



Office of the Washington State Auditor  
Pat McCarthy

# Financial Statements and Federal Single Audit Report

## Snohomish County

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

*Published September 30, 2024*

Report No. 1035699



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

September 30, 2024

Council  
Snohomish County  
Everett, Washington

**Report on Financial Statements and Federal Single Audit**

Please find attached our report on Snohomish 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

***Americans with Disabilities***

*In accordance with the Americans with Disabilities Act, we will make this document available in alternative formats. For more information, please contact our Office at (564) 999-0950, TDD Relay at (800) 833-6388, or email our webmaster at [webmaster@sao.wa.gov](mailto:webmaster@sao.wa.gov).*

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# SCHEDULE OF FINDINGS AND QUESTIONED COSTS

## **Snohomish County** **January 1, 2023 through December 31, 2023**

### **SECTION I – SUMMARY OF AUDITOR’S RESULTS**

The results of our audit of Snohomish 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 basic financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units and remaining fund information and each major fund in accordance with accounting principles generally accepted in the United States of America (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 reported no deficiencies in the design or operation of internal control over major federal programs that we consider to be significant deficiencies.
- *Material Weaknesses:* We identified no deficiencies that we consider to be material weaknesses.

We issued an unmodified opinion on the County’s compliance with requirements applicable to each of its major federal programs.

We reported no 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>
14.218	CDBG – Entitlement Grants Cluster – Community Development Block Grants/Entitlement Grants
14.218	COVID 19 – CDBG – Entitlement Grants Cluster – Community Development Block Grants/Entitlement Grants
14.267	Continuum of Care Program
21.023	COVID 19 – Emergency Rental Assistance Program
21.027	COVID 19 – Coronavirus State and Local Fiscal Recovery Funds
84.181	COVID 19 – Special Education-Grants for Infants and Families
84.181	Special Education – Grants for Infants and Families

The dollar threshold used to distinguish between Type A and Type B programs, as prescribed by the Uniform Guidance, was \$3,000,000.

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

None reported.

## SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

### Snohomish County

### January 1, 2023 through December 31, 2023

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

<b>Audit Period:</b> 2022	<b>Report Ref. No.:</b> 1033392	<b>Finding Ref. No.:</b> 2022-001
<b>Finding Caption:</b> The County's internal controls were inadequate for ensuring major funds were properly presented in its financial statements.		
<b>Background:</b> Governmental Accounting Standards Board Statement No. 34 outlines the criteria for reporting a major fund on the financial statements. Major funds are presented individually, and nonmajor funds are reported in the aggregate. These accounting standards provide quantitative thresholds for identifying which funds must be reported as major funds. The County utilizes a worksheet to calculate and determine which funds are required to be presented individually as a major fund. However, a formula error in the worksheet resulted in the County failing to identify the Emergency Communications System & Facilities fund as a major fund.		
<b>Status of Corrective Action: (check one)</b> <div style="display: flex; justify-content: space-between; align-items: flex-start;"> <div style="text-align: center;"> <input checked="" type="checkbox"/> Fully Corrected         </div> <div style="text-align: center;"> <input type="checkbox"/> Partially Corrected         </div> <div style="text-align: center;"> <input type="checkbox"/> Not Corrected         </div> <div style="text-align: center;"> <input type="checkbox"/> Finding is considered no longer valid         </div> </div>		
<b>Corrective Action Taken:</b> <i>The County confirms that the Emergency Communications Systems &amp; Facilities Fund should have been reported as a major fund in the 2022 financial statements. The County originally presented it in the "Other Governmental Funds" column on the Governmental Fund Statement, rather than a separate major fund column. The financial statement classification was corrected immediately and was reflected accurately in the 2022 financial statements. County staff reviewed the calculation in depth, however the formula error was not caught in our new ACFR reporting software. This has now been corrected in our new system.</i>		

<b>Audit Period:</b> 2022	<b>Report Reference No.:</b> 1033392	<b>Finding Ref. No.:</b> 2022-002	<b>ALN(s):</b> 14.239
<b>Federal Program Name and Granting Agency:</b> Home Investment Partnerships Program Housing and Urban Development (HUD)		<b>Pass-Through Agency Name:</b> Not applicable	
<b>Finding Caption:</b> <p>The County had inadequate internal controls for ensuring compliance with the Housing Quality Standards inspection requirements of its Home Investment Partnerships Program.</p>			
<b>Background:</b> <p>The County spent \$3,010,680 under the Home Investment Partnerships Program. The program requires recipients to perform on-site inspections to determine compliance with property standards and verify the information submitted by the owners. HUD issued a waiver, temporarily halting the requirement for on-site inspections due to the COVID-19 pandemic. This waiver expired on December 31, 2021 and recipients were instructed to resume on-site inspections within 180 days. The County did not resume on-site inspections and failed to comply with this program requirement.</p>			
<b>Status of Corrective Action: (check one)</b> <div style="display: flex; justify-content: space-between;"> <div> <input checked="" type="checkbox"/> Fully Corrected         </div> <div> <input type="checkbox"/> Partially Corrected         </div> <div> <input type="checkbox"/> Not Corrected         </div> <div> <input type="checkbox"/> Finding is considered no longer valid         </div> </div>			
<b>Corrective Action Taken:</b> <p><i>The County has an Access database to track HOME inspections for compliance with HOME regulations. The database has each project with dates that inspections are due and completed. The County was aware of the regulations and had infrastructure for tracking project inspections for internal control. After state and local protocols for the pandemic were lifted, the County resumed inspections in 2023 and is on track to be caught up in 2024. The County has trained additional staff to perform the inspections to facilitate timely inspections going forward. Additionally, the state started inspecting again in 2023 and the County has a long-standing MOU with the State Department for Commerce to share inspection reports and remediation results for projects both jurisdictions have funded. There are sites that have been inspected by the state, so those completed inspections are included, along with inspections County staff have completed to date.</i></p>			

<b>Audit Period:</b> 2022	<b>Report Reference No.:</b> 1033392	<b>Finding Ref. No.:</b> 2022-003	<b>ALN(s):</b> 14.267
<b>Federal Program Name and Granting Agency:</b> Continuum of Care Program (CoC) Housing and Urban Development (HUD)		<b>Pass-Through Agency Name:</b> Not applicable	
<b>Finding Caption:</b> The County did not have adequate internal controls for ensuring federal match contributions from subrecipients were adequately supported.			
<b>Background:</b> The CoC program requires recipients and subrecipients to provide nonfederal matching funds of 25 percent of their total federal expenditures. The County and its subrecipients were required to provide a total match of \$2,714,574. As the prime recipient, the County is responsible for monitoring the activities of the subrecipients to ensure they comply with federal regulations, including that subrecipient match contributions are adequately documented. The County did not obtain adequate documentation of subrecipient match contributions to evidence compliance with federal regulations. As a result, the County was not in compliance with this requirement. The County was able to obtain adequate documentation in response to the audit. As a result, no questioned costs were identified.			
<b>Status of Corrective Action: (check one)</b> <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			
<b>Corrective Action Taken:</b> <i>We verified with HUD that the County, as the prime recipient, is not required to maintain subrecipient match documentation on-site. Rather, the recipient or subrecipient must keep supporting documentation and make it available for review. The County maintains that the monthly match reports along with reviewing specific months of supporting documentation for each subrecipient project allows the County to adequately ensure that the HUD required minimum match and record keeping requirements are met.</i> <i>The County has a Financial Compliance Officer 1 position that is assigned to monitor subrecipient match as one of their primary tasks. The position meets regularly with the supervisor and grants program staff to review match status for all CoC projects. During 2023 and 2024 to date, the position spent considerable time monitoring subrecipient match. The position monitored subrecipient monthly match reports showing source and uses for cash and in-kind match, spot-checked backup documentation, and performed in-depth review of source documentation for selected months during scheduled match monitoring.</i> <i>The County is working to align the match monitoring schedule with the program monitoring schedule to coordinate overall CoC annual monitoring activities. The County includes contract requirements for match reporting along with provision and retention of supporting documentation for recordkeeping. The County has a SharePoint site set up for agencies to submit requested source documentation electronically to streamline submission, in addition to source documentation sent with two invoices annually in hard copy form.</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*

#### **Snohomish County** **January 1, 2023 through December 31, 2023**

Council  
Snohomish County  
Everett, Washington

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, the aggregate discretely presented component units, and remaining fund information of Snohomish 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 basic financial statements, and have issued our report thereon dated September 27, 2024.

## 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.

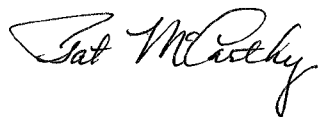
## **REPORT ON COMPLIANCE AND OTHER MATTERS**

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, reading "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 27, 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

#### **Snohomish County January 1, 2023 through December 31, 2023**

Council  
Snohomish County  
Everett, Washington

### **REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM**

#### **Opinion on Each Major Federal Program**

We have audited the compliance of Snohomish 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, as defined above.

### 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 written in a cursive, flowing style.

Pat McCarthy, State Auditor

Olympia, WA

September 27, 2024

# INDEPENDENT AUDITOR'S REPORT

## Report on the Audit of the Financial Statements

### **Snohomish County January 1, 2023 through December 31, 2023**

Council  
Snohomish County  
Everett, Washington

## **REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS**

### **Opinions**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, the aggregate discretely presented component unit, and remaining fund information of Snohomish 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 basic financial statements as listed in the financial section of our report.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, remaining fund information, and budgetary comparisons of Snohomish County, as of December 31, 2023, and the respective changes in financial position and, where applicable, cash flows thereof, and the respective budgetary comparison for the General, County Roads, Human Services, Grant Control and Emergency Communications System and Facilities funds for the year then ended in accordance with accounting principles generally accepted in the United States of America.

### **Basis for Opinions**

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 opinions.

## **Matters of Emphasis**

As discussed in Note 1 to the financial statements, in 2023, the County adopted new accounting guidance, Governmental Accounting Standards Board Statement 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements* and Statement No. 96, *Subscription-Based Information Technology Arrangements*. Our opinion is not modified with respect to this matter.

As discussed in Note 10 to the financial statements, in 2023, the Snohomish Health District was dissolved, and all assets and liabilities of the district were assumed by the County as an official department within the County. Our opinion is not modified with respect to this matter.

## **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America, and 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 as a whole 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
- 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.

### **Required Supplementary Information**


Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and required supplementary information listed in the financial section of our report be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

## Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic 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). This supplementary information is not a required part of the basic 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 basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic 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 basic 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 27, 2024 on our consideration of the County's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on 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.



Pat McCarthy, State Auditor

Olympia, WA

September 27, 2024

## FINANCIAL SECTION

### **Snohomish County** **January 1, 2023 through December 31, 2023**

## **REQUIRED SUPPLEMENTARY INFORMATION**

Management's Discussion and Analysis – 2023

## **BASIC FINANCIAL STATEMENTS**

Statement of Net Position – 2023

Statement of Activities – 2023

Governmental Funds Balance Sheet – 2023

Reconciliation of Governmental Funds Balance Sheet to the Statement of Net Position –  
2023

Statement of Revenues, Expenditures and Changes in Fund Balance – Governmental  
Funds – 2023

Reconciliation of Governmental Funds Statement of Revenues, Expenditures and  
Changes in Fund Balance to the Statement of Activities – 2023

Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual  
– General Fund – 2023

Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual  
– County Roads Fund – 2023

Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual  
– Human Services Fund – 2023

Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual  
– Grant Control Fund – 2023

Statement of Revenues, Expenditures, and Changes in Fund Balance – Budget and Actual  
– Emergency Communications System and Facilities – 2023

Statement of Net Position – Proprietary Funds – 2023

Statement of Revenues, Expenses and Changes in Fund Net Position – Proprietary Funds  
– 2023

Statement of Cash Flows – Proprietary Funds – 2023

Statement of Fiduciary Net Position – Fiduciary Funds – 2023

Statement of Changes in Fiduciary Net Position – Fiduciary Funds – 2023

Notes to Financial Statements – 2023

## **REQUIRED SUPPLEMENTARY INFORMATION**

Schedule of Proportionate Share of the Collective Net Pension Liability – PERS 1,  
PERS 2/3, PSERS 2, LEOFF 1, LEOFF 2 – 2023

Schedule of Employer Contributions – PERS 1, PERS 2/3, PSERS 2, LEOFF 1,  
LEOFF 2 – 2023

Schedule of Changes in Total OPEB Liability and Related Ratios – LEOFF 1 – 2023

## **SUPPLEMENTARY AND OTHER INFORMATION**

Schedule of Expenditures of Federal Awards – 2023

Notes to the Schedule of Expenditures of Federal Awards – 2023

Our discussion and analysis of Snohomish County's financial performance provides an overview of the County's financial activities for the year ended December 31, 2023. Please read it in conjunction with the transmittal letter at the front of this report, the County's financial statements and the notes to the financial statements that follow.

## **FINANCIAL HIGHLIGHTS**

- As of December 31, 2023, total assets plus deferred outflows of resources of the County less total liabilities plus deferred inflows of resources equaled \$2.3 billion (net position). \$1.5 billion, or 67.8%, of this amount is net investment in capital assets.
- In 2023, the County's total net position increased by 9.3% or \$193.9 million from the prior year. The governmental activities net position increased by 10.2% or \$173.8 million from the prior year. The business type activities net position increased 5.5% or \$20.1 million, from the prior year.
- As of December 31, 2023, the County's governmental funds reported combined ending fund balances of \$631.1 million. Approximately 11.9% or \$75.2 million is unassigned and available for spending at the government's discretion within the purposes specified for the County's funds.
- As of December 31, 2023, the County's business-type funds reported a combined net position of \$389.2 million. Of that amount, 24.9% or \$96.9 million is unrestricted.
- At the end of 2023, the general fund total nonspendable fund balance was \$1.4 million, assigned fund balance was \$22.8 million and the unassigned fund balance was \$77.2 million. The fund balance amounts to 33.3% of total general fund detail revenues for 2023. Total fund balance of the general fund increased by 4.2% or \$4.1 million from the prior year.
- During 2023, the County received various federal awards to address the residual affects of the COVID-19 health emergency. The largest award was the Coronavirus State and Local Fiscal Recovery Funds under the American Rescue Plan Act (ARPA). These funds were accounted for in the Grant Control Fund. Other significant federal awards in the Human Services Fund were Continuum of Care focused on homelessness, Children and Families funding for medical assistance, and Low Income Home Energy Assistance.

## **USING THIS ANNUAL REPORT**

This annual report consists of a series of financial statements. The Basic Financial Statements include the Government-wide Financial Statements, Fund Financial Statements and Notes to the Financial Statements. Within the Government-wide Financial Statements, the Statement of Net Position and the Statement of Activities provide information about the activities of the County as a whole and present a longer-term view of the County's finances. Fund Financial Statements for governmental funds tell how these funds' services were financed in the short term as well as what remains for future spending. Fund Financial Statements also report the County's operations in more detail than the Government-wide Statements by providing information about the County's most significant funds. The remaining Basic Financial Statements provide financial information about activities for which the County acts solely as a trustee or agent for the benefit of those outside of the primary government.

The Annual Comprehensive Financial Report (ACFR) also includes a Supplemental Schedules section that provides more detailed information about the County.

### ***Reporting the County as a Whole - Countywide Financial Statements***

The Countywide financial statements are designed to provide readers with a broad overview of the County's finances, in a manner similar to a private-sector business.

### ***Statement of Net Position and Statement of Activities***

The **Statement of Net Position** presents information on all of the County's assets plus deferred outflows of resources, liabilities plus deferred inflows of resources, and the difference reported as net position. The **Statement of Activities** presents information showing how the County's net position changed during the current year. These statements are prepared using the accrual basis of accounting similar to the accounting method used by private sector companies. This basis of accounting takes into consideration all of the current year's revenues and expenses, regardless of when the cash is received or paid.

These two statements report the County's net position and changes in net position. Over time, increases or decreases in the County's net position may be one indicator of whether its financial health is improving or deteriorating. Readers of these statements should also consider other non-financial factors, such as changes in the County's property tax base and the condition of the County's roads, to assess the overall health of the County.

Within the Statement of Net Position and the Statement of Activities, the County's financial information is divided into three types of activities:

#### **Governmental Activities:**

Most of the County's functions are reported here, including general government, judicial, public safety, physical environment, transportation, health and human services, economic environment, and culture and recreation. Governmental activities are primarily supported by property taxes, charges for services, sales taxes, federal and state grants, and state shared revenues.

#### **Business-Type Activities:**

These functions are intended to recover all, or a significant portion of, their costs through user fees and charges to external users of goods and services. User fees are charged for surface water management, solid waste disposal, and the Paine Field Airport.

#### **Discretely Presented Component Units:**

The County's financial statements include financial information of the Pilchuck Development Corporation (PDC) and the Snohomish County Public Facilities District (PFD). These component units are described in the notes to the financial statements. The component units are separate legal entities that may buy, sell, lease, and mortgage property in their own name and can sue or be sued in their own name.

### ***Reporting the County's Most Significant Funds***

#### **Fund Financial Statements:**

The fund financial statements provide detailed information about the most significant funds. Some funds are required to be established by state law or by bond covenants. The County Council establishes funds to help it control and manage money for particular purposes (an example would be the Snohomish County Road Fund) or to show that it is meeting legal responsibilities for using certain taxes, grants, and other funding sources (an example would be grants received from the federal government for various services provided by the Human Services Department). The County's governmental and proprietary funds use different accounting methods, which are described in the following sections.

### **Governmental funds:**

Most of the County's basic services are reported in governmental funds, which focus on how money flows into and out of the funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can be readily converted to cash. The governmental fund statements provide a detailed short-term view of the County's general government operations and the basic services it provides. Governmental fund information assists in determining if fewer financial resources can be spent in the near future to finance the County's programs. Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Reconciliation Statements are provided to describe the relationship (or differences) between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds. The County's major governmental funds are General Fund, County Road Fund, Human Services Fund, Grant Control Fund, and Emergency Communications System & Facilities Fund. Individual fund data for each of the non-major funds is provided in the form of combining statements in the supplemental schedules section.

### **Proprietary funds:**

Proprietary funds are generally used to account for services for which the County charges customers a fee. Proprietary funds are reported using the accrual method of accounting, which is the same method used for reporting the Statement of Net Position and the Statement of Activities. The proprietary fund statements provide additional types of information as compared to the governmental fund statements, such as cash flow information.

### **Reporting the County's Fiduciary Responsibilities:**

The County is the trustee, or fiduciary, for several entities such as cities, school districts, fire districts, hospitals and ports among others, which are considered Custodial Funds. The County also reports an Investment Trust Fund. All of the County's fiduciary activities are reported in a separate Statement of Fiduciary Net Position and Statement of Changes in Fiduciary Net Position. There are combining statements that report the separate components of the Custodial funds and Investment Trust fund in the supplement schedules section. Fiduciary activities are excluded from the County's other financial statements because the County cannot use the assets of those separate entities to finance its operations.

### **Notes to the Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

### **Other Information – Combining Statements**

The combining statements, which provide detail information for non-major governmental funds, internal service funds, component units, and fiduciary funds, are presented in the supplemental schedules section.



## FINANCIAL ANALYSIS

As noted earlier, the County's net position, when reviewed over time, may serve as a useful indicator of the County's long-term financial health. The following schedule provides a summary of the assets, deferred outflows of resources, liabilities, deferred inflows of resources and net position of the County.

	Net Position					
	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
<b>Assets</b>						
Current	\$ 826,289,322	\$ 787,938,942	\$ 132,219,180	\$ 132,122,872	\$ 958,508,502	\$ 920,061,814
Noncurrent	170,344,380	166,543,504	365,981,630	375,353,611	536,326,010	541,897,115
Capital Assets	1,499,628,043	1,444,080,556	339,941,000	321,406,530	1,839,569,043	1,765,487,086
<b>Total Assets</b>	<b>2,496,261,745</b>	<b>2,398,563,002</b>	<b>838,141,810</b>	<b>828,883,013</b>	<b>3,334,403,555</b>	<b>3,227,446,015</b>
<b>Deferred Outflow of Resources</b>	<b>61,537,474</b>	<b>62,069,808</b>	<b>7,648,195</b>	<b>8,250,259</b>	<b>69,185,669</b>	<b>70,320,067</b>
<b>Liabilities</b>						
Current Liabilities	204,015,129	243,122,770	25,733,894	17,298,207	229,749,023	260,420,977
Noncurrent Liabilities	424,896,889	440,124,565	61,727,482	66,480,710	486,624,371	506,605,275
<b>Total Liabilities</b>	<b>628,912,018</b>	<b>683,247,335</b>	<b>87,461,376</b>	<b>83,778,917</b>	<b>716,373,394</b>	<b>767,026,252</b>
<b>Deferred Inflow of Resources</b>	<b>44,333,487</b>	<b>66,618,284</b>	<b>369,096,810</b>	<b>384,248,652</b>	<b>413,430,297</b>	<b>450,866,936</b>
<b>Net Position</b>						
Net Investment in Capital Assets	1,261,311,034	1,153,137,346	280,540,778	261,525,068	1,541,851,812	1,414,662,414
Restricted	483,786,671	442,255,918	11,824,962	9,177,513	495,611,633	451,433,431
Unrestricted	139,456,009	115,373,927	96,866,079	98,403,122	236,322,088	213,777,049
<b>Total Net Position</b>	<b>\$ 1,884,553,714</b>	<b>\$ 1,710,767,191</b>	<b>\$ 389,231,819</b>	<b>\$ 369,105,703</b>	<b>\$ 2,273,785,533</b>	<b>\$ 2,079,872,894</b>

Snohomish County's overall financial position improved from 2022 to 2023. For the year ended December 31, 2023, net position changed as follows:

Total Net Position of the County increased by \$193.9 million or 9.3% from the prior year. Governmental Activities' Total Net Position increased by \$173.8 million or 10.2% from the prior year. The Governmental Activities' increase was due in part to higher interest earnings and reduced unrealized losses, the integration of the Snohomish Health District, increases in pension assets, and developer contributions. Business-Type Activities' Total Net Position increased by \$20.1 million or 5.5% from the prior year. The increase was due to pension asset increases and Federal Aviation Administration (FAA) contributions.

Total assets plus deferred outflows of resources of the County exceeded total liabilities plus deferred inflows of resources by \$2.3 billion (net position). The increase in net position in 2023 reflects the County's ability, on an annual basis, to meet its current obligations in those activities including debt service requirements. The unrestricted net position for governmental activities was \$139.5 million and for business-type activities was \$96.9 million. Governmental activities restricted net position was \$483.8 million. The restricted net position of business-type activities was \$11.8 million. Amounts reported in restricted net position are subject to external legal or contractual restrictions, such as those imposed by the Revised Code of Washington or by contractual agreements with parties outside the County.



The County's total assets were \$3.3 billion as of December 31, 2023. Capital assets represent \$1.8 billion of this amount. As required by GASB Statement No. 34, the County reports its infrastructure assets as a component of total capital assets; infrastructure assets amounted to \$911.9 million, net of depreciation, at December 31, 2023. The County's current assets consist of \$819.3 million of cash and investments, \$136.4 million of receivables, net of allowance for uncollectible accounts, and miscellaneous other current assets of \$2.9 million. Other non-current, non-capital assets include \$5.2 million for the County's equity interest in the Snohomish County 911 joint venture, \$83.2 million of notes/contracts receivable, \$86.8 million of net pension assets, and a long-term lease and PPP receivable of \$361.1 million with an offsetting deferred inflow of \$368.7 million. The introduction of GASB 96 adds a Subscription Based Information Technology Arrangement asset of \$7.8 million. For more information see Note 3D.

The largest portion of the County's net position, \$1.5 billion, or 67.8%, reflects its investment in capital assets (e.g., land and improvements, buildings and building improvements, improvements other than buildings, machinery and equipment, vehicles, and infrastructure) less any related debt used to acquire those assets that is still outstanding. The County uses these capital assets for operations and to provide services to citizens; consequently, these assets are not available for future spending. Although the County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.

At December 31, 2023, the County had total outstanding liabilities of \$716.4 million. General obligation bonds and other loans payable were \$417.2 million, of which \$27.4 million was due within one year. Other current liabilities consist of accounts payable of \$56.2 million, due to other governments in the amount of \$808.3 thousand, unearned revenues of \$103.0 million, and accrued liabilities of \$18.3 million. A liability of \$25.5 million is recorded for general liability and workers' compensation claims, of which \$5.5 million was due within one year. Other significant non-current liabilities include net pension liability of \$27.8 million, employee benefits payable of \$32.9 million, other post-employment benefits of \$3.1 million and future landfill closure costs of \$5.7 million. The following schedule provides a summary of the changes in net position:

	Changes in Net Position					
	Governmental Activities		Business-Type Activities		Total	
	2023	2022	2023	2022	2023	2022
<b>Revenues</b>						
<b>Program Revenues</b>						
Charges for Services	\$ 179,775,938	\$ 142,332,699	\$ 147,123,909	\$ 140,642,097	\$ 326,899,847	\$ 282,974,796
Operating Grants and Contributions	188,017,279	191,551,627	4,477,802	3,364,677	192,495,081	194,916,304
Capital Grants and Contributions	88,888,169	62,232,036	7,587,467	11,676,058	96,475,636	73,908,094
<b>Total Program Revenues</b>	<b>456,681,386</b>	<b>396,116,362</b>	<b>159,189,178</b>	<b>155,682,832</b>	<b>615,870,564</b>	<b>551,799,194</b>
<b>General Revenues</b>						
Property Taxes	176,938,201	172,872,064	—	—	176,938,201	172,872,064
Sales/Use Taxes	160,743,343	153,388,939	—	—	160,743,343	153,388,939
Real Estate Excise Tax	20,194,202	30,464,654	—	—	20,194,202	30,464,654
Business and Other Taxes	16,885,025	16,511,521	—	—	16,885,025	16,511,521
Intergovernmental Revenues	6,327,429	6,133,309	—	—	6,327,429	6,133,309
Interest and Investment Earnings	37,924,494	(6,051,491)	3,451,956	(1,286,991)	41,376,450	(7,338,482)
Disposition of Capital Assets	—	—	—	8,143,270	—	8,143,270
Miscellaneous Revenues	—	—	—	—	—	—
<b>Total General Revenues</b>	<b>419,012,694</b>	<b>373,318,996</b>	<b>3,451,956</b>	<b>6,856,279</b>	<b>422,464,650</b>	<b>380,175,275</b>
<b>Total Revenues</b>	<b>875,694,080</b>	<b>769,435,358</b>	<b>162,641,134</b>	<b>162,539,111</b>	<b>1,038,335,214</b>	<b>931,974,469</b>
<b>Expenses</b>						
General Government	100,180,846	74,743,435	—	—	100,180,846	74,743,435
Judicial	45,209,702	42,973,653	—	—	45,209,702	42,973,653
Public Safety	232,043,195	258,128,474	—	—	232,043,195	258,128,474
Physical Environment	4,386,923	2,192,149	—	—	4,386,923	2,192,149
Transportation	120,971,734	130,136,664	—	—	120,971,734	130,136,664
Health and Human Services	162,047,384	119,870,237	—	—	162,047,384	119,870,237
Economic Environment	24,374,061	21,305,862	—	—	24,374,061	21,305,862
Culture and Recreation	23,559,187	19,339,125	—	—	23,559,187	19,339,125
Interest on Long-Term Debt	9,951,933	7,320,684	—	—	9,951,933	7,320,684
Airport	—	—	32,774,270	31,832,331	32,774,270	31,832,331
Solid Waste	—	—	77,457,449	71,692,704	77,457,449	71,692,704
Surface Water	—	—	33,110,971	28,192,649	33,110,971	28,192,649
<b>Total Expenses</b>	<b>722,724,965</b>	<b>676,010,283</b>	<b>143,342,690</b>	<b>131,717,684</b>	<b>866,067,655</b>	<b>807,727,967</b>
<b>Excess (Deficiency) Before Transfers</b>	<b>152,969,115</b>	<b>93,425,075</b>	<b>19,298,444</b>	<b>30,821,427</b>	<b>172,267,559</b>	<b>124,246,502</b>
Transfers In (Out)	(827,672)	(2,276,659)	827,672	2,276,659	—	—
Special Item	21,645,080	—	—	—	21,645,080	—
<b>Change in Net Position</b>	<b>173,786,523</b>	<b>91,148,416</b>	<b>20,126,116</b>	<b>33,098,086</b>	<b>193,912,639</b>	<b>124,246,502</b>
Net Position, Beginning of Year	1,710,767,191	1,619,618,775	369,105,703	336,007,617	2,079,872,894	1,955,626,392
<b>Net Position, End of Year</b>	<b>\$ 1,884,553,714</b>	<b>\$ 1,710,767,191</b>	<b>\$ 389,231,819</b>	<b>\$ 369,105,703</b>	<b>\$ 2,273,785,533</b>	<b>\$ 2,079,872,894</b>

The Total Change in Net Position was an increase of 9.3% or \$193.9 million from the prior year. Total program revenue for Governmental Activities had an overall increase in charges for services in public safety and health and human services, Operating grants and contributions decreased slightly as the county moved from urgent public safety community issues to recovery act funding. The consolidation of the Health District to an internal department expanded the county grants related to health and human services. Capital grants and contributions increased almost entirely due to developer contributions to infrastructure.

General revenues were impacted by minimal increases in property taxes and sales taxes. The 2022 Affordable Housing and Behavioral Health Facilities local sales tax was in place for its first full year. Real Estate Excise Tax continues to settle as the housing market slows, but gains in interest earnings and a reduction in unrealized losses on investments produced an overall increase.

Governmental Activities' expense increased from the prior year by 6.9%, resulting in an Excess Before Transfers of \$153.0 million. The County continued to expend record levels of federal funding in 2023, however the focus was on ARPA funds. Health and Human Services expenditures were also impacted by the consolidation of the Health District becoming an internal Health Department. Personnel costs rose due to multiple contract settlements with substantial retros. The state pension plan calculated an increase in costs as well.

The majority of revenues for governmental activities were derived from property taxes, charges for services, capital grants and contributions, sales/use taxes and operating grants and contributions. Together those revenue sources accounted for 90.7% of total governmental activity revenues. Property taxes provided 20.2% or \$176.9 million, charges for services provided 20.5% or \$179.8 million, capital grants and contributions provided 10.2% or \$88.9 million, sales/use taxes provided 18.4% or \$160.7 million, and operating grants and contributions provided 21.5% or \$188.0 million of total governmental activity revenues. Most of the governmental activities' resources were spent for Public Safety, 32.1%, Transportation, 16.7%, Health and Human Services, 22.4%, General Government, 13.9%, and Judicial, 6.3%, services. Interest on long-term debt and amortization of debt related items totaled \$10.0 million, which was 1.4% of governmental activities expenses for 2023.

In total, governmental activities' change in net position reflects an increase of \$173.8 million or 10.2% from the prior year's net position. Business-type Activities' change in net position reflects an increase of \$20.1 million or 5.5% from the prior year's net position, due to gains on investments and infrastructure contributions. Personnel costs increased due to contractual wage increases.

Total 2023 revenues for the County were \$1.0 billion, a increase of \$106.4 million or 11.4% from the prior year. Of the total County revenues, governmental activities provided 84.3%, or \$875.7 million, while business-type activities provided 15.7%, or \$162.6 million.

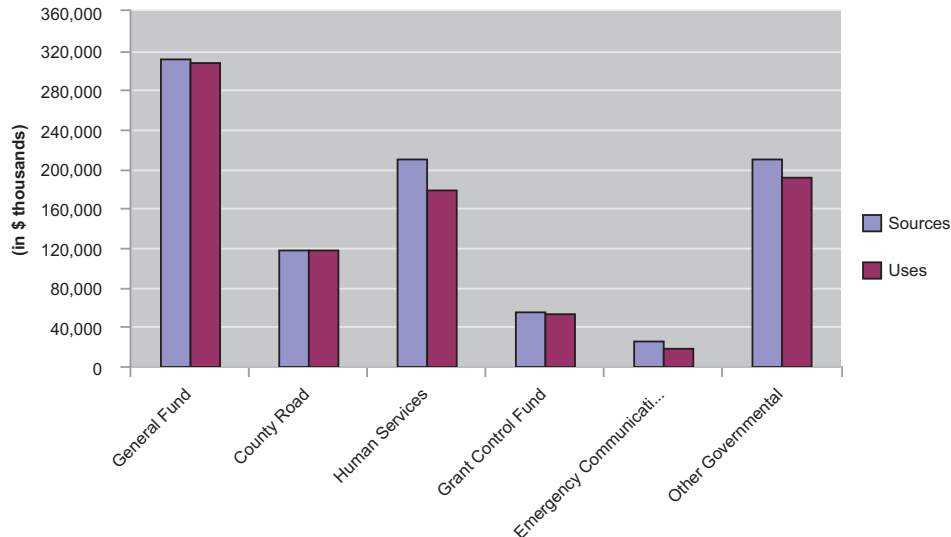
Revenues for business-type activities consisted primarily of charges for services of \$147.1 million, which were 90.5% of total business-type activities revenues. Operating expenses for Solid Waste Management represented 54.0% of total expenses for business-type activities, Airport expenses were 22.9% and Surface Water Management expenses were 23.1%.

## **FUND FINANCIAL INFORMATION**

### ***Governmental Funds***

The General Fund, County Road Fund, Human Services Fund, Grant Control Fund and Emergency Communications System & Facilities Fund are the County's 2023 major funds. These funds account for 65.2% of total governmental fund assets and 61.2% of total governmental fund balances. Governmental funds' total assets amounted to \$791.4 million and total liabilities were \$142.8 million. The governmental funds' uses of funds exceeded the sources of funds, resulting in a net increase in fund balance of \$66.1 million. This was largely due to a variety of revenue and expenditure changes within most funds. The most significant changes were increases in investment earnings and charges for services, offset by a reduction in real estate excise taxes. Expenditures increased in general government and health and human services, offset by public safety and capital outlay decreases. The total fund balance for all governmental funds at December 31, 2023 was \$631.1 million.

### Sources and Uses of Funds - Governmental Funds



### General Fund

The County's General Fund is the primary operating fund of the County used to account for all financial resources other than the resources that are required to be accounted for separately. As of December 31, 2023, total assets were \$121.8 million, total liabilities were \$18.3 million and deferred inflows of resources were \$2.0 million. The ending fund balance of \$101.4 million represents approximately 30.5% of the 2024 budgeted uses of funds.

The net change in fund balance for the general fund in 2023 was an increase of \$4.1 million or 4.2%. Impacts include an increase in receivables from other governments, a decrease in wages payable due to timing of contract negotiations, and the addition of a Public Private Partnership (PPP) deferred inflow under GASB 94. Detail revenues increased \$35.9 million and detail expenditures increased \$29.4 million. Revenue increases were due largely from interest and investment earnings and ARPA-related reimbursements. Expenditure changes were predominantly due to bargaining unit contract settlements and wage increases.

#### General Fund Balance Sheet Changes:

Description	2023	2022	\$ Change	% Change
Total Assets	\$ 121,758,641	\$ 119,401,251	\$ 2,357,390	2.0%
Total Liabilities	\$ 18,317,230	\$ 20,158,071	\$ (1,840,841)	-9.1%
Total Deferred Inflows	\$ 2,047,761	\$ 1,951,545	\$ 96,216	4.9%
Fund Balance	\$ 101,393,650	\$ 97,291,635	\$ 4,102,015	4.2%

#### Significant General Fund Revenue Changes:

Description	2023	2022	\$ Change	% Change
Licenses and Permits	\$ 4,003,477	\$ 3,396,690	\$ 606,787	17.9%
Charges for Services	\$ 52,702,167	\$ 45,225,160	\$ 7,477,007	16.5%
Fines and Forfeitures	\$ 3,834,926	\$ 2,980,541	\$ 854,385	28.7%
Interest and Investment Earnings	\$ 23,686,260	\$ 2,615,873	\$ 21,070,387	805.5%

**Significant General Fund Expenditure Changes:**

<u>Description</u>	<u>2023</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
General Government	\$ 78,248,631	\$ 68,596,798	\$ 9,651,833	14.1%
Judicial	\$ 39,865,341	\$ 35,636,898	\$ 4,228,443	11.9%
Public Safety	\$ 151,953,304	\$ 136,879,501	\$ 15,073,803	11.0%
Economic Environment	\$ 4,963,479	\$ 4,129,002	\$ 834,477	20.2%

**County Road Fund**

The County Road Fund accounts for the construction, maintenance and inspection of county streets, roads, and bridges and other countywide public works projects. The fund reported total assets of \$31.4 million, total liabilities of \$4.2 million and an ending fund balance of \$26.2 million, creating a stable comparison to 2022.

**Road Fund Balance Sheet Changes:**

<u>Description</u>	<u>2023</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
Total Assets	\$ 31,439,491	\$ 30,850,321	\$ 589,170	1.9%
Total Liabilities	\$ 4,165,533	\$ 4,316,672	\$ (151,139)	-3.5%
Total Deferred Inflows	\$ 1,119,608	\$ 1,115,696	\$ 3,912	0.4%
Fund Balance	\$ 26,154,350	\$ 25,417,953	\$ 736,397	2.9%

**Significant Road Fund Revenue Changes:**

<u>Description</u>	<u>2023</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
Intergovernmental Revenues	\$ 18,659,745	\$ 24,682,229	\$ (6,022,484)	-24.4%
Interest and Investment Earnings	\$ 821,098	\$ (182,780)	\$ 1,003,878	549.2%

Detail revenues decreased by 2.9% or \$3.2 million and expenditures decreased by 8.3% or \$9.6 million during 2023. A reduction in transportation grants and delays in grant related projects were the most impactful elements to the decrease.

**Significant Road Fund Expenditure Changes:**

<u>Description</u>	<u>2023</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
General Government	\$ 3,321,263	\$ 4,854,111	\$ (1,532,848)	-31.6%
Transportation	\$ 81,217,776	\$ 77,907,097	\$ 3,310,679	4.2%
Capital Outlay	\$ 21,718,657	\$ 33,103,140	\$ (11,384,483)	-34.4%

The reduction in expenditures is a result of fewer grant projects and reimbursable work performed by the General Government activities. Transportation cost increases were due to wage and materials cost increases.

**The Human Services Fund**

The Human Services Fund accounts for the administration, planning, development and provision of the following services: energy assistance; long term care and aging; developmental disabilities; mental health; alcohol and other drug treatments; community services; children and youth; veteran's relief; and other human services in Snohomish County. Total assets for this fund were \$167.3 million and total liabilities were \$12.4 million. The ending fund balance of \$153.5 million was an increase of \$32.1 million, or 26.4% from the prior year.

**Human Services Fund Balance Sheet Changes:**

<u>Description</u>	<u>2023</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
Total Assets	\$ 167,342,627	\$ 144,842,437	\$ 22,500,190	15.5%
Total Liabilities	\$ 12,427,221	\$ 22,196,278	\$ (9,769,057)	-44.0%
Total Deferred Inflows	\$ 1,374,833	\$ 1,190,986	\$ 183,847	15.4%
Fund Balance	\$ 153,540,573	\$ 121,455,173	\$ 32,085,400	26.4%

Changes in total assets resulted from the first full year of the new Affordable Housing and Behavioral Health tax and liabilities decreased due to reduced grant-related accounts payable.

**Significant Human Services Fund Revenue Changes:**

<u>Description</u>	<u>2023</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
Sales/Use Taxes	\$ 46,996,465	\$ 40,923,951	\$ 6,072,514	14.8%
Charges for Services	\$ 54,774,161	\$ 50,367,858	\$ 4,406,303	8.7%
Intergovernmental Revenues	\$ 100,749,708	\$ 131,788,200	\$ (31,038,492)	-23.6%
Interest and Investment Earnings	\$ 3,755,803	\$ (65,739)	\$ 3,821,542	5813.2%

Sales Tax had a substantial increase related to the new tax mentioned above. Other changes in total detail revenues include Charges for Services related to new funding.

