



Office of the Washington State Auditor
Pat McCarthy

Financial Statements and Federal Single Audit Report

Skamania County

For the period January 1, 2023 through December 31, 2023

Published September 23, 2024

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**Office of the Washington State Auditor
Pat McCarthy**

September 23, 2024

Board of Commissioners
Skamania County
Stevenson, Washington

Report on Financial Statements and Federal Single Audit

Please find attached our report on Skamania 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 activities and condition.

Sincerely,

Pat McCarthy, State Auditor
Olympia, WA

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TABLE OF CONTENTS

Schedule of Findings and Questioned Costs.....	4
Schedule of Federal Award Findings and Questioned Costs.....	6
Summary Schedule of Prior Audit Findings	9
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 <i>Government Auditing Standards</i>	10
Independent Auditor's Report on Compliance for Each Major Federal Program and Report on Internal Control Over Compliance in Accordance With the Uniform Guidance	13
Independent Auditor's Report on the Financial Statements.....	17
Financial Section.....	21
Corrective Action Plan for Findings Reported Under Uniform Guidance	54
About the State Auditor's Office.....	55

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Skamania County January 1, 2023 through December 31, 2023

SECTION I – SUMMARY OF AUDITOR’S RESULTS

The results of our audit of Skamania County are summarized below in accordance with Title 2 U.S. Code of Federal Regulations (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Financial Statements

We issued an unmodified opinion on the fair presentation of the County’s financial statements in accordance with its regulatory basis of accounting. Separately, 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 using a basis of accounting other than GAAP.

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 identified 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 County’s compliance with requirements applicable to each of its major federal programs.

We reported findings that are required to be disclosed in accordance with 2 CFR 200.516(a).

Identification of Major Federal Programs

The following programs were selected as major programs in our audit of compliance in accordance with the Uniform Guidance.

<u>ALN</u>	<u>Program or Cluster Title</u>
20.205	Highway Planning and Construction
21.027	COVID-19 – Coronavirus State and Local Fiscal Recovery Funds

The dollar threshold used to distinguish between Type A and Type B programs, as prescribed by the Uniform Guidance, was \$750,000.

The County did not qualify as a low-risk auditee under the Uniform Guidance.

SECTION II – FINANCIAL STATEMENT FINDINGS

None reported.

SECTION III – FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

See Finding 2023-001.

SCHEDULE OF FEDERAL AWARD FINDINGS AND QUESTIONED COSTS

Skamania County January 1, 2023 through December 31, 2023

2023-001 The County did not have adequate controls for ensuring compliance with federal procurement requirements.

Assistance Listing Number and Title:	20.205, Highway Planning and Construction
Federal Grantor Name:	Federal Highway Administration, U.S. Department of Transportation
Federal Award/Contract Number:	N/A
Pass-through Entity Name:	Washington State Department of Transportation
Pass-through Award/Contract Number:	STRP-30MR-(001) / STPR-HIPR-2030-(007) / BHOS-2030(008) / STBGR-30A3(001) / STBGR-2030(009) / HISP-000S(639)
Known Questioned Cost Amount:	\$0
Prior Year Audit Finding:	N/A

Description of Condition

During fiscal year 2023, the County spent \$1,037,422 in Highway Planning and Construction program funds. The program's objective is to provide funds for the planning, design, construction, and rehabilitation of highways and bridge transportation systems.

Federal regulations require recipients to establish and maintain internal controls that ensure compliance with program requirements. These controls include understanding program requirements and monitoring the effectiveness of established controls.

Federal regulations also require recipients to establish and follow their own documented procurement procedures, which must conform to the Uniform Guidance procurement standards found in 2 CFR § 200.318-327. The procedures must reflect the most restrictive of applicable federal, state or local procurement thresholds and methods when using federal funds to procure goods and services. Governments must apply the more restrictive requirements by obtaining quotes or following a competitive procurement process, depending on the estimated cost of the procurement activity.

Our audit found the County's internal controls were ineffective for ensuring compliance with federal procurement requirements. Specifically, the County did not establish its own written procurement procedures, as federal regulations require.

We consider this deficiency in internal controls to be a significant deficiency.

Cause of Condition

Management and staff were unaware the County was required to have and use its own written procurement procedures.

Effect of Condition

Although the County did not establish its own written policy and procedures before procuring with program funds, it did comply with federal requirements for soliciting and awarding engineering and public works contracts. However, without these written policies and procedures, the County is at greater risk of noncompliance with the most restrictive of federal, state or local procurement methods and requirements when using federal funds to procure contractors.

Recommendation

We recommend the County establish written procurement procedures that conform to federal procurement requirements.

County's Response

The County has already begun putting together an informal bidding policy and procedure document that will include a federal procurement section.

Once the policy is in place, it will be distributed to all departments for their use.

Auditor's Remarks

We thank the County for its cooperation throughout the audit and the steps it is taking to address these concerns. We will review the status of the County's corrective action during our next audit.

Applicable Laws and Regulations

Title 2 *U.S. Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance), section 516, Audit findings, establishes reporting requirements for audit findings.

Title 2 CFR Part 200, Uniform Guidance, section 303, Internal controls, describes the requirements for auditees to maintain internal controls over federal programs and comply with federal program requirements.

The American Institute of Certified Public Accountants defines significant deficiencies and material weaknesses in its *Codification of Statements on Auditing Standards*, section 935, Compliance Audits, paragraph 11.

Title 2 CFR Part 200, Section 318, General procurement standards, establishes requirements for written procedures.



**SKAMANIA COUNTY AUDITOR
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SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

**Skamania County
January 1, 2022 through December 31, 2023**

This schedule presents the status of findings reported in prior audit periods.

Audit Period: 2022	Report Reference No.: 1033226	Finding Ref. No.: 2022-001	ALN(s): 20.615
Federal Program Name and Granting Agency: U.S Department of Transportation		Pass-Through Agency Name: Washington State Military Department	
Finding Caption: The County's internal controls were inadequate for ensuring compliance with federal requirements for suspension and debarment.			
Background: The County's controls for verifying suspension and debarment before entering into new contracts or purchases of \$25,000 or more paid with federal funds were ineffective for ensuring compliance with suspension and debarment requirements. The audit found the suspension and debarment status for one contractor was not verified.			
Status of Corrective Action: (check one) <input checked="checked" type="checkbox"/> Fully Corrected <input type="checkbox"/> Partially Corrected <input type="checkbox"/> Not Corrected <input type="checkbox"/> Finding is considered no longer valid			
Corrective Action Taken: <i>We continue to provide training and email departments with information on suspension and debarment requirements. Contract templates have been updated, as well, to include a suspension and debarment attachment. We have also educated departments on utilizing the Sam.gov website.</i>			

INDEPENDENT AUDITOR'S REPORT

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*

Skamania County January 1, 2023 through December 31, 2023

Board of Commissioners
Skamania County
Stevenson, 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 Skamania County, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the County's financial statements, and have issued our report thereon dated September 17, 2024.

We issued an unmodified opinion on the fair presentation of the County'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 County using accounting practices prescribed by state law 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.

REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit of the financial statements, we considered the County's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, we do not express an opinion on the effectiveness of the County'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 County'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 above and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified.

Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses.

REPORT ON COMPLIANCE AND OTHER MATTERS

As part of obtaining reasonable assurance about whether the County's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. 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 County'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 County'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.

A handwritten signature in black ink that reads "Pat McCarthy". The signature is written in a cursive, flowing style.

Pat McCarthy, State Auditor

Olympia, WA

September 17, 2024

INDEPENDENT AUDITOR'S REPORT

Report on Compliance for Each Major Federal Program and Report on Internal Control over Compliance in Accordance with the Uniform Guidance

Skamania County January 1, 2023 through December 31, 2023

Board of Commissioners
Skamania County
Stevenson, Washington

REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM

Opinion on Each Major Federal Program

We have audited the compliance of Skamania County, with the types of compliance requirements identified as subject to audit in the U.S. *Office of Management and Budget (OMB) Compliance Supplement* that could have a direct and material effect on each of the County's major federal programs for the year ended December 31, 2023. The County's major federal programs are identified in the auditor's results section of the accompanying Schedule of Findings and Questioned Costs.

In our opinion, the County 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, 2023.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States; and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance)* are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the County and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination on the County's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the County's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the County's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards* and the Uniform Guidance will always detect a material noncompliance when it exists. The risk of not detecting a material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgement made by a reasonable user of the report on compliance about the County's compliance with the requirements of each major federal program as a whole.

