recovery and Reinvestment Act (ARRA) of 2009

Expenditures for this program were funded by ARRA.



## **ABOUT THE STATE AUDITOR'S OFFICE**

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The State Auditor's Office is established in the state's Constitution and is part of the executive branch of state government. The State Auditor is elected by the citizens of Washington and serves four-year terms.

Our mission is to work with our audit clients and citizens as an advocate for government accountability. As an elected agency, the State Auditor's Office has the independence necessary to objectively perform audits and investigations. Our audits are designed to comply with professional standards as well as to satisfy the requirements of federal, state, and local laws.

The State Auditor's Office employees are located around the state to deliver services effectively and efficiently.

Our audits look at financial information and compliance with state, federal and local laws on the part of all local governments, including schools, and all state agencies, including institutions of higher education. In addition, we conduct performance audits of state agencies and local governments and fraud, whistleblower and citizen hotline investigations.

The results of our work are widely distributed through a variety of reports, which are available on our Web site and through our free, electronic subscription service.

We take our role as partners in accountability seriously. We provide training and technical assistance to governments and have an extensive quality assurance program.

**State Auditor**  
**Chief of Staff**  
**Deputy Chief of Staff**  
**Chief Policy Advisor**  
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