

# **Washington State Auditor's Office**

## **Accountability Audit Report**

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### **City of Everett Industrial Development Corporation Snohomish County**

Report Date  
**June 19, 2014**

**Report No. 1012254**

Issue Date  
**July 21, 2014**



**Washington State Auditor  
Troy Kelley**

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Independence • Respect • Integrity



## Washington State Auditor Troy Kelley

July 21, 2014

Executive Board  
City of Everett Industrial Development Corporation  
Everett, Washington

### ***Report on Accountability***

We appreciate the opportunity to work in cooperation with your Corporation to promote accountability, integrity and openness in government. The State Auditor's Office takes seriously our role to advocate for government accountability and transparency and to promote positive change.

Please find attached our report on the City of Everett Industrial Development Corporation's internal controls and compliance. This report will also be published on our website at [www.sao.wa.gov](http://www.sao.wa.gov) as a matter of public record. Our audit was performed under the authority of state law (RCW 43.09.260) and included procedures we considered necessary under the circumstances.

Thank you for working with us to ensure the efficient and effective use of public resources.

Sincerely,

**TROY KELLEY**  
STATE AUDITOR

# **Audit Summary**

## **City of Everett Industrial Development Corporation Snohomish County June 19, 2014**

### ***ABOUT THE AUDIT***

This report contains the results of our independent accountability audit of the City of Everett Industrial Development Corporation from January 1, 2011 through December 31, 2013.

The objective of our audit was to evaluate the adequacy of the Corporation's internal controls to safeguard public resources and the Corporation's compliance with state law and its own policies. In keeping with general auditing practices, we did not review every aspect of the Corporation's internal controls and compliance. Instead, our review focused on areas representing the highest risk of misappropriation, misuse or noncompliance.

Our report is addressed to the governing body and management of the Corporation. However, this report is a matter of public record and its distribution is not limited.

### ***RESULTS***

In the areas we examined, the Corporation's internal controls were adequate to safeguard public assets. The Corporation also complied with state laws and its own policies in the areas we examined.

However, we noted certain matters that we communicated to the Corporation. We appreciate the Corporation's commitment to resolving those matters.

## **Description of the Corporation**

### **City of Everett Industrial Development Corporation Snohomish County June 19, 2014**

#### ***ABOUT THE CORPORATION***

The City of Everett Industrial Development Corporation is a nonprofit corporation established in 2004 for the purpose of issuing tax-exempt, nonrecourse revenue bonds to finance industrial development within the corporate boundaries of the city of Everett. In 2004 the Corporation issued bonds to Kimberly-Clark. In 2012 the bonds were paid in full.

The Corporation's governing body is composed of the city of Everett Council Members and Mayor, who serves as ex officio. The Corporation's account balances and transactions are included in the city's financial statements as a special revenue fund.

#### ***CORPORATION CONTACT INFORMATION***

Address: City of Everett Industrial Development Corporation  
3002 Wetmore  
Everett, WA 98201

Phone: 425-257-8604



## **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.

We 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.

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