Performing an audit in accordance with GAAS, *Government Auditing Standards* and the Uniform Guidance includes the following responsibilities:

- Exercise professional judgment and maintain professional skepticism throughout the audit;
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the County's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances;
- Obtain an understanding of the County's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control over compliance. Accordingly, no such opinion is expressed; and

- We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

REPORT ON 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 audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed. Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance and therefore, material weaknesses or significant deficiencies may exist that were not identified.

Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, we identified certain deficiencies in internal control over compliance, described in the accompanying Schedule of Federal Award Findings and Questioned Costs as Finding 2023-001, that we consider to be a significant deficiency.

County's Response to Findings

Government Auditing Standards requires the auditor to perform limited procedures on the County's response to the internal control over compliance findings identified in our audit described in the accompanying Schedule of Federal Award Findings and Questioned Costs. The County's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

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 the Uniform Guidance. 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 "Pat McCarthy". The signature is fluid and cursive, with the first name "Pat" and last name "McCarthy" clearly distinguishable.

Pat McCarthy, State Auditor

Olympia, WA

September 17, 2024

INDEPENDENT AUDITOR'S REPORT

Report on the Audit of the Financial Statements

Skamania County January 1, 2023 through December 31, 2023

Board of Commissioners
Skamania County
Stevenson, Washington

REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

Unmodified and Adverse Opinions

We have audited the financial statements of Skamania County, as of and for the year ended December 31, 2023, and the related notes to the financial statements, as listed in the financial section of our report.

Unmodified Opinion on the Regulatory Basis of Accounting (BARS Manual)

As described in Note 1, the County has prepared these financial statements to meet the financial reporting requirements of state law and accounting practices prescribed by 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 accompanying financial statements referred to above present fairly, in all material respects, the cash and investments of Skamania County, and its changes in cash and investments, for the year ended December 31, 2023, on the basis of accounting described in Note 1.

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 Skamania County, as of December 31, 2023, or the changes in financial position or cash flows thereof for the year then ended, because of the significance of the matter discussed below.

Basis for Unmodified and Adverse Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and *Government Auditing Standards*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the County, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit unmodified and adverse opinions.

Matter Giving Rise to 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. As described in Note 1 of the financial statements, the financial statements are prepared by the County in accordance with state law using accounting practices prescribed by the BARS Manual, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statements of the variances between the regulatory basis of accounting and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management 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 state law and the BARS Manual 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and

Government Auditing Standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

Performing an audit in accordance with GAAS and *Government Auditing Standards* includes the following responsibilities:

- Exercise professional judgment and maintain professional skepticism throughout the audit;
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements;
- Obtain an understanding of internal control relevant to the audit 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 County's internal control. Accordingly, no such opinion is expressed;
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements;
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time; and
- We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the County's financial statements. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 *U.S. Code of Federal Regulations* (CFR) Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). The 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 as a whole.

OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS

In accordance with *Government Auditing Standards*, we have also issued our report dated September 17, 2024 on our consideration of the County's internal control over financial reporting and on the 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 effectiveness of the County's 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 County's internal control over financial reporting and compliance.

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Pat McCarthy, State Auditor

Olympia, WA

September 17, 2024

FINANCIAL SECTION

Skamania County January 1, 2023 through December 31, 2023

FINANCIAL STATEMENTS

Fund Resources and Uses Arising from Cash Transactions – 2023
Fiduciary Fund Resources and Uses Arising from Cash Transactions – 2023
Notes to Financial Statements – 2023

SUPPLEMENTARY AND OTHER INFORMATION

Schedule of Liabilities – 2023
Schedule of Expenditures of Federal Awards – 2023
Notes to the Schedule of Expenditures of Federal Awards – 2023

Skamania County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2023

		Total for All Funds (Memo Only)	001 CURRENT EXPENSE (0010.000)	112 TREASURER'S MAINTENANCE	114 COMMUNITY HEALTH
Beginning Cash and Investments					
308	Beginning Cash and Investments	22,193,311	8,419,377	27,221	693,920
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	8,429,510	4,720,497	-	430,742
320	Licenses and Permits	327,134	7,912	-	-
330	Intergovernmental Revenues	12,160,552	6,320,094	-	1,930,207
340	Charges for Goods and Services	7,568,958	1,557,968	4,090	1,397,912
350	Fines and Penalties	96,273	93,431	-	-
360	Miscellaneous Revenues	2,372,120	2,199,463	-	226
Total Revenues:		30,954,547	14,899,365	4,090	3,759,087
Expenditures					
510	General Government	8,026,036	7,848,718	-	-
520	Public Safety	6,035,497	5,250,302	-	-
530	Utilities	1,449,426	-	-	-
540	Transportation	5,496,125	-	-	-
550	Natural/Economic Environment	1,547,681	867,150	-	-
560	Social Services	4,295,741	95,249	-	2,532,266
570	Culture and Recreation	289,896	285,114	-	-
Total Expenditures:		27,140,402	14,346,533	-	2,532,266
Excess (Deficiency) Revenues over Expenditures:		3,814,145	552,832	4,090	1,226,821
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	887,220	499,791	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	1,227,004	1,199,139	-	-
Total Other Increases in Fund Resources:		2,114,224	1,698,930	-	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	2,876,940	515,030	-	188,768
591-593, 599	Debt Service	240,153	169,322	-	33,842
597	Transfers-Out	887,220	311,570	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	10,815	10,815	-	-
Total Other Decreases in Fund Resources:		4,015,128	1,006,737	-	222,610
Increase (Decrease) in Cash and Investments:		1,913,241	1,245,025	4,090	1,004,211
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	11,687,392	3,539,061	31,312	1,576,535
50841	Committed	34,003	4,991	-	-
50851	Assigned	8,868,298	2,603,492	-	121,596
50891	Unassigned	3,516,856	3,516,856	-	-
Total Ending Cash and Investments		24,106,549	9,664,400	31,312	1,698,131

The accompanying notes are an integral part of this statement.

Skamania County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2023

		116 SENIOR SERVICES (1160.000)	117 VETERAN'S RELIEF (1170.000)	119 AUDITOR'S OPERATION & MAINTENANCE	128 FORESTER (1281.000)
Beginning Cash and Investments					
308	Beginning Cash and Investments	10,687	221,361	250,308	-
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	-	92,474	-	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	892,757	860	29,925	-
340	Charges for Goods and Services	252,577	-	6,426	100,094
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	104,516	37	-	-
Total Revenues:		1,249,850	93,371	36,351	100,094
Expenditures					
510	General Government	-	-	73,396	-
520	Public Safety	-	-	-	-
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	95,652
560	Social Services	1,350,554	69,381	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		1,350,554	69,381	73,396	95,652
Excess (Deficiency) Revenues over Expenditures:		(100,704)	23,990	(37,045)	4,442
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	285,129	-	-	24,000
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	10,207	-	-	-
Total Other Increases in Fund Resources:		295,336	-	-	24,000
Other Decreases in Fund Resources					
594-595	Capital Expenditures	191,621	-	-	-
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	10,859	10,000	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		191,621	10,859	10,000	-
Increase (Decrease) in Cash and Investments:		3,011	13,131	(47,045)	28,442
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	-	213,758	103,263	4,442
50841	Committed	-	-	-	-
50851	Assigned	13,697	20,734	100,000	24,000
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		13,697	234,492	203,263	28,442

The accompanying notes are an integral part of this statement.

Skamania County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2023

		130 HOTEL/MOTEL TAX (1030.000)	132 HOMELESS HOUSING AND ASSISTANCE	133 FAMILY SUPPORT FUND	134 TITLE III PROJECTS FUND
Beginning Cash and Investments					
308	Beginning Cash and Investments	548,049	334,125	30,933	218,395
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	285,429	-	-	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	-	171,039
340	Charges for Goods and Services	-	81,995	3,105	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	-	-	-	-
Total Revenues:		285,429	81,995	3,105	171,039
Expenditures					
510	General Government	-	-	-	-
520	Public Safety	-	-	-	226,293
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	181,000	-	-	-
560	Social Services	-	100,269	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		181,000	100,269	-	226,293
Excess (Deficiency) Revenues over Expenditures:		104,429	(18,274)	3,105	(55,254)
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	-	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		-	-	-	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	-	-	-
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	115,000	-	-	30,410
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		115,000	-	-	30,410
Increase (Decrease) in Cash and Investments:		(10,571)	(18,274)	3,105	(85,664)
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	537,478	315,851	34,038	132,730
50841	Committed	-	-	-	-
50851	Assigned	-	-	-	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		537,478	315,851	34,038	132,730

The accompanying notes are an integral part of this statement.