**Significant Human Services Fund Expenditure Changes:**

<u>Description</u>	<u>2023</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
General Government	\$ 4,326,296	\$ 3,633,685	\$ 692,611	19.1%
Public Safety	\$ 42,892,606	\$ 81,780,023	\$ (38,887,417)	-47.6%
Health and Human Services	\$ 124,488,515	\$ 105,989,884	\$ 18,498,631	17.5%
Economic Environment	\$ 3,858,764	\$ 2,220,945	\$ 1,637,819	73.7%

Overall, detail expenditures decreased \$18.0 million or 9.1%. The General Government expenditures were representative of the wage increases County wide. Other functional increases were due to a shift in grant funds. The emergency rental assistance was replaced by homeless housing assistance and Community Development Block grants.

**The Grant Control Fund**

The Grant Control Fund accounts for the majority of various federal and state awarded grants. During 2023, the county continued to address the post COVID 19 issues and spend the remaining ARPA allocations. The recovery of some unrealized losses allowed the fund to report a positive fund balance in 2023.

Capital Outlay expenditures in 2022 include the purchase of two hotels as an investment in addressing homelessness and affordable housing and distort the comparison to 2023.

**Grant Control Fund Balance Sheet Changes:**

<u>Description</u>	<u>2023</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
Total Assets	\$ 90,282,444	\$ 125,055,238	\$ (34,772,794)	-27.8%
Total Liabilities	\$ 89,781,074	\$ 127,178,901	\$ (37,397,827)	-29.4%
Fund Balance	\$ 501,370	\$ (2,123,663)	\$ 2,625,033	123.6%

**Significant Grant Control Fund Revenue Changes:**

<u>Description</u>	<u>2023</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
Charges for Services	\$ 1,697,069	\$ 3,458,696	\$ (1,761,627)	-50.9%
Intergovernmental Revenues	\$ 50,704,121	\$ 44,772,967	\$ 5,931,154	13.2%
Interest and Investment Earnings	\$ 2,532,593	\$ (4,566,854)	\$ 7,099,447	155.5%

**Significant Grant Control Fund Expenditure Changes:**

<u>Description</u>	<u>2023</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
General Government	\$ 21,037,858	\$ 7,658,337	\$ 13,379,521	174.7%
Health and Human Services	\$ 18,887,780	\$ 12,605,134	\$ 6,282,646	49.8%
Capital Outlay	\$ 2,960,590	\$ 19,127,855	\$ (16,167,265)	-84.5%

**Emergency Communications System and Facilities Fund**

The Emergency Communications System and Facilities Fund is used to account for monies received from the tax imposed by Snohomish County Code 4.30.010 to be used for the countywide emergency communication system.

**Emergency Communications System & Facilities Fund Balance Sheet Changes:**

<u>Description</u>	<u>2023</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
Total Assets	\$ 105,301,339	\$ 97,068,724	\$ 8,232,615	8.5%
Total Liabilities	\$ 625,394	\$ 523,971	\$ 101,423	19.4%
Fund Balance	\$ 104,675,945	\$ 96,544,753	\$ 8,131,192	8.4%

**Significant Emergency Communications System & Facilities Revenue Changes:**

<u>Description</u>	<u>2023</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
Sales/Use Taxes	\$ 22,950,300	\$ 22,630,000	\$ 320,300	1.4%
Interest and Investment Earnings	\$ 2,426,317	\$ 498,280	\$ 1,928,037	386.9%

Assets and revenue increases were due to inflationary sales tax increases and increased interest earnings/gain on investments.

**Significant Emergency Communication System Expenditure Changes:**

<u>Description</u>	<u>2023</u>	<u>2022</u>	<u>\$ Change</u>	<u>% Change</u>
Public Safety	\$ 11,184,927	\$ 10,169,277	\$ 1,015,650	10.0%
Interest and Other Charges	\$ —	\$ 225,274	\$ (225,274)	-100.0%

The main increase in expenditures was due to higher disbursements to SNO911 for their infrastructure costs.

**Other Governmental Funds**

The County has 25 other special revenue funds, one debt service fund and seven capital projects funds. These funds reported total assets of \$275.3 million, total liabilities of \$17.5 million and fund balances of \$244.8 million. \$165.9 million of the ending fund balance was restricted, and \$79.0 million was committed.

**Proprietary Funds**

The County reported three major enterprise funds that represent the business-type activities in the government-wide financial statements. Eight internal service funds account for the operation of services provided to the different departments of the County. The principal users of internal service fund services are the County's governmental activities; therefore, the internal service funds are consolidated into the governmental column in the Government-wide Financial Statements.



Net Position - Proprietary Funds										
	Solid Waste		Airport		Surface Water		Total Enterprise Funds		Internal Service Funds	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
<b>Assets</b>										
Current Assets	\$ 58,472,149	\$ 54,803,307	\$ 50,123,144	\$ 49,712,340	\$ 23,623,887	\$ 27,607,225	\$ 132,219,180	\$ 132,122,872	\$ 112,671,216	\$ 110,147,362
Noncurrent Assets	5,947,539	6,461,807	357,602,255	366,501,663	2,431,836	2,390,141	365,981,630	375,353,611	8,243,374	8,372,404
Capital Assets	50,495,418	51,860,796	186,462,678	179,508,951	102,982,904	90,036,783	339,941,000	321,406,530	72,103,339	57,688,624
<b>Total Assets</b>	<b>114,915,106</b>	<b>113,125,910</b>	<b>594,188,077</b>	<b>595,722,954</b>	<b>129,038,627</b>	<b>120,034,149</b>	<b>838,141,810</b>	<b>828,883,013</b>	<b>193,017,929</b>	<b>176,208,390</b>
<b>Deferred Outflow of Resources</b>	<b>2,911,026</b>	<b>3,113,328</b>	<b>2,580,947</b>	<b>2,638,513</b>	<b>2,156,222</b>	<b>2,498,418</b>	<b>7,648,195</b>	<b>8,250,259</b>	<b>5,038,987</b>	<b>5,700,945</b>
<b>Liabilities</b>										
Current Liabilities	8,021,392	4,930,823	14,167,115	10,005,601	3,545,387	2,361,783	25,733,894	17,298,207	34,879,771	31,303,899
Noncurrent Liabilities	13,164,757	13,682,589	46,131,019	50,199,669	2,431,706	2,598,452	61,727,482	66,480,710	35,999,769	31,453,601
<b>Total Liabilities</b>	<b>21,186,149</b>	<b>18,613,412</b>	<b>60,298,134</b>	<b>60,205,270</b>	<b>5,977,093</b>	<b>4,960,235</b>	<b>87,461,376</b>	<b>83,778,917</b>	<b>70,879,540</b>	<b>62,757,500</b>
<b>Deferred Inflow of Resources</b>	<b>5,208,819</b>	<b>7,348,338</b>	<b>362,520,949</b>	<b>374,382,868</b>	<b>1,367,042</b>	<b>2,517,446</b>	<b>369,096,810</b>	<b>384,248,652</b>	<b>5,928,590</b>	<b>8,950,574</b>
<b>Net Position</b>										
Net Investment in										
Capital Assets	45,381,833	45,786,916	133,715,452	126,753,874	101,443,493	88,984,278	280,540,778	261,525,068	61,716,562	55,319,678
Restricted	4,173,143	2,888,134	4,567,505	3,952,381	3,084,314	2,336,998	11,824,962	9,177,513	28,088,137	26,914,605
Unrestricted	41,876,188	41,602,438	35,666,984	33,067,074	19,322,907	23,733,610	96,866,079	98,403,122	31,444,087	27,966,978
<b>Total Net Position</b>	<b>\$ 91,431,164</b>	<b>\$ 90,277,488</b>	<b>\$ 173,949,941</b>	<b>\$ 163,773,329</b>	<b>\$ 123,850,714</b>	<b>\$ 115,054,886</b>	<b>\$ 389,231,819</b>	<b>\$ 369,105,703</b>	<b>\$ 121,248,786</b>	<b>\$ 110,201,261</b>

Changes in Net Position - Proprietary Funds										
	Solid Waste		Airport		Surface Water		Total Enterprise Funds		Internal Service Funds	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
Operating Income (Loss)	\$ (893,496)	\$ 3,562,810	\$ (788,569)	\$ (1,339,274)	\$ (1,889,724)	\$ 1,276,029	\$ (3,571,789)	\$ 3,499,565	\$ 7,080,216	\$ 9,634,735
Non-Operating Revenues (Expenses)	2,619,517	8,585,442	8,886,620	5,845,892	3,776,629	1,214,470	15,282,766	15,645,804	5,670,656	(550,813)
Contributions and Transfers	(572,345)	(559,272)	2,078,561	10,127,298	6,908,923	4,384,691	8,415,139	13,952,717	(1,703,347)	(3,998,857)
<b>Changes in Net Position</b>	<b>1,153,676</b>	<b>11,588,980</b>	<b>10,176,612</b>	<b>14,633,916</b>	<b>8,795,828</b>	<b>6,875,190</b>	<b>20,126,116</b>	<b>33,098,086</b>	<b>11,047,525</b>	<b>5,085,065</b>

Statement of Cash Flow – Proprietary Funds										
	Solid Waste		Airport		Surface Water		Total Enterprise Funds		Internal Service Funds	
	2023	2022	2023	2022	2023	2022	2023	2022	2023	2022
Cash Flow from Operating Activities	\$ 3,014,052	\$ 5,558,107	\$ 7,794,604	\$ 5,900,158	\$ 904,469	\$ 3,281,406	\$ 11,713,125	\$ 14,739,671	\$ 15,056,689	\$ 21,596,282
Cash Flow from Capital and Related Financing Activities	(3,464,621)	4,450,132	(19,167,014)	(4,719,942)	(9,269,228)	(7,117,502)	(31,900,863)	(7,387,312)	(12,345,662)	(4,501,358)
Cash Flow from Non-Capital Financing Activities	773,681	(242,693)	3,112,797	(1,799,253)	658,327	4,893,983	4,544,805	2,852,037	(3,993,707)	(5,419,587)
Cash Flow from Investing Activities	(8,044,065)	1,335,919	8,767,467	(6,583,781)	1,054,495	317,333	1,777,897	(4,930,529)	3,003,177	(321,743)
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>(7,720,953)</b>	<b>11,101,465</b>	<b>507,854</b>	<b>(7,202,818)</b>	<b>(6,651,937)</b>	<b>1,375,220</b>	<b>(13,865,036)</b>	<b>5,273,867</b>	<b>1,720,497</b>	<b>11,353,594</b>
Cash and Cash Equivalents, January 1	24,134,519	13,033,054	9,541,647	16,744,465	18,618,337	17,243,117	52,294,503	47,020,636	72,933,350	61,579,756
<b>Cash and Cash Equivalents, December 31</b>	<b>\$ 16,413,566</b>	<b>\$ 24,134,519</b>	<b>\$ 10,049,501</b>	<b>\$ 9,541,647</b>	<b>\$ 11,966,400</b>	<b>\$ 18,618,337</b>	<b>\$ 38,429,467</b>	<b>\$ 52,294,503</b>	<b>\$ 74,653,847</b>	<b>\$ 72,933,350</b>
<b>Non-Cash Investing, Capital and Related Financing Activities</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ 3,218,851</b>	<b>\$ 50,475</b>	<b>\$ 3,218,851</b>	<b>\$ 50,475</b>	<b>\$ 2,362,493</b>	<b>\$ 1,133,149</b>

## Solid Waste Management Fund

This fund accounts for solid waste disposal operations, capital improvements and debt service. Restricted investments of \$5.7 million represent funds set aside to finance long-term landfill post-closure care costs. Total assets as of December 31, 2023 were \$114.9 million, total liabilities were \$21.2 million, and net position was \$91.4 million. Net Position increased \$1.2 million or 1.3% from the prior year. The small operating loss was attributable to wage increases and interfund charge increases. The sale of the Cathcart property in 2022 created an extorted comparison to the 2023 Change in Net Position.



### **Airport Fund**

This fund accounts for the operation, capital improvements and debt service of Paine Field, Snohomish County's Airport. Total assets were \$594.2 million, total liabilities were \$60.3 million, and net position was \$173.9 million. The increase in net position was \$10.2 million. Landing fee revenue continues to increase Charges for Services revenue. Personnel costs increased but were offset to some degree by interest and investment earnings. Capital contributions by the FAA were 79% lower than in 2022.

### **Surface Water Management Fund**

This fund accounts for the operations of the Surface Water Management Division. The purpose of this division is to protect and enhance water quality and aquatic habitats, and to minimize damage from flooding and erosion. Total assets as of December 31, 2023 were \$129.0 million, total liabilities were \$6.0 million, and net position was \$123.9 million. The 2023 increase in net position was largely due to capital contributions.

### **Internal Service Funds**

The County's internal service funds provide fleet management, information services, risk management, road surface materials (pits and quarries), employee benefits, facility services, employee training and security services. Total assets as of December 31, 2023 were \$193.0 million, total liabilities were \$70.9 million and net position was \$121.2 million. Internal service funds' operating income of \$7.1 million was a decrease of \$2.6 million from the prior year's operating income. Higher personnel costs and contractual services reduced anticipated gains from rate increases. Net Position was positively affected with investment gains and Special Item assets from the Health District consolidation. The Internal Service Funds had an \$11.0 million increase in Net Position.

### **GENERAL FUND BUDGETARY HIGHLIGHTS**

The 2023 General Fund budget was developed in 2022, where revenue forecasting was still uncertain due to predicting the effects of the COVID-19 pandemic and its ongoing economic impacts and the corresponding federal spending to combat those impacts. Although the General Fund was originally budgeted to lose \$28.2 million in 2023 in ending fund balance, it actually grew by \$4.1 million. This occurred in part due to 2023 revenues exceeding budgeted levels by \$16.3 million. The most significant revenue affected was the increase in interest rates affecting the County's investment portfolio than what was anticipated in 2022 by \$12.5 million. Additionally, the County used \$7.4 million of one-time ARPA grant monies to relieve General Fund personnel costs and underspent on Nondepartmental by \$7.8 million.

### **CAPITAL ASSETS AND DEBT ADMINISTRATION**

The following schedule provides a summary of the County's capital assets activity. Snohomish County's total investment in capital assets, including construction in progress and intangibles, amounts to \$1.8 billion. Infrastructure assets, net of accumulated depreciation, represent \$911.9 million of capital assets. More detailed information on the County's capital assets can be found in Note 3.D of this financial report.

	Capital Assets					
	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
<b>Capital Assets</b>						
Land	\$ 337,163,004	\$ 316,309,379	\$ 56,932,339	\$ 52,568,032	\$ 394,095,343	\$ 368,877,411
Building and Structures, Net	182,256,372	186,911,835	86,391,511	86,701,316	268,647,883	273,613,151
Other Improvements, Net	68,176,137	68,564,445	21,756,042	23,938,045	89,932,179	92,502,490
Machinery and Equipment, Net	66,742,914	59,538,313	15,303,008	14,010,715	82,045,922	73,549,028
Infrastructure Assets, Net	769,873,446	718,817,699	142,065,919	128,966,746	911,939,365	847,784,445
Construction in Progress	60,637,038	87,561,861	17,178,696	14,883,765	77,815,734	102,445,626
Intangibles, Net	5,627,957	4,944,371	313,485	337,911	5,941,442	5,282,282
Lease Asset, Net	1,384,970	1,432,653	—	—	1,384,970	1,432,653
SBITA Asset, Net	7,766,205	—	—	—	7,766,205	—
<b>Total Capital Assets</b>	<b>\$ 1,499,628,043</b>	<b>\$ 1,444,080,556</b>	<b>\$ 339,941,000</b>	<b>\$ 321,406,530</b>	<b>\$ 1,839,569,043</b>	<b>\$ 1,765,487,086</b>

### Governmental Activities - Capital Assets

Governmental Activities reported an overall increase of \$55.5 million, or 3.8%, in capital assets primarily due to land purchases, developer contributions; infrastructure contributions, and SBITA.

### Business-Type Activities - Capital Assets

Business-type activities reported an overall increase in capital assets of \$18.5 million, or 5.8%, due to land purchases, a building acquisition, and infrastructure additions in Surface Water.

### Governmental Activities – Debt

General obligation debt principal payments made during 2023 for governmental activities' debt totaled \$19.4 million. Interest expense for 2023 was \$10.0 million. In 2023, Snohomish County increased debt with a \$3 million Public Works Trust Fund Loan.

See Note 3.F to the financial statements for additional information on long-term debt.

### Business-Type Activities – Debt

Total principal payments made during 2023 for business-type activities were \$4.5 million. Interest expense for 2023 was \$1.6 million.

See Note 3.F to the financial statements for additional information on long-term debt.

## ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The Federal Reserve is combatting inflation by holding rates at a slightly elevated level. While interest rates are projected to remain high through most of 2024, it is anticipated that the Federal Reserve will lower interest rates later in the year as economic growth slows. However, even though economic growth will slow, Washington's Economic & Revenue Forecast Council (ERFC) forecasted Gross Domestic Product growth for 2024 to be at 2.4%, and 2025 & 2026 to be 1.7%, and 2.1%, respectively, which suggests no recession. This change in interest rates has been affecting sales tax growth by leveling it out, while increasing interest revenues and minimizing the overall effects of the change in rates. Further, during 2023, the Consumer Price Index was higher than normal causing wage pressures that the County will be challenged with going forward.

#### **CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT TEAM**

This financial report is designed to provide our citizens, taxpayers, customers, and creditors with a general overview of the County's finances and to demonstrate the County's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Department, at the following address: Snohomish County, 3000 Rockefeller, M/S 610, Everett, WA 98201 or by calling 425-388-3401 or by visiting our website: <http://snohomishcountywa.gov/>.

**Snohomish County, WA**  
**Statement of Net Position**  
**December 31, 2023**



	Primary Government			
	Governmental Activities	Business-type Activities	Total	Component Units
ASSETS				
Cash and Equivalents	\$ 568,428,804	\$ 37,776,925	\$ 606,205,729	\$ —
Cash and Equivalents, Restricted	61,497,383	652,542	62,149,925	2,247,728
Investments	87,440,211	57,775,391	145,215,602	—
Investments, Restricted	—	5,684,202	5,684,202	—
Lease and Public-Private Partnership Receivable	597,875	13,497,645	14,095,520	—
Taxes Receivables	3,635,322	—	3,635,322	—
Other Receivables, Net	6,006,173	11,092,953	17,099,126	—
Interest Receivable	7,886,269	766,475	8,652,744	—
Due from Other Governments	87,910,537	4,973,047	92,883,584	788,488
Inventories	2,886,748	—	2,886,748	—
Total Current Assets	826,289,322	132,219,180	958,508,502	3,036,216
Non-Current Assets				
Notes/Contracts Receivable	83,190,669	—	83,190,669	—
Lease and Public-Private Partnership Receivable	4,024,429	357,029,241	361,053,670	—
Investment in Joint Venture	5,233,313	—	5,233,313	—
Land	337,163,004	56,932,339	394,095,343	—
Buildings and Structures, Net	182,256,372	86,391,511	268,647,883	—
Other Improvements, Net	68,176,137	21,756,042	89,932,179	—
Machinery and Equipment, Net	66,742,914	15,303,008	82,045,922	—
Infrastructure Assets, Net	769,873,446	142,065,919	911,939,365	—
Construction in Progress	60,637,038	17,178,696	77,815,734	—
Intangible Assets, Net	5,627,957	313,485	5,941,442	—
Lease Asset, Net	1,384,970	—	1,384,970	—
SBITA Asset, Net	7,766,205	—	7,766,205	—
Net Pension Asset	77,895,969	8,952,389	86,848,358	—
Total Non-Current Assets	1,669,972,423	705,922,630	2,375,895,053	—
Total Assets	2,496,261,745	838,141,810	3,334,403,555	3,036,216
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Outflows Related to AROs	180,545	117,320	297,865	—
Deferred Outflows Related to Pensions	61,214,151	7,332,775	68,546,926	—
Deferred Loss on Refunding	142,778	198,100	340,878	—
Total Deferred Outflows of Resources	61,537,474	7,648,195	69,185,669	—
LIABILITIES				
Current Liabilities				
Accounts Payable	40,505,586	15,656,685	56,162,271	—
Lease Payable	625,796	—	625,796	—
SBITA Payable	1,621,886	—	1,621,886	—
Claims and Judgments Payable	5,536,767	—	5,536,767	—
Due to Other Governments	301,435	506,902	808,337	—
Accrued Liabilities	13,906,695	4,376,149	18,282,844	—
Unearned Revenue	102,342,847	630,990	102,973,837	—
Employee Benefits Payable	15,955,731	34,251	15,989,982	—
Total OPEB Liability	349,050	—	349,050	—
Bonds, Notes and Loans Payable	22,869,336	4,528,917	27,398,253	—
Total Current Liabilities	204,015,129	25,733,894	229,749,023	—

The notes to the financial statements are an integral part of this statement.

Snohomish County, WA  
Statement of Net Position  
December 31, 2023



	Primary Government			
	Governmental Activities	Business-type Activities	Total	Component Units
<b>Non-Current Liabilities</b>				
Employee Benefits Payable	29,554,582	3,390,869	32,945,451	—
Total OPEB Liability	3,060,858	—	3,060,858	—
Bonds, Notes and Loans Payable	340,894,710	48,939,137	389,833,847	—
Asset Retirement Obligation	264,705	165,000	429,705	—
Claims and Judgments Payable	20,003,452	—	20,003,452	—
Landfill Closure Costs	—	5,686,374	5,686,374	—
Net Pension Liability	24,278,689	3,546,102	27,824,791	—
SBITA Payable	6,057,851	—	6,057,851	—
Lease Payable	782,042	—	782,042	—
<b>Total Non-Current Liabilities</b>	<b>424,896,889</b>	<b>61,727,482</b>	<b>486,624,371</b>	<b>—</b>
<b>Total Liabilities</b>	<b>628,912,018</b>	<b>87,461,376</b>	<b>716,373,394</b>	<b>—</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Grants Received in Advance	38,143	—	38,143	—
Pensions	38,897,102	4,742,306	43,639,408	—
Gain on Refunding	848,263	168,822	1,017,085	—
Leases and Public-Private Partnerships	4,549,979	364,185,682	368,735,661	—
<b>Total Deferred Inflows of Resources</b>	<b>44,333,487</b>	<b>369,096,810</b>	<b>413,430,297</b>	<b>—</b>
<b>NET POSITION</b>				
<b>Net Investment in Capital Assets</b>	<b>1,261,311,034</b>	<b>280,540,778</b>	<b>1,541,851,812</b>	<b>—</b>
Restricted for:				
General Government	5,383,777	—	5,383,777	—
Judicial	2,035,629	—	2,035,629	—
Public Safety	3,782,623	—	3,782,623	—
Physical Environment	18,545,036	17,867	18,562,903	—
Transportation	11,229,099	—	11,229,099	—
Health and Human Services	142,858,963	—	142,858,963	—
Economic Environment	15,235,557	—	15,235,557	2,921,518
Culture and Recreation	2,951,013	—	2,951,013	114,698
Capital Purposes	182,303,011	374,073	182,677,084	—
Net Pension Asset	99,461,963	11,433,022	110,894,985	—
<b>Total Restricted Net Position</b>	<b>483,786,671</b>	<b>11,824,962</b>	<b>495,611,633</b>	<b>3,036,216</b>
<b>Unrestricted</b>	<b>139,456,009</b>	<b>96,866,079</b>	<b>236,322,088</b>	<b>—</b>
<b>Total Net Position</b>	<b>\$ 1,884,553,714</b>	<b>\$ 389,231,819</b>	<b>\$ 2,273,785,533</b>	<b>\$ 3,036,216</b>

The notes to the financial statements are an integral part of this statement.

Snohomish County, WA  
Statement of Activities  
For the Year Ended December 31, 2023



						Net (Expenses) Revenues and Changes in Net Position			
Program Revenues									
Functions/Programs	Expenses	Indirect Expense Allocation	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units
						Governmental Activities	Business-type Activities	Total	
Governmental activities:									
General Government	\$ 106,096,573	\$ (5,915,727)	\$ 24,051,398	\$ 25,875,070	\$ 168,934	\$ (50,085,444)	\$ —	\$ (50,085,444)	\$ —
Judicial	45,087,364	122,338	5,604,521	3,467,707	506,708	(35,630,766)	—	(35,630,766)	—
Public Safety	231,751,561	291,634	49,983,389	57,283,137	—	(124,776,669)	—	(124,776,669)	—
Physical Environment	4,363,937	22,986	3,500	1,308,195	663,900	(2,411,328)	—	(2,411,328)	—
Transportation	119,248,643	1,723,091	7,873,710	1,390,453	84,973,162	(26,734,409)	—	(26,734,409)	—
Health and Human Services	160,917,631	1,129,753	62,258,760	94,525,719	—	(5,262,905)	—	(5,262,905)	—
Economic Environment	24,023,108	350,953	17,853,824	3,800,252	—	(2,719,985)	—	(2,719,985)	—
Culture and Recreation	23,503,563	55,624	12,146,836	366,746	2,575,465	(8,470,140)	—	(8,470,140)	—
Interest on Long-Term Debt	9,951,933	—	—	—	—	(9,951,933)	—	(9,951,933)	—
Total governmental activities	724,944,313	(2,219,348)	179,775,938	188,017,279	88,888,169	(266,043,579)	—	(266,043,579)	—
Business-type activities:									
Airport	32,139,958	634,312	38,053,363	1,141,064	2,149,561	—	8,569,718	8,569,718	—
Solid Waste Management	76,597,037	860,412	76,557,090	852,318	—	—	(48,041)	(48,041)	—
Surface Water Management	32,386,347	724,624	32,513,456	2,484,420	5,437,906	—	7,324,811	7,324,811	—
Total business-type activities	141,123,342	2,219,348	147,123,909	4,477,802	7,587,467	—	15,846,488	15,846,488	—
Total primary government	\$ 866,067,655	\$ —	\$ 326,899,847	\$ 192,495,081	\$ 96,475,636	\$ (266,043,579)	\$ 15,846,488	\$ (250,197,091)	\$ —
Component units:									
Component Units	\$ 4,633,304	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ (4,633,304)
Total component units	\$ 4,633,304	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ (4,633,304)
General revenues:									
Property taxes						176,938,201	—	176,938,201	—
Sales/Use Tax						160,743,343	—	160,743,343	4,489,935
Real Estate Excise Tax						20,194,202	—	20,194,202	—
Business and Other Taxes						16,885,025	—	16,885,025	—
Intergovernmental Revenues						6,327,429	—	6,327,429	—
Interest and Investment Earnings						37,924,494	3,451,956	41,376,450	75,964
Total General Revenues						419,012,694	3,451,956	422,464,650	4,565,899
Transfers						(827,672)	827,672	—	—
Special Item						21,645,080	—	21,645,080	—
Total General Revenue Special Item and Transfers						439,830,102	4,279,628	444,109,730	4,565,899
Change in net position						173,786,523	20,126,116	193,912,639	(67,405)
Net position - Beginning						1,710,767,191	369,105,703	2,079,872,894	3,103,621
Net position - Ending						\$1,884,553,714	\$ 389,231,819	\$2,273,785,533	\$ 3,036,216

The notes to the financial statements are an integral part of this statement.

**Snohomish County, WA  
Balance Sheet  
Governmental Funds  
December 31, 2023**



	General Fund	County Road Fund	Human Services	Grant Control Fund	Emergency Communications System & Facilities	Other Governmental Funds	Total
<b>ASSETS</b>							
Cash and Cash Equivalents	\$ 91,031,834	\$ 22,134,523	\$ 85,150,408	\$ 85,606,529	\$ 55,548,846	\$ 154,847,430	\$ 494,319,570
Cash and Cash Equivalents, Restricted	—	—	2,349,609	414,476	—	58,540,115	61,304,200
Investments	—	1,915,172	8,912,671	—	—	41,830,131	52,657,974
Taxes Receivable	2,239,260	1,283,838	35,634	—	—	76,590	3,635,322
Other Receivables, Net	2,029,834	247,365	18,163	54,485	—	389,393	2,739,240
Interest Receivable	1,592,710	17,990	1,365,271	—	—	105,704	3,081,675
Due From Other Funds	415,000	—	—	—	—	—	415,000
Due From Other Governments	21,565,139	4,382,329	34,561,496	4,206,954	4,018,191	18,976,825	87,710,934
Inventory	—	—	306,456	—	—	—	306,456
Lease and Public-Private Partnership Receivable	1,529,690	—	—	—	—	487,382	2,017,072
Notes / Contracts Receivable	1,355,174	1,458,274	34,642,919	—	45,734,302	—	83,190,669
<b>Total Assets</b>	<b>\$ 121,758,641</b>	<b>\$ 31,439,491</b>	<b>\$ 167,342,627</b>	<b>\$ 90,282,444</b>	<b>\$ 105,301,339</b>	<b>\$ 275,253,570</b>	<b>\$ 791,378,112</b>
<b>LIABILITIES</b>							
Accounts Payable	11,931,840	3,113,212	11,636,495	2,882,301	625,394	4,904,302	35,093,544
Due To Other Governments	21,524	—	3,599	—	—	276,311	301,434
Accrued Liabilities	5,999,705	1,014,751	651,195	243,748	—	1,738,394	9,647,793
Due to Other Funds	—	—	—	—	—	415,000	415,000
Unearned Revenue	364,161	37,570	135,932	86,655,025	—	10,171,338	97,364,026
<b>Total Liabilities</b>	<b>18,317,230</b>	<b>4,165,533</b>	<b>12,427,221</b>	<b>89,781,074</b>	<b>625,394</b>	<b>17,505,345</b>	<b>142,821,797</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>							
Unavailable Revenue-Property Taxes	499,278	1,108,496	30,920	—	—	66,610	1,705,304
Unavailable Revenue	346	11,112	1,343,913	—	—	12,396,014	13,751,385
Grants Received in Advance	38,143	—	—	—	—	—	38,143
Leases and Public-Private Partnerships	1,509,994	—	—	—	—	467,170	1,977,164
<b>Total Deferred Inflows of Resources</b>	<b>2,047,761</b>	<b>1,119,608</b>	<b>1,374,833</b>	<b>—</b>	<b>—</b>	<b>12,929,794</b>	<b>17,471,996</b>
<b>FUND BALANCES</b>							
Nonspendable	1,355,174	1,458,274	—	—	45,734,302	—	48,547,750
Restricted	—	—	141,359,073	1,310,738	55,267,856	165,860,405	363,798,072
Committed	—	24,696,076	12,181,500	1,182,816	3,673,787	78,958,026	120,692,205
Assigned	22,848,440	—	—	—	—	—	22,848,440
Unassigned	77,190,036	—	—	(1,992,184)	—	—	75,197,852
<b>Total Fund Balance</b>	<b>101,393,650</b>	<b>26,154,350</b>	<b>153,540,573</b>	<b>501,370</b>	<b>104,675,945</b>	<b>244,818,431</b>	<b>631,084,319</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 121,758,641</b>	<b>\$ 31,439,491</b>	<b>\$ 167,342,627</b>	<b>\$ 90,282,444</b>	<b>\$ 105,301,339</b>	<b>\$ 275,253,570</b>	<b>\$ 791,378,112</b>

The notes to the financial statements are an integral part of this statement.

**Reconciliation  
Governmental Funds Balance  
Sheet to the Statement of Net Position  
December 31, 2023**



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Total fund balance as shown on the Governmental Funds Balance Sheet	\$ 631,084,319
Amounts reported for governmental activities in the statement of net position are different because:	
Capital Assets, including leases and SBITAs, used in governmental activities are not financial resources and are therefore not reported in the fund statement. This includes Investment in Joint Venture of \$5.2 million.	1,432,758,018
Long-term debt is not due and payable in the current period and is therefore not reported in the fund statement. This includes the current and non-current portion of the long-term debt, and accrued interest payable.	(367,317,350)
Internal service funds are used by the County to charge the costs of certain activities, like insurance and fleet services, to individual funds. The assets, deferred outflow of resources, liabilities, and deferred inflow of resources of these funds are included in governmental activities in the Statement of Net Position.	121,248,786
Full accrual adjustments to the governmental funds, such as to record compensated absences payable, to record allowance for doubtful accounts, and to reclassify unavailable revenues for property taxes.	<u>66,779,941</u>
Net Position of Governmental Activities as shown on the Statement of Net Position	<u><u>\$ 1,884,553,714</u></u>



**Snohomish County, WA**  
**Statement of Revenues, Expenditures**  
**and Changes In Fund Balances**  
**Governmental Funds**  
**For the Year Ended December 31, 2023**



	General Fund	County Road Fund	Human Services	Grant Control Fund	Emergency Communications System & Facilities	Other Governmental Funds	Total
<b>Detailed Revenues</b>							
Property Taxes	\$ 99,381,191	\$ 71,976,901	\$ 2,045,763	\$ —	\$ —	\$ 4,368,510	\$ 177,772,365
Sales/Use Taxes	90,446,578	—	46,996,465	—	22,950,300	350,000	160,743,343
Real Estate Excise Taxes	—	—	—	—	—	20,194,202	20,194,202
Business and Other Taxes	2,766,521	849,296	16,772	—	—	13,252,435	16,885,024
Licenses and Permits	4,003,477	—	—	—	—	14,403,663	18,407,140
Charges for Services	52,702,167	13,504,932	54,774,161	1,697,069	—	33,280,562	155,958,891
Operating Assessments	26,629	10,976	—	—	—	—	37,605
Intergovernmental Revenues	21,137,078	18,659,745	100,749,708	50,704,121	990,574	20,994,740	213,235,966
Fines and Forfeitures	3,834,926	—	—	—	—	414,691	4,249,617
Interest and Investment Earnings	23,686,260	821,098	3,755,803	2,532,593	2,426,317	10,819,876	44,041,947
Rents, Leases, and Concessions	5,876,962	103,271	—	6,276	—	2,868,568	8,855,077
Contributions and Donations	—	56,676	184,954	261,872	—	375,260	878,762
Miscellaneous Revenues	750,994	30,386	30,403	5,250	—	900,306	1,717,339
<b>Total Detail Revenues</b>	<b>304,612,783</b>	<b>106,013,281</b>	<b>208,554,029</b>	<b>55,207,181</b>	<b>26,367,191</b>	<b>122,222,813</b>	<b>822,977,278</b>
<b>Detailed Expenditures</b>							
<i>Current</i>							
General Government	78,248,631	3,321,263	4,326,296	21,037,858	—	6,422,468	113,356,516
Judicial	39,865,341	—	2,928,520	726,863	—	406,770	43,927,494
Public Safety	151,953,304	—	42,892,606	8,381,592	11,184,927	32,507,922	246,920,351
Physical Environment	1,697,729	—	—	697,316	—	2,053,051	4,448,096
Transportation	—	81,217,776	—	—	—	—	81,217,776
Health and Human Services	1,437,236	—	124,488,515	18,887,780	—	23,713,843	168,527,374
Economic Environment	4,963,479	—	3,858,764	329,917	—	17,247,969	26,400,129
Culture and Recreation	13,913,281	—	456,934	56,389	—	5,460,530	19,887,134
<i>Debt Service</i>							
Principal Payments	545,813	585,649	—	31,214	—	18,557,343	19,720,019
Interest and Other Charges	82,202	46,847	—	—	—	12,618,817	12,747,866
<i>Capital Outlay</i>							
Capital Outlay	1,557,173	21,718,657	—	2,960,590	—	20,360,554	46,596,974
<b>Total Detail Expenditures</b>	<b>294,264,189</b>	<b>106,890,192</b>	<b>178,951,635</b>	<b>53,109,519</b>	<b>11,184,927</b>	<b>139,349,267</b>	<b>783,749,729</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>10,348,594</b>	<b>(876,911)</b>	<b>29,602,394</b>	<b>2,097,662</b>	<b>15,182,264</b>	<b>(17,126,454)</b>	<b>39,227,549</b>
<b>Other Financial Sources (Uses)</b>							
Disposition Of Assets	19,654	76,912	—	7,361	—	1,006,577	1,110,504
Transfers In	6,569,464	8,938,581	2,555,610	563,940	—	68,717,007	87,344,602
Transfers Out	(13,478,648)	(10,402,185)	(72,604)	(43,930)	(7,051,072)	(52,898,816)	(83,947,255)
Leases	642,951	—	—	—	—	—	642,951
Issuance of Debt	—	3,000,000	—	—	—	—	3,000,000
<b>Total Other Financial Sources (Uses)</b>	<b>(6,246,579)</b>	<b>1,613,308</b>	<b>2,483,006</b>	<b>527,371</b>	<b>(7,051,072)</b>	<b>16,824,768</b>	<b>8,150,802</b>
<b>Special Item</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>—</b>	<b>18,677,250</b>	<b>18,677,250</b>
<b>Net Change in Fund Balance</b>	<b>4,102,015</b>	<b>736,397</b>	<b>32,085,400</b>	<b>2,625,033</b>	<b>8,131,192</b>	<b>18,375,564</b>	<b>66,055,601</b>
<b>Fund Balance - Beginning</b>	<b>97,291,635</b>	<b>25,417,953</b>	<b>121,455,173</b>	<b>(2,123,663)</b>	<b>96,544,753</b>	<b>226,442,867</b>	<b>565,028,718</b>
<b>Fund Balance - Ending</b>	<b>\$ 101,393,650</b>	<b>\$ 26,154,350</b>	<b>\$ 153,540,573</b>	<b>\$ 501,370</b>	<b>\$ 104,675,945</b>	<b>\$ 244,818,431</b>	<b>\$ 631,084,319</b>

The notes to the financial statements are an integral part of this statement.

**Reconciliation  
Governmental Funds Statement  
Of Revenues, Expenditures, and  
Changes in Fund Balances to the  
Statement of Activities  
For the Year Ended December 31, 2023**



Net change in fund balances of Governmental Funds	\$ 66,055,601
Amounts reported for governmental activities in the statement of activities are different because:	
Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of these assets is allocated over their estimated useful lives and is reported as depreciation expense.	(29,272,621)
Capital contributions, donations, and equity adjustment to the investment in joint venture do not provide current financial resources and therefore are not reported as revenues in governmental funds.	71,816,648
Amounts transferred to escrow for bond refunding are reported as expenditures in the funds statement and as a reduction of long-term liabilities in the statement of net position.	—
Repayment of bond principal are reported as expenditures in the fund statements and as a reduction of long-term liabilities in the statement of net position.	19,720,020
Debt proceeds, including premiums and discounts are reported as current financial resources in the funds statement and as increases long-term liabilities in the statement of net position.	(3,642,951)
Accrued interest payable is not recorded on the fund statements.	2,988,575
Internal service funds are used by the County to charge the costs of certain activities, such as insurance and fleet management services, to individual funds. The net cost of the internal service funds are reported as governmental activities in the statement of activities.	11,047,525
Some expenses and revenues reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures and revenues in governmental funds.	<u>35,073,726</u>
Change in net position of governmental activities on the statement of activities	<u>\$ 173,786,523</u>

The notes to the financial statements are an integral part of this statement.

