



Washington State Auditor's Office

Troy Kelley

Integrity • Respect • Independence

Financial Statements and Federal Single Audit Report

Walla Walla County Conservation District

For the period January 1, 2013 through December 31, 2013

Published September 15, 2014

Report No. 1012539





Washington State Auditor
Troy Kelley

September 15, 2014

Board of Supervisors
Walla Walla County Conservation District
Walla Walla, Washington

Report on Financial Statements and Federal Single Audit

Please find attached our report on the Walla Walla County Conservation District's financial statements and compliance with federal laws and regulations.

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

Sincerely,

TROY KELLEY
STATE AUDITOR

Table of Contents

**Walla Walla County Conservation District
Walla Walla County
January 1, 2013 through December 31, 2013**

| | |
|--|----|
| Federal Summary | 4 |
| Independent Auditor's Report On Internal Control Over Financial Reporting And On Compliance And Other Matters Based On An Audit Of Financial Statements Performed In Accordance With Government Auditing Standards | 6 |
| Independent Auditor's Report On Compliance For Each Major Federal Program And On Internal Control Over Compliance In Accordance With OMB Circular A-133 | 8 |
| Independent Auditor's Report On Financial Statements | 11 |
| Financial Section..... | 14 |
| About The State Auditor's Office..... | 23 |

Federal Summary

Walla Walla County Conservation District January 1, 2013 through December 31, 2013

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

FINANCIAL STATEMENTS

An unmodified 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 District.

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 unmodified opinion on the District'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> |
|-----------------|---|
| 15.507 | WaterSMART (Sustaining and Manage America's Resources for Tomorrow) |
| 81.57872 | BPA Fish and Wildlife Program |

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

The District did not qualify 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 Based on an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards*

**Walla Walla County Conservation District
January 1, 2013 through December 31, 2013**

Board of Supervisors
Walla Walla County Conservation District
Walla Walla, Washington

We have audited, 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, the financial statements of the Walla Walla County Conservation District, Walla Walla County, Washington, as of and for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the District's financial statements, and have issued our report thereon dated September 9, 2014.

We issued an unmodified opinion on the fair presentation of the District's financial statements in accordance with its regulatory basis of accounting. We issued an adverse opinion on the fair presentation with regard to accounting principles generally accepted in the United States of America (GAAP) because the financial statements are prepared by the District using accounting practices prescribed or permitted by Washington State statutes and the State Auditor's *Budgeting, Accounting and Reporting System* (BARS) manual described in Note 1, which is a basis of accounting other than GAAP. The effects on the financial statements of the variances between the basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit of the financial statements, we considered the District's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances 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 District's internal control. Accordingly, we do not express an opinion on the effectiveness of the District's internal control.

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 District's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

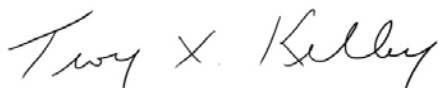
COMPLIANCE AND OTHER MATTERS

As part of obtaining reasonable assurance about whether the District's financial statements are free from material misstatement, we performed tests of the District'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*.

PURPOSE OF THIS REPORT

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the District's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control and compliance. Accordingly, this communication is not suitable for any other purpose. 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.



TROY KELLEY
STATE AUDITOR

September 9, 2014

Independent Auditor's Report on Compliance for Each Major Federal Program and on Internal Control over Compliance in Accordance with OMB Circular A-133

**Walla Walla County Conservation District
January 1, 2013 through December 31, 2013**

Board of Supervisors
Walla Walla County Conservation District
Walla Walla, Washington

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM

We have audited the compliance of the Walla Walla County Conservation District, Walla Walla 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, 2013. The District's major federal programs are identified in the accompanying Federal Summary.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the District's major federal programs based on our audit of the types of compliance requirements referred to above. 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 District'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 on compliance for each major federal program. Our audit does not provide a legal determination on the District's compliance.

Opinion on Each Major Federal Program

In our opinion, the District complied, in all material respects, with the types of 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, 2013.