Skamania County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2023

		140 CRIME VICTIM COMPENSATIO	141 COUNTY ROAD (1400.000)	150 LAW LIBRARY (1050.000)	171 OPIOID (1141.000)
Beginning Cash and Investments					
308	Beginning Cash and Investments	129,211	4,685,725	2,884	-
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	-	2,302,463	-	-
320	Licenses and Permits	-	3,900	-	-
330	Intergovernmental Revenues	36,208	2,114,411	-	-
340	Charges for Goods and Services	13,283	226,767	2,597	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	-	8,556	-	39,542
Total Revenues:		49,491	4,656,097	2,597	39,542
Expenditures					
510	General Government	59,789	-	-	-
520	Public Safety	-	-	-	-
530	Utilities	-	-	-	-
540	Transportation	-	3,856,409	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	-	-	4,782	-
Total Expenditures:		59,789	3,856,409	4,782	-
Excess (Deficiency) Revenues over Expenditures:		(10,298)	799,688	(2,185)	39,542
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	10,000	3,300	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		-	10,000	3,300	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	990,824	-	-
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	-	-	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		-	990,824	-	-
Increase (Decrease) in Cash and Investments:		(10,298)	(181,136)	1,115	39,542
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	118,913	2,986,982	655	39,542
50841	Committed	-	-	-	-
50851	Assigned	-	1,517,607	3,345	-
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		118,913	4,504,589	4,000	39,542

The accompanying notes are an integral part of this statement.

Skamania County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2023

		173 AFFORDABLE HOUSING FUND	176 REET TECHNOLOGY FUND	177 TRIAL COURT IMPROVEMENT	180 911 SERVICES (1080.000)
Beginning Cash and Investments					
308	Beginning Cash and Investments	100,123	51,706	52,321	360,784
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	11,909	-	-	103,698
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	8,170	12,588	522,994
340	Charges for Goods and Services	6,484	-	-	-
350	Fines and Penalties	-	-	-	-
360	Miscellaneous Revenues	-	-	-	313
Total Revenues:		18,393	8,170	12,588	627,005
Expenditures					
510	General Government	-	12,848	13,140	-
520	Public Safety	-	-	-	516,093
530	Utilities	-	-	-	-
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		-	12,848	13,140	516,093
Excess (Deficiency) Revenues over Expenditures:		18,393	(4,678)	(552)	110,912
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	-	-	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		-	-	-	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	-	-	-	30,501
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	-	3,700	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		-	-	3,700	30,501
Increase (Decrease) in Cash and Investments:		18,393	(4,678)	(4,252)	80,411
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	118,516	47,028	43,369	440,879
50841	Committed	-	-	-	-
50851	Assigned	-	-	4,700	313
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		118,516	47,028	48,069	441,192

The accompanying notes are an integral part of this statement.

Skamania County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2023

		185 INMATE WELFARE (1085.000)	190 SHERIFF'S CRIMINAL INVESTIGATIVE	301 CAPITAL IMPROVEMENT (3010.000)	401 SOLID WASTE OPERATING
Beginning Cash and Investments					
308	Beginning Cash and Investments	60,328	22,247	1,819,818	627,091
388 / 588	Net Adjustments	-	-	-	-
Revenues					
310	Taxes	-	-	482,298	-
320	Licenses and Permits	-	-	-	-
330	Intergovernmental Revenues	-	-	-	113,366
340	Charges for Goods and Services	6,639	-	-	1,303,050
350	Fines and Penalties	-	2,842	-	-
360	Miscellaneous Revenues	9,247	-	10,220	-
Total Revenues:		15,886	2,842	492,518	1,416,416
Expenditures					
510	General Government	-	-	-	-
520	Public Safety	36,178	6,631	-	-
530	Utilities	-	-	-	1,449,426
540	Transportation	-	-	-	-
550	Natural/Economic Environment	-	-	-	-
560	Social Services	-	-	-	-
570	Culture and Recreation	-	-	-	-
Total Expenditures:		36,178	6,631	-	1,449,426
Excess (Deficiency) Revenues over Expenditures:		(20,292)	(3,789)	492,518	(33,010)
Other Increases in Fund Resources					
391-393, 596	Debt Proceeds	-	-	-	-
397	Transfers-In	-	-	65,000	-
385	Special or Extraordinary Items	-	-	-	-
381, 382, 389, 395, 398	Other Resources	-	-	-	-
Total Other Increases in Fund Resources:		-	-	65,000	-
Other Decreases in Fund Resources					
594-595	Capital Expenditures	11,024	-	262,734	167,831
591-593, 599	Debt Service	-	-	-	-
597	Transfers-Out	-	-	405,681	-
585	Special or Extraordinary Items	-	-	-	-
581, 582, 589	Other Uses	-	-	-	-
Total Other Decreases in Fund Resources:		11,024	-	668,415	167,831
Increase (Decrease) in Cash and Investments:		(31,316)	(3,789)	(110,897)	(200,841)
Ending Cash and Investments					
50821	Nonspendable	-	-	-	-
50831	Restricted	-	18,458	927,782	-
50841	Committed	29,012	-	-	-
50851	Assigned	-	-	781,139	426,252
50891	Unassigned	-	-	-	-
Total Ending Cash and Investments		29,012	18,458	1,708,921	426,252

The accompanying notes are an integral part of this statement.

Skamania County
Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2023

		402 BUILDING INSPECTION AND ENVIRON	501 ER & R GENERAL (5010.000)
Beginning Cash and Investments			
308	Beginning Cash and Investments	662,260	2,864,437
388 / 588	Net Adjustments	-	-
Revenues			
310	Taxes	-	-
320	Licenses and Permits	315,322	-
330	Intergovernmental Revenues	7,933	-
340	Charges for Goods and Services	87,228	2,518,743
350	Fines and Penalties	-	-
360	Miscellaneous Revenues	-	-
Total Revenues:		410,483	2,518,743
Expenditures			
510	General Government	-	18,145
520	Public Safety	-	-
530	Utilities	-	-
540	Transportation	-	1,639,716
550	Natural/Economic Environment	403,879	-
560	Social Services	148,022	-
570	Culture and Recreation	-	-
Total Expenditures:		551,901	1,657,861
Excess (Deficiency) Revenues over Expenditures:		(141,418)	860,882
Other Increases in Fund Resources			
391-393, 596	Debt Proceeds	-	-
397	Transfers-In	-	-
385	Special or Extraordinary Items	-	-
381, 382, 389, 395, 398	Other Resources	-	17,658
Total Other Increases in Fund Resources:		-	17,658
Other Decreases in Fund Resources			
594-595	Capital Expenditures	19,863	498,744
591-593, 599	Debt Service	36,989	-
597	Transfers-Out	-	-
585	Special or Extraordinary Items	-	-
581, 582, 589	Other Uses	-	-
Total Other Decreases in Fund Resources:		56,852	498,744
Increase (Decrease) in Cash and Investments:		(198,270)	379,796
Ending Cash and Investments			
50821	Nonspendable	-	-
50831	Restricted	456,800	-
50841	Committed	-	-
50851	Assigned	7,190	3,244,233
50891	Unassigned	-	-
Total Ending Cash and Investments		463,990	3,244,233

The accompanying notes are an integral part of this statement.

Skamania County
Fiduciary Fund Resources and Uses Arising from Cash Transactions
For the Year Ended December 31, 2023

		Total for All Funds (Memo Only)	Custodial	External Investment Pool Fund
308	Beginning Cash and Investments	21,267,747	1,664,999	19,602,748
388 & 588	Net Adjustments	-	-	-
310-390	Additions	104,624,955	71,722,732	32,902,223
510-590	Deductions	96,780,833	71,929,752	24,851,081
	Net Increase (Decrease) in Cash and Investments:	7,844,122	(207,020)	8,051,142
508	Ending Cash and Investments	29,111,870	1,457,980	27,653,890

The accompanying notes are an integral part of this statement.

SKAMANIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

Note 1 – Summary of Significant Accounting Policies

The County of Skamania was incorporated in 1854 and operates under the laws of the state of Washington applicable to a seventh-class county with a commission form of government. The County is a general-purpose government and provides public safety, road improvement, parks and recreation, judicial administration, health and social services and general administrative services. In addition, the County owns and operates a solid waste facility.

