

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

**Chelan County Fire Protection District
No. 8**

Audit Period
January 1, 2012 through December 31, 2012

Report No. 1010606

Issue Date
September 27, 2013



WASHINGTON
TROY KELLEY
STATE AUDITOR



**Washington State Auditor
Troy Kelley**

September 27, 2013

Board of Commissioners
Chelan County Fire Protection District No. 8
Entiat, Washington

Report on Financial Statements and Federal Single Audit

Please find attached our report on Chelan County Fire Protection District No. 8'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

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Federal Summary

Chelan County Fire Protection District No. 8 January 1, 2012 through December 31, 2012

The results of our audit of Chelan County Fire Protection District No. 8 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 its major federal program.

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 was a major program during the period under audit:

<u>CFDA No.</u>	<u>Program Title</u>
14.228	CDBG - State-Administered CDBG Cluster - Community Development Block Grants/State's 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*

Chelan County Fire Protection District No. 8 January 1, 2012 through December 31, 2012

Board of Commissioners
Chelan County Fire Protection District No. 8
Entiat, 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 Chelan County Fire Protection District No. 8, Chelan County, Washington, as of and for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the District's financial statements, and have issued our report thereon dated September 20, 2013.

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.

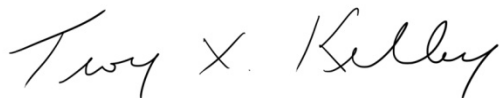
COMPLIANCE AND OTHER MATTERS

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 20, 2013

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

Chelan County Fire Protection District No. 8 January 1, 2012 through December 31, 2012

Board of Commissioners
Chelan County Fire Protection District No. 8
Entiat, Washington

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM

We have audited the compliance of Chelan County Fire Protection District No. 8, Chelan 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, 2012. 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, 2012.

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 black ink that reads "Troy X. Kelley". The signature is written in a cursive, flowing style.

TROY KELLEY
STATE AUDITOR

September 16, 2013

Independent Auditor's Report on Financial Statements

Chelan County Fire Protection District No. 8 January 1, 2012 through December 31, 2012

Board of Commissioners
Chelan County Fire Protection District No. 8
Entiat, Washington

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of Chelan County Fire Protection District No. 8, Chelan County, Washington, for the year ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the District's financial statements, as listed on page 11.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with 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 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 opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position and results of operations of Chelan County Fire Protection District No. 8, for the year ended December 31, 2012, on the basis of accounting described in Note 1.

Basis of Accounting

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. As described in Note 1 to the financial statements, the financial statements are prepared in accordance with 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 basis of accounting other than accounting principles generally accepted in the United State of America. Our opinion is not modified with respect to this matter.

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.

Purpose of this Report

The report is intended for the information and use of the management, the Board of Commissioners, federal awarding agencies and pass-through entities of the District. 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.

OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS

In accordance with *Government Auditing Standards*, we have also issued our report dated September 20, 2013 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.

A handwritten signature in black ink that reads "Troy X. Kelley". The signature is written in a cursive, flowing style.

TROY KELLEY
STATE AUDITOR

September 20, 2013

Financial Section

Chelan County Fire Protection District No. 8 January 1, 2012 through December 31, 2012

FINANCIAL STATEMENTS

Fund Resources and Uses Arising from Cash Transactions – 2012
Notes to Financial Statements – 2012

SUPPLEMENTARY AND OTHER INFORMATION

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Schedule of Expenditures of Federal Awards – 2012
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MCAG NO. 1048 Chelan County Fire Protection District No. 8 STATEMENT C-4
FUND RESOURCES AND USES ARISING FROM CASH TRANSACTIONS
For the Year Ended December 31, 2012

BARS Code	Total for All Funds	001 General	201 Debt Service	301 Capital Projects
Beginning Cash and Investments				
30810 Beg Fund Bal-Reserved	864,089	0	4,196	859,893
30880 Beg Fund Bal-Unreserved	357,096	357,096	0	0
Operating Revenues				
310 Taxes	188,472	90,454	98,017	0
330 Intergovernmental Revenues	73,212	73,052	160	0
340 Charges for Goods and Services	23,434	23,434	0	0
360 Miscellaneous Revenues	7,750	6,249	0	1,501
Total Operating Revenues:	292,868	193,189	98,177	1,501
Operating Expenditures				
522 Public Safety - Fire Control	152,045	152,045	0	0
598 Intergovernmental Payments	0	0	0	0
Total Operating Expenditures:	152,045	152,045	0	0
Net Operating Increase (Decrease):	140,823	41,144	98,177	1,501
Nonoperating Revenues				
370, 380, 395, 398 Other Financing Sources	0	0	0	0
391-393 Debt Proceeds	0	0	0	0
397 Transfers-In	60,062	60,062	0	0
Total Nonoperating Revenues:	60,062	60,062	0	0
Nonoperating Expenditures				
580, 596, 599 Other Financing Uses	0	0	0	0
586 Agency Type Disbursements	110	110	0	0
591-593 Debt Service	94,000	0	94,000	0
594-595 Capital Expenditures	51,071	0	0	51,071
Total Nonoperating Expenditures:	145,181	110	94,000	51,071
Increase (Decrease) in Cash and Investments:	55,704	101,096	4,177	(49,570)
Ending Cash and Investments				
50810 End Fund Bal-Reserved	818,696	0	8,373	810,323
50880 End Fund Bal-Unreserved	458,193	458,193	0	0