REPORT ON INTERNAL CONTROL OVER COMPLIANCE

Management of the District is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the District's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program in order to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program 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 District's internal control over compliance.

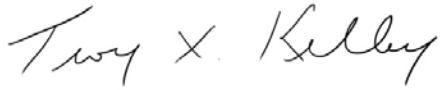
A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement 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. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

PURPOSE OF THIS REPORT

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose. 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 cursive script that reads "Troy X. Kelley".

TROY KELLEY
STATE AUDITOR

September 9, 2014

Independent Auditor's Report on Financial Statements

Walla Walla County Conservation District January 1, 2013 through December 31, 2013

Board of Supervisors
Walla Walla County Conservation District
Walla Walla, Washington

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the Walla Walla County Conservation District, Walla Walla County, Washington, for the year ended December 31, 2013, and the related notes to the financial statements, which collectively comprise the District's financial statements, as listed on page 14.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of Washington State statutes and the *Budgeting, Accounting and Reporting System* (BARS) manual prescribed by the State Auditor described in Note 1. This includes determining that the basis of accounting is acceptable for the presentation of the financial statements in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express 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 from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the District's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the District's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting

estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Unmodified Opinion on Regulatory Basis of Accounting (BARS Manual)

As described in Note 1, the Walla Walla County Conservation District has prepared these financial statements using accounting practices prescribed or permitted by Washington State statutes and the State Auditor's *Budgeting, Accounting and Reporting System* (BARS) manual. Those accounting practices differ from accounting principles generally accepted in the United States of America (GAAP). The differences in these accounting practices are also described in Note 1.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position and results of operations of the Walla Walla County Conservation District, for the year ended December 31, 2013, on the basis of accounting described in Note 1.

Basis for Adverse Opinion on U.S. GAAP

Auditing standards issued by the American Institute of Certified Public Accountants (AICPA) require auditors to formally acknowledge when governments do not prepare their financial statements, intended for general use, in accordance with GAAP. The effects on the financial statements of the variances between GAAP and the accounting practices the District used, as described in Note 1, although not reasonably determinable, are presumed to be material. As a result, we are required to issue an adverse opinion on whether the financial statements are presented fairly, in all material respects, in accordance with GAAP.

Adverse Opinion on U.S. GAAP

The financial statements referred to above were not intended to, and in our opinion they do not, present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Walla Walla County Conservation District, as of December 31, 2013, or the changes in financial position or cash flows for the year then ended, due to the significance of the matter discussed in the above "Basis for Adverse Opinion on U.S. GAAP" paragraph.

Other Matters

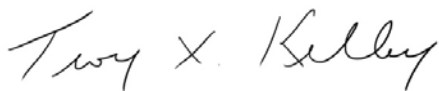
Supplementary and Other Information

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 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.

OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS

In accordance with *Government Auditing Standards*, we have also issued our report dated September 9, 2014 on our consideration of the District'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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the District's internal control over financial reporting and compliance.



TROY KELLEY
STATE AUDITOR

September 9, 2014

Financial Section

Walla Walla County Conservation District January 1, 2013 through December 31, 2013

FINANCIAL STATEMENTS

Fund Resources and Uses Arising from Cash Transactions – 2013
Notes to the Financial Statements – 2013

SUPPLEMENTARY AND OTHER INFORMATION

Schedule of Liabilities – 2013
Schedule of Expenditures of Federal Awards – 2013
Notes to the Schedule of Expenditures of Federal Awards – 2013