Snohomish County, WA  
Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual  
General Fund  
For the Year Ended December 31, 2023



	Budgeted Amounts		Actual	Variance
	Original	Final		
<b>Budgeted Fund Balance, January 1</b>	\$ 28,157,176	\$ 29,065,793	\$ 97,291,635	\$ 68,225,842
<b>Resources (inflows)</b>				
Property Taxes	97,145,741	97,145,741	99,381,191	2,235,450
Sales/Use Taxes	95,211,797	95,211,797	90,446,578	(4,765,219)
Business and Other Taxes	2,290,711	2,290,711	2,766,521	475,810
License and Permits	4,255,870	4,255,870	4,003,477	(252,393)
Charges for Services	47,092,789	47,092,789	52,702,167	5,609,378
Operating Assessments	20,923	20,923	26,629	5,706
Intergovernmental Revenues	20,374,448	20,756,297	21,137,078	380,781
Fines and Forfeitures	3,704,685	3,704,685	3,834,926	130,241
Interest and Investment Earnings	11,218,828	11,218,828	23,686,260	12,467,432
Rents, Leases, and Concessions	5,744,041	5,744,041	5,876,962	132,921
Miscellaneous Revenues	865,965	865,965	750,994	(114,971)
Transfers In	6,569,464	6,569,464	6,569,464	—
Leases	—	642,951	642,951	—
Disposition of Assets	—	—	19,654	19,654
<b>Total Resources (inflows)</b>	<b>294,495,262</b>	<b>295,520,062</b>	<b>311,844,852</b>	<b>16,324,790</b>
<b>Amounts Available for Appropriation</b>	<b>322,652,438</b>	<b>324,585,855</b>	<b>409,136,487</b>	<b>84,550,632</b>
<b>Charges to Appropriations (outflows)</b>				
<b>Executive</b>				
Administration	3,256,440	3,409,944	3,296,425	113,519
Office of Social Justice	1,000,000	1,032,883	657,573	375,310
Economic Development	540,240	550,536	471,630	78,906
<b>Legislative</b>				
Legislative Svs.	4,927,553	5,100,147	4,925,090	175,057
Performance Auditing	65,000	65,000	5,000	60,000
<b>Human Services</b>				
Human Services Administration	1,445,335	1,593,179	1,463,522	129,657
Human Services Support	2,443,610	2,443,610	2,443,610	—
CASA	1,543,332	1,977,027	1,863,202	113,825
<b>Planning and Development Services</b>				
County Fire Marshal	684,633	735,625	725,669	9,956
Long Range Planning	3,556,454	3,669,863	3,326,635	343,228
Code Enforcement	1,194,437	1,246,593	1,162,903	83,690
<b>Hearing Examiner</b>				
Board Of Equalization	165,270	170,591	164,992	5,599
Hearing Examiner	695,894	724,978	708,691	16,287

The notes to the financial statements are an integral part of this statement.

**Snohomish County, WA**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2023**



	Budgeted Amounts		Actual	Variance
	Original	Final		
<b>Conservation &amp; Natural Resources</b>				
Energy Office	807,952	816,317	303,159	513,158
Agriculture	308,564	320,085	250,408	69,677
Youth and Family	365,867	377,071	330,368	46,703
Natural Resources	185,011	185,782	149,470	36,312
Administration	294,778	303,422	275,505	27,917
Division Management	1,270,318	1,318,352	1,294,285	24,067
Parks Maintenance	2,428,596	2,500,278	2,497,028	3,250
Fair Administration General	3,318,729	3,359,285	3,237,241	122,044
Fairgrounds Maintenance	1,664,238	1,725,065	1,697,751	27,314
Fair Operations General	1,267,517	1,283,454	1,163,769	119,685
Routine Maint & Operation	3,608,172	3,727,566	3,664,530	63,036
<b>Assessor</b>				
Tax Assessments	9,116,477	9,534,949	9,119,241	415,708
<b>Auditor</b>				
Administration	955,248	987,238	948,603	38,635
Records Services	903,346	943,725	872,283	71,442
Licensing	1,274,462	1,329,957	1,209,824	120,133
Animal Services	1,861,678	1,929,004	1,394,570	534,434
Election Services	4,191,510	4,337,345	3,708,751	628,594
Voter Registration Service	1,089,138	1,135,202	1,003,678	131,524
<b>Finance</b>				
Budget And Systems Service	1,012,612	1,074,131	1,070,714	3,417
Finance Operations	3,151,631	3,311,289	3,291,398	19,891
Purchasing Services	1,089,574	1,139,774	998,882	140,892
<b>Human Resources</b>				
Administration	2,929,245	3,068,795	2,924,928	143,867
Equal Employ Opportunity	334,911	355,413	354,247	1,166
<b>Nondepartmental</b>				
Public Advocate	275,497	291,156	171,050	120,106
Miscellaneous	42,533,750	24,053,079	16,258,293	7,794,786
<b>Treasurer</b>				
Administration	4,840,781	5,031,906	4,304,636	727,270
<b>District Court</b>				
District Court	11,311,196	12,011,258	11,947,007	64,251
Probation & Parole Services	2,352,697	2,328,363	2,209,446	118,917
Dispute Resolution Center	140,000	140,000	140,000	—

The notes to the financial statements are an integral part of this statement.

**Snohomish County, WA**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**General Fund**  
**For the Year Ended December 31, 2023**



	Budgeted Amounts		Actual	Variance
	Original	Final		
Sheriff				
Administration	5,787,369	6,047,018	6,046,422	596
Administrative Services	2,700,287	2,951,344	2,937,314	14,030
Field Operations	7,663,955	7,822,902	7,819,288	3,614
Technical Operations	1,016,908	1,156,121	1,151,590	4,531
Investigation	5,408,725	6,358,912	6,349,441	9,471
Patrol	23,898,964	27,098,829	27,094,221	4,608
Narcotics Enforcement	1,202,056	1,279,991	1,274,274	5,717
Civil	424,557	311,627	308,630	2,997
Law Enforcement - Contract	4,090,892	4,521,282	4,512,691	8,591
Training	1,005,544	1,220,305	1,214,625	5,680
Traffic Policing	2,259,914	2,247,323	2,238,556	8,767
Technical Services	2,702,245	2,300,035	2,297,919	2,116
Evidence	703,813	756,080	753,399	2,681
Search And Rescue	985,501	1,177,017	1,167,456	9,561
Prosecuting Attorney				
Administration	1,455,247	1,497,063	1,108,689	388,374
Criminal	15,354,733	16,129,286	15,573,411	555,875
Civil	3,310,975	3,501,697	3,414,858	86,839
Op Transfers	330,173	330,173	213,120	117,053
Office of Public Defense				
Office of Public Defense	14,889,679	16,775,889	16,339,290	436,599
Medical Examiner				
Medical Examiner Services	3,875,249	4,031,663	3,992,376	39,287
Superior Court				
Juvenile Court Operations	8,278,537	8,495,683	8,437,385	58,298
Superior Court Operations	10,181,796	10,859,094	10,850,105	8,989
Administrative Services	7,125,762	7,288,541	7,265,214	23,327
Clerk				
Administration	2,412,462	2,590,833	2,513,376	77,457
Judicial Acctg/Judgmts	1,167,535	1,232,890	1,154,146	78,744
Case Management	894,436	945,788	812,635	133,153
Courtroom Operations	2,445,874	2,577,925	2,024,118	553,807
Customer Service	1,658,152	1,751,159	1,615,232	135,927
Juvenile	836,668	883,460	842,134	41,326

The notes to the financial statements are an integral part of this statement.

Snohomish County, WA  
Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual  
General Fund  
For the Year Ended December 31, 2023



	Budgeted Amounts		Actual	Variance
	Original	Final		
<b>Corrections</b>				
Administration	12,430,817	12,560,948	12,476,703	84,245
Special Detention	1,142,403	982,780	917,571	65,209
Detention	38,853,550	42,813,222	42,779,050	34,172
Food Service	1,627,148	1,517,148	1,447,158	69,990
Medical Services	6,610,449	9,341,307	9,224,190	117,117
<b>Department of Emergency Management</b>				
DEM Operations	1,518,370	1,591,283	1,570,243	21,040
<b>Amount Charged to Appropriations (outflows)</b>	<u>322,652,438</u>	<u>324,585,855</u>	<u>307,742,837</u>	<u>16,843,018</u>
<b>Budgeted Fund Balance, December 31</b>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 101,393,650</u>	<u>\$ 101,393,650</u>

The notes to the financial statements are an integral part of this statement.

Snohomish County, WA  
Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual  
County Roads Fund  
For the Year Ended December 31, 2023



	Budgeted Amounts		Actual	Variance
	Original	Final		
<b>Budgeted Fund Balance, January 1</b>	\$ 13,633,972	\$ 13,633,972	\$ 25,417,953	\$ 11,783,981
<b>Resources (inflows)</b>				
Property Taxes	73,000,000	73,000,000	71,976,901	(1,023,099)
Business and Other Taxes	925,000	925,000	849,296	(75,704)
Charges for Services	19,297,164	19,297,164	13,504,932	(5,792,232)
Operating Assessments	—	—	10,976	10,976
Intergovernmental Revenues	25,422,339	25,422,339	18,659,745	(6,762,594)
Interest and Investment Earnings	100,000	100,000	821,098	721,098
Rents, Leases, and Concessions	153,270	153,270	103,271	(49,999)
Contributions and Donations	—	—	56,676	56,676
Miscellaneous Revenues	50,000	50,000	30,386	(19,614)
Transfers In	11,736,000	11,736,000	8,938,581	(2,797,419)
Disposition of Assets	1,200,000	1,200,000	76,912	(1,123,088)
Debt Proceeds	2,311,000	2,311,000	3,000,000	689,000
<b>Total Resources (inflows)</b>	<u>134,194,773</u>	<u>134,194,773</u>	<u>118,028,774</u>	<u>(16,165,999)</u>
<b>Amounts Available for Appropriation</b>	147,828,745	147,828,745	143,446,727	(4,382,018)
<b>Charges to Appropriations (outflows)</b>				
<b>Public Works</b>				
PWAF-Admin Operations	750,000	750,000	—	750,000
TES Operations	8,187,058	8,187,058	6,952,887	1,234,171
TES Maintenance	1,638,699	1,638,699	1,522,981	115,718
TES Capital	3,356,143	3,356,143	1,285,670	2,070,473
TES Reimbursables	672,082	672,082	237,347	434,735
RM Operations	2,883,224	2,883,224	567,647	2,315,577
RM Maintenance	36,538,442	37,238,442	36,431,870	806,572
RM Capital	1,287,000	587,000	294,117	292,883
RM Reimbursables	2,761,205	2,761,205	2,227,474	533,731
ES Operations	5,977,590	7,177,590	6,695,370	482,220
ES Maintenance	889,473	1,189,473	1,071,534	117,939
ES Capital	38,459,857	36,959,857	22,379,340	14,580,517
ES Reimbursables	5,292,466	5,292,466	856,443	4,436,023
Admin Operations	38,975,506	38,975,506	36,665,289	2,310,217
Admin Operations Capital	160,000	160,000	104,408	55,592
<b>Amount Charged to Appropriations (outflows)</b>	<u>147,828,745</u>	<u>147,828,745</u>	<u>117,292,377</u>	<u>30,536,368</u>
<b>Budgeted Fund Balance, December 31</b>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 26,154,350</u>	<u>\$ 26,154,350</u>

The notes to the financial statements are an integral part of this statement.

**Snohomish County, WA**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**Human Services Fund**  
**For the Year Ended December 31, 2023**



	Budgeted Amounts		Actual	Variance
	Original	Final		
<b>Budgeted Fund Balance, January 1</b>	\$ 12,645,414	\$ 12,645,414	\$ 121,455,173	\$ 108,809,759
<b>Resources (inflows)</b>				
Property Taxes	1,967,328	1,967,328	2,045,763	78,435
Sales/Use Taxes	46,661,055	46,661,055	46,996,465	335,410
Business and Other Taxes	16,701	16,701	16,772	71
Charges for Services	37,213,235	37,213,235	54,774,161	17,560,926
Intergovernmental Revenues	117,705,791	150,285,572	100,749,708	(49,535,864)
Fines and Forfeitures	—	—	—	—
Interest and Investment Earnings	63,000	63,000	3,755,803	3,692,803
Rents, Leases, and Concessions	389	389	—	(389)
Contributions and Donations	176,304	206,304	184,954	(21,350)
Miscellaneous Revenues	6,662,201	5,470,935	30,403	(5,440,532)
Transfers In	2,555,610	2,555,610	2,555,610	—
Disposition of Assets	11,385	11,385	—	(11,385)
<b>Total Resources (inflows)</b>	<b>213,032,999</b>	<b>244,451,514</b>	<b>211,109,639</b>	<b>(33,341,875)</b>
<b>Amounts Available for Appropriation</b>	<b>225,678,413</b>	<b>257,096,928</b>	<b>332,564,812</b>	<b>75,467,884</b>
<b>Charges to Appropriations (outflows)</b>				
<b>Human Services</b>				
CAP/CSBG	608,868	608,868	583,034	25,834
Family Support Services	307,970	307,970	241,353	66,617
Community Information Line	19,600	19,600	19,600	—
PSTAA Educational Services	1,925,720	1,925,720	1,515,911	409,809
ECEAP Administration	648,672	648,672	521,395	127,277
ECEAP Operations	1,934,197	1,934,197	1,541,826	392,371
Early Head Start Admin	199,832	206,943	200,887	6,056
Early Head Start Ops	1,301,673	1,294,562	1,127,891	166,671
Energy Administration	333,324	367,324	349,159	18,165
Energy Program Support	839,821	964,821	853,675	111,146
Energy Consumer Education	194,485	292,485	292,141	344
Energy Dir Svcs-EAP/ECIP	4,514,953	5,345,953	4,767,494	578,459
Human Services-Veterans Relief	1,204,586	1,204,586	920,065	284,521
Behavioral Health	1,382,827	1,382,827	835,150	547,677
Housing, Homeless, Comm Dev	10,135,774	10,135,774	9,291,384	844,390
Housing, Homeless Services	6,230,850	6,230,850	4,643,030	1,587,820
A&SH Sales Tax	1,796,457	1,796,457	—	1,796,457
Afford Hsing & BH Program	21,000,000	21,000,000	193	20,999,807
Involuntary Treatment Admin	6,180,840	6,180,840	4,518,206	1,662,634
Resource Management	374,858	374,858	171,972	202,886
Aging Administration	2,724,049	2,724,049	2,674,878	49,171

The notes to the financial statements are an integral part of this statement.



**Snohomish County, WA**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**Human Services Fund**  
**For the Year Ended December 31, 2023**

	Budgeted Amounts		Actual	Variance
	Original	Final		
Aging Services Programs	157,028	157,028	138,957	18,071
Transportation	110,000	110,000	110,000	—
Case Management	10,126,705	10,126,705	9,551,656	575,049
Senior Center Operations	458,000	458,000	456,934	1,066
CASA	271,344	374,610	349,838	24,772
Dev Dis Program Admin	2,473,606	2,473,606	1,817,847	655,759
Infant Toddler Early Intervent	1,064,244	1,064,244	1,013,365	50,879
Human Serv Ops CD/MH Enhan Svs	3,307,969	3,307,969	3,140,666	167,303
Contracted CD/MH Enhanced Srvs	21,779,651	21,779,651	11,186,791	10,592,860
CARES Emerg. Rental Assistance-Pass-Through Grants	10,000,000	10,000,000	2,833,119	7,166,881
Human Services-Pass-Through Grants	100,664,426	130,891,675	103,135,491	27,756,184
<b>District Court</b>				
MH/Community Court	385,561	385,561	347,540	38,021
<b>Sheriff</b>				
Training	34,694	34,694	6,694	28,000
<b>Prosecuting Attorney</b>				
Criminal	316,633	316,633	316,633	—
Civil	378,634	378,634	298,294	80,340
TAP	743,997	743,997	736,303	7,694
<b>Office of Public Defense</b>				
Office of Public Defense	3,001,591	3,001,591	2,975,067	26,524
<b>Medical Examiner</b>				
Medical Examiner Services	380,008	380,008	370,853	9,155
<b>Superior Court</b>				
Superior Court Operations	2,707,064	2,707,064	1,832,922	874,142
<b>Clerk</b>				
Courtroom Operations	674,605	674,605	618,779	55,826
<b>Corrections</b>				
Detention	2,511,517	2,511,517	2,500,789	10,728
<b>Department of Emergency Management</b>				
DEM Planning Assistance	271,780	271,780	216,457	55,323
<b>Amount Charged to Appropriations (outflows)</b>	<u>225,678,413</u>	<u>257,096,928</u>	<u>179,024,239</u>	<u>78,072,689</u>
<b>Budgeted Fund Balance, December 31</b>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 153,540,573</u>	<u>\$ 153,540,573</u>

The notes to the financial statements are an integral part of this statement.

**Snohomish County, WA**  
**Statement of Revenues, Expenditures, and**  
**Changes in Fund Balance - Budget and Actual**  
**Grant Control Fund**  
**For the Year Ended December 31, 2023**



	Budgeted Amounts		Actual	Variance
	Original	Final		
<b>Budgeted Fund Balance, January 1</b>	\$ 200,000	\$ 200,000	\$ (2,123,663)	\$ (2,323,663)
<b>Resources (inflows)</b>				
Charges for Services	2,201,420	2,201,420	1,697,069	(504,351)
Intergovernmental Revenues	141,458,210	143,168,049	50,704,121	(92,463,928)
Interest and Investment Earnings	1,400	1,400	2,532,593	2,531,193
Rent, Leases, and Concessions	35,000	35,000	6,276	(28,724)
Contributions and Donations	441,676	441,676	261,872	(179,804)
Miscellaneous Revenues	2,979,458	2,279,699	5,250	(2,274,449)
Disposition of Assets	—	—	7,361	7,361
Transfers In	679,234	679,234	563,940	(115,294)
<b>Total Resources (inflows)</b>	<b>147,796,398</b>	<b>148,806,478</b>	<b>55,778,482</b>	<b>(93,027,996)</b>
<b>Amounts Available for Appropriation</b>	<b>147,996,398</b>	<b>149,006,478</b>	<b>53,654,819</b>	<b>(95,351,659)</b>
<b>Charges to Appropriations (outflows)</b>				
<b>Executive</b>				
Executive Grants Programs	450,993	450,993	309,445	141,548
Office of Recovery	1,466,469	1,466,469	1,372,046	94,423
<b>Human Services</b>				
ARPA Housing & Homeless Svcs	76,711,995	76,711,995	17,180,571	59,531,424
Human Svc and Housing Rev Repl	1,255,231	1,255,231	—	1,255,231
<b>Conservation &amp; Natural Resources</b>				
Weatherization Administration	570,489	570,489	223,307	347,182
Weatherization Program Support	2,112,071	2,112,071	754,149	1,357,922
Weatherization Labor	2,597,554	2,597,554	1,547,021	1,050,533
EECBG ARRA Grant	150,000	150,000	20,469	129,531
<b>Auditor</b>				
HAVA 3	477,015	477,015	—	477,015
Information Security Grant	—	160,000	29,134	130,866
<b>Nondepartmental</b>				
Grant Administration	3,000,000	2,300,241	—	2,300,241
ARPA LATCF	—	1,010,080	697,316	312,764
ARPA Economic Stabilization	17,819,330	15,300,000	2,236,826	13,063,174
ARPA Essential Govt Svcs	7,503,953	11,023,283	8,639,039	2,384,244
ARPA Economic Stabilization RR	6,200,000	8,800,000	3,769,681	5,030,319
ARPA Essential Govt Svcs RR	11,686,856	8,086,856	4,183,556	3,903,300
Miscellaneous	48,404	48,404	43,930	4,474

The notes to the financial statements are an integral part of this statement.

Snohomish County, WA  
Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual  
Grant Control Fund  
For the Year Ended December 31, 2023



	Budgeted Amounts		Actual	Variance
	Original	Final		
<b>Airport</b>				
Operations	35,000	35,000	31,214	3,786
<b>Treasurer</b>				
Economic Stabilization	400,000	400,000	82,113	317,887
<b>Sheriff</b>				
Sheriff Grants	2,695,832	2,695,832	1,531,246	1,164,586
<b>Prosecuting Attorney</b>				
Stop Grant	142,960	142,960	142,960	—
Failure to Register Grant	112,093	112,093	112,093	—
Auto Theft Task Force	236,281	236,281	236,281	—
Prosecuting Attorney Grants	252,631	252,631	247,201	5,430
Family Support	4,230,142	4,230,142	3,786,041	444,101
Financial Fraud & ID Theft	220,208	220,208	122,542	97,666
LEAD	1,312,455	1,812,455	1,649,566	162,889
<b>Superior Court</b>				
Juvenile Court Operations	139,052	142,052	141,046	1,006
Community Corrections	1,668,287	1,668,287	1,636,865	31,422
Expansion Programs	726,081	726,081	493,776	232,305
Superior Court Operations	100,800	100,800	45,215	55,585
Unified Family Court	93,946	130,705	130,705	—
<b>Department of Emergency Management</b>				
DEM Operations	2,457,270	2,457,270	1,605,575	851,695
FEMA Public Assistance	500,000	500,000	—	500,000
Public Health & Medical Respond	623,000	623,000	152,520	470,480
<b>Amount Charged to Appropriations (outflows)</b>	<b>147,996,398</b>	<b>149,006,478</b>	<b>53,153,449</b>	<b>95,853,029</b>
<b>Budgeted Fund Balance, December 31</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ 501,370</b>	<b>\$ 501,370</b>

The notes to the financial statements are an integral part of this statement.

Snohomish County, WA  
Statement of Revenues, Expenditures, and  
Changes in Fund Balance - Budget and Actual  
Emergency Communications System and Facilities  
For the Year Ended December 31, 2023



	Budgeted Amounts		Actual	Variance
	Original	Final		
<b>Budgeted Fund Balance, January 1</b>	\$ 9,442,444	\$ 9,442,444	\$ 96,544,753	\$ 87,102,309
<b>Resources (inflows)</b>				
Sales/Use Taxes	21,000,000	21,000,000	22,950,300	1,950,300
Intergovernmental Revenues	5,010,000	5,010,000	990,574	(4,019,426)
Interest and Investment Earnings	10,000	10,000	2,426,317	2,416,317
Bond Proceeds	—	—	—	—
<b>Total Resources (inflows)</b>	<u>26,020,000</u>	<u>26,020,000</u>	<u>26,367,191</u>	<u>347,191</u>
<b>Amounts Available for Appropriation</b>	35,462,444	35,462,444	122,911,944	87,449,500
<b>Charges to Appropriations (outflows)</b>				
<b>Nondepartmental</b>				
Emergency Systems	35,462,444	35,462,444	18,235,999	17,226,445
<b>Amount Charged to Appropriations (outflows)</b>	<u>35,462,444</u>	<u>35,462,444</u>	<u>18,235,999</u>	<u>17,226,445</u>
<b>Budgeted Fund Balance, December 31</b>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 104,675,945</u>	<u>\$ 104,675,945</u>

The notes to the financial statements are an integral part of this statement.

Snohomish County, WA  
Statement of Net Position  
Proprietary Funds  
December 31, 2023



	Business Type Activities			Governmental Activities	
	Solid Waste	Airport	Surface Water	Total Enterprise Funds	Internal Service Funds
<b>ASSETS</b>					
<b>Current Assets</b>					
Cash and Cash Equivalents	\$ 16,413,566	\$ 9,659,282	\$ 11,704,077	\$ 37,776,925	\$ 74,460,664
Cash and Cash Equivalents, Restricted	—	390,219	262,323	652,542	193,183
Investments	26,409,251	23,425,163	7,940,977	57,775,391	34,430,810
Investments, Restricted	5,684,202	—	—	5,684,202	—
Other Receivables, Net	8,229,503	2,278,758	584,692	11,092,953	367,525
Interest Receivable	59,246	688,200	19,029	766,475	84,414
Lease Receivable	837,197	12,660,448	—	13,497,645	354,724
Due From Other Governments	839,184	1,021,074	3,112,789	4,973,047	199,604
Inventories	—	—	—	—	2,580,292
<b>Total Current Assets</b>	<b>58,472,149</b>	<b>50,123,144</b>	<b>23,623,887</b>	<b>132,219,180</b>	<b>112,671,216</b>
<b>Non-Current Assets</b>					
Capital assets					
Land	15,902,776	22,108,409	18,921,154	56,932,339	392,203
Buildings and Structures, Net	12,884,914	72,608,212	898,385	86,391,511	6,673,973
Other Improvements, Net	10,981,198	—	10,774,844	21,756,042	1,249,966
Machinery and Equipment, Net	9,087,653	6,062,466	152,889	15,303,008	52,881,448
Infrastructure Assets, Net	251,974	78,546,204	63,267,741	142,065,919	—
Construction in Progress	1,073,418	7,137,387	8,967,891	17,178,696	3,182,631
Intangibles, Net	313,485	—	—	313,485	35,412
Lease Asset, Net	—	—	—	—	136,560
SBITA Asset, Net	—	—	—	—	7,551,146
Lease Receivable	2,637,400	354,391,841	—	357,029,241	2,250,508
Net Pension Asset	3,310,139	3,210,414	2,431,836	8,952,389	5,992,866
<b>Total Non-Current Assets</b>	<b>56,442,957</b>	<b>544,064,933</b>	<b>105,414,740</b>	<b>705,922,630</b>	<b>80,346,713</b>
<b>Total Assets</b>	<b>114,915,106</b>	<b>594,188,077</b>	<b>129,038,627</b>	<b>838,141,810</b>	<b>193,017,929</b>
<b>DEFERRED OUTFLOW OF RESOURCES</b>					
Deferred Outflow Related to AROs	—	—	117,320	117,320	—
Deferred Loss on Refunding	142,193	55,907	—	198,100	27,349
Deferred Outflows Related to Pensions	2,768,833	2,525,040	2,038,902	7,332,775	5,011,638
<b>Total Deferred Outflow of Resources</b>	<b>2,911,026</b>	<b>2,580,947</b>	<b>2,156,222</b>	<b>7,648,195</b>	<b>5,038,987</b>

The notes to the financial statements are an integral part of this statement.

Snohomish County, WA  
Statement of Net Position  
Proprietary Funds  
December 31, 2023



	Business Type Activities			Governmental Activities
	Solid Waste	Airport	Surface Water	Total Enterprise Funds Internal Service Funds
<b>LIABILITIES</b>				
<b>Current Liabilities:</b>				
Accounts Payable	6,928,090	6,239,748	2,488,847	15,656,685
Claims and Judgments Payable	—	—	—	5,536,767
Due to Other Governments	—	—	506,902	506,902
Accrued Liabilities	747,665	3,089,668	538,816	4,376,149
Unearned Revenue	—	630,990	—	630,990
Employee Benefits Payable	10,637	12,792	10,822	34,251
Total OPEB Liability	—	—	—	—
Bonds, Notes and Loans Payable	335,000	4,193,917	—	4,528,917
SBITA Payable	—	—	—	—
Lease Payable	—	—	—	—
<b>Total Current Liabilities</b>	<b>8,021,392</b>	<b>14,167,115</b>	<b>3,545,387</b>	<b>25,733,894</b>
<b>Non-Current Liabilities</b>				
Employee Benefits Payable	1,053,067	1,266,402	1,071,400	3,390,869
Landfill Closure Costs	5,686,374	—	—	5,686,374
Total OPEB Liability	—	—	—	—
Bonds, Notes, and Loans Payable	4,840,000	44,099,137	—	48,939,137
Asset Retirement Obligation	—	—	165,000	165,000
Claims and Judgments Payable	—	—	—	—
Lease Payable	—	—	—	—
SIBTA Payable	—	—	—	—
Net Pension Liability	1,585,316	765,480	1,195,306	3,546,102
<b>Total Non-Current Liabilities</b>	<b>13,164,757</b>	<b>46,131,019</b>	<b>2,431,706</b>	<b>61,727,482</b>
<b>Total Liabilities</b>	<b>21,186,149</b>	<b>60,298,134</b>	<b>5,977,093</b>	<b>87,461,376</b>
<b>DEFERRED INFLOW OF RESOURCES</b>				
Deferred Gain on Refunding	—	168,822	—	168,822
Deferred Inflows Related to Pensions	1,856,878	1,518,386	1,367,042	4,742,306
Deferred Inflow Leases	3,351,941	360,833,741	—	364,185,682
<b>Total Deferred Inflow of Resources</b>	<b>5,208,819</b>	<b>362,520,949</b>	<b>1,367,042</b>	<b>369,096,810</b>
<b>NET POSITION</b>				
Net Investment in Capital Assets	45,381,833	133,715,452	101,443,493	280,540,778
Restricted for:				
Capital Purposes	—	374,073	—	374,073
Physical Environment	—	—	17,867	17,867
Net Pension Asset	4,173,143	4,193,432	3,066,447	11,433,022
<b>Total Restricted Net Position</b>	<b>4,173,143</b>	<b>4,567,505</b>	<b>3,084,314</b>	<b>11,824,962</b>
<b>Unrestricted</b>	<b>41,876,188</b>	<b>35,666,984</b>	<b>19,322,907</b>	<b>96,866,079</b>
<b>Total Net Position</b>	<b>\$ 91,431,164</b>	<b>\$ 173,949,941</b>	<b>\$ 123,850,714</b>	<b>\$ 389,231,819</b>

The notes to the financial statements are an integral part of this statement.

**Snohomish County, WA**  
**Statement of Revenues, Expenses**  
**and Changes in Net Position**  
**Proprietary Funds**  
**For the Year Ended December 31, 2023**



	Business Type Activities			Governmental Activities	
	Solid Waste	Airport	Surface Water	Total Enterprise Funds	Internal Service Funds
<b>Operating Revenues</b>					
Charges for Services	\$ 75,656,460	\$ 12,610,724	\$ 31,986,508	\$ 120,253,692	\$ 142,629,921
Rents, Leases, and Concessions	871,552	19,169,819	—	20,041,371	14,361,774
<b>Total Operating Revenues</b>	<b>76,528,012</b>	<b>31,780,543</b>	<b>31,986,508</b>	<b>140,295,063</b>	<b>156,991,695</b>
<b>Operating Expenses</b>					
Personnel Services	16,683,869	12,768,698	10,881,056	40,333,623	30,219,513
Supplies	1,244,542	1,927,418	332,861	3,504,821	11,473,708
Interfund-Intergovernmental Payments for Service	10,063,603	3,637,478	14,449,601	28,150,682	8,083,178
Depreciation	3,480,354	8,759,253	2,582,117	14,821,724	7,918,945
Contractual Services	45,949,140	5,476,265	5,630,597	57,056,002	92,216,135
<b>Total Operating Expenses</b>	<b>77,421,508</b>	<b>32,569,112</b>	<b>33,876,232</b>	<b>143,866,852</b>	<b>149,911,479</b>
<b>Operating Income (Loss)</b>	<b>(893,496)</b>	<b>(788,569)</b>	<b>(1,889,724)</b>	<b>(3,571,789)</b>	<b>7,080,216</b>
<b>Non-Operating Revenues (Expenses)</b>					
Intergovernmental Revenues	852,318	1,141,064	2,484,420	4,477,802	5,117
Interest and Investment Earnings	1,814,353	9,191,181	1,198,131	12,203,665	3,625,960
Miscellaneous Revenues	12,117	6,337	94,079	112,533	1,570,639
Disposition of Assets	23,286	15,735	—	39,021	731,024
Interest and Other Charges	(82,557)	(1,467,697)	(1)	(1,550,255)	(262,084)
<b>Total Non-Operating Revenues (Expenses)</b>	<b>2,619,517</b>	<b>8,886,620</b>	<b>3,776,629</b>	<b>15,282,766</b>	<b>5,670,656</b>
<b>Income (Loss) Before Contributions and Transfers</b>	<b>1,726,021</b>	<b>8,098,051</b>	<b>1,886,905</b>	<b>11,710,977</b>	<b>12,750,872</b>
Capital Contributions	—	2,149,561	5,437,906	7,587,467	168,934
Special Item	—	—	—	—	1,530,655
Transfers In	—	—	2,304,726	2,304,726	1,143,905
Transfers Out	(572,345)	(71,000)	(833,709)	(1,477,054)	(4,546,841)
<b>Change in Net Position</b>	<b>1,153,676</b>	<b>10,176,612</b>	<b>8,795,828</b>	<b>20,126,116</b>	<b>11,047,525</b>
Net Position, Beginning	90,277,488	163,773,329	115,054,886	369,105,703	110,201,261
<b>Net Position, Ending</b>	<b>\$ 91,431,164</b>	<b>\$ 173,949,941</b>	<b>\$ 123,850,714</b>	<b>\$ 389,231,819</b>	<b>\$ 121,248,786</b>

The notes to the financial statements are an integral part of this statement.

**Snohomish County, WA**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended December 31, 2023**



	Business Type Activities				Governmental Activities
	Solid Waste	Airport	Surface Water	Total	Internal Service Funds
<b>Cash Flows from Operating Activities</b>					
Receipts from Operations	\$ 75,079,348	\$ 27,415,487	\$ 31,949,498	\$134,444,333	\$ 157,327,189
Payments to Employees	(18,197,890)	(12,892,323)	(11,869,991)	(42,960,204)	(32,706,976)
Payments of Claims	(43,815,920)	(3,097,417)	(4,819,516)	(51,732,853)	(103,050,991)
Internal Activity - Payment to Other Funds	(10,063,603)	(3,637,478)	(14,449,601)	(28,150,682)	(8,083,178)
Miscellaneous Revenue	12,117	6,335	94,079	112,531	1,570,645
<b>Total Cash Flows from Operating Activities</b>	<u>3,014,052</u>	<u>7,794,604</u>	<u>904,469</u>	<u>11,713,125</u>	<u>15,056,689</u>
<b>Cash Flows from Capital and Related Financing Activities</b>					
Capital Acquisition and Construction	(2,691,670)	(15,783,980)	(12,297,438)	(30,773,088)	(11,882,765)
Capital Grants	—	939,557	3,028,211	3,967,768	—
Capital Contributions	—	1,210,004	—	1,210,004	181,000
Sale of Capital Assets	27,634	30,979	—	58,613	1,637,967
Principal Paid on Debt	(690,068)	(3,834,563)	—	(4,524,631)	(2,047,192)
Interest Paid on Debt	(110,517)	(1,729,011)	(1)	(1,839,529)	(234,672)
<b>Total Cash Flows from Capital and Related Financing Activities</b>	<u>(3,464,621)</u>	<u>(19,167,014)</u>	<u>(9,269,228)</u>	<u>(31,900,863)</u>	<u>(12,345,662)</u>
<b>Cash Flows from Non-Capital Financing Activities</b>					
Intergovernmental Revenue	773,681	3,112,797	(3,533)	3,882,945	175,498
Transfers In	—	—	1,495,569	1,495,569	300,000
Transfers Out	—	—	(833,709)	(833,709)	(4,469,205)
<b>Total Cash Flows from Non-Capital Financing Activities</b>	<u>773,681</u>	<u>3,112,797</u>	<u>658,327</u>	<u>4,544,805</u>	<u>(3,993,707)</u>
<b>Cash Flows from Investing Activities</b>					
Interest on Investments	1,802,342	9,179,870	1,194,297	12,176,509	3,609,335
Purchase/Sale of Investments	(9,846,407)	(412,403)	(139,802)	(10,398,612)	(606,158)
<b>Total Cash Flows from Investing Activities</b>	<u>(8,044,065)</u>	<u>8,767,467</u>	<u>1,054,495</u>	<u>1,777,897</u>	<u>3,003,177</u>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<u>(7,720,953)</u>	<u>507,854</u>	<u>(6,651,937)</u>	<u>(13,865,036)</u>	<u>1,720,497</u>
Cash and Cash Equivalents, January 1, 2023	24,134,519	9,541,647	18,618,337	52,294,503	72,933,350
<b>Cash and Cash Equivalents, December 31, 2023</b>	<u>\$ 16,413,566</u>	<u>\$ 10,049,501</u>	<u>\$ 11,966,400</u>	<u>\$ 38,429,467</u>	<u>\$ 74,653,847</u>
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities</b>					
Net Operating Income (loss)	\$ (893,496)	\$ (788,569)	\$ (1,889,724)	\$ (3,571,789)	\$ 7,080,216
Depreciation Expense	3,480,354	8,759,253	2,582,117	14,821,724	7,918,945
Changes in Receivables, Net	(1,444,846)	(873,059)	(37,010)	(2,354,915)	(126,371)
Changes in Inventories	—	—	—	—	(221,761)
Changes in Accounts Payable & Other Liabilities	1,860,241	3,486,707	155,007	5,501,955	(1,149,342)
Changes in Prepaid Items	—	—	—	—	—
Changes in Leases	(318)	(2,796,063)	—	(2,796,381)	(15,643)
Miscellaneous Revenue	12,117	6,335	94,079	112,531	1,570,645
<b>Net Cash Provided (Used) by Operating Activities</b>	<u>\$ 3,014,052</u>	<u>\$ 7,794,604</u>	<u>\$ 904,469</u>	<u>\$ 11,713,125</u>	<u>\$ 15,056,689</u>
<b>Non-Cash Investing, Capital and Related Financing Activities:</b>					
Contributions of Capital Assets	\$ —	\$ —	\$ 3,218,851	\$ 3,218,851	\$ 2,362,493
<b>Non-Cash Investing, Capital and Related Financing Activities</b>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 3,218,851</u>	<u>\$ 3,218,851</u>	<u>\$ 2,362,493</u>

The notes to the financial statements are an integral part of this statement.



Snohomish County, WA  
Statement of Fiduciary Net Position  
December 31, 2023

	<u>Custodial Funds</u>	<u>Investment Trust Fund</u>
<b>ASSETS</b>		
<b>Current Assets</b>		
Cash and Cash Equivalents	\$ 129,802,495	\$ —
Investments in State Pool	—	677,268,775
Investments in County Pool	—	194,994,592
Investments	1,405,912	—
Taxes Receivable	25,013,374	—
Special Assessment Receivable	496,566	—
Interest Receivable	44,938	478,001
Other Receivables, Net	2,552,373	—
<b>Total Current Assets</b>	<u>159,315,658</u>	<u>872,741,368</u>
<b>Total Assets</b>	<u>159,315,658</u>	<u>872,741,368</u>
<b>LIABILITIES</b>		
<b>Current Liabilities:</b>		
Accounts Payable	35,567,492	—
Due to Other Governments	5,749,650	—
Accrued Liabilities	9,246,147	—
<b>Total Current Liabilities</b>	<u>50,563,289</u>	<u>—</u>
<b>Total Liabilities</b>	<u>50,563,289</u>	<u>—</u>
<b>NET POSITION</b>		
Restricted for:		
Pool Participants	—	872,741,368
Individuals, Organizations and Other Governments	108,752,369	—
<b>Total Restricted Net Position</b>	<u>108,752,369</u>	<u>872,741,368</u>
<b>Total Net Position</b>	<u>\$ 108,752,369</u>	<u>\$ 872,741,368</u>

The notes to the financial statements are an integral part of this statement.

**Snohomish County, WA**  
**Statement of Changes**  
**in Fiduciary Net Position**  
**For the Year Ended December 31, 2023**

	<b>Custodial Funds</b>	<b>Investment Trust Fund</b>
<b>ADDITIONS:</b>		
<b>Contributions</b>		
Investment Purchases	—	829,210,330
<b>Total Contributions</b>	—	829,210,330
<b>Investment Earnings:</b>		
Investment Earnings	—	46,085,567
Less Investment Fees	—	(155,077)
<b>Net Investment Earnings</b>	—	45,930,490
Trust Fund Investment Sales	839,236,234	—
School Apportionment	1,630,873,547	—
Property Taxes	1,023,277,412	—
Collected for the State	628,927,470	—
Agency Deposits	201,056,188	—
Shared Revenue	31,131,512	—
Interest	41,065,030	—
School Mitigation	2,976,318	—
Special Assessments	3,955,659	—
<b>Total Additions</b>	<b>4,402,499,370</b>	<b>875,140,820</b>
<b>DEDUCTIONS:</b>		
Investment Sales	—	839,236,234
Payment of Claims/Distributions	2,964,327,351	—
Remitted to the State	629,948,843	—
Trust Fund Investment Purchases	869,748,067	—
<b>Total Deductions</b>	<b>4,464,024,261</b>	<b>839,236,234</b>
<b>Net increase (decrease) in Fiduciary Net Position</b>	<b>(61,524,891)</b>	<b>35,904,586</b>
<b>Net Position - January 1, 2023</b>	<b>170,277,260</b>	<b>836,836,782</b>
<b>Net Position - December 31, 2023</b>	<b>\$ 108,752,369</b>	<b>\$ 872,741,368</b>

The notes to the financial statements are an integral part of this statement.