The accompanying notes are an integral part of this Statement

Chelan County Fire Protection District No. 8
Notes to the Financial Statements
January 1, 2012 through December 31, 2012

Note 1 - Summary of Significant Accounting Policies

Chelan County Fire Protection District No. 8 reports financial activity using the revenue and expenditure classifications, statements, and schedules contained in the *Cash Basis Budgeting, Accounting and Reporting System* (BARS) manual. This basis of accounting and reporting is another comprehensive basis of accounting (OCBOA) that is prescribed by the State Auditor's Office under the authority of Washington State law, Chapter 43.09 RCW.

Chelan County Fire Protection District No. 8 was incorporated on April 7, 1969 and operates under the laws of the state of Washington applicable to a municipal corporation. Chelan County Fire Protection District No. 8 is a general purpose government and provides fire prevention services, fire suppression services, emergency medical services, and services for the protection of life and property. Chelan County Fire Protection District No. 8 uses single-entry, cash basis accounting which is a departure from generally accepted accounting principles (GAAP).

A. **Fund Accounting**

The accounts of Chelan County Fire Protection District No. 8 are organized on the basis of funds, each of which is considered a separate accounting entity. Each fund is accounted for with a separate set of single-entry accounts that comprises its cash, investments, revenues and expenditures, as appropriate. Chelan County Fire Protection District No. 8 resources are allocated to and accounted for in individual funds depending on their intended purpose. The following are the fund types used by Chelan County Fire Protection District No. 8:

GOVERNMENTAL FUND TYPES:

General (Current Expense) Fund

This fund is the primary operating fund of Chelan County Fire Protection District No. 8. It accounts for all financial resources except those required or elected to be accounted for in another fund.

Debt Service Funds

These funds account for the financial resources that are restricted, committed, or assigned to expenditures for principal, interest and related costs on general long-term debt.

Capital Projects Funds

These funds account for financial resources which are restricted, committed, or assigned for the acquisition or construction of capital facilities or other capital assets.

B. Basis of Accounting

Basis of accounting refers to 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 paid, including those properly chargeable against the report year(s) budget appropriations as required by state law.

In accordance with state law Chelan County Fire Protection District No. 8 also recognizes expenditures paid during twenty days after the close of the fiscal year for claims incurred during the previous period.

Purchases of capital assets are expensed during the year of acquisition. There is no capitalization of capital assets, nor allocation of depreciation expense. Inventory is expensed when purchased.

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

C. Budgets

Chelan County Fire Protection District No. 8 adopts annual appropriated budgets for revenue and expense funds. These budgets are appropriated at the fund level (except the general (current expense) fund, where budget is adopted at the department level). The budget constitutes the legal authority for expenditures at that level. Annual appropriations for these funds lapse at the fiscal year end.

Annual appropriated budgets are adopted on the same basis of accounting as used for financial reporting.

The appropriated and actual expenditures for the legally adopted budgets were as follow:

Fund/Department	Final Appropriated Amounts	Actual Expenditures	Variance
General Fund	\$166,000	\$152,155	\$ 13,845
Debt Service Fund	\$ 95,000	\$ 94,000	\$ 1,000
Capital Projects Fund	\$990,000	\$ 51,071	\$938,929

Budgeted amounts are authorized to be transferred between (departments within any fund/object classes within departments); however, any revisions that alter the total expenditures of a fund, or that affect the number of authorized employee positions, salary ranges, hours, or other conditions of employment must be approved by Chelan County Fire Protection District No. 8's legislative body.

D. Cash

It is Chelan County Fire Protection District No. 8's policy to invest all temporary cash surpluses. The amount is included in the cash and investments shown on the statements of fund resources and uses arising from cash transactions. The interest on these investments is prorated to the various funds.

E. Deposits

Chelan County Fire Protection District No. 8 deposits and certificates of deposit are covered by (the Federal Deposit Insurance Corporation and/or the Washington Public Deposit Protection Commission).

F. Capital Assets

The capital assets of Chelan County Fire Protection District No. 8 are long-lived assets and are recorded as expenditures when purchased.

Note 2 - Investments

Chelan County Fire Protection District No. 8 investments are insured, registered or held by Chelan County or its agent in Chelan County Fire Protection District No. 8's name.