FUND RESOURCES AND USES ARISING FROM CASH TRANSACTIONS

For the Year Ended December 31, 2013

| BARS Code | | 001 General Fund |
|---|----------------------------------|------------------|
| Beginning Cash and Investments | | |
| 30810 | Beg Fund Bal-Reserved | 0 |
| 30880 | Beg Fund Bal-Unreserved | 104,782 |
| 38800/58800 | Prior Period Adjustments, net | 0 |
| Operating Revenues | | |
| 330 | Intergovernmental Revenues | 6,287,439 |
| 340 | Charges for Goods and Services | 44,071 |
| 350 | Fines & Penalties | 0 |
| 360 | Miscellaneous Revenues | 103,670 |
| Total Operating Revenues: | | 6,435,180 |
| Operating Expenditures | | |
| 550 | Natural and Economic Environment | 6,315,602 |
| 598 | Intergovernmental Payments | 0 |
| Total Operating Expenditures: | | 6,315,602 |
| Net Operating Increase (Decrease): | | 119,578 |
| Nonoperating Revenues | | |
| 370, 380, 395, 398 | Other Financing Sources | 0 |
| 391-393 | Debt Proceeds | 0 |
| Total Nonoperating Revenues: | | 0 |
| Nonoperating Expenditures | | |
| 580, 596, 599 | Other Financing Uses | 0 |
| 591-593 | Debt Service | 0 |
| 594-595 | Capital Expenditures | 0 |
| Total Nonoperating Expenditures: | | 0 |
| Increase (Decrease) in Cash and Investments | | 119,578 |
| Ending Cash and Investments | | |
| 50810 | End Fund Bal-Reserved | 0 |
| 50880 | End Fund Balance-Unreserved | 224,360 |

The accompanying notes are an integral part of this Statement.

Walla Walla Conservation District
NOTES TO THE FINANCIAL STATEMENTS
For the year ending December 31, 2013

NOTE 1 - SUMMARY OF ACCOUNTING POLICIES

The Walla Walla County Conservation District was incorporated on December 18, 1961, and operates under the laws of the state of Washington applicable to a conservation district.

a. Reporting Entity

The Walla Walla County Conservation District is a special purpose government and implements programs to encourage conservation practices, technical assistance as related to implementing conservation practices, and education on the conservation of the natural resources of the county to the general public. The District is supported primarily through local, state and federal grants.

b. Basis of Accounting

The accounting records of the Walla Walla County Conservation District are maintained in accordance with methods prescribed by the State Auditor under the authority of Chapter 43.09 RCW. The Walla Walla County Conservation District uses the *Budgeting, Accounting and Reporting System for Conservation Districts in the State of Washington*.

The accounts of the Walla Walla County Conservation District are maintained on the basis of funds. For reporting purposes, the activities of all the Walla Walla County Conservation District's funds are combined.

The Walla Walla County Conservation District uses the cash basis of accounting where revenues are recognized only when received and expenses are recognized when paid.

c. Cash

It is the Walla Walla County Conservation District's policy to invest all temporary cash surpluses. The amount is included on the statement of resources and uses arising from cash transactions as net cash and investments.

Cash Balances

December 31, 2013 Balance

| | |
|---------------------|-----------------------------|
| Operating Account 1 | \$ 42,956.50 |
| Operating Account 2 | <u>\$162,8283.11</u> |
| Total | \$ <u>205,784.61</u> |

d. Deposits

The Walla Walla County Conservation District deposits (and certificates of deposit) are covered by the Federal Deposit Insurance Corporation.

e. Capital Assets

Major expenses for capital assets, including capital leases and major repairs that increase useful lives, are recorded as expenses when purchased. There is no capitalization of capital assets, nor allocation of depreciation expense. Inventory is expensed when purchased. Maintenance, repairs, and minor renewals are accounted for as expenses when paid. Donations by customers are recorded at the contract price or donor cost or appraised value.

f. Compensated Absences

Vacation pay may be accumulated to a maximum of 240 hours and is paid out upon separation or retirement. Sick leave may accumulate to a maximum of 420 hours. Upon separation or retirement, employees do not receive payment for unused sick leave. Sick leave can only be used for paid time off for the illness of the employee or a family member in accordance with applicable regulations.