## **Note 1 Summary of Significant Accounting Policies**

### **General**

The County of Snohomish, Washington (the "County"), was incorporated in 1861 and operates under the laws of the State of Washington applicable to a home rule charter county. The charter was adopted by a vote of the citizens of Snohomish County in 1979 and can be amended through the charter review process every ten years. The executive branch of the county government is elected at large and consists of the county executive, the prosecuting attorney, the sheriff, the auditor, the clerk, the treasurer, and the assessor. Seventeen superior court judges and nine district court judges are also elected at large. A five-member council, elected by district, constitutes the legislative body.

Snohomish County is a general-purpose government and provides services such as public safety, fire prevention, road construction and maintenance, parks and recreation, judicial administration, health and social programs and general administration. The County also operates an airport, a fairground, is responsible for the disposal of solid waste, and the control of surface water runoff.

The County's financial statements have been prepared in accordance with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The County implemented the following Governmental Accounting Standards Board (GASB) Statements for 2023: Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements - see note 4.C for further disclosures; Statement No. 96, Subscription-Based Information Technology Arrangements - see note 3.D for further disclosures; and Statement No. 99, Omnibus 2022 paragraphs 11-25.

### **1.A Reporting Entity**

These financial statements present the County (the primary government) and its component units, the Pilchuck Development Corporation ("PDC") and Snohomish County Public Facilities District ("PFD"). The component units are combined and presented in a single column on the government-wide financial statements.

In determining the financial reporting entity, the County complies with the provisions of GASB Statement No. 14, "The Financial Reporting Entity," GASB Statement No. 39, "Determining Whether Certain Organizations Are Component Units," and GASB Statement No. 61 "The Financial Reporting Entity: Omnibus". Accordingly, the County reports as component units those entities where the County appointed a voting majority of the board of directors, and the County is either able to impose its will, or where a financial benefit or burden relationship exists.

The County created the PDC in 1983 to promote and finance industrial development. The Snohomish County Council appoints the Corporation's board of directors. The Corporation may issue industrial revenue bonds to finance industrial development facilities upon approval of the County Council; however, the County has no financial responsibility for such bonds.

Snohomish County established the PFD in July 2001 for the sole purpose of pursuing joint ownership, financing, or operational relationships with any other public agency within the County for the development of regional center projects and/or with a nonprofit entity for the development of a regional center project at Paine Field. A five-member board of directors appointed by the County Council governs the PFD. The PFD cannot enter into contracts or agreements greater than \$50 thousand without Snohomish County Council approval.

The PFD has formalized support for four regional centers: the City of Everett Public Facilities District's Arena and Parking Garage, the South Snohomish County Public Facilities District's Regional Convention Center in Lynnwood, the City of Edmonds Public Facilities District's remodel of the Puget Sound Christian College for use as a Performing Arts and Convention Center, and the Future of Flight in conjunction with Snohomish County Paine Field Airport.

Financial statements for the Pilchuck Development Corporation and Snohomish Public Facilities District can be obtained by writing to the Snohomish County Finance Department, M/S 610, 3000 Rockefeller Ave., Everett, WA 98201.

## **1.B Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

### **Government-Wide Financial Statements**

The *statement of net position and statement of activities* present financial information about the County as a whole on a full accrual basis with an economic resource measurement focus. They include all funds except for the fiduciary funds, which are reported separately. The statements distinguish between governmental and business-type activities. *Governmental activities* generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. *Business-type activities* are financed in whole or in part by fees charged to external parties for goods or services. Program revenues as reported on the statement of activities include charges to customers and users of goods or services provided by that program, and grants or contributions that are restricted for use by that program. Taxes and other revenues that are not specific to a particular program are reported as general revenues.

The expenses and program revenues of governmental activities are reported on the statement of activities by function/program. Fund financial statements also report governmental fund expenditures by function/program. The County reports the following functions/programs:

*General Government* - Legislative and administrative services, including expenses for recording and elections, financial services, legislative, personnel administration, administration and facility management.

*Judicial* - Court system for civil, criminal, and juvenile cases, including jury and witness fees and other judicial and legal costs.

*Public Safety* - Protection and safety of the citizenry at large, including expenses for law enforcement, fire protection services, inspections and regulatory enforcement, detention and corrections, emergency services and juvenile services.

*Physical Environment* - Conservation and preservation of the environment.

*Transportation* - Programs to ensure safe and adequate flow of vehicles and pedestrians in the County, including costs for road and street preservation, construction, and maintenance.

*Health and Human Services* - Programs that provide prevention, intervention, and rehabilitative human services for County citizens with an emphasis on serving those most in need. They include costs associated with programs such as veterans' services, mental health, substance abuse prevention and treatment, public health, services for the disabled and aging, homeless services, children's services, and other general welfare and assistance.

*Economic Environment* - Community planning and development services, housing programs, and promotion of tourism.

*Culture and Recreation* - Costs primarily associated with the maintenance and general operations of County parks, trails, natural land and recreational facilities, and fairgrounds, along with other educational and recreational activities for youth, families, and seniors.

### **Interfund Activity**

Interfund activity can be classified into two general categories:

- *Reciprocal* interfund activities are transfers similar to exchange and exchange-like transactions. Interfund services provided and used are reported as revenues in the seller funds and expenditures/expenses in the purchaser funds.
- *Nonreciprocal* interfund activities are nonexchange transactions – no equivalent value is received for the assets transferred and there is no requirement for repayment. They include interfund transfers and interfund reimbursements. Interfund transfers have been eliminated within the governmental activities and business-type activities categories. Transfers between these two activities are reported on the statement of activities. Interfund reimbursements have been eliminated from the statement of activities. See Note 3I for details of interfund balances and transfers.

### **Fund Financial Statements**

The fund financial statements individually present major funds and present non-major funds in total. A fund is considered major if it is the primary operating fund of the entity or if its assets plus deferred outflows, liabilities plus deferred inflows, revenues, or expenditures/expenses equal at least 10% of the corresponding total for all funds of that category or type, and at least 5% of the corresponding total for all governmental and enterprise funds combined. Separate financial statements are provided for governmental, proprietary, and fiduciary funds.

The governmental fund financial statements are prepared using a modified accrual accounting basis with a current financial resources measurement focus. The modified accrual basis differs from the full accrual basis in the following ways:

- Purchases of capital assets are considered expenditures.
- Redemptions of long-term debt are considered expenditures when due.
- Proceeds from long-term debt are considered "other financing sources" when received.
- Revenues are recognized as soon as they become both measurable and available to finance expenditures of the current period. Revenues are considered available if received within 60 days, however, grant revenue is recognized when earned.
- Interest on long-term debt is not accrued, but is recorded as an expenditure when due.
- Accumulated unpaid vacation, sick pay, and other employee benefits are considered expenditures when paid.

The *governmental funds* are accounted for with a flow of current financial resources measurement focus, which emphasizes the current sources and uses of resources. The County reports the following governmental funds:

The **general fund** is the primary operating fund of the County. It is used to account for all financial resources except those funds required to be accounted for separately.

**Special revenue funds** account for revenues which are to be utilized for specific purposes and/or expenditures incurred in the performance of specific activities. Major special revenue funds include County Road Fund, Human Services Fund, Grant Control Fund, and Emergency Communications System and Facilities Fund.

- The County Road Fund accounts for the construction, maintenance, and inspection of county streets, roads, and bridges and the design and coordination of countywide public works projects. Revenue is primarily from road and other taxes and from state and federal grants.
- The Human Services Fund is for the administration, planning, development, and provision of the following services: energy and weatherization assistance, long-term care and aging, developmental disabilities, mental health, chemical dependency, community services, children and family, housing, homelessness and community development, and veteran's relief. Revenue comes from sales and other taxes, state and federal grants, state and county mandated charges for services, general County revenues, as well as from a tax levy for mental health, developmental disabilities, and veterans' assistance.
- The Grant Control Fund accounts for the majority of federal and state grant dollars received and expended by the County.
- The Emergency Communications System and Facilities Fund is used to account for monies received from the tax imposed by Snohomish County Code 4.30.010 to be used for the countywide emergency communication system.

The **debt service funds** account for the accumulation of resources for the payment of general and special assessment long-term debt.

**Capital projects funds** account for the resources and expenditures relating to the acquisition and development of capital improvements other than those accounted for in the proprietary funds.

*Proprietary funds* are accounted for with a flow of economic resources measurement focus, which emphasizes the measurement of costs and determination of net income. They consist of *enterprise fund types* and *internal service fund types*. All assets and all liabilities are reported on the balance sheet. Revenues and expenses are reported on a full accrual basis - revenues are recorded when earned, expenses are recorded when a measurable liability has been incurred. Proprietary funds disclose the composition of cash flows on a separate statement of cash flows. Operating income for the proprietary funds includes all revenues derived in the normal course of operations except for interest and investment earnings, gain or loss on the sale of capital assets, capital grants and contributions, and some miscellaneous non-recurring revenues which are accounted for as non-operating. Operating expenses include all expenses derived in the normal course of operation. Non-operating expenses include interest expense and any other expenses not incurred as a result of the normal operation and purpose of the fund.

**Enterprise funds** account for operations of business-type activities, which are financed primarily by user charges. The accounting focus is on the measurement of costs and the determination of net income. The County maintains three enterprise funds: solid waste management, airport operation and maintenance, and surface water management.

- The Solid Waste Management Fund, administered by the Department of Public Works, accounts for the operations, capital improvements, and debt service of the County's solid waste facilities. Revenue comes from the collection of fees at the facilities.
- The Airport Fund accounts for the operations, capital improvements, and debt service of Paine Field, Snohomish County's airport. The fund is supported by fees for services. Additional capital funding is received from federal grants, and bond issues may be used to finance capital improvements.
- The Surface Water Management Fund, administered by the Department of Conservation and Natural Resources, accounts for operations relating to the management of storm drainage and surface water. Revenue comes from the collection of charges to property owners.

**Internal service funds** account for centralized operations related to providing goods or services to various County departments on a cost-reimbursement basis. The County's internal service funds are presented in the proprietary fund financial statements. In the government-wide financial statements, interfund transactions relating to internal service fund activity have been eliminated. Any residual activity and net position are reported as governmental activities. The County maintains eight internal service funds: equipment rental and revolving fund, information services fund, Snohomish County insurance fund, pits and quarries fund, employee benefit fund, facility services fund, training fund, and the security services fund.

#### **Fiduciary Funds**

The County's fiduciary funds consist of an investment trust fund and custodial funds. The investment trust fund holds the investments of the entities in which the County is acting as custodian.

The custodial funds are utilized to account for cash received and disbursed in Snohomish County's capacity as ex-officio treasurer, collection agent, or custodian for special purpose districts, other governments, and individuals.

### **1.C Assets, Deferred Outflows, Liabilities, Deferred Inflows, and Equity**

#### **Cash and Cash Equivalents**

Cash and cash equivalents (original maturities of 3 months or less) include funds held by the County Treasurer, the Washington State Treasurer's Local Government Investment Pool, and bank accounts not administered by the County Treasurer. These are primarily depository accounts, revolving accounts, and change funds. The Washington State Treasurer's Local Investment Pool is considered to be cash equivalent as funds held within the pool can be liquidated on demand to meet daily cash flow needs. The Treasurer invests all temporary cash surpluses as allowed by RCW. The equity in these pooled cash investments is grouped under cash and cash equivalents. For purposes of the statement of cash flows, the County considers these surplus cash investments to be cash equivalents.

#### **Investments**

The County Investment Pool is classified as investments as the pools average maturity is greater than a year. Additional cash and investment disclosures are presented in Note 3A.

#### **Interfund Receivables and Payables**

Occasionally, transactions for goods and services between County funds may result in amounts which are due but not yet paid. These are reported as "due to/from other funds" on the balance sheet. Interfund loans are reported as "due to/from other funds."

#### **Receivables**

Property taxes levied for the current year are recorded as taxes receivable and deferred inflow. As tax payments are collected, the taxes receivable and deferred inflow balances are reduced and revenue is recognized in the fund statements. See Note 3B-Taxes Receivable. Other receivables include amounts due from private individuals and organizations for goods or services rendered.

Amounts reported as due from other governments represent receivables from other governments for goods and services rendered, grant reimbursements, or entitlements. Amounts due for grant reimbursements are recorded in the period in which the authorized disbursements are made.



### **Inventories and Prepaid Items**

Governmental funds use the purchase method whereby inventory items are considered expenditures when purchased. Proprietary funds value inventories using average cost method. Certain other purchases representing costs applicable to future accounting periods are recorded as prepaid items in both government-wide and fund financial statements.

### **Asset Retirement Obligations**

Asset retirement obligations (AROs) include legally enforceable liabilities associated with the retirement of a tangible capital asset. AROs are recorded based on estimates to decommission the assets in the future. AROs with an estimated cost to decommission that is greater the \$5 thousand are recorded as a deferred outflow of resources related to the ARO and a non-current liability, with the exception of AROs that are deemed to have an indefinite useful life, they will only be disclosed in the notes to the financial statements. AROs are reported as expenditures of the current period in the governmental fund financial statements and deferred outflows of resources in the government wide statements.

AROs are amortized on a straight-line basis over the estimated useful life of the tangible asset. See note 3K for additional ARO disclosures.

### **Capital Assets**

Capital assets are recorded at actual cost. Donated capital assets are recorded at acquisition value on the date of donation. Capital costs in the governmental funds are reported as expenditures of the current period in the fund financial statements and as assets in the government-wide financial statements. Individual assets (except land, infrastructure and software) with a total cost of less than \$5 thousand are reported as expenses in the period in which they were incurred. Land has no capitalization threshold. Infrastructure expenditures (roads, bridges, traffic signals, drainage and other public property) and software expenditures in excess of \$100 thousand are capitalized and depreciated over their estimated useful life in the government-wide financial statements.

Depreciation of capital assets is reported as an allocated expense in the statement of activities. Depreciation is calculated using the straight-line method based on the estimated useful life of the asset. Generally, buildings and other land improvements are assigned estimated useful lives of 5 to 50 years, machinery and equipment 3 to 20 years, and infrastructure 5 to 100 years.

### **Leases**

Lessee: The County is a lessee for noncancellable leases. The County recognizes a lease liability and an intangible right-to-use lease asset in the government-wide and proprietary fund financial statements. The County recognizes leases with an annual expenditure greater than \$5,000 and a lease term greater than 10 years, with the exception of temporary easements which was increased from \$5,000 to \$100,000.

At the commencement of a lease, the County initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over the shorter of the lease term or the underlying asset's useful life.

Governmental funds recognize a capital outlay and other financing source at the commencement of a new lease. Lease payments in governmental funds are reported as debt service principal and debt service interest expenditures.



Key estimates and judgements related to leases include how the County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

The County uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the County uses its incremental borrowing rate as the discount rate for leases.

The lease term includes the noncancellable period of the lease, plus periods covered by the County's and the lessor's option to extend/terminate the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the County is reasonably certain to exercise.

The County monitors changes in circumstances that would require a remeasurement of its leases, and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lessor: The County is a lessor for noncancellable leases. The County recognizes a lease receivable and a deferred inflow of resources in the government-wide and fund financial statements. The County recognizes leases with an annual revenue greater than \$5,000 and a lease term greater than 10 years, with the exception of temporary easements which was increased from \$5,000 to \$100,000.

At the commencement of a lease, the County initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term using the straight-line basis.

Key estimates and judgements related to leases include how the County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

The County uses its estimated incremental borrowing rate as the discount rate for leases.

The lease term includes the noncancellable period of the lease, plus periods covered by the County's and the lessee's option to extend/terminate the lease. Lease receipts included in the measurement of the lease receivable are composed of fixed payments from the lessee.

The County monitors changes in circumstances that would require a remeasurement of its leases, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

#### **Subscription-Based Information Technology Arrangements (SBITA)**

The County recognizes a SBITA liability and an intangible right-to-use SBITA asset in the government-wide and proprietary fund financial statements. The County recognizes SBITAs with an annual expenditure greater than \$100,000 and a SBITA term greater than 5 years.

At the commencement of a SBITA, the County initially measures the liability at the present value of payments expected to be made during the term. Subsequently, the liability is reduced by the principal portion of the payments made. The asset is initially measured as the initial amount of the liability, adjusted for payments made at or before the commencement date, plus certain initial direct costs. Subsequently, the asset is amortized on a straight-line basis over the shorter of the SBITA term or the underlying asset's useful life.

Governmental funds recognize a capital outlay and other financing source at the commencement of a new SBITA. Payments in governmental funds are reported as debt service principal and debt service interest expenditures.

The County uses its incremental borrowing rate as the discount rate for SBITAs.

The term includes the noncancellable period of the SBITA, plus periods covered by the County's and the contractor's option to extend/terminate the SBITA. Payments included in the measurement of the liability are composed of fixed payments, variable payments, and any other payments to the contractor.

The County monitors changes in circumstances that would require a remeasurement of its SBITA and will remeasure the asset and liability if certain changes occur that are expected to significantly affect the amount of the liability.

### **Restricted Assets and Liabilities**

Restricted assets include cash and investments that are subject to legal restrictions and other assets which are considered to be restricted for a particular purpose such as unspent bond proceeds. Related liabilities are reported as payable from restricted assets.

### **Deferred Outflows**

A deferred outflow of resources is a consumption of net assets that is applicable to a future reporting period. Deferred outflows are recorded for pensions, asset retirement obligations and deferred loss on refunding.

### **Long-Term Debt**

Long-term debt incurred by the governmental funds is not reported as a liability in the governmental fund financial statements, but is reported in the government-wide statement. The debt proceeds (including any bond premium or discount) are reported as other financing sources and payment of principal, interest, and debt issuance costs are reported as expenditures in the fund financial statements. Proprietary fund debt is reported on the same basis in both the government-wide and fund financial statements. Bond premiums, discounts, and deferred amounts on refunding are deferred and amortized over the life of the bonds. See Note 3F Long-Term Debt.

### **Employee Benefits Payable**

The County's policies regarding vacation, sick leave and compensatory time permit employees to be compensated for earned but unused vacation leave, compensatory time, and a portion of their sick leave. The liability for such compensated absences in governmental funds is recorded as expenditures when taken and as long-term debt in the government-wide statements. Proprietary fund reporting is the same in both the fund statements and the government-wide statements. The current portion of this debt is estimated based on historical trends. See Note 3G Compensated Absences.

### **Pensions**

For purposes of measuring the net pension liability, net pension asset, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of all state sponsored pension plans and additions to/deductions from those plans' fiduciary net position have been determined on the same basis as they are reported by the Washington State Department of Retirement Systems. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value. See Note 4A Pension Plan and Other Benefit Plans.

For purposes of calculating the restricted net position related to the net pension asset, the County includes the net pension asset and related deferred outflows and deferred inflows.

### **Unearned Revenue**

Unearned revenues are recorded for certain grant related advances and prepaid revenues.

### **Deferred Inflows**

A deferred inflow of resources is an acquisition of net assets that is applicable to a future reporting period. Deferred inflows are recorded for property taxes, special assessments, pensions, public-private partnerships, leases and deferred gain on refunding. There are differences between certain deferred inflows reported on the fund statements and those reported on the entity-wide statements. Deferred inflows for property taxes and special assessments, for example, are reclassified to revenue on the entity-wide statements.

### **Equity Classifications**

The government-wide financial statements present equity as net position and are displayed in three components:

- Net investment in capital assets: Consists of capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted net position: Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, and contributors; or (2) legal restrictions resulting from constitutional provisions or enabling legislation.
- Unrestricted net position: All other net position that does not meet the definition of “restricted” or “net investment in capital assets.”

The governmental funds’ financial statements present equity as fund balance. Fund balance is further classified as nonspendable, restricted, committed, assigned, or unassigned. Unless otherwise directed by the County Council, County Executive, or Director of Finance and committed to writing, resources shall be utilized in the following order: restricted, committed, assigned, and unassigned. Restricted fund balance has to meet the same criteria as restricted net position above. Committed fund balance is committed for a specific purpose pursuant to constraints imposed by a formal action such as a County ordinance adopted by the County’s highest level of decision-making authority, the County Council with approval of the County Executive. Similar formal action is required to create, modify, or rescind an ordinance. Assigned fund balance are resources intended to be used for a specific purpose. Per policy, assignments are expressed by the governing body or an official authorized by the governing body. No formal action is required to reallocate assigned fund balance. Nonspendable fund balance for governmental funds includes the long-term amount of loans unless the proceeds from the collection of those receivables is restricted, committed, or assigned. Proprietary fund equity is classified the same as in the government-wide statements.

## **Note 2 Stewardship, Compliance, And Accountability**

### **2.A Budgetary Data**

#### **Budget Policies and Controls**

In accordance with the Snohomish County Charter, the County Council is required to adopt annual budgets for all budgeted funds for the next fiscal year no later than thirty days prior to the end of the current fiscal year. Each quarter during the fiscal year, the Executive must submit a written report to the Council explaining the relationship between the estimated income and expenses and actual income and expenses to date. If income is estimated to be less than anticipated, the Council may reduce appropriations as necessary to keep expenditures within income. The County Council may also modify the budget on an emergency basis by appropriating contingency funds, revenues received in excess of budgeted revenues, or funds from any other legally available source. All appropriations lapse at the end of the year with the exception of project-length budgets for capital project funds.

The legal level of budgetary control, the level at which expenditures may not legally exceed appropriations, is at the fund/department/program level for all budgeted funds. For example, the Sheriff's Office's budget that is included in the General Fund may have multiple programs that cannot be individually exceeded.

Three special revenue funds were not budgeted for the fiscal year ended December 31, 2023. Per RCW 84.56.020, no budget is required for the *Treasurer's Operations and Maintenance Special Revenue Fund*. The *Law Library* is governed by a Board separate from the County Council. That Board is responsible for setting and monitoring the Law Library's annual budget. Due to another entity being separately responsible for the Law Library's budget, that budget is not included in the County's annual financial statements. The *River Management Fund* was not budgeted as there were no expenditures anticipated for 2023.

#### **Basis of Budgeting**

Annual appropriated budgets are adopted for the general, special revenue, debt service, and proprietary funds on the modified accrual basis of accounting. Budgets for capital project funds are adopted at the level of the individual project for fiscal periods that correspond to the lives of the projects also on the modified accrual basis of accounting. Annual appropriated budgets are adopted at the program level within each fund ("appropriation unit").

#### **Encumbrances**

An encumbrance system is maintained to account for commitments resulting from approved purchase orders and contracts. All appropriations lapse at the end of the year with the exception of *Capital Project Funds*. Accordingly, encumbrances outstanding at year-end must be absorbed within budget appropriations for the next year.

### **2.B Deficit Fund Equity**

At December 31, 2023 the following funds had a deficit net position:

<b>Internal Service Funds</b>	
Snohomish County Insurance Fund	(3,425,239)

The Insurance Fund deficit has resulted from major claims that were settled. The county continues to review and adjust rates to address the deficit related to claims.

### **Note 3 Detail Notes on Transaction Classes/Accounts**

The following notes present detail information to support the amounts reported in the basic financial statements for its various assets, liabilities, equity, revenues, and expenditures/expenses.

#### **3.A Deposits and Investments**

##### **Deposits**

RCW 39.58.130 authorizes the investment of municipal funds in qualified public depositories, provided, that in no case, shall the aggregate of demand and investment deposits of public funds by any such treasurer in any one public depository exceed at any time the net worth of that depository.

##### **Custodial Credit Risk**

Custodial credit risk for deposits is the risk that, in the event of a failure of a depository financial institution, the County will not be able to recover deposits or will not be able to recover collateral securities that are in the possession of an outside party. The County's deposits and certificates of deposits are mostly covered by the Federal Deposit Insurance (FDIC) or by collateral held in a multiple financial institution collateral pool administered by the Washington Public Deposit Protection Commission (PDPC). All deposits are held by the County's agent, in the name of the County. Washington State restricts deposits of funds in financial institutions physically located in the State of Washington unless otherwise expressly permitted by statute and authorized by the PDPC. No deposit amounts were exposed to custodial credit risk as uninsured or uncollateralized.

##### **Investments**

##### **Interest Rate Risk**

Interest rate risk is the risk the County may face should interest rate variances affect the fair value of investments. In accordance with its investment policy, the County manages its exposure to investments that are highly sensitive to changes in fair value due to interest rate change by limiting the weighted average maturity of its investments. In accordance with the County's investment policy, 20% of the County's portfolio must be comprised of investments maturing within one year. Satisfying this requirement, the remaining funds may be invested in authorized securities not to exceed five years in maturity. The weighted average maturity and duration of the portfolio shall not exceed three years.

Presented below are the County's investments and maturities as of December 31, 2023:

Investments and Maturities (In Years)			
Investment Type	Fair Value	Less than 1	1 to 5
U.S. Agency Notes	\$ 319,114,364	\$ 102,855,998	\$ 216,258,366
U.S. Treasury Notes	201,596,310	34,782,850	166,813,460
Municipal Bonds	67,169,692	27,837,247	39,332,445
Supranationals	14,157,945	14,157,945	—
Corporate Notes	3,918,560	—	3,918,560
<b>Total</b>	<b>\$ 605,956,871</b>	<b>\$ 179,634,040</b>	<b>\$ 426,322,831</b>

Other Securities	
Local Government	
Investment Pool	\$ 1,168,235,644
Municipal Investor Accounts	9,043,946
Certificates of Deposit	16,750,000
	<b>\$ 1,799,986,461</b>

### Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Snohomish County's investment policy addresses credit risk by limiting the amount that can be invested in any one issuer. As of December 31, 2023, there was no concentration of credit risk exceeding the policy guidelines. Presented below are the credit quality ratings for securities with credit exposure as of December 31, 2023.

Investment Type	Fair Value	Amortized Cost	AAA/Aaa	AA/Aa	A	Not Rated
U.S. Agency Notes	\$ 319,114,364	\$ —	\$ —	\$ 319,114,364	\$ —	\$ —
U.S. Treasury Notes	201,596,310	—	—	—	—	201,596,310
Municipal Bonds	67,169,692	—	—	67,169,692	—	—
Supranationals	14,157,945	—	14,157,945	—	—	—
Corporate Notes	3,918,560	—	3,918,560	—	—	—
Local Government						
Investment Pool	—	1,168,235,644	—	—	—	1,168,235,644
Municipal Investor						
Accounts	—	9,043,946	—	—	—	9,043,946
Certificates of Deposit	—	16,750,000	—	—	—	16,750,000
<b>Total</b>	<b>\$ 605,956,871</b>	<b>\$ 1,194,029,590</b>	<b>\$ 18,076,505</b>	<b>\$ 386,284,056</b>	<b>\$ —</b>	<b>\$ 1,395,625,900</b>

### Custodial Credit Risk

Custodial credit risk for investments is the risk that in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The County's investment policy requires that all investments be held by the County's third-party safekeeping agent in the County's name.

### Concentration of Credit Risk

The concentration of credit risk is the risk of loss attributed to the magnitude of the government's investment in a single issuer. The County investment policy minimizes concentration risk by diversifying the investment portfolio so that the impact of potential losses from any one type of security or from any one individual issuer will be minimized. Detailed information on concentration risk is covered in the Snohomish County investment policy. Presented below is the maximum allowed by policy and the actual as of December 31, 2023.

Investment Type	Fair Value	Amortized Cost	Total	% of Portfolio	Maximum Allowed Per Investment Policy
U.S. Agency Notes	\$ 319,114,364	\$ —	\$ 319,114,364	17.7 %	90.0 %
U.S. Treasury Notes	201,596,310	—	201,596,310	11.2 %	100.0 %
Municipal Bonds	67,169,692	—	67,169,692	3.7 %	15.0 %
Supranationals	14,157,945	—	14,157,945	0.8 %	15.0 %
Corporate Notes	3,918,560	—	3,918,560	0.2 %	5.0 %
Local Government Investment Pool	—	1,168,235,644	1,168,235,644	64.9 %	100.0 %
Municipal Investor Accounts	—	9,043,946	9,043,946	0.5 %	30.0 %
Certificates of Deposit	—	16,750,000	16,750,000	0.9 %	30.0 %
<b>Total</b>	<b>\$ 605,956,871</b>	<b>\$ 1,194,029,590</b>	<b>\$ 1,799,986,461</b>	<b>100 %</b>	

### Investments in Local Government Investment Pool (LGIP)

The County is a participant in the Local Government Investment Pool (LGIP) which is managed and operated by the Washington State Treasurer. The State Finance Committee is the administrator of the statute that created the pool and adopts rules. The State Treasurer is responsible for establishing the investment policy for the pool and reviews the policy annually. Proposed changes are reviewed by the LGIP advisory committee.

Investments in the LGIP, a qualified external investment pool, are reported at amortized cost which approximates fair value. The LGIP is an unrated external investment pool. The pool portfolio is invested in a manner that meets the maturity, quality, diversification and liquidity requirements set forth by GASB 79 for external investment pools that elect to measure investments at amortized cost for financial reporting purposes. The LGIP does not have any legally binding guarantees of share values. The LGIP does not impose liquidity fees or redemption gates on participant withdrawals.

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

### External Investment Pool

The Snohomish County Investment Pool (SCIP) is the external investment pool sponsored by the County and was established in 2006. The SCIP is not registered with the SEC. The Revised Code of Washington (RCW) 36.29.010, 36.29.020, 36.29.022 and 36.29.024 state the Treasurer's duties related to investments. Oversight of the SCIP is provided by the Snohomish County Finance Committee pursuant to RCW 36.29.020. The County Finance Committee consists of the County Treasurer, County Executive and Chairman of the County Council. The County Finance Committee meets at a minimum, semi-annually. Reports are provided to the Committee on a quarterly basis. The County Finance Committee approves investment policies for the County. The County's investment policy has been certified by the Washington Public Treasurers' Association and is in compliance with state law.



Pool participants manage their own cash and direct the County Treasurer by written request to deposit or withdraw monies from their funds for investment purposes. Pool participants consist of Junior Taxing Districts, Cities, and Hospitals. The collective pool earnings, net of administrative fees, are distributed to participants based on their average pooled balances for the period. Earnings are calculated based on 1) realized investment gains and losses 2) interest income based on an accrual basis; and 3) amortization of discounts and premiums on a straight-line basis.

The participants' shares in the pool are purchased and redeemed at face value. The aggregate value of all participants' investments is equal to the total face value of the pool at all times. The SCIP does not have any legally binding guarantees of share values.

RCW 36.29.020 authorizes 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 interest earnings from these funds is deposited into the County general fund per the RCW. The total amount of income from the SCIP assigned to the County's general fund for the year was \$10.6 million.

Snohomish County Treasurer's Office has retained the services of an outside firm to evaluate and provide compliance oversight and issue a quarterly report analysis of the SCIP.

The SCIP does not have a credit rating and has a weighted average maturity of 1.57 years as of December 31, 2023.

Investments in the SCIP are disclosed at fair value in accordance with GASB Statement No 72. Fair value is determined using quoted market prices from the County's safekeeping agent. The pricing is provided to our safekeeping agent by Interactive Data Corporation (IDC). The fair values are uploaded into the County's investment software on a monthly basis.

Presented below is the list of investments as of December 31, 2023 in the SCIP, reflecting the average interest rate and the weighted average maturity (WAM).

Investment Type	Principal Amount	Fair Value	Amortized Cost	Average Interest Rate	Weighted Average Maturity (Years)
U.S. Agency Notes	\$ 329,750,000	\$ 319,114,364	\$ —	2.07 %	1.88
U.S. Treasury Notes	210,500,000	201,596,310	—	1.84 %	1.90
Municipal Bonds	69,464,505	67,169,692	—	2.38 %	1.57
Supranationals	14,500,000	14,157,945	—	0.35 %	0.66
Corporate Notes	4,000,000	3,918,560	—	3.05 %	1.36
Local Government Investment Pool	78,011,962	—	78,011,962	5.44 %	1.00
Municipal Investor Accounts	9,043,946	—	9,043,946	5.31 %	1.00
Certificates of Deposit	16,750,000	—	16,750,000	3.17 %	1.05
<b>Total</b>	<b>\$ 732,020,413</b>	<b>\$ 605,956,871</b>	<b>\$ 103,805,908</b>	<b>2.44 %</b>	<b>1.57</b>



### Fair Value of Investments in the Snohomish County Investment Pool (SCIP)

In the financial statements, Snohomish County investments are recorded at fair value. As of December 31, 2023, the change in fair value of investments held in the SCIP was a decrease of \$22.3 million or 3.04% of the portfolio. The change in fair value of the surplus pooled cash investments is reported in cash and cash equivalents and the change in fair value of the direct SCIP investments is reported in the investment line item in the financials.

### Investments Measured at Fair Value

The County measures and reports investments at fair value in the financial statements and discloses investments at fair value using the valuation input hierarchy established by generally accepted accounting principles as follows:

**Level 1:** Quoted prices in active markets for identical assets or liabilities.

**Level 2:** These are quoted market prices for similar assets or liabilities, quoted prices for identical or similar assets or liabilities in markets which are not active, or other quoted prices that are not observable.

**Level 3:** Unobservable inputs for assets or liability

Investment by Fair Value Level	12/31/2023	Level 1	Level 2	Level 3
U.S. Agency Notes	\$ 319,114,364	\$ —	\$ 319,114,364	\$ —
U.S. Treasury Notes	201,596,310	201,596,310	—	—
Municipal Bonds	67,169,692	—	67,169,692	—
Supranationals	14,157,945	—	14,157,945	—
Corporate Notes	3,918,560	—	3,918,560	—
<b>Total</b>	<b>\$ 605,956,871</b>	<b>\$ 201,596,310</b>	<b>\$ 404,360,561</b>	<b>\$ —</b>

Investment Measured at Amortized Cost	
Local Government Investment Pool (LGIP)	\$ 1,168,235,644
Certificate of Deposits	16,750,000
Municipal Investor Accounts	9,043,946
<b>Total</b>	<b>\$ 1,194,029,590</b>
<b>Total Investments</b>	<b>\$ 1,799,986,461</b>

In accordance with GASB 31 the following is a Condensed Statement of Net Position and Condensed Statement of Changes in Net Position for the Internal and External Pooled investments:

**Condensed Statement of Net Position (SCIP and LGIP)**

	External	Internal	Total
<b>Assets</b>			
Local Government Investment Pool (LGIP)	\$ 677,268,776	\$ 412,686,894	\$ 1,089,955,670
External Investment Pool (SCIP)	195,472,592	516,117,024	711,589,616
<b>Total Assets</b>	<u>\$ 872,741,368</u>	<u>\$ 928,803,918</u>	<u>\$ 1,801,545,286</u>
<b>Equity/Held in Trust for External Pool Participants</b>	<u>\$ 872,741,368</u>	<u>\$ 928,803,918</u>	<u>\$ 1,801,545,286</u>

**Condensed Statement of Changes in Net Position**

	External	Internal	Total
Net Position January 1, 2023	\$ 836,836,782	\$ 937,214,591	\$ 1,774,051,373
Net Change in Investments	35,904,586	(8,410,673)	27,493,913
Net Position December 31, 2023	<u>\$ 872,741,368</u>	<u>\$ 928,803,918</u>	<u>\$ 1,801,545,286</u>
FMV Change	\$ (6,114,886)	\$ (16,142,748)	\$ (22,257,634)

### 3.B Taxes Receivable

#### Taxing Authority

The County is authorized to levy both “regular” property taxes and “excess” property taxes. Regular property taxes are subject to limitations as to rates and amounts, and are imposed for general municipal purposes, including the payment of debt service on limited tax general obligation bonds. The County also may impose “excess” property taxes that are not subject to limitation when authorized by a 60% majority popular vote, as provided in Article VII, Section 2, of the State Constitution and Revised Code of Washington (RCW), RCW 84.52.052. To be valid, such popular vote must have a minimum voter turnout of 40% of the number who voted at the last County general election. Excess levies may be imposed without a popular vote when necessary to prevent the impairment of the obligation of contracts.

#### Property Tax Rates and Limitations

The Washington State Constitution and Washington State law (RCW 84.55.010) allow counties to limit the rate of property taxes. A county may levy taxes at a maximum rate of \$1.80 per \$1,000 of assessed value against all real and personal property subject to taxation for general county purposes. This includes payment of principal and interest on bonds issued by the County without a vote of the people, including limited tax general bond obligations (RCW 84.52). The County’s regular levy for 2023 was \$0.46 per \$1,000 on an assessed valuation of \$219.5 billion for a total regular tax levy of \$100.4 million.

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 government services. The County’s road levy for 2023 was \$0.75 per \$1,000 on assessed valuation of \$96.8 billion for a total road levy of \$72.2 million.

A county may increase its levy from \$1.80 to \$2.48 for general county purposes if the total levies for both county and road purposes do not exceed \$4.05 per \$1,000 of assessed value and no other taxing district has had its levy reduced as a result of the increased county levy.

The \$1.80 per \$1,000 limitation on the general purposes levy is exclusive of certain regular property taxes: (i) a voted levy for emergency medical services, limited to \$0.50 per \$1,000 (authorized by RCW 84.52.069); (ii) a voted levy to finance affordable housing for very low income households, limited to \$0.50 per \$1,000 (authorized by RCW 84.52.105); and (iii) a non-voted levy for conservation futures, limited to \$0.0625 per \$1,000 (authorized by RCW 84.34.230). The County currently is levying \$0.02 per \$1,000 for conservation futures.

Aggregate regular property tax levies by the State and all taxing districts except port districts and public utility districts are subject to a rate limitation of 1% of the true and fair value of property (or \$10.00 per \$1,000) by Article VII, Section 2 of the State Constitution and by RCW 84.52.050. Within the 1% limitation, aggregate regular property tax levies by all taxing districts except the State, port districts and public utility districts are subject to a rate limitation of \$5.90 per \$1,000 of assessed value (or 0.59%) by RCW 84.52.043(2). This limitation is exclusive of levies for emergency medical services, affordable housing for very low-income households and acquiring conservation futures. If aggregate regular property tax levies exceed the 1% or \$5.90 per \$1,000 limitations, levies requested by "junior" taxing districts within the area affected are reduced or eliminated according to a detailed prioritized list (RCW 84.52.010), in order to bring the aggregate levy into compliance. Junior taxing districts are defined by RCW 84.52.043 as all taxing districts other than the State, counties, cities, towns, road districts, port districts, and public utility districts.

#### **Property Tax Calendar**

The County Treasurer acts as an agent to collect property taxes levied in the county for all taxing authorities. The following is an annual timeline for tax collections:

<b>Property Tax Calendar</b>	
January 1	Taxes are 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% of market value.
October 31	Second installment is due.

Property taxes are recorded as a receivable and deferred inflow when levied. Property tax collections are recorded as a reduction of the receivable. Also, upon collection, the related deferred inflow is reclassified to revenue, on the modified accrual basis. For the statement of activities, property taxes are revenue in the year they are levied. No allowance for uncollectible taxes is established because delinquent taxes are considered fully collectible. Prior year tax levies were recorded using the same principle, and delinquent taxes are evaluated annually.

### **Property Tax Levy Procedures**

In the State of Washington, the county assessor (the “Assessor”) determines the value of all real and personal property throughout the county that is subject to ad valorem taxation. The Assessor’s duties and methods of determining value are prescribed and controlled by statute and by detailed regulations promulgated by the Department of Revenue of the State of Washington. For tax purposes, the assessed value of property is set at 100% of its actual value. All property is subject to revaluation every year. The Assessor lists the property on a tax roll at its current assessed value and the tax roll is filed in the Assessor’s office.