Skamania County (County) reports financial activity in accordance with the *Cash Basis Budgeting, Accounting and Reporting System (BARS)* manual prescribed by the State Auditor's Office under the authority of Washington State law, Chapter 43.09 RCW. This manual prescribes a financial reporting framework that differs from generally accepted accounting principles (GAAP) in the following manner:

- Financial transactions are recognized on a cash basis of accounting as described below.
- Component units are required to be disclosed but are not included in the financial statements.
- Government-wide statements, as defined in GAAP, are not presented.
- All funds are presented, rather than a focus on major funds.
- The Schedule of Liabilities is required to be presented with the financial statements as supplementary information.
- Supplementary information required by GAAP is not presented.
- Ending balances for proprietary and fiduciary funds are presented using the classifications that are different from the ending balance classifications in GAAP.

A. Fund Accounting

Financial transactions of the government are reported in individual funds. Each fund uses a separate set of self-balancing accounts that comprises its cash and investments, revenues, and expenditures. The government's resources are allocated to and accounted for in individual funds depending on their intended purpose. Each fund is reported as a separate column in the financial statements, except for fiduciary funds, which are presented by fund types. The total column is presented as "memo only" because any interfund activities are not eliminated. The following are the fund types used by the County:

GOVERNMENTAL FUND TYPES:

General (Current Expense) Fund

This fund is the primary operating fund of the County. It accounts for all financial resources except those required or elected to be accounted for in another fund.

Managerial funds are funds which do not have revenue sources restricted or committed for specific purposes. The interfund activity between the current expense fund and the managerial funds is eliminated from the financial statements. The following managerial funds have been consolidated with the current expense fund:

SKAMANIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

- 1020 C/R Insurance
- 1021 C/R Contingent Liability
- 1023 C/R Salaries and Wages
- 1024 C/R Buildings & Grounds
- 1026 C/R Facilities & Land
- 1027 C/R Loan Fund
- 1028 C/R Information Technology
- 1070 Sheriff's Department Drug
- 1075 Search and Rescue/Emergency Medical Services
- 1130 Cable Television
- 1180 Election Reserve
- 1250 Co Clerk Collection
- 1280 Nuisance Control
- 1291 Wind River Business Park
- 1900 American Rescue Plan Act

Special Revenue Funds

These funds account for specific revenue sources that are legally restricted or committed to expenditures for specified purposes of the County.

Capital Projects Fund

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

PROPRIETARY FUND TYPES:

Enterprise Funds

These funds account for operations that provide goods or services to the general public and are supported primarily through user charges.

Internal Service Funds

These funds account for operations that provide goods or services to other departments or funds of the County on a cost-reimbursement basis.

FIDUCIARY FUND TYPES:

Fiduciary funds account for assets held by the County in a trustee capacity or as an agent on behalf of others.

SKAMANIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

Custodial Funds

These funds are used to account for assets that the County holds on behalf of others in a custodial capacity.

External Investment Pool – Custodial Fund

These funds are used to report the external portion of the investment pools that are not held in trust on behalf of others in a custodial capacity.

B. Basis of Accounting

Financial statements are prepared using the cash basis of accounting and measurement focus. Revenues are recognized when cash is received, and expenditures are recognized when paid.

C. Cash and Investments

See Note 3, Deposits and Investments

D. Capital Assets

Capital assets are assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of 5 years. Capital assets are long-lived assets of the County and are recorded as expenditures when purchased.

E. Compensated Absences

Guild – Employees' vacation leave may accumulate up to 380 hours, and after completion of one year of service the county vacation leave accrual is payable upon separation under good standing. Guild employee sick leave may be accumulated indefinitely. Upon death or retirement, employees' unused sick leave accrual up to 1000 hours is payable at the current salary level being paid. Guild employees who separate from County service via layoff with at least five (5) years of service will be paid fifty percent (50%) for accrued but unused sick leave at their base rate of pay to a maximum of five hundred (500) hours. Guild employees do not receive payment for unused sick leave when they leave service for reasons other than retirement, layoff or death.

Public Works Union – Employees' vacation leave may accumulate up to 380 hours, and after completion of 6 months, vacation leave accrual is payable upon separation under good standing. Sick Leave may be accrued indefinitely. Upon separation after 20 years of service, death or retirement, unused sick leave accrual up to 1000 hours is payable to the employee, or his/her designated beneficiary, at the current salary level being paid. Upon termination for reasons other than death or retirement, employees are not entitled to payment for unused sick leave. Employees who separate from County service via layoff with at least five (5) years of service will be paid fifty percent (50%) of unused sick leave at their base rate of pay to a maximum of five hundred (500) hours.

Manager's Union – Employees' vacation leave may accumulate up to 380 hours, and after completion of 6 months, vacation leave accrual is payable upon separation under

SKAMANIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

good standing. Sick leave may be accrued indefinitely. Upon separation at death or retirement, unused sick leave up to 1000 hours is payable to the employee, or his/her designated beneficiary, at the current salary level being paid. Upon termination for reasons other than completion of 20 years of service, retirement or death, employees are not entitled to payment for unused sick leave. Employees who separate from County service via layoff with at least five (5) years of service will be paid fifty percent (50%) of unused sick leave at their base rate of pay to a maximum of five hundred (500) hours.

Contract employees - (Public Works Director, Community Health Director, Finance Administrator, Human Resource Specialist, County Engineer) shall accrue Vacation and Sick Leave days at the same rate as other administrative, professional and/or managerial employees and shall be entitled to annual vacation buyback in the same amount as other County employees. Upon termination of the contract by the County, unused vacation and sick leave shall be paid at full value, except as otherwise provided in Section 12 of the Contract. Upon voluntary separation, retirement or death, payment of vacation and sick leave shall follow the Personnel Policy, except as otherwise provided in Section 12 of the Contract.

All county employees unless described above – Employees' vacation leave may accumulate up to 360 hours and is payable upon separation or retirement as long as 10 working days' notice has been given, or upon death.

Sick leave may be accumulated indefinitely. Upon death or retirement, employees receive payment for unused sick leave up to 1000 hours. For employees hired prior to January 1, 1980, accrued sick leave in excess of fifty days (but not to exceed fifty days' pay) shall be paid at the salary level currently being paid to that employee upon separation for reasons other than retirement or death. Employees hired after January 1, 1980 shall not be entitled to payment for unused sick leave upon separation for reasons other than retirement or death, unless they have 20 or more years of service.

At retirement or death, or for employees with 20 or more years of service, up to 1000 hours of unused accrued sick leave will be paid to the employee or his designated beneficiary at the salary level being paid at the time of separation.

Payments are recognized as expenditures when paid. Compensated absences payable at December 31, 2023 was \$1,740,998.

F. Long-Term Debt

See Note 7 – Long-Term Debt.

SKAMANIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

G. Other Increases or Decreases in Fund Resources

The County's Other Increases or Decreases in Fund Resources consists of operating transfers in, operating transfers out, timber sales, sale of capital assets, purchase of capital assets and insurance recoveries.

H. Restricted and Committed Portion of Ending Cash and Investments

Beginning and Ending Cash and Investments are reported as restricted or committed when they are subject to restrictions on use imposed by external parties or due to internal commitments established by resolutions of the board. When expenditures that meet restrictions are incurred, the County intends to use restricted resources first, followed by committed resources, before using unrestricted amounts. Restrictions and commitments of ending cash balances consist of:

Purpose	Restricted	Committed
Drug and Criminal Investigation	18,458	-
Tourism Promotion	537,478	-
Crime Victim Compensation	118,913	-
Emergency Services	440,879	4,991
Conservation	4,442	-
Community Health Services	1,616,077	-
Veteran Relief	213,758	-
Housing Assistance	434,367	-
Trial Court Improvements	43,369	-
Title III	132,730	-
Family Support Services	34,038	-
Road Preservation and Maintenance	2,986,982	-
Capital Improvement	927,782	-
Building Inspection and Environmental Health Fund	456,800	-
Governmental activities - funds with external restrictions through RCW's and Grant agreements for REET, ARP, Law, Auditor, Treasurer and Elections.	3,721,319	-
Inmate Welfare	-	29,012
Total	\$ 11,687,392	\$ 34,003

SKAMANIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

Note 2 – Budget Compliance

The County adopts annually appropriated budgets for all funds. These budgets are appropriated at the fund level, except the general (current expense) fund where budget is adopted at the department level. The current expense fund for financial reporting also contains managerial funds which are budgeted separately. 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. Budget amounts are authorized to be transferred between departments within any fund; 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 the County's legislative body.