NOTE 2 - INVESTMENTS

The Walla Walla County Conservation District's investments are insured, registered or held by the District or its agent in the District's name. Investments by type at December 31, 2013 are as follows:

| <i>Type of Investment</i> | <i>2013 Balance</i> |
|---|---------------------|
| 6 month money market certificate of deposit | <u>\$ 18,575.57</u> |
| <i>Total</i> | <u>\$ 18,575.57</u> |

NOTE 3 – ASSESSMENTS

Special assessments are authorized by RCW 89.08.400 to be imposed for conservation districts. Activities and programs to conserve natural resources, including soil and water, are of special benefit to lands and may be used as the basis upon which special assessments are imposed.

The district has not imposed a special assessment.

NOTE 4 - LONG-TERM DEBT

As of December 31, 2013, the district had no debt.

NOTE 5 - PENSION PLANS

The District offers a cash benefit of 450.00 to employees eligible for benefits in lieu of a pension plan or medical insurance benefits.

NOTE 6 – OTHER DISCLOSURES

The District has no other disclosures. Risk Management: The District works closely with Enduris (insurance pool) on any matters that may affect the material stability of the District and places a high priority on ensuring employees have adequate training to identify and address such matters.

MCAG NO. 2426

Walla Walla County Conservation District

Schedule 09

Schedule of Liabilities

For the year ended December 31, 2013

| Debt Type | ID. No. | Description | Maturity/Payment Due Date | Beginning Balance January 1, 2013 | Additions | Reductions | Ending Balance December 31, 2013 |
|---------------------|---------|-----------------------------------|------------------------------|--------------------------------------|---------------|---------------|--|
| General Obligations | | | | | | | |
| | 259.11 | Compensated absences | | 23,017 | 21,055 | 26,874 | 17,198 |
| | | Total General Obligations: | | 23,017 | 21,055 | 26,874 | 17,198 |
| | | Total Liabilities: | | 23,017 | 21,055 | 26,874 | 17,198 |

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**For the Year Ended December 31, 2013**

| Federal Agency Name/Pass-Through Agency Name | Federal Program Name | CFDA Number | Other Award Number | Expenditures | | | Footnote Ref |
|---|---|-------------|--------------------|--------------------------|--------------------|--------------|--------------|
| | | | | From Pass-Through Awards | From Direct Awards | Total Amount | |
| Farm Service Agency, Department Of Agriculture/Conservation Commission | Conservation Reserve Program | 10.069 | 14-45-TA | 1,194 | | 1,194 | 1,2 |
| National Oceanic And Atmospheric Administration (noaa), Department Of Commerce/Salmon Recovery Funding Board/Recreation & Conservation | Pacific Coast Salmon Recovery_Pacific Salmon Treaty Program | 11.438 | 08-2033R | 59,950 | | 59,950 | 1,2 |
| National Oceanic And Atmospheric Administration (noaa), Department Of Commerce/Recreation Conservation Office/Snake River Salmon Recovery/IWW Community College | Pacific Coast Salmon Recovery_Pacific Salmon Treaty Program | 11.438 | 12-006 | 2,296 | | 2,296 | 1,2 |
| National Oceanic And Atmospheric Administration (noaa), Department Of Commerce/Salmon Recovery Funding Board/Recreation & Conservation/N. Yakima CD | Pacific Coast Salmon Recovery_Pacific Salmon Treaty Program | 11.438 | 01-1256 | 16,813 | | 16,813 | 1,2 |

The accompanying notes to the Schedule of Expenditures are an integral part of this schedule