The Assessor’s determinations are subject to revision by the County Board of Equalization and, for certain property, subject to further revision by the State Board of Equalization. After all administrative procedures are completed, the County receives the Assessor’s final certificate of assessed value of property within the county.

Property taxes are levied in specific amounts, and the rates for all taxes levied for all taxing districts in the county (including the County) are determined, calculated, and fixed by the Assessor based upon the assessed valuation of the property within the various taxing districts. The Assessor extends the taxes to be levied within each taxing district upon a tax roll, which contains the total amount of taxes to be levied and collected. The tax roll is delivered to the County Treasurer by January 15 of each year, and an abstract of the tax roll showing the total amount of taxes collectible in each of the taxing districts for the year, is delivered to the County Auditor at the same time. The Treasurer creates a tax account for each taxpayer and is responsible for the collection of taxes due on each account. All such taxes are due and payable on the 30th of April of each year, but if the amount due from a taxpayer exceeds \$50, one-half may be paid then, and the balance no later than October 31 of that year.

The method of giving notice of payment of taxes due, the Treasurer’s accounting for the money collected, the division of the taxes among the various taxing districts, notices of delinquency, and collection procedures are all covered by detailed statutes.

### **Tax Liens and Foreclosure**

Property taxes, and all charges and expenses relating to the taxes, constitute a statutory lien on the property taxed. The lien attaches to the property, from and including January 1 in the year in which the tax is levied, and is discharged only when the taxes are paid. By law, the Treasurer may commence foreclosure of a tax lien on real property after three years have passed since the first delinquency. The County Treasurer may commence foreclosure proceedings in Superior Court upon all tax liens embraced by the certificate of delinquency. The County Treasurer must immediately sell the property to the highest and best bidder for cash upon entry of the order of foreclosure. The minimum bid allowable is the total amount of the taxes, interest, penalty, and costs due. To the extent property is stricken to the County at a foreclosure sale, that property is exempt from taxation for so long as the County holds it. A property owner may redeem their property at any time prior to the foreclosure sale by paying the County Treasurer the amount of the certificate of delinquency and all taxes, interest, and costs accruing after the certificate of delinquency is issued.

### 3.C Receivables

Receivables include customer account charges, code enforcement violations, district and superior court revenues, intergovernmental charges or grants, a 15-year loan to Snohomish County 911, and long-term notes which are not expected to be collected within a year. The allowance for uncollectible is updated each year based on review of the aging of the accounts receivable balance or historical rate of collectibility. These are reported net of allowance for uncollectible accounts as follows:

	<b>Receivables As of December 31, 2023</b>		
	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total Primary Government</b>
Other Receivables	\$ 47,866,382	\$ 11,818,299	\$ 59,684,681
Allowance for Uncollectible	(41,860,209)	(725,346)	(42,585,555)
Other Receivables, Net	<u>\$ 6,006,173</u>	<u>\$ 11,092,953</u>	<u>\$ 17,099,126</u>
Due From Other Governments	\$ 94,194,479	\$ 8,010,278	\$ 102,204,757
Allowance for Uncollectible	(6,283,942)	(3,037,231)	(9,321,173)
Due From Other Governments, Net	<u>\$ 87,910,537</u>	<u>\$ 4,973,047</u>	<u>\$ 92,883,584</u>
Snohomish County 911 Loan	\$ 45,734,302	\$ —	\$ 45,734,302
Other Notes/Contracts Receivable	37,456,367	—	37,456,367
Allowance for Uncollectible	—	—	—
Notes/Contracts Receivable, Net	<u>\$ 83,190,669</u>	<u>\$ —</u>	<u>\$ 83,190,669</u>

### 3.D Capital Assets

The following is a summary of changes in capital assets for the County primary government:

**CAPITAL ASSETS**  
For the year ended December 31, 2023

	Beginning Balance	Increases	Decreases	Ending Balance
<b>Governmental Activities:</b>				
Capital assets not depreciated:				
Land	\$ 316,309,379	\$ 20,858,179	\$ (4,554)	\$ 337,163,004
Construction in progress	87,561,861	25,812,028	(52,736,851)	60,637,038
Total capital assets not depreciated	403,871,240	46,670,207	(52,741,405)	397,800,042
Other capital assets:				
Buildings	351,968,761	9,405,068	—	361,373,829
Other improvements	150,382,132	5,395,870	—	155,778,002
Equipment	129,885,845	17,488,467	(8,191,095)	139,183,217
Infrastructure	1,480,772,994	105,167,541	(85,106)	1,585,855,429
Intangible assets	12,372,889	1,274,591	—	13,647,480
Total other capital assets at historical cost	2,125,382,621	138,731,537	(8,276,201)	2,255,837,957
Less accumulated depreciation for:				
Buildings	(165,056,926)	(14,060,531)	—	(179,117,457)
Other improvements	(81,817,687)	(5,784,178)	—	(87,601,865)
Equipment	(70,347,532)	(8,672,017)	6,579,246	(72,440,303)
Infrastructure	(761,955,295)	(54,042,974)	16,286	(815,981,983)
Intangible assets	(7,428,518)	(591,005)	—	(8,019,523)
Total accumulated depreciation	(1,086,605,958)	(83,150,705)	6,595,532	(1,163,161,131)
Other capital assets, net	1,038,776,663	55,580,832	(1,680,669)	1,092,676,826
Governmental activities capital assets, net	\$ 1,442,647,903	\$ 102,251,039	\$ (54,422,074)	\$ 1,490,476,868
<b>Business-type Activities</b>				
Capital assets not depreciated:				
Land	\$ 52,568,032	\$ 4,364,307	\$ —	\$ 56,932,339
Construction in progress	14,883,765	20,253,861	(17,958,930)	17,178,696
Total capital assets not depreciated	67,451,797	24,618,168	(17,958,930)	74,111,035
Other capital assets:				
Buildings	157,356,209	3,253,967	—	160,610,176
Other improvements	86,738,820	66,032	(441,653)	86,363,199
Equipment	25,700,224	3,593,999	(121,460)	29,172,763
Infrastructure	262,978,939	20,095,528	—	283,074,467
Intangible assets	3,736,479	—	—	3,736,479
Total other capital assets at historical cost	536,510,671	27,009,526	(563,113)	562,957,084
Less accumulated depreciation for:				
Buildings	(70,654,893)	(3,563,772)	—	(74,218,665)
Other improvements	(62,800,775)	(2,243,687)	437,305	(64,607,157)
Equipment	(11,689,509)	(2,301,706)	121,460	(13,869,755)
Infrastructure	(134,012,193)	(6,996,355)	—	(141,008,548)
Intangible assets	(3,398,568)	(24,426)	—	(3,422,994)
Total accumulated depreciation	(282,555,938)	(15,129,946)	558,765	(297,127,119)
Other capital assets, net	253,954,733	11,879,580	(4,348)	265,829,965
Business-type activities capital assets, net	\$ 321,406,530	\$ 36,497,748	\$ (17,963,278)	\$ 339,941,000

Changes to assets and accumulated depreciation may appear skewed due to reclassification of assets between categories.

### **Depreciation**

Amounts posted in the accumulated depreciation account include retirement of assets sold or transferred and current period depreciation expense. Amounts of depreciation expense charged to capital assets by function are as follows:

#### **Depreciation Expense For the Year Ended December 31, 2023**

<b>Governmental Activities</b>		
General Government	\$	11,478,792
Judicial		5,461,556
Public Safety		1,257,592
Physical Environment		66,240
Transportation		54,896,929
Health and Human Services		877,892
Economic Environment		49,793
Culture and Recreation		4,186,444
Total Governmental Activities		<u>78,275,238</u>
<b>Business-type Activities</b>		
Airport		8,759,253
Solid Waste Management		3,480,354
Surface Water Management		2,582,117
Total Business-type Activities		<u>14,821,724</u>
<b>Total Primary Government</b>	<b>\$</b>	<b><u>93,096,962</u></b>

### **Leases**

#### *County as Lessee*

The County has entered into lease agreements involving buildings for conducting county operations and storage, temporary land easements, and printing and imaging equipment.

The following is a summary of changes in leased assets for the County primary government:

<b>LEASES</b>				
<b>For the year ended December 31, 2023</b>				
	<b>Beginning Balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Ending Balance</b>
<b>Governmental Activities:</b>				
Leased assets:				
Leased land	\$ 21,800	\$ —	\$ (21,800)	\$ —
Leased buildings	1,881,646	642,951	(312,428)	2,212,169
Leased equipment	93,891	—	(15,573)	78,318
Total leased assets	1,997,337	642,951	(349,801)	2,290,487
Less accumulated amortization for:				
Leased land	(4,185)	(17,615)	21,800	—
Leased buildings	(520,080)	(641,348)	312,428	(849,000)
Leased equipment	(40,419)	(31,671)	15,573	(56,517)
Total accumulated amortization	(564,684)	(690,634)	349,801	(905,517)
Governmental activities leased assets, net	\$ 1,432,653	\$ (47,683)	\$ —	\$ 1,384,970

As of December 31, 2023, the principal and interest requirements to maturity are as follows:

<b>Year Ending December 31</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>
2024	\$ 625,796	\$ 14,310	\$ 640,106
2025	362,216	8,476	370,692
2026	227,084	5,293	232,377
2027	157,348	2,307	159,655
2028	35,394	240	35,634
Total	\$ 1,407,838	\$ 30,626	\$ 1,438,464

*County as Lessor*

The County has entered into lease agreements involving land, building space, airport and solid waste facilities. The total amount of inflows of resources, including lease and interest revenue, recognized during the fiscal year was \$563,373 in governmental activities and \$23,165,612 in business-type activities.



As of December 31, 2023, future lease receivable principal and interest payments are as follows:

Year Ending December 31	Governmental Activities		Business-Type Activities		Total
	Principal	Interest	Principal	Interest	
2024	\$ 519,837	\$ 25,489	\$ 13,497,645	\$ 7,333,150	\$ 21,376,121
2025	530,244	21,331	13,905,332	7,043,543	21,500,450
2026	551,652	17,109	14,115,181	6,765,950	21,449,892
2027	385,379	12,775	14,272,369	6,484,278	21,154,801
2028	388,854	9,299	13,424,595	6,219,685	20,042,433
2029-2033	799,251	8,071	57,597,187	27,367,419	85,771,928
2034-2038	—	—	49,934,479	22,030,773	71,965,252
2039-2043	—	—	41,341,739	17,539,991	58,881,730
2044-2048	—	—	35,370,180	13,661,433	49,031,613
2049-2053	—	—	26,989,376	10,515,830	37,505,206
2054-2058	—	—	27,734,963	7,729,558	35,464,521
2059-2063	—	—	25,568,078	5,017,138	30,585,216
2064-2068	—	—	16,977,666	2,756,125	19,733,791
2069-2073	—	—	9,060,403	1,466,612	10,527,015
2074-2078	—	—	4,644,439	860,847	5,505,286
2079-2083	—	—	4,841,551	366,905	5,208,456
2084-2088	—	—	1,251,703	43,854	1,295,557
Total	\$ 3,175,217	\$ 94,074	\$ 370,526,886	\$ 143,203,091	\$ 516,999,268

### **Subscription Based Information Technology Arrangements (SBITAs)**

The County has entered into Subscription Based IT Arrangements (SBITAs) for accessing software applications. At December 31, 2023, the County has fourteen qualifying SBITAs.

The following is a summary of changes in subscription assets for the County primary government:

<b>SUBSCRIPTION BASED INFORMATION TECHNOLOGY ARRANGEMENTS</b>				
<b>For the year ended December 31, 2023</b>				
	<b>Beginning Balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Ending Balance</b>
<b>Governmental Activities:</b>				
Subscription Assets	\$ —	\$ 9,334,124	\$ —	\$ 9,334,124
Less: Accumulated Amortization	—	(1,567,919)	—	(1,567,919)
Governmental activities subscription assets, net	\$ —	\$ 7,766,205	\$ —	\$ 7,766,205

As of December 31, 2023, the principal and interest requirements to maturity are as follows:

Year Ending December 31	Principal	Interest	Total
2024	\$ 1,621,886	\$ 209,941	\$ 1,831,827
2025	1,681,245	164,887	1,846,132
2026	1,245,184	118,789	1,363,973
2027	1,111,038	84,582	1,195,620
2028	768,011	54,182	822,193
2029-2033	1,252,373	46,774	1,299,147
2034-2038	—	—	—
Total	<u>\$ 7,679,737</u>	<u>\$ 679,155</u>	<u>\$ 8,358,892</u>

### 3.E Short-Term Debt

The County had no short-term debt during or at the end of 2023.

### 3.F Long-Term Debt

The County's long-term debt consists primarily of general obligation bonds, Washington State Public Works Trust Fund (PWTF) loans, and Community Economic Revitalization Board (CERB) loans. General obligation bonds are issued for general governmental and business-type activities. General government long-term debt is repaid from the applicable resources using the debt service fund, except for PWTF loans, which are paid directly from the County Road fund. Business-type activities pay their long-term debt directly from their funds.

The following table summarizes the long-term debt issued and outstanding as of December 31, 2023:

2023 Schedule of Long Term Debt

	Purpose	Original Issue Amount *	Beginning Outstanding Balance	2023 Redemptions (Additions)	Ending Outstanding Balance	Scheduled Payoff Date	2024 Redemption	Interest Rate
<b>Governmental Activities</b>								
<b>1997 Bond Issue</b>	Memorial Stadium Series B	1,134,775	556,688	140,841	415,847	2026	139,934	4.5-6.0%
<b>2012A Bond Issue</b>	County Campus Redevelopment - Rfndg	2,495,000	1,040,000	195,000	845,000	2027	200,000	2.0-4.0%
	Park Imprvmnts/Willis Tucker Park - Rfndg	1,160,000	135,000	135,000	—	2023	—	2.0-4.0%
	Facilities Projects 12 yr	1,810,000	360,000	175,000	185,000	2024	185,000	2.0-4.0%
	Facilities Projects 20 yr	3,610,000	2,140,000	180,000	1,960,000	2032	190,000	2.0-4.0%
	Total 2012A Issue	9,075,000	3,675,000	685,000	2,990,000		575,000	
<b>2015 Bond Issue</b>	Memorial Stadium - Rfndg	427,671	402,560	4,207	398,353	2027	4,417	3.0-5.0%
	Fairgrounds Property - Rfndg	339,941	209,141	22,612	186,529	2030	23,708	3.0-5.0%
	Sheriff Storage/Gun Range - Rfndg	261,493	160,878	17,394	143,484	2030	18,237	3.0-5.0%
	County New Admin Building - Rfndg	1,961,150	1,206,556	130,453	1,076,103	2030	136,775	3.0-5.0%
	Existing Admin Building Rmdl - Rfndg	2,087,055	1,283,400	137,483	1,145,917	2030	146,848	3.0-5.0%
	Mission Building - Rfndg	326,866	201,098	21,743	179,355	2030	22,796	3.0-5.0%
	Other Campus Remodel Projects - Rfndg	653,733	402,196	43,486	358,710	2030	45,593	3.0-5.0%
	County Campus Redvlpmnt - Jail - Rfndg	1,242,091	764,171	82,623	681,548	2030	86,626	3.0-5.0%
	PW Cathcart Roads - Rfndg	2,569,971	1,096,994	254,513	842,481	2026	267,101	3.0-5.0%
	PW Cathcart Fleet - Rfndg	3,627,218	1,548,281	359,216	1,189,065	2026	376,982	3.0-5.0%
	Sheriff Gun Range/Impound Lot - Rfndg	1,100,857	469,902	109,022	360,880	2026	114,414	3.0-5.0%
	Roads - Rfndg	13,481,099	5,770,802	1,340,175	4,430,627	2026	1,404,599	3.0-5.0%
	Total 2015 Issue	28,079,145	13,515,979	2,522,927	10,993,052		2,648,096	
<b>2018A Bond Issue</b>	McKinstry Project	3,170,000	2,530,000	180,000	2,350,000	2033	190,000	3.4-5.0%
<b>2019 Bond Issue</b>	Courthouse Addition	12,445,000	10,970,000	550,000	10,420,000	2039	580,000	3.0-5.0%

**Notes to the Financial Statements**  
December 31, 2023

**2023 Schedule of Long Term Debt**

	Purpose	Original Issue Amount *	Beginning Outstanding Balance	2023 Redemptions (Additions)	Ending Outstanding Balance	Scheduled Payoff Date	2024 Redemption	Interest Rate
	SERS Bond Anticipation Note - Rfndg	30,940,000	26,425,000	1,680,000	24,745,000	2034	1,765,000	3.0-5.0%
	Property Tax Collection System	4,610,000	3,095,000	560,000	2,535,000	2027	590,000	3.0-5.0%
	Facilities HVAC - Rfndg	672,773	181,125	181,125	—	2023	—	3.0-5.0%
	Animal Shelter - Rfndg	1,632,947	1,197,339	167,746	1,029,593	2028	187,385	3.0-5.0%
	<b>Total 2019 Issue</b>	<b>50,300,720</b>	<b>41,868,464</b>	<b>3,138,871</b>	<b>38,729,593</b>		<b>3,122,385</b>	
<b>2020A Bond Issue</b>	County Campus Redevelopment - Rfndg	62,435,000	56,460,000	3,275,000	53,185,000	2035	3,440,000	2.0-5.0%
	Roads - Rfndg	1,770,000	1,480,000	155,000	1,325,000	2030	165,000	2.0-5.0%
	Fairgrounds - Rfndg	4,230,000	3,830,000	215,000	3,615,000	2040	230,000	2.0-5.0%
	Emergency Operations Center - Rfndg	1,295,000	1,170,000	70,000	1,100,000	2035	70,000	2.0-5.0%
	<b>Total 2020A Issue</b>	<b>69,730,000</b>	<b>62,940,000</b>	<b>3,715,000</b>	<b>59,225,000</b>		<b>3,905,000</b>	
<b>2021A Bond Issue</b>	Parks - Meadowdale	2,045,000	1,880,000	170,000	1,710,000	2031	180,000	2.0-5.0%
	County Campus Redevelopment - Rfndg	29,835,000	29,835,000	—	29,835,000	2036	—	2.0-5.0%
	<b>Total 2021A Issue</b>	<b>31,880,000</b>	<b>31,715,000</b>	<b>170,000</b>	<b>31,545,000</b>		<b>180,000</b>	
<b>2021B Bond Issue</b>	Conservation Futures	16,130,000	15,425,000	710,000	14,715,000	2041	710,000	0.3-2.6%
	Courthouse Ph1 - Rfndg	71,750,000	70,275,000	2,355,000	67,920,000	2043	2,525,000	0.3-2.6%
	Conservation Futures - Rfndg	17,500,000	17,215,000	1,640,000	15,575,000	2032	1,650,000	0.3-2.6%
	Parks - Rfndg	1,090,000	1,075,000	105,000	970,000	2032	105,000	0.3-2.6%
	Roads - Rfndg	3,090,000	3,040,000	290,000	2,750,000	2032	290,000	0.3-2.6%
	Facilities - Rfndg	2,155,000	2,125,000	130,000	1,995,000	2037	130,000	0.3-2.6%
	<b>Total 2021B Issue</b>	<b>111,715,000</b>	<b>109,155,000</b>	<b>5,230,000</b>	<b>103,925,000</b>		<b>5,410,000</b>	
<b>2022 Bond Issue</b>	SNO911	44,180,000	44,180,000	2,035,000	42,145,000	2037	2,150,000	5.0 %
	Arlington Public Works Operations Center	35,370,000	35,370,000	1,065,000	34,305,000	2042	1,130,000	4.0-5.0 %
	<b>Total 2022 Issue</b>	<b>79,550,000</b>	<b>79,550,000</b>	<b>3,100,000</b>	<b>76,450,000</b>		<b>3,280,000</b>	
	<b>Total G.O. Bonds - Governmental Activities</b>	<b>384,634,640</b>	<b>345,506,131</b>	<b>18,882,639</b>	<b>326,623,492</b>		<b>19,450,415</b>	
<b>Public Works Trust</b>	Granite Falls Alternate Route	7,000,000	2,210,526	368,421	1,842,105	2028	368,421	1.0 %
<b>Fund Loans</b>	180th St SE: SR 527 - Brook Blvd	3,000,000	2,674,510	167,157	2,507,353	2038	167,157	1.7 %
	35th Ave SE Phase II SR 524 to 180th St SE	3,000,000	—	(3,000,000)	3,000,000	2038	200,000	1.7 %
	<b>Total PWTFL</b>	<b>13,000,000</b>	<b>4,885,036</b>	<b>(2,464,422)</b>	<b>7,349,458</b>		<b>735,578</b>	
<b>Other Loans</b>	Airport CERB Loan	468,214	280,929	31,215	249,714	2031	31,214	— %
	<b>Total Debt - Governmental Activities</b>	<b>398,102,854</b>	<b>350,672,096</b>	<b>16,449,432</b>	<b>334,222,664</b>		<b>20,217,207</b>	
<b>Business-Type Activities</b>								
<b>2012B Bond Issue</b>	Airport	30,815,000	17,325,000	1,515,000	15,810,000	2032	1,555,000	2.0-3.6%
<b>2015 Bond Issue</b>	Various Airport Projects	5,069,736	2,164,021	502,074	1,661,947	2026	526,905	3.0-5.0%
<b>2018B Bond Issue</b>	Paine Field Museum - Rfndg	15,425,000	14,215,000	790,000	13,425,000	2036	820,000	2.8-4.3%
<b>2019 Bond Issue</b>	Solid Waste - Rfndg	1,318,865	355,068	355,068	—	2023	—	3.0-5.0%
	Airport - Private - Rfndg	1,100,886	803,014	105,852	697,162	2028	126,645	3.0-5.0%
	Airport - Public - Rfndg	144,529	103,454	15,209	88,245	2028	15,970	3.0-5.0%
	<b>Total 2019 Issue</b>	<b>2,564,280</b>	<b>1,261,536</b>	<b>476,129</b>	<b>785,407</b>		<b>142,615</b>	
<b>2020A Bond Issue</b>	Airport Public Activity - Rfndg	5,055,000	4,570,000	265,000	4,305,000	2035	280,000	2.0-5.0%
<b>2020B Bond Issue</b>	Airport Private Activity - Rfndg	3,080,000	2,745,000	160,000	2,585,000	2035	165,000	2.8-5.0%

Notes to the Financial Statements  
December 31, 2023

2023 Schedule of Long Term Debt

	Purpose	Original Issue Amount *	Beginning Outstanding Balance	2023 Redemptions (Additions)	Ending Outstanding Balance	Scheduled Payoff Date	2024 Redemption	Interest Rate
<b>2021A Bond Issue</b>	Paine Field Various - Rfndg	1,045,000	995,000	50,000	945,000	2036	55,000	2.0-5.0%
<b>2021B Bond Issue</b>	Solid Waste - Rfndg	5,560,000	5,510,000	335,000	5,175,000	2037	335,000	0.3-2.6%
	Airport - Bomarc	7,060,000	6,750,000	310,000	6,440,000	2041	310,000	0.3-2.6%
	Total 2021B Issue	12,620,000	12,260,000	645,000	11,615,000		645,000	
	<b>Total G.O. Bonds - Business-Type Activities</b>	<b>75,674,016</b>	<b>55,535,557</b>	<b>4,403,203</b>	<b>51,132,354</b>		<b>4,189,520</b>	
<b>Other Loans</b>	Airport CERB Loan	1,700,000	850,000	121,429	728,571	2029	121,429	2.0 %
	<b>Total Debt - Business-Type Activities</b>	<b>77,374,016</b>	<b>56,385,557</b>	<b>4,524,632</b>	<b>51,860,925</b>		<b>4,310,949</b>	

\* Original issue amounts for PWTFL and CERB loans are adjusted to reflect additional loan draws

The following table summarizes the changes in long-term debt during 2023:

**Changes in Long-term Debt**  
**For the Year Ended December 31, 2023**

	Beginning Balance	Additions	Reductions	Ending Balance	Current Portion	Non-Current Portion
<b>Governmental Activities:</b>						
General Obligation Bonds	\$ 345,506,131	\$ —	\$ 18,882,638	\$ 326,623,493	\$ 19,450,414	\$ 307,173,079
Loans Payable	5,165,965	3,000,000	566,793	7,599,172	766,792	6,832,380
<b>Total Bonds, Notes, and Loans Payable</b>	<b>350,672,096</b>	<b>3,000,000</b>	<b>19,449,431</b>	<b>334,222,665</b>	<b>20,217,206</b>	<b>314,005,459</b>
<b>Net Premiums/Discounts</b>	<b>32,209,706</b>	<b>—</b>	<b>2,668,325</b>	<b>29,541,381</b>	<b>2,652,130</b>	<b>26,889,251</b>
<b>Total Governmental Activities Debt</b>	<b>\$ 382,881,802</b>	<b>\$ 3,000,000</b>	<b>\$ 22,117,756</b>	<b>\$ 363,764,046</b>	<b>\$ 22,869,336</b>	<b>\$ 340,894,710</b>
<b>Business-type Activities:</b>						
G.O. Bonds/Solid Waste	\$ 5,865,068	\$ —	\$ 690,068	\$ 5,175,000	\$ 335,000	\$ 4,840,000
G.O. Bonds/Airport	49,670,489	—	3,713,135	45,957,354	3,854,520	42,102,834
Loans Payable/Airport	850,000	—	121,429	728,571	121,429	607,142
<b>Total Bonds, Notes, and Loans Payable</b>	<b>56,385,557</b>	<b>—</b>	<b>4,524,632</b>	<b>51,860,925</b>	<b>4,310,949</b>	<b>47,549,976</b>
<b>Net Premiums/Discounts</b>	<b>1,851,554</b>	<b>—</b>	<b>244,426</b>	<b>1,607,128</b>	<b>217,968</b>	<b>1,389,160</b>
<b>Total Business-type Activities Debt</b>	<b>\$ 58,237,111</b>	<b>\$ —</b>	<b>\$ 4,769,058</b>	<b>\$ 53,468,053</b>	<b>\$ 4,528,917</b>	<b>\$ 48,939,136</b>
<b>Total Primary Government:</b>	<b>\$ 441,118,913</b>	<b>\$ 3,000,000</b>	<b>\$ 26,886,814</b>	<b>\$ 417,232,099</b>	<b>\$ 27,398,253</b>	<b>\$ 389,833,846</b>

Debt service requirements at December 31, 2023 are as follows:

**Debt Service Requirements  
For the Year Ended December 31, 2023  
Governmental Activities**

	General Obligation		Other Debt	
	Principal	Interest	Principal	Interest
2024	\$ 19,450,414	\$ 12,018,227	\$ 766,792	\$ 84,361
2025	20,701,411	11,326,279	766,792	80,995
2026	23,143,245	10,559,167	766,792	73,894
2027	21,840,694	9,018,594	766,792	66,792
2028	21,397,729	8,165,834	766,792	59,691
2029-2033	111,510,000	28,285,975	1,929,427	210,361
2034-2038	74,820,000	11,379,331	1,835,785	78,885
2039-2043	33,760,000	2,800,751	—	—
Total	<u>\$ 326,623,493</u>	<u>\$ 93,554,158</u>	<u>\$ 7,599,172</u>	<u>\$ 654,979</u>

**Debt Service Requirements  
For the Year Ended December 31, 2023  
Business-Type Activities**

	Solid Waste		Airport		Other Debt	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 335,000	\$ 91,258	\$ 3,854,520	\$ 1,590,003	\$ 121,429	\$ 14,571
2025	340,000	88,578	3,982,917	1,459,528	121,429	12,143
2026	345,000	85,178	4,133,341	1,316,712	121,429	9,714
2027	350,000	80,934	3,659,306	1,172,706	121,429	7,286
2028	355,000	76,139	3,787,271	1,044,419	121,429	4,857
2029-2033	1,845,000	290,888	18,025,000	3,150,225	121,426	2,429
2034-2038	1,605,000	94,923	7,270,000	671,999	—	—
2039-2043	—	—	1,244,999	64,343	—	—
Total	<u>\$ 5,175,000</u>	<u>\$ 807,898</u>	<u>\$ 45,957,354</u>	<u>\$ 10,469,935</u>	<u>\$ 728,571</u>	<u>\$ 51,000</u>

**Debt Limitation**

**Voted Debt** - The County may issue general obligation bonds for general county purposes in an amount not to exceed 2.5% of the assessed value of all taxable property. Unlimited tax general obligation bonds require an approving vote, and any election to validate general obligation bonds must have a voter turnout of at least 40% of those who voted in the last State general election. Of those voting, 60% must be in the affirmative. The principal and interest on voted general obligation bonds is payable from property taxes in excess of regular property taxes, without limitation as to rate or amount.

**Non-voted Debt** - The County Council may by ordinance, authorize the issuance of limited tax general obligation bonds in an amount up to 1.5% of the assessed valuation within the County without authorization of the voters. No combination of limited and unlimited tax bonds may exceed 2.5% of the assessed valuation. The principal and interest on non-voted debt is payable from regular property tax levies or from other available revenues of the County.

The computation of the County's general obligation debt capacity is displayed in the statistical section of this report.

### **Arbitrage**

The County issues tax-exempt bonds that are subject to IRS arbitrage regulations. The County contracts with a consultant to analyze arbitrage requirements. For the year ended December 31, 2023, an interim report calculated a positive yield restriction liability of \$144.3 thousand for the Series 2019 bonds. However, there is no payment due to the IRS at this time.

### **3.G Compensated Absences**

The compensated absences liability attributable to the governmental activities will be liquidated primarily by the general fund. Each fund pays its proportionate share based on employees' assignments.

#### **Compensated Absences For the Year Ended December 31, 2023**

	<b>Beginning Balance</b>	<b>Earned</b>	<b>Used</b>	<b>Ending Balance</b>	<b>Amounts Due Within One Year</b>
Governmental Activities	\$ 24,877,358	\$ 37,474,386	\$ (32,498,631)	\$ 29,853,113	\$ 298,531
Business-type Activities					
Solid Waste	\$ 874,366	\$ 1,476,764	\$ (1,287,426)	\$ 1,063,704	\$ 10,637
Airport	935,985	1,439,133	(1,095,924)	1,279,194	12,792
Surface Water	902,735	1,332,464	(1,152,977)	1,082,222	10,822
Subtotal Business-type	2,713,086	4,248,361	(3,536,327)	3,425,120	34,251
Total Primary Government	<u>\$ 27,590,444</u>	<u>\$ 41,722,747</u>	<u>\$ (36,034,958)</u>	<u>\$ 33,278,233</u>	<u>\$ 332,782</u>

### **3.H Accrued Liabilities**

The County's accrued liabilities include the following:

#### **Accrued Liabilities As of December 31, 2023**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total Primary Government</b>
Retainage Payable	\$ 1,161,782	\$ 737,160	\$ 1,898,942
Interest Payable	2,612,941	147,391	2,760,332
Wages Payable	7,449,846	1,249,251	8,699,097
Taxes Payable	358,694	973,400	1,332,094
Customer Deposits	844,894	1,268,947	2,113,841
Pollution Remediation	890,000	—	890,000
Other	588,538	—	588,538
Total	<u>\$ 13,906,695</u>	<u>\$ 4,376,149</u>	<u>\$ 18,282,844</u>

### 3.I Interfund Balances and Transfers

Transfers represent subsidies and contributions provided to operating funds and capital project funds with no corresponding debt or promise to repay. Most recurring transfers are for the purpose of funding debt service payments. Transfers for general operating purposes and transfers of assets are also done on a routine basis. The following table summarizes the transfers made between funds and activities:

Schedule of Transfers  
For the Year Ended December 31, 2023

Disbursing Funds	Receiving Funds										
	Governmental Funds						Proprietary Funds				
							Business-type Activities	Governmental Activities			
	General Fund	County Road Fund	Human Services Fund	Grant Control Fund	Other Governmental Funds	Total Governmental Funds	Surface Water Fund	Subtotal Business-type Activities	Internal Service Funds	Full Accrual Activity*	Total Fund Statements Transfers Out
Governmental Funds											
General Fund	\$ —	\$ —	\$ 2,443,610	\$ 551,400	\$ 10,370,068	\$ 13,365,078	\$ 83,570	\$ 83,570	\$ 30,000	\$ —	\$ 13,478,648
County Road Fund	5,060,312	—	112,000	—	5,229,873	10,402,185	—	—	—	—	10,402,185
Human Services Fund	72,604	—	—	—	—	72,604	—	—	—	—	72,604
Grant Control Fund	10,000	—	—	—	33,930	43,930	—	—	—	—	43,930
Emergency Communications System & Facilities Fund	—	—	—	—	7,051,072	7,051,072	—	—	—	—	7,051,072
Other Governmental Funds	712,839	8,938,581	—	12,540	41,742,857	51,406,817	1,411,999	1,411,999	80,000	—	52,898,816
Total Governmental Funds	5,855,755	8,938,581	2,555,610	563,940	64,427,800	82,341,686	1,495,569	1,495,569	110,000	—	83,947,255
Proprietary Funds											
Business-type Activities											
Solid Waste Fund	—	—	—	—	—	—	—	—	572,345	—	572,345
Airport Fund	—	—	—	—	—	—	—	—	71,000	—	71,000
Surface Water Fund	213,709	—	—	—	620,000	833,709	—	—	—	—	833,709
Subtotal Business-type Activities	213,709	—	—	—	620,000	833,709	—	—	643,345	—	1,477,054
Governmental Activities											
Internal Service Funds	500,000	—	—	—	3,669,205	4,169,205	—	—	300,000	77,636	4,546,841
Full Accrual Activity*	—	—	—	—	—	—	809,156	809,156	90,560	—	899,716
Total Fund Statements - Transfers In	\$ 6,569,464	\$ 8,938,581	\$ 2,555,610	\$ 563,940	\$ 68,717,005	\$ 87,344,600	\$2,304,725	\$ 2,304,725	\$ 1,143,905	\$ 77,636	\$ 90,870,866

\*Due to the different basis of accounting and measurement focus between the governmental fund statements and the entity-wide statements, not all transfer activity, such as transfers of assets, are reflected in the governmental fund statements.

Total Transfers on Statement of Activities	
<b>Governmental Activities</b>	
Total transfers in-governmental funds	\$ 87,344,600
Less total transfers out-governmental funds	(83,947,255)
Total transfers in-internal service funds	1,143,905
Less total transfers out-internal service funds	(4,546,841)
Full Accrual Activity*	(822,080)
Net transfers out to business-type activities	<u>\$ (827,671)</u>
<b>Business-type Activities</b>	
Total transfers in	\$ 2,304,725
Less total transfers out	(1,477,054)
Net transfers in from governmental activities	<u>\$ 827,671</u>

### 3.J Governmental Fund Balance

The County reported \$363.8 million in restricted fund balance in the governmental funds. Restricted fund balance/net position are subject to external restrictions such as those imposed by state and federal law or by contractual agreements with third parties. Committed fund balance is committed for a specific purpose pursuant to constraints imposed by a formal action such as a County ordinance adopted by the County's highest level of decision-making authority, the County Council with approval of the County Executive. Similar formal action is required to create, modify, or rescind an ordinance. Assigned fund balance are resources intended to be used for a specific purpose. Nonspendable fund balance for governmental funds includes the long-term amount of loans unless the proceeds from the collection of those receivables is restricted, committed, or assigned. Per policy, assignments are expressed by the governing body or an official authorized by the governing body. No formal action is required to reallocate assigned fund balance.

Unless otherwise directed by the County Council, County Executive, or Director of Finance and committed to writing, resources shall be utilized in the following order: restricted, committed, assigned, and unassigned.

The governmental fund balance is summarized below:

	General Fund	County Road Fund	Human Services	Grant Control Fund	Emergency Communications System & Facilities	Other Governmental Funds	Total
<b>Nonspendable (Loans Receivables)</b>	\$ 1,355,174	\$ 1,458,274	\$ —	\$ —	\$ 45,734,302	\$ —	\$ 48,547,750
<b>Restricted Purpose:</b>							
Animal Benefit	—	—	—	—	—	9,359	9,359
Blanche Miller	—	—	—	—	—	530,295	530,295
Capital Purposes	—	—	—	57,783	—	85,218,815	85,276,598
Court Purposes	—	—	—	—	—	2,035,629	2,035,629
Data Processing Systems	—	—	—	—	—	1,238,414	1,238,414
Emergency Svcs Comm System	—	—	—	—	55,267,856	2,042,692	57,310,548
Grants	—	—	—	495,554	—	—	495,554
Health & Human Services	—	—	141,359,073	—	—	1,499,890	142,858,963
Historical Preservation	—	—	—	—	—	436,976	436,976
Investigation/Prosecution of Antiprofitteering	—	—	—	—	—	79,641	79,641
Law Enforcement	—	—	—	757,401	—	452,234	1,209,635
Law Library	—	—	—	—	—	119,949	119,949
Parks	—	—	—	—	—	44,192,022	44,192,022
Program Administration/ Enforcement	—	—	—	—	—	1,408,956	1,408,956
Prosecuting Attorney	—	—	—	—	—	386,914	386,914
Refunds	—	—	—	—	—	304,842	304,842
Roads	—	—	—	—	—	11,229,099	11,229,099
Tourism	—	—	—	—	—	13,463,957	13,463,957
Treasurer	—	—	—	—	—	1,209,741	1,209,741
Water Quality Control	—	—	—	—	—	980	980
<b>Total Restricted Fund Balance</b>	—	—	141,359,073	1,310,738	55,267,856	165,860,405	363,798,072



	General Fund	County Road Fund	Human Services	Grant Control Fund	Emergency Communications System & Facilities	Other Governmental Funds	Total
<b>Committed Purpose:</b>							
Capital Purposes	—	—	—	—	—	26,403,622	26,403,622
Court Purposes	—	—	—	—	—	176,404	176,404
Data Processing Systems	—	—	—	—	—	5,471,912	5,471,912
Debt Service	—	—	—	239,705	—	599,671	839,376
Economic Development	—	—	—	—	—	244,125	244,125
Emergency Svcs Comm System	—	—	—	—	3,673,787	661,264	4,335,051
Facilitate Victims/Witnesses	—	—	—	—	—	19	19
Grants	—	—	—	943,111	—	—	943,111
Health & Human Services	—	—	12,181,500	—	—	24,438,025	36,619,525
Investigation/Prosecution of Antiprofitteering	—	—	—	—	—	9,235	9,235
Law Enforcement	—	—	—	—	—	537,869	537,869
Parks	—	—	—	—	—	10,158,702	10,158,702
Program Administration/ Enforcement	—	—	—	—	—	9,090,405	9,090,405
Prosecuting Attorney	—	—	—	—	—	28,485	28,485
Roads	—	24,696,076	—	—	—	—	24,696,076
Tourism	—	—	—	—	—	993,632	993,632
Treasurer	—	—	—	—	—	142,346	142,346
Water Quality/Control	—	—	—	—	—	2,310	2,310
<b>Total Committed Fund Balance</b>	—	24,696,076	12,181,500	1,182,816	3,673,787	78,958,026	120,692,205
<b>Assigned For:</b>							
General Government	22,848,440	—	—	—	—	—	22,848,440
<b>Total Assigned Fund Balance</b>	22,848,440	—	—	—	—	—	22,848,440
<b>Unassigned</b>	77,190,036	—	—	(1,992,184)	—	—	75,197,852
<b>Total Fund Balance</b>	\$ 101,393,650	\$ 26,154,350	\$ 153,540,573	\$ 501,370	\$ 104,675,945	\$ 244,818,431	\$ 631,084,319

### 3.K Asset Retirement Obligations (AROs)

Snohomish County's Asset Retirement Obligations include legally enforceable liabilities associated with the retirement of a tangible capital asset. Individual AROs with an estimated liability of \$5 thousand or greater are recorded with a liability that is offset by a deferred outflow of resources. The deferred outflow of resources is amortized straight-line over the asset's estimated useful life. Individual AROs with an estimated total cost of less than \$5 thousand will be expensed in the period the retirement occurs. There are currently no assets restricted for the use of payment related to the ARO liabilities. The County has identified the following AROs:

The County maintains an inventory of 25 Underground Injection Control (UIC) wells regulated by WAC 173-218-120, with each UIC well having an estimated 50-year useful life. Decommissioning of the individual wells is estimated to occur between 2024 and 2068. Estimates for the decommissioning of UIC wells were based on the experience of County staff using an internal billing rate. Larger sites were estimated to require 2 crew days to decommission the wells with smaller sites requiring a single day. The County believes this to be a reasonable estimate in total and recognizes that the decommissioning of individual wells may vary from its estimate. The County's total ARO liability related to UIC wells is \$165 thousand as of December 31, 2023.