The final appropriated and actual expenditures for legally adopted budgets were as follows:

SKAMANIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

Fund/Department	Final Appropriated Amount	Actual Expenditures	Variance
Current Expense			
Boundary Review Board	4,525	2,111	2,414
Commissioners	687,822	687,254	568
Public Defender	198,200	175,765	22,435
Superior Court	272,285	256,125	16,160
Clerk	434,753	376,789	57,964
District Court	603,561	551,871	51,690
Treasurer	445,205	426,013	19,192
Auditor	689,667	672,373	17,294
Assessor	565,272	551,447	13,825
Board of Equalization	16,315	13,713	2,602
Prosecutor	926,066	796,378	129,688
Support Enforcement	58,034	53,596	4,438
Civil Service	1,250	1,114	136
Buildings & Grounds	1,335,186	1,259,492	75,694
Information Technology	576,671	535,170	41,501
Sheriff	3,580,518	3,532,215	48,302
Probation	147,143	105,517	41,626
Jail	1,420,047	1,053,493	366,554
Jail Work Crew	132,482	119,629	12,853
Emergency Management	91,948	69,560	22,388
Juvenile Services	294,176	273,942	20,234
Noxious Weed	317,619	310,647	6,972
Community Development - Planning	504,024	412,028	91,996
Coroner	37,241	36,728	513
Community Events and Recreation	669,448	417,000	252,448
Human Resources	353,208	321,627	31,581
External Services	499,080	344,309	154,771
Operating Transfers Out	311,570	311,570	-
Loan Repayments and Interest	1,600,000	1,444,280	155,720
Total Current Expense Fund - Budgeted	16,773,316	15,111,756	1,661,560
Managerial Funds:			
1020 - C/R Insurance	-	-	-
1021 - C/R Contingent Liability	200,000	19,547	180,453
1023 - C/R Salaries, Wages & Benefits	994,224	-	994,224
1024 - C/R Buildings & Grounds	370,451	-	370,451
1026 - C/R County Facilities and Land	168,732	-	168,732
1027 C/R Loan	1,600,000	1,444,280	155,720
1028 C/R Information Technology	337,245	-	337,245
1130 - Cable TV	3,500	-	3,500
1180 - Election Reserve	130,117	120,361	9,756
1070 - Sheriff Drug (170)	8,500	1,041	7,459
1075 - Search and Rescue (174)	2,600	1,753	847
1250 - County Clerk (175)	2,151	936	1,215
1280 - Nuisance Control	44,581	-	44,581
1290/1291 - Wind River Business Park	443,089	357,263	85,826
1900 - American Rescue Plan Fund	1,199,197	1,184,893	14,304
Less eliminations (interfund managerial activity):	-	(2,888,560)	2,888,560
Total Current Expense Fund, per Financial Statement	22,277,702	15,353,270	6,924,433

SKAMANIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

Fund/Department	Final Appropriated Amount	Actual Expenditures	Variance
1030 - Hotel Motel Tax (130)	307,585	296,000	11,585
1040 - Crime Victim (140)	63,962	59,789	4,173
1050 - Law Library (150)	5,053	4,782	271
1080- E 911 Services (180)	715,022	546,594	168,428
1085 - Inmate Welfare (185)	51,000	47,202	3,798
1090- Sheriff's Criminal Investigation (190)	17,000	6,631	10,369
1120- Treasurer's Operation & Maint (112)	10,700	-	10,700
1140 - Community Health (114)	3,046,332	2,754,876	291,456
1141 - Opioid Fund	39,542	-	39,542
1160 - Senior Services (116)	1,591,920	1,542,175	49,745
1170 - Veteran's Relief (117)	88,400	80,240	8,160
1190 - Auditor's O & M (119)	124,000	83,396	40,604
1230 - Affordable Housing (173)	111,011	-	111,011
1260 - Real Estate Excise Tax - Technology (176)	28,000	12,848	15,152
1270 - Trial Court (177)	16,850	16,840	10
1281 - Forester (128)	121,842	95,652	26,190
1300 - Title III (134)	389,433	256,703	132,730
1320 - Homeless Housing and Assistance (132)	121,933	100,269	21,664
1330 - Family Support Fund (133)	32,455	-	32,455
1400 - County Road (141)	6,702,213	4,847,233	1,854,980
3010 -Capital Improvements (301)	1,253,615	668,415	585,200
4010 - Solid Waste (401)	1,697,550	1,617,257	80,293
4020 - Environmental Health/Building Inspections	681,421	608,753	72,668
5010 - ER & R Fund (501)	3,606,292	2,156,605	1,449,687
Total County Funds	43,100,834	31,155,530	11,945,304

Note 3 – Deposits and Investments

Investments by type at December 31, 2023 are as follows:

Type of Investment	County's Own Investments	Investments held by County as an agent for other local governments	Total
Bank deposits	\$ 14,479,507	\$ 21,524,578	\$ 36,004,085
Local Government Investment Pool	7,886,389	6,129,312	14,015,701
Checking and cash on hand	1,740,653	1,457,980	3,198,633
Total	<u>\$ 24,106,549</u>	<u>\$ 29,111,870</u>	<u>\$ 53,218,419</u>

It is the County's policy to invest all temporary cash surpluses. The interest on these investments is posted to the current expense fund.

The County is a voluntary participant in the Local Government Investment Pool, an external investment pool operated by the Washington State Treasurer. The pool is not rated and not registered with the SEC. Rather, oversight is provided by the State Finance Committee in

SKAMANIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

accordance with Chapter 43.250 RCW. Investments in the LGIP are reported at amortized cost, which is the same as the value of the pool per share. The LGIP does not impose any restrictions on participant withdrawals.

The Office of the State Treasurer prepares a stand-alone financial report for the pool. A copy of the report is available from the Office of the State Treasurer, PO Box 40200, Olympia, Washington 98504-0200, online at www.tre.wa.gov.

Custodial credit risk for deposits is the risk that, in event of a failure of a depository financial institution, the County would not be able to recover deposits or would not be able to recover collateral securities that are in possession of an outside party. The County's deposits are mostly covered by the Federal Deposit Insurance Corporation (FDIC) or by collateral held in a multiple financial institution collateral pool administered by the Washington Public Deposit Protection Commission (PDPC). The County's investments are insured, registered, or held by the County or its agent in the County's name.

Note 4 – Property Taxes

The County treasurer acts as an agent to collect property taxes levied in the County for all taxing authorities. Collections are distributed at the end of each month. Property tax revenues are recognized when cash is received by the County. Delinquent taxes are considered fully collectible because a lien affixes to the property after taxes are levied.

PROPERTY TAX CALENDAR

January 1	Tax is levied and become an enforceable lien against properties.
February 14	Tax bills are mailed.
April 30	First of two equal installment payments is due.
May 31	Assessed value of property established for next year's levy at 100 percent of market value.
October 31	Second installment is due.

The County's regular levy for 2023 was \$1.04980121 per \$1,000 on an assessed valuation of \$2,465,331,342 for a total regular levy of \$2,588,108.

The County is also authorized to levy \$2.25 per \$1,000 of assessed valuation in unincorporated areas for road construction and maintenance. This levy is subject to the same limitations as the levy for general governmental services. The County Road levy for 2023 was \$1.07480596 per \$1,000 on an assessed valuation of \$1,961,062,075 for a total regular levy of \$2,107,761.

Washington State Constitution and Washington State law, RCW 84.55.010, limit the rate.

SKAMANIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

Note 5 – Interfund Loans and Advances

The following table displays interfund loan activity during 2023:

Borrowing Fund	Lending Fund	Balance 12/31/22	New Loans	Repayments	Balance 12/31/23	Resolution No. for payment/ extension
Current Expense	C/R Loan (1027)	228,650	-	228,650	-	RES 2022-40
Current Expense	C/R Loan (1027)	1,208,327	-	1,208,327	-	RES 2022-64
Current Expense	C/R Loan (1027)	-	1,444,280	-	1,444,280	RES 2023-53
Total		1,436,977	1,444,280	1,436,977	1,444,280	

These interfund loans are not displayed on the financial statements, as they were loaned between current expense and managerial funds and therefore have been eliminated.

Note 6 – Pension Plans

Substantially all County full-time and qualifying part-time employees participate in the following statewide retirement systems administered by the Washington State Department of Retirement Systems (DRS), under cost-sharing, multiple-employer public employee defined benefit plans. The State Legislature establishes, and amends, laws pertaining to the creation and administration of all public retirement systems.

The Department of Retirement Systems, a department within the primary government of the State of Washington, issues a publicly available annual comprehensive financial report (ACFR) that includes financial statements and required supplementary information for each plan. The DRS ACFR may be downloaded from the DRS website at www.drs.wa.gov.