| | | | | | | | |
|--|---|--------------------------|------------|----------------|----------|----------------|-----|
| National Oceanic And Atmospheric Administration (noaa), Department Of Commerce/Recreation Conservation Office/Snake River Salmon Recovery/WW Community College | Pacific Coast Salmon Recovery_Pacific Salmon Treaty Program | 11.438 | 13-008 | 2,135 | | 2,135 | 1,2 |
| National Oceanic And Atmospheric Administration (noaa), Department Of Commerce/Salmon Recovery Funding Board/Recreation & Conservation | Pacific Coast Salmon Recovery_Pacific Salmon Treaty Program | 11.438 | 10-1827 | 3,412 | | 3,412 | 1,2 |
| National Oceanic And Atmospheric Administration (noaa), Department Of Commerce/Salmon Recovery Funding Board/Recreation & Conservation | Pacific Coast Salmon Recovery_Pacific Salmon Treaty Program | 11.438 | 11-1580 | 96,424 | | 96,424 | 1,2 |
| National Oceanic And Atmospheric Administration (noaa), Department Of Commerce/Salmon Recovery Funding Board/Recreation & Conservation | Pacific Coast Salmon Recovery_Pacific Salmon Treaty Program | 11.438 | 11-1583 | 15,928 | | 15,928 | 1,2 |
| | | Total CFDA 11.438 | | 196,958 | 0 | 196,958 | |
| Bureau Of Reclamation, Department Of The Interior/ | WaterSMART (Sustaining and Manage America's Resources for Tomorrow) | 15.507 | R11AP13043 | | 991,500 | 991,500 | 1,2 |
| Office Of Water, Environmental Protection Agency/Wa. State Department of Ecology | Nonpoint Source Implementation Grants | 66.460 | G1300059 | 122,707 | | 122,707 | 1,2 |
| Department of Energy/Bonneville Power Administration | BPA Fish and Wildlife Program | 81.49521 | 49521 | 143,200 | | 143,200 | 1,2 |

The accompanying notes to the Schedule of Expenditures are an integral part of this schedule

| | | | | | | | |
|--|----------------------------------|----------|-------|------------------|----------------|------------------|-----|
| Department of Energy/Bonneville Power Administration/S. Central RC&D | BPA Energy Efficiency | 81.52663 | 52663 | 6,060 | | 6,060 | 1,2 |
| Department of Energy/Bonneville Power Administration | BPA Fish and Wildlife Program | 81.57872 | 57872 | 395,324 | | 395,324 | 1,2 |
| Department of Energy/Bonneville Power Administration | BPA Fish and Wildlife Program | 81.58147 | 58147 | 474,668 | | 474,668 | 1,2 |
| Department of Energy/Bonneville Power Administration/Columbia CD | BPA Fish and Wildlife Program | 81.59663 | 59663 | 19,147 | | 19,147 | 1,2 |
| Department of Energy/Bonneville Power Administration/Conf. Tribes. Umatillas | BPA Fish and Wildlife Program | 81.61253 | 61253 | 23,209 | | 23,209 | 1,2 |
| Department of Energy/Bonneville Power Administration | BPA Fish and Wildlife Program | 81.63329 | 63329 | 72,677 | | 72,677 | 1,2 |
| Total Federal Awards Expended: | | | | 1,455,144 | 991,500 | 2,446,644 | |

The accompanying notes to the Schedule of Expenditures are an integral part of this schedule

Walla Walla County Conservation District
NOTES TO THE SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS
For the year ended December 31, 2013

NOTE 1 – BASIS OF ACCOUNTING

This schedule is prepared on the same basis of accounting as the District's financial statements. The District uses the cash basis of accounting.

NOTE 2 – PROGRAM COSTS

The amounts shown as current year expenses represent only the federal portion of the program costs. Actual program costs, including Walla Walla County Conservation District's portion, may be more than shown.

ABOUT THE STATE AUDITOR'S OFFICE

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 to achieve our vision of government that works for citizens, by helping governments work better, cost less, deliver higher value, and earn greater public trust.

In fulfilling our mission to hold state and local governments accountable for the use of public resources, we also hold ourselves accountable by continually improving our audit quality and operational efficiency and developing highly engaged and committed employees.

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.

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 as well as [fraud](#), state [whistleblower](#) and [citizen hotline](#) investigations.

The results of our work are widely distributed through a variety of reports, which are available on our [website](#) and through our free, electronic [subscription](#) service.

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

| Contact information for the State Auditor's Office | |
|--|--|
| Deputy Director for Communications | Thomas Shapley Thomas.Shapley@sao.wa.gov (360) 902-0367 |
| Public Records requests | (360) 725-5617 |
| Main telephone | (360) 902-0370 |
| Toll-free Citizen Hotline | (866) 902-3900 |
| Website | www.sao.wa.gov |