Investments by type at December 31, 2012 are as follows:

<u>Type of Investment</u>	Investments held by Chelan County as an agent for other local governments, individuals or private organizations.	Total
<u>Expense – Investment</u>	\$ <u>120,827</u>	\$ <u>120,827</u>
<u>Capital Project – Investment</u>	<u>810,323</u>	<u>810,323</u>
Total	\$ <u>931,150</u>	\$ <u>931,150</u>

Note 3 - Property Tax

The county treasurer acts as an agent to collect property tax levied in the county for all taxing authorities. Collections are distributed the day received.

Property tax revenues are recognized when cash is received by Chelan County. Delinquent taxes are considered fully collectible because a lien affixes to the property after tax is levied.

Chelan County Fire Protection District No. 8's regular levy for the year 2012 was \$0.3770940072 per \$1,000 on an assessed valuation of \$243,221,818 for a total regular levy of \$91,717.49.

Note 4 – Debt Service Requirements

The accompanying Schedule of Long-Term Liabilities (09) provides more details of the outstanding debt and liabilities of Chelan County Fire Protection District No. 8 and summarizes Chelan County Fire Protection District No. 8's debt transactions for year ended December 31, 2012.

The debt service requirements including both principle and interest are as follows:

	<u>General Obligation Bonds</u>	<u>Revenue Bonds</u>	<u>Other Debt</u>	<u>Total Debt</u>
2012	\$94,000	\$	\$	\$ 94,000
2013	94,000			94,000
2014	94,000			94,000
2015	94,000			94,000
2016	94,000			94,000
2017 – 2024	753,038			753,038
	<hr/>	<hr/>	<hr/>	<hr/>
TOTALS	<u>\$1,223,038</u>	<u>\$</u>	<u>\$</u>	<u>\$1,223,038</u>

Note 5 – Other Disclosures

Chelan County Fire Protection District 8 has an active construction project as of December 31, 2012. The total project cost is \$1,840,000. Funding for the project was derived from the sale of a \$1,000,000 Limited Tax General Obligation Bond in 2009, and \$840,000 in funding from a Washington State Community Development Block Grant.

The City of Entiat managed the grant for Chelan County Fire Protection District 8 to construct a new fire station. The amount of the grant is to be no more than \$840,000 under the Washington State Community Development Block Grant Program (CDBG). A subrecipient agreement as per CDBG guidelines was put in place. The Fire District submitted signed, correct and complete invoices from its vendors. The City submitted approved invoices to CDBG for reimbursement and upon receiving reimbursement, issued payment to the vendors as per the subrecipient agreement. \$550,321 was expended in 2012, the project is expected to be completed in the fall of 2013.

A. Construction Commitment

At year-end Chelan County Fire Protection District 8's commitment with contractors is as follows:

Project	Spent to Date	Remaining Commitment
New Fire Station	\$ 689,904	\$1,150,096

Chelan County Fire Protection District No. 8

Schedule of Liabilities

For the year ended December 31, 2012

Debt Type	ID. No.	Description	Maturity/Payment Due Date	Beginning Balance January 1, 2012	Additions	Reductions	BARS Code for Redemption of Debt Only	Ending Balance December 31, 2012
General Obligations								
	251.12	2009 G.O. Bond	12/1/2012	889,542	0	65,090	59122	824,452
Total General Obligations:				889,542	0	65,090		824,452
Total Liabilities:				889,542	0	65,090		824,452

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the Year Ended December 31, 2012

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	
U.S. Department of Agriculture/Forest Service	ARRA Recovery Act of 2009: Wildland Fire Management	10.688	09-PA-11061700-105		10,032	10,032	3
Office Of Community Planning And Development, Department Of Housing And Urban Development/Department of Commerce	Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	10-64100-018	550,321		550,321	4, 5
Total Federal Awards Expended:				550,321	10,032	560,353	

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

Chelan County Fire Protection District No. 8

**NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2012**

NOTE 1 - BASIS OF ACCOUNTING

This schedule is prepared on the same basis of accounting as Chelan County Fire Protection District No. 8's financial statements. Chelan County Fire Protection District No. 8 uses single-entry, cash basis accounting.

NOTE 2 - PROGRAM COSTS

The amounts shown as current year expenditures represent only the federal grant portion of the program costs. Entire program costs, including Chelan County Fire Protection District No. 8's portion, are more than shown.

NOTE 3 - AMERICAN RECOVERY AND REINVESTMENT ACT (ARRA) of 2009

Expenditures for this program were funded by ARRA.

NOTE 4 - NONCASH AWARDS – CAPITAL PROJECTS

Chelan County Fire Protection District No. 8 received capital project goods and services that were purchased with federal HUD funds by the City of Entiat. The amount reported on the schedule is the value of the property on the date it was received by Chelan County Fire Protection District No. 8.



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.

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
Director of State and Local Audit
Deputy Director of State and Local Audit
Deputy Director of State and Local Audit
Deputy Director of State and Local Audit
Deputy Director of Quality Assurance
Deputy Director of Communications
Local Government Liaison
Public Records Officer
Main number
Toll-free Citizen Hotline

Troy Kelley
Doug Cochran
Chuck Pfeil, CPA
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