At June 30, 2023 (the measurement date of the plans), the County's proportionate share of the collective net pension liabilities (assets), as reported on the Schedule 09, and net pension assets was as follows:

Plan	Employer Contributions	Allocation %	Liability (Asset)
PERS 1	342,371	0.050243%	1,146,913
PERS 2/3	477,506	0.054310%	(2,225,995)
Public Safety ERS 2	71,076	0.141162%	(149,687)
LEOFF 1	-	0.007493%	(222,394)
LEOFF 2	90,116	0.039924%	(957,616)
Total	981,068		(2,408,779)

Only the net pension liabilities are reported on the Schedule 09.

LEOFF Plan 1

The County also participates in the LEOFF Plan 1. The LEOFF Plan 1 is fully funded, and no further employer contributions have been required since June 2000. If the plan becomes underfunded,

SKAMANIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

funding of the remaining liability will require new legislation. Starting on July 1, 2000, employers and employees contribute zero percent. There are no LEOFF Plan 1 employees active on payroll.

LEOFF Plan 2

The County also participates in the LEOFF Plan 2. The Legislature, by means of a special funding arrangement, appropriates money from the state general fund to supplement the current service liability and fund the prior service costs of Plan 2 in accordance with the recommendations of the Pension Funding Council and the LEOFF Plan 2 Retirement Board. This special funding situation is not mandated by the state constitution and could be changed by statute.

Note 7 – Long-Term Debt

The accompanying Schedule of Liabilities provides more details of the outstanding debt and liabilities of the County and summarizes the County's debt transactions for year ended December 31, 2023.

The County participates in an interlocal agreement to reimburse Skamania County PUD for electrical system infrastructure improvements at Wind River Business Park. As of December 31, 2023, \$150,000 was still outstanding.

The following are debt service requirements to maturity:

Year	Principal	Interest	Total
2024	\$ 50,000	\$ 1,500	\$ 51,500
2025	50,000	1,000	51,000
2026	50,000	500	50,500
	<u>\$ 150,000</u>	<u>\$ 3,000</u>	<u>\$ 153,000</u>

Note 8 – Related Parties

One County Commissioner sits on the board of the Area Agency on Aging and Disabilities of Southwest Washington. Skamania County Senior Services is a contractor with this agency. In 2023, the County contracted with this agency, receiving the following revenues to provide the services:

- \$51,054 – Congregate and Home Delivered Meals – Older Americans Act Title IIIC and USDA in Lieu of Commodities
- \$4,750 – Health Promotions – Older Americans Act Title IIID
- \$50,895 – Information and Assistance – Older Americans Act Title IIIB and SCSA I&A
- \$57,198 – Senior Transport – Older Americans Act Title IIIB and SCSA Transportation
- \$5,920 – SB 5736 Home Delivered Meals Expansion
- \$1,250 – Medicare Improvement for Patients and Providers Act for Beneficiary Outreach and Assistance (MIPPA)

SKAMANIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

-
- \$20,000 – ARPA Senior Transportation
 - \$14,723 – ARPA Congregate Meal
 - \$55,474 – Hunger Relief Funds

Note 9 – External Investment Pool - Custodial Fund

Revised Code of Washington (RCW) 36.29.022, 36.29.010, and 36.29.020, authorize the County Treasurer to invest its surplus cash and any funds of municipal corporations which are not required for immediate expenditure and are in the custody or control of the county treasurer. The External Investment Pool's investments are invested pursuant to the Revised Code of Washington. Any credits or payments to pool participants are calculated and made in a manner as required by RCW 36.29.024.

The investments are managed by the Treasurer, which reports investment activity to the County Finance Committee on an annual basis. Additionally, the County treasurer investment activity is subject to an annual investment policy review, compliance oversight, quarterly financial review, and annual financial reporting. The County has not provided nor obtained any legally binding guarantees during the year ended December 31, 2023, to support the value of shares in the Pool.

The External Investment Pool - Custodial Fund is not registered with the SEC and is not subject to any formal oversight other than that provided by the County Finance Committee. The Committee is responsible for adopting investment objectives and policies, for hiring investment advisors, and for monitoring policy implementation and investment performance. The Committee's primary role is to oversee the allocation of the Pool's portfolio among the asset classes, investment vehicles, and investment managers.

The interest or other earnings of income from the funds of any municipal corporation of which the governing body has not taken any action pertaining to the investment of funds and that have been invested in accordance with state statutes, shall be deposited in the current expense fund of the County and may be used for general County purposes. The total amount of income from the External Investment Pool assigned to the County's general fund for the year was \$1,590,405. These investments made by the County Treasurer on behalf of the participants is involuntary participation in the County Treasurer's Investment Pool as they are required to be invested by statute.

Sixty-three percent of the County Treasurer's Pool consists of these involuntary participants. Voluntary participants in the County Treasurer's Pool include the public utility, school, hospital, fire, cemetery, port and mosquito control districts. The deposits held for both involuntary and voluntary entities are included in the External Investment Pool - Custodial Fund.

SKAMANIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

Note 10 – Risk Management

Skamania County is a member of Washington Counties Risk Group (WCRG). Chapter 48.62 RCW authorizes the governing body of any one or more governmental entities to form together into or join a program 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 pursuant to the provisions of Chapter 39.34 RCW, the Interlocal Cooperation Act. The program was formed on September 1, 1998, when three counties in the state of Washington joined together by signing an Interlocal Agreement to pool their self-insured losses and jointly purchase insurance and administrative services. As of November 30, 2023, membership includes 10 members in the program.

The program provides the following forms of joint self-insurance and reinsurance coverage for its members: Property, including Automobile Comprehensive and Collision, Equipment Breakdown, Crime Protection, and Liability: including General, Automobile, Wrongful Acts, and Cyber, which are included to fit the member's various needs.

The program acquires reinsurance through their administrator, Clear Risk Solutions. Liability coverage is purchased to a group aggregate limit of \$45,000,000 with a self-insured retention (SIR) of \$500,000. Members are responsible for a \$1,000 to \$25,000 deductible for each claim, while the program is responsible for the \$500,000 SIR. Since the program is a cooperative program, there is joint liability among the participating members toward the sharing of the \$500,000 SIR, in addition to the deductible. The program also purchases a Stop Loss Policy as another layer of protection to its membership, with an attachment point of \$2,542,271 which is fully funded in its annual budget.

Property insurance is subject to a per occurrence SIR of \$500,000. Members are responsible for a \$1,000 to \$50,000 per occurrence deductible. The program bears the \$500,000 SIR, in addition to the deductible.

Equipment Breakdown insurance is subject to a per occurrence deductible of \$2,500 (\$5,000 for sewer plants). Members are responsible for the full deductible amount of each claim. There is no program SIR on this coverage.

Cyber liability insurance is subject to a per-occurrence SIR of \$50,000. Members are responsible for a \$10,000 deductible for each claim, while the program is responsible for the remaining \$40,000 SIR.

Members contract to remain in the program for a minimum of one year and must give notice prior to December 31 before terminating participation the following December 1. The Interlocal Agreement is renewed automatically each year. Even after termination, a member remains responsible for contributions to the program for any unresolved, unreported, and in-process claims for the period they were a signatory to the Interlocal Agreement.

SKAMANIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

The program is funded by its member participants and has no employees. Claims are filed by members/brokers with Clear Risk Solutions, who has been contracted to perform program administration, underwriting, claims adjustment, and loss prevention for the program. Fees paid to the third-party administrator under this arrangement for the policy year ending December 1, 2023, were \$1,282,508.

The program is governed by a ten-member board of directors elected by each member's designated voting representative. It is felt the individual counties are best able to select their own representatives to manage their insurance association.

UNEMPLOYMENT INSURANCE

Pursuant to Chapter 50.44.030 and 50.44.060 RCW, Skamania County makes payments for unemployment benefits to the Washington Employment Security Department in lieu of contributions. The Employment Security Department charges the full amount of unemployment benefits attributable to Skamania County.

Note 11 – Other Postemployment Benefit Plans (OPEB)

In addition to the pension benefits described in Note 6, the County has a commitment to pay for postemployment benefit (OPEB) plans to employees as follows:

LEOFF I Healthcare Reimbursements: In accordance with state law, the County provides health insurance benefits for public safety employees who retired under LEOFF I while working for the County. This single employer, defined benefit OPEB plan administered by the County pays for the participant's healthcare premiums, healthcare co-payments and other medical costs. There are five (5) retirees who receive these benefits and will receive these benefits the rest of their lives. \$65,397 was paid out for those benefits during the year benefit premiums, long term care premiums and other medical reimbursements.

Currently, Skamania County does not have any employees that are eligible for the LEOFF I plan actively working. For the five retirees, the County pays for their health insurance premium for a medigap plan and for their Medicare Part B and D, and Dental Insurance.