There are 20 septic systems maintained by and located throughout the County. The County is required to make abandonment provisions for the septic systems based on WAC 246-272A-300. The systems are expected to remain in service through various periods ranging from 2022 through 2054. The County applied historical experience in abandoning septic systems to estimate its liability. The County's ARO liability for the septic systems is \$202 thousand as of December 31, 2023.

McCollum Pool has a decommissioning standard per WAC 246-260-141 in the event the pool is no longer in service. The useful life of the pool is projected through 2025. The pool was closed in 2021 and the County plans to decommission the pool. The cost to decommission assumes that the buildings and underground infrastructure can be left, the pool liner is holed, left in place, and filled with compacted materials. The County obtained a quote for the estimated volume of compacted materials from a local provider and applied a fixed markup for the labor necessary to complete the job. The County's ARO liability for the pool is \$63 thousand as of December 31, 2023.

The County has incurred asset retirement obligations related to the reclamation of Darrington, Kidling, and Engebretson pits and the Trafton quarry sites related to DNR RCW 78.44. The County cannot determine a useful life as these are land assets and the County has no current plans to decommission the sites.

#### **Note 4 Other Notes**

##### **Note 4.A Pension Plan and Other Benefit Plans**

The following table represents the aggregate pension amounts for all plans subject to the requirements of GASB Statement 68, Accounting and Financial Reporting for Pensions for the year 2023:

<b>Aggregate Pension Amounts - All Plans</b>		
Pension liabilities	\$	(27,824,791)
Pension assets		86,848,358
Deferred outflows of resources		68,546,926
Deferred inflows of resources		(43,639,408)
Pension expense/expenditures		(7,730,259)

##### **State Sponsored Pension Plans**

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

The Department of Retirement Systems (DRS), 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](http://www.drs.wa.gov).

## Public Employees' Retirement System (PERS)

PERS members include elected officials; state employees; employees of local governments; and higher education employees not participating in higher education retirement programs.

PERS is composed of and reported as three separate plans for accounting purposes: Plan 1, Plan 2/3 and Plan 3. Plan 1 accounts for the defined benefits of Plan 1 members. Plan 2/3 accounts for the defined benefits of Plan 2 members and the defined benefit portion of benefits for Plan 3 members. Plan 3 accounts for the defined contribution portion of benefits for Plan 3 members. Although employees can be a member of only Plan 2 or Plan 3, the defined benefits of Plan 2 and Plan 3 are accounted for in the same pension trust fund. All assets of Plan 2/3 may legally be used to pay the defined benefits of any Plan 2 or Plan 3 members or beneficiaries.

**PERS Plan 1** provides retirement, disability and death benefits. Retirement benefits are determined as 2% of the member's average final compensation (AFC) times the member's years of service. The AFC is the average of the member's 24 highest consecutive service months. Members are eligible for retirement from active status at any age with at least 30 years of service, at age 55 with at least 25 years of service, or at age 60 with at least five years of service. PERS Plan 1 retirement benefits are actuarially reduced if a survivor benefit is chosen. Members retiring from active status prior to the age of 65 may also receive actuarially reduced benefits. Other benefits include an optional cost-of-living adjustment (COLA). PERS 1 members were vested after the completion of five years of eligible service. The plan was closed to new entrants on September 30, 1977.

### Contributions

The **PERS Plan 1** member contribution rate is established by State statute at 6%. The employer contribution rate is developed by the Office of the State Actuary, adopted by the Pension Funding Council and is subject to change by the legislature. The PERS Plan 1 required contribution rates (expressed as a percentage of covered payroll) for 2023 were as follows:

PERS Plan 1		
Actual Contribution Rates	Employer	Employee*
January - June 2023:		
PERS Plan 1	6.36%	6.00%
PERS Plan 1 UAAL	3.85%	
Administrative Fee	0.18%	
<b>Total</b>	<b>10.39%</b>	<b>6.00%</b>
July - August 2023:		
PERS Plan 1	6.36%	6.00%
PERS Plan 1 UAAL	2.85%	
Administrative Fee	0.18%	
<b>Total</b>	<b>9.39%</b>	<b>6.00%</b>
September - December 2023:		
PERS Plan 1	6.36%	6.00%
PERS Plan 1 UAAL	2.97%	
Administrative Fee	0.20%	
<b>Total</b>	<b>9.53%</b>	<b>6.00%</b>

\* For employees participating in JBM, the contribution rate was 12.26%.

**PERS Plan 2/3** provides retirement, disability and death benefits. Retirement benefits are determined as 2% of the member's AFC times the member's years of service for Plan 2 and 1% of AFC for Plan 3. The AFC is the average of the member's 60 highest-paid consecutive service months. Members are eligible for retirement with a full benefit at 65 with at least five years of service credit. Retirement before age 65 is considered an early retirement. PERS Plan 2/3 members who have at least 20 years of service credit and are 55 years of age or older, are eligible for early retirement with a benefit that is reduced by a factor that varies according to age for each year before age 65. PERS Plan 2/3 retirement benefits are actuarially reduced if a survivor benefit is chosen. Other PERS Plan 2/3 benefits include a COLA based on the CPI, capped at 3% annually. PERS 2 members are vested after completing five years of eligible service. Plan 3 members are vested in the defined benefit portion of their plan after ten years of service; or after five years of service if 12 months of that service are earned after age 44.

**PERS Plan 3** defined contribution benefits are totally dependent on employee contributions and investment earnings on those contributions. Members are eligible to withdraw their defined contributions upon separation. Members have multiple withdrawal options, including purchase of an annuity. PERS Plan 3 members are immediately vested in the defined contribution portion of their plan.

#### Contributions

The **PERS Plan 2/3** employer and employee contribution rates are developed by the Office of the State Actuary to fully fund Plan 2 and the defined benefit portion of Plan 3. The rates are adopted by the Pension Funding Council, and are subject to change by the Legislature. The employer rate includes a component to address the PERS Plan 1 Unfunded Actuarial Accrued Liability (UAAL).

As established by Chapter 41.34 RCW, Plan 3 defined contribution rates are set at a minimum of 5% and a maximum of 15%. PERS Plan 3 members choose their contribution rate from six options when joining membership and can change rates only when changing employers. Employers do not contribute to the defined contribution benefits.

The PERS Plan 2/3 defined benefit required contribution rates (expressed as a percentage of covered payroll) for 2023 were as follows:

PERS Plan 2/3		
Actual Contribution Rates	Employer	Employee*
January - June 2023:		
PERS Plan 2/3	6.36%	6.36%
PERS Plan 1 UAAL	3.85%	
Administrative Fee	0.18%	
Employee PERS Plan 3		Varies
<b>Total</b>	<b>10.39%</b>	<b>6.36%</b>
July - August 2023:		
PERS Plan 2/3	6.36%	6.36%
PERS Plan 1 UAAL	2.85%	
Administrative Fee	0.18%	
Employee PERS Plan 3		Varies
<b>Total</b>	<b>9.39%</b>	<b>6.36%</b>
September - December 2023:		
PERS Plan 2/3	6.36%	6.36%
PERS Plan 1 UAAL	2.97%	
Administrative Fee	0.20%	
Employee PERS Plan 3		Varies
<b>Total</b>	<b>9.53%</b>	<b>6.36%</b>

\*PERS 2 employees participating in JBM, the contribution rate was 15.90% and for PERS 3 employees the minimum contribution rate was 7.50%.

PERS Plan 1 actual employer contributions for the year were \$48 thousand and employee contributions were \$29.7 thousand for a total county contribution of \$77.7 thousand. PERS Plan 2/3 and PERS Plan 1 UAAL actual employer contributions for the year were \$21.7 million and employee contributions were \$14.6 million for a total county contribution of \$36.3 million for the year ended December 31, 2023.

### Public Safety Employees' Retirement System (PSERS)

PSERS Plan 2 was created by the 2004 Legislature and became effective July 1, 2006.

PSERS membership includes certain public employees whose jobs contain a high degree of physical risk to their own personal safety. In addition to meeting strict statutory work requirements, membership is further restricted to specific employers including:

- Certain State of Washington agencies (Department of Corrections, Department of Natural Resources, Gambling Commission, Liquor and Cannabis Board, Parks and Recreation Commission, and Washington State Patrol),
- Washington State Counties,
- Washington State Cities (except for Seattle, Spokane, and Tacoma),
- Correctional entities formed by PSERS employers under the Interlocal Cooperation Act.

PSERS Plan 2 provides retirement, disability and death benefits. Retirement benefits are determined as 2% of the AFC times the member's years of service. The AFC is based on the member's 60 consecutive highest creditable months of service. Members are eligible for retirement at the age of 65 with five years of service; or at the age of 60 with at least ten years of PSERS service credit; or at age 53 with 20 years of service. Benefits are actuarially reduced for each year that the member's age is less than 60 (with ten or more service credit years in PSERS), or less than 65 (with fewer than ten service credit years). There is no cap on years of service credit. Retirement before age 60 is considered an early retirement. PSERS members who retire before turning 60 receive reduced benefits. If retirement is at age 53 or older with at least 20 years of service, a 3% per year reduction for each year between the age at retirement and age 60 applies. PSERS Plan 2 retirement benefits are actuarially reduced if a survivor benefit is chosen. Other benefits include a COLA, capped at 3% annually. PSERS Plan 2 members are vested after completing five years of eligible service.

#### Contributions

The **PSERS Plan 2** employer and employee contribution rates are developed by the Office of the State Actuary to fully fund Plan 2. The rates are adopted by the Pension Funding Council and are subject to change by the Legislature. The Plan 2 employer rates include components to address the PERS Plan 1 UAAL.

The PSERS Plan 2 required contribution rates (expressed as a percentage of current-year covered payroll) for 2023 were as follows:

<b>PSERS Plan 2</b>		
<b>Actual Contribution Rates</b>	<b>Employer</b>	<b>Employee</b>
January - June 2023:		
PSERS Plan 2	6.60%	6.60%
PERS Plan 1 UAAL	3.85%	
Administrative Fee	0.18%	
<b>Total</b>	<b>10.63%</b>	<b>6.60%</b>
July - August 2023:		
PERS Plan 2/3	6.60%	6.60%
PERS Plan 1 UAAL	2.85%	
Administrative Fee	0.18%	
<b>Total</b>	<b>9.63%</b>	<b>6.60%</b>
September - December 2023:		
PERS Plan 2/3	6.73%	6.73%
PERS Plan 1 UAAL	2.97%	
Administrative Fee	0.20%	
<b>Total</b>	<b>9.90%</b>	<b>6.73%</b>

PSERS Plan 2 and PERS Plan 1 UAAL actual employer contributions for the year were \$2.6 million and employee contributions were \$1.7 million for a total county contribution of \$4.3 million for the year ended December 31, 2023.

#### **Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF)**

LEOFF was established in 1970, and its retirement benefit provisions are contained in Chapter 41.26 RCW. LEOFF membership includes all of the state's full-time, fully compensated, local law enforcement commissioned officers, fire fighters and, as of July 24, 2005, emergency medical technicians.

**LEOFF Plan 1** provides retirement, disability and death benefits. Retirement benefits are determined per year of service calculated as a percent of final average salary (FAS) as follows:

- 20+ years of service – 2% of FAS
- 10-19 years of service – 1.5% of FAS
- 5-9 years of service – 1% of FAS

The FAS is the basic monthly salary received at the time of retirement, provided a member has held the same position or rank for 12 months preceding the date of retirement. Otherwise, it is the average of the highest-paid consecutive 24 months' within the last ten years of service. Members are eligible for retirement with five years of service at the age of 50. Other benefits include a COLA. LEOFF 1 members were vested after the completion of five years of eligible service. The plan was closed to new entrants on September 30, 1977.

#### Contributions

Starting on July 1, 2000, **LEOFF Plan 1** employers and employees contribute 0%, as long as the plan remains fully funded. The LEOFF Plan 1 had no required employer or employee contributions for fiscal year 2023. Employers paid only the administrative expense of 0.20% of covered payroll.

**LEOFF Plan 2** provides retirement, disability and death benefits. Retirement benefits are determined as 2% of the FAS per year of service (the FAS is based on the highest-paid consecutive 60 months). Members are eligible for retirement with a full benefit at 53 with at least five years of service credit. Members who retire prior to the age of 53 receive reduced benefits. If the member has at least 20 years of service and is age 50 - 52, the reduction is 3% for each year prior to age 53. Otherwise, the benefits are actuarially reduced for each year prior to age 53. LEOFF 2 retirement benefits are also actuarially reduced to reflect the choice of a survivor benefit. Other benefits include a COLA (based on the CPI), capped at 3% annually. LEOFF 2 members are vested after the completion of five years of eligible service.

#### Contributions

The **LEOFF Plan 2** employer and employee contribution rates are developed by the Office of the State Actuary to fully fund Plan 2. The rates are adopted by the LEOFF Plan 2 Retirement Board and are subject to change by the Legislature.

Effective July 1, 2017, when a LEOFF employer charges a fee or recovers costs for services rendered by a LEOFF 2 member to a non-LEOFF employer, the LEOFF employer must cover both the employer and state contributions on the LEOFF 2 basic salary earned for those services. The state contribution rate (expressed as a percentage of covered payroll) was 3.41% in 2023.



The LEOFF Plan 2 required contribution rates (expressed as a percentage of covered payroll) for 2023 were as follows:

LEOFF Plan 2		
Actual Contribution Rates	Employer	Employee
January - August 2023:		
State and local governments	5.12%	8.53%
Administrative Fee	0.18%	
<b>Total</b>	<b>5.30%</b>	<b>8.53%</b>
September - December 2023:		
State and local governments	5.12%	8.53%
Administrative Fee	0.20%	
<b>Total</b>	<b>5.32%</b>	<b>8.53%</b>

LEOFF 2 actual employer contributions for the year were \$2.3 million and employee contributions were \$3.8 million for a total county contribution of \$6.1 million for the year ended December 31, 2023.

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 Office of the State Actuary and the LEOFF Plan 2 Retirement Board. This special funding situation is not mandated by the state constitution and could be changed by statute. For the state fiscal year ending June 30, 2023, the state contributed \$87,966,142 to LEOFF Plan 2. The amount recognized by the County as its proportionate share of this amount is \$1.3 million.

### Actuarial Assumptions

The total pension liability (TPL) for each of the DRS plans was determined using the most recent actuarial valuation completed in 2023 with a valuation date of June 30, 2022. The actuarial assumptions used in the valuation were based on the results of the Office of the State Actuary's (OSA) *2013-2018 Demographic Experience Study* and the *2021 Economic Experience Study*.

Additional assumptions for subsequent events and law changes are current as of the 2022 actuarial valuation report. The TPL was calculated as of the valuation date and rolled forward to the measurement date of June 30, 2023. Plan liabilities were rolled forward from June 30, 2022, to June 30, 2023, reflecting each plan's normal cost (using the entry-age cost method), assumed interest and actual benefit payments.

- **Inflation:** 2.75% total economic inflation; 3.25% salary inflation
- **Salary increases:** In addition to the base 3.25% salary inflation assumption, salaries are also expected to grow by service-based salary increase.
- **Investment rate of return:** 7.00%

Mortality rates were developed using the Society of Actuaries' Pub. H-2010 mortality rates, which vary by member status (e.g. active, retiree, or survivor), as the base table. OSA applied age offsets for each system, as appropriate, to better tailor the mortality rates to the demographics of each plan. OSA applied the long-term MP-2017 generational improvement scale, also developed by the Society of Actuaries, to project mortality rates for every year after the 2010 base table. Mortality rates are applied on a generational basis; meaning, each member is assumed to receive additional mortality improvements in each future year throughout their lifetime.



Methods did not change from the prior contribution rate setting June 30, 2021 Actuarial Valuation Report (AVR). OSA did make an assumption change to adjust LEOFF Plan 1/2 assets and LEOFF participant data to reflect certain material changes occurring after the June 30, 2022 measurement date.

### Discount Rate

The discount rate used to measure the total pension liability for all DRS plans was 7%.

To determine that rate, an asset sufficiency test was completed to test whether each pension plan's fiduciary net position was sufficient to make all projected future benefit payments for current plan members. Based on OSA's assumptions, the pension plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return of 7% was used to determine the total liability.

### Long-Term Expected Rate of Return

The long-term expected rate of return on the DRS pension plan investments of 7% was determined using a building-block-method. In selecting this assumption, OSA reviewed the historical experience data, considered the historical conditions that produced past annual investment returns, and considered Capital Market Assumptions (CMAs) and simulated expected investment returns provided by the Washington State Investment Board (WSIB). The WSIB uses the CMA's and their target asset allocation to simulate future investment returns at various future times.

### Estimated Rates of Return by Asset Class

The table below summarizes the best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation as of June 30, 2023. The inflation component used to create the table is 2.2% and represents the WSIB's most recent long-term estimate of broad economic inflation.

<b>Asset Class</b>	<b>Target Allocation</b>	<b>% Long-Term Expected Real Rate of Return Arithmetic</b>
Fixed Income	20%	1.50%
Tangible Assets	7%	4.70%
Real Estate	18%	5.40%
Global Equity	32%	5.90%
Private Equity	23%	8.90%
	<b>100%</b>	

### Sensitivity of the Net Pension Liability/(Asset)

The table below presents the County's proportionate share of the net pension liability calculated using the discount rate of 7%, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (6%) or 1-percentage point higher (8%) than the current rate.

Plan	1% Decrease		Current Discount Rate	1% Increase	
	6%		7%	8%	
PERS 1	\$	38,873,334	\$	27,824,791	\$ 18,182,009
PERS 2/3		62,833,843		(57,771,880)	(156,857,104)
PSERS 2		4,563,568		(2,943,135)	(8,867,569)
LEOFF 1		3,316,630		(3,740,396)	(4,107,867)
LEOFF 2		3,707,667		(22,392,951)	(43,754,067)

### Pension Plan Fiduciary Net Position

Detailed information about the State's pension plans' fiduciary net position is available in the separately issued DRS financial report.

### Pension Liabilities (Assets), Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2023, the County reported its proportionate share of the net pension liability of \$27.8 million and net pension assets of \$86.8 million. The County's proportionate share of the net pension liabilities and (assets) are as follows:

Plan	Liability (or Asset)
PERS 1	\$ 27,824,791
PERS 2/3	(57,771,880)
PSERS 2	(2,943,135)
LEOFF 1	(3,740,393)
LEOFF 2	(22,392,951)

The amount of the asset reported above for LEOFF Plans 1 and 2 reflects a reduction for State pension support provided to the County. The amount recognized by the County as its proportionate share of the net pension asset, the related State support, and the total portion of the net pension asset that was associated with the County were as follows:

	LEOFF 1 Asset	LEOFF 2 Asset
Employer's proportionate share	(3,740,393)	(22,392,951)
State's proportionate share of the net pension asset associated with the employer	(25,299,925)	(14,299,908)
TOTAL	\$ (29,040,318)	\$ (36,692,859)

At June 30, the County's proportionate share of the collective net pension liabilities was as follows:

Plan	Proportionate Share 6/30/22	Proportionate Share 6/30/23	Change in Proportion
PERS 1	1.236401 %	1.218925 %	(0.017476)%
PERS 2/3	1.432495 %	1.409523 %	(0.022972)%
PSERS 2	3.149262 %	2.775522 %	(0.373740)%
LEOFF 1	0.129541 %	0.126023 %	(0.003518)%
LEOFF 2	0.872442 %	0.933585 %	0.061143 %

Employer contribution transmittal received and processed by the DRS for the fiscal year ended June 30, 2023 are used as the basis for determining each employer's proportionate share of the collective pension amounts reported by the DRS in the *Schedules of Employer and Nonemployer Allocations* for all plans except LEOFF 1.

LEOFF Plan 1 allocation percentages are based on the total historical employer contributions to LEOFF 1 from 1971 through 2000 and the retirement benefit payments in fiscal year 2023. Historical data was obtained from a 2011 study by the Office of the State Actuary (OSA). The state of Washington contributed 87.12% of LEOFF 1 employer contributions and all other employers contributed the remaining 12.88% of employer contributions. LEOFF 1 is fully funded and no further employer contributions have been required since June 2000. If the plan becomes underfunded, funding of the remaining liability will require new legislation. The allocation method the plan chose reflects the projected long-term contribution effort based on historical data.

In fiscal year 2023, the state of Washington contributed 39% of LEOFF 2 employer contributions pursuant to RCW 41.26.725 and all other employers contributed the remaining 61% of employer contributions.

### Pension Expense

For the year ended December 31, 2023, the County recognized pension expense as follows:

Plan	Pension Expense
PERS 1	\$ (787,393)
PERS 2/3	(7,172,106)
PSERS 2	770,357
LEOFF 1	(240,338)
LEOFF 2	(300,779)
TOTAL	<u>\$ (7,730,259)</u>

### Deferred Outflows of Resources and Deferred Inflows of Resources

At December 31, 2023, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following:

<b>PERS 1</b>	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ —	\$ —
Net difference between projected and actual investment earnings on pension plan investments	—	(3,138,757)
Changes of assumptions	—	—
Changes in proportion and differences between contributions and proportionate share of contributions	—	—
Contributions subsequent to the measurement date	3,999,648	—
<b>TOTAL</b>	<b>\$ 3,999,648</b>	<b>\$ (3,138,757)</b>

<b>PERS 2/3</b>	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 11,768,066	\$ (645,489)
Net difference between projected and actual investment earnings on pension plan investments	—	(21,771,937)
Changes of assumptions	24,254,635	(5,286,555)
Changes in proportion and differences between contributions and proportionate share of contributions	653,656	(1,524,210)
Contributions subsequent to the measurement date	7,672,652	—
<b>TOTAL</b>	<b>\$ 44,349,009</b>	<b>\$ (29,228,191)</b>

<b>PSERS 2</b>	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ 920,930	\$ (757,327)
Net difference between projected and actual investment earnings on pension plan investments	—	(792,067)
Changes of assumptions	1,316,761	(512,140)
Changes in proportion and differences between contributions and proportionate share of contributions	367,279	(178,853)
Contributions subsequent to the measurement date	1,007,523	—
<b>TOTAL</b>	<b>\$ 3,612,493</b>	<b>\$ (2,240,387)</b>

<b>LEOFF 1</b>	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Differences between expected and actual experience	\$ —	\$ —
Net difference between projected and actual investment earnings on pension plan investments	—	(248,023)
Changes of assumptions	—	—
Changes in proportion and differences between contributions and proportionate share of contributions	—	—
Contributions subsequent to the measurement date	—	—
<b>TOTAL</b>	<b>\$ —</b>	<b>\$ (248,023)</b>

LEOFF 2	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 9,146,886	\$ (184,225)
Net difference between projected and actual investment earnings on pension plan investments	—	(4,738,300)
Changes of assumptions	5,720,197	(1,839,404)
Changes in proportion and differences between contributions and proportionate share of contributions	647,210	(2,022,121)
Contributions subsequent to the measurement date	1,071,483	—
<b>TOTAL</b>	<b>\$ 16,585,776</b>	<b>\$ (8,784,050)</b>

All Plans	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 21,835,882	\$ (1,587,041)
Net difference between projected and actual investment earnings on pension plan investments	—	(30,689,084)
Changes of assumptions	31,291,593	(7,638,099)
Changes in proportion and differences between contributions and proportionate share of contributions	1,668,145	(3,725,184)
Contributions subsequent to the measurement date	13,751,306	—
<b>TOTAL</b>	<b>\$ 68,546,926</b>	<b>\$ (43,639,408)</b>

Deferred outflows of resources related to pensions resulting from the County's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2024. Other amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended December 31:	PERS1	PERS 2/3	PSERS	LEOFF 1	LEOFF 2
2024	\$ (2,135,478)	\$ (10,691,503)	\$ (460,045)	\$ (170,053)	(2,014,639)
2025	(2,685,617)	(12,905,745)	(577,814)	(213,394)	(2,779,812)
2026	1,655,909	17,725,271	608,384	132,376	3,962,733
2027	26,429	6,460,769	111,069	3,049	1,361,660
2028	—	6,500,939	118,415	—	1,480,194
Thereafter	—	358,434	564,574	—	4,720,100
<b>Total Net Deferred (Inflows)/Outflows</b>	<b>\$ (3,138,757)</b>	<b>\$ 7,448,165</b>	<b>\$ 364,582</b>	<b>\$ (248,023)</b>	<b>6,730,236</b>

### **Deferred Compensation Plan**

Snohomish County offers a voluntary Deferred Compensation 457(b) plan that is currently administered by Nationwide to regular employees who are employed for 20 or more hours per week. A 457(b) Deferred Compensation plan is a retirement plan, created to serve governmental employees. IRS rules govern how much an employee can contribute to the plan each year. The County has various employee matching requirements based on the different union contracts. The deferred compensation plan is authorized by County Code section 3.34.030. The County's total contributions as a payroll expense/expenditure for 2023 was \$1.8 million.

### **Defined Benefit Other Postemployment Benefit (OPEB) Plans**

The following table represents the aggregate OPEB amounts for all plans subject to the requirements of Statement 75 for Postemployment Benefits Other than Pension for the year 2023:

<b>OPEB Plan Amounts</b>		
OPEB liabilities	\$	(3,409,908)
OPEB assets		—
Deferred outflows of resources		—
Deferred inflows of resources		—
OPEB expenses/expenditures	\$	202,709

### **OPEB Plan Description**

Snohomish County implemented Statement No. 75 of the Governmental Accounting Standards Board (GASB), Financial Reporting for Postemployment Benefits Other than Pension for fiscal year 2018 financial reporting. The County is considered a single employer defined benefit plan based on guidance provided in GASB Statement No. 75. The County has only one qualified OPEB plan, Law Enforcement Officers' and Fire Fighters' 1 (LEOFF 1), which is administered through the Snohomish County Disability Board. The Board was established pursuant to the authority of RCW 41.26.110 and Chapter 164, Washington Laws passed in 1988; and its powers, duties and responsibilities are established by state law. In the event of any conflict of these rules with State law, the latter apply. The Disability Board is composed of five members who serve two year terms. The current rules and regulations for administering LEOFF 1 OPEB may be amended, repealed or altered in whole or in part by a majority vote of the total membership of the County's LEOFF Disability Board. In June of each year, the rules and regulations are reviewed to assure:

- Provisions remain in conformance with Washington statutory and administrative codes and/or the Snohomish County Code.
- Provisions reflect current philosophy and intent of the Board.

LEOFF 1 Plan closed to new members October 1, 1977. The County's LEOFF 1 Plan currently has only inactive members. Plan members do not pay any contributions for benefits provided under the LEOFF 1 Plan and plan members do not share in any costs unless identified as not medically necessary through the Snohomish County Disability Board. The County's OPEB plan is available to LEOFF 1 members upon retirement. Coverage for members includes medical, prescriptions, dental, vision and long-term care. Eligibility provisions include being a full-time employee, and retiring at age 50 with a least 5 years of service. The amount of service credit doesn't affect a member's eligibility for a medical benefit if one of the following is true:

- Member is on disability leave or has taken a disability retirement.

- Member's service retirement date with LEOFF 1 is the day following separation from LEOFF 1 employment.

If a member ends employment before turning 50 and has fewer than 20 years of service credit, the member won't be eligible for a medical benefit.

Both pre-65 and post-65 coverage allows retirees to remain on County insurance in retirement past Medicare eligibility through the Medicare Advantage plan. The County pays for the full insurance premium cost for the retiree including the Medicare Part D premium cost. Any spousal and/or dependent premium cost is paid for by the retiree. The County will reimburse the retiree for any out-of-pocket medical expense that is deemed to be medically necessary as approved by the LEOFF 1 Disability Board. Should retiree coverage terminate, eligible spouse/dependent coverage may continue under COBRA provision when an applicable qualifying event occurs.

Coverage provisions include retirees not being permitted to remain on County dental, vision or long term care insurance in retirement. The county will reimburse the retiree for any out-of-pocket insurance expense for dental or vision expense that is deemed to be medically necessary. This reimbursement includes basic dental, vision, hearing aid, and long-term care costs as approved by the LEOFF Disability Board.

**Employees covered by benefit terms:** At December 31, 2023, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	47
Inactive employees entitled to but not yet receiving benefits	—
Active Employees	—
Total	<u>47</u>

The County's LEOFF 1 Plan has no assets accumulated in a qualifying trust that meets the criteria in paragraph 4 of GASB 75 and is funded on a pay-as-you-go basis.

Requirements of the County to pay OPEB benefits are established, and can be amended, in the Snohomish County Disability Board Rules document which is administered by the Snohomish County Disability Board. The document provides uniform methods of procedure for the conduct of business of the Snohomish County Disability Board including approval, payment of claims and a reconsideration process. Payment of OPEB benefits for the period ending December 31, 2023 was \$367,023.

### Assumptions and Other Inputs

The County's total OPEB liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions:

#### Assumptions: Economic

- Inflation: 2.25%
- Discount Rate used for the Total OPEB Liability:
 

Beginning of Year:	3.72%
End of Year:	3.26%



The discount rate used in the determination of the total OPEB liability is based on a combination of the expected long-term rate of return on plan assets and the Municipal Bond Rate. Because the County does not have a trust dedicated to the payment of OPEB benefits, only the Municipal Bond Rate is used in determining the total OPEB liability.

- High Quality 20 Year Tax-Exempt G. O. Bond Rate

Beginning of Year:	3.72%
End of Year:	3.26%

Municipal bond rate assumption is based on The Bond Buyer 20-Bond GO Index. The 20-Bond Go Index is based on an average of certain general obligation municipal bonds maturing in 20 years and having an average rating equivalent of Moody's Aa2 and Standard & Poor's AA. The rate shown in the Assumption section is the December 31, 2022 rate.

- Total Payroll Increases: 3.50%. The total payroll increase assumption of 3.5% equaled that same percentage from the prior valuation.
- Annual Blended Premiums: See accompanying table below. Annual claims were determined by an analysis of previous claims.

	Annual Blended Premiums			
	Under Age 65		Age 65 & Older	
	Retiree	Spouse	Retiree	Spouse
Medicare Advantage	N/A	N/A	\$3,497	N/A
Plan B	N/A	N/A	N/A	N/A
Medicare Part B	N/A	N/A	\$2,041	N/A

- Healthcare Cost Trend Rates: The initial trend rate is based on the 2023 Segal Health Plan Cost Trend Survey. The grading period and ultimate trend rates selected fall within a generally accepted range.

Plan	Initial Trend	Health Care Trend Rates			
		Ultimate Trend	Amount of Trend Decrease	Years Between Trend Decrease	Year Ultimate Trend Reached
Medicare Part B	4.30%	4.30%	—%	N/A	2023
County Insurance	4.20%	4.20%	—%	N/A	2023
Reimbursements	3.25%	3.25%	—%	N/A	2023

- Retiree Contribution Rates: Retirees do not contribute.

### Assumptions: Demographic

Election at Retirement: Coverage election at retirement assumption does not apply as all members are retired.

- LEOFF: 100%
- Spousal Election: Spousal coverage and reimbursement is not offered by the County. Therefore, spousal costs are not part of this analysis.

- Plan Participation Rate: Retirees are assumed to submit and receive approval for reimbursement by the County for costs at the following rates:

	<u>LEOFF 1</u>
Plan B - PPO	N/A
Medicare Advantage	100%
Medicare Part B	100%
Prescriptions	75%
Medical Services	15%
Medical Supplies	2%
Vision	35%
Dental	100%
Hearing Aids	8%
Assisted Living	25%

- Retiree Lapse Rates: Retirees receiving medical coverage are expected to lapse all coverages at age 65 at the following rates: LEOFF 1 - 0%
- Mortality Rates: LEOFF 1 Mortality follows the L&A Study for Firefigths 2020. These rates are experience weighted with the Sex Distinct Raw Rates as developed in the PubS-2010(A) Study improved to 2017 using MP-2019 Improvement Rates. These rates are then improved generationally using MP-2019 Improvement Rates.

The mortality rates were used to estimate the assumed ages at death. Assumptions follow the Alternative Measurement Method where noted.

#### **Assumption: Changes**

- Bond Rate: The assumed rate on High Quality 20-year Tax-Exempt G.O. Bonds was changed from 3.72% to 3.26% for the current year. The underlying index used is the Bond Buyer 20-Bond GO Index. The choice of index is unchanged from the prior year. The rate has been updated to the current fiscal year-end based on changes in market conditions as reflected in the Index. The change was made to reflect our understanding of the requirements of GASB under Statement 74 and Statement 75.
- Discount Rate: Since there is no trust dedicated exclusively to the payment of OPEB benefits, the discount rate used in the determination of the Total OPEB Liability was also changed from 3.72% to 3.26%.

#### **Notes on Assumptions**

- Salary Increases: The Total Payroll Increase assumption of 3.50% was based on a review of the 2013-2018 Demographic Experience Study for the Washington State Public Retirement System dated June 2020.
- Starting Per Capita Costs: Rates adjusted for "implicit" cost of covering retirees as dictated by the Alternative Measurement Method in GASB 74/75.

- **Election at Retirement:** The percentage of active employees assumed to continue the participation from the active medical plan into the retiree medical plan upon retirement is based on the current population. The percent of the active employees who have waived active coverage but are assumed to elect retiree coverage upon retirement is based on the current population.
- **Plan Participation:** The percentage of retirees assumed to submit and receive approval for reimbursement by the County is based on an analysis of five-year actual experience.
- **Spousal Coverage:** The percentage of active employees assumed to elect medical coverage for spouses in retirement is based on current population.
- **Retiree Lapse Rate:** The percentage of retirees receiving medical coverage, assumed to lapse all coverage at age 65, is based on the County's current population.
- **Expected Return on OPEB Plan Investments:** There is currently no expectation for future returns on OPEB plan assets since the OPEB obligation is an unfunded obligation. There is no trust dedicated exclusively to the payment of OPEB benefits.
- **Inflation Rate:** The Long-Term Inflation Expectation used is 2.25%, which is an underlying component of the discount rate and assumed health care trend rates.

#### Measure of Total OPEB Liability: Healthcare Trend Rate

The following presents the Total Net OPEB Liability to the Healthcare Cost Trend Rates assumption; including what the OPEB liability would be using a 1-percentage point decrease as well as what the OPEB liability would be using a 1-percentage point increase of the current trend rate.

	<b>1% Decrease % Varies</b>	<b>Current Healthcare Cost Trend Rate % Varies</b>	<b>1% Increase % Varies</b>
Total OPEB Liability (Asset)	\$3,213,944	\$3,409,908	\$3,621,124

#### Measure of Total OPEB Liability: Discount Rate

The following presents the total OPEB liability of the County calculated using the discount rate of 3.26%, as well as what the OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (2.26%) and a 1-percentage point higher (4.26%) than the current discount rate. The end of the year discount rate, 3.26% is being used and can be found listed in the Assumption changes section above.

	<b>1% Decrease (2.26)%</b>	<b>Current Discount Rate (3.26)%</b>	<b>1% Increase (4.26)%</b>
Total OPEB Liability (Asset)	\$3,587,902	\$3,409,908	\$3,247,386

The sensitivity of the Net OPEB Liability to the discount rate is based primarily on two factors:

1. The duration of the plan's expected benefit payments. Younger plans with benefit payments further in the future will be more sensitive to changes in the discount rate.
2. The funded percentage of the plan (ratio of the Net Position to the Total OPEB Liability). The higher the funded percentage, the higher the sensitivity to the discount rate.

### Changes in the Total OPEB Liability

The Total OPEB Liability for the current Fiscal Year has been developed based on the Actuarial Valuation Date December 31, 2022, and adjusted to the Measurement Date of December 30, 2023, based on procedures that conform to the Alternative Measurement Method and generally accepted actuarial principles and practices.

LEOFF 1	
<b>Total OPEB Liability at 01/01/2023</b>	\$ 3,574,222
Service cost	—
Interest	126,134
Changes of benefit terms	—
Differences between expected and actual experience	—
Changes of assumptions	76,575
Benefit payments (Employer Contributions)	(367,023)
Other changes	—
<b>Total OPEB Liability at 12/31/2023</b>	<u>\$ 3,409,908</u>

Assumptions or other inputs from 2023 that affected measurement of the county's total OPEB liability include:

- **Expected Decrease in Total OPEB Liability**

Each year the Total OPEB Liability is expected to increase with interest. The increases are offset by decreases in liability due to benefit payments. The expected Total OPEB Liability decrease for the current year was approximately \$241,000.

In addition to the expected decrease in Total OPEB Liability, additional changes in Total OPEB Liability occurred between the prior valuation and the current year. Below are the key components of those changes.

- **Demographic Experience**

Limited-year reporting does not update census information, claims, or premiums from the prior year's full valuation.

- **Plan Changes**

Limited-year reporting does not update plan provisions from the prior year's full valuation

- **Assumptions**

The Discount Rate was decreased from 3.72% for the Fiscal Year-Ended December 31, 2022 to 3.26% to better reflect the current high-quality fixed income environment. The underlying index used is the Bond Buyer 20-Bond G.O. Index. The rate has been updated to the current Fiscal Year-Ended based on changes in market conditions as reflected in the index. The rate selected is as of December 28, 2023, and is the most recent rate available prior to the Measurement Date. The change was made to reflect our understanding of the requirements for reporting under GASB Statement 75. The changes in assumptions resulted in an increase in the Total OPEB Liability in the current year of approximately \$77,000.

There are no insurance contracts purchased by the County to cover benefit payments.

There are no changes between the measurement date of the County's total OPEB liability and the County's reporting date that are expected to have a significant effect on the total OPEB liability and the amount of the expected resultant change in the total OPEB liability.

The OPEB Expense/(Income) recognized by the County in the current reporting period is \$202,709.

At December 31, 2023, the County reported zero deferred outflows of resources and zero deferred inflows of resources related to OPEB because there are no LEOFF 1 active members. When there are no active members all items must be recognized as an OPEB expense in the current reporting period.

Because LEOFF is made up of Law Enforcement Officers and Fire Fighters, both the Sheriff's Office and Airport are charged their proportionate share of OPEB liability.

#### **4.B Risk Management**

Snohomish County is exposed to various risks of loss, including theft, property damage, or destruction of assets, business interruption, errors and omissions, injuries to employees, and natural disasters.

The County uses two internal service funds to account for and finance property/casualty, worker's compensation, unemployment, and employee medical and dental benefits self-insurance programs. The County has a professional claims adjuster position to adjudicate all general liability claims not directly handled by the Prosecuting Attorney's Office, Civil Division, per County Code 2.90.060. The County contracts with third-party claim administrators to manage workers' compensation and employee medical benefits claims. Unemployment claims are administered through Washington State Department of Employment Security. The Civil Division of the County's Prosecuting Attorney's office handles all liability lawsuits and, when requested, claims. The County is self-insured for \$5 million and procures \$50 million excess insurance for damages and/or legal actions settled for more than \$5 million. There were no settlements in excess of the insurance coverage in the past three years.

