



Washington State Auditor's Office

Independence • Respect • Integrity

Accountability Audit Report

Washington State Convention Center Public Facilities District

King County

For the period January 1, 2014 through December 31, 2014

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Washington State Auditor's Office

December 21, 2015

Board of Directors
Washington State Convention Center Public Facilities District
Seattle, Washington

Report on Accountability

Thank you for the opportunity to work with you to promote accountability, integrity and openness in government. The State Auditor's Office takes seriously our role of providing state and local governments with assurance and accountability as the independent auditor of public accounts. In this way, we strive to help government work better, cost less, deliver higher value and earn greater public trust.

Independent audits provide essential accountability and transparency for District operations. This information is valuable to management, the governing body and public stakeholders when assessing the government's stewardship of public resources.

The attached comprises our report on the District's compliance and safeguarding of public resources. Our independent audit report describes the overall results and conclusions for areas we examined. We appreciate the opportunity to work with your staff and we value your cooperation during the audit.

Sincerely,

A handwritten signature in blue ink that reads "Troy X. Kelley".

TROY KELLEY
STATE AUDITOR
OLYMPIA, WA

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AUDIT SUMMARY

Results in brief

In the areas we audited, District operations complied with applicable requirements and provided adequate safeguarding of public resources. The District also complied with state laws and regulations and its own policies and procedures in the areas we examined.

About the audit

This report contains the results of our independent accountability audit of the Washington State Convention Center Public Facilities District from January 1, 2014 through December 31, 2014.

Management is responsible for ensuring compliance and adequate safeguarding of public resources from fraud, loss or abuse. This includes the design, implementation and maintenance of internal controls relevant to these objectives.

Our audit involved performing procedures to obtain evidence about the District's uses of public resources, compliance with state laws and regulations and its own policies and procedures, and internal controls over such matters.

In keeping with general auditing practices, we do not examine every transaction, activity or area. Instead, the areas examined were those representing the highest risk of fraud, loss, abuse, or noncompliance. The following areas were examined during this audit period:

- Contracts/agreements
- Procurement (architecture and engineering services)
- Credit card disbursements
- Payroll/personnel
- Procurement (purchased services)

RELATED REPORTS

A financial statement audit was performed by a firm of certified public accountants. That firm's report is available from Washington State Convention Center Public Facilities District.

INFORMATION ABOUT THE DISTRICT

The Washington State Convention Center Public Facilities District was created on July 19, 2010, by King County Ordinance 16883. This was pursuant to Substitute Senate Bill 6889 which authorized the creation of the public facilities district by King County and the transfer of assets and liabilities from the nonprofit corporation. The former nonprofit was established by the Washington State Legislature in 1982, to design, construct, promote and operate the Washington State Convention Center. In addition to a full-service convention center with meeting, banquet and exhibition facilities, the District operates two parking garages and leases building space to various retail tenants.

The District is governed by a nine-member volunteer Board of Directors. The Governor, King County Executive and the Mayor of Seattle each appoint three Board members. The District's operating budget was \$42.2 million for 2014. The District employs 259 employees.

Contact information related to this report	
Address:	Washington State Convention Center Public Facilities District 800 Convention Place Seattle, WA 98101-2350
Contact:	Chip Firth, Director of Finance
Telephone:	(206) 694-5022
Website:	www.wsccl.com

Information current as of report publish date.

Audit history

You can find current and past audit reports for the Washington State Convention Center Public Facilities District at <http://portal.sao.wa.gov/ReportSearch>.

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	Adam Wilson Adam.Wilson@sao.wa.gov (360) 902-0367
Public Records requests	PublicRecords@sao.wa.gov
Main telephone	(360) 902-0370
Toll-free Citizen Hotline	(866) 902-3900
Website	www.sao.wa.gov