The liability for LEOFF I OPEB is reported on the Schedule of Liabilities and totals \$2,511,267 at December 31, 2023. This liability was calculated using the alternative measurement method.

Retiree Health Premiums: The County allows certain retirees to purchase health insurance premiums at a subsidized rate. Beginning April 1, 2010, retired employees up to the age of 65, may purchase health insurance premiums through the County's health insurance provider at the same rate of active employees. Prior to this date, any retiree, regardless of their age could participate in this benefit. Those retirees have been grandfathered into the new program and can continue to purchase their health insurance premiums even after the age of 65. There is no

SKAMANIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

implicit subsidy from the County because the retirees pay a separate rate determined for their separate risk group.

Both plans are on a pay-as-you-go basis.

Note 12 – Leases

The County leases equipment for operations and office use under initial lease agreements that range from 3 to 5 years. The earliest lease was initiated in 2007 and the most recent agreement was entered into in 2022. Currently, the County intends to utilize all available lease extensions taking leases through 2037. See detailed list of leases:

Lease Type	Start Date	Initial Term	Extensions up to:	Payment Timing	Payment Amount	Cancellation Clause
House radio equipment	08/2012	5 years	4 - 5 year terms	yearly	4% per year	Lessee may cancel with 90 days written notice
Operating electronic and telecommunication equipment	12/1/2010	5 years	4 - 5 year terms	yearly	4% increase per year	Sublessee may cancel with 30 days written notice
Communication facility lease	11/1/2007	5 years	4 - 5 year terms	yearly	4% increase per year	Lessor may cancel with 30 days written notice
Large format printer rental agreement	2/3/2022	3 years	can continue with month to month lease	yearly	\$3,000.00	N/A
Copiers	2/28/2019	60 months	can renew month to month after initial term	monthly	\$2,182.40	N/A
Printer	7/25/2019	58 months	can renew month to month after initial term	monthly	\$18.00	N/A

The total amount paid for leases in the current reporting period was \$54,559. Future minimum lease payments are as follows:

2024	31,413
2025	27,207
2026	28,295
2027	29,427
2028	30,604
2029-2033	146,767
2034-2037	82,278
Total \$	375,991

Note 13 – Subscription Based Information Technology Arrangements (SBITAs)

During the year ended December 31, 2023, the County adopted guidance for the presentation and disclosure of Subscription Based Information Technology Arrangements (SBITA), as required by the BARS manual. This requirement resulted in the addition of a subscription liability reported on the Schedule of Liabilities. The following table summarizes the arrangements for software subscriptions:

SKAMANIA COUNTY
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2023

SBITA	Start Date	Initial Term	Extensions up to:	Payment Timing	Payment Amount	SBITA Payable at 12/31/2023	Cancellation Clause
Assessor - valuation and property tax	1/18/2012	NA	1 year renewals until cancelled by County	Annual	\$ 27,763	\$138,815	Cancellable at end of each year by County
Community Health - electronic health records	5/1/22	5 years	Automatic 60 month renewals	Annual	\$ 33,842	\$107,721	Cancellable at end of each term by either party
Public Works - GIS software	6/14/22	3 years	NA	Annual	\$ 27,500	\$27,500	No cancellation during initial term
Clerk - Online document management	9/1/22	3 years	Automatic 1 year renewals	Annual	\$ 7,500	\$12,500	Cancellable at end of each term by either party
Public Works - permit management	1/31/23	5 years	NA	Annual	\$ 36,989	\$147,956	No cancellation during initial term

The total amount paid for SBITA's in 2023 was \$133,594. As of December 31, 2023, the future SBITA payments are as follows:

	Total
2024	\$ 134,603
2025	105,647
2026	101,727
2027	64,752
2028	27,763
	<u>\$ 434,492</u>

Note 14 – Other Disclosures

Subsequent Events

In November 2023, the County Equipment Rental and Revolving fund signed a purchase agreement for a building for \$25,000 to be paid over five years, maturing 2028, with no interest. The transfer of title will occur January 2024.

COVID-19 Pandemic

In February 2020, the Governor of the state of Washington declared a state of emergency in response to the spread of COVID-19. Precautionary measures to slow the spread of the virus continued throughout 2021 and into 2022. These measures included limitations on business operations, public events, gatherings, travel, and in-person interactions.

The financial impact of COVID-19 included higher than normal communication costs with purchases of online meeting applications, hardware, and software upgrades due to more online work being done, and the additional health precautions taken for normal daily tasks. The largest fiscal impact has been the cost of personal protection along with equipment, staff time, and new jobs added due to the pandemic.

Although we are no longer dealing with the big issues of no contact, office closures, social distancing, masks, and things of this nature, we are still dealing with the aftermath and the funding that came with some of the emergency. We are now getting back on track financially and are still filling the holes with the pandemic federal funds that were offered to the county. We expect those funds will be utilized fully in the next couple of years.

Skamania County
Schedule of Liabilities
For the Year Ended December 31, 2023

ID. No.	Description	Due Date	Beginning Balance	Additions	Reductions	Ending Balance
General Obligation Debt/Liabilities						
263.85	Skamania County PUD	9/1/2026	200,000	-	50,000	150,000
	Total General Obligation Debt/Liabilities:		200,000	-	50,000	150,000
Revenue and Other (non G.O.) Debt/Liabilities						
259.12	Compensated Absences - Governmental Activities		1,520,978	148,643	-	1,669,621
259.12	Compensated Absences - Solid Waste Proprietary Fund		45,039	26,338	-	71,377
264.30	Net Pension Liability		1,455,055	-	308,142	1,146,913
264.40	OPEB		2,397,635	113,632	-	2,511,267
263.57	House radio equipment	7/31/2036	182,713	-	9,125	173,588
263.57	Operating electronic and telecommunication equipment	11/30/2034	119,789	-	7,205	112,584
263.57	Communication facility lease	10/31/2031	93,389	-	8,824	84,565
263.57	Large format printer rental agreement	2/2/2025	6,000	-	3,000	3,000
263.57	Copiers	2/27/2024	28,371	-	26,189	2,182
263.57	Printer	7/4/2024	288	-	216	72
263.57	SBITA Assessor - valuation and property tax	1/1/2028	166,578	-	27,763	138,815
263.57	SBITA Community Health - electronic health records	5/1/2026	141,563	-	33,842	107,721
263.57	SBITA Clerk- Online Document Management	8/31/2025	20,000	-	7,500	12,500
263.57	SBITA Public Works - GIS software	6/14/2024	55,001	-	27,501	27,500
263.57	SBITA Public Works - permit management	2/14/2027	-	184,945	36,989	147,956
	Total Revenue and Other (non G.O.) Debt/Liabilities:		6,232,399	473,558	496,296	6,209,661
	Total Liabilities:		6,432,399	473,558	546,296	6,359,661

Skamania County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2023

Federal Agency (Pass-Through Agency)	Federal Program	ALN Number	Expenditures				Passed through to Subrecipients	Note
			Other Award Number	From Pass- Through Awards	From Direct Awards	Total		
UNITED STATES DEPARTMENT OF AGRICULTURE (via WA Recreation and Conservation Office)	Plant and Animal Disease, Pest Control, and Animal Care	10.025	Project # 22- 2103; Funding source RCO23- 17, USDA Grant AP22PPQFO00 0C213	6,600	-	6,600	-	1, 4
FOOD AND NUTRITION SERVICE, AGRICULTURE, DEPARTMENT OF (via WA Dept of Health)	WIC Special Supplemental Nutrition Program for Women, Infants, and Children	10.557	Contract #CLH31026	32,509	-	32,509	-	1, 4
Forest Service Schools and Roads Cluster								
FOREST SERVICE, AGRICULTURE, DEPARTMENT OF	Schools and Roads - Grants to States	10.665		-	1,394,309	1,394,309	-	1, 4
Total Forest Service Schools and Roads Cluster:			-	-	1,394,309	1,394,309	-	
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via WA Dept of Commerce)	Crime Victim Assistance	16.575	NA	62,211	-	62,211	-	1, 4
OFFICE ON VIOLENCE AGAINST WOMEN, JUSTICE, DEPARTMENT OF (via WA Dep of Commerce)	Violence Against Women Formula Grants	16.588	NA	15,211	-	15,211	-	1
OFFICE ON VIOLENCE AGAINST WOMEN, JUSTICE, DEPARTMENT OF (via Department of Commerce)	Violence Against Women Formula Grants	16.588	F22-31103-013	13,785	-	13,785	-	1, 7

The accompanying notes are an integral part of this schedule.