Claims settlements and loss expenses are reported in the Insurance Fund and the Employee Benefit Fund. These funds are responsible for collecting interfund premiums from insured funds and departments, for paying claims and settlements, and for purchasing certain excess insurance policies. Interfund premiums are assessed on the basis of claims experience, insurance policy purchases, and risk management programs. The County's established liabilities for probable losses for 2022 and 2023 are:

	Worker's Compensation		General Liability		Total	
	2023	2022	2023	2022	2023	2022
Claims Liability, Beginning of Year	\$ 4,645,580	\$ 4,512,942	\$ 21,167,021	\$ 18,056,362	\$ 25,812,601	\$ 22,569,304
Incurred Claims and Changes	3,792,427	2,738,004	3,641,388	6,378,736	7,433,815	9,116,740
Payments on Claims	(2,871,676)	(2,605,366)	(4,978,810)	(3,268,077)	(7,850,486)	(5,873,443)
Claims Liability, End of Year	<u>\$ 5,566,331</u>	<u>\$ 4,645,580</u>	<u>\$ 19,829,599</u>	<u>\$ 21,167,021</u>	<u>\$ 25,395,930</u>	<u>\$ 25,812,601</u>
Claims Liability, Current Portion	\$ 1,864,128	\$ 1,432,109	\$ 3,672,639	\$ 3,977,216	\$ 5,536,767	\$ 5,409,325
Claims Liability, Long term Portion	3,702,203	3,213,471	16,156,960	17,189,805	19,859,163	20,403,276
Claims Liability, End of Year	<u>\$ 5,566,331</u>	<u>\$ 4,645,580</u>	<u>\$ 19,829,599</u>	<u>\$ 21,167,021</u>	<u>\$ 25,395,930</u>	<u>\$ 25,812,601</u>

### **Insurance Fund**

The Insurance Fund accounts for the County's property/casualty insurance program. Established in 1977, this fund accounts for the County's exposures to loss due to the tortuous conduct of the County and includes, but is not limited to, those damages which are commonly covered by commercial general liability, business/automobile liability, employment practices and public official errors and omissions policies. In addition to its general liability insurance coverages and excess liability policies, the County insurance fund, also self-funds Public Records Act violation settlements and has specific liability insurance policies to cover some of its other exposures, and coverage for protection against other types of losses. The Insurance Fund also funds policy deductibles.

The fund also accounts for all Risk Management programs, including safety and worker's compensation. The County is self-insured for workers' compensation as certified under the Revised Code of Washington, Industrial Insurance Act, and Title 51. Additionally, the County purchases an Excess Workers' Compensation insurance policy with statutory limits.

General liability and worker's compensation claim estimates are based on an actuarial analysis prepared by AMI Risk Consultants in February of each year. The estimate includes all pending claim reserves and estimates for incurred, but not yet received, claims (IBNR). The estimated liability for unpaid claims that are recorded at present value and discounted at 3.5% in the financial statements as of December 31, 2023, is \$25.4 million.

Unemployment compensation benefits are expensed quarterly as claims are billed from the Washington State Department of Employment Security. All interfund premiums are assessed on loss history, and are reported as revenues in the Insurance Fund, and as expenses or expenditures by insured funds.

### **Employee Benefits Program Fund**

The Employee Benefits Program Fund accounts for medical, dental, vision, life, accidental death and dismemberment, long-term-disability, and other benefits, including LEOFF 1 retiree medical benefits. The benefits offered by the County include both self-insured medical and vision plans, which the County offers to employees, outside district subscribers, and COBRA subscribers. Snohomish County retirees may participate in a self-insured retiree medical insurance plan. Eligible LEOFF 1 retirees participate in a fully insured Medicare Advantage Plan. Interfund premiums are calculated on a per subscriber per month basis and charged to departments through composite rates that include expected claims, expenses, premiums, and administrative expenses. In most cases, employees contribute towards medical insurance premiums.

#### 4.C Commitments, Contingencies, and Legal Matters

Snohomish County has recorded in its financial statements all material liabilities, including an estimate for situations not yet resolved, but where, based on available information, management believes it is probable that the County will have to make payment. All known or pending claims are properly recognized within the recorded liabilities of the Snohomish County insurance fund, or are covered by insurance policies.

##### **Financial Guarantees**

The County has a Contingent Loan Agreement in place with a local entity that provides housing for low-income persons/families in Snohomish County. The Contingent Loan agreement was created to assist with debt service payments in the event that the entity is unable to meet their debt service obligation for certain bonds named in the Contingent Loan Agreement. RCW 35.83.050 states that a County located in whole or in part within the area of operation of a housing authority may lend or donate money to a housing authority. The agreement remains in effect until the debt is paid in full. The agreement notes that if the County does make debt service payments on behalf of the entity that the entity is required to pay back the County. In the event that the entity doesn't repay the County, the County has the option to call the bonds early or take over management of the project that the debt relates to.

The County does not anticipate that it will become necessary to fulfill this guarantee, therefore no liability has been recorded. The Contingent Loan agreement is as follows:

Issuer	Debt Issue Year	Outstanding Principal at 12/31/23	Final Bond Maturity
Washington State Housing Finance Commission (Housing Authority of Snohomish County)	2010	\$ 1,140,000	7/1/2045

The County administers 2 programs, the Residential Energy Efficiency Loan program and the Clean Water Loan program. There are agreements in place with a local credit union in which the County has established loan loss reserves (LLR) of 5% and 10%, respectively, of the outstanding loan balances for the loans that the credit union has extended to individuals under these two programs. The LLR for the Residential Energy Efficiency Program began in March of 2012 and continues to December 2031. It has an LLR balance of \$262 thousand as of December 31, 2023. The Clean Water Loan Program started in March of 2015 and continues through December 2045 and has an LLR balance of \$18 thousand as of December 31, 2023. In both agreements when there are loan defaults the credit union recovers 90% of the defaulted loans from the LLR's and when they make recoveries on those defaults they replenish the LLR at 90% of the recovery. Defaults and recoveries are occasional but not easily estimable and are immaterial to the programs.

##### **Contracts**

###### *Regional Disposal*

In June 1992, Solid Waste Management entered into a waste export contract with Republic Services (formerly known as Regional Disposal Company), to transport Snohomish County's solid waste to Republic Services' Klickitat County, Washington, landfill. The County agrees to deliver 95% of its solid waste (net of recyclable and construction debris) or 150 thousand tons per year, whichever is greater. The new contract with Republic Services went into effect May 16, 2018 and concludes on January 15, 2028. At the end of 2023, Snohomish County was paying Republic Services \$57.27 per ton for disposal of municipal solid waste delivered from the County transfer stations. The County paid Republic Services \$41.5 million in 2023. Annual encumbrances related to this contract are established at the beginning of each year.



### *Passenger Terminal*

On March 4, 2019, Propeller Airports Paine Field, LLC (Propeller) opened a new passenger terminal serving one airline and over one million passengers annually. The Airport entered a thirty year land lease with Propeller and the option to renew for two additional periods of ten years each. The land lease is set at fair market value (FMV) and is adjusted every three years to current FMV. In addition, the Airport receives 5% of annual gross revenues. Propeller owns and operates the terminal which provides: auto-parking, aircraft ground handling services, concessionaires (food), baggage handling services, airline common use gates and check in kiosks, and aircraft parking.

### *Future of Flight*

Beginning October 17, 2018, Snohomish County leased the Future of Flight Aviation Center to the Boeing Company for an initial term of ten years. Boeing has two extended options of five years each for a total of twenty years which is longer than the maturity of the refinanced taxable bonds. The Future of Flight general obligation tax exempt bonds were refinanced to taxable bonds per the new lease agreement.

The leased space is used for Boeing Tour Center related activities, including theater and conference presentations, special events, educational programs, and a gift shop. Boeing must always keep it as a public facility per their lease agreement.

### *Dreamlifter Operations Center*

The Dreamlifter Operations Center was constructed in 2013 and funded with a twenty year bond. The facility was originally leased to the Boeing Company. In 2021, the lease interest was assigned to FedEx. FedEx currently leases it at fair market value which funds the building's debt service. In addition, FedEx pays a land rent for the facility and additional ramp area, with rent adjusted to fair market value every three years.

### **Construction**

At December 31, 2023, the County had pending construction project contracts in progress. The commitments related to the remaining contract balances are summarized as follows:

	Expended Through 12/31/2023	Remaining Commitment
<b>Governmental Activities</b>		
County Roads	\$ 96,089,984	\$ 16,929,209
Parks Construction	30,616,408	9,376,006
Facilities	9,901,365	9,933,381
<b>Total Governmental Activities</b>	<b>136,607,757</b>	<b>36,238,596</b>
<b>Business-Type Activities</b>		
Airport	31,990,700	13,393,222
Solid Waste	3,999,579	2,492,027
Surface Water	18,601,714	3,756,892
<b>Total Business-type Activities</b>	<b>54,591,993</b>	<b>19,642,141</b>
<b>Total Primary Government</b>	<b>\$ 191,199,750</b>	<b>\$ 55,880,737</b>

All significant encumbrances for construction contracts are included in the above amounts and are established at the beginning of each year.



### **Public-Private Partnerships (PPP)**

Snohomish County has an agreement with High Road Promotions, LLC under which they will operate and collect user fees from the motor sport and multi-event venue located at the Evergreen State Fairgrounds until November 1, 2026 with two five-year options to extend. High Road Promotions, LLC pays Snohomish County a base installment payment six times each year and a monthly ticket revenue sharing payment. The incremental borrowing rate of 4.2716% was used to measure the receivable for the base installment payments.

Snohomish County reports a current receivable of \$78 thousand, accrued interest receivable of \$15 thousand, a long term receivable of \$1.4 million and deferred inflow of resources in the amount of \$1.4 million at year end pursuant to the agreement. \$55 thousand was recognized as revenue for ticket sharing for 2023.

### **Grant Program Involvement**

The County participates in various federal or state grant/ loan programs. The grant/ loan programs are often subject to additional audits by agents of the granting or loaning agency, the purpose of which is to ensure compliance with the specific conditions of the grant or loan. Any liability for reimbursement that may arise as a result of these audits cannot be reasonably determined at this time, although it is believed the amount, if any, would not be material.

### **Environmental Liabilities**

Snohomish County maintains and monitors several landfills throughout the County. The level of attention for each landfill differs, but at a minimum all sites require visual inspections on a routine basis. These landfills, except for the Cathcart landfill, were closed before October 4, 1988, and are not required to have financial assurance plans as identified in WAC 173-304-407 and 173-304-467, but still must be managed and monitored on a regular basis.

In 2016, under the terms of a settlement agreement, the County agreed to take ownership of a landfill and certain surrounding property necessary to provide an appropriate environmental buffer. The County received a total of \$6.6 million from the former owner (through their insurers) and other liable parties to pay for the costs of clean-up, closing, and long-term monitoring of the landfill which is currently reported as a liability. The County is currently working with the property owners to finalize the terms of the property transition. The County has contracted with a consultant and is currently working with the Department of Ecology to complete the Cleanup Action Plan and enter into an Agreed Order to administer the cleanup. The landfill is currently inactive and the County is in the process of closing the landfill in compliance with state, local, and federal requirements.

Snohomish County performs certain maintenance and monitoring functions to the closed Cathcart landfill site as required by state, local, and federal laws and regulations. These functions are performed for a minimum of twenty years after closure or until the site is stabilized. The landfill was closed in 1992; therefore, we consider landfill capacity 100% used to date with zero years remaining landfill life.

Recent legislation that pertains to the Cathcart landfill requires non-methane organic carbon sampling to be consistent with the requirements under 40 CFR 62.16718(a)(3) [previously 40 CFR 60.754(a)(3)] and 40 CFR 63.1959(a)(3). Additionally, new legislation via WAC 173-441-085, requires greenhouse gas emissions to be verified by an Ecology approved third-party vendor for sites that emit greater than the MTCO<sub>2</sub>E threshold. To assess the extent and impact of these requirements, Snohomish County is working with consultants to determine sampling protocols, analysis needs and reporting requirements to meet these initial standards. Further analysis is planned for 2024. At this time we do not have an estimate of how much this change in the law will impact future monitoring costs.

### **Litigation**

The County is a party to various legal proceedings which normally occur in the course of governmental operations. The financial statements include actuarial accruals for loss contingencies that may result from these proceedings.

### **Note 5 Reconciliation of Government-Wide and Fund Financial Statements**

#### **5.A Explanation of Differences between the Governmental Fund Balance Sheet and the Government-Wide Statement of Net Position**

Total fund balances for the governmental funds balance sheet differs from net position of governmental activities as reported in the statement of net position due to the accounting methods used to prepare these statements. The governmental funds balance sheet is presented on a modified accrual basis and the statement of net position is presented on a full accrual basis. In addition, net internal service fund activity is included in government activities on the statement of net position. Details of the differences between these two presentations are as follows:

#### **Capital Related Items**

When capital assets that are to be used in governmental activities are purchased or constructed, the cost of those assets are reported as expenditures in governmental funds. However, the statement of net position included those capital assets among the assets of the County as a whole.

Costs of Capital Assets	\$ 2,543,122,636
Accumulated Depreciation	<u>(1,115,597,931)</u>
Capital Assets, Net	1,427,524,705
Investment in Joint Venture	<u>5,233,313</u>
Total Capital Assets	<u><u>\$ 1,432,758,018</u></u>

#### **Long-Term Debt Transactions**

Long-term liabilities and related deferred charges applicable to the County's governmental debt activities are not due and payable in the current period, and accordingly, are not reported at the fund level. All debt liabilities (both current and long-term) are reported in the statement of net position.

Unamortized Bond Premiums, Discounts, and Deferred Gain/Loss	\$ (30,123,714)
Interest Payable on Long-Term Debt (Accrued Liabilities)	(2,682,591)
Current Portion of Long-Term Debt	(20,433,980)
Noncurrent Portion of Long-Term Debt	<u>(314,077,065)</u>
Total Long-Term Debt	<u><u>\$ (367,317,350)</u></u>

#### **Internal Service Funds**

The internal service funds are included in governmental activities in the statement of net position because they primarily serve governmental activities of the County.

Internal Service Funds Total Current Assets	\$ 112,671,216
Internal Service Funds Total Non-Current Assets, Net	<u>80,346,713</u>
Internal Service Funds Total Assets	193,017,929
Internal Service Funds Total Deferred Outflow of Resources	5,038,987
Internal Service Funds Total Current Liabilities	(34,879,771)
Internal Service Funds Total Non-Current Liabilities	<u>(35,999,769)</u>
Internal Service Funds Total Liabilities	(70,879,540)
Internal Service Funds Total Deferred Inflow of Resources	(5,928,590)
Internal Service Funds Net Position	<u><u>\$ 121,248,786</u></u>

#### **Other Full Accrual Adjustments**

Compensated Absences Payable	\$ (26,432,732)
Pension Related Items	71,110,550
Offset to Unavailable Property Taxes	1,705,304
Interest and Penalties Receivable Property Tax	4,720,181
Offset to Unavailable Revenue	13,751,386
Court Accounts Receivable	33,074,900
Court Allowance for Bad Debts	(30,175,491)
Other Full Accrual Adjustments	<u>(974,157)</u>
Total	<u><u>\$ 66,779,941</u></u>

#### **5.B Explanation of Differences between Governmental Fund Operating Statements and the Statement of Activities**

Details of the differences between these two presentations are as follows:

##### **Capital Related Items**

When capital assets that are to be used in governmental activities are purchased or constructed, the resources expended for those assets are reported as expenditures in governmental funds. However, in the statement of activities, the costs of those assets are allocated over their estimated useful lives and reported as depreciation expense. As a result, fund balance decreases by the amount of financial resources expended, whereas net position decreases by the amount of depreciation expense charged for the year. In addition, assets donated or contributed to the County's governmental activities do not provide current financial resources and, therefore, are not reported as revenues in governmental funds.

Capital Related Expenditures	\$ 43,321,910
Depreciation Expense	(72,594,531)
Subtotal	(29,272,621)
Contributions and Donations (Capital Donations)	70,217,626
Gain/Loss on Capital Assets	(73,375)
Equity Adjustment in Joint Venture	1,672,397
Subtotal	71,816,648
Increase (Decrease) in Net Position	<u>\$ 42,544,027</u>

#### **Internal Service Funds Revenues and Expenses**

The revenues and expenses of the internal service funds are included in governmental activities in the statement of activities because they primarily serve governmental activities of the County.

Internal Service Funds Total Operating Revenues	\$ 156,991,695
Internal Service Funds Total Operating Expenses	(149,911,479)
Internal Service Funds Total Non-Operating Revenue/Expenses	5,670,656
Internal Service Funds Net Transfers, Special Items, & Contributions	(1,703,347)
Internal Service Funds Net Income (Loss)	<u>\$ 11,047,525</u>

#### **Other Full Accrual Adjustments**

Some revenues and expenses reported in the statement of activities do not represent a change in current financial resources and, therefore, are not reported as revenues and expenditures in the governmental funds.

Adjustments to equity relating to long-term assets and liabilities do not require the use of current financial resources and, therefore, are not reported as expenditures or revenues in governmental funds.

Recognize Unavailable Property Taxes	\$ (834,164)
Penalties and Interest on Property Taxes	(214,633)
Recognize Unavailable Revenue	12,454,271
Adjust Liability for Compensated Absences	(3,510,991)
Items related to Pensions	27,985,189
Court Fines	(785,637)
Other full accrual adjustments	(20,309)
Total Increase (Decrease) to Net Position	<u>\$ 35,073,726</u>

#### **Note 6 Pollution Remediation Obligations**

The Roads Division of the County's Public Works Department currently has two adjacent parcels of land that may have pollution remediation impacts. The Washington State Department of Ecology (DOE) has given concurrence that no further remediation is needed on a portion of the property. However, at this time, remediation efforts are currently progressing on the remaining portion. This is being coordinated with DOE. There is currently no estimate for, nor means to estimate, the range of possible costs until DOE's review is complete.

In addition, the County Public Works Roads Division discovered contamination at their 17-acre Arlington Roads Maintenance and Operations Facility located in Arlington, WA. This facility will be subject to redevelopment in 2024-2027. Remediation will be a component of this redevelopment and is currently estimated to cost \$890 thousand.

The DOE has given notice to Snohomish County Airport that they are a potential liable party under the Model Toxics Control Act for the TECT Aerospace Everett site. Snohomish County Airport is working with DOE to create a cleanup plan. There is currently no estimate for, nor means to estimate, the range of possible costs it will take to clean up the site.

## **Note 7 Joint Ventures, Joint Boards and Related Organizations, and Related Party Transactions**

### **7.A A Joint Ventures**

#### **Investment in Joint Ventures**

**AHA – Alliance for Housing Affordability:** In September 2013, Snohomish County joined the cities of Edmonds, Everett, Granite Falls, Lake Stevens, Lynnwood, Marysville, Mill Creek, Mountlake Terrace, Mukilteo, Snohomish, and the Town of Woodway to establish the Alliance for Housing Affordability (AHA). The agreement was amended in May 2014 to add the City of Arlington and in June 2014 to add the City of Stanwood.

The purpose of AHA is to cooperatively formulate affordable housing goals and policies and to foster efforts to provide affordable housing by providing expertise and information to member jurisdictions. Operating funding is provided by the members.

AHA is governed by a Joint Board composed of an elected official from each member. The Joint Board is responsible for review and approval of all budgetary, financial, policy, and contractual matters. The Board is assisted by an administrative staff housed at the Housing Authority for Snohomish County (HASCO). Fiscal agent duties were transferred to HASCO during fiscal year 2018.

Each member is responsible for contributing operating revenues as determined from the AHA annual budget. Contributions from the members are based on each member's population. A grant from the Gates Foundation provided \$50 thousand to assist with the first two years of organizational start-up. Snohomish County's equity share for 2023 is:

<b>Fiscal Year 7/1/23-6/30/24</b>	<b>AHA's Total Fiscal Year Budget</b>	<b>Snohomish County's Share of Budget</b>	<b>Snohomish County's Share as % of Total AHA Budget</b>
2023	\$157,674	\$48,545	30.79%

Members withdrawing from the agreement relinquish all rights to any reserve funds, equipment, or material purchased. Upon dissolution, the agreement provides for distribution of net assets among the members based on the percentage of the total annual contributions during the period of the Agreement paid by each member.

Additional financial information can be obtained from HASCO, 12711 4th Ave W, Everett, WA 98204 or from Alliance for Housing Affordability, 12711 4th Ave W, Everett, WA 98204.

### **Snohomish County 911**

Snohomish County 911, a cash basis special purpose district, was established via an interlocal agreement between Snohomish County, the cities, towns, fire districts, police districts, and other service districts to jointly establish, maintain and operate a support communications center. Snohomish County 911 takes 911 calls and performs emergency dispatch services for local governmental agencies including police, fire and medical aid. Control of Snohomish County 911 is with a 16 member Board of Directors as specified in the Interlocal Agreement.

In the event of the dissolution of Snohomish County 911, any remaining equity shall be returned to the parties to this Agreement and shall be apportioned between Principals based on the ratio that the average of each Principals' contributions to the operating budget over the preceding five (5) years bears to the total of all the remaining Principals' User Fees paid during such five-year period. Before deducting the payment of all costs, expenses and charges validly incurred, Snohomish County's equity share is \$5.2 million as of December 31, 2023.

Complete financial statements for Snohomish County 911 can be obtained from Snohomish County 911's administrative office at 1121 SE Everett Mall Way, Suite 200, Everett, WA 98208.

## **7.B Joint Boards and Related Organizations**

The County Council and Executive are appointed to or appoint individuals to numerous boards and committees. At this time, the County does not believe we have the ability to be the primary influence in the management or operating policies of the organizations. For example, Snohomish County represents 4 out of 11 Board of Directors of the North Sound Behavioral Health Administrative Services Organization. The North Sound Behavioral Health Administrative Services Organization was formed by an interlocal agreement that included Island, San Juan, Whatcom, Skagit, and Snohomish Counties to provide mental illness and substance abuse services.

## **7.C Related Party Transactions**

Three members of the Snohomish County Council have been appointed per RCW 27.15.030 as the governing body of our local library capital facility areas (LCFA). The legislature found that it is in the interests of the people of the state of Washington to be able to establish library capital facility areas as quasi-municipal corporations and independent taxing units existing within the boundaries of the county for the purpose of financing the construction of capital library facilities.

Snohomish County entered into an interlocal agreement with Snohomish County Public Facilities District (PFD) for accounting services including preparation of financial statements. Pursuant to this agreement, the PFD pays the County an annual fee of \$24 thousand. The County may also receive reimbursements for various minor miscellaneous expenses.

## **Note 8 Tax Abatements**

As of December 31, 2023, the County has no direct tax abatement agreements.

The County is affected indirectly by several State tax abatement agreements per Washington State RCW.

The State property tax abatements that affect the County are:

<b>State RCW</b>	<b>Purpose</b>	<b>Amount of Taxes Abated</b>	
84.14.020	Multi-Unit Urban Housing Exemption	\$	281,812
84.36.010 (2)	Tribal Property Used for Economic Development Purposes		215,313
84.25	Targeted Urban Areas		5,752
39.104	Local Revitalization Financing		48,137
		\$	551,014

The State sales, use and B&O tax abatements that affect the County are:

State RCW	Purpose	Amount of Taxes Abated
82.63	High Technology Sales and Use Tax Deferral	\$ 58,739 *
82.63	High Technology Sales and Use Tax Deferral - PTBA	See note A below
82.75	Biotechnology and Medical Device Manufacturing Sales and Use Tax Deferral	3,398 *
82.08.975/ 82.12.975	Exemption for Computer Hardware, Software and Peripherals	47,780 *
82.08.975/ 82.12.975	Exemption for Computer Hardware, Software and Peripherals - PTBA	1,143 *
		<u>\$ 111,060</u>

\* 2023 FY State Department of Revenue Estimates

**A** - The State has identified these abatements applying to Snohomish County, but because there are fewer than 3 taxpayers that received these deferral/exemption categories, the State is not legally allowed to disclose specific information.

### **Note 9 Passenger Facility Charges**

The Airport, through an agreement with the Federal Aviation Administration (FAA), and in conjunction with commercial airlines operating at the Airport, has implemented a Passenger Facility Charge of \$4.50 per enplaned passenger. These fees are collected by the airline as part of the pricing of each ticket and are remitted quarterly to the Airport from PFC Automated Clearing House (ACH). Passenger Facility Charges collected and remitted can only be used for capital projects approved by the participating airlines and the FAA. Fees earned during 2023 totaled \$1.2 million, and are shown on the Airport's Statement of Revenues, Expenses, and Changes in Net Position as part of Capital Contributions.

### **Note 10 Special Item**

In June of 2022, the County Council authorized the County Executive to issue notice to the Snohomish Health District of the intent of Snohomish County to withdraw from the District and immediately create a new health department within Snohomish County effective January 1, 2023. Ordinance 22-061 created the new department and the County assumed operations of the Snohomish Health District. This decision was made to strengthen public health in Snohomish County and ensure public health remains a central focus of our region.

The Snohomish Health District was officially dissolved on January 10, 2024. All assets and liabilities of the district under the current financial resources measurement focus in the amount of \$18,677,250 and \$21,645,080 under the economic measurement focus were assumed by the County. There is a \$6,149,185 difference in the economic measurement focus from the Snohomish Health District's December 31, 2022, annual financial statements since the County did not assume the other employee benefit obligations that the District had with the State of Washington.

**Note 11 Subsequent Events**

On September 4, 2024, Council passed Ordinance 24-070 authorizing the issuance of LTGO bonds in the amount of \$9.0 million to finance the Airport Inner Terminal Ramp Reconstruction Project. The County intends to issue the bonds on October 1, 2024.



Schedule of Proportionate Share of the Collective Net Pension Liability  
As of June 30 Measurement Date  
Last 10 Fiscal Years\*

<b>Public Employee's Retirement System (PERS) Plan 1</b>					
	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
County's proportion of the net pension liability (asset)	1.22%	1.24%	1.25%	1.30%	1.36%
County's proportionate share of the net pension liability (asset)	\$ 27,824,791	\$ 34,425,941	\$ 15,321,883	\$ 45,988,461	\$ 52,138,207
County's covered payroll	\$ 259,555,149	\$ 236,795,616	\$ 192,304,082	\$ 194,543,330	\$ 187,710,633
County's proportionate share of the net pension liability as a percentage of covered payroll	10.72%	14.54%	7.97%	23.64%	27.78%
Plan fiduciary net position as a percentage of the total pension liability	80.16%	76.56%	88.74%	68.64%	67.12%
<b>Public Employee's Retirement System (PERS) Plan 2/3</b>					
	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
County's proportion of the net pension liability (asset)	(1.41%)	(1.43%)	(1.42%)	1.47%	1.54%
County's proportionate share of the net pension liability (asset)	\$ (57,771,880)	\$ (53,128,102)	\$ (141,868,055)	\$ 18,794,541	\$ 14,914,702
County's covered payroll	\$ 196,526,109	\$ 179,499,955	\$ 171,246,601	\$ 170,657,991	\$ 167,157,028
County's proportionate share of the net pension liability as a percentage of covered payroll	(29.40%)	(29.60%)	(82.84%)	11.01%	8.92%
Plan fiduciary net position as a percentage of the total pension liability	107.02%	106.73%	120.29%	97.22%	97.77%
<b>Public Safety Employee's Retirement System (PSERS) Plan 2</b>					
	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
County's proportion of the net pension liability (asset)	(2.78%)	(3.15%)	(2.97%)	(3.66%)	(4.03%)
County's proportionate share of the net pension liability (asset)	\$ (2,943,135)	\$ (2,251,722)	\$ (6,832,649)	\$ (504,003)	\$ (523,517)
County's covered payroll	\$ 21,179,899	\$ 21,390,353	\$ 20,210,032	\$ 22,441,637	\$ 18,632,770
County's proportionate share of the net pension liability (asset) as a percentage of covered payroll	(13.90%)	(10.53%)	(33.81%)	(2.25%)	(2.81%)
Plan fiduciary net position as a percentage of the total pension liability	107.90%	105.96%	123.67%	101.68%	101.85%
<b>Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF) Plan 1</b>					
	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
County's proportion of the net pension liability (asset)	(0.13%)	(0.13%)	(0.13%)	(0.14%)	(0.14%)
County's proportionate share of the net pension liability (asset)	\$ (3,740,393)	\$ (3,716,030)	\$ (4,537,088)	\$ (2,553,793)	\$ (2,722,900)
State's proportionate share of the net pension liability (asset) associated with the employer	(25,299,925)	(25,135,134)	(30,688,753)	(17,273,792)	(18,417,630)
<b>TOTAL</b>	<b>\$ (29,040,318)</b>	<b>\$ (28,851,164)</b>	<b>\$ (35,225,841)</b>	<b>\$ (19,827,585)</b>	<b>\$ (21,140,530)</b>
County's covered payroll	\$ —	\$ —	\$ —	\$ —	\$ 9,388
County's proportionate share of the net pension liability as a percentage of covered payroll	0.00%	0.00%	0.00%	0.00%	(29,004.05%)
Plan fiduciary net position as a percentage of the total pension liability	175.99%	169.62%	187.45%	146.88%	148.78%
<b>Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF) Plan 2</b>					
	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
County's proportion of the net pension liability (asset)	(0.93%)	(0.87%)	(0.87%)	(0.89%)	(0.89%)
County's proportionate share of the net pension liability (asset)	\$ (22,392,951)	\$ (23,710,339)	\$ (50,508,109)	\$ (18,250,513)	\$ (20,599,988)
State's proportionate share of the net pension liability (asset) associated with the employer	(14,299,908)	(15,359,041)	(32,583,244)	(11,669,820)	(13,490,232)
<b>TOTAL</b>	<b>\$ (36,692,859)</b>	<b>\$ (39,069,380)</b>	<b>\$ (83,091,353)</b>	<b>\$ (29,920,333)</b>	<b>\$ (34,090,220)</b>
County's covered payroll	\$ 41,389,629	\$ 35,470,885	\$ 33,600,579	\$ 33,987,445	\$ 31,359,702
County's proportionate share of the net pension liability as a percentage of covered payroll	(54.10%)	(66.84%)	(150.32%)	(53.70%)	(65.69%)
Plan fiduciary net position as a percentage of the total pension liability	113.17%	116.09%	142.00%	115.83%	119.43%

Notes to Schedule:

- Covered payroll is the payroll on which contribution to a pension plan are based.

Schedule of Proportionate Share of the Collective Net Pension Liability  
As of June 30 Measurement Date  
Last 10 Fiscal Years\*

<b>Public Employee's Retirement System (PERS) Plan 1</b>					
	2018	2017	2016	2015	2014
County's proportion of the net pension liability (asset)	1.39%	1.38%	1.42%	1.45%	1.50%
County's proportionate share of the net pension liability (asset)	\$ 62,009,453	\$ 65,640,277	\$ 76,063,753	\$ 75,995,317	\$ 75,662,294
County's covered payroll	\$ 179,977,979	\$ 171,615,203	\$ 165,779,406	\$ 161,898,566	\$ 160,440,861
County's proportionate share of the net pension liability as a percentage of covered payroll	34.45%	38.25%	45.88%	46.94%	47.16%
Plan fiduciary net position as a percentage of the total pension liability	63.22%	61.24%	57.03%	59.10%	61.19%
<b>Public Employee's Retirement System (PERS) Plan 2/3</b>					
	2018	2017	2016	2015	2014
County's proportion of the net pension liability (asset)	1.55%	1.55%	1.57%	1.62%	1.65%
County's proportionate share of the net pension liability (asset)	\$ 26,397,172	\$ 53,869,337	\$ 79,203,889	\$ 57,848,829	\$ 33,426,580
County's covered payroll	\$ 160,169,512	\$ 152,223,707	\$ 147,738,165	\$ 143,614,259	\$ 142,065,482
County's proportionate share of the net pension liability as a percentage of covered payroll	16.48%	35.39%	53.61%	40.28%	23.53%
Plan fiduciary net position as a percentage of the total pension liability	95.77%	90.97%	85.82%	89.20%	93.29%
<b>Public Safety Employee's Retirement System (PSERS) Plan 2</b>					
	2018	2017	2016	2015	2014
County's proportion of the net pension liability (asset)	4.63%	4.35%	4.44%	4.97%	(5.17%)
County's proportionate share of the net pension liability (asset)	\$ 57,382	\$ 852,592	\$ 1,887,855	\$ 907,347	\$ (748,935)
County's covered payroll	\$ 17,259,906	\$ 16,409,680	\$ 14,454,705	\$ 14,594,968	\$ 13,914,281
County's proportionate share of the net pension liability (asset) as a percentage of covered payroll	0.33%	5.20%	13.06%	6.22%	(5.38%)
Plan fiduciary net position as a percentage of the total pension liability	99.79%	96.26%	90.41%	95.08%	105.01%
<b>Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF) Plan 1</b>					
	2018	2017	2016	2015	2014
County's proportion of the net pension liability (asset)	(0.14%)	(0.14%)	(0.14%)	(0.14%)	(0.14%)
County's proportionate share of the net pension liability (asset)	\$ (2,465,887)	\$ (2,118,130)	\$ (1,452,168)	\$ (1,716,536)	\$ (1,680,686)
State's proportionate share of the net pension liability (asset) associated with the employer	(16,679,201)	(14,326,980)	(9,822,425)	(11,610,607)	(11,368,118)
<b>TOTAL</b>	<b>\$ (19,145,088)</b>	<b>\$ (16,445,110)</b>	<b>\$ (11,274,593)</b>	<b>\$ (13,327,143)</b>	<b>\$ (13,048,804)</b>
County's covered payroll	\$ 42,247	\$ 51,635	\$ —	\$ 20,265	\$ 165,757
County's proportionate share of the net pension liability as a percentage of covered payroll	(5,836.83%)	(4,102.12%)	0.00%	(8,470.45%)	(1,013.95%)
Plan fiduciary net position as a percentage of the total pension liability	144.42%	135.96%	123.74%	127.36%	126.91%
<b>Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF) Plan 2</b>					
	2018	2017	2016	2015	2014
County's proportion of the net pension liability (asset)	(0.87%)	(0.93%)	(0.88%)	(0.90%)	(0.92%)
County's proportionate share of the net pension liability (asset)	\$ (17,637,275)	\$ (12,949,182)	\$ (5,114,360)	\$ (9,279,708)	\$ (12,204,854)
State's proportionate share of the net pension liability (asset) associated with the employer	(11,419,803)	(8,399,892)	(3,334,272)	(6,135,765)	(7,974,418)
<b>TOTAL</b>	<b>\$ (29,057,078)</b>	<b>\$ (21,349,074)</b>	<b>\$ (8,448,632)</b>	<b>\$ (15,415,473)</b>	<b>\$ (20,179,272)</b>
County's covered payroll	\$ 28,809,114	\$ 29,241,264	\$ 26,645,193	\$ 26,265,067	\$ 25,621,820
County's proportionate share of the net pension liability as a percentage of covered payroll	(61.22%)	(44.28%)	(19.19%)	(35.33%)	(47.63%)
Plan fiduciary net position as a percentage of the total pension liability	118.50%	113.36%	106.04%	111.67%	116.75%

Notes to Schedule:

- Covered payroll is the payroll on which contribution to a pension plan are based.

Schedule of Employer Contributions  
Fiscal Year Ended December 31  
Last 10 Fiscal Years\*

<b>Public Employee's Retirement System (PERS) Plan 1</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
Statutorily or contractually required contributions	\$ 8,404,164	\$ 7,715,671	\$ 8,502,142	\$ 9,343,309	\$ 9,599,176
Contributions in relation to the statutorily or contractually required contributions	\$ (8,404,164)	\$ (7,715,671)	\$ (8,502,142)	\$ (9,343,309)	\$ (9,599,176)
Contribution deficiency (excess)	\$ —	\$ —	\$ —	\$ —	\$ —
Covered payroll	\$ 249,968,390	\$ 204,576,622	\$ 197,783,340	\$ 192,905,783	\$ 191,520,532
Contributions as a percentage of covered payroll	3.36 %	3.77 %	4.30 %	4.84 %	5.01 %
<b>Public Employee's Retirement System (PERS) Plan 2/3</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
Statutorily or contractually required contributions	\$ 14,238,573	\$ 11,641,886	\$ 12,554,112	\$ 13,444,216	\$ 13,102,168
Contributions in relation to the statutorily or contractually required contributions	\$ (14,238,573)	\$ (11,641,886)	\$ (12,554,112)	\$ (13,444,216)	\$ (13,102,168)
Contribution deficiency (excess)	\$ —	\$ —	\$ —	\$ —	\$ —
Covered payroll	\$ 223,876,820	\$ 183,048,496	\$ 176,181,461	\$ 169,742,787	\$ 169,651,711
Contributions as a percentage of covered payroll	6.36 %	6.36 %	7.13 %	7.92 %	7.72 %
<b>Public Safety Employee's Retirement System (PSERS) Plan 2</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
Statutorily or contractually required contributions	\$ 1,703,488	\$ 1,377,629	\$ 1,439,071	\$ 1,585,414	\$ 1,438,506
Contributions in relation to the statutorily or contractually required contributions	\$ (1,703,488)	\$ (1,377,629)	\$ (1,439,071)	\$ (1,585,414)	\$ (1,438,506)
Contribution deficiency (excess)	\$ —	\$ —	\$ —	\$ —	\$ —
Covered payroll	\$ 25,597,121	\$ 21,083,708	\$ 21,050,806	\$ 22,022,770	\$ 20,153,302
Contributions as a percentage of covered payroll	6.65 %	6.53 %	6.84 %	7.20 %	7.14 %
<b>Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF) Plan 1</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
Statutorily or contractually required contributions	\$ —	\$ —	\$ —	\$ —	\$ —
Contributions in relation to the statutorily or contractually required contributions	\$ —	\$ —	\$ —	\$ —	\$ —
Contribution deficiency (excess)	\$ —	\$ —	\$ —	\$ —	\$ —
Covered payroll	\$ —	\$ —	\$ —	\$ —	\$ —
Contributions as a percentage of covered payroll	0.00 %	0.00 %	0.00 %	0.00 %	0.00 %
<b>Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF) Plan 2</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>
Statutorily or contractually required contributions	\$ 2,259,929	\$ 1,833,107	\$ 1,766,296	\$ 1,753,615	\$ 1,714,590
Contributions in relation to the statutorily or contractually required contributions	\$ (2,259,929)	\$ (1,833,107)	\$ (1,766,296)	\$ (1,753,615)	\$ (1,714,590)
Contribution deficiency (excess)	\$ —	\$ —	\$ —	\$ —	\$ —
Covered payroll	\$ 44,139,165	\$ 35,802,880	\$ 34,400,852	\$ 34,050,684	\$ 32,982,211
Contributions as a percentage of covered payroll	5.12 %	5.12 %	5.13 %	5.15 %	5.20 %

Notes to Schedule:

- Covered payroll is the payroll on which contribution to a pension plan are based.