Skamania County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2023

Federal Agency (Pass-Through Agency)	Federal Program	ALN Number	Expenditures				Passed through to Subrecipients	Note
			Other Award Number	From Pass- Through Awards	From Direct Awards	Total		
			Total ALN 16.588:	28,996	-	28,996	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Dept of Transportation)	Highway Planning and Construction	20.205	STRP-30MR- (001)	210,622	-	210,622	-	1, 4
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Dept of Transportation)	Highway Planning and Construction	20.205	STPR-HIPR- 2030-(007)	370,326	-	370,326	-	1, 4
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Dept of Transportation)	Highway Planning and Construction	20.205	BHOS-2030 (008)	171,683	-	171,683	-	1, 4
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Dept of Transportation)	Highway Planning and Construction	20.205	STBGR-30A3 (001)	4,816	-	4,816	-	1, 4
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Dept of Transportation)	Highway Planning and Construction	20.205	STBGR-2030 (009)	2,738	-	2,738	-	1, 4
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Dept of Transportation)	Highway Planning and Construction	20.205	HSIP-000S (639)	277,237	-	277,237	-	1, 4

The accompanying notes are an integral part of this schedule.

Skamania County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2023

Federal Agency (Pass-Through Agency)	Federal Program	ALN Number	Expenditures				Passed through to Subrecipients	Note
			Other Award Number	From Pass- Through Awards	From Direct Awards	Total		
			Total ALN 20.205:	1,037,422	-	1,037,422	-	
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE	COVID 19 - CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027		-	680,990	680,990	-	1
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE	COVID 19 - Local Assistance and Tribal Consistency Fund	21.032		-	503,903	503,903	-	1, 3
VA HEALTH ADMINISTRATION CENTER, VETERANS AFFAIRS, DEPARTMENT OF (via WA Veteran's Administration)	Veterans Transportation Program	64.035	NA	26,176	-	26,176	-	1, 4
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via AAADSW)	Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	NA	4,750	-	4,750	-	1, 4
Aging Cluster								
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via AAADSW)	Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	NA	20,000	-	20,000	-	1, 4
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via AAADSW)	Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	NA	22,879	-	22,879	-	1, 4

The accompanying notes are an integral part of this schedule.

Skamania County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2023

Federal Agency (Pass-Through Agency)	Federal Program	ALN Number	Other Award Number	Expenditures			Passed through to Subrecipients	Note
				From Pass- Through Awards	From Direct Awards	Total		
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via AAADSW)	Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	NA	14,601	-	14,601	-	1, 4
		Total ALN 93.044:			57,480	-	57,480	-
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via AAADSW)	Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	NA	14,723	-	14,723	-	1, 4
		Total ALN 93.045:			14,500	-	14,500	-
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via AAADSW)	Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	NA	32,032	-	32,032	-	1, 4
		Total ALN 93.045:			61,255	-	61,255	-
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via AAADSW)	Nutrition Services Incentive Program	93.053	NA	4,522	-	4,522	-	1, 4
		Total Aging Cluster:			123,257	-	123,257	-

The accompanying notes are an integral part of this schedule.

Skamania County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2023

Federal Agency (Pass-Through Agency)	Federal Program	ALN Number	Other Award Number	Expenditures			Passed through to Subrecipients	Note
				From Pass- Through Awards	From Direct Awards	Total		
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA Dept of Health)	Public Health Emergency Preparedness	93.069	Contract #CLH31026	23,618	-	23,618	-	1
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via AAADSW)	Medicare Enrollment Assistance Program	93.071	NA	1,250	-	1,250	-	1, 4
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA Dept of Health)	Immunization Cooperative Agreements	93.268	Contract #CLH31026	9,993	-	9,993	-	1
CDC NATIONAL CENTER FOR CHRONIC DISEASE PREVENTION AND HEALTH PROMOTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF	Drug-Free Communities Support Program Grants	93.276		-	42,866	42,866	-	1, 4
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA DSHS)	Child Support Services	93.563	75-1501-0-1- 609	18,259	-	18,259	-	1, 2, 4

The accompanying notes are an integral part of this schedule.

Skamania County
Schedule of Expenditures of Federal Awards
For the Year Ended December 31, 2023

Federal Agency (Pass-Through Agency)	Federal Program	ALN Number	Other Award Number	Expenditures			Passed through to Subrecipients	Note
				From Pass- Through Awards	From Direct Awards	Total		
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via DSHS)	Child Support Services	93.563	NA	36,449	-	36,449	-	1
Medicaid Cluster								
CENTERS FOR MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA DSHS)	Medical Assistance Program	93.778	NA	3,689	-	3,689	-	1
Total ALN 93.563:				54,708	-	54,708	-	
HEALTH RESOURCES AND SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA Dept of Health)	Maternal and Child Health Services Block Grant to the States	93.994	Contract #CLH31026	26,859	-	26,859	-	1
HEALTH RESOURCES AND SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA Dept of Health)	Maternal and Child Health Services Block Grant to the States	93.994	Contract #CLH31026	11,085	-	11,085	-	1, 4
Total Medicaid Cluster:				3,689	-	3,689	-	
Total ALN 93.994:				37,944	-	37,944	-	
SOCIAL SECURITY ADMINISTRATION, SOCIAL SECURITY ADMINISTRATION	Social Security - Work Incentives Planning and Assistance Program	96.008	-	600	600	600	-	1
Total Federal Awards Expended:				1,453,123	2,622,668	4,075,791	-	

The accompanying notes are an integral part of this schedule.

Skamania County

Notes to the Schedule of Expenditures of Federal Awards For the Year Ended December 31, 2023

Note 1 – Basis of Accounting

This Schedule is prepared on the same basis of accounting as the Skamania County financial statements. The County uses the cash basis of accounting.

Note 2 – Federal Indirect Cost Rate(s)

The County has not elected to use the 10-percent de minimis indirect cost rate allowed under the Uniform Guidance. The amount expended includes \$1,873 claimed as an indirect cost recovery using an approved indirect cost rate of 12 percent.

Note 3 – Advances

The County received \$2,021,482 in 2023 under the assistance listing 21.027 – American Rescue Plan Act – LATCF. The County anticipates expending all of the ARPA – LATCF funds before FYE 12/31/2024 in accordance with the Coronavirus State and Local Fiscal Recovery Funds Final Rule of the US Department of the Treasury.

Note 4 – Program Costs

The amounts shown as current year expenditures represent only the federal award portion of the program costs. Entire program costs, including the County's portion, are more than shown. Such expenditures are recognized following the cost principles contained in Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

Note 5 – Program Income

For certain grants, program income is generated when administering federal programs or projects. The receipt of program income is reflected on the SEFA using the deductive method. The total grant expenditures are presented net of program income. Program income was applied toward grant costs as follows:

<u>CFDA</u>	<u>Program</u>	<u>Revenue</u>
93.044	Senior Transport	\$6,330
93.045	Congregate Meals	\$4,550
93.045	Home Delivered Meals	\$1,556



**SKAMANIA COUNTY AUDITOR
ROBERT J. WAYMIRE**

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**CORRECTIVE ACTION PLAN FOR FINDINGS REPORTED UNDER
UNIFORM GUIDANCE**

Skamania County
January 1, 2022 through December 31, 2023

This schedule presents the corrective action planned by the County for findings reported in this report in accordance with Title 2 *U.S. Code of Federal Regulations (CFR) Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

Finding ref number: 2023-001	Finding caption: The County did not have adequate controls for ensuring compliance with federal procurement requirements.
Name, address, and telephone of County contact person: Robert Waymire, Auditor P.O. Box 790 Stevenson, WA 98648 (509) 427-3731	
Corrective action the auditee plans to take in response to the finding: <i>The County has already begun putting together an informal bidding policy and procedure document that will include a federal procurement section.</i> <i>Once the policy is in place, it will be distributed to all departments for their use.</i>	
Anticipated date to complete the corrective action: December 31, 2024	

ABOUT THE STATE AUDITOR'S OFFICE

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

We work with state agencies, local governments and the public to achieve our vision of increasing trust in government by helping governments work better and deliver higher value.

In fulfilling our mission to provide citizens with independent and transparent examinations of how state and local governments use public funds, we hold ourselves to those same standards by continually improving our audit quality and operational efficiency, and by developing highly engaged and committed employees.

As an agency, the State Auditor's Office has the independence necessary to objectively perform audits, attestation engagements and investigations. Our work is designed to comply with professional standards as well as to satisfy the requirements of federal, state and local laws. The Office also has an extensive quality control program and undergoes regular external peer review to ensure our work meets the highest possible standards of accuracy, objectivity and clarity.

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

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