Schedule of Employer Contributions  
Fiscal Year Ended December 31  
Last 10 Fiscal Years\*

<b>Public Employee's Retirement System (PERS) Plan 1</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Statutorily or contractually required contributions	\$ 9,493,124	\$ 8,824,960	\$ 8,282,395	\$ 7,287,628	\$ 6,768,308
Contributions in relation to the statutorily or contractually required contributions	\$ (9,493,124)	\$ (8,824,960)	\$ (8,282,395)	\$ (7,287,628)	\$ (6,768,308)
Contribution deficiency (excess)	\$ —	\$ —	\$ —	\$ —	\$ —
Covered payroll	\$ 184,213,231	\$ 176,137,494	\$ 169,194,388	\$ 161,386,889	\$ 162,686,046
Contributions as a percentage of covered payroll	5.15 %	5.01 %	4.90 %	4.52 %	4.16 %
<b>Public Employee's Retirement System (PERS) Plan 2/3</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Statutorily or contractually required contributions	\$ 12,317,780	\$ 10,716,957	\$ 9,669,931	\$ 8,336,907	\$ 7,463,164
Contributions in relation to the statutorily or contractually required contributions	\$ (12,317,780)	\$ (10,716,957)	\$ (9,669,931)	\$ (8,336,907)	\$ (7,463,164)
Contribution deficiency (excess)	\$ —	\$ —	\$ —	\$ —	\$ —
Covered payroll	\$ 164,246,021	\$ 156,044,149	\$ 150,869,349	\$ 143,388,626	\$ 144,210,093
Contributions as a percentage of covered payroll	7.50 %	6.87 %	6.41 %	5.81 %	5.18 %
<b>Public Safety Employee's Retirement System (PSERS) Plan 2</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Statutorily or contractually required contributions	\$ 1,215,714	\$ 1,151,285	\$ 1,016,186	\$ 959,178	\$ 944,721
Contributions in relation to the statutorily or contractually required contributions	\$ (1,215,714)	\$ (1,151,285)	\$ (1,016,186)	\$ (959,178)	\$ (944,721)
Contribution deficiency (excess)	\$ —	\$ —	\$ —	\$ —	\$ —
Covered payroll	\$ 17,746,645	\$ 17,280,592	\$ 15,010,156	\$ 14,417,157	\$ 14,501,390
Contributions as a percentage of covered payroll	6.85 %	6.66 %	6.77 %	6.65 %	6.51 %
<b>Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF) Plan 1</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Statutorily or contractually required contributions	\$ —	\$ —	\$ —	\$ —	\$ 181
Contributions in relation to the statutorily or contractually required contributions	\$ —	\$ —	\$ —	\$ —	\$ (181)
Contribution deficiency (excess)	\$ —	\$ —	\$ —	\$ —	\$ —
Covered payroll	\$ 9,388	\$ 93,883	\$ —	\$ —	\$ 100,374
Contributions as a percentage of covered payroll	0.00 %	0.00 %	0.00 %	0.00 %	0.18 %
<b>Law Enforcement Officers' and Fire Fighters' Retirement System (LEOFF) Plan 2</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>	<b>2014</b>
Statutorily or contractually required contributions	\$ 1,570,411	\$ 1,552,239	\$ 1,388,109	\$ 1,385,668	\$ 1,350,939
Contributions in relation to the statutorily or contractually required contributions	\$ (1,570,411)	\$ (1,552,239)	\$ (1,388,109)	\$ (1,385,668)	\$ (1,350,939)
Contribution deficiency (excess)	\$ —	\$ —	\$ —	\$ —	\$ —
Covered payroll	\$ 29,912,605	\$ 30,172,900	\$ 26,541,262	\$ 26,494,598	\$ 25,830,473
Contributions as a percentage of covered payroll	5.25 %	5.14 %	5.23 %	5.23 %	5.23 %

Notes to Schedule:

- Covered payroll is the payroll on which contribution to a pension plan are based.

Schedule of Changes in Total OPEB Liability and Related Ratios  
 For the Year Ended December 31  
 Last 10 Fiscal Years\*

**Law Enforcement Officers' and  
 Fire Fighters'**

<b>Retirement System (LEOFF) Plan 1</b>	<b>2023</b>	<b>2022</b>	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>
<b>Total OPEB Liability-beginning</b>	\$ 3,574,222	\$ 5,056,634	\$ 5,332,447	\$ 11,581,115	\$ 11,071,740	\$ 11,922,980
Service cost	—	—	—	—	—	—
Interest	126,134	99,993	108,774	305,806	437,087	396,982
Changes of benefit terms	—	—	—	—	—	—
Differences between expected and actual experience	—	(680,960)	—	(5,748,952)	—	—
Changes of assumptions	76,575	(496,272)	18,641	35,091	888,981	(465,406)
Benefit payments	(367,023)	(405,173)	(403,228)	(840,613)	(816,693)	(782,816)
Other changes	—	—	—	—	—	—
<b>Total OPEB Liability-ending</b>	<u>\$ 3,409,908</u>	<u>\$ 3,574,222</u>	<u>\$ 5,056,634</u>	<u>\$ 5,332,447</u>	<u>\$ 11,581,115</u>	<u>\$ 11,071,740</u>
<b>Covered-employee payroll</b>	—	—	—	—	—	—
<b>Total OPEB liability as a % of covered payroll</b>	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

Notes to Schedule:

- Until a full 10-year trend is completed, only information for these years available is presented.
- No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB 75.
- There is no total covered payroll during the fiscal year because there are no active employees.
- The changes in assumptions include a change in mortality rates, and the discount rate. See Note 4.A in the Notes to the financial statements for additional information.

**Snohomish 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		
FOOD AND NUTRITION SERVICE, AGRICULTURE, DEPARTMENT OF (via WA State Department of Social and Health Services)	Senior Farmers Market Nutrition Program	10.576	2269-43432	46,822	-	46,822	44,720	
FOOD AND NUTRITION SERVICE, AGRICULTURE, DEPARTMENT OF (via WA State Department of Social and Health Services)	Senior Farmers Market Nutrition Program	10.576	2369-50009	4,081	-	4,081	-	
<b>Total ALN 10.576:</b>				<b>50,903</b>	<b>-</b>	<b>50,903</b>	<b>44,720</b>	
<b>Forest Service Schools and Roads Cluster</b>								
FOREST SERVICE, AGRICULTURE, DEPARTMENT OF (via WA State Treasurer)	Schools and Roads - Grants to States	10.665	N/A	43,930	-	43,930	-	
FOREST SERVICE, AGRICULTURE, DEPARTMENT OF (via WA State Treasurer)	Schools and Roads - Grants to States	10.665	N/A	250,268	-	250,268	-	
<b>Total Forest Service Schools and Roads Cluster:</b>				<b>294,198</b>	<b>-</b>	<b>294,198</b>	<b>-</b>	
NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION, COMMERCE, DEPARTMENT OF (via WA State Recreation and Conservation Office)	Pacific Coast Salmon Recovery Pacific Salmon Treaty Program	11.438	19-1151	20,846	-	20,846	-	

*The accompanying notes are an integral part of this schedule.*

**Snohomish 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		
NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION, COMMERCE, DEPARTMENT OF (via WA State Recreation and Conservation Office)	Pacific Coast Salmon Recovery Pacific Salmon Treaty Program	11.438	22-1030	128,652	-	128,652	-	
		<b>Total ALN 11.438:</b>		<b>149,498</b>	<b>-</b>	<b>149,498</b>	<b>-</b>	
NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION, COMMERCE, DEPARTMENT OF (via WA Department of Fish and Wildlife)	Habitat Conservation	11.463	23-22747	1,168,701	-	1,168,701	957,827	
NATIONAL OCEANIC AND ATMOSPHERIC ADMINISTRATION, COMMERCE, DEPARTMENT OF (via National Fish and Wildlife Foundation)	Office for Coastal Management	11.473	0318.23.075661	10,687	-	10,687	-	
<b>CDBG - Entitlement Grants Cluster</b>								
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Community Development Block Grants/Entitlement Grants	14.218		-	161	161	-	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Community Development Block Grants/Entitlement Grants	14.218		-	161	161	-	

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**Snohomish 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		
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Community Development Block Grants/Entitlement Grants	14.218	-	-	251,098	251,098	244,913	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Community Development Block Grants/Entitlement Grants	14.218	-	-	228,903	228,903	228,581	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	COVID 19 - Community Development Block Grants/Entitlement Grants	14.218	-	-	878,603	878,603	802,871	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Community Development Block Grants/Entitlement Grants	14.218	-	-	301,077	301,077	297,185	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Community Development Block Grants/Entitlement Grants	14.218	-	-	2,049,487	2,049,487	1,767,871	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Community Development Block Grants/Entitlement Grants	14.218	-	-	437,014	437,014	145,971	
<b>Total CDBG - Entitlement Grants Cluster:</b>				-	<b>4,146,504</b>	<b>4,146,504</b>	<b>3,487,391</b>	

The accompanying notes are an integral part of this schedule.



**Snohomish 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		
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via WA State Department of Commerce)	COVID 19 - Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii	14.228	20-6221C-165	601,823	-	601,823	597,624	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via WA State Department of Commerce)	COVID 19 - Emergency Solutions Grant Program	14.231	20-4613C-124 (D)	189,363	-	189,363	173,887	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF (via WA State Department of Commerce)	Emergency Solutions Grant Program	14.231	21-46107-010	498,930	-	498,930	498,930	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	COVID 19 - Emergency Solutions Grant Program	14.231		-	368,254	368,254	299,665	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Emergency Solutions Grant Program	14.231		-	133,279	133,279	126,443	

*The accompanying notes are an integral part of this schedule.*

**Snohomish 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		
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Emergency Solutions Grant Program	14.231	-	-	152,865	152,865	106,607	
<b>Total ALN 14.231:</b>				<b>688,293</b>	<b>654,398</b>	<b>1,342,691</b>	<b>1,205,532</b>	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Home Investment Partnerships Program	14.239	-	-	53,355	53,355	53,355	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Home Investment Partnerships Program	14.239	-	-	27,964	27,964	27,964	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Home Investment Partnerships Program	14.239	-	-	50,000	50,000	50,000	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Home Investment Partnerships Program	14.239	-	-	98,682	98,682	98,682	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Home Investment Partnerships Program	14.239	-	-	249,812	249,812	120,582	

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**Snohomish 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		
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Home Investment Partnerships Program	14.239		-	235,224	235,224	94,702	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	COVID 19 - Home Investment Partnerships Program	14.239		-	24,081	24,081	-	
<b>Total ALN 14.239:</b>				-	<b>739,118</b>	<b>739,118</b>	445,285	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Continuum of Care Program	14.267		-	534,853	534,853	534,853	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Continuum of Care Program	14.267		-	90,478	90,478	90,478	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Continuum of Care Program	14.267		-	562,751	562,751	562,751	
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Continuum of Care Program	14.267		-	4,573,639	4,573,639	4,112,523	

*The accompanying notes are an integral part of this schedule.*

**Snohomish 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		
ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT, HOUSING AND URBAN DEVELOPMENT, DEPARTMENT OF	Continuum of Care Program	14.267		-	5,389,037	5,389,037	4,909,530	
			<b>Total ALN 14.267:</b>	-	<b>11,150,758</b>	<b>11,150,758</b>	10,210,133	
OFFICE ON VIOLENCE AGAINST WOMEN, JUSTICE, DEPARTMENT OF (via WA State Department of Commerce)	Violence Against Women Formula Grants	16.588	F22-31103-028	32,170	-	32,170	-	
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via WA State Department of Commerce)	Edward Byrne Memorial Justice Assistance Grant Program	16.738	F20-31440-210	202,261	-	202,261	-	
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF (via Guardians ad Litem Association for Children)	Court Appointed Special Advocates	16.756	WA10595-21- 1022-G1	73,265	-	73,265	-	
OFFICE OF JUSTICE PROGRAMS, JUSTICE, DEPARTMENT OF	Comprehensive Opioid, Stimulant, and other Substances Use Program	16.838		-	119,360	119,360	119,360	
<b>WIOA Cluster</b>								

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**Snohomish 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		
EMPLOYMENT AND TRAINING ADMINISTRATION, LABOR, DEPARTMENT OF (via WA Employment Security Department)	WIOA Adult Program	17.258	N/A	99,028	-	99,028	-	
EMPLOYMENT AND TRAINING ADMINISTRATION, LABOR, DEPARTMENT OF (via WA Employment Security Department)	WIOA Youth Activities	17.259	N/A	91,924	-	91,924	-	
EMPLOYMENT AND TRAINING ADMINISTRATION, LABOR, DEPARTMENT OF (via WA Employment Security Department)	WIOA Dislocated Worker Formula Grants	17.278	N/A	103,737	-	103,737	-	
<b>Total WIOA Cluster:</b>				<b>294,689</b>	<b>-</b>	<b>294,689</b>	<b>-</b>	
FEDERAL AVIATION ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF	Airport Improvement Program, COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106		-	326,921	326,921	-	
FEDERAL AVIATION ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF	Airport Improvement Program, COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106		-	105,566	105,566	-	

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**Snohomish 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		
FEDERAL AVIATION ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF	COVID 19 - Airport Improvement Program, COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106		-	40,068	40,068	-	
FEDERAL AVIATION ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF	Airport Improvement Program, COVID-19 Airports Programs, and Infrastructure Investment and Jobs Act Programs	20.106		-	379,804	379,804	-	
			<b>Total ALN 20.106:</b>	-	<b>852,359</b>	<b>852,359</b>	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	NHFP-NHPP- 2576(008)	208,143	-	208,143	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	NHPP-Z931 (005)	360,848	-	360,848	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	NHPP-2586 (004)	208	-	208	-	

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**Snohomish 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		
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	BRS-L311(006)	166,166	-	166,166	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	BRM-2563(002)	346,765	-	346,765	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	BHM-2639(002)	281,253	-	281,253	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	BHS-X310(010)	262,546	-	262,546	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	BROS-2031 (115)	221,364	-	221,364	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	STPUL-9931 (019)	134,808	-	134,808	-	

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**Snohomish 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		
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	STPUL-2031 (114)	45,682	-	45,682	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	STBGR-W319 (001)	745,675	-	745,675	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	CM-STPUL- 2031(112)	100,000	-	100,000	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	CM-9931(018)	314	-	314	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	HSIP-2740(001)	356,574	-	356,574	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	HSIP-000S (550)	80,636	-	80,636	-	

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**Snohomish 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		
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	HSIP-000S (622)	170,587	-	170,587	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	HSIP-000S (630)	68,965	-	68,965	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	ER-0701(063)	1,433,865	-	1,433,865	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	ER-2003(082)	457,058	-	457,058	-	
FEDERAL HIGHWAY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA State Department of Transportation)	Highway Planning and Construction	20.205	ER-2003(095)	25,495	-	25,495	-	
<b>Total ALN 20.205:</b>				<b>5,466,952</b>	<b>-</b>	<b>5,466,952</b>	<b>-</b>	
FEDERAL RAILROAD ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF	Consolidated Rail Infrastructure and Safety Improvements	20.325		-	199,387	199,387	-	

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

Federal Agency (Pass-Through Agency)	Expenditures					Passed through to Subrecipients	Note
	Federal Program	ALN Number	Other Award Number	From Pass- Through Awards	From Direct Awards		
Highway Safety Cluster							
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Traffic Safety Commission)	State and Community Highway Safety	20.600	2023-HVE-4691 -Region 10 Target Zero Task Force	11,135	-	11,135	-
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Traffic Safety Commission)	State and Community Highway Safety	20.600	2023-HVE-4691 -Region 10 Target Zero Task Force	16,165	-	16,165	-
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Traffic Safety Commission)	State and Community Highway Safety	20.600	2023-HVE-4691 -Region 10 Target Zero Task Force	3,797	-	3,797	-
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Traffic Safety Commission)	State and Community Highway Safety	20.600	2023-HVE-4691 -Region 10 Target Zero Task Force	2,872	-	2,872	-
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Traffic Safety Commission)	State and Community Highway Safety	20.600	2023-HVE-4691 -Region 10 Target Zero Task Force	6,288	-	6,288	-
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Traffic Safety Commission)	State and Community Highway Safety	20.600	2024-HVE-5120 -Region 10 Target Zero Task Force	9,612	-	9,612	-

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**Snohomish 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		
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Traffic Safety Commission)	State and Community Highway Safety	20.600	2024-HVE-5120 -Region 10 Target Zero Task Force	4,393	-	4,393	-	
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Traffic Safety Commission)	State and Community Highway Safety	20.600	2021-Sub- grants-4129- Region 10 Target Zero Manager	84,621	-	84,621	-	
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Traffic Safety Commission)	State and Community Highway Safety	20.600	2024-Sub- grants-5100- Region 10 Target Zero Manager	30,762	-	30,762	-	
<b>Total ALN 20.600:</b>				<b>169,645</b>	<b>-</b>	<b>169,645</b>	<b>-</b>	
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Traffic Safety Commission)	National Priority Safety Programs	20.616	2023 Website Domain & Hosting	223	-	223	-	
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Traffic Safety Commission)	National Priority Safety Programs	20.616	FDL*CP23-05	904	-	904	-	
NATIONAL HIGHWAY TRAFFIC SAFETY ADMINISTRATION, TRANSPORTATION, DEPARTMENT OF (via WA Traffic Safety Commission)	National Priority Safety Programs	20.616	FDL*CP24-04	468	-	468	-	

*The accompanying notes are an integral part of this schedule.*

**Snohomish County**  
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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		
			<b>Total ALN 20.616:</b>	<b>1,595</b>	<b>-</b>	<b>1,595</b>	<b>-</b>	
			<b>Total Highway Safety Cluster:</b>	<b>171,240</b>	<b>-</b>	<b>171,240</b>	<b>-</b>	
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE (via WA State Department of Commerce)	COVID 19 - Emergency Rental Assistance Program	21.023	21-4618C-124	1,484,313	-	1,484,313	1,484,313	
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE	COVID 19 - Emergency Rental Assistance Program	21.023		-	2,833,119	2,833,119	2,833,119	
			<b>Total ALN 21.023:</b>	<b>1,484,313</b>	<b>2,833,119</b>	<b>4,317,432</b>	<b>4,317,432</b>	
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE	COVID 19 - CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027		-	37,616,350	37,616,350	13,380,996	
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE (via WA State Department of Commerce)	COVID 19 - CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	21-4619C-124	30,783,953	-	30,783,953	30,730,470	
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE (via WA State Department of Commerce)	COVID 19 - CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	21-4619D-122	462,741	-	462,741	445,173	
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE (via WA State Department of Health)	COVID 19 - CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	CLH31027	28,625	-	28,625	-	

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**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		
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE (via WA State Department of Health)	COVID 19 - CORONAVIRUS STATE AND LOCAL FISCAL RECOVERY FUNDS	21.027	CLH31027	19,593	-	19,593	-	
		<b>Total ALN 21.027:</b>		<b>31,294,912</b>	<b>37,616,350</b>	<b>68,911,262</b>	44,556,639	
DEPARTMENTAL OFFICES, TREASURY, DEPARTMENT OF THE	COVID 19 - Local Assistance and Tribal Consistency Fund	21.032		-	697,316	697,316	-	
ENVIRONMENTAL PROTECTION AGENCY, ENVIRONMENTAL PROTECTION AGENCY (via WA Department of Fish and Wildlife)	Geographic Programs - Puget Sound Action Agenda: Technical Investigations and Implementation Assistance Program	66.123	21-17080	111,954	-	111,954	-	
ENVIRONMENTAL PROTECTION AGENCY, ENVIRONMENTAL PROTECTION AGENCY (via WA Department of Health)	Geographic Programs - Puget Sound Action Agenda: Technical Investigations and Implementation Assistance Program	66.123	GVL25404-2	147,201	-	147,201	-	
ENVIRONMENTAL PROTECTION AGENCY, ENVIRONMENTAL PROTECTION AGENCY (via WA State Department of Health)	Geographic Programs - Puget Sound Action Agenda: Technical Investigations and Implementation Assistance Program	66.123	CLH31027	36,204	-	36,204	-	
		<b>Total ALN 66.123:</b>		<b>295,359</b>	<b>-</b>	<b>295,359</b>	-	

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**Snohomish County**  
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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		
ENVIRONMENTAL PROTECTION AGENCY, ENVIRONMENTAL PROTECTION AGENCY (via Puget Sound Partnership)	National Estuary Program	66.456	2023-26	123,990	-	123,990	-	
ENVIRONMENTAL PROTECTION AGENCY, ENVIRONMENTAL PROTECTION AGENCY (via WA Department of Ecology)	National Estuary Program	66.456	SEANWS-2021- SnCoPW-00005	27,520	-	27,520	-	
<b>Total ALN 66.456:</b>				<b>151,510</b>	<b>-</b>	<b>151,510</b>	<b>-</b>	
ENERGY, DEPARTMENT OF, ENERGY, DEPARTMENT OF (via WA State Department of Commerce)	Weatherization Assistance for Low- Income Persons	81.042	F22-53103-422	96,128	-	96,128	40,846	
ENERGY, DEPARTMENT OF, ENERGY, DEPARTMENT OF (via WA State Department of Commerce)	Weatherization Assistance for Low- Income Persons	81.042	F23-53103-422	25,798	-	25,798	16,976	
<b>Total ALN 81.042:</b>				<b>121,926</b>	<b>-</b>	<b>121,926</b>	<b>57,822</b>	
ENERGY, DEPARTMENT OF, ENERGY, DEPARTMENT OF (via WA State Department of Commerce)	BPA Weatherization Assistance Program	81.U01	F21-53104-422	236,962	-	236,962	104,824	

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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		
OFFICE OF SPECIAL EDUCATION AND REHABILITATIVE SERVICES, EDUCATION, DEPARTMENT OF (via WA State Department of Children, Youth and Families)	COVID 19 - Special Education-Grants for Infants and Families	84.181	22-1189	101,482	-	101,482	96,408	
OFFICE OF SPECIAL EDUCATION AND REHABILITATIVE SERVICES, EDUCATION, DEPARTMENT OF (via WA State Department of Children, Youth and Families)	Special Education- Grants for Infants and Families	84.181	22-1189	457,221	-	457,221	299,878	
OFFICE OF SPECIAL EDUCATION AND REHABILITATIVE SERVICES, EDUCATION, DEPARTMENT OF (via WA State Department of Children, Youth and Families)	Special Education- Grants for Infants and Families	84.181	24-1107	275,957	-	275,957	131,386	
OFFICE OF SPECIAL EDUCATION AND REHABILITATIVE SERVICES, EDUCATION, DEPARTMENT OF (via WA State Department of Children, Youth and Families)	COVID 19 - Special Education-Grants for Infants and Families	84.181	24-1107	162,956	-	162,956	162,956	
			<b>Total ALN 84.181:</b>	<b>997,616</b>	<b>-</b>	<b>997,616</b>	<b>690,628</b>	
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Special Programs for the Aging, Title VII, Chapter 3, Programs for Prevention of Elder Abuse, Neglect, and Exploitation	93.041	2269-38388	1,138	-	1,138	1,138	

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**Snohomish County**  
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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 WA State Department of Social and Health Services)	Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	2169-30888	76,950	-	76,950	76,950	
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	2269-38388	9,804	-	9,804	9,804	
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Special Programs for the Aging, Title III, Part D, Disease Prevention and Health Promotion Services	93.043	2269-38388	39,853	-	39,853	39,853	
<b>Total ALN 93.043:</b>				<b>126,607</b>	<b>-</b>	<b>126,607</b>	<b>126,608</b>	
<b>Aging Cluster</b>								
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	COVID 19 - Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	2169-30888	230,874	-	230,874	190,204	
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	COVID 19 - Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	2169-97593	20,000	-	20,000	20,000	

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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 WA State Department of Social and Health Services)	Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	2269-38388	212,698	-	212,698	188,604	
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	2369-46215	205,875	-	205,875	147,245	
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	COVID 19 - Special Programs for the Aging, Title III, Part B, Grants for Supportive Services and Senior Centers	93.044	2269-40263	16,690	-	16,690	16,690	
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	COVID 19 - Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	2169-30888	195,290	-	195,290	168,898	
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	COVID 19 - Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	2169-30888	294,084	-	294,084	270,067	
<b>Total ALN 93.044:</b>				<b>686,137</b>	<b>-</b>	<b>686,137</b>	<b>562,743</b>	

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**Snohomish 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 WA State Department of Social and Health Services)	Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	2369-46215	225,361	-	225,361	207,930	
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	2269-38388	569,446	-	569,446	508,964	
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	2369-46215	483,058	-	483,058	433,224	
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Special Programs for the Aging, Title III, Part C, Nutrition Services	93.045	2269-38388	251,574	-	251,574	220,072	
			<b>Total ALN 93.045:</b>	<b>2,018,813</b>	<b>-</b>	<b>2,018,813</b>	<b>1,809,156</b>	
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Nutrition Services Incentive Program	93.053	2269-38388	61,203	-	61,203	61,203	

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**Snohomish County**  
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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 WA State Department of Social and Health Services)	Nutrition Services Incentive Program	93.053	2269-38388	159,220	-	159,220	159,220	
			<b>Total ALN 93.053:</b>	<b>220,423</b>	-	<b>220,423</b>	220,423	
			<b>Total Aging Cluster:</b>	<b>2,925,373</b>	-	<b>2,925,373</b>	2,592,322	
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	COVID 19 - Special Programs for the Aging, Title IV, and Title II, Discretionary Projects	93.048	2169-23665	38,127	-	38,127	34,635	
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	COVID 19 - National Family Caregiver Support, Title III, Part E	93.052	2169-30888	185,303	-	185,303	-	
ADMINISTRATION FOR COMMUNITY LIVING (ACL), HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	National Family Caregiver Support, Title III, Part E	93.052	2269-38388	179,485	-	179,485	134,324	

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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 WA State Department of Social and Health Services)	National Family Caregiver Support, Title III, Part E	93.052	2269-38388	74,996	-	74,996	58,266	
			<b>Total ALN 93.052:</b>	<b>439,784</b>	<b>-</b>	<b>439,784</b>	192,589	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Public Health Emergency Preparedness	93.069	CLH31027	219,018	-	219,018	-	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Public Health Emergency Preparedness	93.069	CLH31027	139,817	-	139,817	-	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Public Health Emergency Preparedness	93.069	CLH31027	9,159	-	9,159	-	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Public Health Emergency Preparedness	93.069	CLH31027	46,772	-	46,772	-	

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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		
			<b>Total ALN 93.069:</b>	<b>414,766</b>	<b>-</b>	<b>414,766</b>	<b>-</b>	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	CLH31027	97,815	-	97,815	-	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Project Grants and Cooperative Agreements for Tuberculosis Control Programs	93.116	CLH31027	29,397	-	29,397	-	
			<b>Total ALN 93.116:</b>	<b>127,212</b>	<b>-</b>	<b>127,212</b>	<b>-</b>	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Injury Prevention and Control Research and State and Community Based Programs	93.136	CLH31027	177,953	-	177,953	-	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Injury Prevention and Control Research and State and Community Based Programs	93.136	NH28CE00354 8	199,550	-	199,550	-	
			<b>Total ALN 93.136:</b>	<b>377,503</b>	<b>-</b>	<b>377,503</b>	<b>-</b>	

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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		
OFFICE OF ASSISTANT SECRETARY FOR HEALTH, HEALTH AND HUMAN SERVICES, DEPARTMENT OF	Community Programs to Improve Minority Health Grant Program	93.137		-	1,279,000	1,279,000	505,345	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Immunization Cooperative Agreements	93.268	CLH31027	748	-	748	-	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Immunization Cooperative Agreements	93.268	CLH31027	51,308	-	51,308	-	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	COVID 19 - Immunization Cooperative Agreements	93.268	CLH31027	660,213	-	660,213	-	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Immunization Cooperative Agreements	93.268	CLH31027	22,807	-	22,807	-	

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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 State Department of Health)	Immunization Cooperative Agreements	93.268	CLH31027	32,672	-	32,672	-	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	COVID 19 - Immunization Cooperative Agreements	93.268	CLH31027	13,846	-	13,846	-	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Immunization Cooperative Agreements	93.268	CLH31027	36,404	-	36,404	-	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Immunization Cooperative Agreements	93.268	CLH31027	8,649	-	8,649	-	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Immunization Cooperative Agreements	93.268	CLH31027	12,222	-	12,222	-	
<b>Total ALN 93.268:</b>				<b>838,869</b>	<b>-</b>	<b>838,869</b>	<b>-</b>	

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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 State Department of Health)	COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	CLH31027	50,059	-	50,059	-	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	COVID 19 - Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	CLH31027	23,325	-	23,325	-	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	CLH31027	1,800	-	1,800	-	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Epidemiology and Laboratory Capacity for Infectious Diseases (ELC)	93.323	CLH31027	1,200	-	1,200	-	
<b>Total ALN 93.323:</b>				<b>76,384</b>	<b>-</b>	<b>76,384</b>	<b>-</b>	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	COVID 19 - Public Health Emergency Response: Cooperative Agreement for Emergency Response: Public Health Crisis Response	93.354	CLH31027	50,233	-	50,233	-	

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CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Nat'l Network of Public Health Institute)	Strengthening Public Health Systems and Services through National Partnerships to Improve and Protect the Nation?s Health	93.421	G2552_AG- 1183	12,148	-	12,148	-	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via Nat Assoc of County & City Hlth Officials (NACCHO))	Strengthening Public Health Systems and Services through National Partnerships to Improve and Protect the Nation?s Health	93.421	2022-051610	3,882	-	3,882	-	
Total ALN 93.421:				16,030	-	16,030	-	
HEALTH AND HUMAN SERVICES, DEPARTMENT OF, HEALTH AND HUMAN SERVICES, DEPARTMENT OF	Congressional Directives	93.493		-	150,966	150,966	-	
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Child Support Services	93.563	2110-80559	355,635	-	355,635	-	
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Child Support Services	93.563	2110-80559	873,545	-	873,545	-	

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**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 WA State Department of Social and Health Services)	Child Support Services	93.563	2110-80559	2,458,029	-	2,458,029	-	
			<b>Total ALN 93.563:</b>	<b>3,687,209</b>	<b>-</b>	<b>3,687,209</b>	<b>-</b>	
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Commerce)	Low-Income Home Energy Assistance	93.568	F21-53101-422 Amendment C	328,014	-	328,014	220,103	
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Commerce)	Low-Income Home Energy Assistance	93.568	F23-53101-422	228,898	-	228,898	136,469	
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Commerce)	Low-Income Home Energy Assistance	93.568	F23-5310S-422	109,877	-	109,877	56,869	
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Commerce)	Low-Income Home Energy Assistance	93.568	F21-5310C-422	189,869	-	189,869	84,800	

*The accompanying notes are an integral part of this schedule.*

**Snohomish 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 WA State Department of Commerce)	Low-Income Home Energy Assistance	93.568	21-32606-081	1,638,418	-	1,638,418	-	
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Commerce)	Low-Income Home Energy Assistance	93.568	22-32606-081	3,430,853	-	3,430,853	-	
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Commerce)	Low-Income Home Energy Assistance	93.568	23-326CR-081	354,945	-	354,945	-	
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Commerce)	Low-Income Home Energy Assistance	93.568	23-32601-081	204,396	-	204,396	-	
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Commerce)	Low-Income Home Energy Assistance	93.568	21-32607-081	192,379	-	192,379	-	

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**Snohomish 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 WA State Department of Commerce)	Low-Income Home Energy Assistance	93.568	22-32607-081	306,157	-	306,157	-	
			<b>Total ALN 93.568:</b>	<b>6,983,806</b>	-	<b>6,983,806</b>	498,241	
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Commerce)	Community Services Block Grant	93.569	F22-32101-026	364,211	-	364,211	-	
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Commerce)	Community Services Block Grant	93.569	F23-32101-026	105,975	-	105,975	-	
			<b>Total ALN 93.569:</b>	<b>470,186</b>	-	<b>470,186</b>	-	
<b>Head Start Cluster</b>								
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF	Head Start	93.600		-	1,246,380	1,246,380	-	
ADMINISTRATION FOR CHILDREN AND FAMILIES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF	COVID 19 - Head Start	93.600		-	55,604	55,604	-	
			<b>Total Head Start Cluster:</b>	-	<b>1,301,984</b>	<b>1,301,984</b>	-	

*The accompanying notes are an integral part of this schedule.*

**Snohomish 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		
<b>Medicaid Cluster</b>								
CENTERS FOR MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Medical Assistance Program	93.778	2269-43432	129,529	-	129,529	38,160	
CENTERS FOR MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Medical Assistance Program	93.778	2369-50009	192,866	-	192,866	36,285	
CENTERS FOR MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Medical Assistance Program	93.778	2269-43432	2,964,561	-	2,964,561	-	
CENTERS FOR MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Medical Assistance Program	93.778	2269-43432	3,641	-	3,641	-	
CENTERS FOR MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Medical Assistance Program	93.778	2369-50009	1,855	-	1,855	-	

*The accompanying notes are an integral part of this schedule.*

**Snohomish 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 MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Medical Assistance Program	93.778	2269-43432	10,603	-	10,603	-	
CENTERS FOR MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Medical Assistance Program	93.778	2369-50009	2,795	-	2,795	-	
CENTERS FOR MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Medical Assistance Program	93.778	2369-50009	3,314,848	-	3,314,848	-	
CENTERS FOR MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Medical Assistance Program	93.778	K6771	71,781	-	71,781	-	
CENTERS FOR MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Health Care Authority)	Medical Assistance Program	93.778	K2757	70,188	-	70,188	-	
<b>Total Medicaid Cluster:</b>				<b>6,762,667</b>	<b>-</b>	<b>6,762,667</b>	<b>74,445</b>	

The accompanying notes are an integral part of this schedule.

**Snohomish 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 MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Money Follows the Person Rebalancing Demonstration	93.791	2269-43432	19,336	-	19,336	-	
CENTERS FOR MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Money Follows the Person Rebalancing Demonstration	93.791	2269-43432	72	-	72	-	
CENTERS FOR MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Money Follows the Person Rebalancing Demonstration	93.791	2369-50009	20	-	20	-	
CENTERS FOR MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Money Follows the Person Rebalancing Demonstration	93.791	2369-50009	942	-	942	-	
CENTERS FOR MEDICARE AND MEDICAID SERVICES, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Social and Health Services)	Money Follows the Person Rebalancing Demonstration	93.791	2369-50009	23,627	-	23,627	-	
<b>Total ALN 93.791:</b>				<b>43,997</b>	<b>-</b>	<b>43,997</b>	<b>-</b>	

The accompanying notes are an integral part of this schedule.

**Snohomish 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			Note
				From Pass- Through Awards	From Direct Awards	Total	Passed through to Subrecipients
HEALTH RESOURCES AND SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF	Rural Health Care Services Outreach, Rural Health Network Development and Small Health Care Provider Quality Improvement	93.912		-	336,642	336,642	-
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	HIV Prevention Activities Health Department Based	93.940	CLH31027	117,017	-	117,017	-
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via North Sound Behavioral Health Administrative Services Organization)	Block Grants for Community Mental Health Services	93.958	NORTH SOUND BH-ASO-SNOHOMISH COUNTY-ICCN-23	114,406	-	114,406	-
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Health Care Authority)	Block Grants for Prevention and Treatment of Substance Abuse	93.959	K5738	492,250	-	492,250	492,250

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**Snohomish 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		
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Health Care Authority)	Block Grants for Prevention and Treatment of Substance Abuse	93.959	K7137	410,763	-	410,763	410,763	
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via North Sound Behavioral Health Administrative Services Organization)	COVID 19 - Block Grants for Prevention and Treatment of Substance Abuse	93.959	NORTH SOUND BH-ASO-SNOHOMISH COUNTY-ICCN -20	14,083	-	14,083	-	
SUBSTANCE ABUSE AND MENTAL HEALTH SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via North Sound Behavioral Health Administrative Services Organization)	Block Grants for Prevention and Treatment of Substance Abuse	93.959	NORTH SOUND BH-ASO-SNOHOMISH COUNTY-ICCN -20	136,071	-	136,071	-	
<b>Total ALN 93.959:</b>				<b>1,053,167</b>	<b>-</b>	<b>1,053,167</b>	<b>903,013</b>	
CENTERS FOR DISEASE CONTROL AND PREVENTION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	CLH31027	70,605	-	70,605	-	

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**Snohomish 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 State Department of Health)	Sexually Transmitted Diseases (STD) Prevention and Control Grants	93.977	CLH31027	346,084	-	346,084	-	
				<b>416,689</b>	-	<b>416,689</b>	-	
HEALTH RESOURCES AND SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Maternal and Child Health Services Block Grant to the States	93.994	CLH31027	368,451	-	368,451	-	
				104,435	-	104,435	-	
HEALTH RESOURCES AND SERVICES ADMINISTRATION, HEALTH AND HUMAN SERVICES, DEPARTMENT OF (via WA State Department of Health)	Maternal and Child Health Services Block Grant to the States	93.994	CLH31027	472,886	-	<b>472,886</b>	-	
				-	3,226	3,226	-	
EXECUTIVE OFFICE OF THE PRESIDENT, EXECUTIVE OFFICE OF THE PRESIDENT	High Intensity Drug Trafficking Areas Program	95.001		-	113,960	113,960	-	
				-	121,869	121,869	-	
EXECUTIVE OFFICE OF THE PRESIDENT, EXECUTIVE OFFICE OF THE PRESIDENT	High Intensity Drug Trafficking Areas Program	95.001		-	-	-	-	
				-	-	-	-	

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**Snohomish 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		
			<b>Total ALN 95.001:</b>	-	<b>239,055</b>	<b>239,055</b>	-	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Department)	Flood Mitigation Assistance	97.029	E 19-130	804	-	804	-	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Department)	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	D20-2028	665,457	-	665,457	-	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Department)	Disaster Grants - Public Assistance (Presidentially Declared Disasters)	97.036	D23-224	4,326	-	4,326	-	
			<b>Total ALN 97.036:</b>	<b>669,783</b>	<b>-</b>	<b>669,783</b>	-	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Department)	Hazard Mitigation Grant	97.039	D23-037	154,898	-	154,898	-	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Department)	Emergency Management Performance Grants	97.042	E22-171	9,235	-	9,235	-	

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**Snohomish 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		
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Department)	Emergency Management Performance Grants	97.042	E23-225	2,000	-	2,000	-	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Department)	Emergency Management Performance Grants	97.042	E23-196	296,519	-	296,519	-	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Department)	Emergency Management Performance Grants	97.042	E24-296	91,511	-	91,511	-	
<b>Total ALN 97.042:</b>				<b>399,265</b>	<b>-</b>	<b>399,265</b>	<b>-</b>	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Department)	BRIC: Building Resilient Infrastructure and Communities	97.047	D23-018	1,642,350	-	1,642,350	-	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Department)	Homeland Security Grant Program	97.067	E21-096	307,924	-	307,924	77,787	

*The accompanying notes are an integral part of this schedule.*

**Snohomish 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		
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Department)	Homeland Security Grant Program	97.067	E21-101	133,608	-	133,608	-	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Department)	Homeland Security Grant Program	97.067	E21-101	141,711	-	141,711	-	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Department)	Homeland Security Grant Program	97.067	E23-117	118,130	-	118,130	31,791	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Department)	Homeland Security Grant Program	97.067	E23-117	11,428	-	11,428	11,428	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Department)	Homeland Security Grant Program	97.067	E23-119	57,845	-	57,845	-	
FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF (via WA State Military Department)	Homeland Security Grant Program	97.067	E24-125	34,722	-	34,722	-	
<b>Total ALN 97.067:</b>				<b>805,368</b>	<b>-</b>	<b>805,368</b>	<b>121,006</b>	

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**Snohomish 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		
	FEDERAL EMERGENCY MANAGEMENT AGENCY, HOMELAND SECURITY, DEPARTMENT OF	Regional Catastrophic Preparedness Grant Program (RCPGP)	97.111	-	-	400,941	400,941	-	
<b>Total Federal Awards Expended:</b>					<b>73,013,802</b>	<b>62,717,257</b>	<b>135,731,059</b>	<b>71,844,559</b>	

The accompanying notes are an integral part of this schedule.

## **NOTES TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

### **NOTE 1 - BASIS OF ACCOUNTING**

The Schedule of Expenditures of Federal Awards is prepared on the same basis of accounting as the County's financial statements. The County uses the modified accrual basis for its governmental fund types and the accrual basis of accounting for the proprietary and fiduciary fund types.

### **NOTE 2 – INDIRECT COST RATE**

For 2023, Snohomish County has elected to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.

### **NOTE 3 - 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.

## 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.

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